



Akron Public Schools.

Monthly Financial Report

Fiscal Year 2023 Revenue and Expenditure Activity Through December

Todd Adkins, Interim CFO/Treasurer

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FISCAL YEAR 2023 REVENUE AND EXPENDITURE ANALYSIS THROUGH DECEMBER

1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

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

\$8,065,315

**UNFAVORABLE COMPARED TO
FORECAST**

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

\$2,737,129

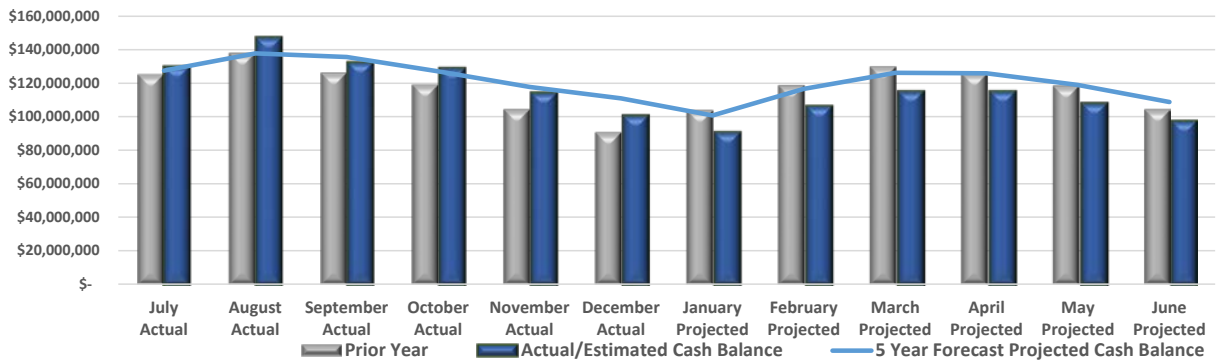
**UNFAVORABLE COMPARED TO
FORECAST**

**POTENTIAL NET IMPACT
WOULD RESULT IN A**

\$10,802,443

**UNFAVORABLE IMPACT ON THE
CASH BALANCE**

2. VARIANCE AND CASH BALANCE COMPARISON



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

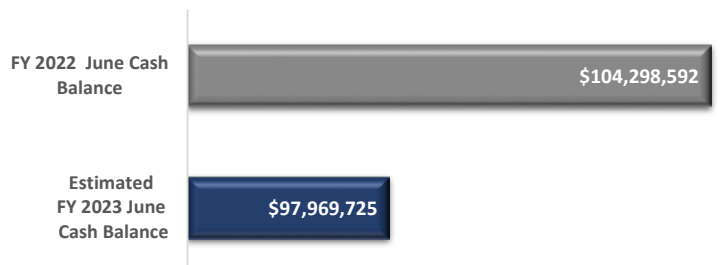
\$97,969,725

Current monthly cash flow estimates, including actual data through December indicate that the June 30, 2023 cash balance will be \$97,969,725, which is \$10,802,443 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)



OPERATING DEFICIT OF

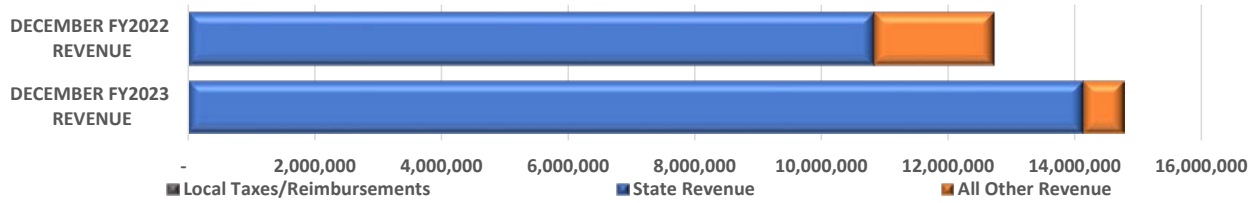
\$(6,328,867)

**WILL DECREASE THE CASH BALANCE
BY THE END OF THE FISCAL YEAR**

Current cash flow monthly trend-estimates indicate this year's ending June 30 cash balance will DECREASE \$6,328,867 compared to last fiscal year ending June 30. This shortfall outcome is the result of the cash flow revenue estimate of \$326,966,352 totaling more than estimated cash flow expenditures of \$333,295,220.

