Qlife – Financial Analysis May

2024 Financial Statements

The financial statements for through the 11th month of the 2024 fiscal year (FY24) are presented. The statements are intended for the use of management and are not audited. The fiscal year is 91.7% completed (11 out of 12 months).

Operations Fund

Total revenues for FY24 are $1,199,769 which is $273,061 more than last fiscal year – a 29.5% year over year overall increase. The fund balance has increased $176,026 overall (looking at the difference between Beginning Fund Balance and the Grand Total for YTD.) This is an improvement of $85,572 over this point last fiscal year..

The Charges for Services are $846,139 which is 118.5% of the budgeted expectations. This is an increase over FY23 of 30.3% or $196,855. This is above the budgeted straight-line assumption of 91.7% by 26.8% which is greater than a 3 month's expectation – as each month is 8.3%.

Interest is executing at 111.3% or $2,406. Interest rates with LGIP are increasing. The total interest is $1,230 less than last fiscal year. The interest for May has not been entered yet and will increase the difference. The rising interest rates have balanced with the movement of fund balance to the Capital fund.

The Accounts Receivable has a total outstanding of $90,268 as of 5/31/2024 – of this $76,505.87 is current and $13,762 over 30 days. The current portion contains one invoice to a customer for $62,929 as a one-time fee. This will be paid this month. When this is removed from consideration, the outstanding AR is $27,339 with $13,576 current.

Expenditures are well within budgetary expectations. Total expense has executed at 90.4% which is $99,240 or 37.4% more than last year.

Transfers have been executed at 91.7% or $330,000 YTD which is in line with budget expectations.

Capital Fund

The transfers from the Operations fund at $30,000 per month have been received. Due to the increased interest rates and the conservative budgeting, interest is at 206.9% of the budget expectation and 74.9% more than last fiscal year to date. This is without May interest being posted yet.

The miscellaneous receipt for $56,160 is for the USAC payment in August and then in May another $27,690 was received for FY24.

Expenditures to date have been lightly executing against the appropriation – execution is only 12.8%.

Maupin Fund

Charges for services were supposed to be getting into a pattern. However, no revenues for the franchise fees have been received for either the 1st or 2nd quarter (July to December). This has been addressed partially. $1,525 was received in March (3/22/2024) covering receipts from April 2023 to December 2023. And another $229 in May for January – March (quarter 1). This is for the LSN portion of the expected revenue. Another quarter added in would bring the projected total to $1,984 which is less than the budgeted expectation of $5,000 for the LSN fees flow-through. To date, no revenues have been passed to for the Gorge Networks/Blue Mountain fees which was budgeted at $9,000. This means the Maupin fund revenues are projected to be $12K under on the revenue budget.

Interest is executing at 271.1% of the budget already but this is only $2,077 YTD. As already stated in the two prior sections, interest for May has not been posted as this report was created on 6/3/2024.

No expenditures have been recorded for at this time.

The transfer out to the Capital fund for $6,000 will be executed in June.

Summary

The funds are in good positions. At this point the fiscal year is near the end so patterns are showing. Reconciliations for April have been completed. The only point of concern at this point from a financial perspective is the lack of revenue for the Maupin fund which is being addressed with funds starting to flow in March. However, it does not seen the full expectation is coming in yet.

Of concern is the revenue for the Maupin fund. If the revenues are in fact accurate, the fund is looking at around $2k in revenue a year to operate and build a fund balance for maintenance and repairs. With the cost of the system, this is not fiscally sound. At this time, there is not a problem but the current funding level will not allow the fund to have any sort of resiliency to future difficulties.