



# Monthly Financial Report

## Akron Public Schools

*For the F.Y. 2015 Month Ending: April*

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## Overview

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- 4 The annual May forecast update was provided in a separate report.
- 5 Revenue is up 4.8% over last fiscal year due to state funding and real estate tax advances.
- 6 Expenditures are up 3.0% over last year due to staff bargaining agreements.
- 7 February's real estate advance was larger than anticipated.
- 8 Revenue for the period is within 1.7% of estimated.
- 9 Expenditures for the month were within (aggregate) \$1,161 of estimated.
- 10 Overall, actual expenditures remain in-line (-1.2%) with year-to-date estimates.
- 11 The district has received 78.3% of its projected F.Y. 2015 revenue.
- 12 The district has spent 70.8% of its annual projected expenditures.
- 13 Monthly cash flow balances remain adequate through June 30, 2016.





## Updated Forecast Trend For The Month of April, F.Y. 2015

Forecasted Revenue and Expenditures			
Updated (if applicable)			
For the interim forecast period FY 2015 through FY 2017			
	PROJECTED		
	2015	2016	2017
Total Revenue	\$323,298,242	\$330,818,881	\$339,235,615
Replace/Renew Levies	\$0	\$0	\$0
New Levies	\$0	\$0	\$0
Total Expenditures	\$311,096,861	\$322,606,604	\$333,450,164
Revenue Over/(Under)			
Expenditures	\$12,201,382	\$8,212,278	\$5,785,451
Cash Balance	\$35,486,502	\$43,698,780	\$49,484,232

### Variance between Updated and Filed Forecasts

	2015	2016	2017
<b>Total Revenues</b>			
Filed Forecast as of 10/23/2014:	\$321,242,760	\$324,418,814	\$328,836,218
Updated Forecast as of 5/20/2015:	\$323,298,242	\$330,818,881	\$339,235,615
Variance:	\$2,055,483	\$6,400,068	\$10,399,397
<b>Total Expenditures</b>			
Filed Forecast as of 10/23/2014:	\$315,356,691	\$322,303,103	\$332,542,410
Updated Forecast as of 5/20/2015:	\$311,096,861	\$322,606,604	\$333,450,164
Variance:	(\$4,259,830)	\$303,500	\$907,753
<b>Cash Balance</b>			
Filed Forecast as of 10/23/2014:	\$29,171,189	\$31,286,900	\$27,580,708
Updated Forecast as of 5/20/2015:	\$35,486,502	\$43,698,780	\$49,484,232
Variance:	\$6,315,313	\$12,411,880	\$21,903,524

### In Perspective:

The annual May forecast update was provided in a separate report.

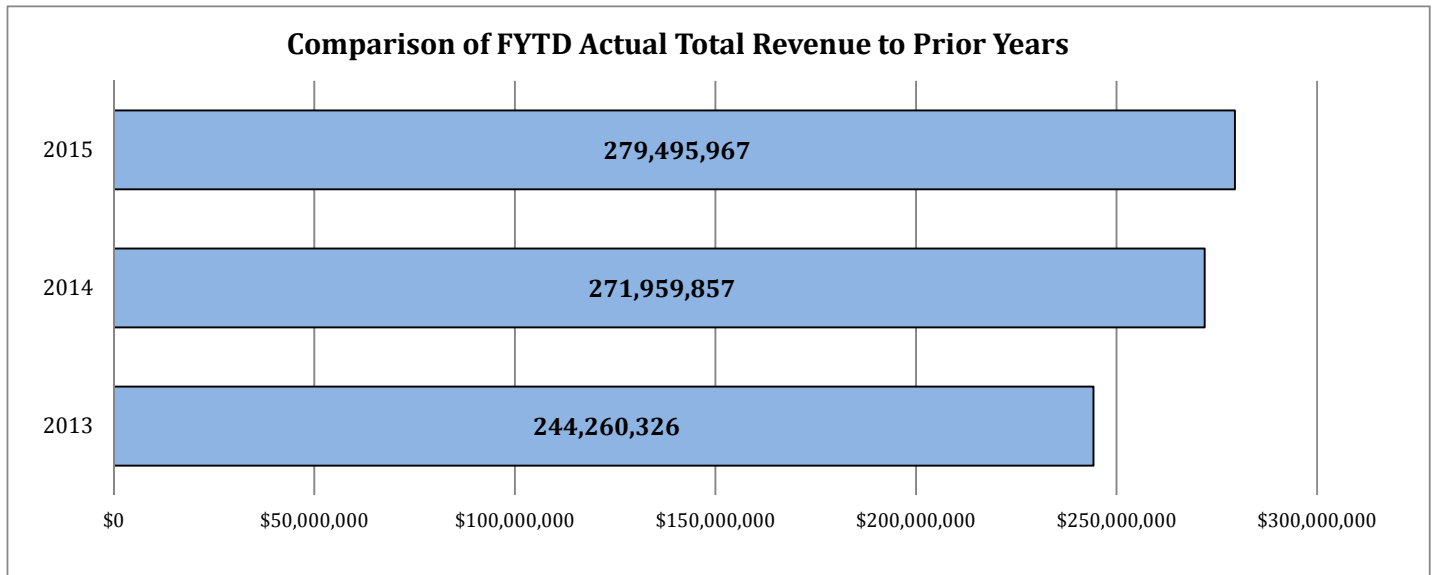
A primary contributor to an improved financial picture is that a higher year-over-year funding cap is being used for 2016 and beyond.





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

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



Percent of Annual Total		Actual Fiscal Year To Date Revenue, July - April			F.Y. 2015
		2013 FYTD	2014 FYTD	2015 FYTD	YOY Change
31.8%	Real Estate Taxes	91,336,836	104,944,683	102,149,605	\$ (2,795,078)
2.6%	Public Utility PP Taxes	6,662,163	7,699,457	8,333,138	\$ 633,681
0.0%	Income Tax	-	-	-	\$ -
47.9%	Unrestricted State-Aid	125,911,425	118,133,055	129,904,571	\$ 11,771,516
8.1%	Restricted State-Aid	3,153,075	21,412,968	22,201,568	\$ 788,600
6.4%	State Tax Reimb.	9,202,734	10,379,111	10,622,285	\$ 243,174
3.3%	Other Revenue	7,976,182	9,362,440	6,266,864	\$ (3,095,576)
0.0%	Other Sources	17,912	28,144	17,937	\$ (10,206)
100%	<b>Total Revenue</b>	<b>244,260,326</b>	<b>271,959,857</b>	<b>279,495,967</b>	<b>\$ 7,536,111</b>
<b>Total YOY Percentage Change</b>					<b>2.8%</b>

How does revenue compare to prior years?

Revenue is up 2.8% over last fiscal year due to state funding and real estate tax advances.

