



**Akron Public
Schools®**

Monthly Financial Report

For the F.Y. 2017 Month Ending: August
9/16/2016

Ryan Pendleton, CFO



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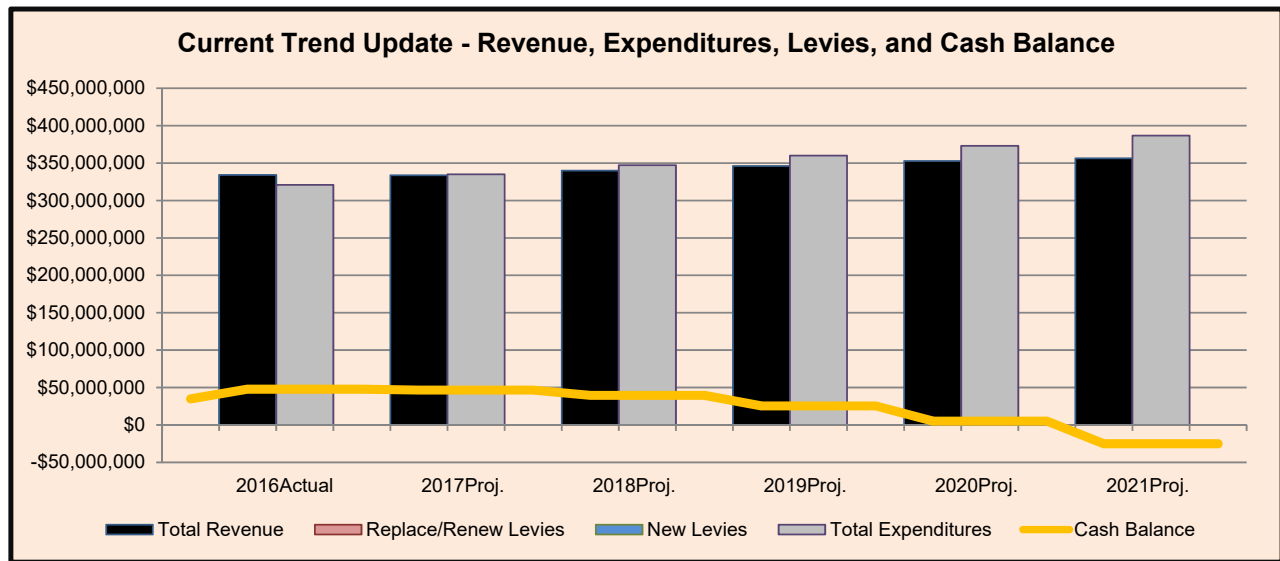
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Overview

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



Projected Revenue Surplus/(Shortfall) by Year					
	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Revenue Surplus/ (Shortfall)	(\$1,178,147)	(\$7,144,654)	(\$14,024,594)	(\$20,342,640)	(\$30,364,025)

Forecast Updated Trend			
Compared to Updated Trend Forecast as of 9/16/2016			
Variance between Prior and Current Forecast:	2017	2018	2019
Current Forecast Revenue Trend OVER/ UNDER Prior	0.88%	0.00%	-0.12%
Current Forecast Expenditure Trend OVER/ UNDER Prior	-0.22%	-0.19%	-0.15%
Cumulative Variance \$\$\$ Impact on Ending Cash Balance	\$5,446,624	\$6,112,169	\$6,245,816

