

Business Office Update August 26, 2013 Meeting

Donations

- Abbott Laboratories Employee Giving - \$43.65
- Abbvie Inc. Employee Giving - \$49.94
- Millburn PTO (FY2012-13 Staff Appreciation) - \$200.00.
- Millburn Education Foundation (Projectors) – \$17,754.00
- Millburn PTO (Projectors) - \$9,684.00
- Millburn PTO (Handicapped Swing & Backboards) - \$2,226.12

Standard & Poors

- The district received the results of Standard & Poors recent review of the district. The result of the review was that there was NO CHANGE in the District's bond rating. The rating remains at "A- with a negative outlook".
- The district's financial management was deemed good by S&P.
- Factors that influenced their decision included, but are not limited to:
 - Relatively small Working Cash Fund balance in relation to the overall budget – doesn't provide adequate liquidity.
 - Marginal amount of "days of cash on hand" at the end of the fiscal year
 - Negative reserves in the "Education" and "Operations & Maintenance" fund
 - Declining enrollment and state-shared revenue
 - Large negative operating balances since 2004
 - Strong median household effective buying income and strong market value per capita
 - Moderate overall net debt burden
- In a two-year outlook, if the district is successful in reporting balanced budgets and improvement in the cash balances, the outlook could be revised to "Stable". Likewise, if the overall financial position weakens, the rating could be lowered.

Summer Projects

- A full report will be presented at the September 9 COW meeting.