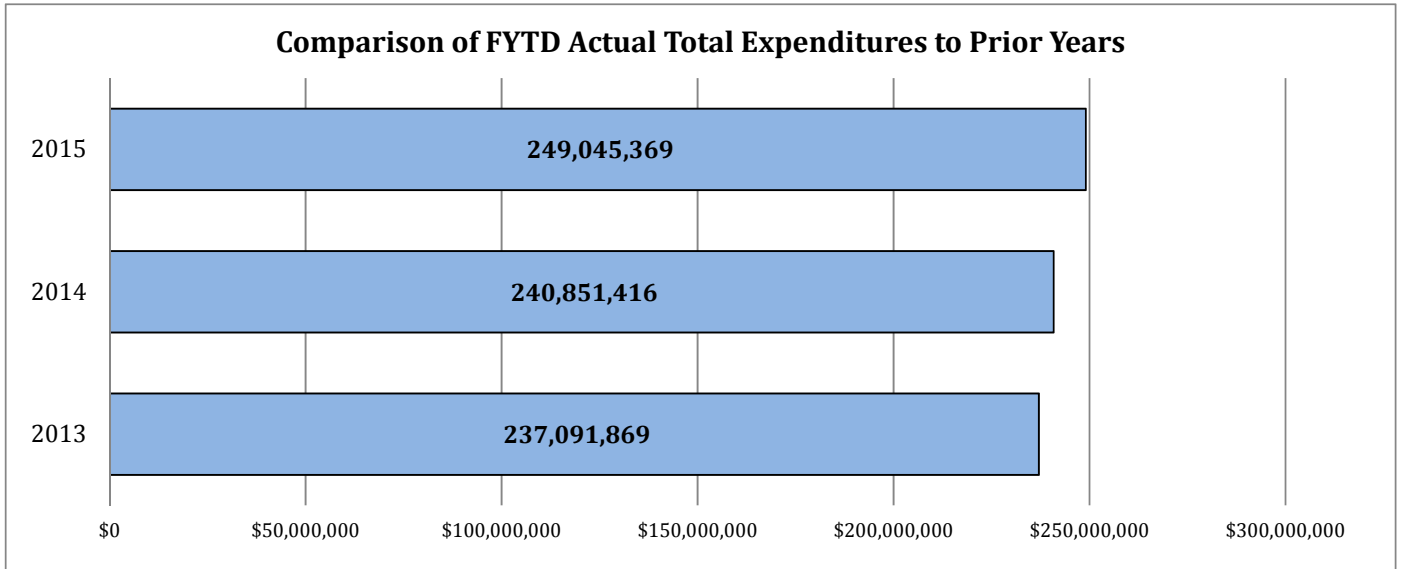
State funding continues to trend-up in response to the increased FY 2015 allocation.

Other revenue is trending down significantly, primarily in the Economic Development Payments and TIF payments. Research is ongoing to explain this negative variance.



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

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



Percent of Annual Total		Actual Fiscal Year To Date Expenditures, July - April			F.Y. 2015
		2013 FYTD	2014 FYTD	2015 FYTD	YOY Change
50.6%	Salaries	121,423,343	119,723,901	127,533,288	\$ 7,809,387
19.9%	Benefits	54,710,280	53,037,562	51,106,533	\$ (1,931,029)
23.9%	Purchased Services	52,335,897	55,510,777	60,686,987	\$ 5,176,210
3.1%	Supplies	5,013,821	5,153,471	5,053,304	\$ (100,167)
1.3%	Capital	448,483	4,262,404	1,731,414	\$ (2,530,990)
0.0%	Intergov., Debt, Interest	-	-	-	\$ -
1.1%	Other Objects	3,104,932	3,084,639	2,844,004	\$ (240,635)
0.0%	Other Uses	55,113	78,663	89,839	\$ 11,177
100%	<b>Total Expenditures</b>	<b>237,091,869</b>	<b>240,851,416</b>	<b>249,045,369</b>	<b>\$ 8,193,953</b>
<b>Total YOY Percentage Change</b>					<b>3.4%</b>

How do expenditures compare to prior years?

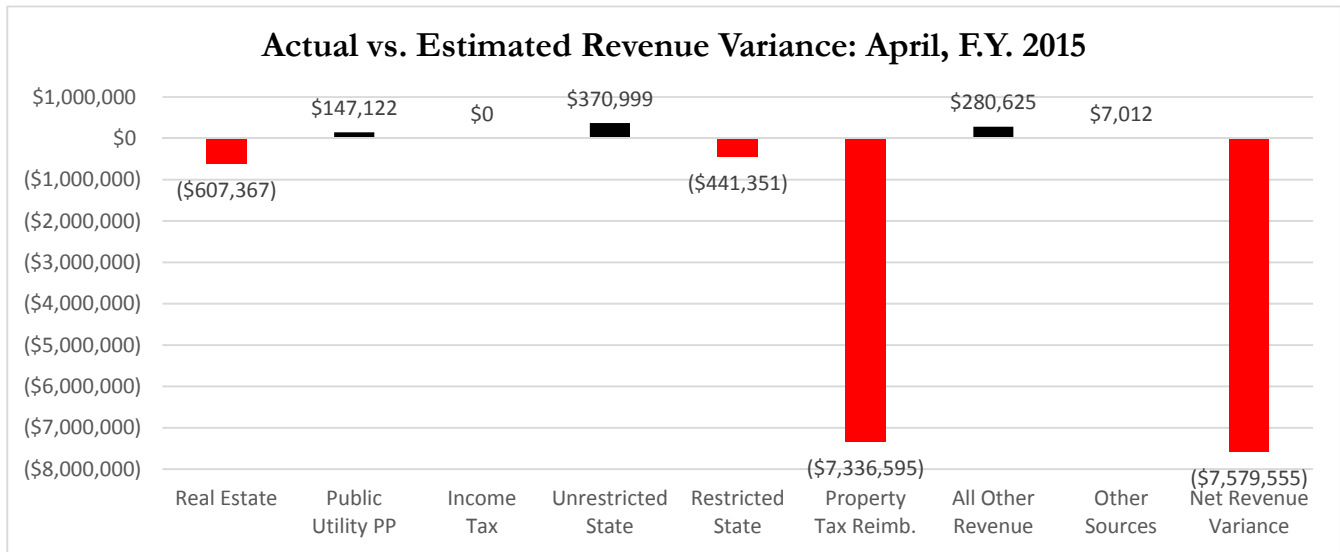
Expenditures are up 3.4% over last year due to staff bargaining agreements.

The reduction in benefits reflects negotiated plan design changes.

Purchased services reflects increased community school tuition payments.