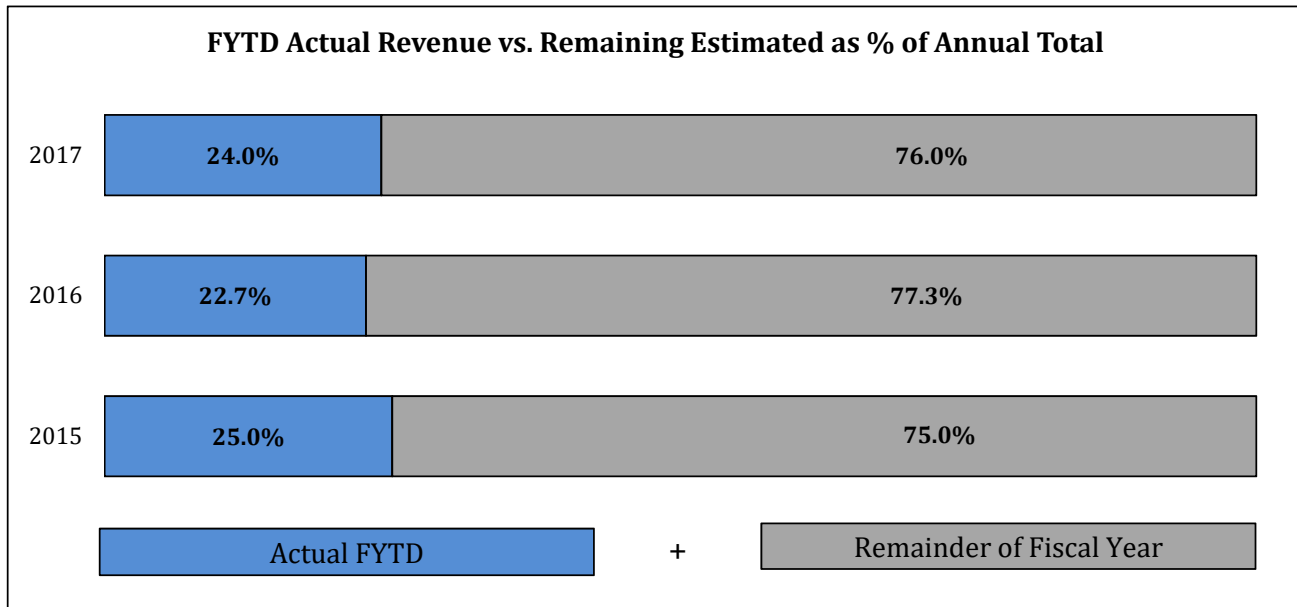
What are the current forecast trends?

The forecast is currently a work in progress but all indicators point toward continued trend toward revenue shortfall.

Cumulatively revenue projections for the period ending June 30, 2019 is trending about 0.76% more than forecasted in May and expenditures are trending about -0.56% less than forecasted in May. This modest improvement only slightly impacts the district's forecasted trend toward revenue shortfall.

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

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



Percent of Annual Total		Actual Fiscal Year To Date Revenue, July - August			F.Y. 2017	
		2015 FYTD	2016 FYTD	2017 FYTD	YOY Change	
30.2%	Real Estate Taxes	48,800,000	42,786,477	45,913,752	\$ 3,127,275	7.3%
0.0%	Public Utility PP Taxes	-	-	-	\$ -	0.0%
0.0%	Income Tax	-	-	-	\$ -	0.0%
59.0%	State Aid (Formula + Rest)	30,927,740	30,419,663	33,131,657	\$ 2,711,994	8.9%
4.4%	State Tax Reimb.	-	1,394,067	-	\$ (1,394,067)	-100.0%
3.7%	Other Revenue	1,067,341	1,190,711	1,143,918	\$ (46,793)	-3.9%
0.0%	Other Sources	26	10,517	-	\$ (10,517)	-100.0%
100%	Total Revenue	80,795,107	75,801,434	80,189,327	\$ 4,387,893	5.8%
		Total YOY Percentage Change			5.8%	

