



**Akron Public
Schools®**

Monthly Financial Report

For the F.Y. 2017 Month Ending: October

11/17/2016

Ryan Pendleton, CFO



Table of Contents

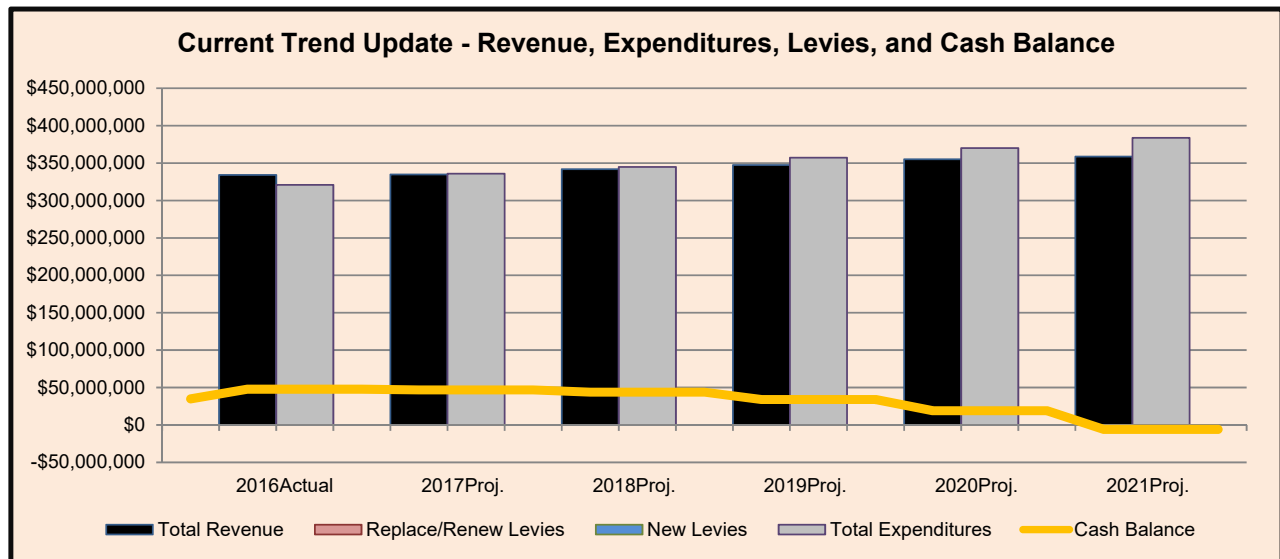
Overview	3
Updated Forecast Trend For The Month of October, F.Y. 2017	4
Fiscal Year To Date -- Year-Over-Year Revenue Comparison	5
Fiscal Year To Date -- Year-Over-Year Expenditure Comparison	6
Fiscal Year To Date (July - October) Actual Revenue Compared to Estimates	7
Fiscal Year To Date (July - October) Actual Expenditures Compared to Estimates	8
Monthly Cash Balance Estimates Fiscal Years 2017 and 2018	9

Overview

Page

- 4 What are the current forecast trends?
- 5 How does fiscal year-to-date revenue compare to prior years?
- 6 How do fiscal year-to-date expenditures compare to prior years?
- 7 How do FYTD revenue cash flow estimates compare to actual?
- 8 How do FYTD expenditure cash flow estimates compare to actual?
- 9 Monthly cash flow estimates

Updated Forecast Trend For The Month of October, F.Y. 2017



Projected Revenue Surplus/(Shortfall) by Year					
	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Revenue Surplus/ (Shortfall)	(\$1,076,149)	(\$3,017,199)	(\$9,732,720)	(\$15,038,710)	(\$24,939,152)

Forecast Updated Trend			
Compared to Updated Trend Forecast as of 11/17/2016			
Variance between Prior and Current Forecast:	2017	2018	2019
Current Forecast Revenue Trend OVER/ UNDER Prior	-0.04%	0.02%	-0.06%
Current Forecast Expenditure Trend OVER/ UNDER Prior	0.00%	0.00%	0.00%
Cumulative Variance \$\$\$ Impact on Ending Cash Balance	(\$134,517)	(\$75,774)	(\$299,174)

What are the current forecast trends?

