



**Akron Public
Schools®**

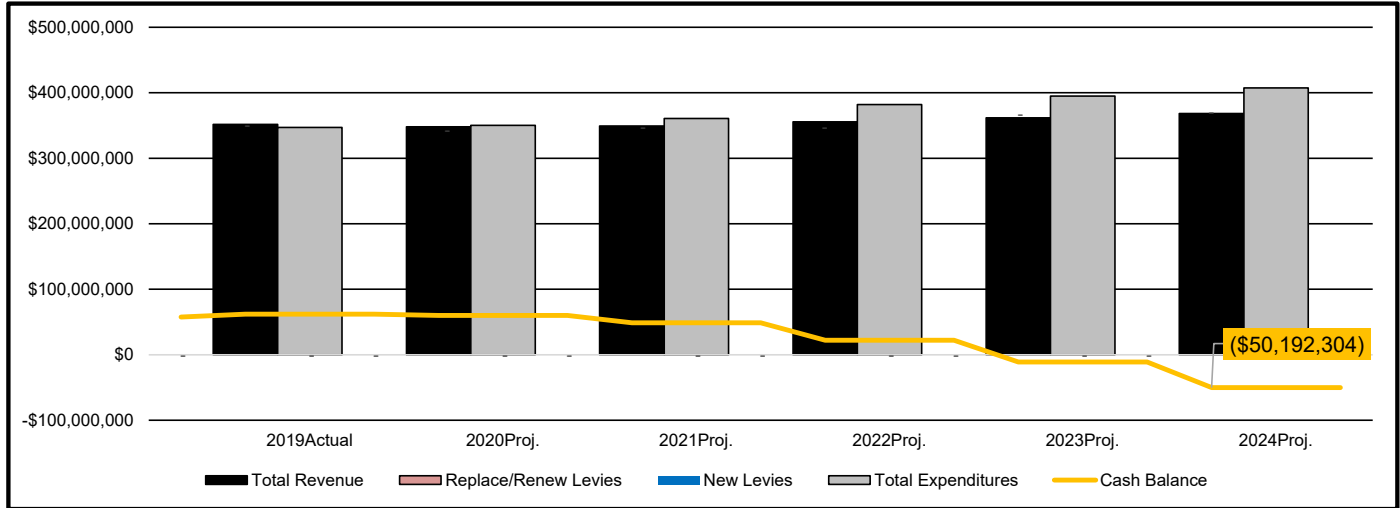
Monthly Financial Report

FY 2020 Cash Flow Activity Through: December

Ryan Pendleton, CFO

Current Forecast Results through December	3
FY 20 Analysis of Month of December Actual and Estimated	4
Revenue Pace Current Fiscal Year to Date Compared to Three Prior Years	5
Expenditure Spending Pace Current Fiscal Year to Date Compared to Three Prior Years	6
Monthly Cash Balance Projections	7

Current Forecast Results through December Total Revenue, Total Expenditures, Cash Balance



The district's cash balance at the end of FY 2019 was \$62,100,702 and is projected to decline -\$112,293,006 to -\$50,192,304 by FY 2024. The district's revenue shortfall is expected to be -\$39,212,642 in FY 2024. Revenue cash flow for the current fiscal year is trending favorable (see page 4). Expenditure cash flow for the current year is trending unfavorable.

The state's current funding priorities have resulted in less state funding to the district than anticipated in the May, 2019 forecast and the prior state per pupil funding formula. Inflationary increases in operating costs continue to outpace revenue.

Current Forecast -- Projected Revenue Surplus/(Shortfall) by Year					
Includes Applicable Renewal Levies			Does not include proposed new levies.		
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Revenue Over/(Under)					
Expenditures (Line 6.01)	(2,080,023)	(11,393,099)	(26,376,543)	(33,230,698)	(39,212,642)

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

The district is projected to spend \$112,293,006 more than its revenue through FY 2024.

