



Kettering City School District

Monthly Financial Report

Fiscal Year 2023 Revenue and Expenditure Activity Through February

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FISCAL YEAR 2023 REVENUE AND EXPENDITURE ANALYSIS THROUGH FEBRUARY

1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

**CURRENT YEAR-TO-DATE
REVENUE COLLECTIONS
INDICATE A**

\$526,378

**FAVORABLE COMPARED TO
FORECAST**

**CURRENT YEAR-TO-DATE
EXPENDITURES INDICATE A**

\$41,347

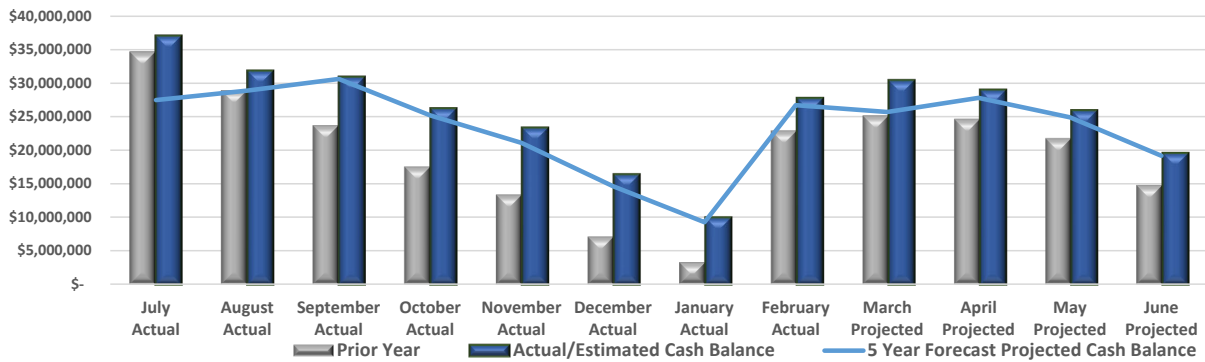
**UNFAVORABLE COMPARED TO
FORECAST**

**POTENTIAL NET IMPACT
WOULD RESULT IN A**

\$485,031

**FAVORABLE IMPACT ON THE
CASH BALANCE**

2. VARIANCE AND CASH BALANCE COMPARISON



**CURRENT MONTHLY CASH FLOW
ESTIMATES A JUNE 30, 2023 CASH
BALANCE OF**

\$19,649,942

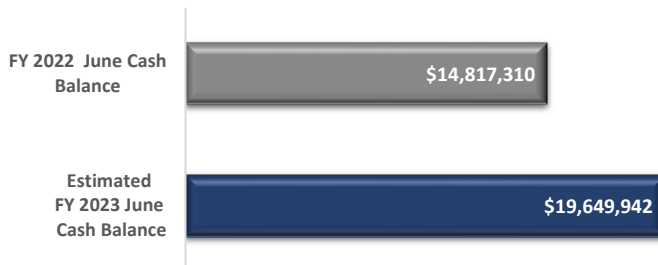
Current monthly cash flow estimates, including actual data through February indicate that the June 30, 2023 cash balance will be \$19,649,942, which is \$485,031 more than the five year forecast of \$19,164,911. This is a slight improvement from last month when the estimate was \$428,966 more than forecast.

**June 30 ESTIMATED CASH
BALANCE IS**

\$485,031

**MORE THAN THE
FORECAST/BUDGET AMOUNT**

3. FISCAL YEAR 2023 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



OPERATING SURPLUS OF

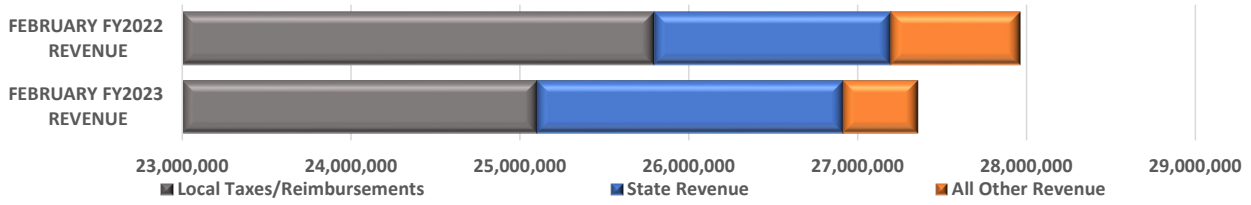
\$4,832,632

**WILL INCREASE THE CASH BALANCE
BY THE END OF THE FISCAL YEAR**

Current cash flow monthly trend-estimates indicate this year's ending June 30 cash balance will INCREASE \$4,832,632 compared to last fiscal year ending June 30. This surplus outcome is the result of the cash flow revenue estimate of \$113,222,330 totaling more than estimated cash flow expenditures of \$108,389,698.