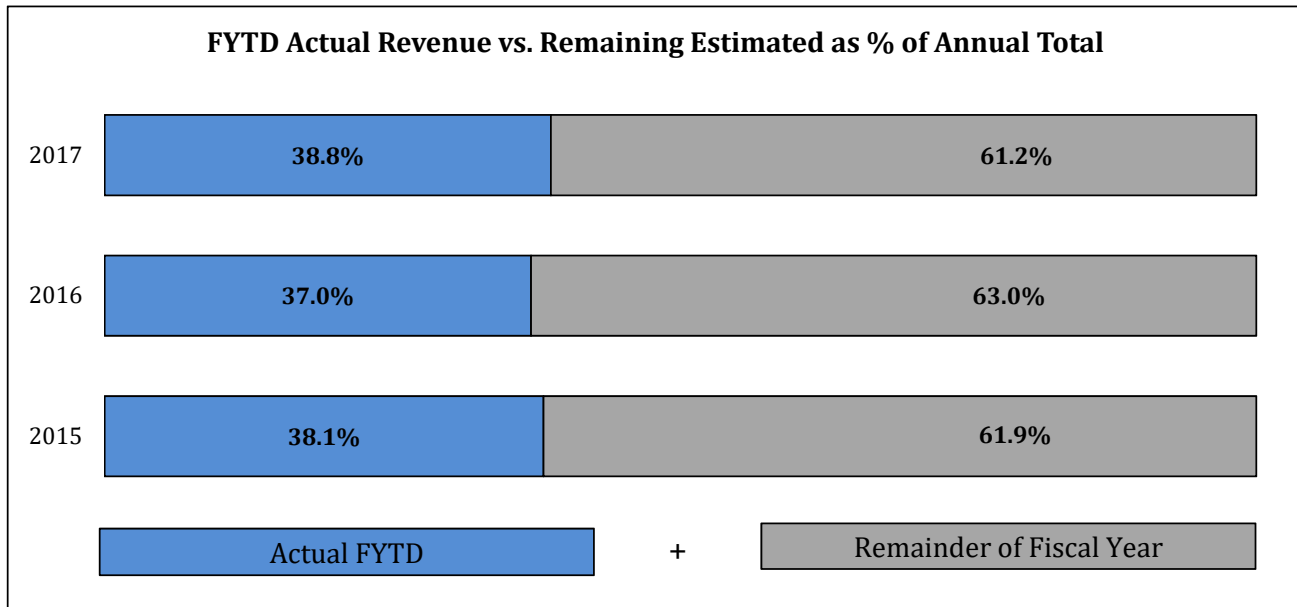
Consistent with previous forecast the trend is toward revenue shortfall.

The revenue and expenditures through October, 31, 2016 are in line with estimates for the year. There are some timing issues with 'other revenue', 'capital', and 'supplies'. These categories are presently expected to meet annual estimates.

The forecast approved in October, 2016 included continued reductions in buildings and the best allocation of existing resources to meet student needs.

Fiscal Year To Date -- Year-Over-Year Revenue Comparison

Analysis of actual revenue for the fiscal year period July - October.



