

The Children's Trust



Monthly Financial Statements (Unaudited)

For the ten month ended July 31, 2022

Prepared by : The Children's Trust Finance Department

Approved by:


[William Kirtland \(Sep 29, 2022 10:12 EDT\)](#)

William Kirtland, CPA, Chief Financial Officer

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July's Management Discussion & Analysis (MD&A)

2021-22 Budget Highlights:

- * The Children's Trust continues to emphasize the importance of program spending that provides critical services for children and families in our community.
- * The Children's Trust increased its direct service funding by \$40.8 million since its last funding cycle ending in fiscal year 2018. In alignment with the strategic plan and the Board's guidance the funds will be allocated as follows:
 - * Early Childhood Development \$35.8m
 - * Youth Development \$61.2m
 - * Parenting \$20.1m
 - * Health & Wellness \$21.5m
 - * Family & Neighborhood Supports \$12m
- * The Miami-Dade Property Appraiser reported an assessed tax roll of \$340 billion, which equates to approximately:
 - * Based on 0.5000 millage rate (tax increase rate), ad valorem tax revenue = \$161.5m, this represents a 15.5% tax increase.
- * Miscellaneous revenues are expected to remain consistent with the previous fiscal year. The Trust manages its funds to primarily emphasize safety, liquidity, and return (in that order). Interest rates for 30, 60, 90-day and 1-year Certificates of Deposit significantly decreased since the fiscal year 2020. In the spring of 2020, the COVID-19 pandemic took full effect on worldwide economies, initiating a rapid decline in interest rates. The Trust is also reducing its fund balances reserves, therefore less funds will be available to earn interest revenue.

Management and Non-Operating Expenditures

- * The Children's Trust has reduced the management (G&A) expenses to 6.22% of its total expenses, an all-time low.
- * The Trust expects an increase to non-operating expenditures. The Trust budgets funds for obligations to Community Redevelopment Areas (CRAs) for the fiscal year 2022, which include Overtown and Omni areas of the City of Miami. The Trust commits these funds on an annual basis. The amount obligated to these areas depends upon the amount of ad valorem tax revenue generated by these communities. Since the Trust adopted the millage rate of 0.5000, a tax increased rate, The Trust expects to have an increased obligation to these areas.

Additional Considerations:

Property Tax Revenues

- * With property tax bills mailed on or before November 1 of each year, and discounts ranging from 1-4% the sooner payment is received, The Trust records a significant amount of revenue during the months of November, December, January, and February. Below is a cumulative collection rate compared to the budget.

Month	FY 2022	FY 2021
October	0.0%	0.0%
November	12.3%	18.0%
December	83.3%	80.6%
January	87.5%	85.1%
February	90.5%	88.3%
March	92.2%	90.6%
April	96.0%	90.6%
May	97.0%	95.5%
June	98.1%	97.2%
July	100.3%	99.8%

