



**Akron Public  
Schools®**

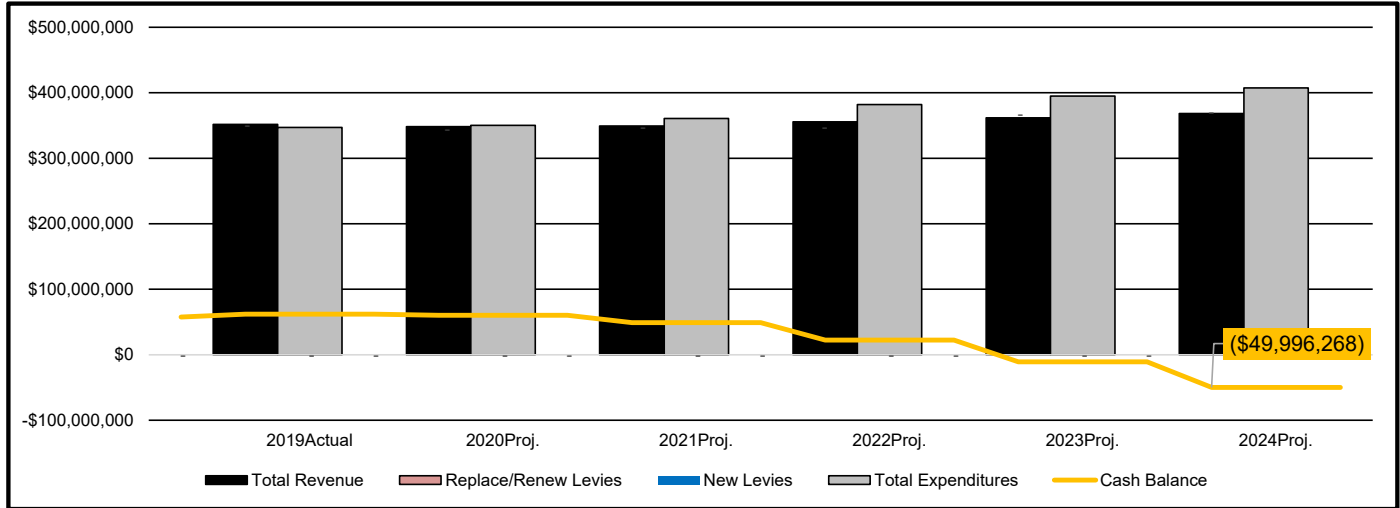
# **Monthly Financial Report**

**FY 2020 Cash Flow Activity Through: November**

**Ryan Pendleton, CFO**

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### Current Forecast Results through November 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 -\$112,096,970 to -\$49,996,268 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)	(1,883,987)	(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 \$112,096,970 more than its revenue through FY 2024.

## FY 20 Analysis of Month of November Actual and Estimated

November		Revenue		November	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
24,736,800	▲ 6,749,552	37.5%	<b>Total Revenue</b>	17,646,930	▲ 37,595
-	-		Real Estate Taxes	-	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
16,979,058	▼ (178,486)		State Revenue	17,005,500	▼ (26,442)
7,088,876	▲ 7,088,876		Prop Tax Allocation		▲ 36,601
668,867	▼ (160,837)		Other Revenue	641,430	▲ 27,436
-	-		Other Sources	-	-

November		Expenditures		November	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
30,431,428	▲ 63,965	0.2%	<b>Total Expenditures</b>	30,181,838	▲ 249,590
16,630,740	▲ 395,439		Salaries	16,450,000	▲ 180,740
6,576,473	▲ 44,450		Benefits	6,499,472	▲ 77,001
6,560,275	▼ (216,197)		Purchased Services	6,425,000	▲ 135,275
441,105	▼ (254,979)		Supplies	481,676	▼ (40,571)
159,166	▲ 65,905		Capital	284,093	▼ (124,927)
63,669	▲ 29,347		Other Expenses	41,301	▲ 22,367
-	-		Other Uses & Debt	296	▼ (296)