## Month of April Actual Revenue Compared to Estimates



Ref	Revenue:	Actual for the Month of April	Estimated for the Month of April	Actual Over/ (Under) Estimate Variance
Row	<b>For the F.Y. 2015 Month Ending: April</b>			
A	1.010 - General Property Tax (Real Estate)	8,225,734	8,833,101	(607,367)
B	1.020 - Public Utility Personal Property	4,273,340	4,126,218	147,122
C	1.030 - Income Tax	-	-	-
D	1.035 - Unrestricted Grants-in-Aid	12,989,618	12,618,619	370,999
E	1.040 - 1.045 - Restricted Grants-in-Aid	1,802,173	2,243,524	(441,351)
F	1.050 - Property Tax Allocation	-	7,336,595	(7,336,595)
G	1.060 - All Other Operating Revenues	955,205	674,581	280,625
H	1.070 - Total Revenue	28,246,070	35,832,637	(7,586,567)
I	2.070 - Total Other Financing Sources	7,012	-	7,012
J	2.080 - Total Revenues and Other Financing Sources	28,253,082	35,832,637	(7,579,555)
				-21.2%

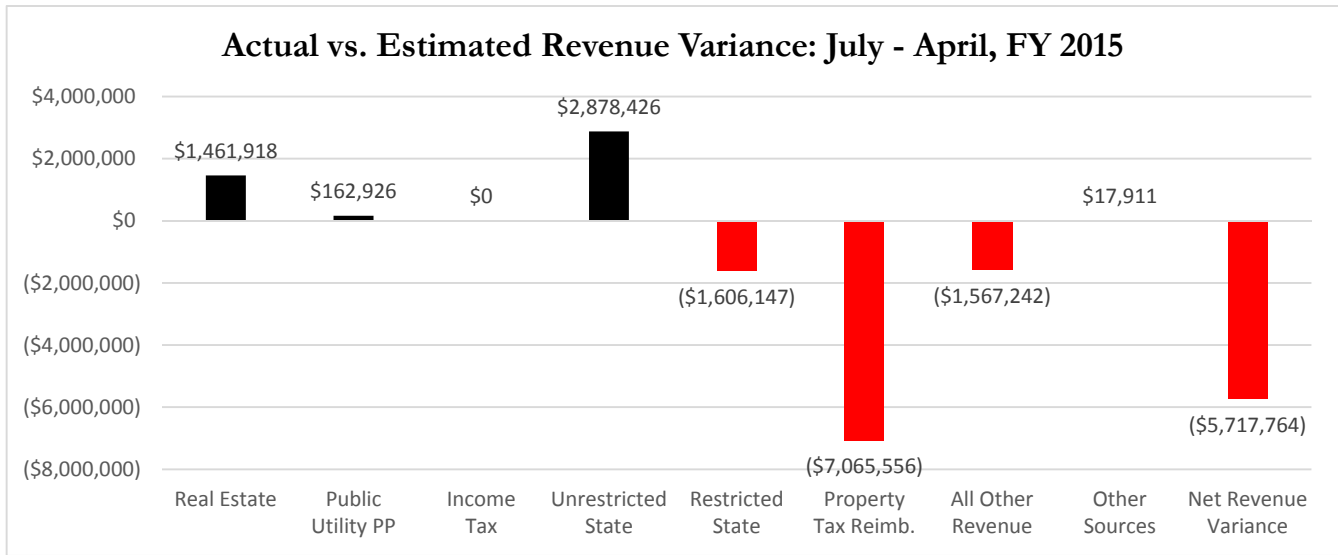
How do revenue cash flow estimates for the month compare to actual?

April's revenue is lower than estimated because of the timing of state reimbursements.

The district will receive approximately \$7.4 million in May that was originally estimated for April.



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



		Actual July - April	Estimated July - April	Actual Over/ (Under) Estimate Variance
<b>Revenue:</b>				
<b>For the F.Y. 2015 Period: July - April</b>				
K	1.010 - General Property Tax (Real Estate)	102,149,605	100,687,687	1,461,918
L	1.020 - Public Utility Personal Property	8,333,138	8,170,212	162,926
M	1.030 - Income Tax	-	-	-
N	1.035 - Unrestricted Grants-in-Aid	129,904,571	127,026,145	2,878,426
O	1.040 - 1.045 - Restricted Grants-in-Aid	22,201,568	23,807,715	(1,606,147)
P	1.050 - Property Tax Allocation	10,622,285	17,687,841	(7,065,556)
Q	1.060 - All Other Operating Revenues	6,266,864	7,834,105	(1,567,242)
R	1.070 - Total Revenue	279,478,030	285,213,705	(5,735,675)
S	2.070 - Total Other Financing Sources	17,937	26	17,911
T	2.080 - Total Revenues and Other Financing Sources	279,495,967	285,213,731	(5,717,764)
				-2.0%

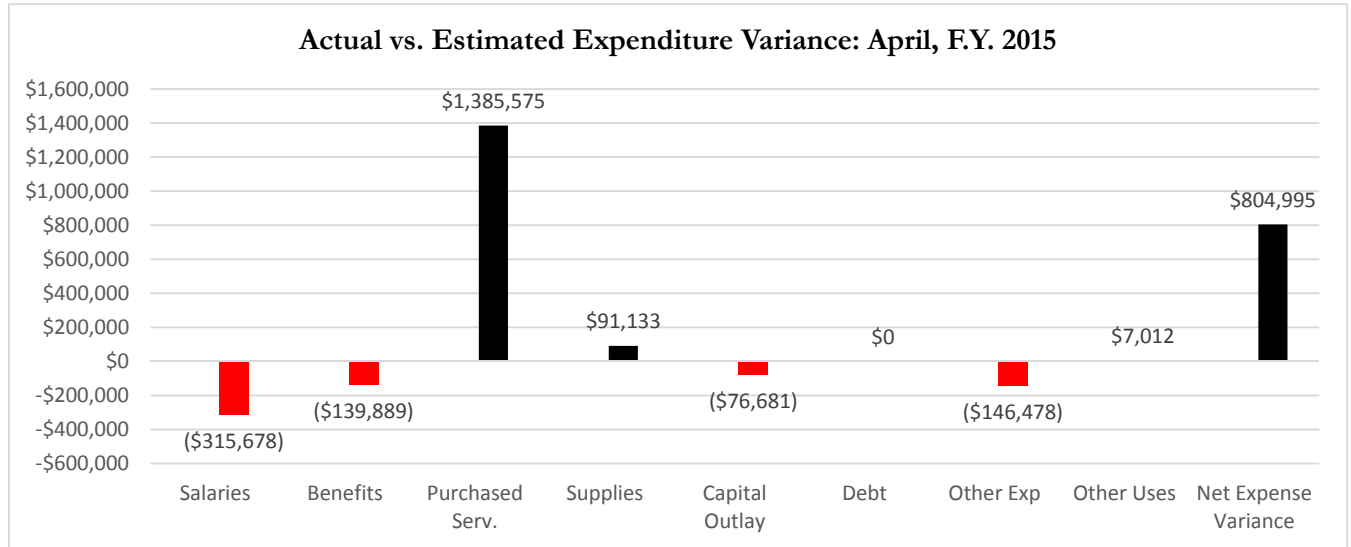
How do revenue cash flow estimates FYTD compare to actual?