FISCAL YEAR 2023 MONTHLY REVENUE ANALYSIS - DECEMBER

1. DECEMBER REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



| | Actual Revenue Collections For December | Prior Year Revenue Collections | Actual Compared to Last Year |
|----------------------------|---|--------------------------------|------------------------------|
| Local Taxes/Reimbursements | - | - | - |
| State Revenue | 14,121,720 | 10,829,836 | ▲ 3,291,884 |
| All Other Revenue | 657,460 | 1,896,546 | ▼ (1,239,086) |
| Total Revenue | 14,779,180 | 12,726,382 | ▲ 2,052,798 |

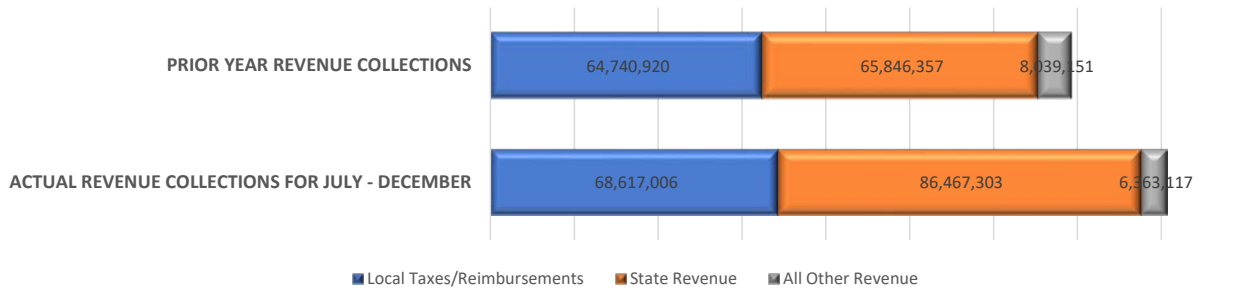
Actual revenue for the month was up

\$2,052,798

compared to last year.

Overall total revenue for December is up 16.1% (\$2,052,798). The largest change in this December's revenue collected compared to December of FY2022 is higher restricted aid state (\$2,642,965) and lower refund of prior year expense (-\$1,709,558). 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 DECEMBER COMPARED TO THE PRIOR YEAR



| | Actual Revenue Collections For July - December | Prior Year Revenue Collections For July - December | Current Year Compared to Last Year |
|----------------------------|--|--|------------------------------------|
| Local Taxes/Reimbursements | 68,617,006 | 64,740,920 | ▲ 3,876,086 |
| State Revenue | 86,467,303 | 65,846,357 | ▲ 20,620,946 |
| All Other Revenue | 6,363,117 | 8,039,151 | ▼ (1,676,034) |
| Total Revenue | 161,447,426 | 138,626,428 | ▲ 22,820,998 |

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

\$22,820,998

HIGHER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$161,447,426 through December, which is \$22,820,998 or 16.5% higher than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through December to the same period last year is restricted aid state revenue coming in \$16,559,892 higher compared to the previous year, followed by unrestricted grants in aid coming in \$4,061,054 higher.

FISCAL YEAR 2023 REVENUE ANALYSIS - JULY - DECEMBER

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

CURRENT YEAR-TO-DATE REVENUE
COLLECTIONS INDICATE A

\$8,065,315

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 | 173,843,034 | 163,766 |
| All Other Revenue | 21,689,778 | 12,665,716 | (9,024,062) |
| Total Revenue | 335,031,667 | 326,966,352 | (8,065,315) |

The top two categories (refund of prior year expense and revenue in lieu of taxes), represents 89.2% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$8,065,315 (current revenue estimates vs. amounts projected in the five year forecast) is equal to 2.41% forecast annual revenue