FISCAL YEAR 2023 MONTHLY REVENUE ANALYSIS - FEBRUARY

1. FEBRUARY REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



| | Actual Revenue Collections For February | Prior Year Revenue Collections | Actual Compared to Last Year |
|----------------------------|---|--------------------------------|------------------------------|
| Local Taxes/Reimbursements | 25,100,100 | 25,792,930 | ▼ (692,829) |
| State Revenue | 1,813,068 | 1,401,569 | ▲ 411,499 |
| All Other Revenue | 445,462 | 767,176 | ▼ (321,714) |
| Total Revenue | 27,358,630 | 27,961,675 | ▼ (603,045) |

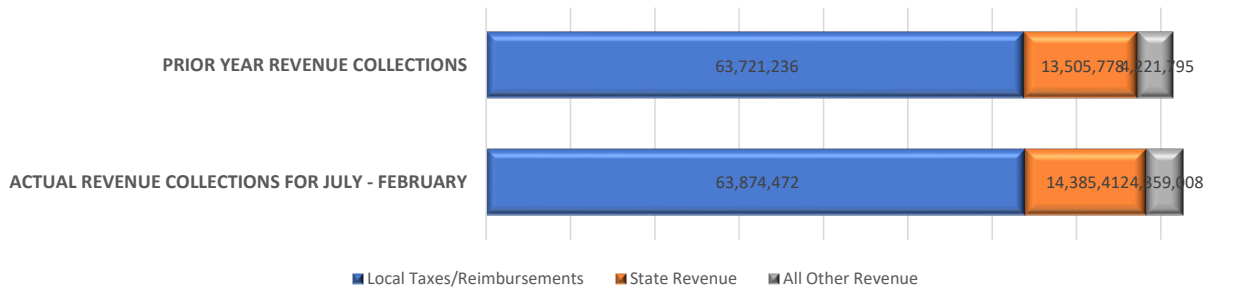
Actual revenue for the month was down

\$603,045

compared to last year.

Overall total revenue for February is down -2.2% (-\$603,045). The largest change in this February's revenue collected compared to February of FY2022 is lower local taxes (-\$692,829) and higher restricted aid state (\$575,870). The difference in taxes is a product of collections during the tax advance period prior to the final settlement.

2. ACTUAL REVENUE RECEIVED THROUGH FEBRUARY COMPARED TO THE PRIOR YEAR



| | Actual Revenue Collections For July - February | Prior Year Revenue Collections For July - February | Current Year Compared to Last Year |
|----------------------------|--|--|------------------------------------|
| Local Taxes/Reimbursements | 63,874,472 | 63,721,236 | ▲ 153,236 |
| State Revenue | 14,385,412 | 13,505,778 | ▲ 879,633 |
| All Other Revenue | 4,359,008 | 4,221,795 | ▲ 137,213 |
| Total Revenue | 82,618,892 | 81,448,810 | ▲ 1,170,082 |

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

\$1,170,082

HIGHER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$82,618,892 through February, which is \$1,170,082 or 1.4% higher than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through February to the same period last year is state aid that is higher by \$879,633.

FISCAL YEAR 2023 REVENUE ANALYSIS - JULY - FEBRUARY

3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

CURRENT YEAR-TO-DATE REVENUE COLLECTIONS INDICATE A

\$526,378

FAVORABLE COMPARED TO FORECAST

| | Forecast Annual Revenue Estimates | Cash Flow Actual/Estimated Calculated Annual Amount | Current Year Forecast Compared to Actual/Estimated |
|----------------------|-----------------------------------|---|--|
| Loc. Taxes/Reimbur. | 84,383,563 | 84,382,472 | (1,091) |
| State Revenue | 21,608,410 | 21,923,812 | 315,402 |
| All Other Revenue | 6,703,979 | 6,916,046 | 212,067 |
| Total Revenue | 112,695,952 | 113,222,330 | 526,378 |