FY 20 Analysis of Month of December Actual and Estimated

December		Revenue		December	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
17,752,692	▼ (1,966,997)	-10.0%	Total Revenue	18,386,055	▼ (633,363)
-	-		Real Estate Taxes	-	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
17,012,345	▼ (727,186)		State Revenue	16,979,058	▲ 33,287
-	-		Prop Tax Allocation	-	-
719,804	▼ (1,260,354)		Other Revenue	1,406,997	▼ (687,193)
20,543	▲ 20,543		Other Sources	-	▲ 20,543

December		Expenditures		December	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
27,543,604	▼ (675,504)	-2.4%	Total Expenditures	28,635,258	▼ (1,091,654)
14,621,470	▼ (207,911)		Salaries	15,400,000	▼ (778,530)
5,929,238	▲ 52,755		Benefits	6,438,289	▼ (509,051)
6,441,926	▼ (281,147)		Purchased Services	6,100,000	▲ 341,926
390,512	▲ 1,207		Supplies	400,000	▼ (9,488)
95,391	▼ (110,841)		Capital	200,000	▼ (104,609)
42,819	▼ (151,816)		Other Expenses	86,099	▼ (43,280)
22,248	▲ 22,248		Other Uses & Debt	10,870	▲ 11,379

Year-Over-Year Cash Balance Comparison

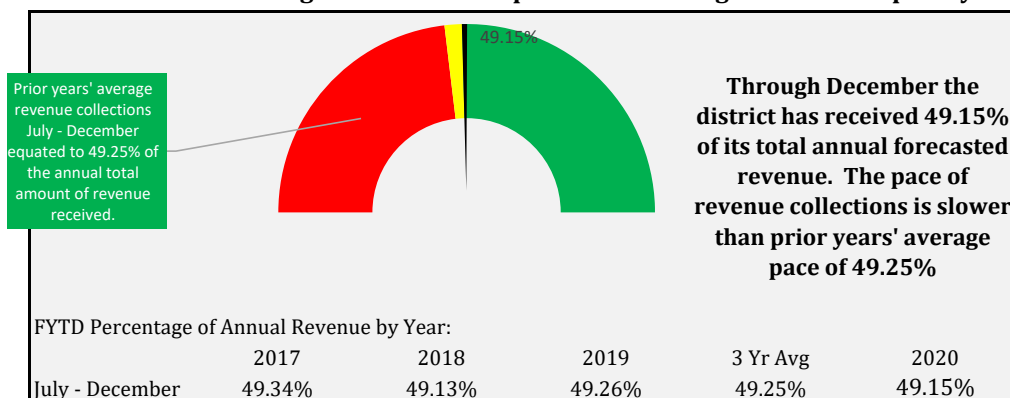
	FY 2019	FY 2020	Yr-Over-Yr Change
December, End of Month Cash Balance	65,141,574	63,002,289	(2,139,285)

Actual revenue for the month was down -\$1,966,997 compared to last year. While actual revenue for the month was under the estimated. Actual expenditures for the month were down -\$675,504 compared to last year. Actual expenditures for the month were under the estimate. The district's cash balance is down -\$2,139,285 compared to last year.

