



# Akron Public Schools.

## Monthly Financial Report

Fiscal Year 2023 Revenue and Expenditure Activity Through January

Todd Adkins, Interim CFO/Treasurer

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## FISCAL YEAR 2023 REVENUE AND EXPENDITURE ANALYSIS THROUGH JANUARY

### 1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

**CURRENT YEAR-TO-DATE  
REVENUE COLLECTIONS  
INDICATE A**

**\$9,534,029**

**UNFAVORABLE COMPARED TO  
FORECAST**

**CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A**

**\$2,480,386**

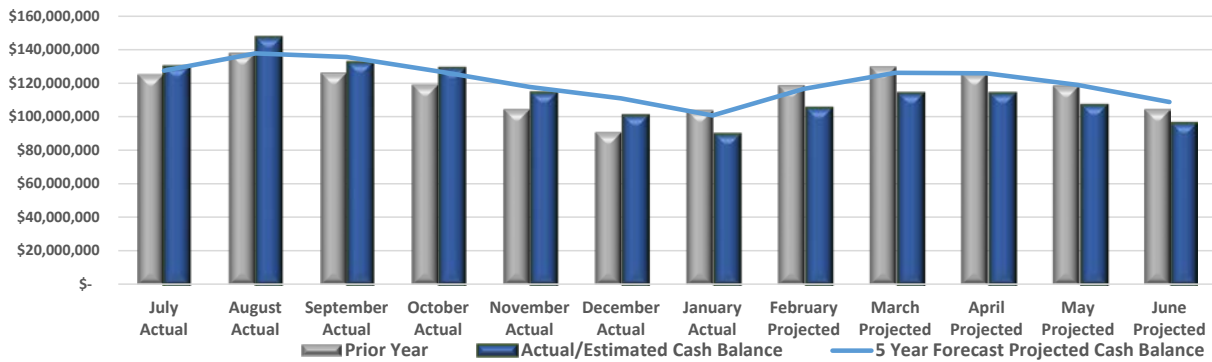
**UNFAVORABLE COMPARED TO  
FORECAST**

**POTENTIAL NET IMPACT  
WOULD RESULT IN A**

**\$12,014,414**

**UNFAVORABLE IMPACT ON THE  
CASH BALANCE**

### 2. VARIANCE AND CASH BALANCE COMPARISON



**CURRENT MONTHLY CASH FLOW  
ESTIMATES A JUNE 30, 2023 CASH  
BALANCE OF**

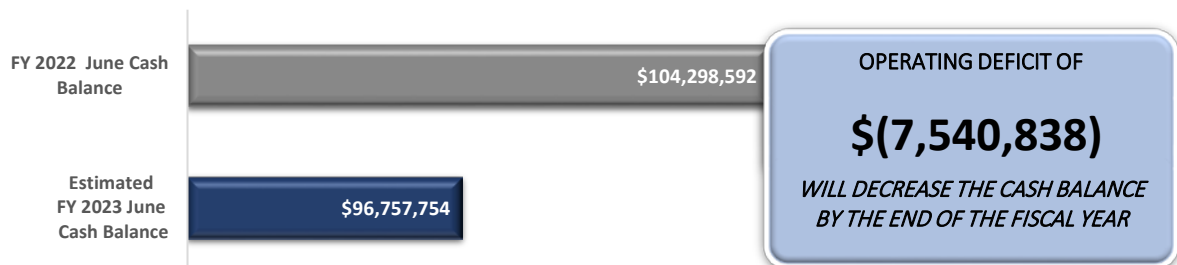
**\$96,757,754**

Current monthly cash flow estimates, including actual data through January indicate that the June 30, 2023 cash balance will be \$96,757,754, which is \$12,014,414 less than the five year forecast of \$108,772,168.

**June 30 ESTIMATED CASH  
BALANCE IS**

**LESS THAN THE  
FORECAST/BUDGET AMOUNT**

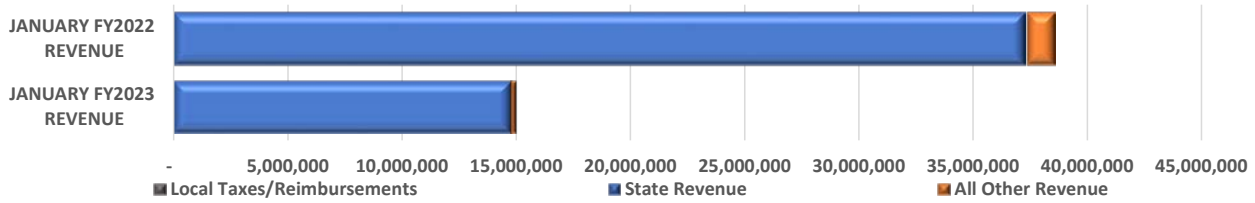
### 3. FISCAL YEAR 2023 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



Current cash flow monthly trend-estimates indicate this year's ending June 30 cash balance will DECREASE \$7,540,838 compared to last fiscal year ending June 30. This shortfall outcome is the result of the cash flow revenue estimate of \$325,497,638 totaling more than estimated cash flow expenditures of \$333,038,476.