The top two categories (investment earnings and unrestricted grants in aid), represents 81.8% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$526,378 (current revenue estimates vs. amounts projected in the five year forecast) is equal to .47% forecast annual revenue

Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
|--|--------------------------------|
| Investment Earnings ▲ | 251,649 |
| Unrestricted Grants In Aid ▲ | 179,131 |
| Restricted Aid State ▲ | 136,270 |
| Homestead, Rollback & other state reimb. ▼ | (30,352) |
| All Other Revenue Categories ▼ | (10,321) |
| Total Revenue ▲ | 526,378 |

4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

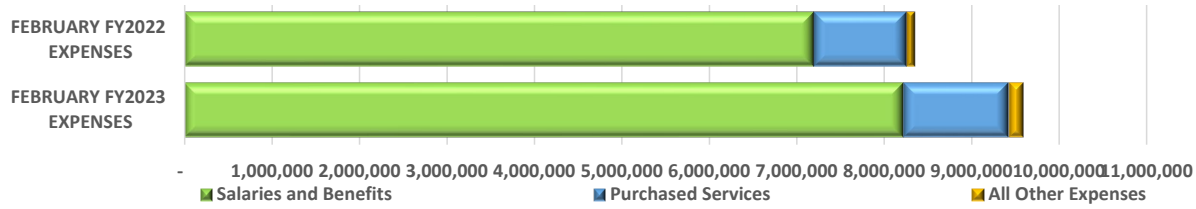
Results through February indicate a favorable variance of \$526,378 compared to the forecast total annual revenue. This means the forecast cash balance could be improved.

The fiscal year is 67% complete. Monthly cash flow, comprised of 8 actual months plus 4 estimated months indicates revenue totaling \$113,222,330 which is \$526,378 more than total revenue projected in the district's current forecast of \$112,695,952



FISCAL YEAR 2023 MONTHLY EXPENDITURE ANALYSIS - FEBRUARY

1. FEBRUARY EXPENDITURES COMPARED TO PRIOR YEAR



| | Actual Expenses For February | Prior Year Expenditure Incurred | | Actual Compared to Last Year |
|---------------------------|------------------------------|---------------------------------|---|------------------------------|
| Salaries and Benefits | 8,220,178 | 7,197,312 | ▲ | 1,022,866 |
| Purchased Services | 1,198,198 | 1,061,448 | ▲ | 136,750 |
| All Other Expenses | 165,283 | 95,535 | ▲ | 69,748 |
| Total Expenditures | 9,583,659 | 8,354,295 | ▲ | 1,229,364 |



Actual expenses for the month was up
\$1,229,364
 compared to last year.

Overall total expenses for January are up 11.1% (\$988,063). The utilization of ESSER and ARP funds for salaries and benefits beginning in FY 2022 and continuing into FY 2023 will make for difficult comparisons in salaries and benefits in the upcoming months. The District exhausted the ESSER and ARP funds in December 2022, as a result more cost will shift back to the general fund and demonstrate a higher than actual spend in this category.

2. ACTUAL EXPENSES INCURRED THROUGH FEBRUARY COMPARED TO THE PRIOR YEAR



| | Actual Expenses For July - February | Prior Year Expenditures Incurred | | Actual Compared to Last Year |
|---------------------------|-------------------------------------|----------------------------------|---|------------------------------|
| Salaries and Benefits | 59,558,104 | 60,075,287 | ▼ | (517,184) |
| Purchased Services | 7,272,882 | 6,766,375 | ▲ | 506,507 |
| All Other Expenses | 2,784,771 | 2,270,469 | ▲ | 514,302 |
| Total Expenditures | 69,615,756 | 69,112,131 | ▲ | 503,625 |

Compared to the same period, total expenditures are
\$503,625
 higher than the previous year

The utilization of ESSER and ARP funds are responsible for the lower spending in FY 2023 compared to FY 2022.