Revenue for the period is within -2.0% of estimated, and is the result of timing.

The leading contributor is the real estate reimbursement (line 1.050) from the state of Ohio.



## Month of April Actual Expenditures Compared to Estimates



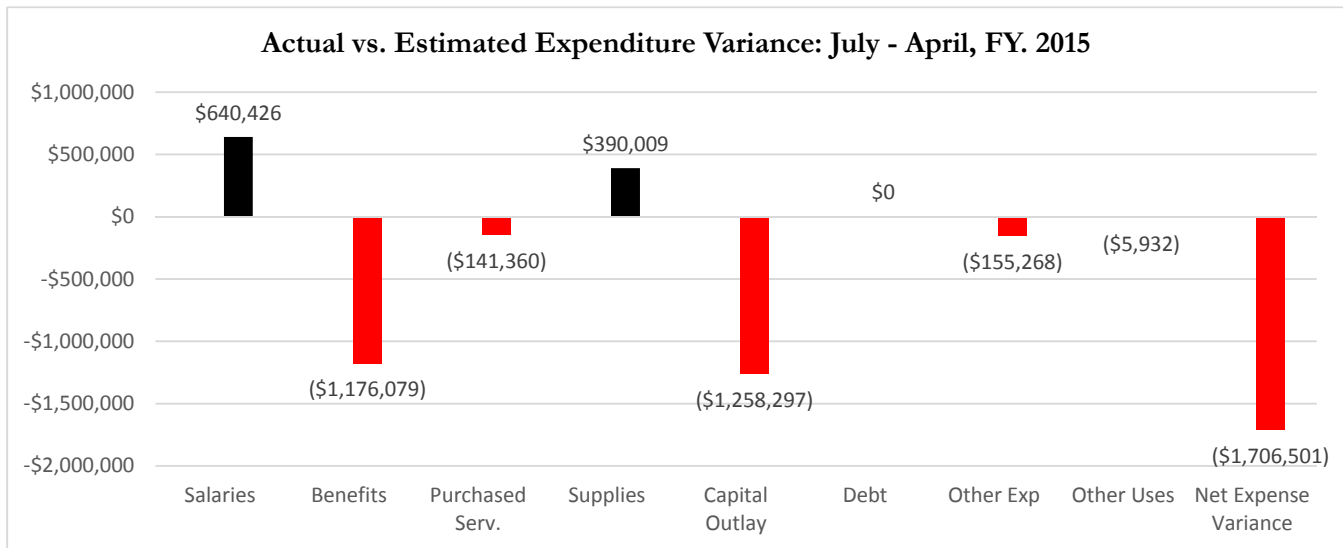
Ref	Expenditures:	Actual for the Month of April	Estimated for the Month of April	Actual Over/ (Under) Estimate Variance
Row	<b>For the F.Y. 2015 Month Ending: April</b>			
A	3.010 - Personnel Services	12,718,006	13,033,683	(315,678)
B	3.020 - Employees' Retirement/Insurance Benefits	5,000,578	5,140,468	(139,889)
C	3.030 - Purchased Services	8,602,681	7,217,106	1,385,575
D	3.040 - Supplies and Materials	425,617	334,483	91,133
E	3.050 - Capital Outlay	225,530	302,210	(76,681)
F	3.060 - 4.060 - Intergovernmental, Debt & Interest	-	-	-
G	4.300 - Other Objects	1,478,522	1,625,000	(146,478)
H	4.500 - Total Expenditures	28,450,934	27,652,951	797,983
I	5.040 - Total Other Financing Uses	7,012	-	7,012
J	5.050 - Total Expenditures and Other Financing Uses	28,457,946	27,652,951	804,995
				2.9%

How do expenditure cash flow estimates for the month compare to actual?

Expenditures for the month were within 2.9% of estimated and are included in the May forecast update.



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



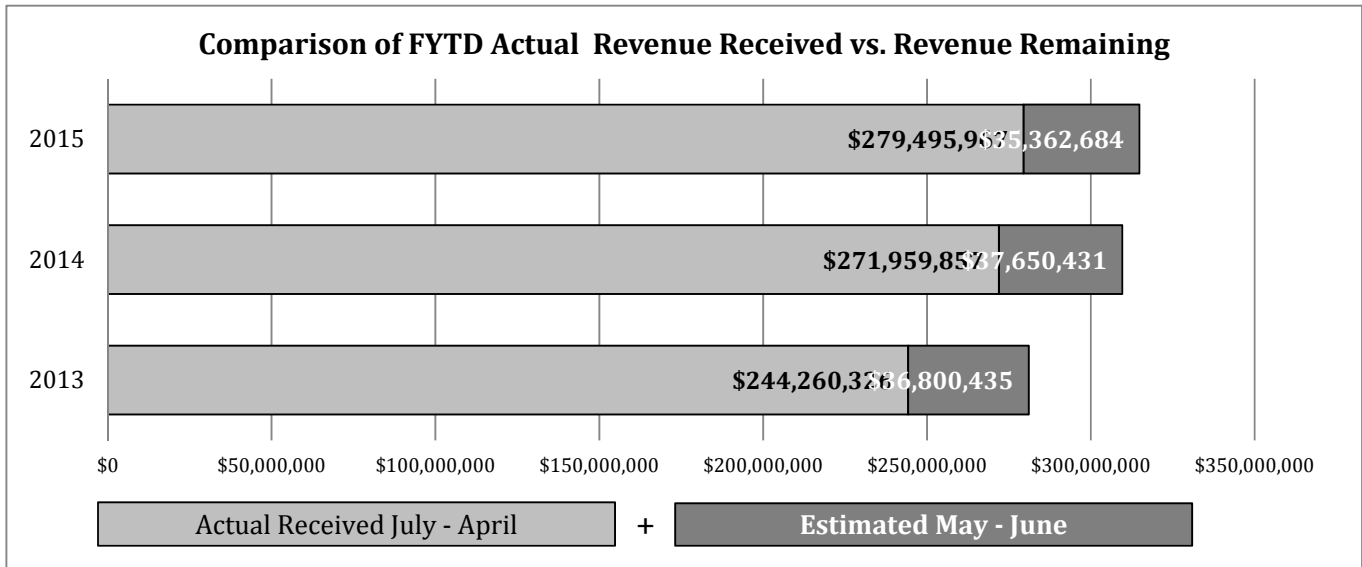
<b>Expenditures:</b>		<b>Actual</b>	<b>Estimated</b>	<b>Actual Over/ (Under) Estimate Variance</b>
<b>For the F.Y. 2015 Period: July - April</b>		July - April	July - April	
K	3.010 - Personnel Services	127,533,288	126,892,862	640,426
L	3.020 - Employees' Retirement/Insurance Benefits	51,106,533	52,282,611	(1,176,079)
M	3.030 - Purchased Services	60,686,987	60,828,347	(141,360)
N	3.040 - Supplies and Materials	5,053,304	4,663,296	390,009
O	3.050 - Capital Outlay	1,731,414	2,989,711	(1,258,297)
P	3.060 - 4.060 - Intergovernmental, Debt & Interest	-	-	-
Q	4.300 - Other Objects	2,844,004	2,999,272	(155,268)
R	4.500 - Total Expenditures	248,955,530	250,656,099	(1,700,569)
S	5.040 - Total Other Financing Uses	89,839	95,771	(5,932)
T	5.050 - Total Expenditures and Other Financing Uses	249,045,369	250,751,870	(1,706,501)
				-0.7%

How do expenditure cash flow estimates FYTD compare to actual?

