Workforce Solutions Capital Area

MONTHLY FINANCIAL SUMMARY

April 2026 (Fiscal Year-End September 2026)
Prepared May 21, 2026 | Sandy Guzmán, YPTC

FINANCIAL DISCUSSIONS

Year-End Close and Financial Audit Update
The financial audit has been completed, and an unmodified opinion was issued. No audit adjustments or internal control deficiencies were identified.

Travis County Escrow Accounts and ReWorkNow Update
Travis County escrow accounts remain fully funded, with billings submitted on schedule and replenishments proceeding smoothly. ReWorkNow is in its final stages, and we are awaiting the County's response on the remaining questioned costs.

HIGHLIGHTS AND ANALYSIS

- **Comparative Statements of Financial Position**
  - Pre-funding of Travis County initiatives through escrow accounts continues to drive the year-over-year increases in Cash and Grant Refundable Advance, with current balances reflecting the timing of funds received ahead of program expenditures and contributing to the overall growth in total assets and liabilities.

- **Statements of Activities – Budget vs Actual**
  - Grant revenue remains higher than the prior year, driven by expanded funding under Travis County childcare contracts and increased overall program activity.
  - Payroll and related expenses are tracking close to expectations as previously vacant positions are now being filled.
  - Subrecipient expenses have increased compared to the prior year, primarily due to higher Child Care Services activity and expanded program delivery.
  - Spending in discretionary categories (e.g., Training, Consultants, and Contracts) continues to occur unevenly throughout the year and remains within expected budget patterns.

- **Statement of Cash Flows**
  - Cash growth year to date reflects ongoing pre-funding by Travis County through escrow accounts, aligned with anticipated program expenditures.

UPDATES AND RECOMMENDATIONS

- Giovanna Escalante-Vela continues to onboard into the Chief Financial Officer role and is actively engaging with the team to gain a deeper understanding of operations, priorities, and key financial processes. She has begun establishing working relationships across departments and is participating in key discussions to support alignment and continuity in financial oversight.
- The fiscal team continues to identify and implement process efficiencies to strengthen operations and improve overall effectiveness.
- TWC's year-end reconciliation in KinderTrack is ongoing, with closeout still expected in May.

ATTACHMENTS

- **Comparative Statements of Financial Position**
- **Statements of Activities – Budget vs Actual**
- **Statement of Cash Flows**

WORKFORCE SOLUTIONS CAPITAL AREA
COMPARATIVE STATEMENTS OF FINANCIAL POSITION
AS OF APRIL 2026 AND 2025

	April 30, 2026	April 30, 2025
ASSETS		
Cash	$ 11,680,289	$ 4,575,192
Grants Receivables	673,629	1,051,830
Other Receivables	9,144,547	8,565,135
Prepaid Expenses	2,570,252	460,773
Other Assets	130	150,940
Property and Equipment, Net	547,537	416,607
ROU Assets, Net	5,102,722	6,678,868
TOTAL ASSETS	$ 29,719,107	$ 21,899,346
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts Payable	$ 2,118,054	$ 2,917,945
Grant Refundable Advance	21,355,995	11,213,056
Loan Payable	-	-
Other Liabilities	-	11,667
ROU Lease Liabilities	5,465,991	7,008,531
Total Liabilities	28,940,040	21,151,199
Net Assets		
Net Assets Without Donor Restrictions	173,669	390,117
Investment in Fixed Assets **[1]**	605,398	358,030
Total Net Assets	779,067	748,147
TOTAL LIABILITIES AND NET ASSETS	$ 29,719,107	$ 21,899,346

[1] *Investment in Fixed Assets is a component of net assets without donor restrictions, broken out here as it is in the Statement of Cash Flows.*

