



**Akron Public
Schools®**

Monthly Financial Report

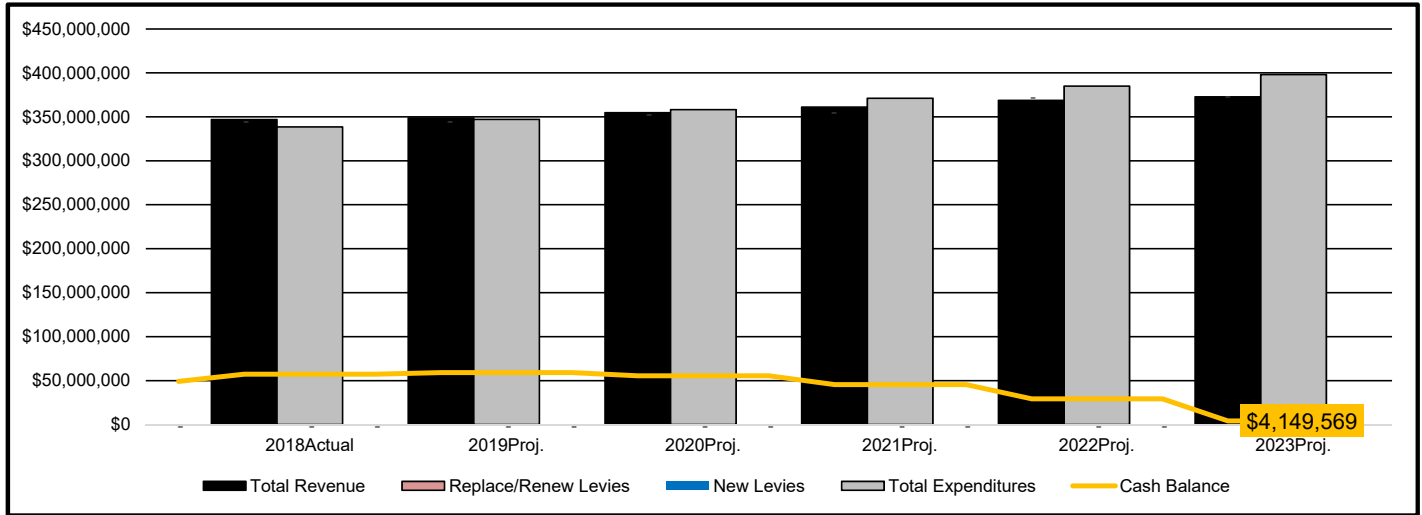
FY 2019 Cash Flow Activity Through: June

Ryan Pendleton, CFO

Current Forecast Results through June	3
FY 19 Analysis of Month of June Actual and Estimated	4
FY 19 Actual July - June Received As Percentage of Annual Total Revenue	5
FY 19 Annual Revenue Forecast, FYTD Actual, and Remaining Cash Flow Estimate	5
FY 19 Actual July - June Expended As Percentage of Annual Total Expenditures	6
FY 19 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate	6
Monthly Cash Balance Projections	7
Enrollment Comparison	8

Current Forecast Results through June

Total Revenue, Total Expenditures, Cash Balance



The district continues to contain expenditure growth and improve cash balance stability. While the trend is toward revenue shortfall the cash reserves are adequate through FY 2021.

As reported last month the district tax incentive financing (TIF) revenue was down but the expected amount was received in June. In fact, the TIF revenue exceeded the forecast by about \$1.4 million (pages 4 and 5). Overall revenue exceeded the forecast for the year as reported on page 5. This favorable variance is not reflected in the above bar chart.

Expenditures (page 6) tracked in line with the forecast.

The district's enrollment remains stable compared to last year. There was only slight variance in the enrollment count from the April #2 state report to the May #2 report.

Current Forecast -- Projected Revenue Surplus/(Shortfall) by Year

Includes Applicable Renewal Levies	Does not include proposed new levies.				
	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Revenue Over/(Under)					
Expenditures (Line 6.01)	1,626,130	(3,503,244)	(10,048,385)	(16,157,546)	(25,226,965)

Note: The above forecast may reflect updates due to actual cash flow results or other internal/external variables.

Projected revenue shortfalls occur at increasing levels beginning in FY 2020.