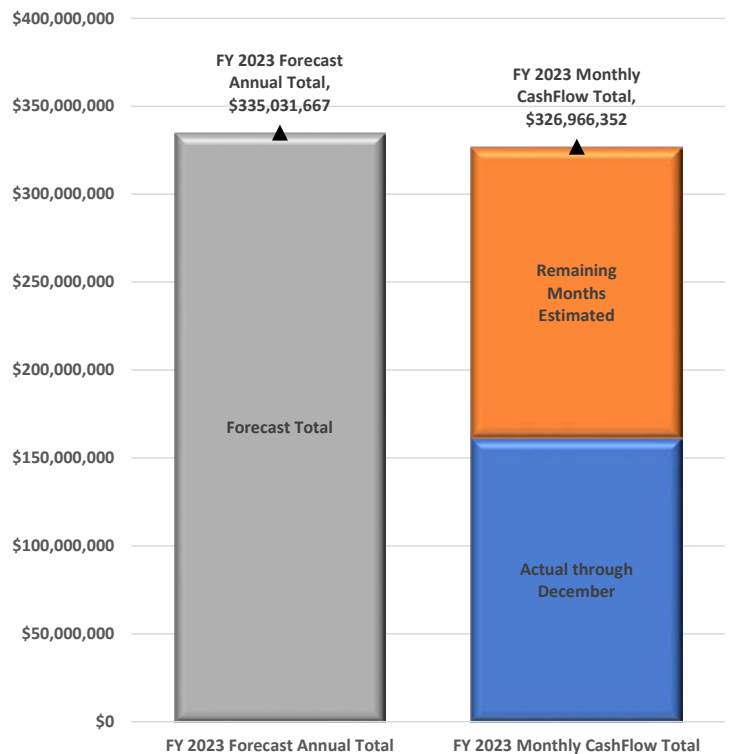
Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
|--|--------------------------------------|
| Refund of Prior Year Expense ▼ | (5,048,814) |
| Revenue in Lieu of Taxes ▼ | (2,143,774) |
| Unrestricted Fed ▼ | (1,136,523) |
| Local Taxes ▲ | 837,517 |
| All Other Revenue Categories ▼ | (573,721) |
| Total Revenue ▼ | (8,065,315) |

4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

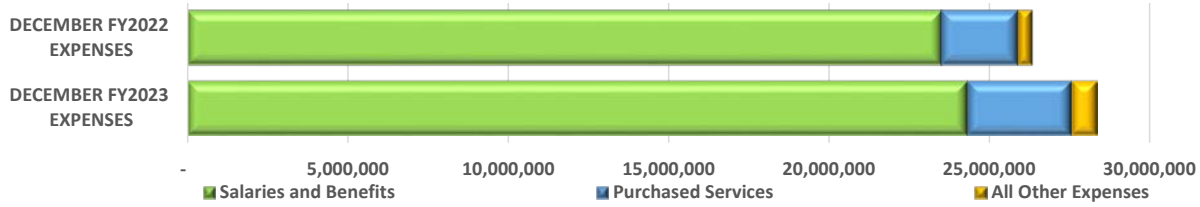
Results through December indicate an unfavorable variance of \$8,065,315 compared to the forecast total annual revenue. This means the forecast cash balance could be reduced.

The fiscal year is 50% complete. Monthly cash flow, comprised of 6 actual months plus 6 estimated months indicates revenue totaling \$326,966,352 which is -\$8,065,315 less than total revenue projected in the district's current forecast of \$335,031,667



FISCAL YEAR 2023 MONTHLY EXPENDITURE ANALYSIS - DECEMBER

1. DECEMBER EXPENDITURES COMPARED TO PRIOR YEAR

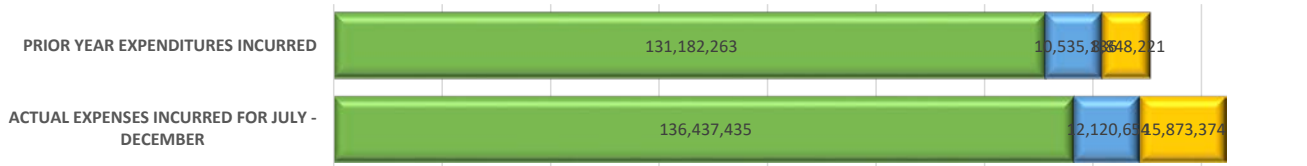


| | Actual Expenses For December | Prior Year Expenditure Incurred | | Actual Compared to Last Year |
|---------------------------|------------------------------|---------------------------------|---|------------------------------|
| Salaries and Benefits | 24,312,977 | 23,500,466 | ▲ | 812,511 |
| Purchased Services | 3,238,941 | 2,394,268 | ▲ | 844,674 |
| All Other Expenses | 821,180 | 449,874 | ▲ | 371,305 |
| Total Expenditures | 28,373,098 | 26,344,607 | ▲ | 2,028,491 |

Actual expenses for the month was up **\$2,028,491** compared to last year.

