



**Akron Public
Schools®**

Monthly Financial Report

FY 2019 Cash Flow Activity Through: July

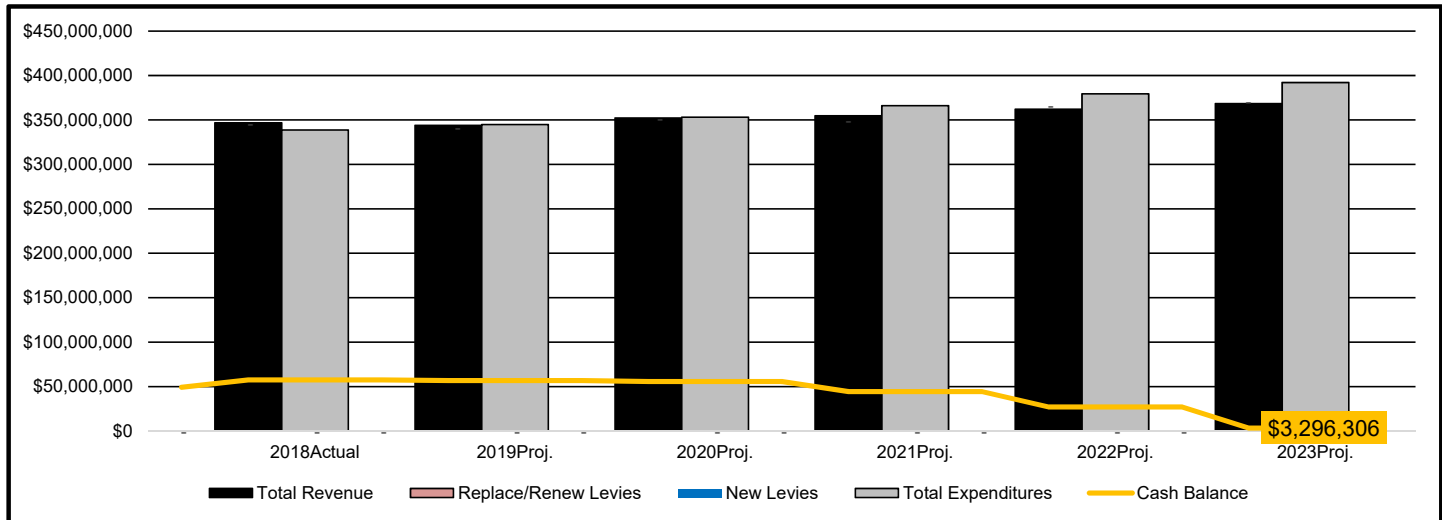
Ryan Pendleton, CFO

8/16/2018

Table of Contents

Forecast Updated for Actual Results & Current Trends through July, F.Y. 2019	3
FY 19 Analysis of Month of July Actual and Estimated	4
FY 19 Actual Through July Received As Percentage of Annual Total Revenue	5
FY 19 Annual Revenue Forecast, FYTD Actual, and Remaining Cash Flow Estimate	5
FY 19 Actual Through July 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
Supplemental Reports:	
FY 2019 Current Forecast Compared to Previous Filed Forecast (05/30/2018)	8
Current Five Year Forecast Change to Net Operating Revenue (Line 6.01) Compared to Last Filed Forecast	9

Forecast Updated for Actual Results & Current Trends through July, F.Y. 2019



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)	(766,470)	(944,630)	(11,367,984)	(17,284,797)	(23,799,392)	

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

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.

Current Trend Forecast Cash Balance Compared to 05/30/2018 Forecast

	FY 2019	FY 2020	FY 2021	FY 2022	
Ending Cash Balance at:					
Previous Forecast	52,633,896	50,560,165	42,070,806	25,591,636	
Updated Forecast as of July	56,693,109	55,748,479	44,380,495	27,095,698	
Change - Favorable/(Unfavorable)	4,059,213	5,188,314	2,309,689	1,504,062	
% of Cumulative Annual Budget	1.2%	0.7%	0.2%	0.1%	

The current cash flow variance is relatively minor and mostly attributable to better than projected results in FY 2018. The current forecast trend will be finalized for the October forecast by October 31, 2018.

