



Akron Public Schools®

Monthly Financial Report

For the F.Y. 2017 Month Ending: September

10/13/2016

Ryan Pendleton, CFO

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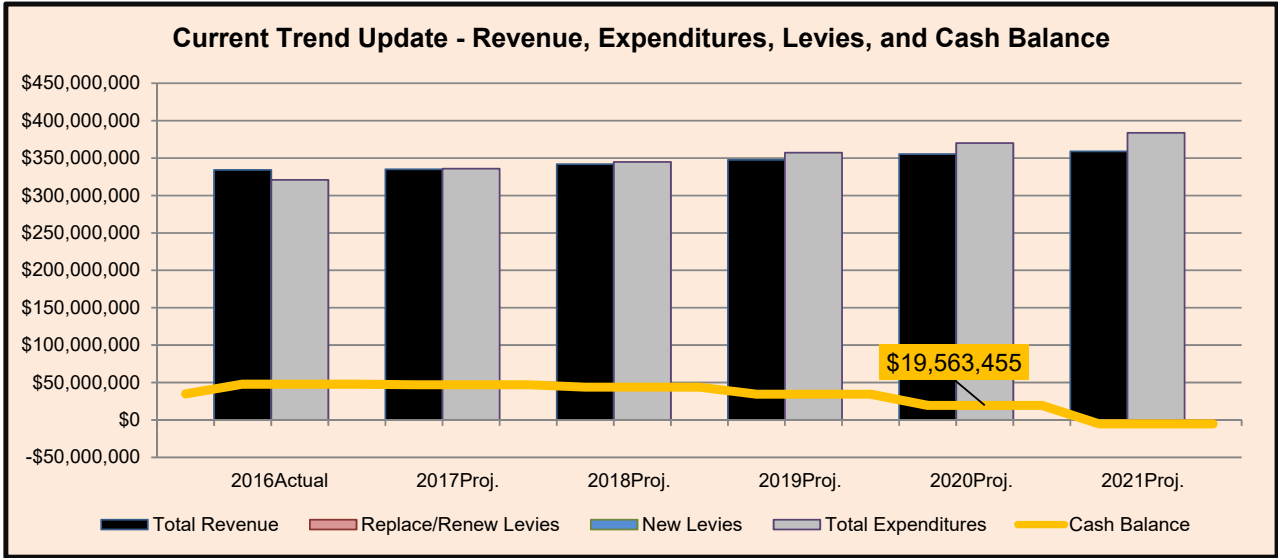
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Updated Forecast Trend For The Month of September, F.Y. 2017



	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Revenue Surplus/ (Shortfall)	(\$941,632)	(\$3,075,942)	(\$9,509,320)	(\$14,816,745)	(\$24,718,798)

Variance between Prior and Current Forecast:	2017	2018	2019
Current Forecast Revenue Trend OVER/ UNDER Prior	1.23%	0.50%	0.34%
Current Forecast Expenditure Trend OVER/ UNDER Prior	0.05%	-0.87%	-0.96%
Cumulative Variance \$\$\$ Impact on Ending Cash Balance	\$5,683,139	\$10,417,395	\$15,066,316

What are the current forecast trends?