### Year-Over-Year Cash Balance Comparison

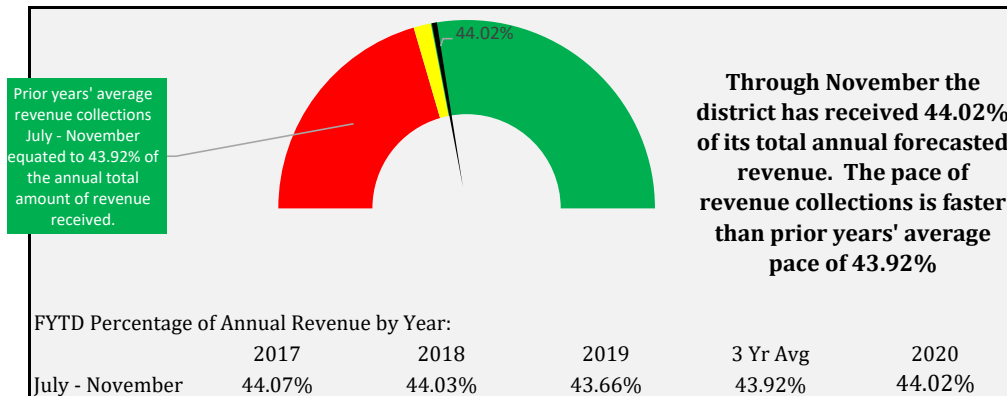
	FY 2019	FY 2020	Yr-Over-Yr Change
November, End of Month Cash Balance	73,640,993	72,793,607	(847,386)

Actual revenue for the month was up \$6,749,552 compared to last year. While actual revenue for the month was over the estimated. Actual expenditures for the month were up \$63,965 compared to last year. Actual expenditures for the month were over the estimate. The district's cash balance is down -\$847,386 compared to last year.

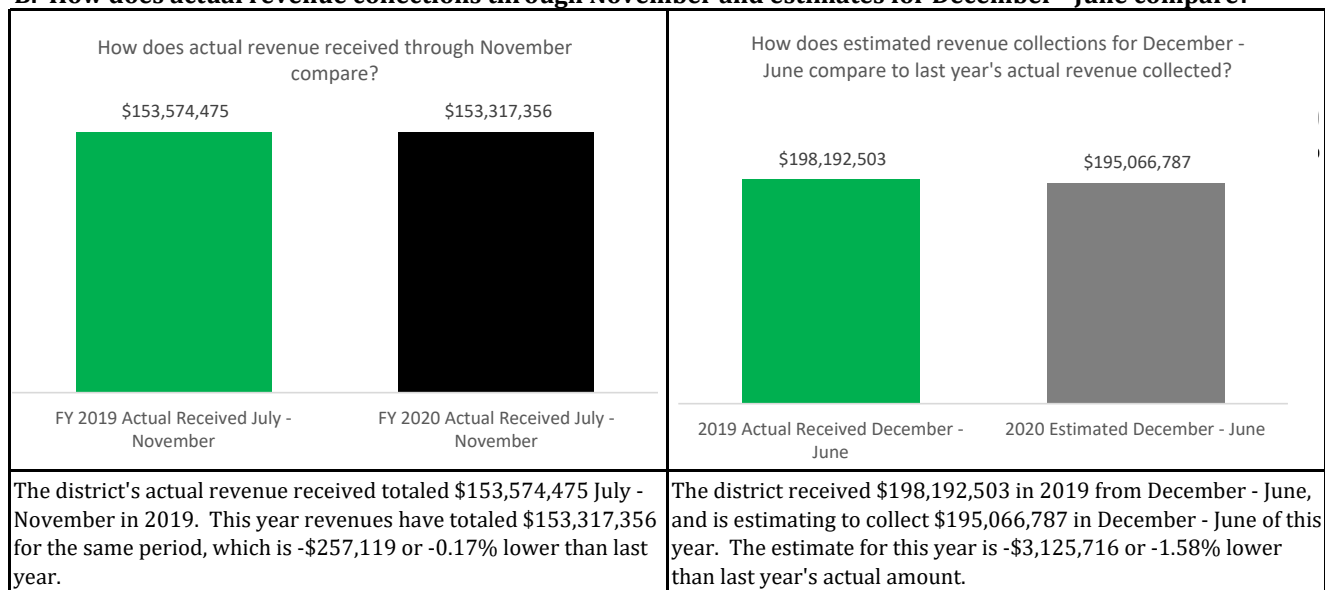
Revenue is up compared to last year because of the state's property tax reimbursement timing. Revenues were in range of estimated.

Expenditures were in range of estimated.