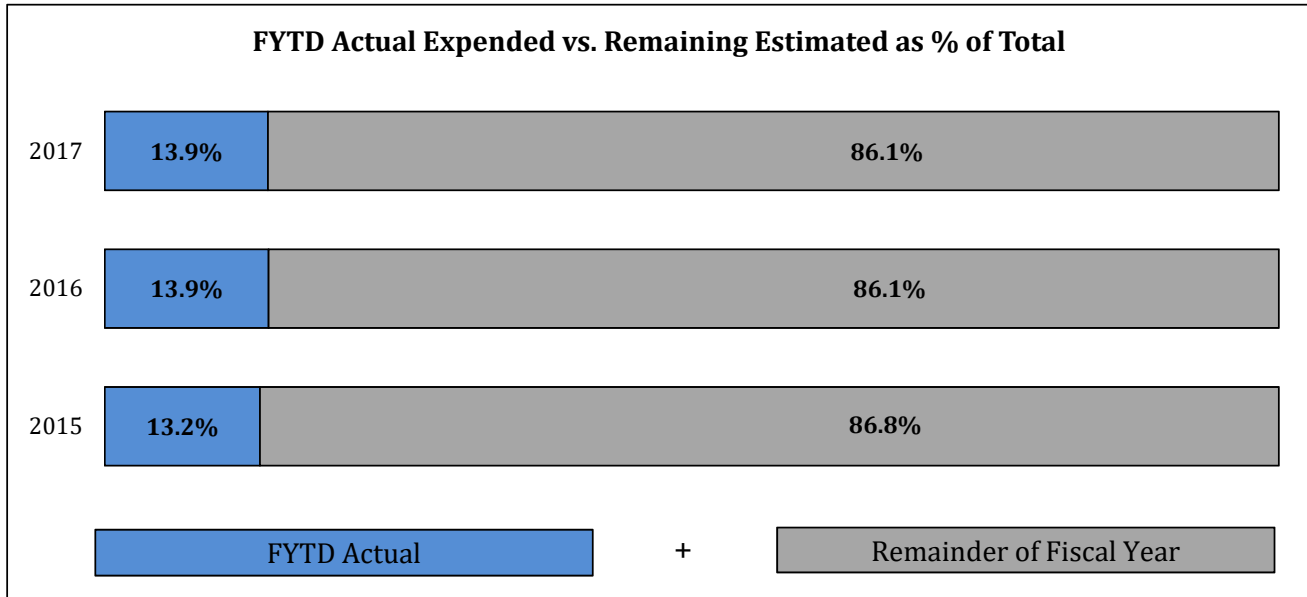
How does fiscal year-to-date revenue compare to prior years?

Real estate is up only because of the timing of real estate payments from the county auditor.

State revenue is up because at this time last year the district's revenue calculations were based upon estimates rather than actual local data.