FY 19 Analysis of Month of July Actual and Estimated

July		Revenue		July	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
43,944,050	▼ (2,259,602)	-4.9%	Total Revenue	43,944,050	-
26,076,129	▼ (2,893,091)		Real Estate Taxes	26,076,129	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
16,781,303	▲ 590,743		State Revenue	16,781,303	-
-	-		Prop Tax Allocation	-	-
1,079,608	▲ 46,739		Other Revenue	1,079,608	-
7,010	▼ (3,992)		Other Sources	7,010	-

July		Expenditures		July	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
23,357,541	▲ 466,856	2.0%	Total Expenditures	23,357,541	-
11,829,455	▲ 176,208		Salaries	11,829,455	-
4,985,552	▼ (265,606)		Benefits	4,985,552	-
4,748,863	▲ 1,013		Purchased Services	4,748,863	-
967,323	▲ 698,028		Supplies	967,323	-
611,809	▼ (343,210)		Capital	611,809	-
214,540	▲ 200,924		Other Expenses	214,540	-
-	▼ (501)		Other Uses & Debt	-	-

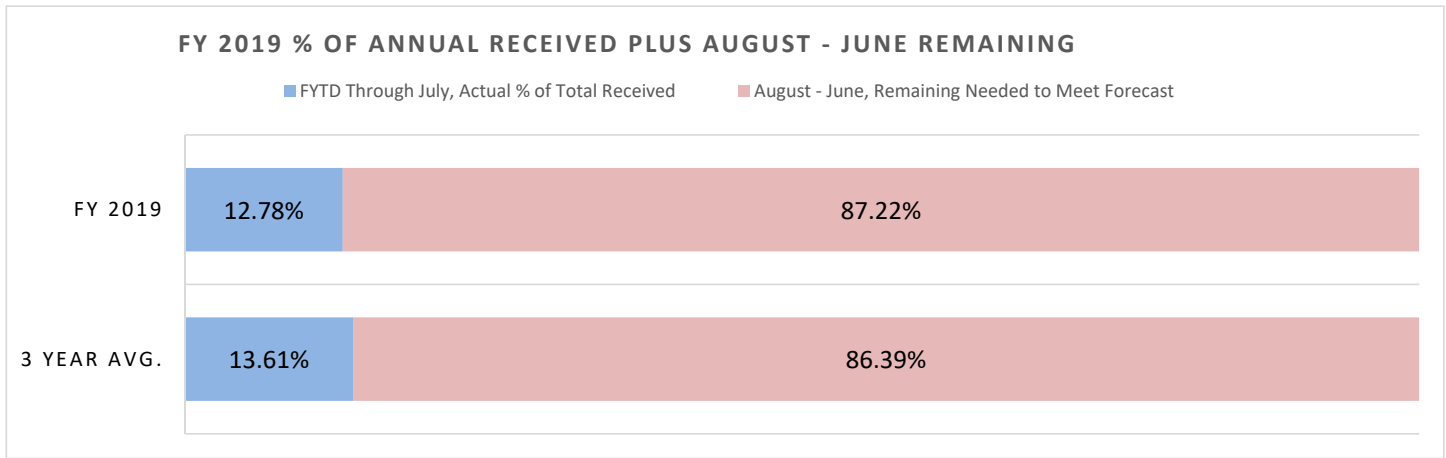
Year-Over-Year Cash Balance Comparison

	FY 2018	FY 2019	Yr-Over-Yr Change
July, End of Month Cash Balance	72,549,480	78,046,089	5,496,609

Revenue in July is down -\$2,259,602 mostly because of the timing of real estate collection advances received from the county auditor.

Expenditures are up 2.0% over July last year and in line with expectations.

