



**Akron Public
Schools®**

Monthly Financial Report

FY 2018 Cash Flow Activity Through: June

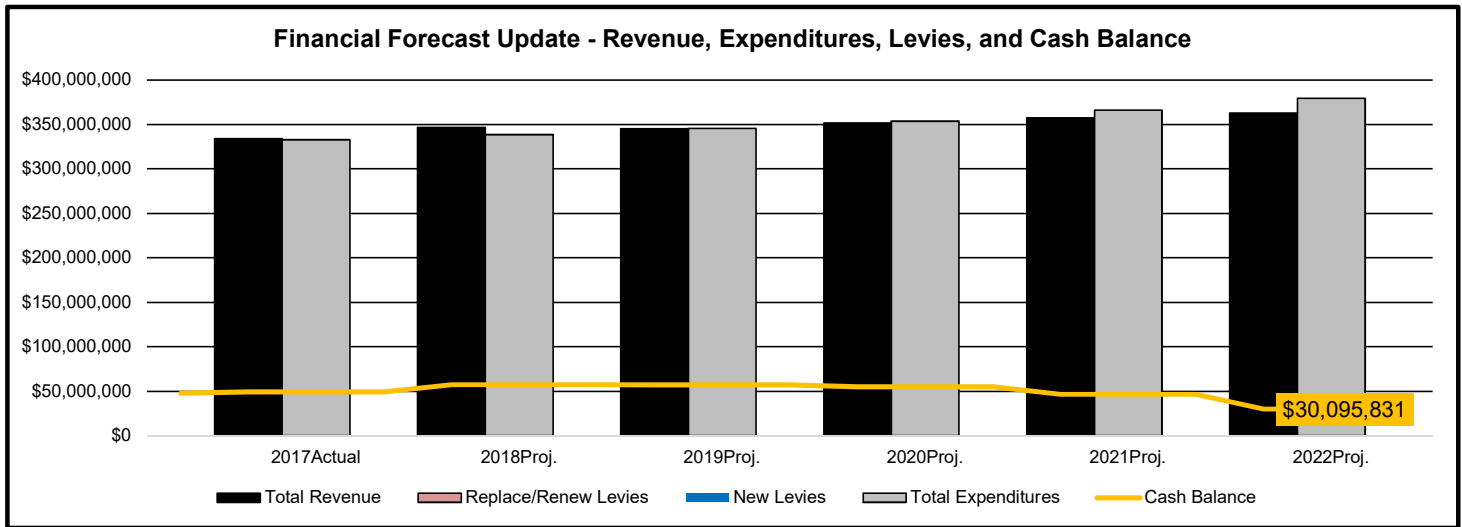
Ryan Pendleton, CFO

7/20/2018

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Forecast Updated for Actual Results through June, F.Y. 2018



Projected Revenue Surplus/(Shortfall) by Year

	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Revenue Over/(Under)					
Expenditures (Line 6.01)	8,223,067	(321,489)	(2,073,731)	(8,489,361)	(16,479,168)

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

Trend Forecast Updated Through FYTD June Compared to Previously Filed Forecast Change In Line 7.02 Ending Cash Balance + Renewal Levies Resulting from Forecast Updated as of June

	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Ending Cash Balance at:	Ending Cash Balance (Line 7.02) + Renewal Levies				
Previous Forecast - May Update	52,955,384	52,633,895	50,560,164	42,070,804	25,591,635
Updated Forecast as of June	57,459,580	57,138,091	55,064,360	46,574,999	30,095,831
Change	4,504,197	4,504,196	4,504,196	4,504,195	4,504,196
% of Cumulative Annual Budget	1.3%	0.7%	0.4%	0.3%	0.3%

Previous Forecast Date: May Update

The district ended FY 2018 \$4,504,197 better than projected. The detail behind the favorable variance is reflected on page 8 of this report.

The favorable factors resulting from June, 2018 could have compounding benefit in FY 2019 and beyond but no change is reflected in the subsequent years at this time. The variances will be evaluated as part of the preparation of the October, 2018 forecast report.

A key component of the district's revenue, state funding, is highly dependent upon enrollment and the potential of legislative influence with the state's next biennial budget beginning July 1, 2019. Enrollment has stabilized over the past couple of years and if continued could result in a state revenue source that provides greater sustainability to Akron's finances.

