



**Akron Public
Schools.**

Monthly Financial Report

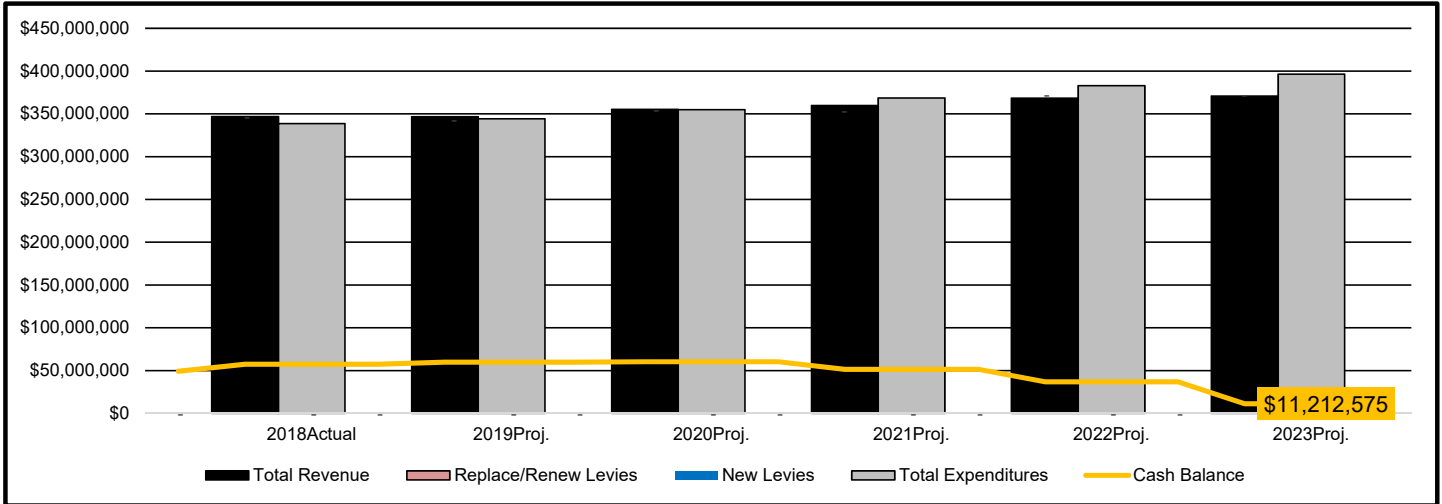
FY 2019 Cash Flow Activity Through: December

Ryan Pendleton, CFO

1/19/2019

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**Current Forecast Results through December
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.

Revenue was up in December because of the timing of Tax Incentive Financing payments.

Total FY 2019 expenditures through December are running higher than estimated and as page 6 indicates the expenditures could top the original forecasted amounts.

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)	2,431,787	382,746	(8,788,718)	(14,536,404)	(25,736,415)

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

The district is expected to have slight revenue surplus through FY 2020. However, projected revenue shortfalls occur at increasing levels beginning in FY 2021.

FY 19 Analysis of Month of December Actual and Estimated

December		Revenue		
Actual Cash Flow For the Month	Actual Compared to Last Year		December Estimated For the Month	December Actual Compared to Estimated
19,719,689	▲ 2,031,155	11.5%	Total Revenue	17,284,432 ▲ 2,435,257
-	-		Real Estate Taxes	-
-	-		Public Utility PP Taxes	-
-	-		Income Tax	-
17,739,531	▲ 472,079		State Revenue	16,973,046 ▲ 766,484
-	-		Prop Tax Allocation	-
1,980,159	▲ 1,564,978		Other Revenue	311,386 ▲ 1,668,773
-	▼ (5,901)		Other Sources	-

December		Expenditures		
Actual Cash Flow For the Month	Actual Compared to Last Year		December Estimated For the Month	December Actual Compared to Estimated
28,232,485	▼ (992,462)	-3.4%	Total Expenditures	28,109,582 ▲ 122,903
14,840,175	▼ (374,428)		Salaries	14,500,000 ▲ 340,175
5,878,899	▼ (586,778)		Benefits	6,405,677 ▼ (526,778)
6,723,073	▲ 278,389		Purchased Services	6,625,135 ▲ 97,938
389,305	▲ 63,012		Supplies	332,819 ▲ 56,486
206,232	▼ (15,706)		Capital	221,938 ▼ (15,706)
194,802	▲ 169,229		Other Expenses	24,013 ▲ 170,789
-	▼ (526,179)		Other Uses & Debt	-