FY 19 Actual Through July Received As Percentage of Annual Total Revenue



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

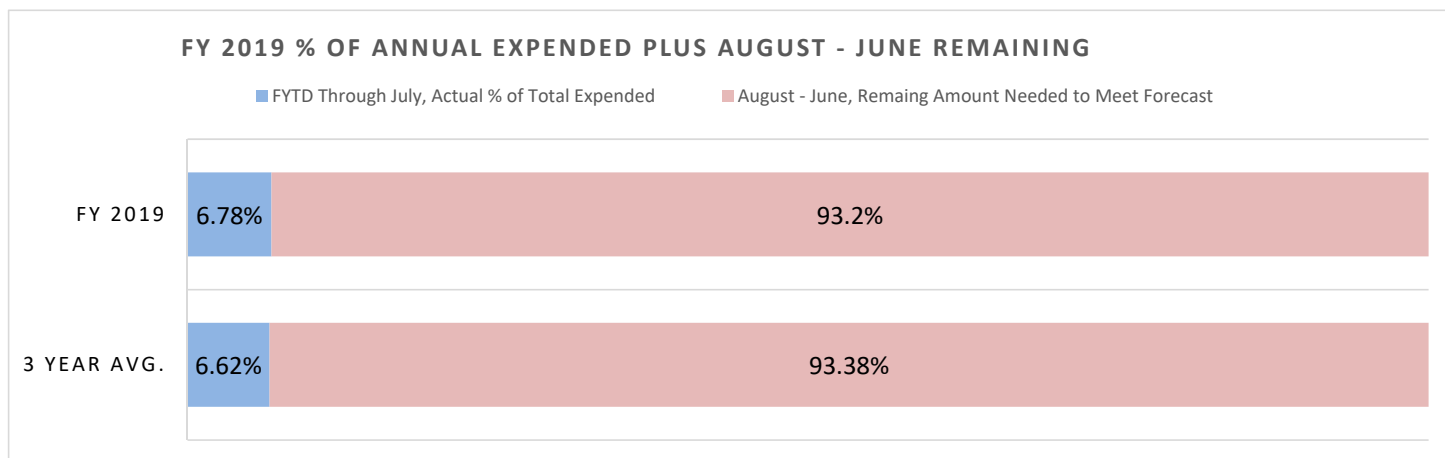
July - June Annual		Through July		August - June		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
Forecast Amount	YOY Change	FYTD 2019 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
343,963,169	▼ -0.8%	43,944,050	▼ -4.9%	300,019,120	▼ -0.2%	-
Total Revenue						
102,856,886	▼ -0.4%	26,076,129	▼ -10.0%	76,780,757	▲ 3.4%	-
10,377,219	▲ 3.2%	-	0.0%	10,377,219	▲ 3.2%	-
-	0.0%	-	0.0%	-	0.0%	-
203,960,455	▲ 0.8%	16,781,303	▲ 3.6%	187,179,153	▲ 0.5%	-
14,282,066	▼ -0.9%	-	0.0%	14,282,066	▼ -0.9%	-
12,454,543	▼ -22.4%	1,079,608	▲ 4.5%	11,374,935	▼ -24.2%	-
32,000	▼ -95.0%	7,010	▼ -36.3%	24,989	▼ -96.0%	-
Other Sources						

The forecast increase in revenue for FY 2019 is a slight decrease of -0.8% over FY 2018. The decrease is due to the timing of real estate revenue with respect to the 1st half (spring, FY 18) and 2nd half (fall, FY 19). Tax payments were likely paid earlier by taxpayers this year. All other revenue is projected to decline because of tax incentive payment arrears received in FY 2018.

Revenue is down -4.9% for the month of July because of real estate collection advances received from the county auditor.

Only 12.78% of total annual revenue was received in July, 2018 which is down from July, 2017's because of real estate tax advances, this variance is due to timing and will be resolved in August and September.