FY 18 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
20,661,308	▲ 4,642,777	29.0%	Total Revenue	17,106,635	▲ 3,554,673
-	▲ 578,110		Real Estate Taxes	-	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
17,273,146	▲ 1,330,107		State Revenue	16,422,034	▲ 851,112
	-		Prop Tax Allocation		-
3,384,491	▲ 2,731,389		Other Revenue	653,102	▲ 2,731,389
3,671	▲ 3,171		Other Sources	31,499	▼ (27,828)

June		Expenditures		June	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
34,208,203	▲ 803,666	2.4%	Total Expenditures	34,213,470	▼ (5,267)
16,185,129	▼ (188,099)		Salaries	16,926,100	▼ (740,971)
6,354,182	▼ (335,096)		Benefits	6,220,800	▲ 133,382
8,388,594	▼ (108,624)		Purchased Services	8,739,698	▼ (351,103)
1,132,898	▲ 146,978		Supplies	1,056,219	▲ 76,679
1,087,375	▲ 864,814		Capital	985,000	▲ 102,375
183,049	▲ 55,263		Other Expenses	135,654	▲ 47,395
876,976	▲ 368,430		Other Uses & Debt	150,000	▲ 726,976

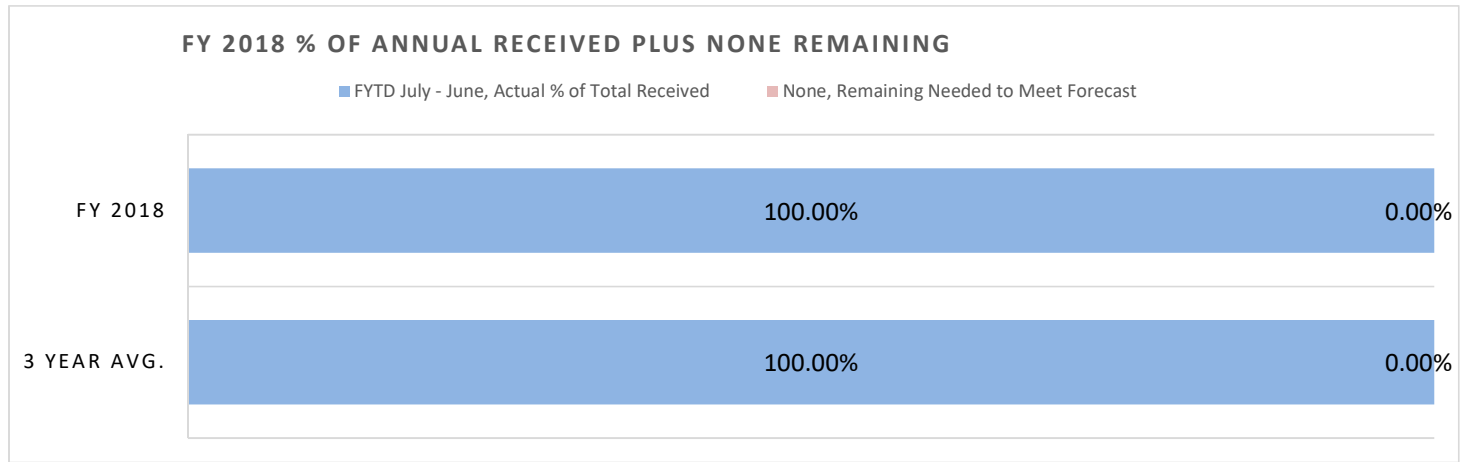
Year-Over-Year Cash Balance Comparison

	FY 2017	FY 2018	Yr-Over-Yr Change
June, End of Month Cash Balance	49,236,514	57,459,580	8,223,066

Fiscal Year 2018 June other revenue was up over FY 2017 by \$2,731,389 because of the timing of Tax Incentive Financing (TIF) payments.

Expenditures for the month of June were up 2.4% over last year.