FY 19 Analysis of Month of June Actual and Estimated

June		Revenue		June	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
21,581,558	▲ 920,250	4.5%	Total Revenue	19,695,873	▲ 1,885,685
-	-		Real Estate Taxes	-	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
16,832,825	▼ (440,321)		State Revenue	16,705,327	▲ 127,498
-	-		Prop Tax Allocation	-	-
4,746,087	▲ 1,361,596		Other Revenue	2,986,000	▲ 1,760,087
2,646	▼ (1,025)		Other Sources	4,546	▼ (1,900)

June		Expenditures		June	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
31,369,633	▼ (2,838,570)	-8.3%	Total Expenditures	33,898,870	▼ (2,529,237)
15,173,754	▼ (1,011,375)	-6.2%	Salaries	17,479,939	▼ (2,306,186)
5,806,020	▼ (548,162)	-8.6%	Benefits	6,434,182	▼ (628,162)
8,041,220	▼ (347,374)	-4.1%	Purchased Services	8,200,000	▼ (158,780)
911,212	▼ (221,686)	-19.6%	Supplies	893,096	▲ 18,116
778,880	▼ (308,495)	-28.4%	Capital	750,000	▲ 28,880
296,945	▲ 113,897	62.2%	Other Expenses	127,379	▲ 169,567
361,603	▼ (515,374)	-58.8%	Other Uses & Debt	14,274	▲ 347,329

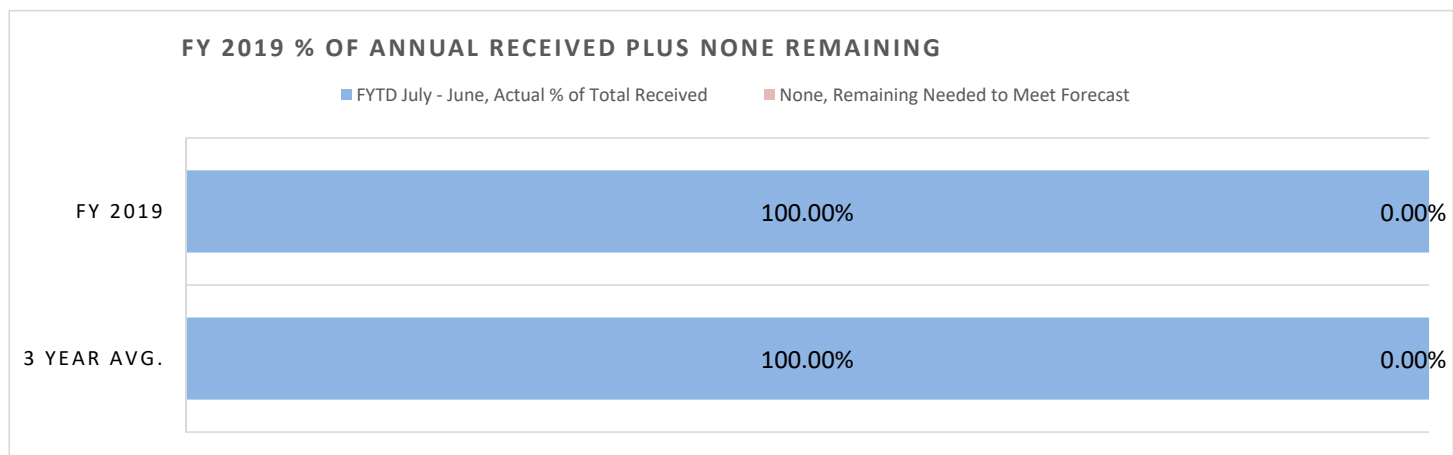
Year-Over-Year Cash Balance Comparison

	FY 2018	FY 2019	Yr-Over-Yr Change
June, End of Month Cash Balance	57,459,580	62,021,685	4,562,105

Revenue was up for the month because of the timing of tax incentive financing (TIF) payments received in June this year. The TIF revenue was up \$1,229,337 compared to last year in June.

Expenditures were down -8.3% led by salaries and benefits. These cost categories finished the year better than expected and explained in more detail on page 6.

