

# **Financial Report**

# Presented to President Daniel Phelan Jackson College Board of Trustees



Prepared by the Business Office February 28, 2025

## **Jackson College**

# Memo From John Globoker, Chief Financial Officer For the February 28, 2025 Financial Report

Following is the February 28, 2025 Treasurer's Report summarizing the components of the major revenue and expense lines. Explanations for significant variances are included in this memo.

Note: Budgeted amounts reflect the 2024-2025 Budget as adopted at the May 2024 Board of Trustees meeting.

#### **General Fund**

#### Revenues

- <u>Tuition and Fees</u> Favorable to budget based on higher enrollment than anticipated.
- Property Taxes Right in line with expected revenues to date.
- State Appropriations Favorable to budget due a refund from MPSERS of \$338K.
- Contract training Unfavorable to budget, likely a timing issue.
- Miscellaneous Unfavorable to budget, due to bad debt recovery not yet realized on general ledger.

#### **Expenses**

- Wages, <u>Retirement</u> & <u>Benefits</u> Favorable to budget, due to accruals, and savings realized from unfilled positions.
- <u>Services Staffing Agency</u> Unfavorable to budget, higher than anticipated expenses in L, L, & A, RAD, CEP, Business Administration and Security.
- <u>Services</u> Unfavorable to budget. Due to timing of payments to CampusWorks, Ellucian, Abbott, Rehmann, Plant (multiple vendors), Library (multiple vendors) Henry Ford Jackson Hospital, Family Services and Children Aid, and Cultural Fluency and Associates
- Rent, <u>Utilities</u>, <u>Insurance</u> Unfavorable to budget, due to timing of insurance payments, and additional electricity for expanded plant footprint.
- Other Operating Costs Favorable to budget, due to timing of bad debt write offs and bank service charges.
- <u>Capital Equipment</u> Favorable to budget. Forecast this to remain below budget through the duration of the fiscal year.

## **Jackson College**

# Memo From John Globoker, Chief Financial Officer For the February 28, 2025 Financial Report

#### **Auxiliary Fund**

#### **Revenues**

- <u>Textbook and Class Fees</u> Unfavorable to budget, textbook access fee is pacing lower than budget. Could be a timing issue.
- Housing Unfavorable to budget due to having fewer students living on campus.
- Housing Scholarhips Favorable to budget.
- Sales Bookstore Unfavorable to budget, due to timing of meal plan revenue postings.
- Potter Center Favorable to budget.
- <u>Hospitality</u> and <u>Meal</u> <u>Plans</u> Unfavorable to budget due to having fewer students living on campus.
- Miscellaneous Unfavorable to budget, due to lower than expected building rental income.

#### Expenses

- Wages, and Retirement Favorable to budget, due to accruals, and savings realized from unfilled positions.
- <u>Services Staffing Agency</u>- Unfavorable to budget, too low of a budget projected as compared to actual need for temp coverage.
- <u>Services</u> Favorable to budget, due to lower than anticipated contracted services needs at this juncture in the fiscal year.
- Materials Favorable to budget, due to timing of Bibliu payments.
- Rent, Utilities, insurance Favorable to budget, due to timing of rental equipment.
- Transfers Favorable to budget, as transfers to plant not yet occurred in FY25.