Overall, actual expenditures remain in-line (-0.7%) with year-to-date estimates.



## Fiscal Year 2015 Actual Revenue Plus Remaining Estimated



Revenue for FY 2015	FYTD 2015 Actual through July - April	<u>Estimated for</u> Remaining Months May - June	Total Annual Projected from Actual/Est. Cash Flow
1.010 - General Property Tax (Real Estate)	102,149,605	607,367	102,756,972
1.020 - Tangible Personal Property Tax	8,333,138	146,232	8,479,370
1.030 - Income Tax	-	-	-
1.035 - Unrestricted Grants-in-Aid	129,904,571	25,237,237	155,141,808
1.040 - 1.045 - Restricted Grants-in-Aid	22,201,568	4,487,047	26,688,615
1.050 - Property Tax Allocation	10,622,285	2,830,689	13,452,974
1.060 - All Other Operating Revenues	6,266,864	2,022,137	8,289,001
1.070 - Total Revenue	279,478,030	35,330,710	314,808,740
2.070 - Total Other Financing Sources	17,937	31,974	49,911
2.080 - Total Rev. and Other Financing Sources	279,495,967	35,362,684	314,858,651
	Percentage of Annual Total	88.8%	11.2%

How does FYTD revenue received compare to prior years?

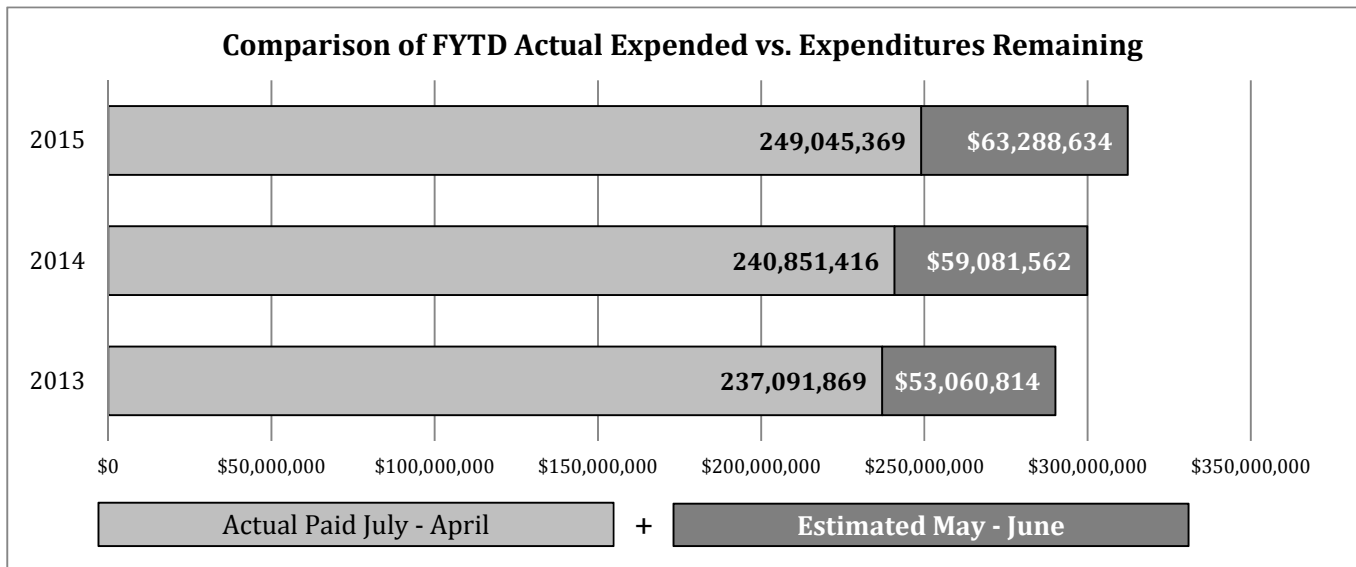
The district has received 88.8% of its projected F.Y. 2015 revenue.

FYTD revenue received, at 88.8% of the annual total, is ahead of last year and is expected in light of the state funding increase.

	% of Annual Total Received July - April	% of Annual Remaining May - June
F.Y. 2015	88.8%	11.2%
F.Y. 2014	87.8%	12.2%
F.Y. 2013	86.9%	13.1%



## Fiscal Year 2015 Actual Expenditure Plus Remaining Estimated



	FYTD 2015 Actual through July - April	<u>Estimated</u> for Remaining Months May - June	Total Annual Projected from Actual/Est. Cash Flow
<b>Expenditures for FY 2015</b>			
3.010 - Personnel Services	127,533,288	30,053,871	157,587,159
3.020 - Employees' Retirement/Insurance Benefits	51,106,533	10,964,026	62,070,558
3.030 - Purchased Services	60,686,987	15,107,621	75,794,608
3.040 - Supplies and Materials	5,053,304	4,606,258	9,659,562
3.050 - Capital Outlay	1,731,414	2,325,365	4,056,779
3.060 - 4.060 - Intergovernmental, Debt & Interest	-	-	-
4.300 - Other Objects	2,844,004	203,764	3,047,769
4.500 - Total Expenditures	248,955,530	63,260,905	312,216,435
5.040 - Total Other Financing Uses	89,839	27,729	117,568
5.050 - Total Expenditures and Other Financing Uses	249,045,369	63,288,634	312,334,003
	<b>Percentage of Annual Total</b>	<b>79.7%</b>	<b>20.3%</b>

