



# Akron Public Schools®

## Monthly Financial Report

Fiscal Year 2021 Revenue and Expenditure Activity Through April

Ryan Pendleton, CFO/Treasurer

# Table of Contents

FISCAL YEAR 2021 REVENUE AND EXPENDITURE ANALYSIS THROUGH APRIL	3
FISCAL YEAR 2021 MONTHLY REVENUE ANALYSIS - APRIL	4
FISCAL YEAR 2021 REVENUE ANALYSIS - JULY - APRIL	5
FISCAL YEAR 2021 MONTHLY EXPENDITURE ANALYSIS - APRIL	6
FISCAL YEAR 2021 EXPENDITURE ANALYSIS - JULY - APRIL	7

## FISCAL YEAR 2021 REVENUE AND EXPENDITURE ANALYSIS THROUGH APRIL

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

CURRENT YEAR-TO-DATE  
REVENUE COLLECTIONS  
INDICATE A

**\$3,386,544**

FAVORABLE COMPARED TO  
FORECAST

CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A

**\$28,713,492**

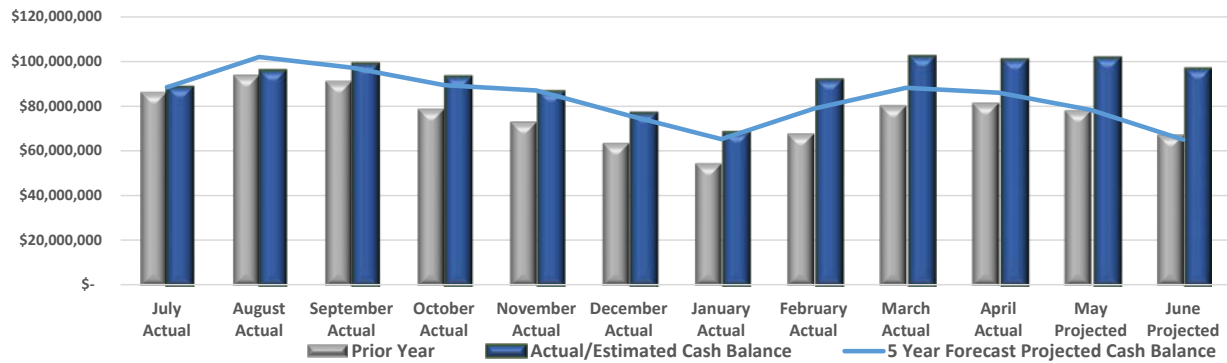
FAVORABLE COMPARED TO  
FORECAST

POTENTIAL NET IMPACT  
WOULD RESULT IN A

**\$32,100,036**

FAVORABLE IMPACT ON THE  
CASH BALANCE

### 2. VARIANCE AND CASH BALANCE COMPARISON



APRIL CASH BALANCE IS

**\$19,963,687**

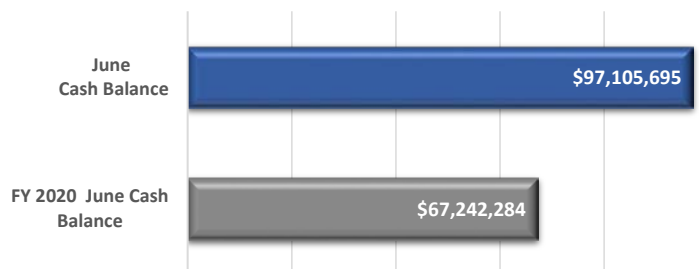
MORE THAN LAST APRIL

APRIL CASH BALANCE IS

**\$32,100,036**

MORE THAN THE FORECASTED  
AMOUNT

### 3. FISCAL YEAR 2021 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



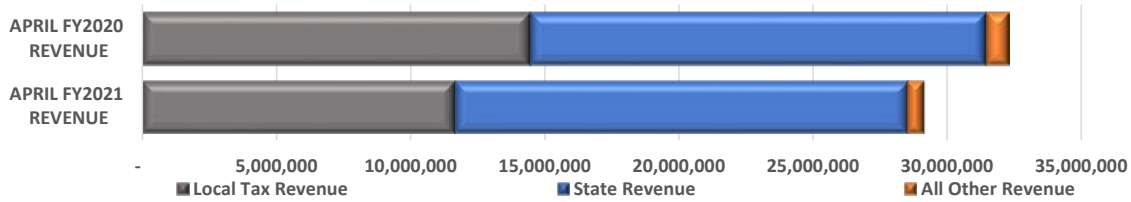
OPERATING SURPLUS OF

**\$29,863,411**

WILL INCREASE THE CASH BALANCE  
BY THE END OF THE FISCAL YEAR

## FISCAL YEAR 2021 MONTHLY REVENUE ANALYSIS - APRIL

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



	Actual Revenue Collections For April	Prior Year Revenue Collections	Actual Compared to Last Year
Local Tax Revenue	11,645,716	14,444,099	(2,798,383)
State Revenue	16,847,838	16,986,344	(138,506)
All Other Revenue	651,128	888,629	(237,501)
<b>Total Revenue</b>	<b>29,144,682</b>	<b>32,319,072</b>	<b>(3,174,390)</b>