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

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

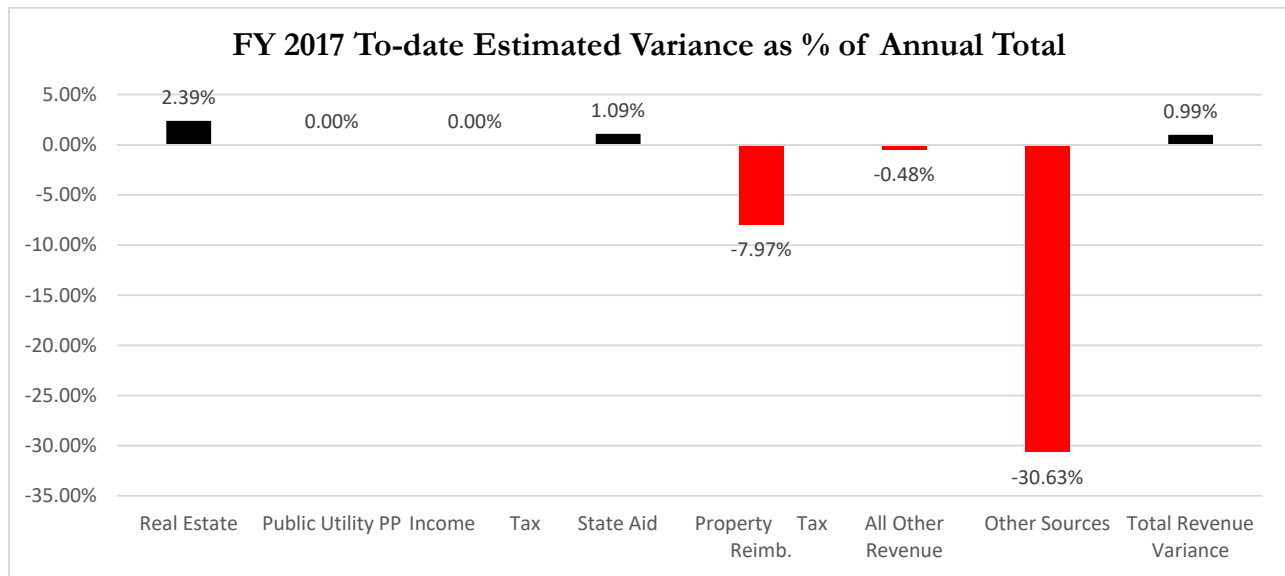


Percent of Annual Total		Actual Fiscal Year To Date Expenditures, July - August			F.Y. 2017 YOY Change	
		2015 FYTD	2016 FYTD	2017 FYTD		
48.8%	Salaries	21,439,813	22,297,526	23,323,166	\$ 1,025,641	4.6%
22.0%	Benefits	8,561,545	9,382,107	10,504,520	\$ 1,122,414	12.0%
24.8%	Purchased Services	10,099,185	11,366,372	11,277,699	\$ (88,673)	-0.8%
2.2%	Supplies	890,280	391,915	540,774	\$ 148,858	38.0%
1.2%	Capital	78,972	1,072,979	445,555	\$ (627,424)	-58.5%
0.0%	Debt, Intergov	-	-	-	\$ -	0.0%
1.0%	Other Objects	184,737	245,832	236,403	\$ (9,429)	-3.8%
0.1%	Other Uses	-	9,484	175,000	\$ 165,516	1745.2%
100%	Total Expenditures	41,254,532	44,766,215	46,503,118	\$ 1,736,903	
Total YOY Percentage Change					3.9%	

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

Expenditures are up 3.9% over last year.

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



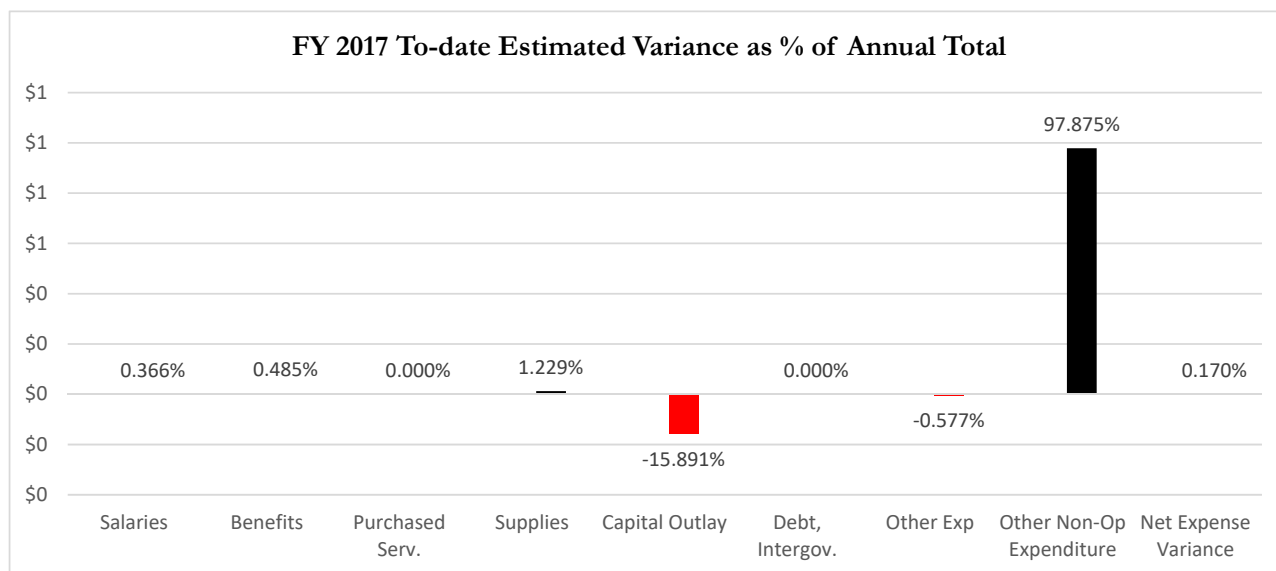
		2017 FYTD	2017 FYTD	2017 FYTD
		Actual	Estimated	Actual Over/
		July	July	(Under)
		through	through	Estimated
		August	August	Variance
Revenue:				
For the F.Y. 2017 Period: July - August				
K	Real Estate Taxes	45,913,752	43,508,159	2,405,593
L	Public Utility PP Taxes	-	-	-
M	Income Tax	-	-	-
N	State Aid (Formula + Restricted)	33,131,657	30,985,330	2,146,327
P	State Tax Reimb.	-	1,162,743	(1,162,743)
Q	Other Revenue	1,143,918	1,203,138	(59,220)
R	Total Operating Revenue	80,189,327	76,859,371	3,329,957
S	Other Non-Op Revenue	-	9,801	(9,801)
T	Total Operating Revenue Plus Other Sources	80,189,327	76,869,171	3,320,156