FY 19 Actual July - June Received As Percentage of Annual Total Revenue



FY 19 Annual Revenue Forecast, FYTD Actual, and Remaining Cash Flow Estimate

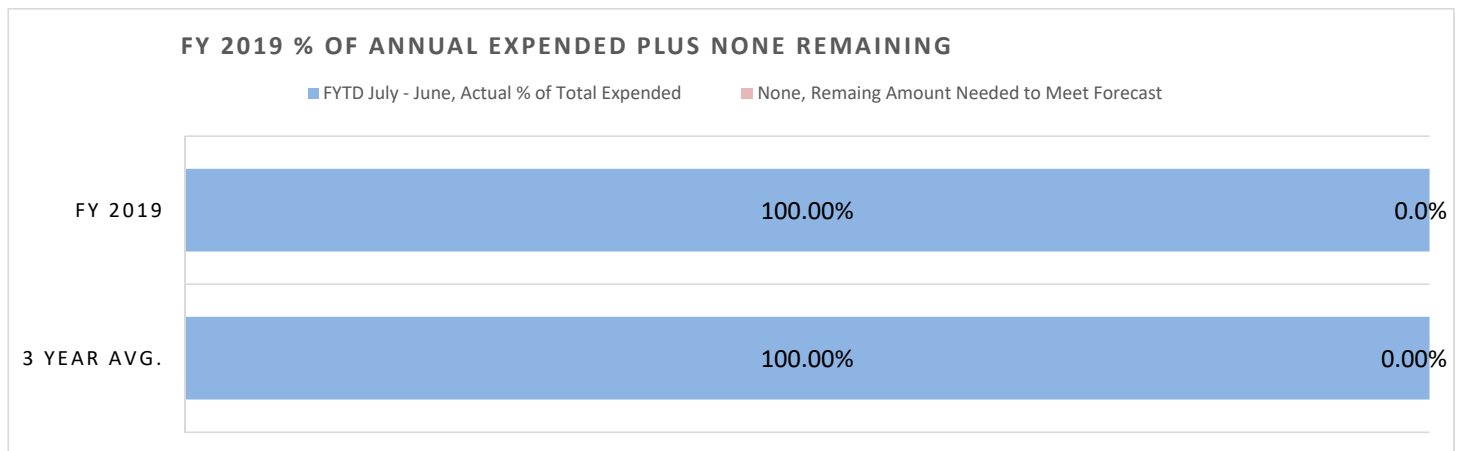
July - June Annual					July - June		No Cash Flow Remaining		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
Forecast	YOY		Total Revenue		FYTD 2019 Actual	YOY	Remaining Cash Flow	YOY	
Amount	Change				Amount	Change	Estimate	Change	
348,691,866	▲ 0.5%				351,766,978	▲ 1.4%	-	0.0%	▲ 3,075,112
103,341,275	▲ 0.1%	Real Estate Taxes			103,341,276	▲ 0.1%	-	0.0%	▲ 1
10,478,853	▲ 4.3%	Public Utility PP Taxes			10,478,853	▲ 4.3%	-	0.0%	-
-	0.0%	Income Tax			-	0.0%	-	0.0%	-
205,428,416	▲ 1.5%	State Funding			205,414,569	▲ 1.5%	-	0.0%	▼ (13,847)
14,318,596	▼ -0.6%	Property Tax Allocation			14,223,590	▼ -1.3%	-	0.0%	▼ (95,006)
14,900,189	▼ -7.1%	All Other Revenue			18,074,751	▲ 12.7%	-	0.0%	▲ 3,174,562
224,537	▼ -64.7%	Other Sources			233,939	▼ -63.2%	-	0.0%	▲ 9,402

FY Actual does not agree with forecasted by \$3,075,112

Because the fiscal year is complete the district has received 100% of its annual revenue. Revenue was up \$3,075,112 over forecasted mostly because of tax incentive financing (TIF) revenue. These payments from the county and city to offset exempted taxes totaled \$4,655,875 which was up \$1,413,666 over last year and this year's projections. Some of this increase appears to be timing as past delinquent payments are caught up.

The bottom line is that the district's revenue is up over forecasted and will impact the ending balance favorably.