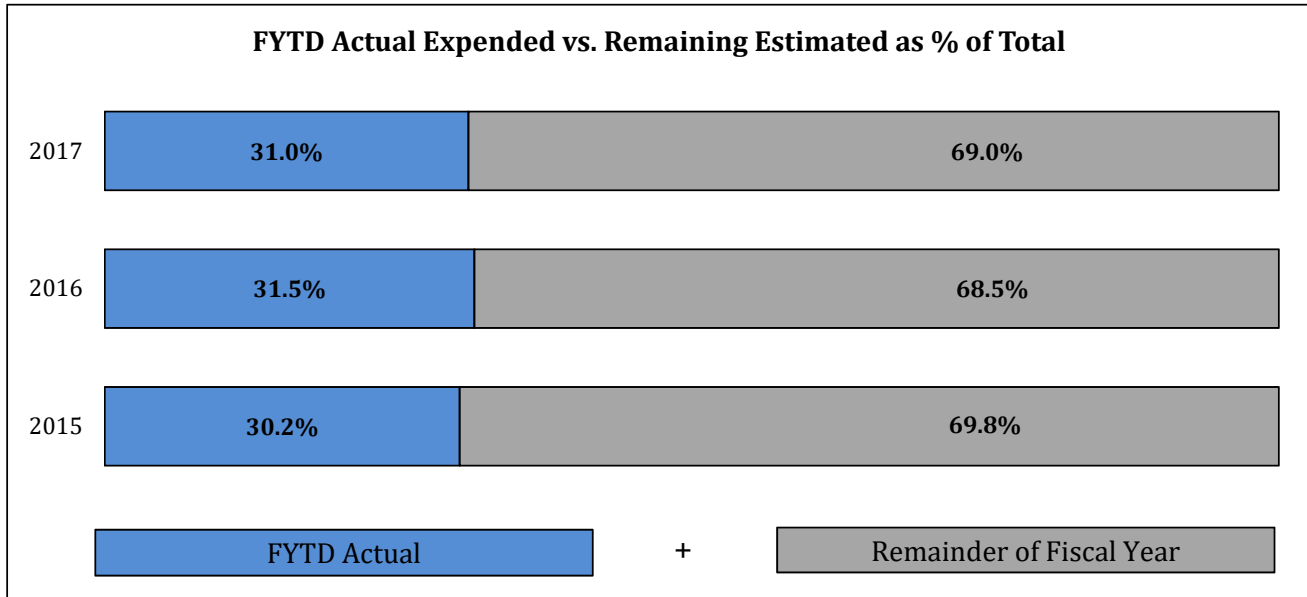
Percent of Annual Total		Actual Fiscal Year To Date Revenue, July - October			F.Y. 2017	
		2015 FYTD	2016 FYTD	2017 FYTD	YOY Change	
30.8%	Real Estate Taxes	48,751,304	48,389,843	49,409,779	\$ 1,019,936	2.1%
0.0%	Public Utility PP Taxes	4,043,994	4,174,991	4,398,371	\$ 223,380	5.4%
0.0%	Income Tax	-	-	-	\$ -	0.0%
58.5%	State Aid (Formula + Rest)	60,847,301	64,653,803	65,978,466	\$ 1,324,663	2.0%
4.4%	State Tax Reimb.	7,545,377	1,397,649	7,323,766	\$ 5,926,117	424.0%
3.7%	Other Revenue	2,136,750	5,038,709	2,596,289	\$ (2,442,420)	-48.5%
0.0%	Other Sources	3,980	18,036	29,091	\$ 11,055	61.3%
100%	Total Revenue	123,328,704	123,673,031	129,735,762	\$ 6,062,730	4.9%
Total YOY Percentage Change					4.9%	

How does fiscal year-to-date revenue compare to prior years?

Revenue is up 4.9% over last year. The increase would have been greater except that other revenue is down due to the timing of tax incentive payments from the city and the county.

Fiscal Year To Date -- Year-Over-Year Expenditure Comparison

Analysis of Actual Expenditures for the fiscal year period July - October.