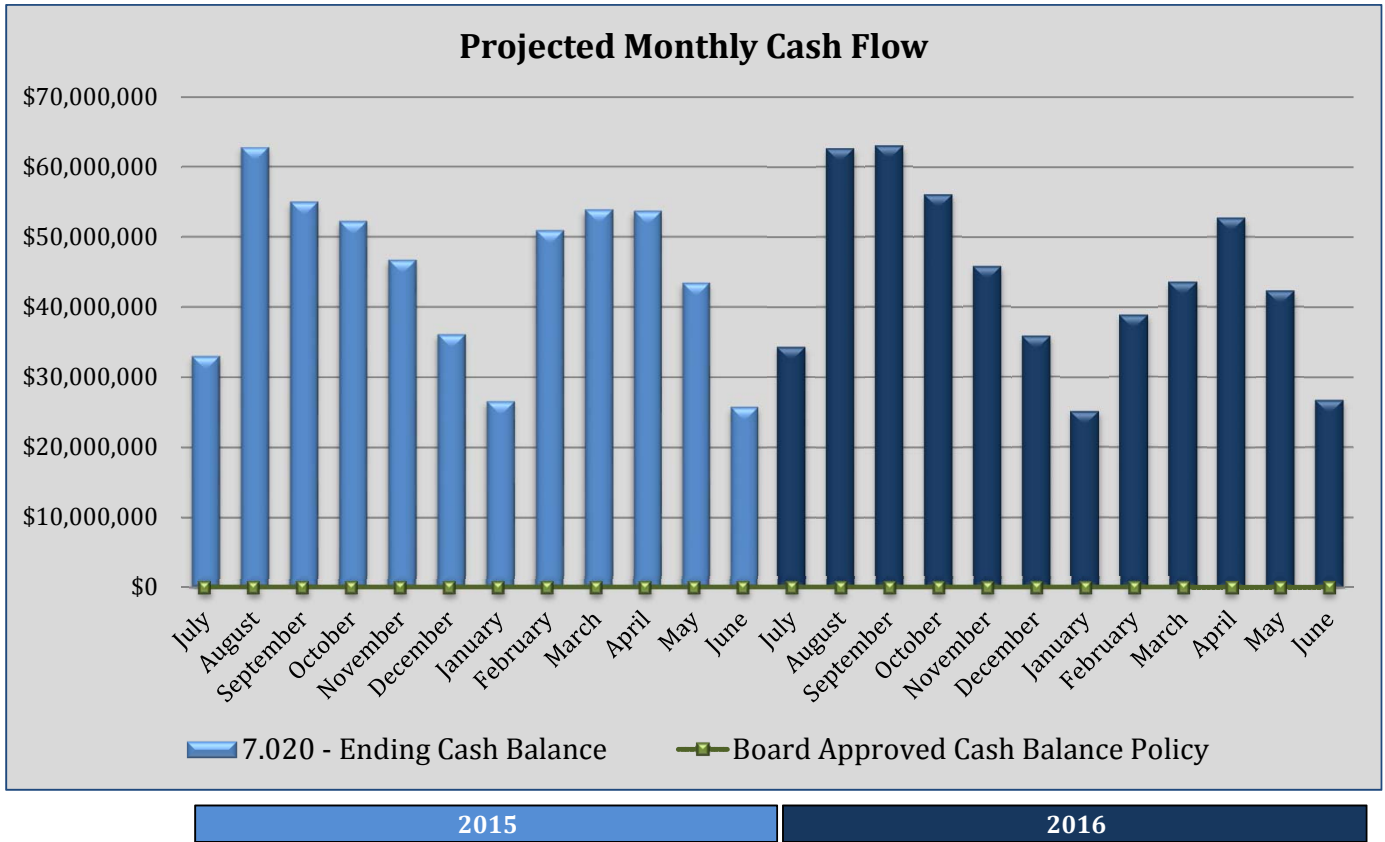
How does FYTD expenditures compare to prior years?

The district has spent 79.7% of its annual projected expenditures which is in-line with last year.

	% of Annual Total Expended July - April	% of Annual Remaining May - June
F.Y. 2015	79.7%	20.3%
F.Y. 2014	80.3%	19.7%
F.Y. 2013	81.7%	18.3%



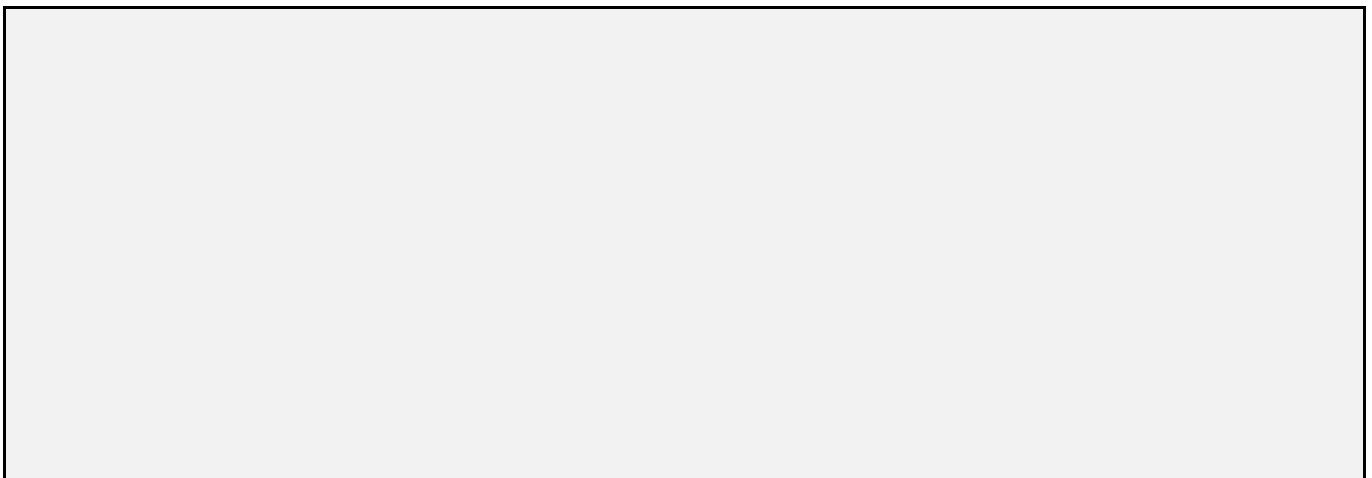
### Monthly Cash Balance Estimates Fiscal Years 2015 and 2016



**In Perspective:**

Monthly cash flow balances remain adequate through June 30, 2016.

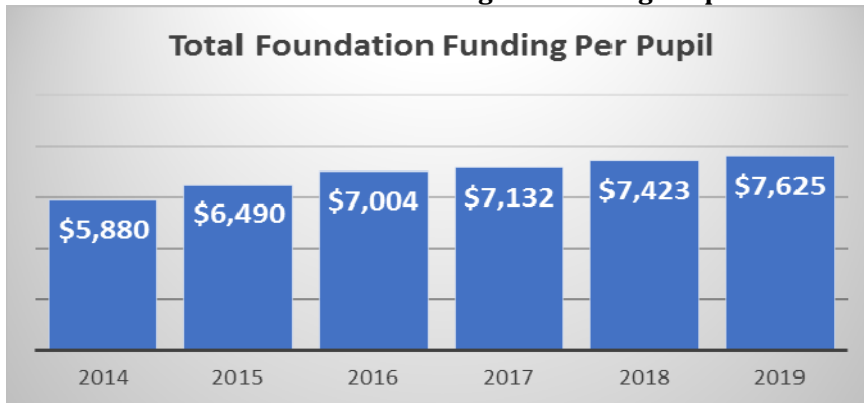
Finance committee is reviewing cash reserve best practices.