FY 19 Actual July - June Expended As Percentage of Annual Total Expenditures



FY 19 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate

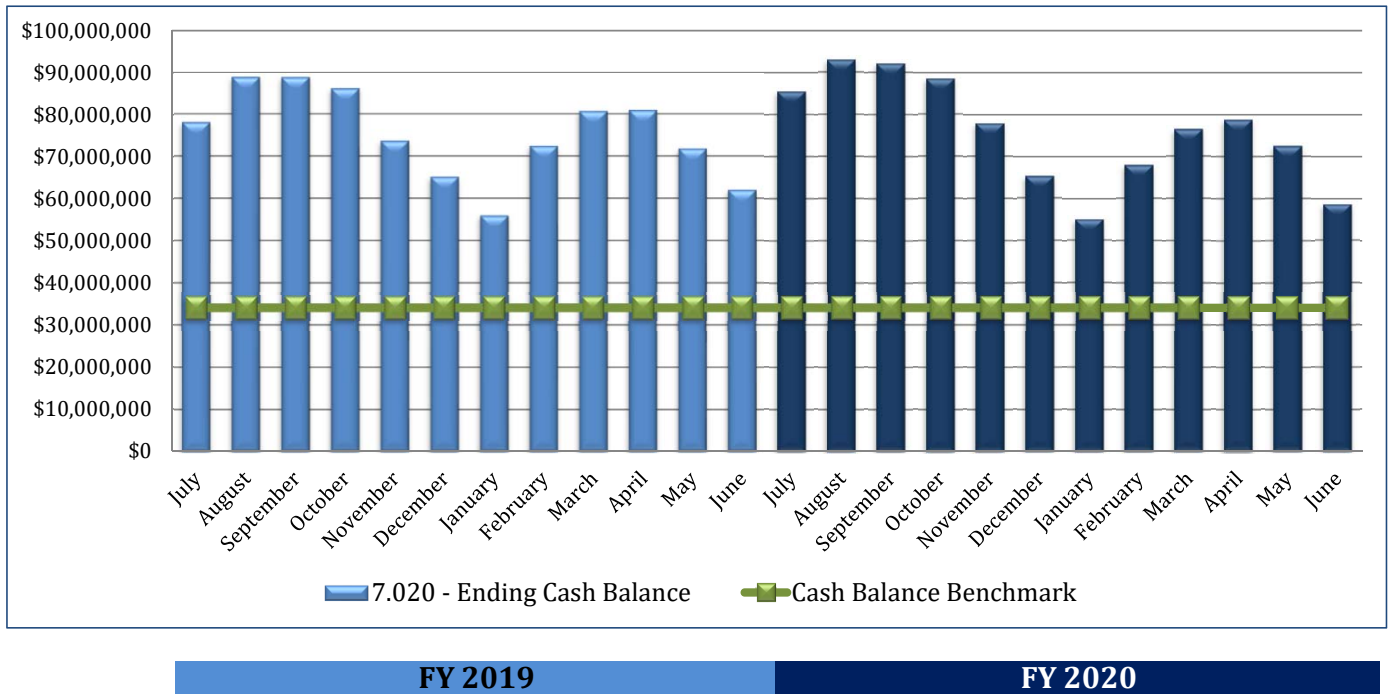
July - June Annual						No Cash Flow Remaining		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
FY 2019 Forecast Amount	YOY Change		FYTD 2019 Actual Amount	YOY Change		Remaining Cash Flow Estimate	YOY Change	
347,065,736	▲ 2.5%	Total Expenditures	347,204,873	▲ 2.5%		-	0.0%	
176,839,728	▲ 5.9%	Salaries	175,263,550	▲ 4.9%		-	0.0%	▼ (1,576,178)
71,812,193	▼ -1.7%	Benefits	71,369,043	▼ -2.3%		-	0.0%	▼ (443,150)
79,036,364	▼ -1.8%	Purchased Services	78,576,648	▼ -2.3%		-	0.0%	▼ (459,716)
8,610,863	▼ -1.5%	Supplies	9,653,978	▲ 10.4%		-	0.0%	▲ 1,043,115
6,384,098	▲ 50.4%	Capital	7,472,705	▲ 76.1%		-	0.0%	▲ 1,088,607
4,203,730	▲ 41.9%	All Other Expenditures	4,331,558	▲ 46.2%		-	0.0%	▲ 127,828
178,760	▼ -91.5%	Other Uses	537,391	▼ -74.4%		-	0.0%	▲ 358,631

FY Actual does not agree with forecasted by \$139,137

With the completion of the fiscal year the district has experienced 100% of its annual expenditures.