## FISCAL YEAR 2023 MONTHLY REVENUE ANALYSIS - JANUARY

### 1. JANUARY REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



	Actual Revenue Collections For January	Prior Year Revenue Collections		Actual Compared to Last Year
Local Taxes/Reimbursements	-	-		-
State Revenue	14,771,383	37,286,193	▼	(22,514,810)
All Other Revenue	257,225	1,279,545	▼	(1,022,320)
<b>Total Revenue</b>	<b>15,028,608</b>	<b>38,565,738</b>	▼	<b>(23,537,130)</b>

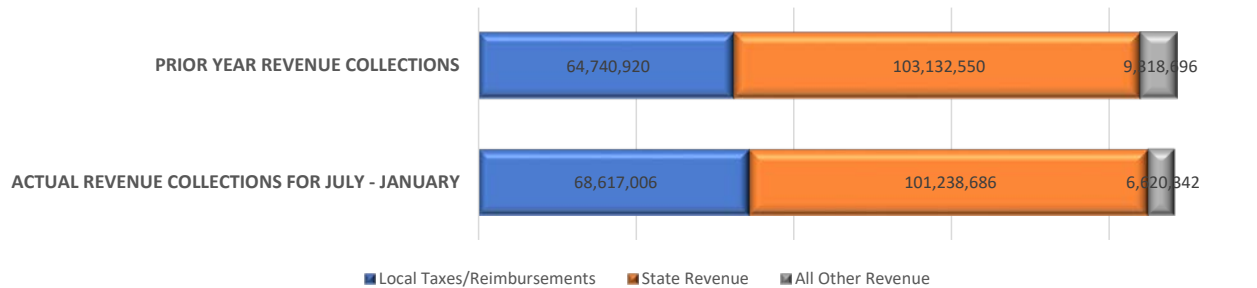
Actual revenue for the month was down

**\$23,537,130**

compared to last year.

Overall total revenue for January is down -61.% (-\$23,537,130). The largest change in this January's revenue collected compared to January of FY2022 is lower restricted aid state (-\$15,289,445) and lower unrestricted grants in aid (-\$7,225,366). A single month's results can be skewed compared to a prior year because of the timing of revenue received. The fiscal year-to-date results, when involving additional months of revenue activity can provide more insight.

### 2. ACTUAL REVENUE RECEIVED THROUGH JANUARY COMPARED TO THE PRIOR YEAR



	Actual Revenue Collections For July - January	Prior Year Revenue Collections For July - January		Current Year Compared to Last Year
Local Taxes/Reimbursements	68,617,006	64,740,920	▲	<b>3,876,086</b>
State Revenue	101,238,686	103,132,550	▼	<b>(1,893,864)</b>
All Other Revenue	6,620,342	9,318,696	▼	<b>(2,698,353)</b>
<b>Total Revenue</b>	<b>176,476,034</b>	<b>177,192,166</b>	▼	<b>(716,132)</b>

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

**\$716,132**

LOWER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$176,476,034 through January, which is -\$716,132 or -.4% lower than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through January to the same period last year is local taxes revenue coming in \$3,942,173 higher compared to the previous year, followed by unrestricted grants in aid coming in -\$3,164,311 lower.

## FISCAL YEAR 2023 REVENUE ANALYSIS - JULY - JANUARY

### 3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

CURRENT YEAR-TO-DATE REVENUE  
COLLECTIONS INDICATE A

**\$9,534,029**

UNFAVORABLE COMPARED TO  
FORECAST

	Forecast Annual Revenue Estimates	Cash Flow Actual/Estimated Calculated Annual Amount	Current Year Forecast Compared to Actual/Estimated
Loc. Taxes/Reimbur.	139,662,621	140,457,603	794,982
State Revenue	173,679,268	172,600,127	(1,079,141)
All Other Revenue	21,689,778	12,439,908	(9,249,870)
<b>Total Revenue</b>	<b>335,031,667</b>	<b>325,497,638</b>	<b>(9,534,029)</b>