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

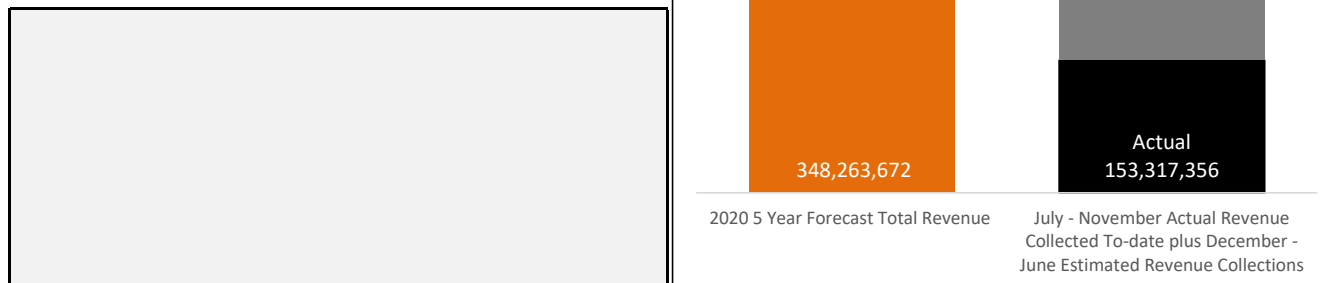


**B. How does actual revenue collections through November and estimates for December - June compare?**

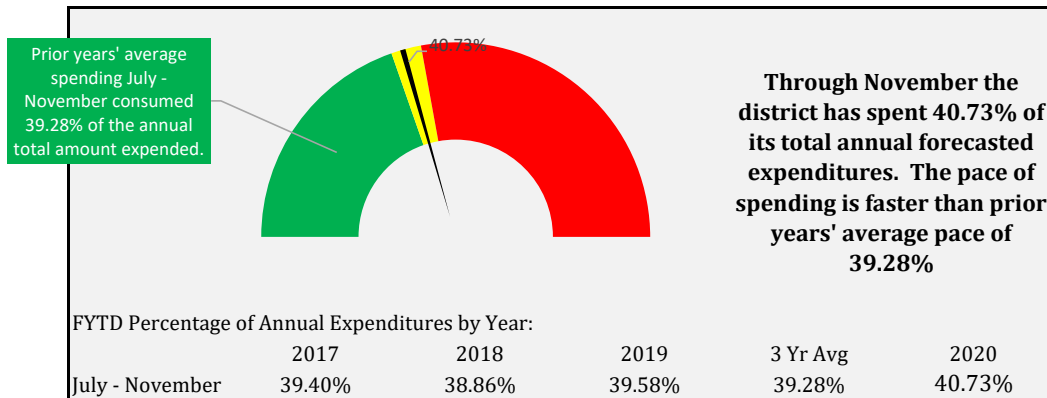


**C. Does through November actual revenue collections plus December - June estimated to be collected support the current FY 2020, 5-Year Forecast total revenue amount?**