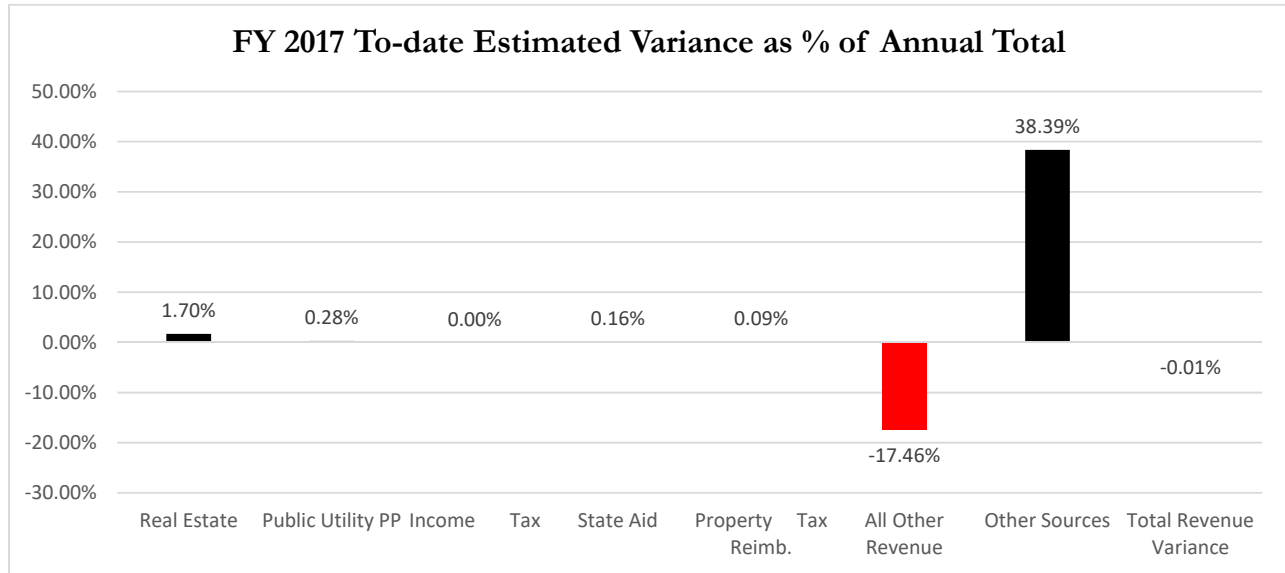


Percent of Annual Total		Actual Fiscal Year To Date Expenditures, July - October			F.Y. 2017		
		2015 FYTD	2016 FYTD	2017 FYTD	YOY Change		
48.8%	Salaries	47,778,991	49,240,011	50,225,553	\$ 985,542		2.0%
21.9%	Benefits	19,399,983	21,367,069	23,104,295	\$ 1,737,226		8.1%
24.7%	Purchased Services	23,014,864	24,796,521	26,121,851	\$ 1,325,330		5.3%
2.2%	Supplies	2,342,415	2,265,603	2,483,212	\$ 217,609		9.6%
1.3%	Capital	591,365	2,096,759	673,171	\$ (1,423,588)		-67.9%
0.0%	Debt, Intergov	-	-	-	\$ -		0.0%
1.0%	Other Objects	1,137,117	1,240,371	1,276,857	\$ 36,486		2.9%
0.1%	Other Uses	75,954	17,003	181,130	\$ 164,127		965.3%
100%	Total Expenditures	94,340,689	101,023,337	104,066,068	\$ 3,042,731		
		Total YOY Percentage Change			3.0%		

How do fiscal year-to-date expenditures compare to prior years?

Fiscal year to-date expenditures are up 3.0% over last year at this time. The variance would be higher except that capital outlay expenses are down significantly as detailed in the estimate section of this report; appear to be a matter of timing. It is believed that the year-over-year increase is in line with annual projections.