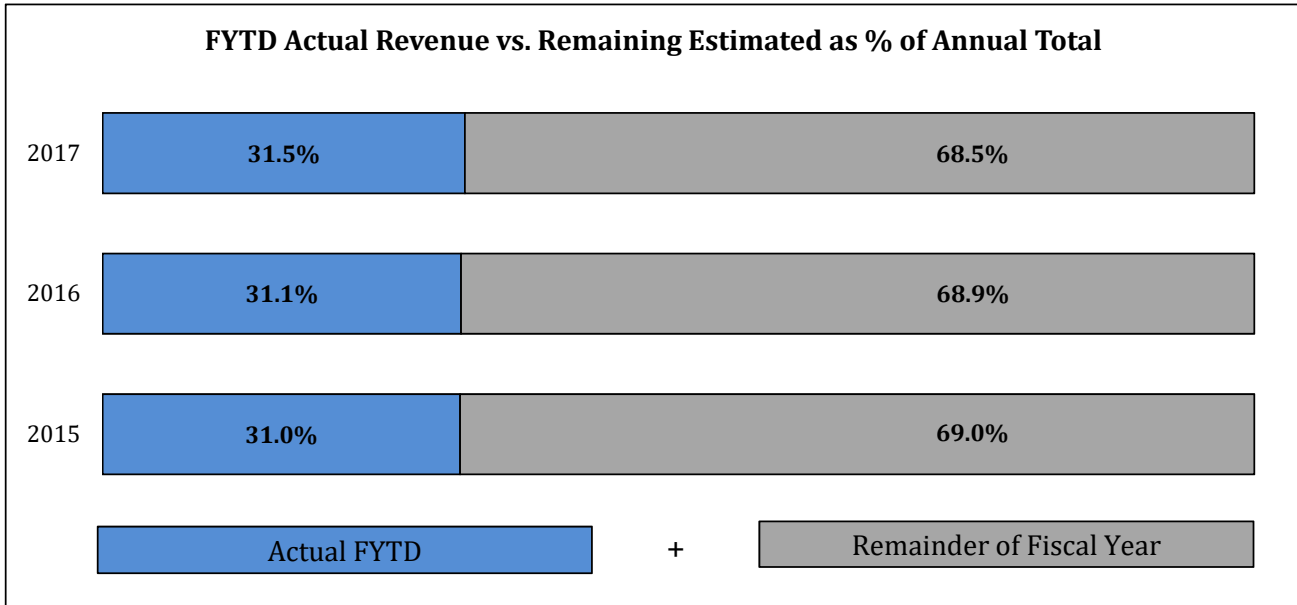
This monthly report is presented in the same month as the district's annual financial forecast.

The district's current forecast continues to reflect a trend toward revenue shortfall but is improved over the previous forecast. The improvement stems from the decision to close additional buildings starting in FY 2018. Also, the district experienced an improved current collection rate of local business real estate taxes.

The current forecast trends with a positive cash balance through FY 2020.

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

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



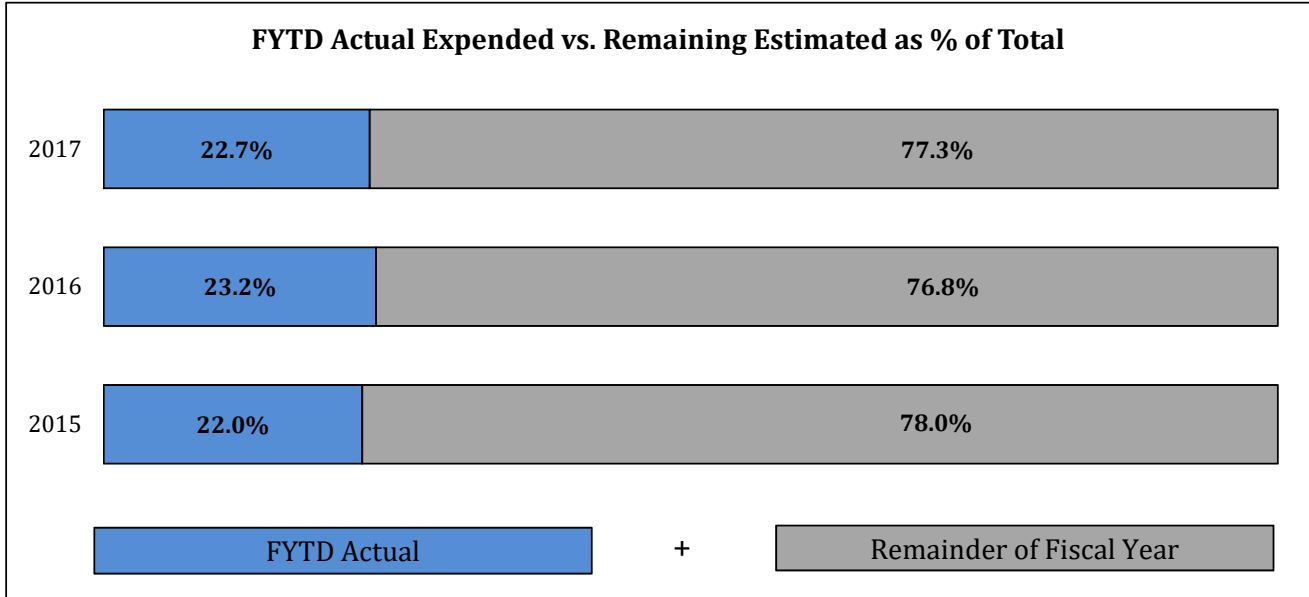
Percent of Annual Total		Actual Fiscal Year To Date Revenue, July - September			F.Y. 2017	
		2015 FYTD	2016 FYTD	2017 FYTD	YOY Change	
30.8%	Real Estate Taxes	48,751,304	48,389,843	49,409,779	\$ 1,019,936	2.1%
0.0%	Public Utility PP Taxes	4,043,994	4,174,991	4,398,371	\$ 223,380	5.4%
0.0%	Income Tax	-	-	-	\$ -	0.0%
58.5%	State Aid (Formula + Rest)	45,893,002	45,404,654	49,396,866	\$ 3,992,212	8.8%
4.4%	State Tax Reimb.	-	1,394,067	-	\$ (1,394,067)	-100.0%
3.7%	Other Revenue	1,772,768	4,596,522	2,170,329	\$ (2,426,193)	-52.8%
0.0%	Other Sources	3,980	10,517	-	\$ (10,517)	-100.0%
100%	Total Revenue	100,465,047	103,970,594	105,375,345	\$ 1,404,751	1.4%
					Total YOY Percentage Change	1.4%