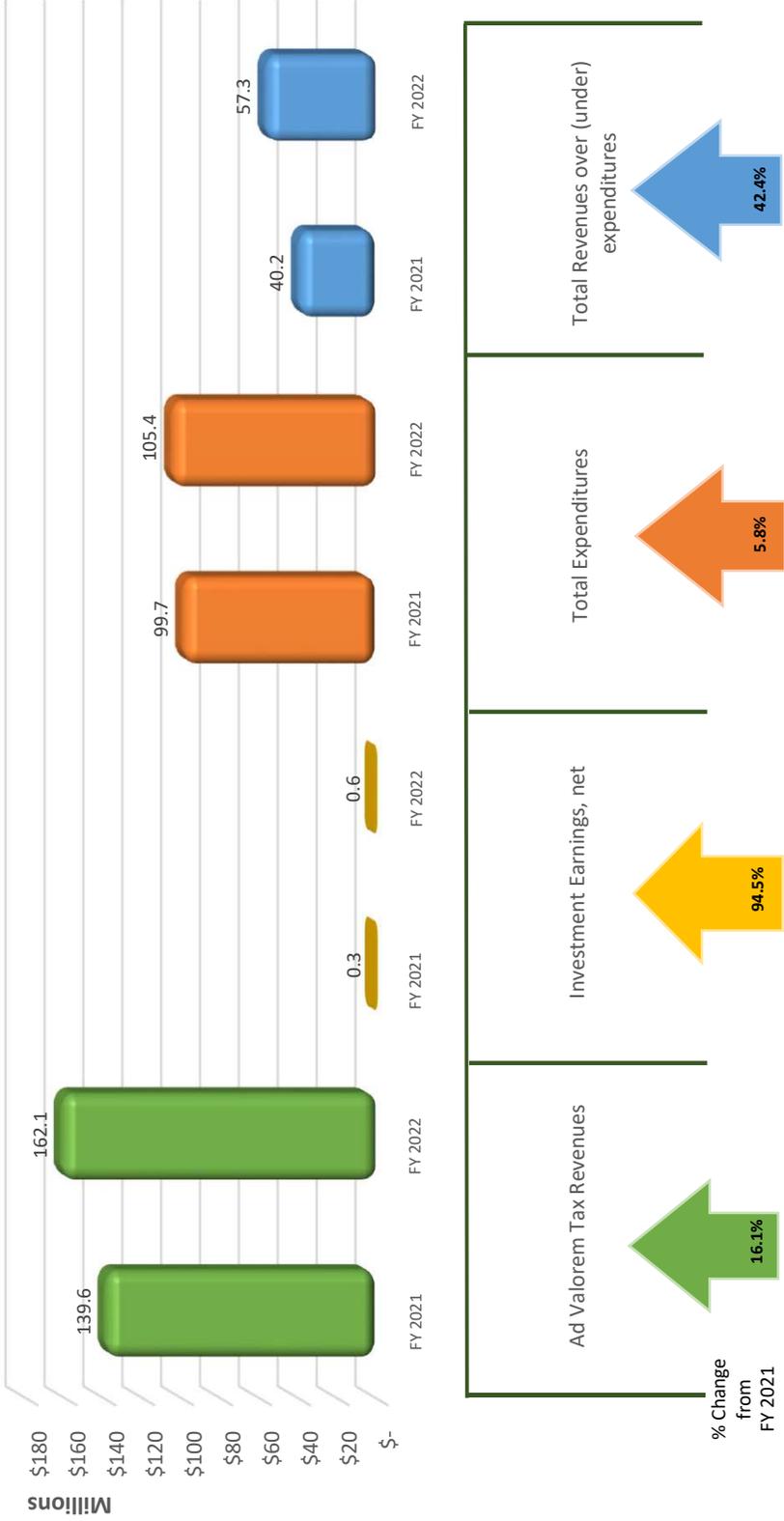
Fund Balance

- Adopted a tax increase rate of 0.5000 for the fiscal year 2022, which will increase revenues from the fiscal year 2021. Increased revenues will steady the use of fund balance reserves. The Trust will implement a strategy of balanced revenues and expenses to maintain the fund balance at its current level, which represents equal to 2 months of operational expenditures, as recommended by the Government Finance Officers Association (GFOA) best practices.

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Comparative Fiscal Highlights

For the ten month ended July 31, 2022



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Balance Sheet - General Fund

July 31, 2022

Assets	General Fund	
Current Assets		
Cash	\$	63,168,633
Investments:		
Certificates of deposit		30,001,512
Money market		77,125
SBA		228,664
Accounts receivable		-
Provider receivable		-
Taxes receivable		-
Grants receivable		-
Interest receivable		-
Due from other governmental local agencies		-
Prepaid insurance		16,898
Prepaid other		35,333
Total assets	\$	93,528,165

Liabilities & Fund Balances		
Liabilities		
Accounts payable	\$	878,877
Dues from other governmental local agencies		-
Accrued wages payable		-
Other current liabilities		-
Unearned revenue		-
Total liabilities	\$	878,877
Fund balances		
Non-spendable prepaid items	\$	52,230
Restricted:		
Provider services		92,597,058
Total fund balances	\$	92,649,288
Total liabilities & fund balances	\$	93,528,165

Annual Budget vs. Year to Date (YTD) Actual - General Fund

FY 2022 budget vs. FY 2022 actual (July 31)