Fiscal Year To Date (July - October) Actual Revenue Compared to Estimates

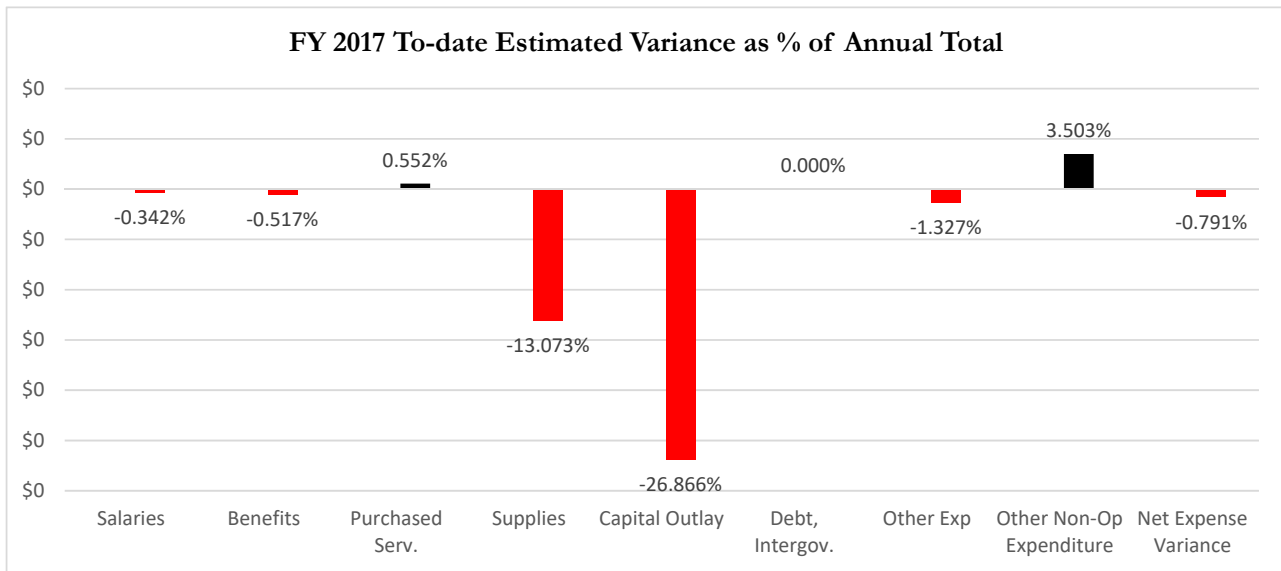


		2017 FYTD	2017 FYTD	2017 FYTD
		Actual	Estimated	Actual Over/
		July	July	(Under)
		through	through	Estimated
		October	October	Variance
Revenue:				
For the F.Y. 2017 Period: July - October				
K	Real Estate Taxes	49,409,779	47,656,027	1,753,752
L	Public Utility PP Taxes	4,398,371	4,373,460	24,911
M	Income Tax	-	-	-
N	State Aid (Formula + Restricted)	65,978,466	65,672,488	305,978
P	State Tax Reimb.	7,323,766	7,310,958	12,808
Q	Other Revenue	2,596,289	4,752,704	(2,156,415)
R	Total Operating Revenue	129,706,670	129,765,637	(58,967)
S	Other Non-Op Revenue	29,091	16,808	12,283
T	Total Operating Revenue Plus Other Sources	129,735,762	129,782,445	(46,683)

How do FYTD revenue cash flow estimates compare to actual?

Revenue is within -0.01% of estimated but there one significant variance to note. The other revenue category is \$2,156,415 less than estimated because of tax incentive payments from the city and the county. The timing of these receipts are delayed relative to last year and are being monitored. For now it is believed that the payments are still to be received and the variance is a matter of timing.