FY 19 Actual Through July Expended As Percentage of Annual Total Expenditures

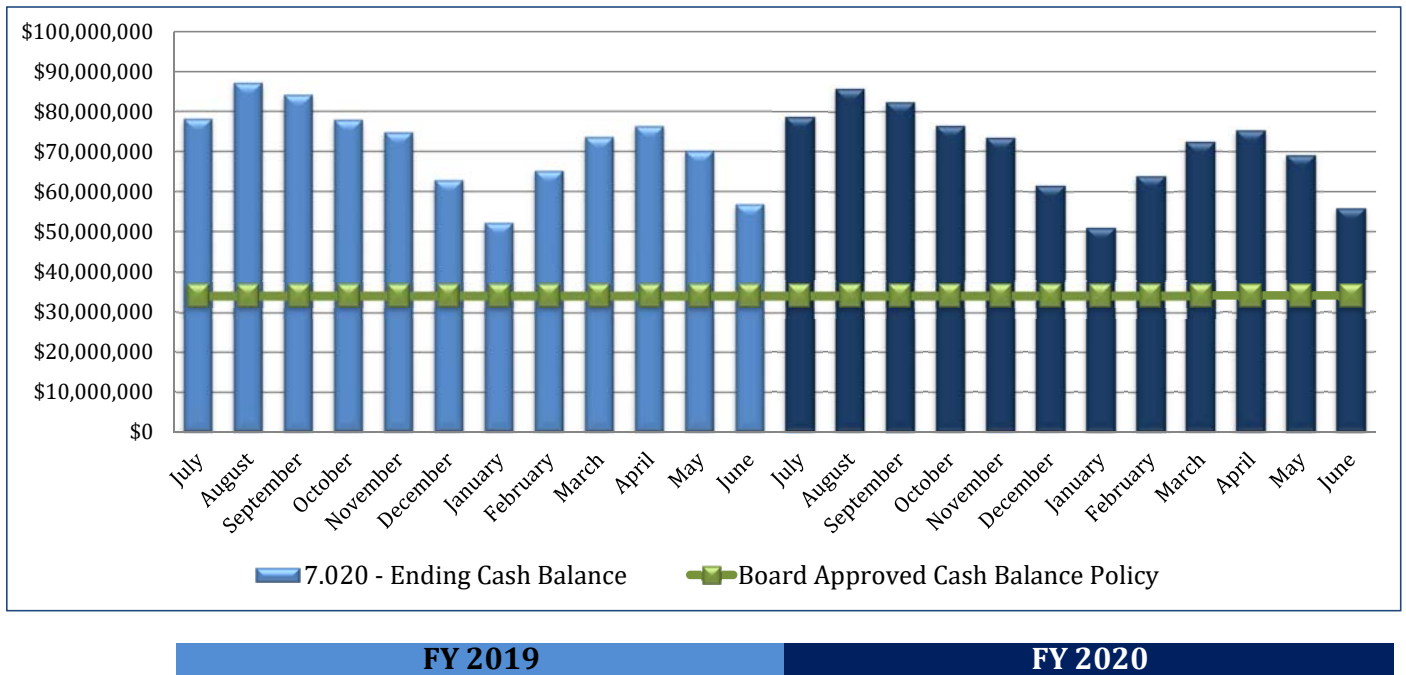


FY 19 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate

FY 19 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate										Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast -	
July - June Annual			Through July				August - June				
FY 2019			FYTD 2019			Remaining					
Forecast Amount	YOY Change		Actual Amount	YOY Change		Cash Flow Estimate	YOY Change				
344,729,639	▲	1.8%	Total Expenditures			23,357,541	▲	2.0%	321,372,098	▲	1.8%
173,109,009	▲	3.6%	Salaries	11,829,455	▲	1.5%	161,279,554	▲	3.8%	-	
74,182,515	▲	1.5%	Benefits	4,985,552	▼	-5.1%	69,196,963	▲	2.1%	-	
81,304,511	▲	1.1%	Purchased Services	4,748,863	▲	0.0%	76,555,648	▲	1.1%	-	
8,427,986	▼	-3.6%	Supplies	967,323	>100%		7,460,663	▼	-11.9%	-	
4,384,202	▲	3.3%	Capital	611,809	▼	-35.9%	3,772,393	▲	14.7%	-	
3,191,416	▲	7.7%	All Other Expenditures	214,540	>100%		2,976,876	▲	1.0%	-	
130,000	▼	-93.8%	Other Uses	-	▼	-100.0%	130,000	▼	-93.8%	-	

Total expenditures are projected to increase 1.8% in FY 2019 over FY 2018. Expenditures to-date are in line with past years and current projections.