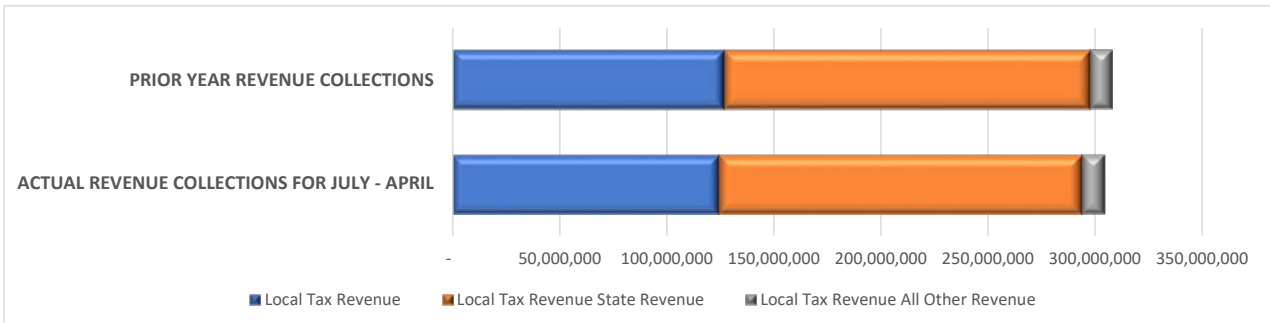
Actual revenue for the month was down

**\$3,174,390**

compared to last year.

Total tax collections were down for the first half of 2021 by \$2,103,438 when compared to first half 2020 collections, which is more than 75% of the total revenue change. The remaining variance is due to the timing of the payments.

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



	Actual Revenue Collections For July - April	Prior Year Revenue Collections For July - April	Current Year Compared to Last Year
Local Tax Revenue	124,156,402	126,534,010	(2,377,608)
State Revenue	169,645,518	171,081,764	(1,436,246)
All Other Revenue	10,778,005	10,479,332	298,673
<b>Total Revenue</b>	<b>304,579,926</b>	<b>308,095,106</b>	<b>(3,515,180)</b>

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

**\$3,515,180**

LOWER THAN THE PREVIOUS YEAR

As the first half 2021 final real estate settlement is now complete, we can see there was a slight decline in local tax collections. This is most likely due to increased delinquencies due to COVID-19.

## FISCAL YEAR 2021 REVENUE ANALYSIS - JULY - APRIL

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

CURRENT YEAR-TO-DATE REVENUE  
COLLECTIONS INDICATE A

**\$3,386,544**

FAVORABLE COMPARED TO FORECAST

	Forecast Annual Revenue Estimates	Cash Flow Actual/Estimated Calculated Annual Amount	Current Year Forecast Compared to Actual/Estimated
Local Tax Revenue	131,265,047	131,201,374	(63,673)
State Revenue	201,172,388	203,393,252	2,220,864
All Other Revenue	13,378,810	14,608,162	1,229,352
Total Revenue	345,816,245	349,202,789	3,386,544

The district's current cash flow, both actual and estimated indicate a favorable variance of \$3,386,544

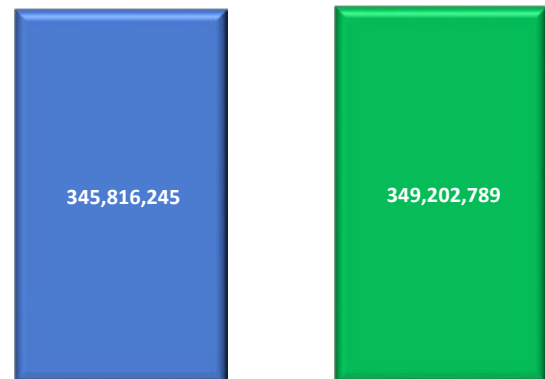
Actual revenue continues to trend higher than the forecast. Final real estate settlement was accurately forecasted, which is why the variance did not increase or decrease significantly over the prior month's data.

### 4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through April indicate that Fiscal Year 2021 actual/estimated revenue could total \$349,202,789, a favorable variance of \$3,386,544 compared to the annual forecast total revenue. This means the forecast cash balance could be improved.