Expenditures came in \$139,137 higher than forecasted.

Monthly Cash Balance Projections



The district's cash balance is adequate through June 30, 2020

Enrollment Comparison - ODE SFPR

State Funding Enrollment Analysis
Year-Over-Year Change per ODE SFPR



Akron City SD		SFPR Data							
		FYE 2014	FYE 2015	FYE 2016	FYE 2017	FYE 2018	June #2 FY 2019	May #2 FY 2019	April #2 FY 2019
Line									
1	Formula ADM	27,192.41	27,068.01	26,788.77	26,692.59	26,528.25	26,278.07	26,282.45	26,286.41
			-0.46%	-1.03%	-0.36%	-0.62%	-0.94%	0.02%	0.02%
2	Resident / Adjusted Total ADM	27,192.81	27,067.00	26,788.47	26,692.23	26,528.11	26,278.02	26,282.79	26,286.75
			-0.46%	-1.03%	-0.36%	-0.61%	-0.94%	0.02%	0.02%
3	Resident ADM (District Educated)	20,649.81	20,179.10	19,986.65	20,146.93	20,035.58	19,922.35	19,919.99	19,912.96
			-2.28%	-0.95%	0.80%	-0.55%	-0.57%	-0.01%	-0.04%
4	Total District Educated ADM	21,156.80	20,779.70	20,579.55	20,804.37	20,696.85	20,587.24	20,591.10	20,584.13
			-1.78%	-0.96%	1.09%	-0.52%	-0.53%	0.02%	-0.03%
5	Open Enrollment In ADM	506.99	600.60	592.90	657.44	661.27	664.89	671.11	671.17
			18.46%	-1.28%	10.89%	0.58%	0.55%	0.94%	0.01%
6	Open Enrollment Out ADM	1,755.93	1,871.69	1,981.31	2,080.91	2,064.61	1,996.26	1,992.86	1,992.43
			6.59%	5.86%	5.03%	-0.78%	-3.31%	-0.17%	-0.02%
7	Community School ADM	3,711.10	3,761.15	3,454.58	3,041.30	2,955.60	2,814.21	2,826.72	2,838.93
			1.35%	-8.15%	-11.96%	-2.82%	-4.78%	0.44%	0.43%
8	Scholarship ADM	1,075.47	1,255.06	1,365.93	1,423.09	1,472.32	1,542.44	1,542.42	1,541.63
			16.70%	8.83%	4.18%	3.46%	4.76%	0.00%	-0.05%
9	Career Tech ADM (Incl. Contract)	0.50	-	-	-	-	2.76	0.80	0.80
			-100.00%	0.00%	0.00%	0.00%	0.00%	-71.01%	0.00%
10	Limited English Proficient ADM	1,185.15	1,363.07	1,513.93	1,738.17	1,862.91	1,864.65	1,869.19	1,867.57
			15.01%	11.07%	14.81%	7.18%	0.09%	0.24%	-0.09%
11	Economic Disadvantaged ADM	24,697.31	24,555.37	24,160.72	24,106.94	23,883.33	23,638.78	23,642.78	23,631.69
			-0.57%	-1.61%	-0.22%	-0.93%	-1.02%	0.02%	-0.05%
12	Economic Disadvantaged %	90.82%	90.72%	90.19%	90.31%	90.03%	89.96%	89.96%	89.90%
			-0.11%	-0.58%	0.14%	-0.31%	-0.08%	0.00%	-0.06%
13	Special Education ADM	4,632.92	4,678.30	4,646.49	4,537.93	4,617.30	4,779.71	4,771.19	4,758.55
			0.98%	-0.68%	-2.34%	1.75%	3.52%	-0.18%	-0.26%