FISCAL YEAR 2023 EXPENDITURE ANALYSIS - JULY - FEBRUARY

3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

CURRENT YEAR-TO-DATE
EXPENDITURES INDICATE A

\$41,347

UNFAVORABLE COMPARED TO
FORECAST

| | Forecasted Annual Expenses | Cash Flow Actual/Estimated Calculated Annual Amount | Forecasted amount compared to Actual/Estimated |
|---------------------------|----------------------------------|--|---|
| Salaries and Benefits | 92,511,684 | 92,508,425 | ▼ (3,259) |
| Purchased Services | 11,429,825 | 11,427,442 | ▼ (2,383) |
| All Other Expenses | 4,406,842 | 4,453,830 | ▲ 46,988 |
| Total Expenditures | 108,348,351 | 108,389,698 | ▲ 41,347 |

The top two categories (professional and technical services and insurance certified), represents 75.5% of the variance between current expense estimates and the amounts projected in the five year forecast.

The total variance of \$41,347 (current expense estimates vs. amounts projected in the five year forecast) is equal to .% of the total Forecasted annual expenses.

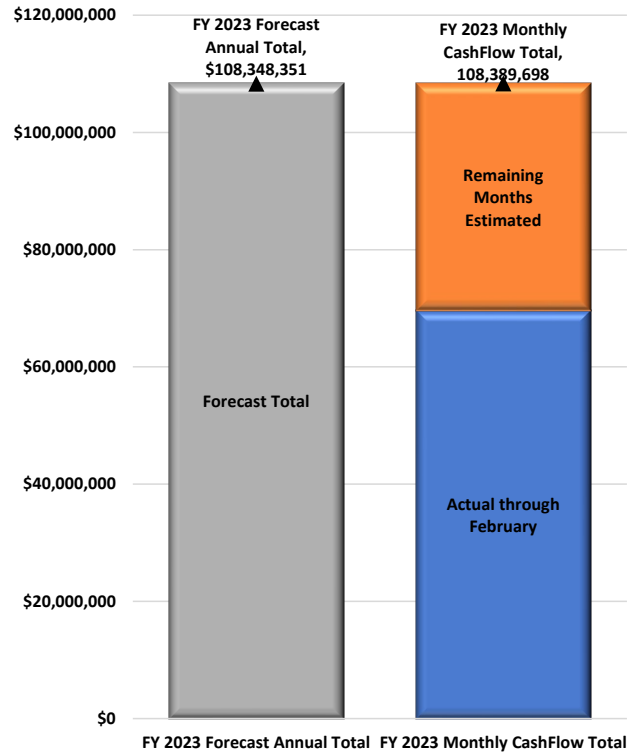
Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
|--|--------------------------------------|
| Professional and Technical Services ▲ | 295,256 |
| Insurance Certified ▼ | (264,032) |
| Employee Reimbursements and Other ▼ | (258,031) |
| Retirement Classified ▲ | 252,961 |
| All Other Expense Categories ▲ | 15,193 |
| Total Expenses ▲ | 41,347 |

4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through February indicate that Fiscal Year 2023 actual/estimated expenditures could total \$108,389,698 which has a unfavorable expenditure variance of \$41,347. This means the forecast cash balance could be reduced.

The fiscal year is approximately 67% complete. Monthly cash flow, comprised of 8 actual months plus 4 estimated months indicates expenditures totaling \$108,389,698 which is \$41,347 more than total expenditures projected in the district's current forecast of \$108,348,351





Monthly Investment Report

February 28, 2023



Investment Summary Detail Kettering City Schools

| | Total Investments | Average Yield | Average Maturity |
|------------------------------------|-------------------------|---------------|------------------|
| STAR Ohio | \$ 31,284,572.61 | 4.81% | 0.01 yrs |
| RedTree Investment Account: | | | |
| U.S. Government Agency Notes | \$ 4,812,027.35 | 2.95% | 1.73 yrs |
| U.S. Treasury Notes | \$ 1,626,687.90 | 0.33% | 0.72 yrs |
| Commercial Paper | \$ 2,526,344.87 | 5.33% | 0.59 yrs |
| Certificates of Deposit | \$ 491,386.00 | 4.95% | 2.05 yrs |
| Money Market Fund | \$ 56,463.39 | 4.44% | 0.01 yrs |
| Total District Investments | \$ 40,797,482.12 | 4.45% | 0.3 yrs |

| Benchmark Interest Rates | 2/28/23 | 2/28/22 |
|---------------------------------|----------------|----------------|
| Star Ohio | 4.81% | 0.20% |
| 6-Month Treasury | 5.17% | 0.69% |
| 2-Year Treasury | 4.81% | 1.44% |