The favorable variance of \$3,386,544 is less than a 1% increase over the forecast. This indicates the forecast is accurate.

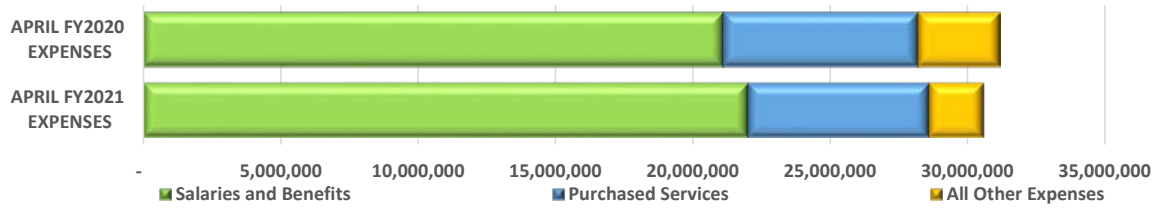
#### Comparison of 5 Year Forecast Total Revenue with Actual + Estimated Monthly Cash Flow



2021 5-Year Forecast Total Revenue    July - April Actual Revenue Collected  
To-date plus May - June Estimated  
Revenue Collections

## FISCAL YEAR 2021 MONTHLY EXPENDITURE ANALYSIS - APRIL

### 1. APRIL EXPENDITURES COMPARED TO PRIOR YEAR



	Actual Expenses For April	Prior Year Expenditure Incurred		Actual Compared to Last Year
Salaries and Benefits	21,997,965	21,100,586	▲	<b>897,379</b>
Purchased Services	6,596,189	7,100,754	▼	<b>(504,566)</b>
All Other Expenses	1,978,310	2,962,843	▼	<b>(984,532)</b>
<b>Total Expenditures</b>	<b>30,572,464</b>	<b>31,164,183</b>	▼	<b>(591,719)</b>



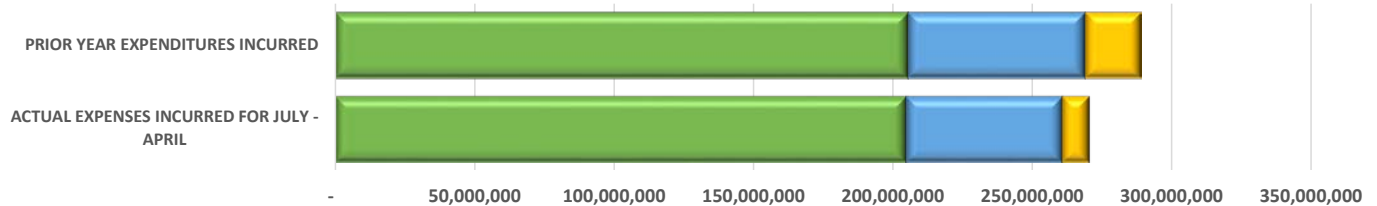
Actual expenses for the month was down

**\$591,719**

compared to last year.

As we returned to an in-person education model, with exceptions, the costs of salaries and benefits increased. This is also due to the fact that April 2020, which is the month being compared, was the first full month our students were remote.

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



	Actual Expenses For July - April	Prior Year Expenditures Incurred		Actual Compared to Last Year
Salaries and Benefits	204,567,568	205,209,034	▼	<b>(641,466)</b>
Purchased Services	56,251,971	63,697,481	▼	<b>(7,445,510)</b>
All Other Expenses	9,764,422	20,014,592	▼	<b>(10,250,170)</b>
<b>Total Expenditures</b>	<b>270,583,960</b>	<b>288,921,106</b>	▼	<b>(18,337,146)</b>

Compared to the same period, total expenditures are

**\$18,337,146**

lower than the previous year

The gap between the salaries and benefits expenditures, when compared to the same period last year, continues to shrink, due to the reduction of expenditures late in FY20, as well as the expected increase due to union contracts. All other expenses including purchased services continue to trend lower, and the district will continue to monitor them through the end of the school year.