FY 18 Actual July - June Received As Percentage of Annual Total Revenue

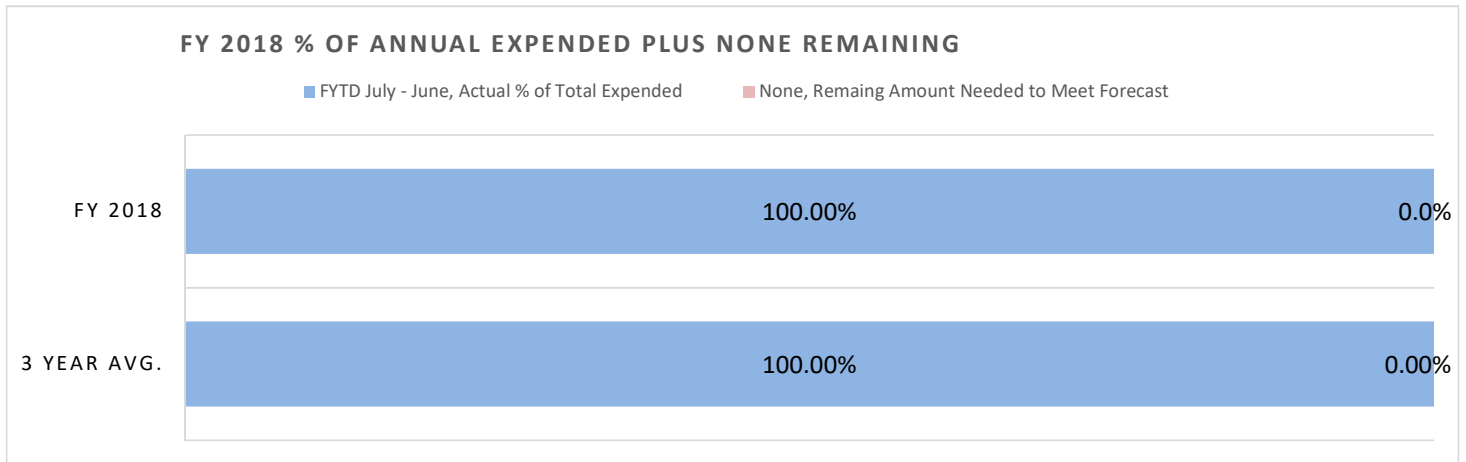


FY 18 Annual Revenue Forecast, FYTD Actual, and Remaining Cash Flow Estimate

July - June Annual			July - June		No Cash Flow Remaining		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
Forecast Amount	YOY Change		FYTD 2018 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
346,820,889	▲ 3.8%	Total Revenue	346,820,888	▲ 3.8%	-	0.0%	-
103,248,883	▼ -0.2%	Real Estate Taxes	103,248,883	▼ -0.2%	-	0.0%	-
10,051,180	▲ 7.4%	Public Utility PP Taxes	10,051,180	▲ 7.4%	-	0.0%	-
-	0.0%	Income Tax	-	0.0%	-	0.0%	-
202,432,342	▲ 3.2%	State Funding	202,432,341	▲ 3.2%	-	0.0%	▼ (1)
14,410,472	▼ -1.0%	Property Tax Allocation	14,410,473	▼ -1.0%	-	0.0%	-
16,041,910	▲ 52.8%	All Other Revenue	16,041,910	▲ 52.9%	-	0.0%	-
636,102	> 100%	Other Sources	636,102	> 100%	-	0.0%	-

Because June is the last month of the fiscal year, 100% of revenue is received.