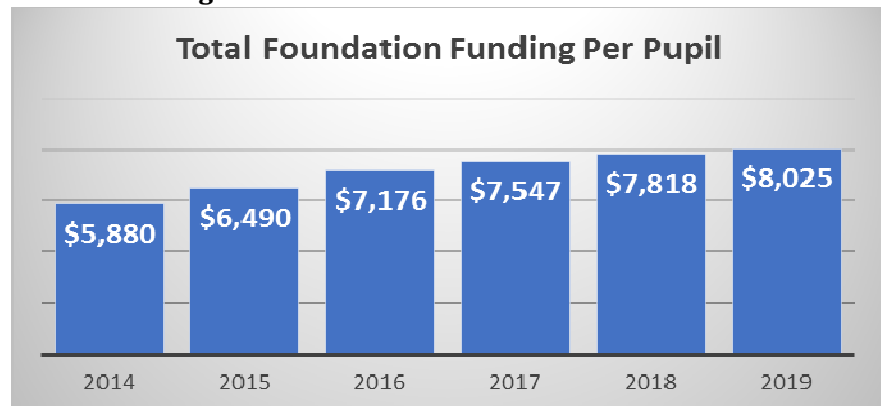


## Supplement - Executive Budget as Proposed, Per Pupil Funding

### Current Formula with Executive Budget Percentage Caps



### Executive Budget Formula

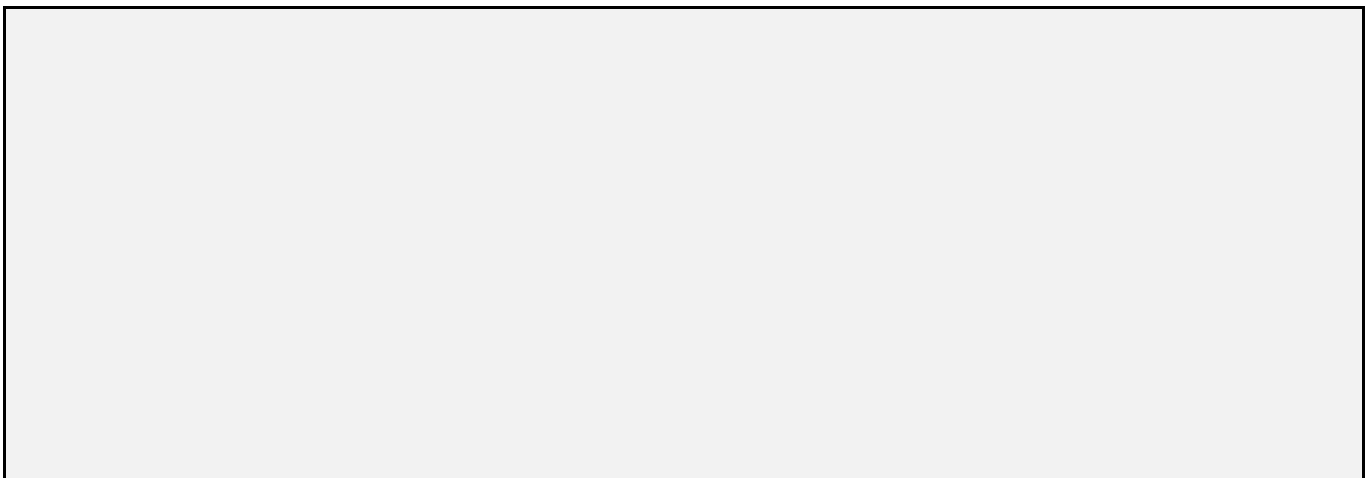


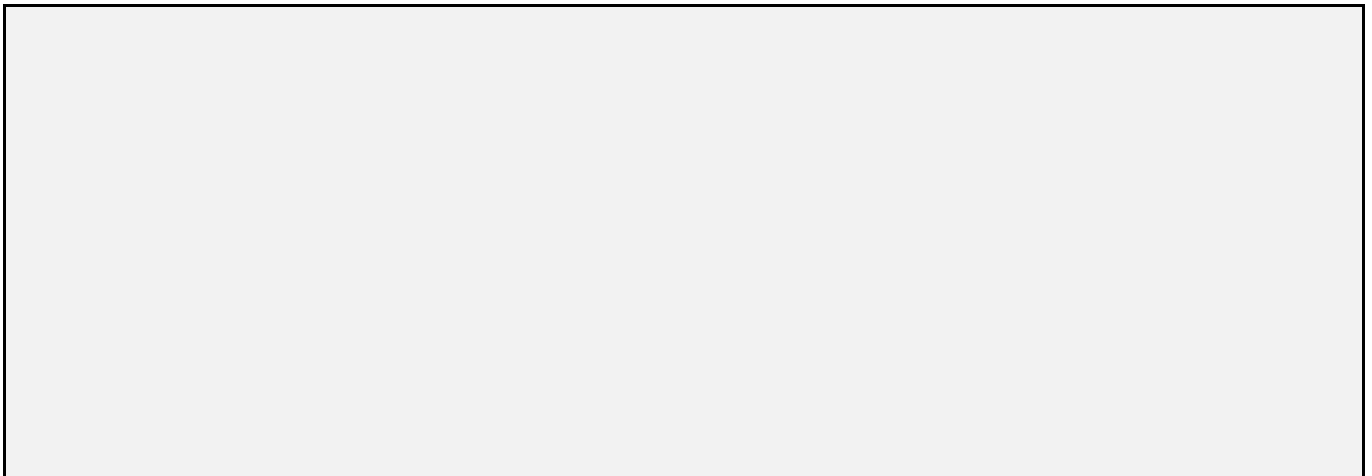
Note: Total Foundation includes items such as special education, transportation, gifted, economic disadvantaged, etc. The increase in state share will increase some of these categories.