Overall total expenses for December are up 7.7% (\$2,028,491). The largest change in this December's expenses compared to December of FY2022 is higher professional and technical services (\$777,633), higher buildings (\$335,160) and higher all other certified salaries (\$316,878). 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 DECEMBER COMPARED TO THE PRIOR YEAR



| | Actual Expenses For July - December | Prior Year Expenditures Incurred | | Actual Compared to Last Year |
|---------------------------|-------------------------------------|----------------------------------|---|------------------------------|
| Salaries and Benefits | 136,437,435 | 131,182,263 | ▲ | 5,255,172 |
| Purchased Services | 12,120,654 | 10,535,136 | ▲ | 1,585,519 |
| All Other Expenses | 15,873,374 | 8,848,221 | ▲ | 7,025,153 |
| Total Expenditures | 164,431,463 | 150,565,619 | ▲ | 13,865,844 |

Compared to the same period, total expenditures are **\$13,865,844** higher than the previous year

Fiscal year-to-date General Fund expenses totaled \$164,431,463 through December, which is \$13,865,844 or 9.2% higher than the amount expended last year. The largest difference in expenditures when comparing current year-to-date expenditures through December to the same period last year is that textbooks costs are \$6,230,047 higher compared to the previous year, followed by general supplies coming in -\$1,795,822 lower and regular certified salaries coming in \$1,708,668 higher.

FISCAL YEAR 2023 EXPENDITURE ANALYSIS - JULY - DECEMBER

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

CURRENT YEAR-TO-DATE
EXPENDITURES INDICATE A

\$2,737,129

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 | 278,641,734 | ▼ (6,360,194) |
| Purchased Services | 27,954,144 | 28,611,016 | ▲ 656,872 |
| All Other Expenses | 17,602,019 | 26,042,469 | ▲ 8,440,450 |
| Total Expenditures | 330,558,091 | 333,295,220 | ▲ 2,737,129 |

The top two categories (textbooks and regular certified salaries), represents 103.3% of the variance between current expense estimates and the amounts projected in the five year forecast.

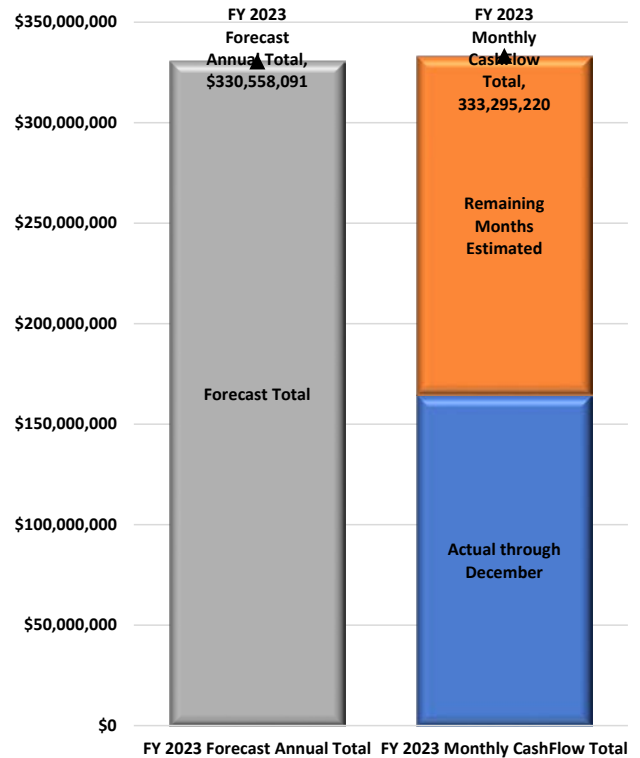
The total variance of \$2,737,129 (current expense estimates vs. amounts projected in the five year forecast) is equal to .8% of the total Forecasted annual expenses.

| Top Forecast vs. Cash Flow Actual/Estimated Amounts | |
|--|--------------------------------------|
| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
| Textbooks ▲ | 6,099,606 |
| Regular Certified Salaries ▼ | (3,272,088) |
| All Other Certified Salaries ▲ | 2,033,245 |
| Insurance Certified ▼ | (1,436,443) |
| All Other Expense Categories ▼ | (687,192) |
| Total Expenses ▲ | 2,737,129 |

4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through December indicate that Fiscal Year 2023 actual/estimated expenditures could total \$333,295,220 which has a unfavorable expenditure variance of \$2,737,129. This means the forecast cash balance could be reduced.