How do FYTD revenue cash flow estimates compare to actual?

Taxes are ahead of estimates because of the timing of the county auditor's payments.

State revenue is ahead of the estimated basis from last year.

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

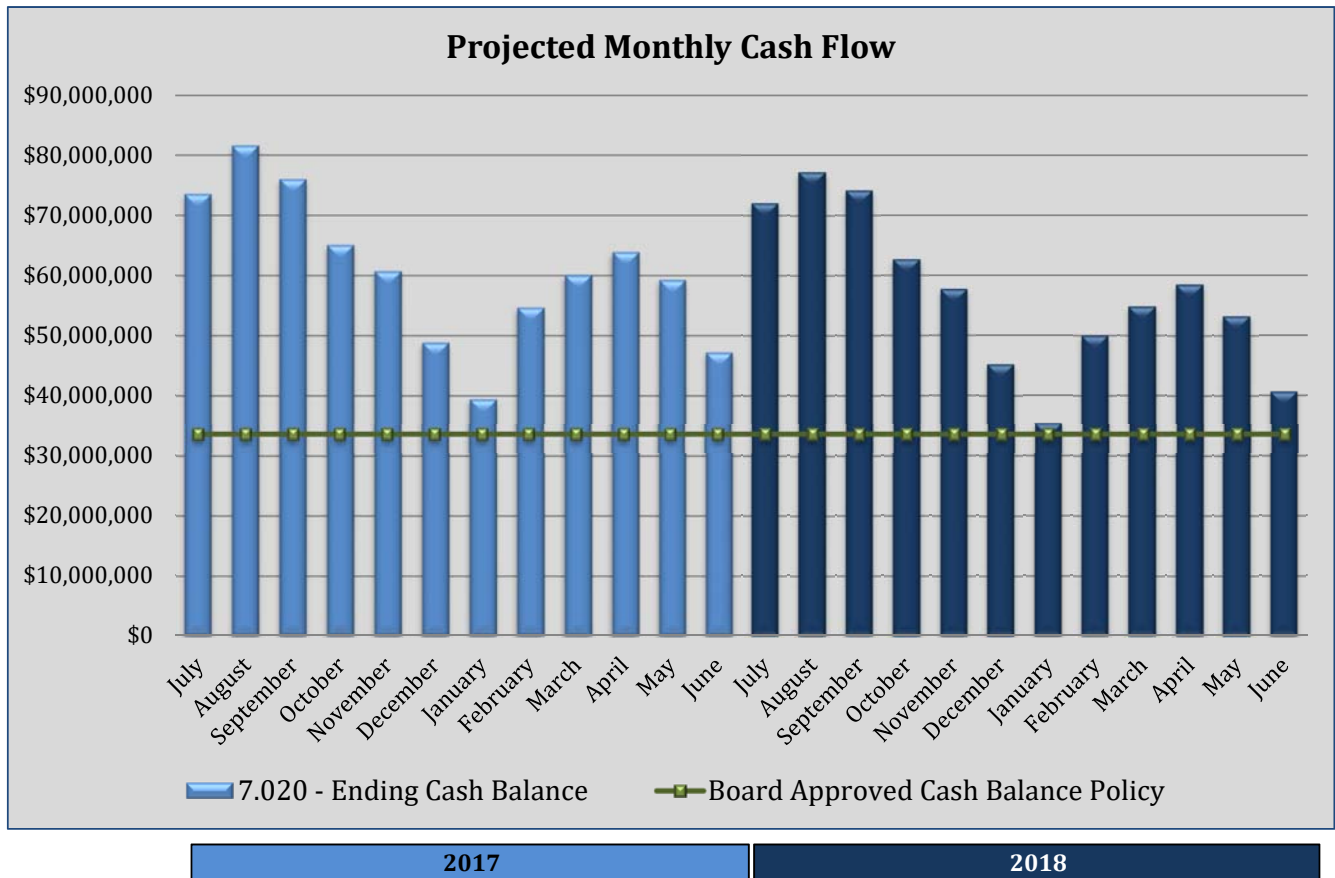


		Actual	Estimated	Actual Over/ (Under) Estimate Variance
		July - August	July - August	
Expenditures:				
For the F.Y. 2017 Period: July - August				
K	Salaries	23,323,166	22,724,531	598,635
L	Benefits	10,504,520	10,147,697	356,823
M	Purchased Services	11,277,699	11,277,699	-
N	Supplies	540,774	449,400	91,374
O	Capital	445,555	1,075,477	(629,922)
P	Debt, Intergov.	-	-	-
Q	Other Objects	236,403	255,908	(19,504)
R	Total Operating Expenditures	46,328,118	45,930,711	397,406
S	Other Non-Op Expenditures	175,000	3,719	171,281
T	Total Operating Expenditures Plus Other Uses	46,503,118	45,934,430	568,687

How do FYTD expenditure cash flow estimates compare to actual?

Expenditures are in line with estimates.

Monthly Cash Balance Estimates Fiscal Years 2017 and 2018



Monthly cash flow estimates

Cash balance is adequate through June 30, 2018.

FY 2016 Forecast Compare

Fiscal Year 2016 Forecasted Amounts

Projected at 05/25/2016, vs. Actual

		Column A	Column B	Column C	Column D
