



**Akron Public Schools**

# March 2024 Financial Report

Fiscal Year 2024 Revenue and Expenditure Activity Through March

Dr. Stephen L. Thompson, CFO/Treasurer

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## FISCAL YEAR 2024 REVENUE AND EXPENDITURE ANALYSIS THROUGH MARCH

### 1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

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

**\$4,720,635**

**UNFAVORABLE COMPARED TO  
FORECAST**

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

**\$1,675,252**

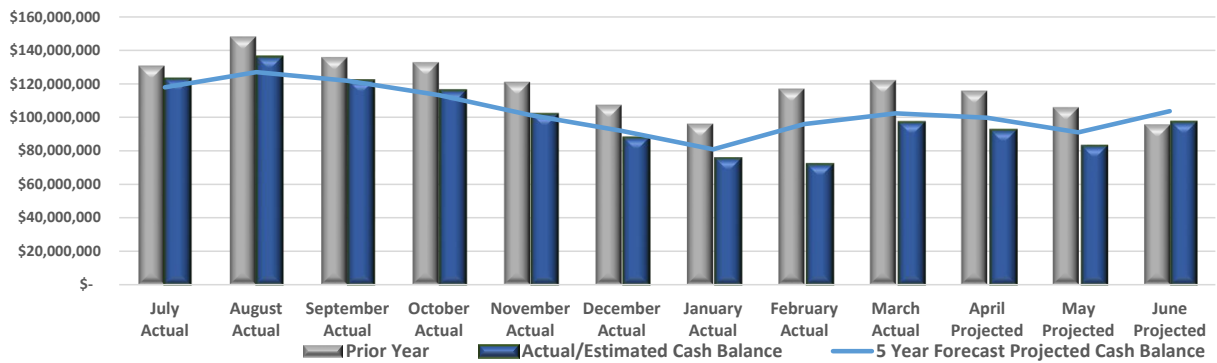
**UNFAVORABLE COMPARED TO  
FORECAST**

**POTENTIAL NET IMPACT  
WOULD RESULT IN A**

**\$6,395,886**

**UNFAVORABLE IMPACT ON THE  
CASH BALANCE**

### 2. VARIANCE AND CASH BALANCE COMPARISON



**CURRENT MONTHLY CASH FLOW  
ESTIMATES A JUNE 30, 2024 CASH  
BALANCE OF**

**\$97,350,183**

Current monthly cash flow estimates, including actual data through March indicate that the June 30, 2024 cash balance will be \$97,350,183, which is \$6,395,886 less than the five year forecast of \$103,746,070.

**June 30 ESTIMATED CASH  
BALANCE IS**

**\$(6,395,886)**

**LESS THAN THE  
FORECAST/BUDGET AMOUNT**

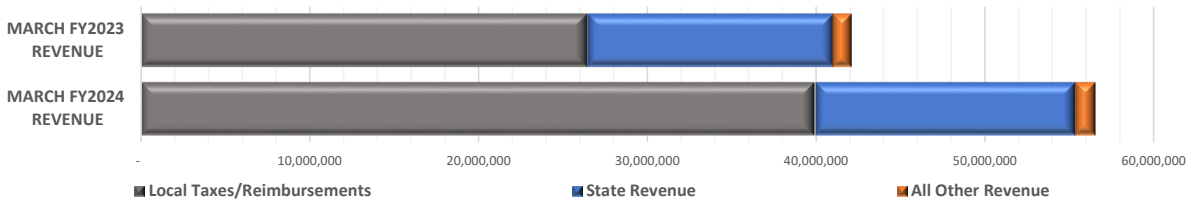
### 3. FISCAL YEAR 2024 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



Current cash flow monthly trend-estimates indicate this year's ending June 30 cash balance will INCREASE \$1,854,912 compared to last fiscal year ending June 30. This surplus outcome is the result of the cash flow revenue estimate of \$370,879,347 totaling more than estimated cash flow expenditures of \$369,024,436.

# FISCAL YEAR 2024 MONTHLY REVENUE ANALYSIS - MARCH

## 1. MARCH REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



|                            | Actual Revenue Collections For March | Prior Year Revenue Collections | Actual Compared to Last Year |
|----------------------------|--------------------------------------|--------------------------------|------------------------------|
| Local Taxes/Reimbursements | 39,915,949                           | 26,484,916                     | ▲ <b>13,431,033</b>          |
| State Revenue              | 15,425,952                           | 14,509,435                     | ▲ <b>916,517</b>             |
| All Other Revenue          | 1,200,146                            | 1,141,687                      | ▲ <b>58,459</b>              |
| <b>Total Revenue</b>       | <b>56,542,047</b>                    | <b>42,136,038</b>              | ▲ <b>14,406,009</b>          |

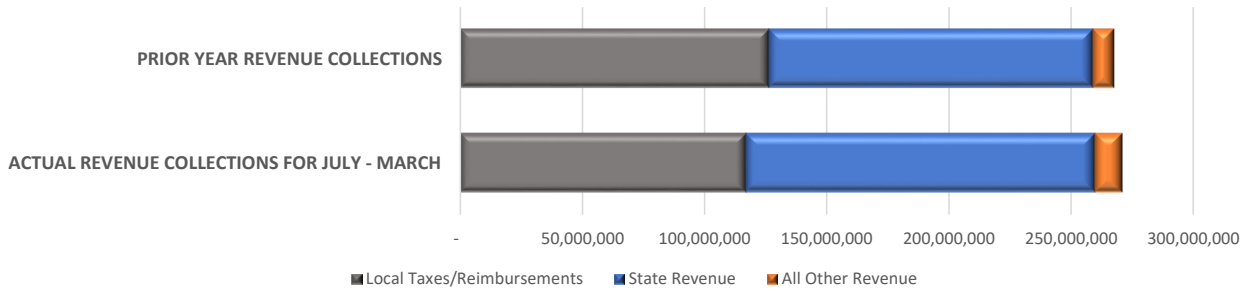
Actual revenue for the month was up

**\$14,406,009**

compared to last year.