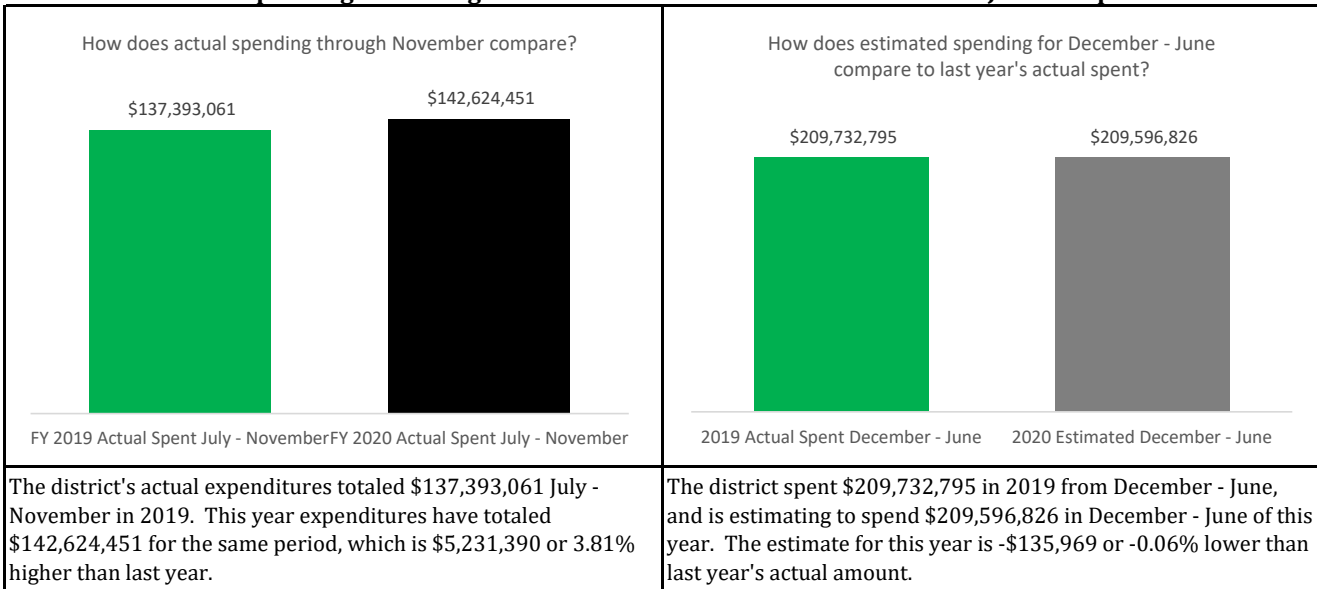
The district's 5 year forecast for FY 2020 total revenue is \$348,263,672 which is -\$120,472 under the cash flow total of 348,384,144.



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



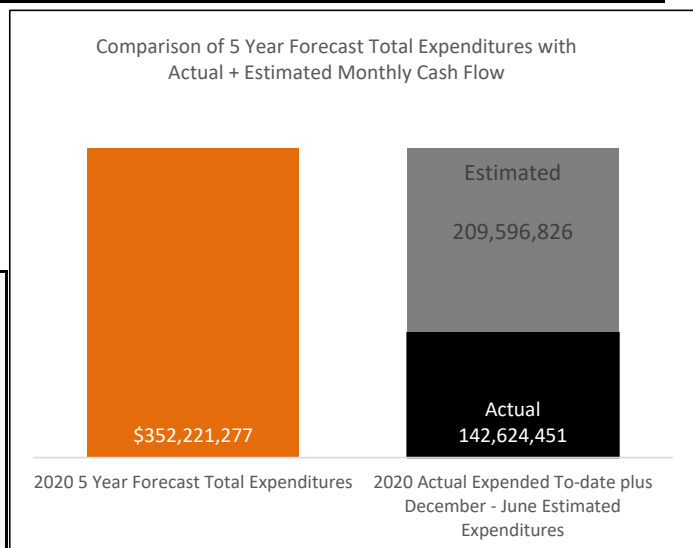
**B. How does actual spending for through November and estimates for December - June compare?**