Year-Over-Year Cash Balance Comparison

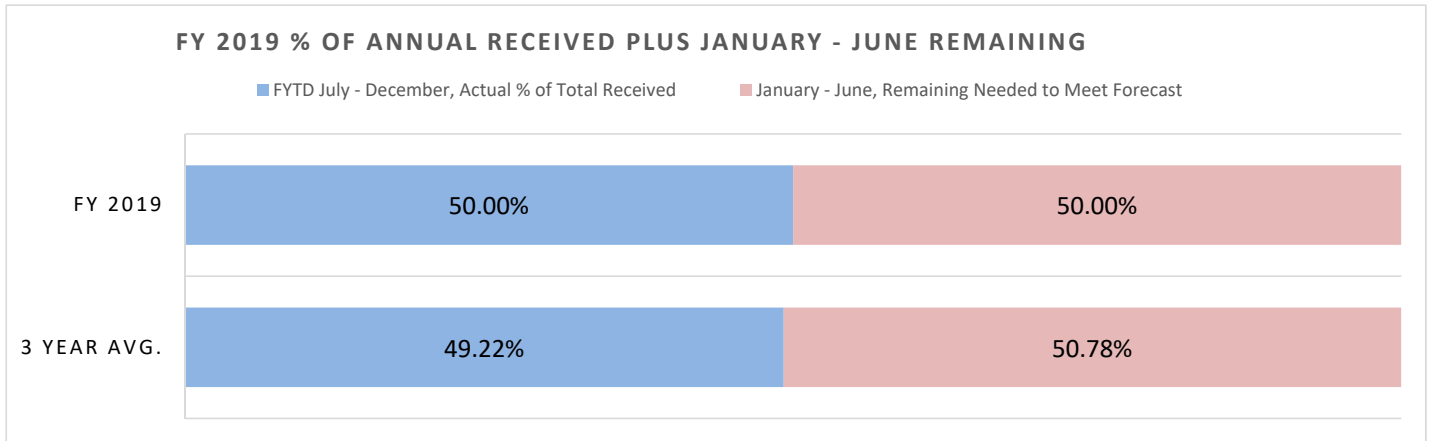
	FY 2018	FY 2019	Yr-Over-Yr Change
December, End of Month Cash Balance	58,829,573	65,059,360	6,229,788

Revenue in December was up primarily because of the timing of Tax Incentive Payments to the district, state revenue was up in alignment with the annual projected increase.

Expenditures were down -3.4% year-over-year but overall estimates were in line with actual results.

The general fund cash balance is up \$6,229,788 compared to a year ago.