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

Revenue received July through September is 31.5% of the annual total and is in line with prior years. Variances are occurring in some categories. Real estate is up because revenue collections are up for business class local real estate property taxes. State funding is up because of the state's use of more accurate estimates earlier in the fiscal year. State tax reimbursement is down because of timing and the revenue will be received in October. Finally, other revenue is down because of the timing of tax incentive payments from the city and county.

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

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

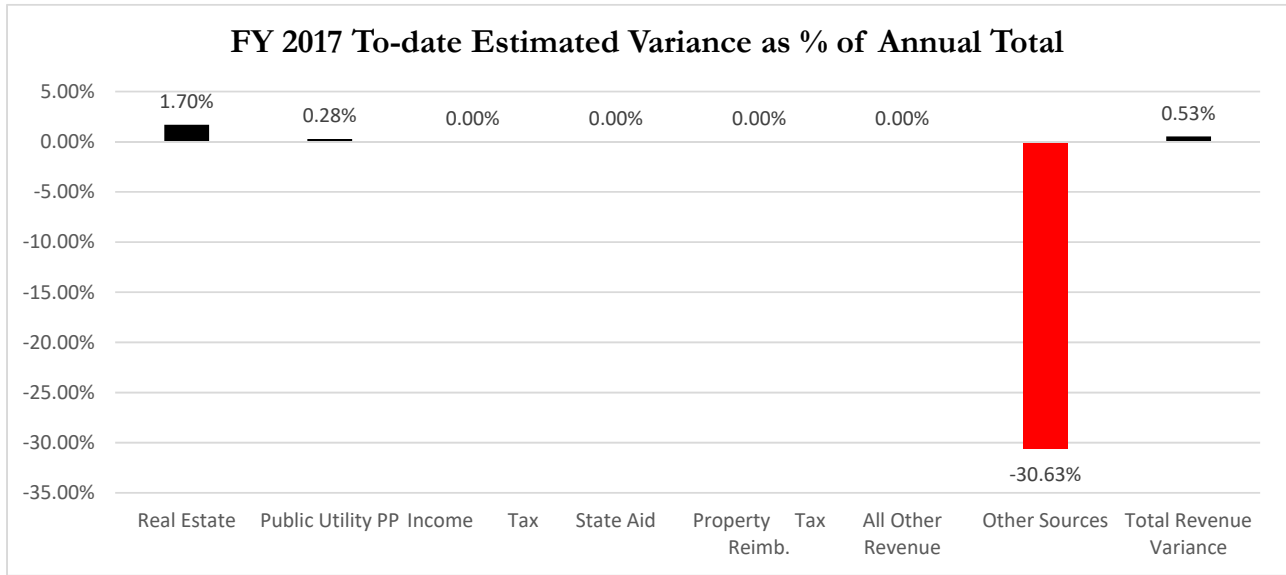


Percent of Annual Total		Actual Fiscal Year To Date Expenditures, July - September			F.Y. 2017	
		2015 FYTD	2016 FYTD	2017 FYTD	YOY Change	
48.8%	Salaries	34,240,884	35,345,276	36,699,171	\$ 1,353,896	3.8%
21.9%	Benefits	14,043,739	15,461,766	16,964,135	\$ 1,502,369	9.7%
24.7%	Purchased Services	16,982,619	18,742,681	19,034,508	\$ 291,827	1.6%
2.2%	Supplies	1,791,238	1,889,183	1,488,736	\$ (400,447)	-21.2%
1.3%	Capital	545,463	1,778,571	590,558	\$ (1,188,013)	-66.8%
0.0%	Debt, Intergov	-	-	-	\$ -	0.0%