	FY 2022 Amended Budget (Information Purposes Only)	FY 2022 Year to Date Actual		FY 2022 vs 2021 % Actual to Actual		FY 2022 vs 2021 % Actual to Budget
FUND BALANCE, Adopted Budget October 1, 2021	\$ 31,795,916					
REVENUES						
Ad valorem tax revenues	\$ 161,528,706	\$ 162,093,710	↑	16.1%	↑	0.5%
CRA return/interlocal agreement	2,000,000	-	→	0.0%	→	0%
Investment earnings/miscellaneous	800,000	606,995	↑	94.5%	↑	31%
Total revenues	\$ 164,328,706	\$ 162,700,705	↑	16%	↓	-22%
SUSTAIN AND EXPAND DIRECT SERVICES						
Parenting	\$ 20,123,000	\$ 12,546,612	↑	1%	↓	-1%
Early childhood development	35,841,017	23,359,141	↑	20%	↑	8%
Youth development	61,178,817	31,254,619	↑	8%	↑	3%
Health and wellness	21,479,306	12,873,227	↑	5%	↑	2%
Family and neighborhood supports	11,988,108	6,389,968	↓	-13%	↓	-8%
Total sustain and expand direct services	\$ 150,610,248	\$ 86,423,567	↑	8%	↑	3%
COMMUNITY AWARENESS AND ADVOCACY						
Promote public policy and legislative agendas	\$ 215,300	\$ 129,974	↓	-1%	↓	-1%
Public awareness and program promotion	2,969,000	1,373,969	↓	-16%	↓	-9%
Promote citizen engagement and leadership to improve child and family condi	1,115,000	424,011	↓	-28%	↓	-15%
Cross-funder collaboration of goals, strategies and resources	1,735,000	634,432	↓	-31%	↓	-17%
Total community awareness and advocacy	\$ 6,034,300	\$ 2,562,386	↓	-22%	↓	-12%
PROGRAM AND PROFESSIONAL DEVELOPMENT						
Supports for quality program implementation	\$ 3,100,000	\$ 1,419,088	↓	-23%	↓	-14%
Information systems	950,000	606,720	↓	-7%	↓	-5%
Program evaluation and community research	500,000	256,066	↑	112%	↑	27%
Innovation funds	1,250,000	528,645	↑	2%	↑	1%
Total program and professional development	\$ 5,800,000	\$ 2,810,519	↓	-10%	↓	-6%
ADMINISTRATION AND NON-OPERATING EXPENDITURES						
Management of The Children's Trust	\$ 11,245,507	\$ 7,993,171	↓	-1%	↓	-4%
Non-operating expenditures	5,100,000	5,646,236	↑	13%	↑	2%
Total administration and non-operating expenditures	\$ 16,345,507	\$ 13,639,407	↑	4%	↓	-2%
				0%		
Total expenditures	\$ 178,790,055	\$ 105,435,879	↑	6%	↑	2%
Total revenues over/(under) expenditures	\$ (14,461,349)	\$ 57,264,827				
Ending fund balance, reserves/net assets, adopted budget	\$ 17,334,567					

The Children's Trust

Comparative Monthly Financial Statement

FY 2022 vs. FY 2021 actual (July 31)

	FY 2022 Year to Date Actual	FY 2021 Year to Date Actual	Dollar Variance	% Variance
REVENUES				
Ad valorem tax revenues	\$ 162,093,710	\$ 139,577,076	\$ 22,516,634	16%
CRA return/interlocal agreement	-	-	-	0.0%
Investment earnings/miscellaneous	606,995	312,092	294,903	94%
Total revenues	\$ 162,700,705	\$ 139,889,168	\$ 22,811,537	16%
EXPENSES				
Sustain and expand direct services	\$ 86,423,567	\$ 80,225,183	\$ 6,198,384	8%
Community awareness and advocacy/program and professional development	5,372,905	6,403,982	(1,031,077)	-16%
Administration and non-operating expenditures	13,639,407	13,056,714	582,693	4%
Total expenses	\$ 105,435,879	\$ 99,685,879	\$ 5,750,000	6%
Total revenues over/(under) expenditures	\$ 57,264,826	\$ 40,203,289	\$ 17,061,536	42%