#### **Other Notes**

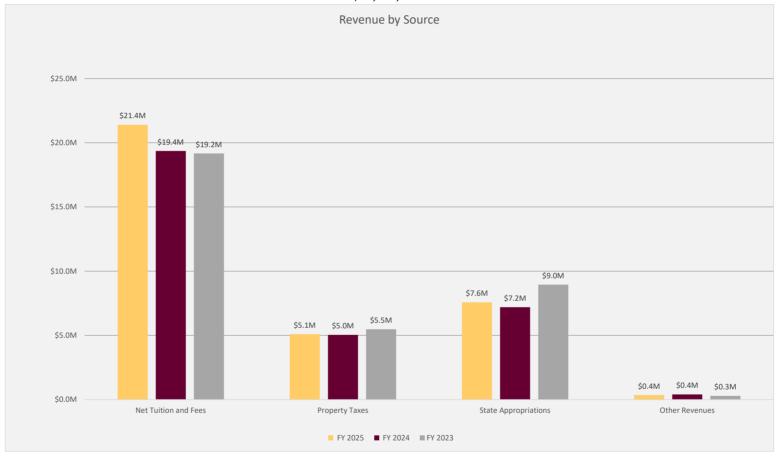
 Operating Reserves - Board policy requires the College have combined operating fund balance reserves greater or equal to two months' operating expenses. As of February 28, 2025 the College is meeting this requirement.

# Jackson College Revenue and Expense Statement General Fund - FY 25 February 28, 2025 Preliminary - Unaudited

	2024-2025	Percentage of	Actual Year to	Actual Percentage of	Planned Percentage to	Variance of Planned Percentage to	Prior Year to
	Original Budget	Original Budget	Date	Budget	Date	Actual	Date
	Original budget	Original bauget	Date	Duuget	Date	Actual	Date
Revenue							
Gross tuition and fees	\$ 26,496,886	54.6%	\$ 22,020,398	83.1%	79.0%	\$ 1,087,858	\$ 19,950,209
Less Institutional Scholarships	(865,000)	-1.8%	(628,757)	72.7%	79.0%	54,593	(587,897)
Net tuition and fees	25,631,886	52.8%	21,391,641	83.5%	79.0%	1,142,451	19,362,312
Property taxes	6,873,089	14.1%	5,095,516	74.1%	79.0%	(334,224)	5,043,612
State appropriations	15,452,900	31.8%	7,571,956	49.0%	45.5%	547,911	7,194,125
Contract training	199,000	0.4%	126,007	63.3%	66.7%	(6,660)	169,341
Miscellaneous	381,500	0.8%	209,422	54.9%	66.7%	(44,911)	212,606
Transfers	-	0.0%	18,170	0.0%	66.7%	18,170	27,304
Transfers - Federal grant funds		0.0%		0.0%			
Total revenues	48,538,375	100.0%	34,412,712	70.9%	64.9%	1,322,737	32,009,300
Expenses							
Wages	18,185,430	37.4%	10,655,586	58.6%	65.4%	(1,234,886)	9,313,925
Retirement	5,574,484	11.5%	3,137,619	56.3%	65.4%	(507,236)	2,686,421
Benefits	3,239,730	6.7%	2,033,693	62.8%	65.4%	(84,592)	1,300,247
Services - Staffing Agency	3,548,735	7.3%	2,869,204	80.9%	65.4%	548,877	2,435,634
Services	4,775,387	9.8%	3,981,899	83.4%	66.7%	798,308	3,709,130
Materials	1,987,238	4.1%	1,438,238	72.4%	66.7%	113,413	1,034,002
Rent, utilities, insurance	1,971,375	4.1%	1,496,487	75.9%	66.7%	182,237	1,247,092
Other operating costs	4,069,258	8.4%	2,090,345	51.4%	66.7%	(622,494)	2,379,437
Transfers-major maintenance	1,060,986	2.2%	707,324	66.7%	66.7%	-	764,385
Transfers-deferred maintenance	-	0.0%	-	0.0%	0.0%	-	-
Transfers-debt service	3,579,752	7.4%	2,386,501	66.7%	66.7%	-	2,304,996
Transfers-Jets Store	-	0.0%	-	0.0%	0.0%	-	-
Capital equipment	546,000	1.1%	138,749	25.4%	66.7%	(225,251)	305,772
Total expenses	48,538,375	100.0%	30,935,645	63.7%	56.0%	(1,031,624)	27,481,041
Income over (under) expenses	\$ -		\$ 3,477,067			\$ 2,354,361	\$ 4,528,259