		Previous Forecast Amounts For F.Y. 2016 Prepared on: 05/25/2016	Current Forecast Amounts For F.Y. 2016 Prepared on: 9/16/2016	Dollar Difference Between Previous and Current	Percent Difference Between Previous and Current
Revenue:					
1	Real Estate & Property Allocation	\$118,434,417	\$118,545,744	\$111,327	0.1%
2	Public Utility Personal Property	\$8,566,739	\$8,566,739	\$0	0.0%
3	Income Tax	\$0	\$0	\$0	n/a
4	State Foundation Restricted & Unrestricted	\$194,035,349	\$193,636,553	-\$398,796	-0.2%
5	Other Revenue	\$12,318,948	\$13,225,385	\$906,437	7.4%
6	Other Non Operating Revenue	\$32,000	\$34,338	\$2,338	7.3%
7	Total Revenue	\$333,387,453	\$334,008,759	\$621,306	0.2%
Expenditures:					
8	Salaries	\$160,358,817	\$160,458,970	\$100,153	0.1%
9	Fringe Benefits	\$67,623,454	\$67,982,119	\$358,665	0.5%
10	Purchased Services	\$79,791,375	\$78,363,424	-\$1,427,951	-1.8%
11	Supplies, Debt, Capital Outlay & Other	\$14,180,425	\$13,657,530	-\$522,895	-3.7%
12	Other Non Operating Expenditures	\$130,000	\$446,278	\$316,278	243.3%
13	Total Expenditures	\$322,084,071	\$320,908,322	-\$1,175,749	-0.4%
14	Revenue Over/(Under) Expenditures	\$11,303,382	\$13,100,437	\$1,797,055	0.6%
*Percentage Expressed In Terms of Total Expenditures					
15	Ending Cash Balance	\$46,110,038	\$47,907,093	\$1,797,055	