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



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

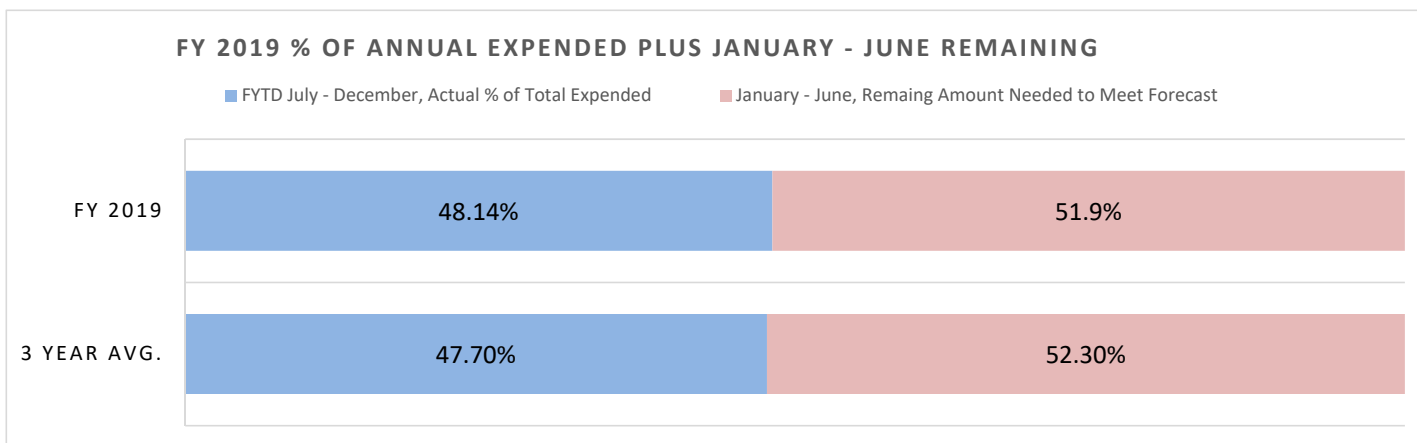
July - June Annual		July - December		January - June		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
Forecast Amount	YOY Change	FYTD 2019 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
346,606,380	▼ -0.1%	Total Revenue	173,294,164 ▲ 1.7%	173,314,212	▼ -1.8%	▲ 1,996
102,457,899	▼ -0.8%	Real Estate Taxes	48,457,135 ▼ -0.1%	54,000,765	▼ -1.3%	▲ 1
10,473,036	▲ 4.2%	Public Utility PP Taxes	5,098,458 ▲ 3.0%	5,374,578	▲ 5.4%	-
-	0.0%	Income Tax	-	-	0.0%	-
205,979,241	▲ 1.8%	State Funding	104,231,335 ▲ 1.9%	101,747,907	▲ 1.6%	-
14,318,596	▼ -0.6%	Property Tax Allocation	7,171,315 ▼ -1.3%	7,147,281	▲ 0.0%	-
13,153,071	▼ -18.0%	All Other Revenue	8,142,416 ▲ 11.7%	5,010,655	▼ -42.7%	-
224,537	▼ -64.7%	Other Sources	193,505 > 100%	33,026	▼ -94.2%	▲ 1,994

Note: Remaining Estimated Cash Flow, if realized, would result in total revenue being \$1,996 higher than forecast.

The district has received 50.0% of its total annual revenue which is running ahead of the three-year average of 49.22%.

The actual plus remaining estimated cash flow support the annual projections.

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



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

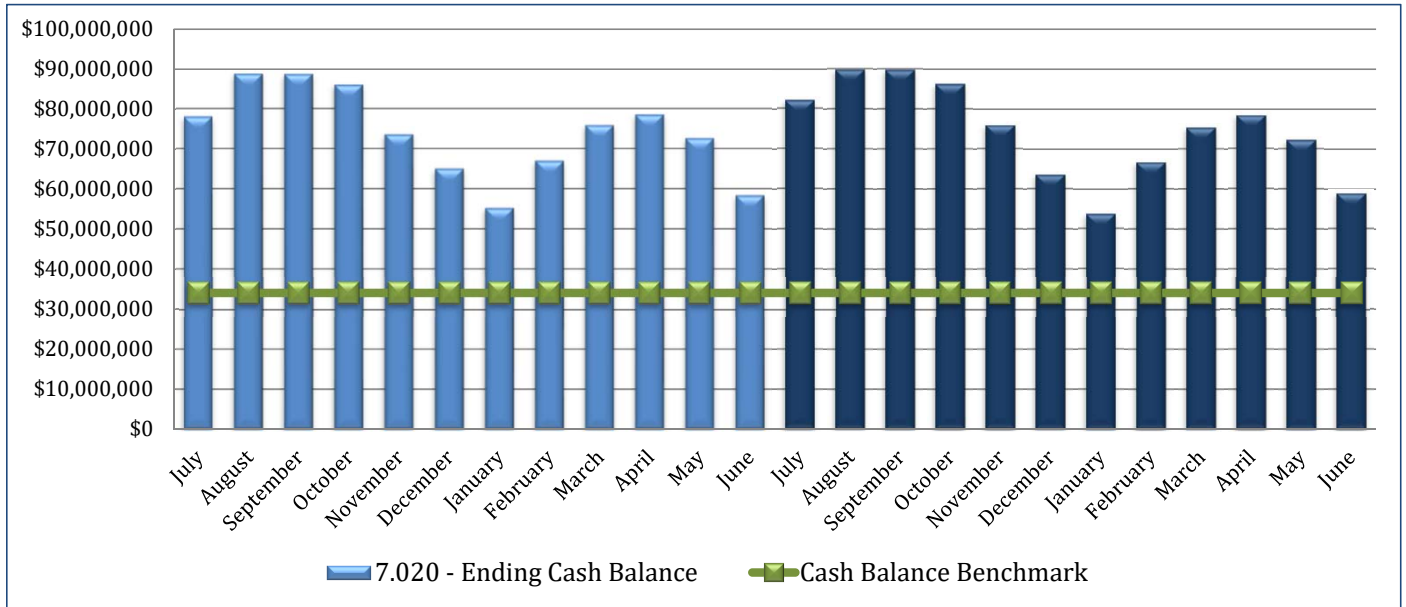
July - June Annual		July - December		January - June		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
Forecast Amount	YOY Change	FYTD 2019 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
344,174,593	▲ 1.6%	165,694,384	▲ 3.0%	179,993,905	▲ 1.2%	▲ 1,513,696
Total Expenditures						
173,716,258	▲ 4.0%	85,164,422	▲ 5.8%	89,781,304	▲ 3.7%	▲ 1,229,469
72,926,307	▼ -0.2%	35,087,483	▼ -2.8%	37,530,336	▲ 1.6%	▼ (308,488)
81,215,547	▲ 0.9%	35,814,367	▼ -0.6%	45,702,127	▲ 2.9%	▲ 300,947
8,610,863	▼ -1.5%	5,420,037	▲ 26.5%	3,387,311	▼ -24.0%	▲ 196,485
4,384,202	▲ 3.3%	2,486,681	▲ 12.8%	1,821,450	▼ -10.7%	▼ (76,072)
3,191,416	▲ 7.7%	1,645,500	▲ 42.4%	1,717,734	▼ -4.9%	▲ 171,818
130,000	▼ -93.8%	75,894	▼ -86.0%	53,642	▼ -96.6%	▼ (464)