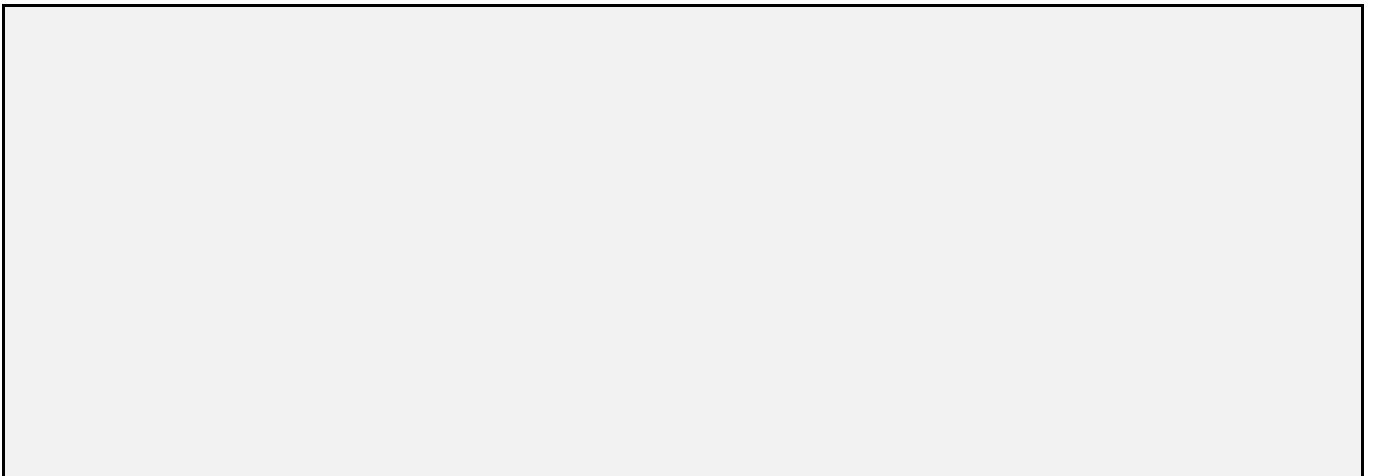
The Executive Budget proposed increase in state share will increase per pupil funding.

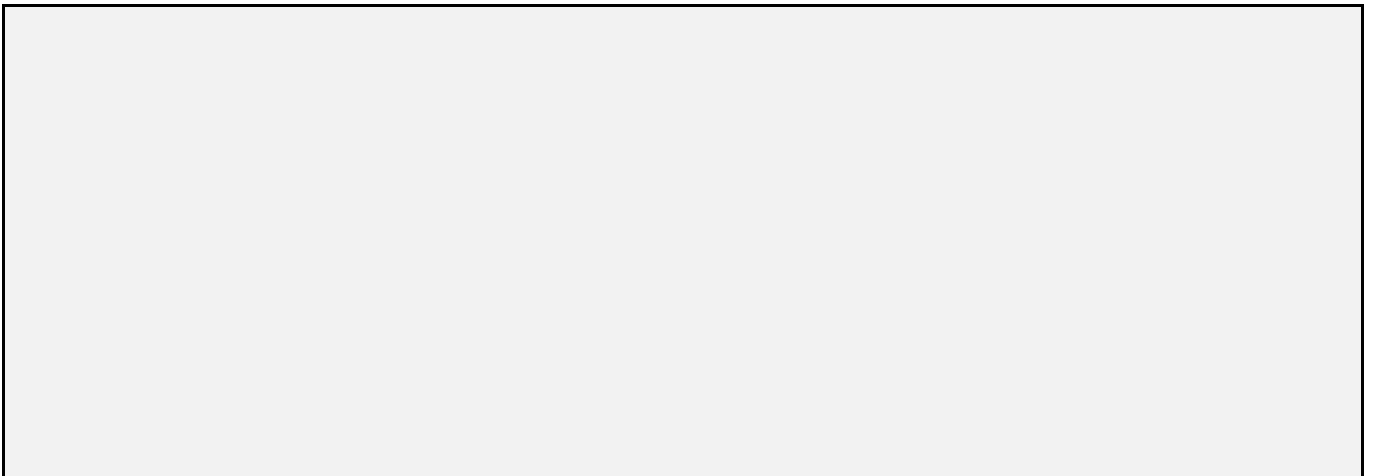
The Executive Budget could increase per pupil state funding by about \$400 in 2019, at the same time, the Executive Budget will remove about \$208 per pupil in tangible personal property reimbursement.

The impact on the district's financial forecast is not just a function of revenue. The increase in state funding will also bring increases in district payments to community schools for not only per pupil funding but also special education, economic disadvantaged funding, etc. The modeling of the full impact is quite complex and will require a more complete legislative road map.









**AKRON PUBLIC SCHOOLS  
MONTHLY RECONCILIATION  
April 2015**

Book Balance		Bank Balance	
<b>USAS Accounting System</b>		<b>Month End Bank Account Balances</b>	
Beginning Balance	142,237,243.33	002 - First Merit Student Activity	582,187.60
Plus Receipts	42,730,090.52	005 - PNC Practical Nursing	1,514.00
Less Expenditures	<u>43,752,106.47</u>	007 - PNC Oma Evans	151,699.18
Ending Balance	<u>141,215,227.38</u>	008 - First Merit Schumacher	42.48
		015 - PNC Judy Resnik	6,241.73
		017 - First Merit AP/Payroll/CN	6,015,387.36
		018 - PNC Building Fund	5,350,000.00
<b>Outstanding Checks &amp; Direct Deposits</b>		026 - 5th/3rd	8,571,837.58
002 - First Merit Student Activity Checks	63,196.85	034 - PNC General Fund Money Market	20,312,595.92
005 - PNC Practical Nursing Checks	-	036 - PNC Building Fund Money Market	-
015 - PNC Judy Resnik Checks	-	037 - USBank Construction	33,196,663.80
017 - First Merit Accounts Payable Checks	1,429,182.35	038 - USBank PI Fund	14,995,738.93
017 - First Merit Payroll Checks	131,953.82		<u>89,183,908.58</u>
017 - First Merit Payroll Direct Deposits	-		
018 - PNC Building Fund Checks	874,811.69	<b>Local Grant/Benefit CD's</b>	
	<u>2,499,144.71</u>	022 - First Merit CD	20,069.02
		029 - First Merit CD	5,000.00
<b>Pending Payroll Deductions</b>		030 - First Merit CD	178,015.34
Federal/Medicare Withholding	679,814.53	032 - First Merit CD	91,782.16
State Tax	126,287.13		<u>294,866.52</u>
City Tax	319,209.60		
SERS	282,562.44	<b>Investment Sweeps</b>	
State Income Tax	1,407.57	002 - First Merit Student Activity	1,170,000.00
STRS	-	017 - First Merit AP/Payroll/CN	48,995,000.00
Valic	-	018 - PNC Building Fund	5,498,601.37
ING (Voya)	-		<u>55,663,601.37</u>
Lincoln	-		
Ohio Deferred Comp	9,694.94	<b>Miscellaneous Bank Adjustments</b>	
MG Trust (Aspire)	5,510.83	Petty Cash	1,000.00
Towpath	-	Bank Charges to be Refunded	129.81
	<u>1,424,487.04</u>	Student Activity Payroll Deposit to 017	2,204.03
		Building Fund Payroll Deposit to 017	-
<b>Miscellaneous Book Adjustments</b>		Voided check cashed	18.98
021 - Inventory Allowance	10,855.36		-
022 - Insurance Accrual	<u>(3,985.20)</u>		<u>3,352.82</u>
	<u>6,870.16</u>		
<b>Adjusted Book Balance</b>	<u><u>\$ 145,145,729.29</u></u>	<b>Adjusted Bank Balance</b>	<u><u>\$ 145,145,729.29</u></u>