1.0%	Other Objects	1,040,220	1,214,322	1,172,422	\$ (41,900)	-3.5%
0.1%	Other Uses	75,954	9,484	175,000	\$ 165,516	1745.2%
100%	Total Expenditures	68,720,117	74,441,283	76,124,530	\$ 1,683,247	
					Total YOY Percentage Change	2.3%

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

Expenditures as a percentage of the annual total are down slightly because of timing. The actual FYTD expenditures are ahead (2.3%) of last year at this time but as a percentage of the total are slightly less.

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

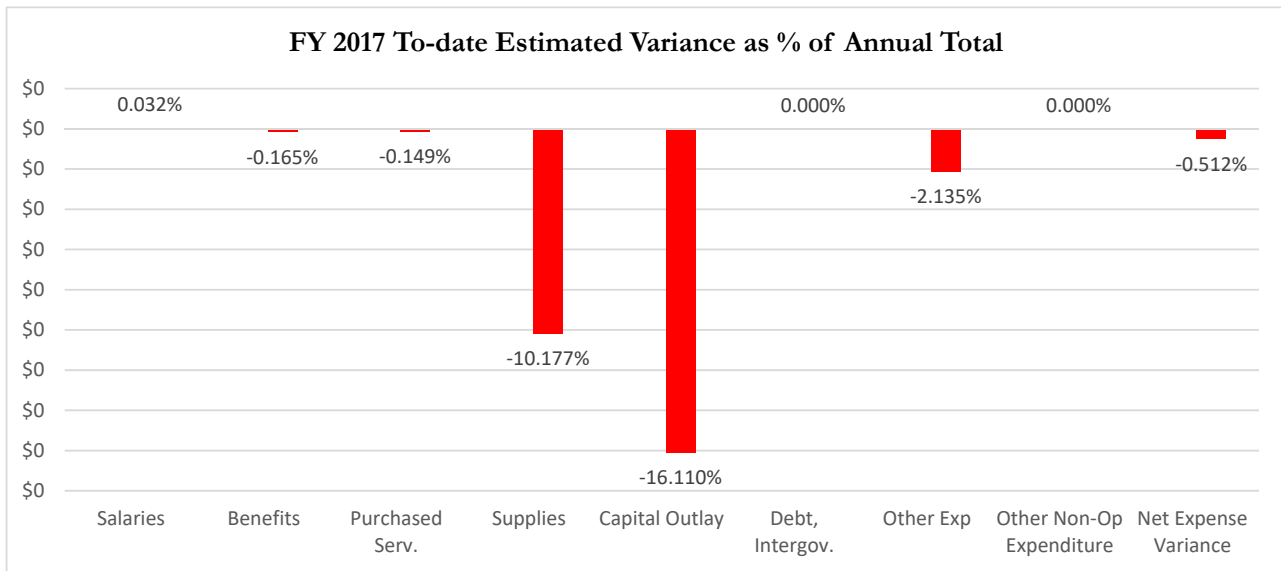


		2017 FYTD	2017 FYTD	2017 FYTD
		Actual	Estimated	Actual Over/
		July	July	(Under)
		through	through	Estimated
		September	September	Variance
Revenue:				
For the F.Y. 2017 Period: July - September				
K	Real Estate Taxes	49,409,779	47,656,027	1,753,752
L	Public Utility PP Taxes	4,398,371	4,373,460	24,911
M	Income Tax	-	-	-
N	State Aid (Formula + Restricted)	49,396,866	49,396,866	-
P	State Tax Reimb.	-	-	-
Q	Other Revenue	2,170,329	2,170,329	-
R	Total Operating Revenue	105,375,345	103,596,682	1,778,663
S	Other Non-Op Revenue	-	9,801	(9,801)
T	Total Operating Revenue Plus Other Sources	105,375,345	103,606,483	1,768,862

How do FYTD revenue cash flow estimates compare to actual?