FY 18 Actual July - June Expended As Percentage of Annual Total Expenditures

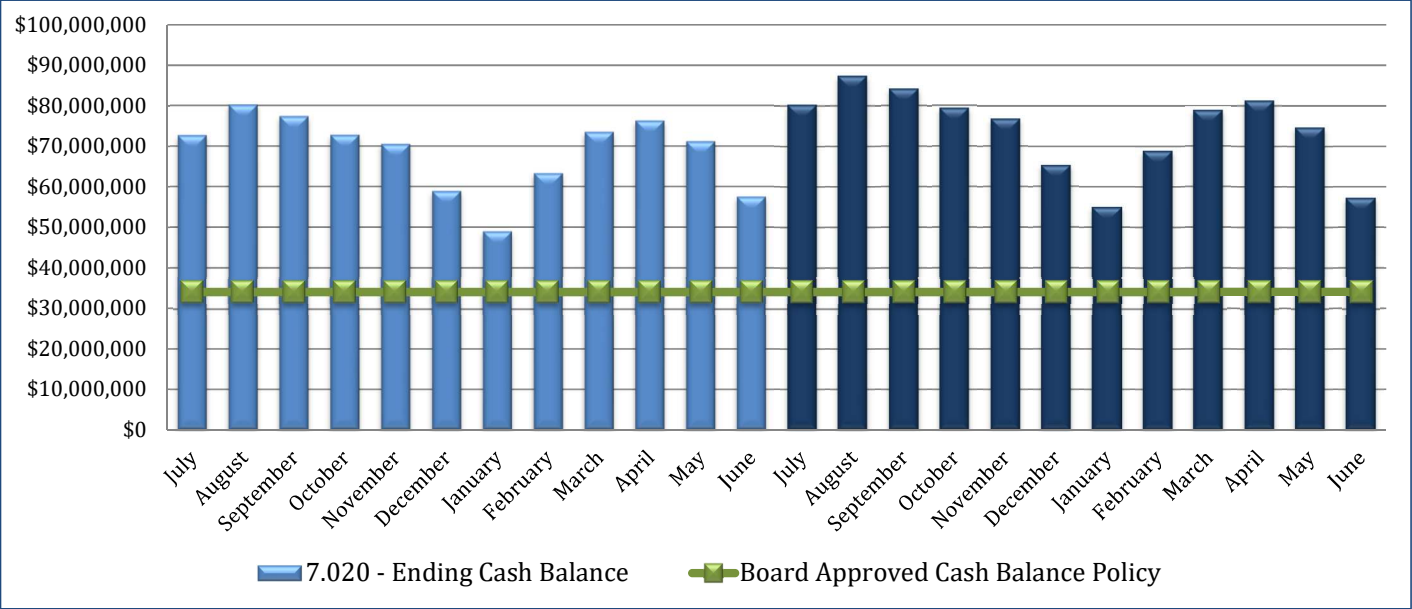


FY 18 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate

July - June Annual			July - June			No Cash Flow Remaining		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
FY 2018 Forecast Amount	YOY Change		FYTD 2018 Actual Amount	YOY Change		Remaining Cash Flow Estimate	YOY Change	
338,597,822	▲ 1.8%	Total Expenditures	338,597,822	▲ 1.8%		-	0.0%	-
167,035,365	▲ 1.5%	Salaries	167,035,365	▲ 1.5%		-	0.0%	-
73,057,330	▼ -0.8%	Benefits	73,057,330	▼ -0.8%		-	0.0%	-
80,458,697	▼ -0.9%	Purchased Services	80,458,697	▼ -0.9%		-	0.0%	-
8,742,171	▲ 18.1%	Supplies	8,742,172	▲ 18.1%		-	0.0%	-
4,244,607	> 100%	Capital	4,244,607	>100%		-	0.0%	-
2,961,969	▼ -11.4%	All Other Expenditures	2,961,969	▼ -11.4%		-	0.0%	-
2,097,682	> 100%	Other Uses	2,097,683	> 100%		-	0.0%	-

Because June is the last month of the fiscal year, 100% of expenditures have occurred.