The fiscal year is approximately 50% complete. Monthly cash flow, comprised of 6 actual months plus 6 estimated months indicates expenditures totaling \$333,295,220 which is \$2,737,129 more than total expenditures projected in the district's current forecast of \$330,558,091



**AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
December 2022**

| Book Balance | Bank Balance |
|---|--|
| Munis Accounting System | Month End Bank Account Balances |
| Beginning Balance | 007 - PNC Oma Evans |
| 176,237,315.30 | 147,451.43 |
| Plus Receipts | 008 - HNB Schumacher |
| 28,394,999.50 | 103.35 |
| Less Expenditures | 009 - Star Ohio |
| 42,031,549.99 | 10,203,441.77 |
| Ending Balance | 017 - HNB AP/Payroll/CN |
| 162,600,764.81 | 23,057,644.92 |
| Outstanding Checks & Direct Deposits | 018 - PNC Building Fund |
| 017 - HNB Accounts Payable Checks | 1,045,185.23 |
| 1,801,445.20 | 021 - HNB FSA Account |
| 017 - HNB Virtual Cards | 252,180.90 |
| 687,732.73 | 037 - USBank Construction |
| 017 - HNB Payroll Checks | 20,766,907.93 |
| 12,829.62 | 038 - USBank PI Fund |
| 017 - HNB Deposit Outstanding on Munis | 16,185,682.22 |
| - | 039 - USBank General Fund |
| 2,502,007.55 | 80,030,585.51 |
| | 040 - USBank Benefits Fund |
| | 10,661,017.89 |
| | 162,350,201.15 |
| Pending Payroll Deductions | Local Grant/Benefit CD's |
| Federal/Medicare Withholding | 029 - HNB CD |
| - | 5,005.31 |
| State Tax | 032 - HNB CD |
| - | 94,890.62 |
| City Tax | 99,895.93 |
| - | Escrow Accounts |
| SERS | x4897 Mid American Construction - HNB |
| - | 5,635.02 |
| Child Support Payments | x2897 Vendrick Construction - HNB |
| - | - |
| School District Income Tax | x8540 Hammond Construction - PNC |
| - | 53.45 |
| STRS | x8839 Martin Public Seating - PNC |
| - | 0.13 |
| AXA | x8841 Penn Ohio Electrical Co - PNC |
| - | 7.17 |
| Valic | x1301 Lockhart Concrete Co - PNC |
| - | 13.53 |
| ING (Voya) | x7489 OSMIC Inc - PNC |
| - | - |
| MG Trust | x3376 Hammond Construction - PNC |
| - | 0.74 |
| Ameriprise | x7982 Welty Building Co - PNC |
| - | 0.12 |
| Lincoln | x6627 Hammond Construction - PNC |
| - | 867,765.75 |
| Ohio Deferred Comp | x5262 Hammond Construction - PNC |
| - | 0.19 |
| Towpath | x7065 Tom Sexton & Assoc - PNC |
| - | 0.18 |
| - | x7069 Tom Sexton & Assoc - PNC |
| - | 1.16 |
| | 873,477.44 |
| Miscellaneous Book Adjustments | Flex Spending Account |
| 021 - Inventory Allowance | Prefunded Account |
| 14,107.62 | 315,965.13 |
| 022 - Insurance Accrual | Withdrawals (Claims) |
| (2,428,727.32) | (41,597.07) |
| Timing Differences in Accounts Payable | Settlement Credit |
| 30.00 | - |
| Timing Differences in Accounts Receivable | Service Charges |
| - | 274,368.06 |
| HNB Escrow Statement | |
| 5,635.02 | Miscellaneous Bank Adjustments |
| PNC Escrow Statement | Petty Cash |
| 866,571.05 | 1,000.00 |
| Escrow Reconciling Item | Bank Charges to be Refunded |
| 1,271.37 | - |
| (1,541,112.26) | Outstanding Items |
| | (37,282.48) |
| | (36,282.48) |
| Adjusted Book Balance | Adjusted Bank Balance |
| \$ 163,561,660.10 | \$ 163,561,660.10 |