Note: Remaining Estimated Cash Flow, if realized, would result in total expenditures being \$1,513,696 higher than forecast.

The district has expended 48.14% of the annual forecasted total for FY 2019 which is higher than the three-year average of 47.7%. This acceleration in the timing of expenditures could lead to some increase to the forecasted FY 2019.

The forecasted FY 2019 expenditure are expected to grow 1.6% but spending to-date is up 3.0%. The salary and benefit categories are contributing the most to the potential forecast unfavorable variance of \$1,513,469.

Monthly Cash Balance Projections



FY 2019 **FY 2020**

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



Line	Akron City SD							
	SFPR Data							
	FYE 2014	FYE 2015	FYE 2016	FYE 2017	FYE 2018	Dec #2 FY 2019	Nov #2 FY 2019	Oct #2 FY 2019
1	27,192.41	27,068.01	26,788.77	26,692.59	26,528.25	26,422.30	26,528.36	26,467.26
		-0.46%	-1.03%	-0.36%	-0.62%	-0.40%	0.40%	-0.23%
2	27,192.81	27,067.00	26,788.47	26,692.23	26,528.11	26,422.69	26,528.75	26,467.75
		-0.46%	-1.03%	-0.36%	-0.61%	-0.40%	0.40%	-0.23%
3	20,649.81	20,179.10	19,986.65	20,146.93	20,035.58	20,071.82	20,097.27	20,099.03
		-2.28%	-0.95%	0.80%	-0.55%	0.18%	0.13%	0.01%
4	21,156.80	20,779.70	20,579.55	20,804.37	20,696.85	20,720.67	20,751.63	20,740.50
		-1.78%	-0.96%	1.09%	-0.52%	0.12%	0.15%	-0.05%
5	506.99	600.60	592.90	657.44	661.27	648.85	654.36	641.47
		18.46%	-1.28%	10.89%	0.58%	-1.88%	0.85%	-1.97%
6	1,755.93	1,871.69	1,981.31	2,080.91	2,064.61	1,992.23	2,001.54	1,985.07
		6.59%	5.86%	5.03%	-0.78%	-3.51%	0.47%	-0.82%
7	3,711.10	3,761.15	3,454.58	3,041.30	2,955.60	2,810.51	2,879.84	2,839.50
		1.35%	-8.15%	-11.96%	-2.82%	-4.91%	2.47%	-1.40%
8	1,075.47	1,255.06	1,365.93	1,423.09	1,472.32	1,547.58	1,549.55	1,544.10
		16.70%	8.83%	4.18%	3.46%	5.11%	0.13%	-0.35%
9	0.50	-	-	-	-	0.55	0.55	0.05
		-100.00%	0.00%	0.00%	0.00%	0.00%	0.00%	-90.91%
10	1,185.15	1,363.07	1,513.93	1,738.17	1,862.91	1,863.77	1,862.90	1,863.35
		15.01%	11.07%	14.81%	7.18%	0.05%	-0.05%	0.02%
11	24,697.31	24,555.37	24,160.72	24,106.94	23,883.33	23,721.68	23,500.63	23,500.63
		-0.57%	-1.61%	-0.22%	-0.93%	-0.68%	-0.93%	0.00%
12	90.82%	90.72%	90.19%	90.31%	90.03%	89.78%	88.59%	88.79%
		-0.11%	-0.58%	0.14%	-0.31%	-0.28%	-1.33%	0.23%
13	4,632.92	4,678.30	4,646.49	4,537.93	4,617.30	4,713.46	4,675.32	4,569.33
		0.98%	-0.68%	-2.34%	1.75%	2.08%	-0.81%	-2.27%