Monthly Cash Balance Projections



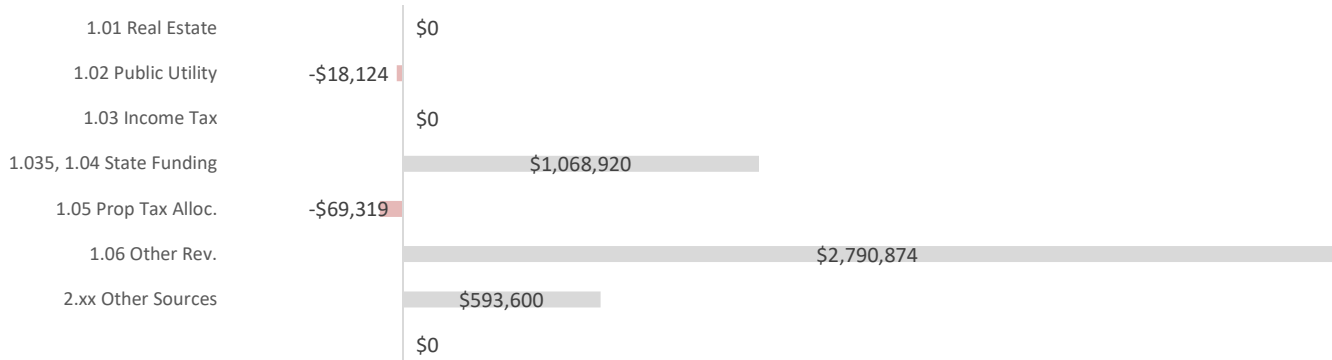
FY 2018

FY 2019

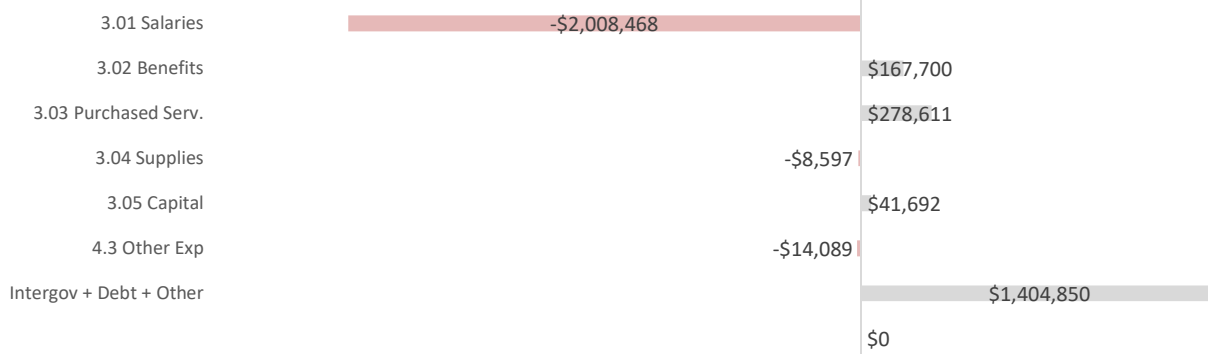
Cash balance is adequate through FY 2019.

FY 2018 Current Forecast Compared to Previous Filed Forecast (May Update)

FY 2018 Current Revenue Forecast Compared to Prior



FY 2018 Current Expenditure Forecast Compared to Prior



Note: Individual category variances between -\$100 and +\$100 are not reflected.

Summary Analysis of Current Compared to Last Filed Forecast

Previous Filed Forecast: May Update	FY 2018 Impact	
Net FY 2018 Revenue Variance	\$4,365,896	
Net FY 2018 Expenditure Variance	-\$138,300	
Net FY 2018 Impact on Ending Cash Balance	\$4,504,197	Favorable
Percentage of Budget	1.33%	

The district's revenue ended FY 2018 with a favorable variance of \$4,365,896. Most of the favorable gain is attributed to other revenue which included additional City of Akron Tax Incentive Financing (TIF) payments. These TIF payments were not included in the forecast, in total, because of uncertainty about the timing of the payments. In addition, other revenue was up because investment earnings were up about \$345,000 over FY 2017. The favorable investment earnings reflect higher interest rates and a stable district cash balance. The state revenue was up modestly in several of the components. None of the revenue variance is forecasted going forward but if warranted will be included in the October forecast report.

Expenditures ended \$138,300 less than forecasted.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
June 2018

Book Balance		Bank Balance	
USAS Accounting System		Month End Bank Account Balances	
Beginning Balance	169,826,981.35	005 - PNC Practical Nursing	-
Plus Receipts	35,765,700.83	007 - PNC Oma Evans	150,320.49
Less Expenditures	48,906,343.77	008 - HNB Schumacher	103.34
Ending Balance	156,686,338.41	009 - STAR Ohio	10,174,380.49
		017 - HNB AP/Payroll/CN/SA	37,927,453.49
		018 - PNC Building Fund	2,014,649.35
Outstanding Checks & Direct Deposits		021 - HNB FSA Account	226,784.74
005 - HNB Practical Nursing Checks	-	025 - KeyBank	9,989,756.23
017 - HNB Accounts Payable Checks	1,704,489.25	037 - USBank Construction	42,458,238.17
017 - HNB Payroll Checks	169,699.51	038 - USBank PI Fund	15,459,842.48
017 - HNB Deposit Outstanding on Munis	536,891.14	039 - USBank General Fund	43,221,340.61
	2,411,079.90		
			161,622,869.39
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	922,561.78	022 - HNB CD	35,313.60
State Tax	189,348.90	029 - HNB CD	5,000.00
City Tax	443,553.55	030 - HNB CD	-
SERS	154,513.23	032 - HNB CD	92,669.39
School District Income Tax	2,036.88		132,982.99
STRS	885,684.22		
AXA	40,815.31	Flex Spending Account	
Valic	-	Prefunded Account	-
Ameriprise	6,412.50	Withdrawals (Claims)	-
Lincoln	-	Settlement Credit	-
Ohio Deferred Comp	14,531.60	Service Charges	-
MG Trust (Aspire)	125.00		-
Towpath	-		
	2,659,582.97		
Miscellaneous Book Adjustments		Miscellaneous Bank Adjustments	
021 - Inventory Allowance	-	Petty Cash	1,000.00
022 - Insurance Accrual	-	Bank Charges to be Refunded	-
Timing Differences in Accounts Payable	-	Outstanding Items	148.90
Timing Differences in Accounts Receivable	-		
	-		1,148.90
Adjusted Book Balance	\$ 161,757,001.28	Adjusted Bank Balance	\$ 161,757,001.28