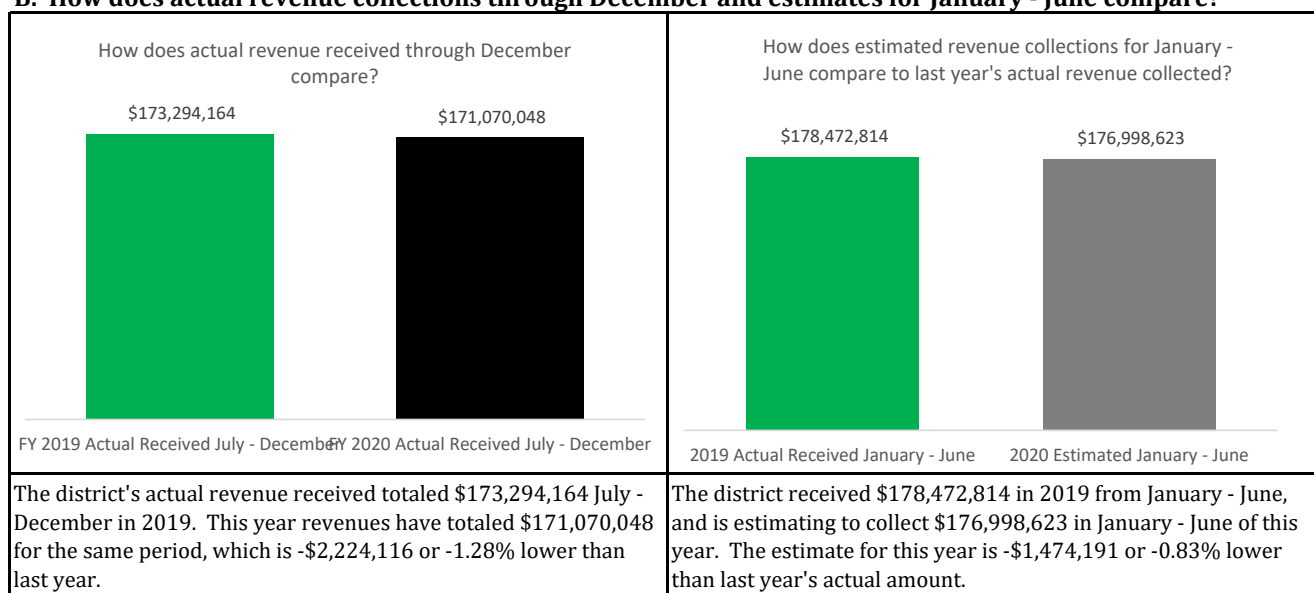
Revenue was down for the month compared to last year because of state revenue (but within estimated). The other revenue category is down because of payments in lieu of taxes from other governmental entities, this could be a timing issue.

Overall expenditures continue to trend slightly above the annual total forecasted amount (page 6).

A. How does revenue received through December compare to the average of the three prior year average?



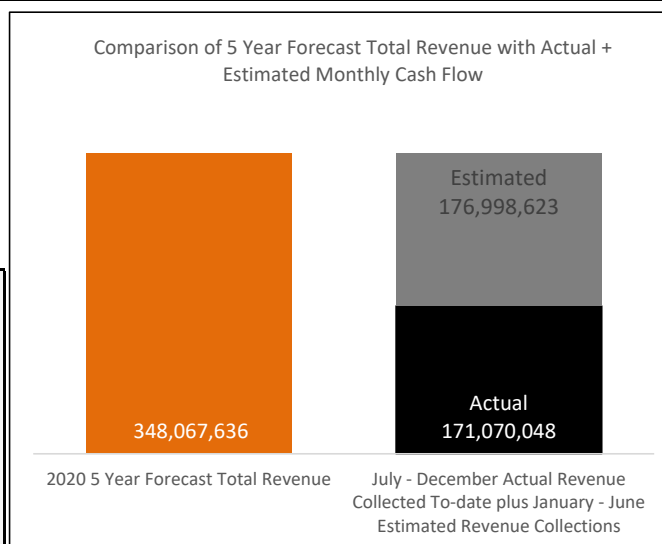
B. How does actual revenue collections through December and estimates for January - June compare?