WORKFORCE SOLUTIONS CAPITAL AREA
STATEMENTS OF ACTIVITIES – BUDGET VS ACTUAL
FOR THE SEVEN MONTHS ENDED APRIL 2026

	ACTUALS	BUDGET COMPARATIVE		PRIOR YEAR COMPARATIVE	
	Year-To-Date	Annual	% of Budget	Year-To-Date	$ Variance
REVENUES		**[1]**			
Grant Revenue	$ 39,748,450			$ 35,265,522	$ 4,482,928
Interest Income	17,311			17,698	(387)
Other Income	190,172			291,264	(101,092)
TOTAL REVENUES	39,955,932			35,574,484	4,381,448
EXPENSES					
WORKFORCE BOARD					
Payroll and Related Expenses					
Salaries	1,942,878	$ 3,696,809	53%	1,816,011	126,867
Employee Benefits	220,206	580,944	38%	210,490	9,716
Workers Compensation	-	2,770	0%	-	-
Workforce Pension Plan	71,868	147,872	49%	69,825	2,043
Unemployment Insurance	24,002	25,350	95%	33,507	(9,506)
FICA Matching	145,022	282,806	51%	133,805	11,217
Payroll and Related Expenses Subtotal	2,403,976	4,736,551	51%	2,263,639	140,337
Consultants and Contracts	131,074	345,300	38%	193,491	(62,417)
Office Supplies	3,810	46,000	8%	7,902	(4,092)
Printing	293	3,000	10%	-	293
Postage and Freight	526	1,500	35%	1,147	(621)
Dues, Memberships, and Subscriptions	10,930	25,935	42%	38,960	(28,030)
Travel - Staff	3,600	18,000	20%	11,492	(7,893)
Training - Staff	33,312	45,850	73%	25,350	7,962
Training - Board	12,511	30,970	40%	15,825	(3,313)
Advertising/Legal	73	100	73%	-	73
Equipment Rental/Maintenance	6,269	6,000	104%	3,918	2,351
Data and Phones	15,133	28,500	53%	14,842	291
Insurance	48,865	66,889	73%	41,578	7,287
Software Licensing and Upgrades	17,888	65,185	27%	33,259	(15,370)
Other Operating Expenses	35,275	34,630	102%	17,818	17,456
Outreach	-	-		4,668	(4,668)
Building Lease/Occupancy	155,905	214,851	73%	78,377	77,529
TOTAL EXPENSES WORKFORCE BOARD	2,879,439	5,669,261	51%	2,752,264	127,175
SUBRECIPIENT/INITIATIVES EXPENSES					
Career Centers - C2GPS	4,400,068	8,773,866	50%	3,610,256	789,812
Child Care Services - BakerRipley	29,965,521	75,588,365	40%	25,606,803	4,358,718
Youth - Goodwill	100	-		1,224,954	(1,224,854)
WERC Partners	-	-		(7,188)	7,188
Community Workforce Plan**[2]**	60,915	-		81,960	(21,045)
Special Projects**[2]**	456,149	897,731	51%	399,849	56,300
Occupancy Centers	775,047	1,572,783	49%	856,223	(81,176)
Occupancy Child Care	173,595	317,500	55%	158,070	15,525
Occupancy Vocational Rehabilitation	169,277	309,717	55%	156,852	12,425
Outreach/Comms	272,494	275,000	99%	135,952	136,542
Network/IT	837,172	1,554,631	54%	521,561	315,611
Contingencies	-	1,434,265	0%	-	-
TOTAL SUBRECIPIENT/INITIATIVES EXPENSES	37,110,337	90,723,858	41%	32,745,292	4,365,045
TOTAL EXPENSES	39,989,776	$ 96,393,119	41%	35,497,556	4,492,220
ADJUSTED NET INCOME (LOSS)	$ (33,844)			$ 76,928	$ (110,772)

[1] *WFSCA does not budget revenue .*

[2] *Subrecipient/Initiative Expenses have been difficult to validate given the chart of accounts structure and how budgets have historically been tracked outside of the accounting system. These numbers are based on the best information we have available from WFSCA staff .*

WORKFORCE SOLUTIONS CAPITAL AREA
STATEMENT OF CASH FLOWS
FOR THE SEVEN MONTHS ENDED APRIL 2026

	April 30, 2026	
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income (Loss) Before Adjustments	$ 191,451	
Investment in Fixed Asset Adjustments	(225,295)	**[1]**
Adjusted Net Income (Loss)	(33,844)	
Adjustments to Reconcile Total Net Income (Loss) to Net Cash Provided/(Used) by Operating Activities:		
Changes in Assets and Liabilities:		
Grants Receivables	(108,964)	
Other Receivables	(2,912,344)	
Prepaid Expenses	(1,761,094)	
Other Assets	-	
ROU Assets, Net	921,789	
Accounts Payable	(1,745,665)	
Grant Refundable Advance	15,283,895	
Other Liabilities	(35,611)	
ROU Liabilities	(913,406)	
Net Cash Provided/(Used) by Operating Activities	8,694,756	
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on Loan Payable	-	
Net Cash Provided/(Used) by Financing Activities	-	
CHANGE IN CASH	8,694,756	
Cash, Beginning of Period	2,985,533	
Cash, End of Period	$ 11,680,289	

[1] *Due to grant billing requirements - fixed asset purchases are coded against net assets as investments in net assets when purchased. YPTC will continue to work on presentation of this unique treatment to be in accordance with GAAP.*