#### Top Forecast vs. Cash Flow Actual/Estimated Amounts

Variance Based on Actual/Estimated Annual Amount	Expected Over/(Under) Forecast
Refund of Prior Year Expense ▼	(5,044,269)
Revenue in Lieu of Taxes ▼	(2,450,145)
Unrestricted Fed ▼	(1,120,524)
Local Taxes ▲	837,517
All Other Revenue Categories ▼	(1,756,608)
<b>Total Revenue ▼</b>	<b>(9,534,029)</b>

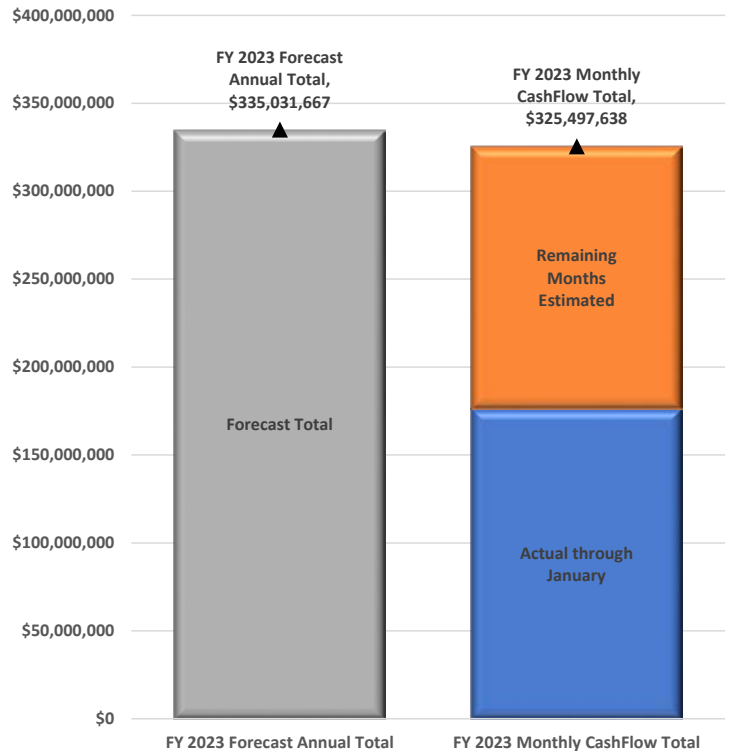
The top two categories (refund of prior year expense and revenue in lieu of taxes), represents 78.6% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$9,534,029 (current revenue estimates vs. amounts projected in the five year forecast) is equal to 2.85% forecast annual revenue. The refund of prior year expense will be recorded at year end.

### 4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

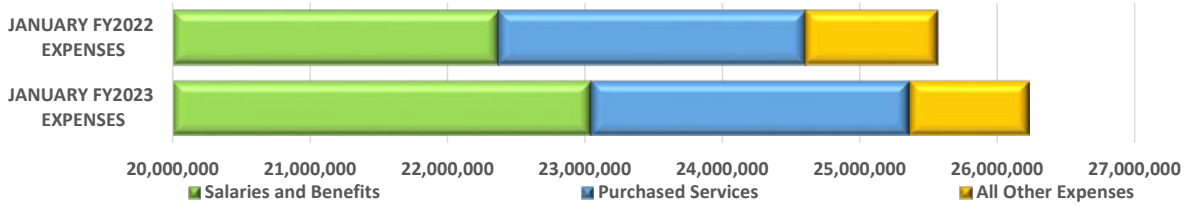
Results through January indicate an unfavorable variance of \$9,534,029 compared to the forecast total annual revenue. This means the forecast cash balance could be reduced.

The fiscal year is 58% complete. Monthly cash flow, comprised of 7 actual months plus 5 estimated months indicates revenue totaling \$325,497,638 which is -\$9,534,029 less than total revenue projected in the district's current forecast of \$335,031,667



## FISCAL YEAR 2023 MONTHLY EXPENDITURE ANALYSIS - JANUARY

### 1. JANUARY EXPENDITURES COMPARED TO PRIOR YEAR

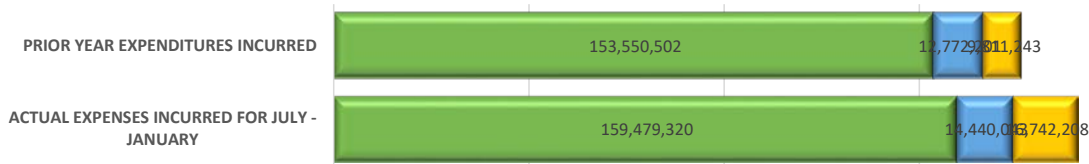


	Actual Expenses For January	Prior Year Expenditure Incurred		Actual Compared to Last Year
Salaries and Benefits	23,041,885	22,368,239	▲	<b>673,646</b>
Purchased Services	2,319,388	2,237,065	▲	<b>82,323</b>
All Other Expenses	868,835	963,022	▼	<b>(94,187)</b>
<b>Total Expenditures</b>	<b>26,230,108</b>	<b>25,568,327</b>	▲	<b>661,782</b>

Actual expenses for the month was up **\$661,782** compared to last year.