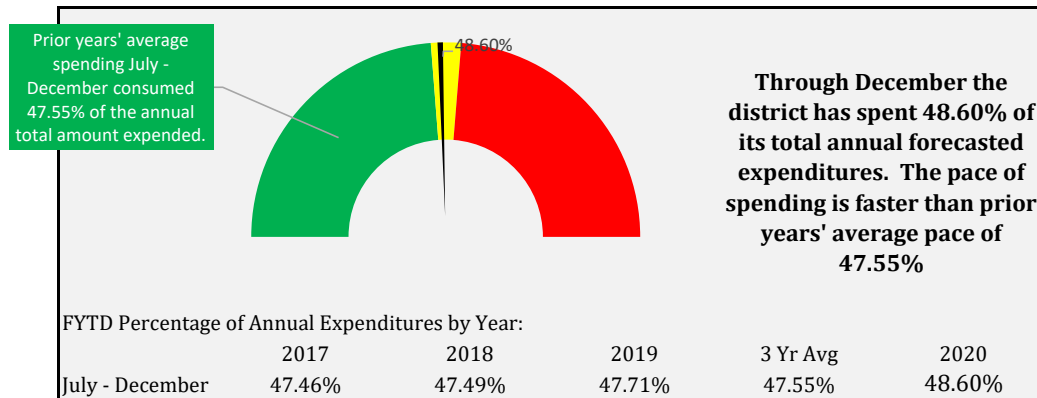
C. Does through December actual revenue collections plus January - June estimated to be collected support the current FY 2020, 5-Year Forecast total revenue amount?

The district's 5 year forecast for FY 2020 total revenue is \$348,067,636 which is -\$1,035 under the cash flow total of 348,068,671.

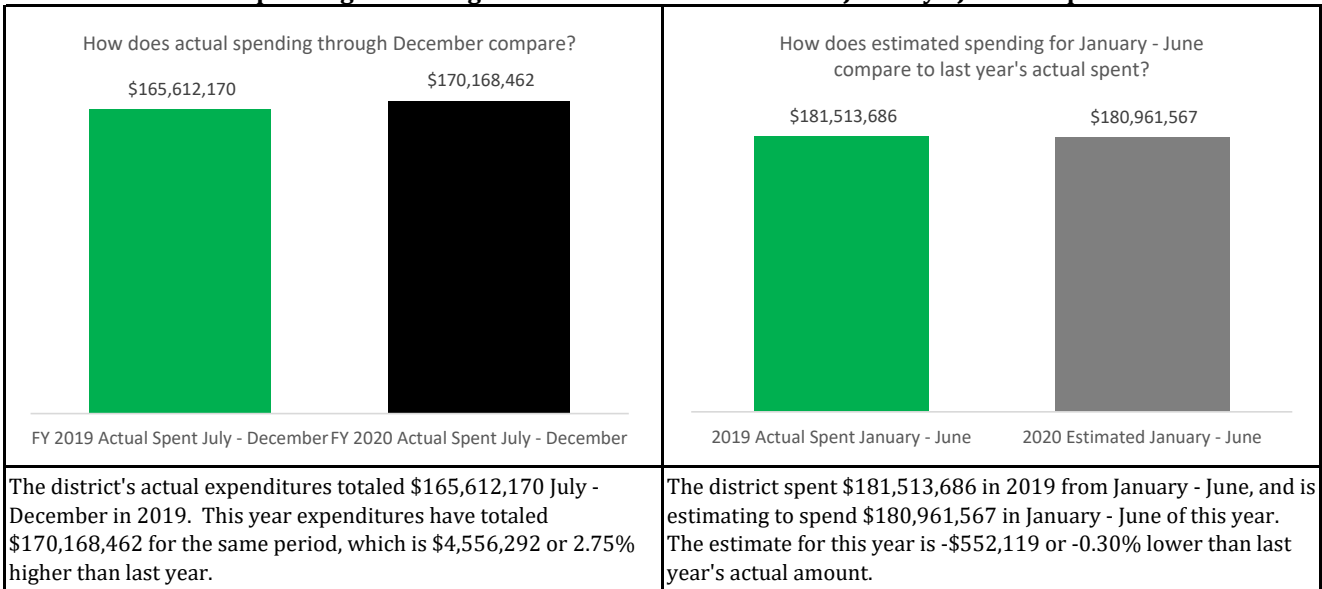
The cash flow is trending closely with the annual forecasted total revenue.