FYTD actual revenue is within 0.53% of estimates. Actual real estate revenue is above estimated because of the improvement in the collection of local business property taxes. Other sources as a category is very small and the variance not significant relative to the district's annual total revenue.

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

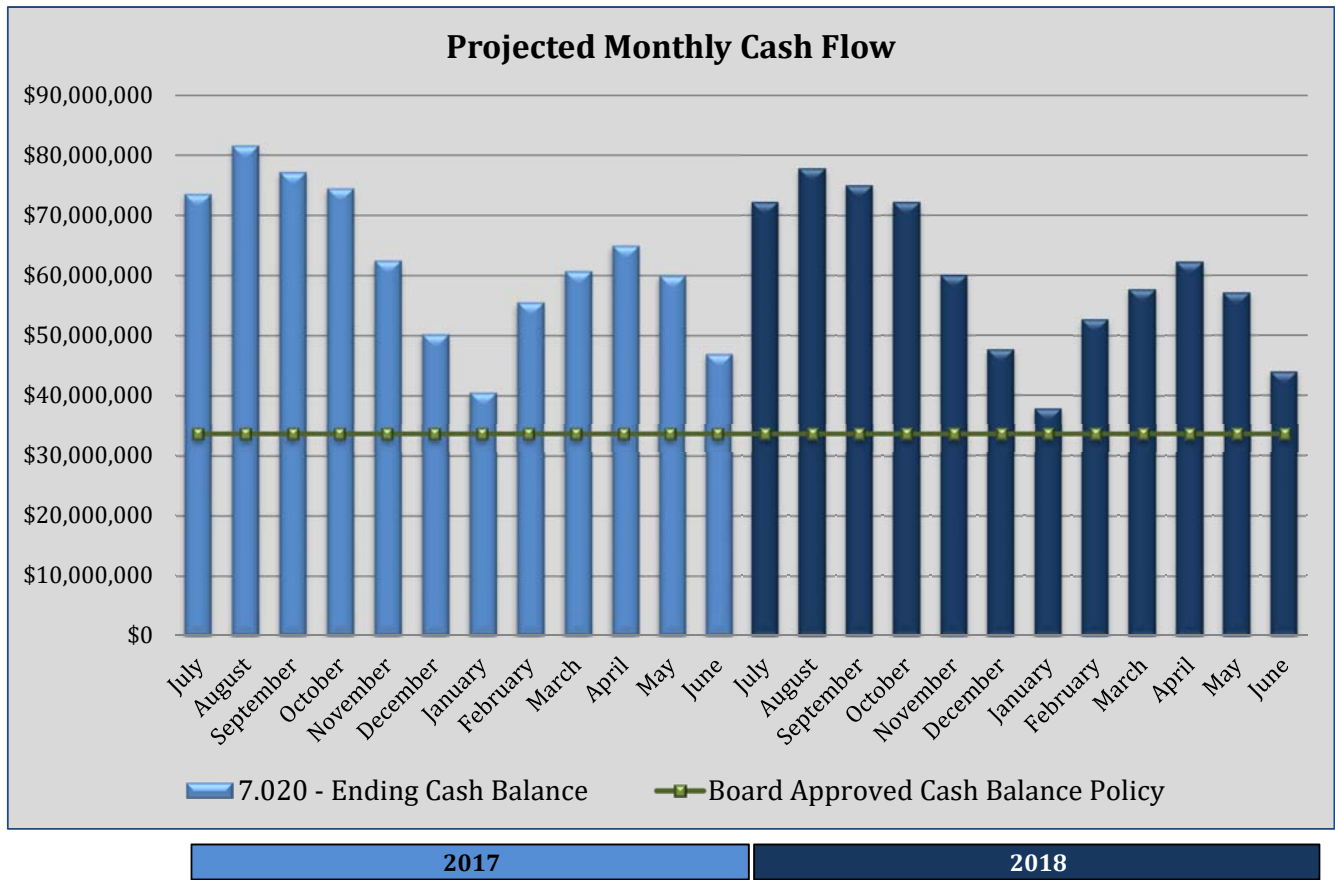


		Expenditures:		Actual Over/ (Under) Estimate Variance
		Actual July - September	Estimated July - September	
For the F.Y. 2017 Period: July - September				
K	Salaries	36,699,171	36,647,370	51,801
L	Benefits	16,964,135	17,085,530	(121,395)
M	Purchased Services	19,034,508	19,158,226	(123,719)
N	Supplies	1,488,736	2,245,655	(756,919)
O	Capital	590,558	1,288,243	(697,685)
P	Debt, Intergov.	-	-	-
Q	Other Objects	1,172,422	1,244,587	(72,165)
R	Total Operating Expenditures	75,949,530	77,669,612	(1,720,081)
S	Other Non-Op Expenditures	175,000	175,000	-
T	Total Operating Expenditures Plus Other Uses	76,124,530	77,844,612	(1,720,081)

How do FYTD expenditure cash flow estimates compare to actual?

Actual expenditures are within -0.512% of estimated. Supply and capital outlay expenditures are smaller categories but actual expense is significantly under estimated for both. These categories will be monitored and adjusted if warranted.

Monthly Cash Balance Estimates Fiscal Years 2017 and 2018



Monthly cash flow estimates

The district's cash balance is adequate through June 30, 2018.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
Sep 2016

Book Balance		Bank Balance	
USAS Accounting System		Month End Bank Account Balances	
Beginning Balance	166,794,849.11	002 - First Merit Student Activity	627,371.60
Plus Receipts	34,770,804.05	005 - PNC Practical Nursing	2,350.01