Monthly Cash Balance Projections



The district's cash balance is adequate through June 30, 2019

FY 2019 Current Forecast Compared to Previous Filed Forecast (05/30/2018)

FY 2019 Current Revenue Forecast Compared to Prior

1.01 Real Estate		\$532,630
1.02 Public Utility	-\$39,646	
1.03 Income Tax		\$0
1.035, 1.04 State Funding	-\$548,712	
1.05 Prop Tax Alloc.	-\$170,415	
1.06 Other Rev.	-\$1,082,507	
2.xx Other Sources		\$0
		\$0

FY 2019 Current Expenditure Forecast Compared to Prior

3.01 Salaries	-\$879,234	
3.02 Benefits		-\$106,326
3.03 Purchased Serv.		\$127,901
3.04 Supplies		\$22,600
3.05 Capital		-\$28,609
4.3 Other Exp		\$0
Intergov + Debt + Other		\$0
		\$0

Summary Analysis of Current Compared to Last Filed Forecast

Previous Filed Forecast: 05/30/2018		FY 2019 Impact	
	Net FY 2019 Revenue Variance	-\$1,308,650	
	Net FY 2019 Expenditure Variance	-\$863,668	
	Net FY 2019 Impact on Ending Cash Balance	-\$444,982	Unfavorable
	Percentage of Budget	-0.13%	

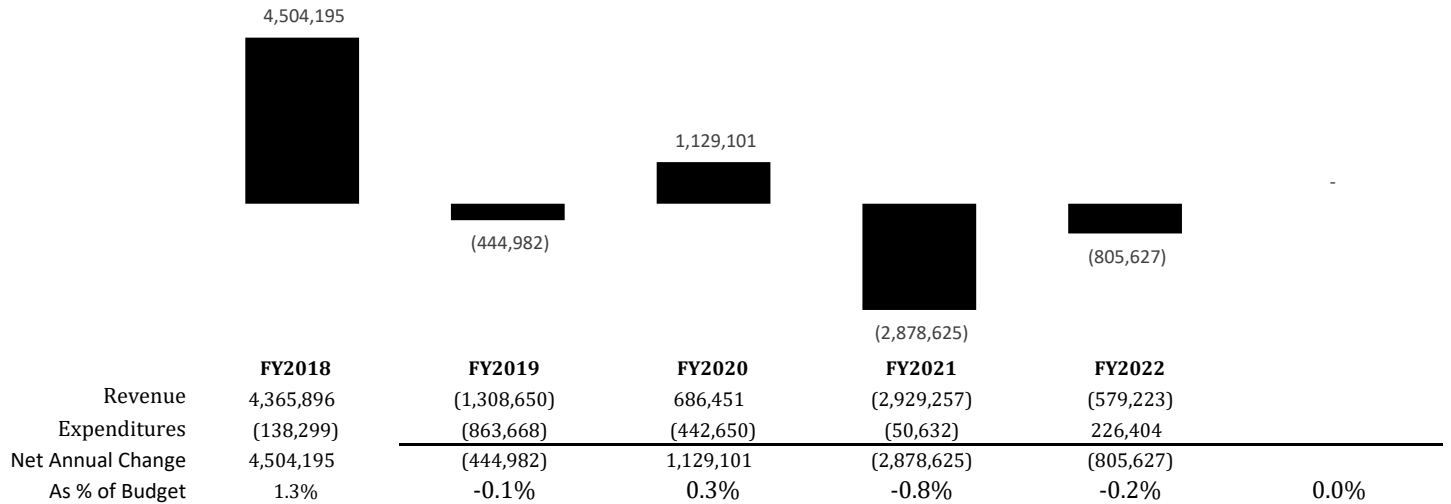
Fiscal year 2019 other revenue was up because of tax incentive payment that were in arrears and paid to the district.