A. How does the pace of spending through December compare to the three prior year average?



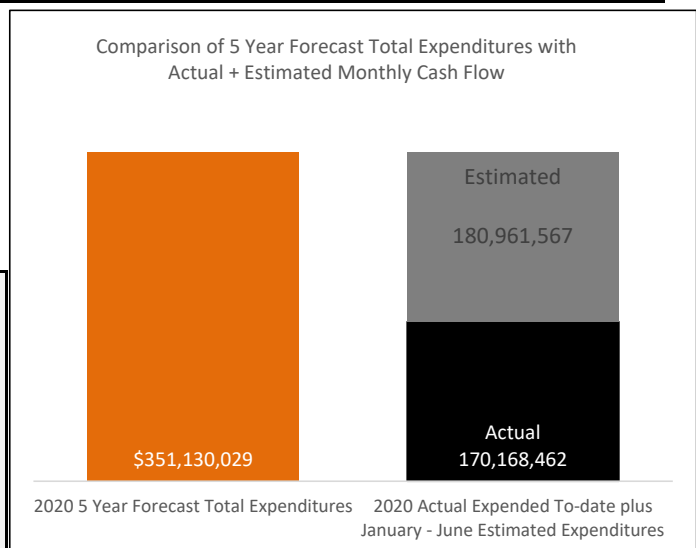
B. How does actual spending for through December and estimates for January - June compare?



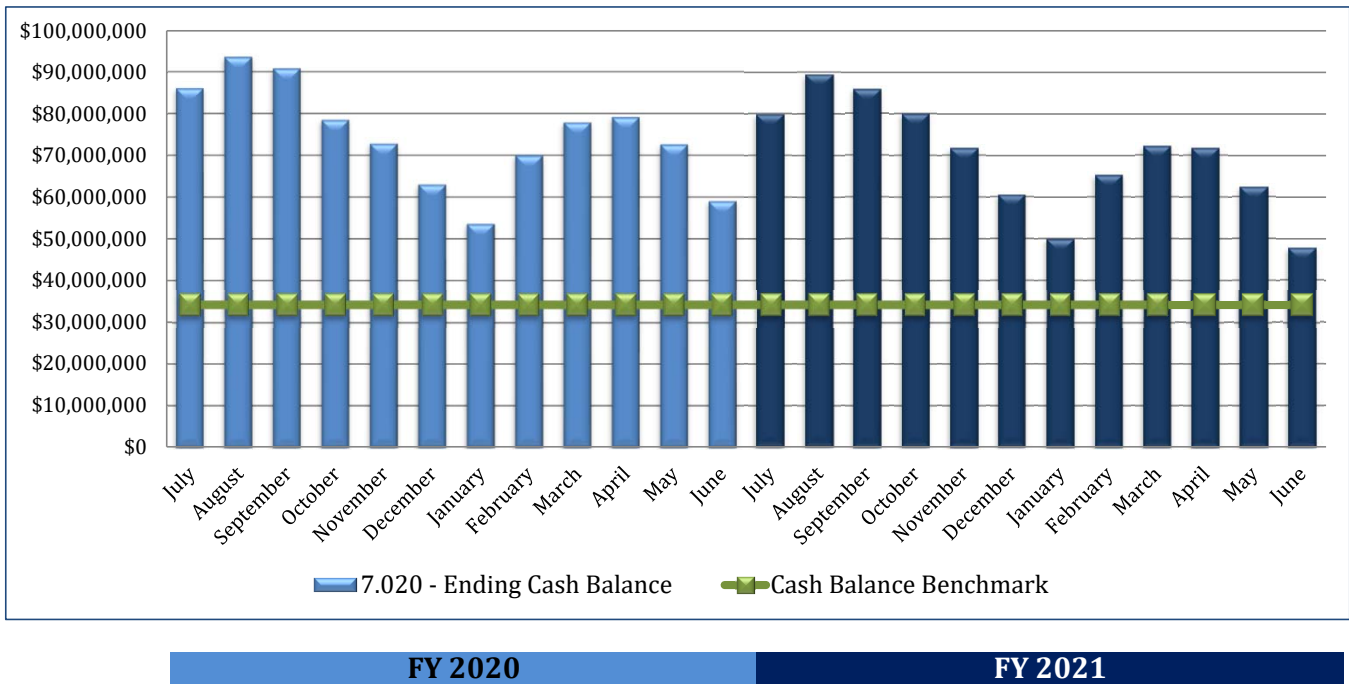
C. Does through December actual expended plus January - June estimated support the current FY 2020, 5-Year Forecast total expenditure amount?