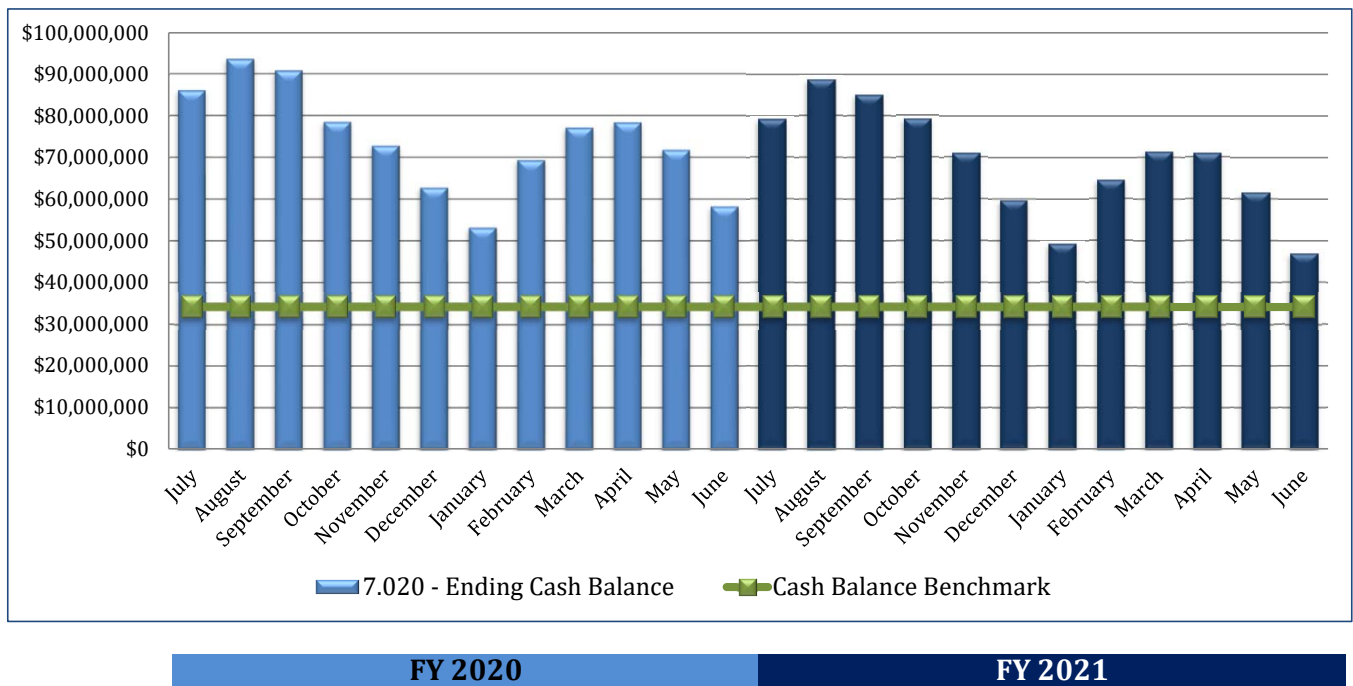
**C. Does through November actual expended plus December - June estimated support the current FY 2020, 5-Year Forecast total expenditure amount?**

The district's 5-year forecast for FY 2020 total expenditures is \$350,147,659 which is -\$2,073,618 under the cash flow total of 352,221,277.

The district's supply costs through October and additional posted auditor and treasurer fees currently contribute to a possible unfavorable forecast variance of -\$2,073,618.



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



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

## Spending Cash Flow - Possible Variances

### 3.040 - Supplies and Materials

#### Cash Flow Analysis

	Actual Fiscal Year Expenditures			Est./Actual	'19 to '20 Change
	2017	2018	2019	2020	
July	96,802	269,295	967,317	391,491	(575,826)
August	443,972	838,038	1,721,390	1,411,863	(309,527)
September	947,962	1,777,865	709,188	2,385,380	1,676,193
October	994,476	717,783	937,311	2,069,252	1,131,941
November	766,816	354,063	696,084	441,105	(254,979)
December	377,627	326,293	389,305	400,000	10,695
January	694,547	413,648	444,870	417,134	(27,736)
February	573,781	455,882	514,752	500,000	(14,752)
March	560,665	646,817	411,188	428,498	17,310
April	404,308	1,244,828	350,863	250,000	(100,863)
May	556,868	564,762	1,601,055	450,000	(1,151,055)
June	985,920	1,132,898	911,212	450,000	(461,212)
Actual Cash Flow, July - November	3,250,028	3,957,044	5,031,290	6,699,092	1,667,802
Cash Flow, December - June	4,153,716	4,785,128	4,623,245	2,895,632	(1,727,613)
Annual Cash Flow Total	7,403,745	8,742,172	9,654,535	9,594,724	(59,811)
Current Forecast Amount				8,906,059	Forecast Amount
Cash Flow (Over/Under) Forecasted Amount (Column S)				688,665	Variance

### 4.300 - Other Objects

#### Cash Flow Analysis

	Actual Fiscal Year Expenditures			Est./Actual	'19 to '20 Change
	2017	2018	2019	2020	
July	16,694	13,616	219,480	226,754	7,274
August	219,710	228,103	41,170	48,920	7,750
September	936,019	800,571	1,109,178	2,344,822	1,235,643
October	104,434	36,141	47,307	62,926	15,619
November	28,899	51,274	34,322	63,669	29,347
December	57,027	25,573	194,635	86,099	(108,536)
January	25,590	44,209	22,937	33,982	11,046
February	127,320	124,760	365,508	200,647	(164,860)
March	28,177	20,665	22,659	25,157	2,498
April	1,511,924	1,402,337	1,932,229	1,672,309	(259,919)
May	159,884	31,672	45,190	84,053	38,863
June	127,786	183,049	296,945	205,511	(91,434)
Actual Cash Flow, July - November	1,305,755	1,129,706	1,451,456	2,747,090	1,295,634
Cash Flow, December - June	2,037,708	1,832,263	2,880,102	2,307,760	(572,343)
Annual Cash Flow Total	3,343,464	2,961,969	4,331,558	5,054,849	723,291
Current Forecast Amount				3,657,367	Forecast Amount
Cash Flow (Over/Under) Forecasted Amount (Column S)				1,397,482	Variance

The district's supply spending is up \$1,667,802 over last year at this time. The forecasted annual total of \$8,906,059 will be exceeded if this pace of spending continues.