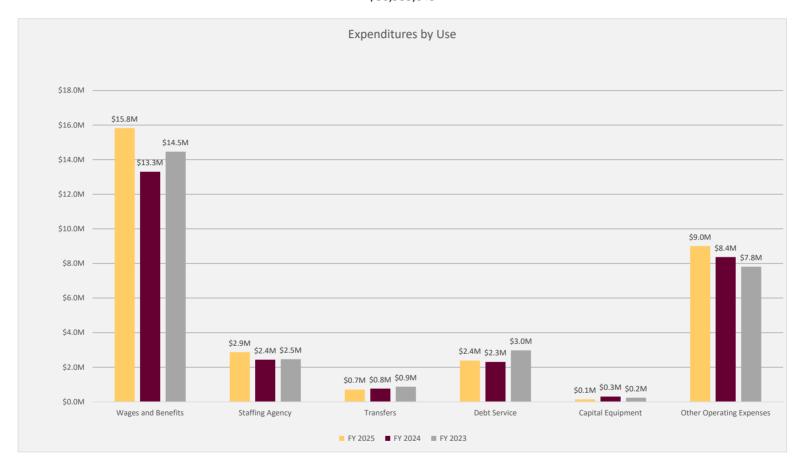
# Jackson College General Fund Revenue Comparison 2/28/2025

# \$34,412,712



# Jackson College General Fund Expenditure Comparison 2/28/2025

\$30,935,645



# Jackson College Revenue and Expense Statement Auxiliary Services February 28, 2025 Preliminary - Unaudited

							Auxiliary Units					
			Actual Year	Actual	Planned				Potter Center			
	2024-2025	Percentage of	to Date All	Percentage of	Percentage	Hospitality		Jets Store	Performing			
	Original Budget	Original Budget	Auxiliaries	Budget	to Budget	Services	Housing	Bookstore	Arts			
Revenue												
Textbook and Class Fees	\$ 2,878,001	36.9%	\$ 2,129,029	74.0%	79.0%	-	-	2,129,029	-			
Housing	2,007,800	25.7%	1,246,365	62.1%	79.0%	-	1,246,365	-	-			
Less Housing Scholarships	(200,000)	-2.6%	(177,365)	88.7%	79.0%	-	(177,365)	-	-			
Sales Bookstore	291,500	3.7%	131,023	44.9%	66.7%	-	-	131,023	-			
Potter Center activities	420,000	5.4%	307,577	73.2%	66.7%	-	-	-	307,577			
Hospitality and Meal Plans	2,343,000	30.0%	1,316,080	56.2%	79.0%	1,316,080	-	-	-			
Miscellaneous	43,500	0.6%	17,835	41.0%	66.7%	-	-	-	17,835			
Transfers - General Fund	-	0.0%	-	0.0%	0.0%	-	-	-	-			
Transfers - Foundation	15,000	0.2%		0.0%	0.0%							
Total revenues	7,798,801	100.0%	4,970,544	63.7%	57.3%	1,316,080	1,069,000	2,260,052	325,412			
Expenses												
Wages	\$ 1,537,806	19.7%	\$ 851,696	55.4%	65.4%	409,302	133,036	124,791	184,567			
Retirement	342,677	4.4%	211,160	61.6%	65.4%	91,758	27,658	27,547	64,197			
Benefits	241,143	3.1%	171,529	71.1%	65.4%	92,716	16,052	28,704	34,057			
Services - Staffing Agency	10,000	0.1%	22,926	229.3%	65.4%	22,926	-	-	-			
Services	71,500	0.9%	39,596	55.4%	66.7%	21,936	8,314	-	9,346			
Materials	3,415,000	43.8%	2,111,619	61.8%	66.7%	507,945	8,047	1,595,109	518			
Rent, utilities, insurance	4,000	0.1%	1,650	41.3%	66.7%	1,650	-	-	-			
Other operating costs	610,500	7.8%	415,174	68.0%	66.7%	179	8,028	7,767	399,200			
Transfers	1,560,175	20.0%	-	0.0%	66.7%	-	-	-	-			
Capital equipment	6,000	0.1%	16,019	267.0%	66.7%				16,019			
Total expenses	7,798,801	100.0%	3,841,369	49.3%	66.2%	1,148,412	201,135	1,783,918	707,904			
Income over (under) expenses	\$ -		\$ 1,129,175			\$ 167,668	\$ 867,865	\$ 476,134	\$ (382,492)			