The district's 5 year forecast for FY 2020 total expenditures is \$350,147,659 which is -\$982,370 under the cash flow total of 351,130,029.

The district's cash flows are trending higher than the forecasted annual total expenditures. This could result in a modest unfavorable impact on the year-end cash balance.



Monthly Cash Balance Projections
Based on Annual Totals From 5 Year Forecast



The district's cash balance remains positive through June 30, 2021.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
Dec 2019

Book Balance		Bank Balance	
Munis Accounting System		Month End Bank Account Balances	
Beginning Balance	143,357,217.74	007 - PNC Oma Evans	148,692.48
Plus Receipts	29,018,375.05	008 - HNB Schumacher	103.34
Less Expenditures	38,512,344.90	009 - STAR Ohio	10,511,873.45
Ending Balance	133,863,247.89	017 - HNB AP/Payroll/CN/SA	13,036,792.95
		018 - PNC Building Fund	2,021,781.20
Outstanding Checks & Direct Deposits		021 - HNB FSA Account	81,780.81
017 - HNB Accounts Payable Checks	884,922.40	025 - KeyBank	10,432,439.79
017 - HNB Virtual Cards	1,002,866.96	037 - USBank Construction	35,016,095.98
017 - HNB Payroll Checks	31,173.85	038 - USBank PI Fund	15,871,269.62
017 - HNB Deposit Outstanding on Munis	-	039 - USBank General Fund	49,736,021.12
	1,918,963.21		136,856,850.74
		Local Grant/Benefit CD's	
Pending Payroll Deductions		029 - HNB CD	5,000.00
Federal/Medicare Withholding	-	030 - HNB CD	-
State Tax	68.92	032 - HNB CD	92,998.23
City Tax	418,590.58		97,998.23
SERS	188,486.23	Escrow Accounts	
Child Support Payments	114.87	x4897 Mid American Construction - HNB	5,625.82
School District Income Tax	3,176.97	x0884 MR Excavator - HNB	29,212.83
STRS	845,863.04	x1184 MR Excavator - HNB	51,189.12
AXA	68.00	x2897 Vendrick Construction - HNB	-
Valic	-	x6627 Hammond Construction - PNC	33,328.79
ING (Voya)	-	x7065 Tom Sexton & Assoc - PNC	0.18
MG Trust	(402.50)	x7069 Tom Sexton & Assoc - PNC	1.14
Ameriprise	-	x8540 Hammond Construction - PNC	693,968.74
Lincoln	-	x8839 Martin Public Seating - PNC	0.13
Ohio Deferred Comp	-	x8841 Penn Ohio Electrical Co - PNC	7.11
Towpath	120.00	x1301 Lockhart Concrete Co - PNC	13.42
	1,456,086.11	x7489 OSMIC Inc - PNC	-
Miscellaneous Book Adjustments		x3376 Hammond Construction - PNC	44,925.13
021 - Inventory Allowance	(10,294.49)	x7982 Welty Building Co - PNC	152,633.21
022 - Insurance Accrual	(99,398.75)		1,010,905.62
Timing Differences in Accounts Payable	787.70	Flex Spending Account	
Timing Differences in Accounts Receivable	-	Prefunded Account	-
HNB Escrow Statement	86,027.77	Withdrawals (Claims)	171,937.34
PNC Escrow Statement	924,720.78	Settlement Credit	148.00
Escrow Reconciling Item	157.07	Service Charges	-
	902,000.08		172,085.34
		Miscellaneous Bank Adjustments	
		Petty Cash	1,000.00
		Bank Charges to be Refunded	-
		Outstanding Items	1,457.36
			2,457.36
Adjusted Book Balance	\$ 138,140,297.29	Adjusted Bank Balance	\$ 138,140,297.29