Less Expenditures	41,575,234.93	007 - PNC Oma Evans	150,500.72
Ending Balance	<u>159,990,418.23</u>	008 - First Merit Schumacher	62.79
		015 - PNC Judy Resnik	5,621.03
Outstanding Checks & Direct Deposits		017 - First Merit AP/Payroll/CN	6,501,894.12
002 - First Merit Student Activity Checks	2,691.52	018 - PNC Building Fund	2,011,640.38
002 - FM SA Deposit Outstanding on Munis	-	026 - 5th/3rd	-
007 - PNC Oma Evans Checks	500.00	034 - PNC General Fund Money Market	-
017 - First Merit Accounts Payable Checks	1,166,679.99	037 - USBank Construction	43,158,186.73
017 - First Merit Payroll Checks	186,242.24	038 - USBank PI Fund	15,152,990.50
017 - FM Deposit Outstanding on Munis	-	039 - USBank General Fund	35,445,647.40
018 - PNC Building Fund Checks	-		
	<u>1,356,113.75</u>		<u>103,056,265.28</u>
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	791,351.99	022 - First Merit CD	30,160.78
State Tax	139,496.30	029 - First Merit CD	5,000.00
City Tax	340,316.51	030 - First Merit CD	173,734.95
SERS	325,327.57	032 - First Merit CD	91,782.16
School District Income Tax	1,568.69		<u>300,677.89</u>
STRS	799,512.13	Investment Sweeps	
Valic	-	002 - First Merit Student Activity	810,000.00
ING (Voya)	-	017 - First Merit AP/Payroll/CN	59,710,000.00
Lincoln	-	018 - PNC Building Fund	-
Ohio Deferred Comp	10,552.44		<u>60,520,000.00</u>
MG Trust (Aspire)	(300.00)	Miscellaneous Bank Adjustments	
Towpath	-	Petty Cash	1,000.00
	<u>2,407,825.63</u>	Bank Charges to be Refunded	-
Miscellaneous Book Adjustments		Accounts Payable Returned Check	2,932.86
021 - Inventory Allowance	62,646.33	Outstanding Deposit	(5,684.56)
022 - Insurance Accrual	58,187.53	Balancing Adj	-
Timing Differences in Accounts Payable	-		<u>(1,751.70)</u>
	<u>120,833.86</u>		
Adjusted Book Balance	<u>\$ 163,875,191.47</u>	Adjusted Bank Balance	<u>\$ 163,875,191.47</u>