Overall total expenses for January are up 2.6% (\$661,782). The largest change in this January's expenses compared to January of FY2022 is lower tuition and similar payments (-\$346,818), higher regular certified salaries (\$307,121) and higher other purchased services (\$270,667). A single month's results can be skewed compared to a prior year because of the timing when expenses are incurred. The fiscal year-to-date results, when involving additional months of expense activity can provide more insight.

### 2. ACTUAL EXPENSES INCURRED THROUGH JANUARY COMPARED TO THE PRIOR YEAR



	Actual Expenses For July - January	Prior Year Expenditures Incurred		Actual Compared to Last Year
Salaries and Benefits	159,479,320	153,550,502	▲	<b>5,928,818</b>
Purchased Services	14,440,043	12,772,201	▲	<b>1,667,842</b>
All Other Expenses	16,742,208	9,811,243	▲	<b>6,930,966</b>
<b>Total Expenditures</b>	<b>190,661,571</b>	<b>176,133,946</b>	▲	<b>14,527,625</b>

Compared to the same period, total expenditures are **\$14,527,625** higher than the previous year

Fiscal year-to-date General Fund expenses totaled \$190,661,571 through January, which is \$14,527,625 or 8.2% higher than the amount expended last year. The largest difference in expenditures when comparing current year-to-date expenditures through January to the same period last year is that textbooks costs are \$6,279,497 higher compared to the previous year, followed by regular certified salaries coming in \$2,015,789 higher and general supplies coming in -\$1,799,125 lower.

## FISCAL YEAR 2023 EXPENDITURE ANALYSIS - JULY - JANUARY

### 3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

**CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A**

\$2,480,386

**UNFAVORABLE COMPARED TO  
FORECAST**

	Forecasted Annual Expenses	Cash Flow Actual/Estimated Calculated Annual Amount	Forecasted amount compared to Actual/Estimated
Salaries and Benefits	285,001,928	278,206,812	▼ (6,795,115)
Purchased Services	27,954,144	28,861,671	▲ 907,527
All Other Expenses	17,602,019	25,969,993	▲ 8,367,974
<b>Total Expenditures</b>	<b>330,558,091</b>	<b>333,038,476</b>	<b>▲ 2,480,386</b>

The top two categories (textbooks and regular certified salaries), represents 99.8% of the variance between current expense estimates and the amounts projected in the five year forecast.

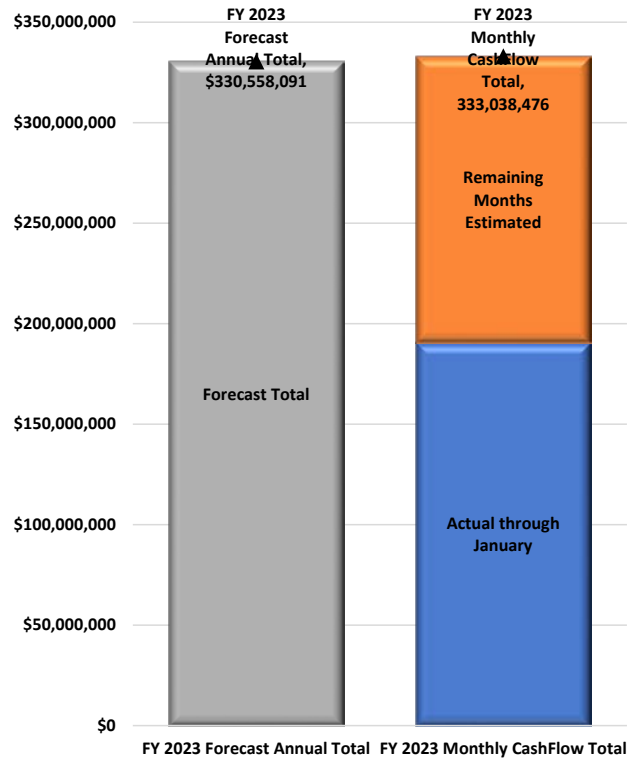
The total variance of \$2,480,386 (current expense estimates vs. amounts projected in the five year forecast) is equal to .8% of the total Forecasted annual expenses.