FY 2016 ended \$1,797,055 better than projected, this amounts to a budget variance of 0.6%.

Purchased services were down significantly because of lowered special education (excess cost) tuition that was not invoiced and received until the end of the fiscal year. The estimate that was made to cover these costs were higher than actual. The impact on FY 2017 and beyond is not as clear because special education costs fluctuate widely. FY 2017 estimates will likely be reset to the FY 2015 level rather than the lowered FY 2016 level.

Supplies were down in several categories and budgeted allocations were not fully utilized.

AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
August 2016

Book Balance		Bank Balance	
USAS Accounting System		Month End Bank Account Balances	
Beginning Balance	162,808,496.10	002 - First Merit Student Activity	627,855.25
Plus Receipts	41,067,065.38	005 - PNC Practical Nursing	90.00
Less Expenditures	37,080,712.37	007 - PNC Oma Evans	151,985.83
Ending Balance	166,794,849.11	008 - First Merit Schumacher	62.79
		015 - PNC Judy Resnik	6,241.73
Outstanding Checks & Direct Deposits		017 - First Merit AP/Payroll/CN	6,510,427.07
002 - First Merit Student Activity Checks	3,176.52	018 - PNC Building Fund	2,011,640.38
002 - FM SA Deposit Outstanding on Munis	-	026 - 5th/3rd	-
005 - PNC Pell Practical Nursing Checks	-	034 - PNC General Fund Money Market	-
017 - First Merit Accounts Payable Checks	2,258,780.33	037 - USBank Construction	43,152,052.41
017 - First Merit Payroll Checks	105,192.54	038 - USBank PI Fund	15,139,737.18
017 - FM Deposit Outstanding on Munis	-	039 - USBank General Fund	20,437,393.27
018 - PNC Building Fund Checks	-		
	2,367,149.39		88,037,485.91
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	672,755.05	022 - First Merit CD	30,160.78
State Tax	120,841.46	029 - First Merit CD	5,000.00
City Tax	286,811.16	030 - First Merit CD	173,734.95
SERS	210,153.52	032 - First Merit CD	91,782.16
School District Income Tax	1,464.57		300,677.89
STRS	644,866.09	Investment Sweeps	
Valic	8,950.44	002 - First Merit Student Activity	810,000.00
ING (Voya)	-	017 - First Merit AP/Payroll/CN	82,000,000.00
Lincoln	-	018 - PNC Building Fund	-
Ohio Deferred Comp	7,824.94		82,810,000.00
MG Trust (Aspire)	4,667.50	Miscellaneous Bank Adjustments	
Towpath	-	Petty Cash	1,000.00
	1,958,334.73	Bank Charges to be Refunded	-
Miscellaneous Book Adjustments		Student Activity Payroll Deposit to 017	-
021 - Inventory Allowance	19,086.33	Outstanding Deposit	(6,777.69)
022 - Insurance Accrual	1,847.35	Balancing Adj	60.00
Timing Differences in Accounts Payable	1,179.20		(5,717.69)
	22,112.88		
Adjusted Book Balance	\$ 171,142,446.11	Adjusted Bank Balance	\$ 171,142,446.11