* Contract JVS not available on SFPR in FY2015

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The first four lines of enrollment data above indicate very little year-over-year change in terms of formula ADM and students served.

Additionally, the district's monthly submissions have resulted in stable enrollment counts as there has been little fluctuation from Oct #2 to Dec #2.

The tuition based, or outgoing students reveal favorable net results so far, compared to FY 2018 year-end. The Line 6 open enrollment 'out' ADM is down 72, line 7 community school ADM is down 145, line 8 scholarship ADM is up 75 students.

The economic disadvantaged percentage has slipped -0.28%, special education ADM is up 96 students.

**AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
Dec 2018**

Book Balance	Bank Balance
USAS Accounting System	Month End Bank Account Balances
Beginning Balance 168,488,703.93	005 - PNC Practical Nursing -
Plus Receipts 31,934,580.60	007 - PNC Oma Evans 148,449.04
Less Expenditures 40,204,313.79	008 - HNB Schumacher 103.34
Ending Balance <u>160,218,970.74</u>	009 - STAR Ohio 10,287,865.99
Outstanding Checks & Direct Deposits	017 - HNB AP/Payroll/CN/SA 41,186,634.97
005 - HNB Practical Nursing Checks -	018 - PNC Building Fund 2,017,011.47
017 - HNB Accounts Payable Checks 475,390.97	021 - HNB FSA Account 89,554.89
017 - HNB Payroll Checks 89,296.01	025 - KeyBank 10,099,466.49
017 - HNB Deposit Outstanding on Munis -	037 - USBank Construction 34,040,861.21
564,686.98	038 - USBank PI Fund 15,579,572.69
	039 - USBank General Fund 48,556,421.41
	162,005,941.50
Pending Payroll Deductions	Local Grant/Benefit CD's
Federal/Medicare Withholding -	022 - HNB CD 40,436.24
State Tax 179,646.65	029 - HNB CD 5,000.00
City Tax 412,680.37	030 - HNB CD -
SERS 184,489.87	032 - HNB CD 92,669.39
School District Income Tax 1,687.91	138,105.63
STRS 824,301.52	
AXA -	Flex Spending Account
Valic 40.00	Prefunded Account -
MG Trust 3,571.49	Withdrawals (Claims) 137,199.50
Ameriprise 4,687.50	Settlement Credit 30.35
Lincoln -	Service Charges -
Ohio Deferred Comp 10,332.43	137,229.85
Towpath -	
1,621,437.74	
Miscellaneous Book Adjustments	Miscellaneous Bank Adjustments
021 - Inventory Allowance 83,422.18	Petty Cash 1,000.00
022 - Insurance Accrual (194,639.47)	Bank Charges to be Refunded -
Timing Differences in Accounts Payable (2,226.44)	Outstanding Items 9,374.75
Timing Differences in Accounts Receivable -	10,374.75
(113,443.73)	
Adjusted Book Balance \$ 162,291,651.73	Adjusted Bank Balance \$ 162,291,651.73