<u>Top Forecast vs. Cash Flow Actual/Estimated Amounts</u>	
Variance Based on Actual/Estimated Annual Amount	Expected Over/(Under) Forecast
Textbooks ▲	<b>6,125,803</b>
Regular Certified Salaries ▼	<b>(3,651,159)</b>
All Other Certified Salaries ▲	<b>2,306,896</b>
Insurance Certified ▼	<b>(1,532,335)</b>
All Other Expense Categories ▼	<b>(768,820)</b>
<b>Total Expenses ▲</b>	<b>2,480,386</b>

### 4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through January indicate that Fiscal Year 2023 actual/estimated expenditures could total \$333,038,476 which has a unfavorable expenditure variance of \$2,480,386. This means the forecast cash balance could be reduced.

The fiscal year is approximately 58% complete. Monthly cash flow, comprised of 7 actual months plus 5 estimated months indicates expenditures totaling \$333,038,476 which is \$2,480,386 more than total expenditures projected in the district's current forecast of \$330,558,091



**AKRON PUBLIC SCHOOLS  
MONTHLY RECONCILIATION  
January 2023**

Book Balance	Bank Balance
<b>Munis Accounting System</b>	<b>Month End Bank Account Balances</b>
Beginning Balance 162,600,764.81	007 - PNC Oma Evans 147,735.83
Plus Receipts 31,407,166.15	008 - HNB Schumacher 103.35
Less Expenditures 41,614,408.85	009 - Star Ohio 10,242,940.45
Ending Balance <u>152,393,522.11</u>	017 - HNB AP/Payroll/CN 13,133,073.07
<b>Outstanding Checks &amp; Direct Deposits</b>	018 - PNC Building Fund 1,044,915.04
017 - HNB Accounts Payable Checks 2,313,976.77	021 - HNB FSA Account 189,609.83
017 - HNB Virtual Cards 917,962.54	037 - USBank Construction 20,837,802.24
017 - HNB Payroll Checks 20,873.25	038 - USBank PI Fund 16,221,670.97
017 - HNB Deposit Outstanding on Munis 1,523.44	039 - USBank General Fund 80,122,045.28
<u>3,254,336.00</u>	040 - USBank Benefits Fund 10,694,424.02
	<u>152,634,320.08</u>
<b>Pending Payroll Deductions</b>	<b>Local Grant/Benefit CD's</b>
Federal/Medicare Withholding -	029 - HNB CD 5,005.31
State Tax -	032 - HNB CD 94,890.62
City Tax -	<u>99,895.93</u>
SERS -	<b>Escrow Accounts</b>
Child Support Payments -	x4897 Mid American Construction - HNB 5,635.02
School District Income Tax -	x2897 Vendrick Construction - HNB -
STRS -	x8540 Hammond Construction - PNC 53.53
AXA -	x8839 Martin Public Seating - PNC 0.13
Valic -	x8841 Penn Ohio Electrical Co - PNC 7.18
ING (Voya) -	x1301 Lockhart Concrete Co - PNC 13.55
MG Trust -	x7489 OSMIC Inc - PNC -
Ameriprise -	x3376 Hammond Construction - PNC 0.75
Lincoln -	x7982 Welty Building Co - PNC 0.12
Ohio Deferred Comp -	x6627 Hammond Construction - PNC 869,129.21
Towpath -	x5262 Hammond Construction - PNC 0.19
<u>-</u>	x7065 Tom Sexton & Assoc - PNC 0.18
	x7069 Tom Sexton & Assoc - PNC 1.16
	<u>874,841.02</u>
<b>Miscellaneous Book Adjustments</b>	<b>Flex Spending Account</b>
021 - Inventory Allowance 51,595.60	Prefunded Account 399,510.20
022 - Insurance Accrual (2,669,808.22)	Withdrawals (Claims) (62,571.07)
Timing Differences in Accounts Payable 732.50	Settlement Credit -
Timing Differences in Accounts Receivable -	Service Charges <u>-</u>
HNB Escrow Statement 5,631.90	<u>336,939.13</u>
PNC Escrow Statement 867,842.42	
Escrow Reconciling Item 1,366.70	<b>Miscellaneous Bank Adjustments</b>
<u>(1,742,639.10)</u>	Petty Cash 1,000.00
	Bank Charges to be Refunded -
	Outstanding Items (41,777.15)
	<u>(40,777.15)</u>
<b>Adjusted Book Balance</b> \$ 153,905,219.01	<b>Adjusted Bank Balance</b> \$ 153,905,219.01