Salaries ended the year lower than projected in May.

Current Five Year Forecast Change to Net Operating Revenue (Line 6.01) Compared to Last Filed Forecast

Last Filed Forecast Date: 05/30/2018

Current Net Annual Revenue & Expenditure Changes Compared to Last Filed Forecast



5-Year Cumulative Change FY 2018 - 2022					
5 Yr Cumulative Revenue Change			5 Yr Cumulative Expenditure Change		
1.01 Real Estate	713,416		3.01 Salaries	(2,919,462)	
1.02 Pub Utility	(173,277)		3.02 Benefits	(11,635)	
1.03 Income Tax	-		3.03 Purchased Serv.	334,589	
1.035,1.040 State	997,431		3.04 Supplies	14,004	
1.05 Prop Tax Alloc.	(750,307)		3.05 Capital	(76,223)	
1.060 All Other	(1,145,645)		4.3 Other Exp	(14,968)	
2.xx Other Sources	593,600		Intergov + Debt + Other	1,404,851	
Cumulative Revenue Change	235,217		Cumulative Expenditure Change	(1,268,845)	

Net Cumulative Five-Year Change **\$1,504,062 Favorable**
Net Cumulative Cash Change as % of Budget **0.08%**
Net Cumulative Change in Levy Reservation \$0
 Note: Net Cumulative Five-Year Change W/Renewal Levy Reservation Variance \$1,504,062

The district's current forecast is trending slightly favorable over May, 2018.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
July 2018

Book Balance		Bank Balance	
USAS Accounting System		Month End Bank Account Balances	
Beginning Balance	156,686,338.41	005 - PNC Practical Nursing	-
Plus Receipts	56,427,664.01	007 - PNC Oma Evans	150,342.89
Less Expenditures	33,711,847.62	008 - HNB Schumacher	103.34
Ending Balance	179,402,154.80	009 - STAR Ohio	10,192,042.42
		017 - HNB AP/Payroll/CN/SA	66,995,440.45
		018 - PNC Building Fund	2,014,957.52
Outstanding Checks & Direct Deposits		021 - HNB FSA Account	191,586.32
005 - HNB Practical Nursing Checks	-	025 - KeyBank	10,009,307.97
017 - HNB Accounts Payable Checks	705,561.09	037 - USBank Construction	33,762,350.59
017 - HNB Payroll Checks	98,550.69	038 - USBank PI Fund	15,467,430.54
017 - HNB Deposit Outstanding on Munis	-	039 - USBank General Fund	43,279,337.48
	804,111.78		
			182,062,899.52
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	624,510.75	022 - HNB CD	35,313.60
State Tax	130,141.35	029 - HNB CD	5,000.00
City Tax	330,929.86	030 - HNB CD	-
SERS	109,255.90	032 - HNB CD	92,669.39
School District Income Tax	1,584.52		132,982.99
STRS	781,090.35		
AXA	34,829.00	Flex Spending Account	
Valic	23,575.58	Prefunded Account	-
Ameriprise	4,252.50	Withdrawals (Claims)	35,444.22
Lincoln	0.51	Settlement Credit	(245.80)
Ohio Deferred Comp	9,326.60	Service Charges	-
MG Trust (Aspire)	125.00		35,198.42
Towpath	-		
	2,049,621.92		
Miscellaneous Book Adjustments		Miscellaneous Bank Adjustments	
021 - Inventory Allowance	23,029.10	Petty Cash	1,000.00
022 - Insurance Accrual	(38,992.24)	Bank Charges to be Refunded	-
Timing Differences in Accounts Payable	-	Outstanding Items	7,844.43
Timing Differences in Accounts Receivable	-		8,844.43
	(15,963.14)		
Adjusted Book Balance	\$ 182,239,925.36	Adjusted Bank Balance	\$ 182,239,925.36