

QUARTERLY FINANCIAL STATUS REPORT
(Financial Report for Fiscal Year 2023-2024, Quarter: 1)

District: REDWOODS

District Code: 160

I, the District Chief Business Officer, hereby certify that the information in the Quarterly Financial State Report (CCFS-311Q) is prepared in accordance to Title 5, Section 58310 and is accurate and complete to the best of my knowledge.

Chief Business Officer: Julia Morrison

Electronic Certification Date: Tuesday, November 07, 2023

Contact: Julia Morrison VP Administrative Services

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The Chancellor's Office no longer requires a report to be submitted electronically (PDF) or by mail, as districts certify through the application. No further action is required by the district.

Fiscal Year: 2023

Quarter Ended: 1

As of June 30 for the fiscal year specified

Line	Description	Actual 2020-2021	Actual 2021-2022	Actual 2022-2023	Projected 2023-2024
Unrestricted General Fund Revenue, Expenditure and Fund Balance:					
A.	Revenues:				
A.1	Unrestricted General Fund Revenues (Objects 8100, 8600, 8800)	31,794,004	34,217,590	40,134,075	42,462,090
A.2	Other Financing Sources (Object 8900)	275,600	1,735	0	0
A.3	Total Unrestricted Revenue (A.1 + A.2)	32,069,604	34,219,325	40,134,075	42,462,090
B.	Expenditures:				
B.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	27,644,460	28,621,347	35,641,897	41,901,092
B.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	2,785,501	4,158,761	1,454,398	1,414,720
B.3	Total Unrestricted Expenditures (B.1 + B.2)	30,429,961	32,780,108	37,096,295	43,315,812
C.	Revenues Over(Under) Expenditures (A.3 - B.3)	1,639,643	1,439,217	3,037,780	(853,722)
D.	Fund Balance, Beginning	3,149,756	4,789,400	6,228,614	9,266,394
D.1	Prior Year Adjustments + (-)	1	(3)	0	0
D.2	Adjusted Fund Balance, Beginning (D + D.1)	3,149,757	4,789,397	6,228,614	9,266,394
E.	Fund Balance, Ending (C. + D.2)	4,789,400	6,228,614	9,266,394	8,412,672
F.1	Percentage of GF Fund Balance to GF Expenditures (E. / B.3)	15.7%	19.0%	25.0%	19.42%

As of the specified quarter ended for each fiscal year

Line	Description	2020-2021	2021-2022	2022-2023	2023-2024
Total General Fund Cash Balance (Unrestricted and Restricted)					
H.1	Cash, excluding borrowed funds	1,743,779	3,819,764	5,898,452	4,980,934
H.2	Cash, borrowed funds only	0	4,006,944	0	0
H.3	Total Cash (H.1+ H.2)	1,743,779	7,826,708	5,898,452	4,980,934

Line	Description	Adopted Budget (Col. 1)	Annual Current Budget (Col. 2)	Year-to-Date Actuals (Col. 3)	Projected Actuals as of June 30 (Col. 4)
Unrestricted General Fund Revenue, Expenditure and Fund Balance:					
I.	Revenues:				
I.1	Unrestricted General Fund Revenues (Objects 8100, 8600, 8800)	42,462,090	42,462,090	10,061,438	42,462,090
I.2	Other Financing Sources (Object 8900)	0	0	0	0
I.3	Total Unrestricted Revenue (I.1 + I.2)	42,462,090	42,462,090	10,061,438	42,462,090
J.	Expenditures:				
J.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	41,901,092	41,901,092	9,698,555	41,901,092
J.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	1,414,720	1,414,720	0	1,414,720
J.3	Total Unrestricted Expenditures (J.1 + J.2)	43,315,812	43,315,812	9,698,555	43,315,812
K.	Revenues Over(Under) Expenditures (I.3 - J.3)	(853,722)	(853,722)	362,883	(853,722)
L.	Fund Balance, Beginning	9,266,394	9,266,394	9,266,394	9,266,394
L.1	Prior Year Adjustments + (-)	0	0	0	0
L.2	Adjusted Fund Balance, Beginning (L + L.1)	9,266,394	9,266,394	9,266,394	9,266,394
M.	Fund Balance, Ending (K. + L.2)	8,412,672	8,412,672	9,629,277	8,412,672
N.	Percentage of GF Fund Balance to GF Expenditures (M. / J.3)	19.4%	19.4%	99.3%	19.42%

Has the district settled any employee contracts during this quarter? NO

Did the district have significant events for the quarter (include incurrence of long-term debt, settlement of audit findings or legal suits, significant differences in budgeted revenues or expenditures, borrowing of funds (TRANS), issuance of COPs, etc.)? YES

If yes, list events and their financial ramifications.

The District issued a \$7.5 million COP to help fund the Student Housing Design phase and the Community Stadium Upgrade Project. The unrestricted general fund budget and forecast includes transfers out that will cover the annual debt service payments.

Does the district have significant fiscal problems that must be addressed? **This Year?** NO

If yes, what are the problems and what actions will be taken? **Next Year?** YES

2023-24 expenses are projected to slightly exceed revenues. One of the reasons is that the District is making some one-time and cyclical investments in software and technology infrastructure in 2023-24, such as the replacement of old servers. The projected ending fund balance is 19.4%, which is well above 10%.
Next fiscal year the District has two main fiscal challenges. The first is that the District must continue to recover FTES in order to meet the FTES and revenue targets. This is critical not only to ensure revenues exceed expenses, but also 2024-25 will set the new Hold Harmless revenue floor so we need to maximize next year's revenue. The second challenge is the State's economic outlook for 2024-25 and how that will impact the 2024-25 budget for CA Community Colleges. If there's a serious economic downturn the State may not be able to fully fund state general apportionment. The District is monitoring cash flows and expenditures closely in order to make necessary adjustments in time to avoid cash flow issues and deficit spending.