* Contract JVS not available on SFPR in FY2015

Definitions

- Line 1 - Formula ADM: Number of students used in the per pupil funding calculations, includes students that are open enrollment out but not those that are open enrollment in. Also includes Community School, Scholarship, plus 20% of CTC students.
- Line 2 - Resident/Adjusted Total ADM: Includes resident students, including open enrollment out but not in, also resident community school and scholarship students.
- Line 3 -- Resident ADM (District Educated): The mathematical result of Line 2 less open enrollment out, community school, and scholarship.
- Line 4 - Total District Educated ADM: The mathematical results of Line 3 plus open enrollment in.
- Line 5 -- Open Enrollment in ADM: Students educated at/by district but resident of another district.
- Line 6 -- Open Enrollment Out ADM: District resident students attending another public school district.
- Line 7 -- Community School ADM: District resident students attending a community school.
- Line 8 -- Scholarship ADM: District resident students utilizing scholarship to attend elsewhere.
- Line 9 -- Career Tech ADM: Students, including contracted, attending a career technical school.
- Line 10 -- Limited English Proficient ADM
- Line 11 -- Economic Disadvantaged ADM
- Line 12 -- Percentage of Students Identified Economic Disadvantaged
- Line 13 -- Special Education ADM: Number of students in any special education weighting.

The district educated ADM (Line 4) is stable with last year and is down just -0.53% but reflects slightly more decline than the April #2 data.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
June 2019

Book Balance		Bank Balance	
Munis Accounting System		Month End Bank Account Balances	
Beginning Balance	151,154,682.51	007 - PNC Oma Evans	148,572.84
Plus Receipts	35,311,964.45	008 - HNB Schumacher	103.34
Less Expenditures	45,952,477.75	009 - STAR Ohio	5,415,220.18
Ending Balance	140,514,169.21	017 - HNB AP/Payroll/CN/SA	29,394,378.72
		018 - PNC Building Fund	2,019,520.52
		021 - HNB FSA Account	253,866.15
Outstanding Checks & Direct Deposits		025 - KeyBank	10,297,566.85
017 - HNB Accounts Payable Checks	2,163,575.63	037 - USBank Construction	34,472,888.55
017 - HNB Payroll Checks	73,161.89	038 - USBank PI Fund	15,721,749.95
017 - HNB Deposit Outstanding on Munis	-	039 - USBank General Fund	49,130,399.10
	2,236,737.52		146,854,266.20
		Local Grant/Benefit CD's	
Pending Payroll Deductions		022 - HNB CD	40,436.24
Federal/Medicare Withholding	871,719.34	029 - HNB CD	5,000.00
State Tax	174,321.87	030 - HNB CD	-
City Tax	410,367.85	032 - HNB CD	92,998.23
SERS	156,642.80		138,434.47
School District Income Tax	3,717.45		
STRS	850,795.53	Escrow Accounts	
AXA	51,078.31	x4897 Mid American Construction - HNB	5,624.40
Valic	-	x0884 MR Excavator - HNB	29,209.15
ING (Voya)	(175.00)	x1184 MR Excavator - HNB	51,182.67
MG Trust	12,726.50	x2897 Vendrick Construction - HNB	229,918.92
Ameriprise	2,487.50	x7065 Tom Sexton & Assoc - PNC	0.18
Lincoln	-	x7069 Tom Sexton & Assoc - PNC	1.14
Ohio Deferred Comp	11,701.60	x8540 Hammond Construction - PNC	693,269.48
Towpath	-	x8839 Martin Public Seating - PNC	0.13
	2,545,383.75	x8841 Penn Ohio Electrical Co - PNC	56,415.74
		x1301 Lockhart Concrete Co - PNC	37,077.35
Miscellaneous Book Adjustments		x7489 OSMIC Inc - PNC	-
021 - Inventory Allowance	-	x3376 Hammond Construction - PNC	44,879.87
022 - Insurance Accrual	-	x7982 Welty Building Co - PNC	133,638.89
Timing Differences in Accounts Payable	-		1,281,217.92
Timing Differences in Accounts Receivable	-		
Escrow Adjustment	1,281,217.92	Flex Spending Account	
	1,281,217.92	Prefunded Account	-
		Withdrawals (Claims)	-
		Settlement Credit	-
		Service Charges	-
			-
		Miscellaneous Bank Adjustments	
		Petty Cash	1,000.00
		Bank Charges to be Refunded	-
		Outstanding Items	(1,697,410.19)
			(1,696,410.19)
Adjusted Book Balance	\$ 146,577,508.40	Adjusted Bank Balance	\$ 146,577,508.40