Fiscal Year To Date (July - October) Actual Expenditures Compared to Estimates

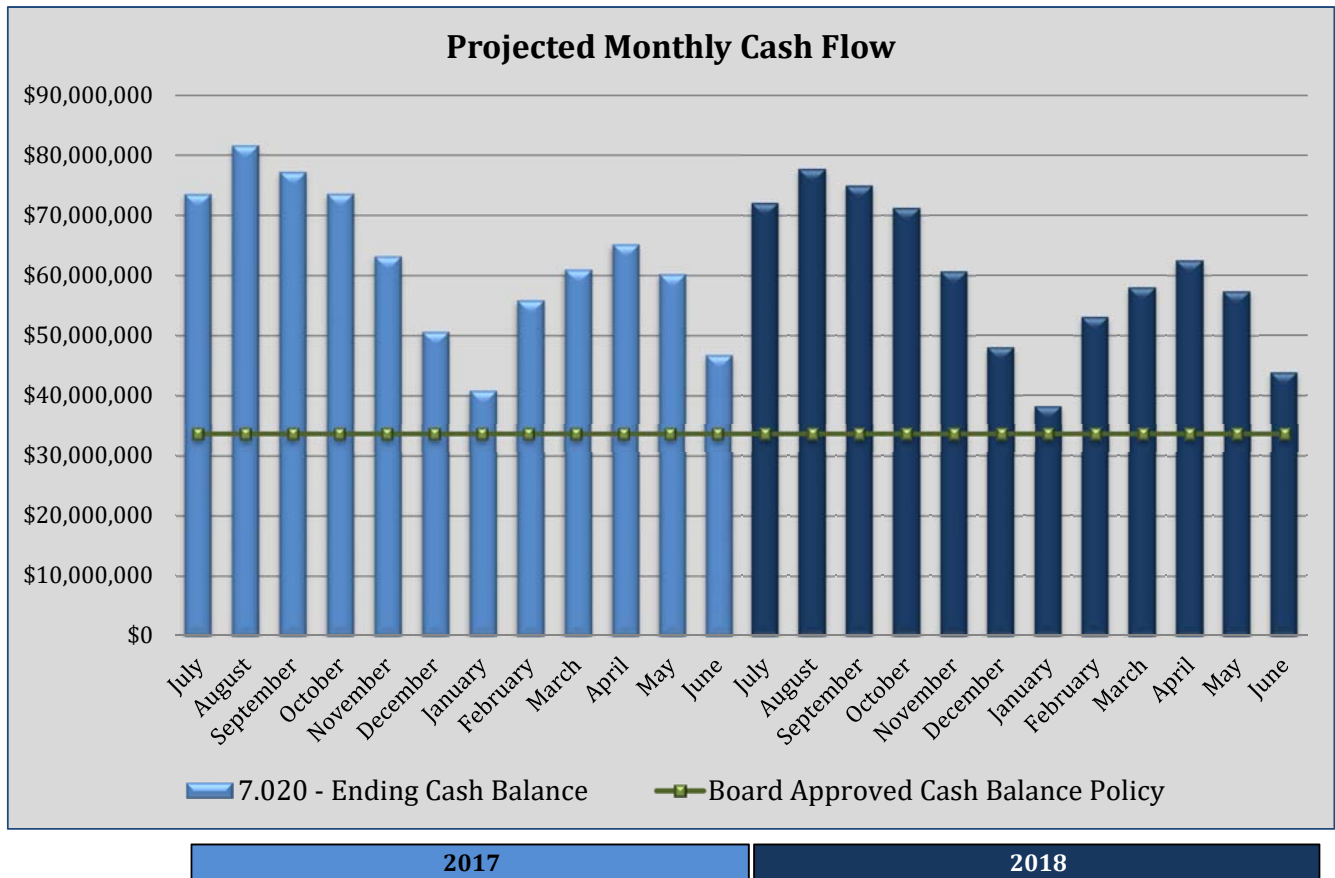


		Actual	Estimated	Actual Over/
		July - October	July - October	(Under) Estimate Variance
Expenditures:				
For the F.Y. 2017 Period: July - October				
K	Salaries	50,225,553	50,785,589	(560,036)
L	Benefits	23,104,295	23,484,790	(380,495)
M	Purchased Services	26,121,851	25,664,332	457,519
N	Supplies	2,483,212	3,455,467	(972,255)
O	Capital	673,171	1,836,688	(1,163,517)
P	Debt, Intergov.	-	-	-
Q	Other Objects	1,276,857	1,321,704	(44,847)
R	Total Operating Expenditures	103,884,938	106,548,570	(2,663,632)
S	Other Non-Op Expenditures	181,130	175,000	6,130
T	Total Operating Expenditures Plus Other Uses	104,066,068	106,723,570	(2,657,502)

How do FYTD expenditure cash flow estimates compare to actual?

Total expenditures are within -0.784% of estimated. While expenditures to date are \$2.6 million less than estimated the majority of this variance is believed to be the timing of expenses. The supply and capital categories are the majority of the variance and these categories are still expected to total the annual projected amount.

Monthly Cash Balance Estimates Fiscal Years 2017 and 2018



Monthly cash flow estimates

Monthly cash flow reserves are adequate to cover the monthly fluctuation between revenue and expenditure timing.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
Oct 2016

Book Balance		Bank Balance	
USAS Accounting System		Month End Bank Account Balances	
Beginning Balance	159,990,418.23	002 - First Merit Student Activity	627,376.32
Plus Receipts	63,205,572.80	005 - PNC Practical Nursing	11,299.50
Less Expenditures	39,968,205.51	007 - PNC Oma Evans	150,516.02
Ending Balance	183,227,785.52	008 - First Merit Schumacher	62.79
		015 - PNC Judy Resnik	5,621.03
Outstanding Checks & Direct Deposits		017 - First Merit AP/Payroll/CN	6,512,772.69
002 - First Merit Student Activity Checks	2,691.52	018 - PNC Building Fund	2,011,640.38
005 - FM Practical Nursing Checks	11,267.00	026 - 5th/3rd	-
007 - PNC Oma Evans Checks	500.00	034 - PNC General Fund Money Market	-
017 - First Merit Accounts Payable Checks	1,036,830.75	037 - USBank Construction	70,096,472.10
017 - First Merit Payroll Checks	177,240.56	038 - USBank PI Fund	15,157,706.94
017 - FM Deposit Outstanding on Munis	-	039 - USBank General Fund	35,466,704.24
018 - PNC Building Fund Checks	-		
	1,228,529.83		130,040,172.01
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	702,710.43	022 - First Merit CD	30,160.78
State Tax	125,761.82	029 - First Merit CD	5,000.00
City Tax	342,028.84	030 - First Merit CD	173,734.95
SERS	350,385.48	032 - First Merit CD	91,968.78
School District Income Tax	1,532.80		300,864.51
STRS	738,042.42	Investment Sweeps	
Valic	-	002 - First Merit Student Activity	810,000.00
ING (Voya)	-	017 - First Merit AP/Payroll/CN	55,755,000.00
Lincoln	-	018 - PNC Building Fund	-
Ohio Deferred Comp	8,152.44		56,565,000.00
MG Trust (Aspire)	2,667.50	Miscellaneous Bank Adjustments	
Towpath	106,368.51	Petty Cash	1,000.00
	2,377,650.24	Bank Charges to be Refunded	(32.51)
Miscellaneous Book Adjustments		Accounts Payable Returned Check	-
021 - Inventory Allowance	49,096.28	Outstanding Deposit	(5,833.98)
022 - Insurance Accrual	18,108.16	Balancing Adj	-
Timing Differences in Accounts Payable	-		(4,866.49)
	67,204.44		
Adjusted Book Balance	\$ 186,901,170.03	Adjusted Bank Balance	\$ 186,901,170.03