## FISCAL YEAR 2021 EXPENDITURE ANALYSIS - JULY - APRIL

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

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

**\$28,713,492**

**FAVORABLE COMPARED TO  
FORECAST**

	Forecasted Annual Expenses	Cash Flow Actual/Estimated Calculated Annual Amount	Forecasted amount compared to Actual/Estimated
Salaries and Benefits	257,132,792	237,279,341	▼ (19,853,450)
Purchased Services	76,351,296	69,997,050	▼ (6,354,247)
All Other Expenses	14,568,782	12,062,987	▼ (2,505,795)
<b>Total Expenditures</b>	<b>348,052,870</b>	<b>319,339,377</b>	<b>▼ (28,713,492)</b>

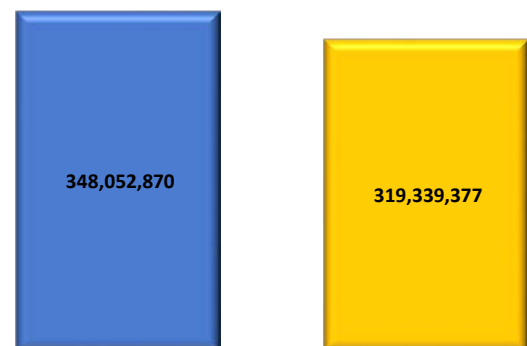
The district's current cash flow, both actual and estimated expenditures indicate a favorable variance of \$28,713,492.

Expenditures as a whole are down compared to the forecast due to COVID-19. The district will continue to monitor the impact of returning to in-person learning as the year continues and a detailed review of expenses will be performed alongside the May forecast.

### 4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through April indicate that Fiscal Year 2021 actual/estimated expenditures could total \$319,339,377 which has a favorable expenditure variance of \$28,713,492. This means the forecast cash balance could be improved.

Comparison of 5 Year Forecast Total Expenditures with Actual + Estimated Monthly Cash Flow



2021 5-Year Forecast Total Expenditures July - April Actual Expended to-date plus May - June Estimated Expenditures

**AKRON PUBLIC SCHOOLS**  
**MONTHLY RECONCILIATION**  
**Apr 2021**

Book Balance	Bank Balance
<b>Munis Accounting System</b>	<b>Month End Bank Account Balances</b>
Beginning Balance	007 - PNC Oma Evans
187,587,279.79	148,870.93
Plus Receipts	008 - HNB Schumacher
41,807,802.02	103.35
Less Expenditures	009 - STAR Ohio
46,606,034.49	11,126,006.20
Ending Balance	017 - HNB AP/Payroll/CN
<u>182,789,047.32</u>	40,664,242.39
<b>Outstanding Checks &amp; Direct Deposits</b>	018 - PNC Building Fund
017 - HNB Accounts Payable Checks	1,050,621.11
1,290,228.74	021 - HNB FSA Account
017 - HNB Virtual Cards	694,671.41
1,103,650.87	025 - KeyBank
017 - HNB Payroll Checks	5,035,287.77
12,182.37	037 - USBank Construction
017 - HNB Deposit Outstanding on Munis	41,007,210.17
-	038 - USBank PI Fund
<u>2,406,061.98</u>	16,117,861.62
	039 - USBank General Fund
	<u>70,546,557.80</u>
	<u>186,391,432.75</u>
<b>Pending Payroll Deductions</b>	<b>Local Grant/Benefit CD's</b>
Federal/Medicare Withholding	029 - HNB CD
-	5,000.00
State Tax	032 - HNB CD
-	94,789.73
City Tax	<u>99,789.73</u>
-	<b>Escrow Accounts</b>
SERS	x4897 Mid American Construction - HNB
-	5,628.64
Child Support Payments	x2897 Vendrick Construction - HNB
-	-
School District Income Tax	x8540 Hammond Construction - PNC
-	53.15
STRS	x8839 Martin Public Seating - PNC
-	0.13
AXA	x8841 Penn Ohio Electrical Co - PNC
-	7.12
Valic	x1301 Lockhart Concrete Co - PNC
-	13.45
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
-	863,090.56
Ohio Deferred Comp	x5262 Hammond Construction - PNC
-	64,954.02
Towpath	x7065 Tom Sexton & Assoc - PNC
<u>-</u>	0.18
	x7069 Tom Sexton & Assoc - PNC
	<u>1.15</u>
<b>Miscellaneous Book Adjustments</b>	<u>933,749.26</u>
021 - Inventory Allowance	<b>Flex Spending Account</b>
(42,490.83)	Prefunded Account
022 - Insurance Accrual	-
1,675,071.99	Withdrawals (Claims)
Timing Differences in Accounts Payable	328,728.42
(6,838.44)	Settlement Credit
Timing Differences in Accounts Receivable	155.66
-	Service Charges
HNB Escrow Statement	<u>-</u>
5,628.64	<u>328,884.08</u>
PNC Escrow Statement	<b>Miscellaneous Bank Adjustments</b>
928,113.30	Petty Cash
Escrow Reconciling Item	1,000.00
7.32	Outstanding Items
<u>2,559,491.98</u>	(254.54)
	<u>745.46</u>
<b>Adjusted Book Balance</b>	<b>Adjusted Bank Balance</b>
\$ 187,754,601.28	\$ 187,754,601.28