The district's other objects, posted more in auditor and treasurer fees in September than in prior years. The posting will be analyzed back to the county auditor's tax settlement sheet to understand the difference.



**AKRON PUBLIC SCHOOLS**  
**MONTHLY RECONCILIATION**  
**Nov 2019**

Book Balance		Bank Balance	
<b>Munis Accounting System</b>		<b>Month End Bank Account Balances</b>	
Beginning Balance	150,025,225.59	007 - PNC Oma Evans	148,672.92
Plus Receipts	37,368,244.58	008 - HNB Schumacher	103.34
Less Expenditures	44,028,668.40	009 - STAR Ohio	10,495,413.92
Ending Balance	143,364,801.77	017 - HNB AP/Payroll/CN/SA	25,167,291.45
		018 - PNC Building Fund	2,021,481.11
		021 - HNB FSA Account	104,112.25
<b>Outstanding Checks &amp; Direct Deposits</b>		025 - KeyBank	10,431,953.72
017 - HNB Accounts Payable Checks	1,450,058.94	037 - USBank Construction	34,742,505.86
017 - HNB Virtual Cards	2,220,152.98	038 - USBank PI Fund	15,797,355.26
017 - HNB Payroll Checks	55,705.18	039 - USBank General Fund	49,551,936.71
017 - HNB Deposit Outstanding on Munis	-		148,460,826.54
	3,725,917.10		
		<b>Local Grant/Benefit CD's</b>	
<b>Pending Payroll Deductions</b>		029 - HNB CD	5,000.00
Federal/Medicare Withholding	-	030 - HNB CD	-
State Tax	177,690.89	032 - HNB CD	92,998.23
City Tax	463,525.26		97,998.23
SERS	184,725.48		
Child Support Payments	-	<b>Escrow Accounts</b>	
School District Income Tax	3,566.59	x4897 Mid American Construction - HNB	5,625.82
STRS	914,628.58	x0884 MR Excavator - HNB	29,212.83
AXA	175.00	x1184 MR Excavator - HNB	51,189.12
Valic	-	x2897 Vendrick Construction - HNB	-
ING (Voya)	-	x6627 Hammond Construction - PNC	33,323.13
MG Trust	-	x7065 Tom Sexton & Assoc - PNC	0.18
Ameriprise	-	x7069 Tom Sexton & Assoc - PNC	1.14
Lincoln	-	x8540 Hammond Construction - PNC	693,850.88
Ohio Deferred Comp	-	x8839 Martin Public Seating - PNC	0.13
Towpath	-	x8841 Penn Ohio Electrical Co - PNC	7.11
	1,744,311.80	x1301 Lockhart Concrete Co - PNC	13.42
		x7489 OSMIC Inc - PNC	-
<b>Miscellaneous Book Adjustments</b>		x3376 Hammond Construction - PNC	44,917.50
021 - Inventory Allowance	14,443.50	x7982 Welty Building Co - PNC	152,607.29
022 - Insurance Accrual	(139,847.48)		1,010,748.55
Timing Differences in Accounts Payable	(430.35)		
Timing Differences in Accounts Receivable	-	<b>Flex Spending Account</b>	
HNB Escrow Statement	86,027.77	Prefunded Account	-
PNC Escrow Statement	924,559.22	Withdrawals (Claims)	149,605.90
Escrow Reconciling Item	161.56	Settlement Credit	148.00
	884,914.22	Service Charges	-
			149,753.90
		<b>Miscellaneous Bank Adjustments</b>	
		Petty Cash	1,000.00
		Bank Charges to be Refunded	30.00
		Outstanding Items	(412.33)
			617.67
<b>Adjusted Book Balance</b>	\$ 149,719,944.89	<b>Adjusted Bank Balance</b>	\$ 149,719,944.89