# Jackson College

# Balance Sheet and Changes in Fund Balance - FY 25 February 28, 2025 Preliminary - Unaudited

	G	eneral Fund	Designated Fund		Restricted Fund	CARI	ES Fund	Auxiliary Fund		En	dowment Fund	Debt & Property Fund		Act	ivities Fund	Total
Assets																
Cash	\$	(9,932,742)	\$ 15,364,080	0	\$ 10,099,585	\$	-	\$	(2,596,166)	\$	32,253	\$ 4,	,977,251	\$	1,264,112	\$ 19,208,373
Restricted cash in escrow		-	-		-		-		-		-		-		-	-
Investments		-	-		-		-		-		2,492		-		-	2,492
Accounts receivable		4,512,794	(62,499	9)	-		-		4,221,431		-		6,271		50	8,678,047
Inventories		29,800	-		-		-		271,130		-		-			300,930
Other assets		18,428,418		_	14,602				(118,570)			84,	,008,969	-	(2,832)	 102,330,587
Total assets		13,038,270	15,301,583	1_	10,114,187				1,777,825		34,745	88,	,992,491		1,261,330	 130,520,429
Liabilities and Fund Balance																
Accounts payable		48,971	-		6,110		-		11,172		-		26,232		-	92,485
Accrued liabilities		810,023	-		(11,696)		-		352,592		-	25,	,080,433		-	26,231,352
Deferred liabilities		8,019,452	-				-		-		-	,	-		-	8,019,452
Unearned revenue		62,146	-		-		-		231,403		-		-		-	293,549
Other liabilities		608,224		_	18,392,058		-		53,481				2,504		35,526	19,091,793
Total liabilities		9,548,816			18,386,472				648,648			25,	,109,169		35,526	 53,728,631
Fund balance		3,489,453	15,301,58	1	(8,272,285)		-		1,129,177		34,745	63,	,883,322		1,225,804	76,791,797
Total liabilities and fund balance	\$	13,038,269	\$ 15,301,583	1	\$ 10,114,187	\$		\$	1,777,825	\$	34,745	\$ 88,	,992,491	\$	1,261,330	\$ 130,520,428
OUT OF BALANCE		(1)														(1)
Beginning fund balance Net investment in capital assets	\$	-	\$ -		\$ -	\$	-	\$	-	\$	-	61,	,148,108	\$	-	\$ 61,148,108
Major Maintenance and Equipment Replacement		_			_		_		_		_	2	,540,349		_	2,540,349
Restricted			690,408	Q	1,356,483		_		1		34,666	۷,	-		_	2,081,558
Future Operations		12,386	14,166,52		-		_		-		-		_		541,635	14,720,548
r dedice operations		12,555		<u>-</u>											0 12,000	 1 1,7 20,0 10
	\$	12,386	\$ 14,856,93	5	\$ 1,356,483	\$	-	\$	1	\$	34,666	\$ 63,	,688,457	\$	541,635	\$ 80,490,563
Current year income		34,412,712	458,359	9	12,135,982		-		5,147,910		79	2,	,457,346		850,412	55,462,800
Current year expenses		30,935,645	13,713	3_	21,764,750		-		4,018,734			2,	,262,481		166,243	 59,161,566
Ending fund balance	\$	3,489,453	\$ 15,301,583	1	\$ (8,272,285)	\$		\$	1,129,177	\$	34,745	\$ 63,	,883,322	\$	1,225,804	\$ 76,791,797