Overall total revenue for March is up 34.2% (\$14,406,009). The largest change in this March's revenue collected compared to March of FY2023 is higher local taxes (\$13,431,033) and higher unrestricted grants in aid (\$1,074,971). A single month's results can be skewed compared to a prior year because of the timing of revenue received. The fiscal year-to-date results, when involving additional months of revenue activity can provide more insight.

## 2. ACTUAL REVENUE RECEIVED THROUGH MARCH COMPARED TO THE PRIOR YEAR



|                            | Actual Revenue Collections For July - March | Prior Year Revenue Collections For July - March | Current Year Compared to Last Year |
|----------------------------|---|---|------------------------------------|
| Local Taxes/Reimbursements | 117,147,023                                 | 126,455,755                                     | ▼ <b>(9,308,732)</b>               |
| State Revenue              | 142,657,413                                 | 132,510,604                                     | ▲ <b>10,146,809</b>                |
| All Other Revenue          | 11,256,026                                  | 8,771,950                                       | ▲ <b>2,484,076</b>                 |
| <b>Total Revenue</b>       | <b>271,060,462</b>                          | <b>267,738,308</b>                              | ▲ <b>3,322,154</b>                 |

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

**\$3,322,154**

HIGHER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$271,060,462 through March, which is \$3,322,154 or 1.2% higher than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through March to the same period last year is unrestricted grants in aid revenue coming in \$9,608,488 higher compared to the previous year, followed by local taxes coming in -\$9,245,322 lower.

## FISCAL YEAR 2024 REVENUE ANALYSIS - JULY - MARCH

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

CURRENT YEAR-TO-DATE REVENUE  
COLLECTIONS INDICATE A

**\$4,720,635**

UNFAVORABLE COMPARED TO  
FORECAST

|                     | Forecast<br>Annual Revenue<br>Estimates | Cash Flow<br>Actual/Estimated<br>Calculated<br>Annual Amount | Current Year<br>Forecast<br>Compared to<br>Actual/Estimated |
|---------------------|---|--|---|
| Loc. Taxes/Reimbur. | 138,870,302                             | 134,895,983  | (3,974,319)   |
| State Revenue       | 190,072,077                             | 188,649,096  | (1,422,981)   |
| All Other Revenue   | 46,657,603                              | 47,334,269   | 676,666   |
| Total Revenue       | 375,599,982                             | 370,879,347  | (4,720,635)   |

The top two categories (local taxes and revenue in lieu of taxes), represents 123.9% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$4,720,635 (current revenue estimates vs. amounts projected in the five year forecast) is equal to 1.26% forecast annual revenue

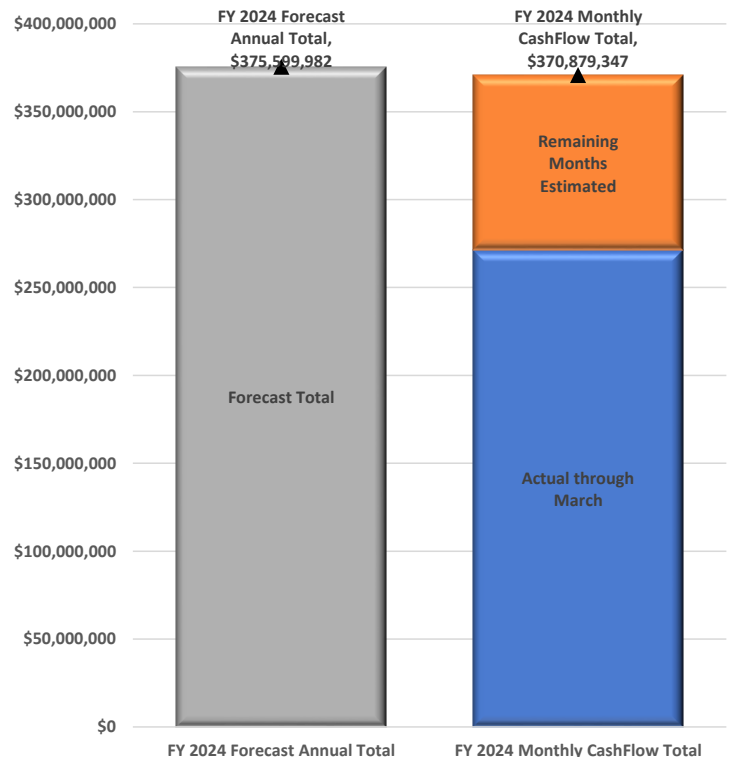
#### Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance<br>Based on<br>Actual/Estimated Annual Amount | Expected<br>Over/(Under)<br>Forecast |
|--|--------------------------------------|
| Local Taxes ▼  | (3,973,031)                          |
| Revenue in Lieu of Taxes ▼                             | (1,874,142)                          |
| Unrestricted Grants In Aid ▼                           | (1,603,360)                          |
| Unrestricted Fed ▲                                     | 1,250,634                            |
| All Other Revenue Categories ▲                         | 1,479,266                            |
| Total Revenue ▼  | (4,720,634)                          |

### 4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

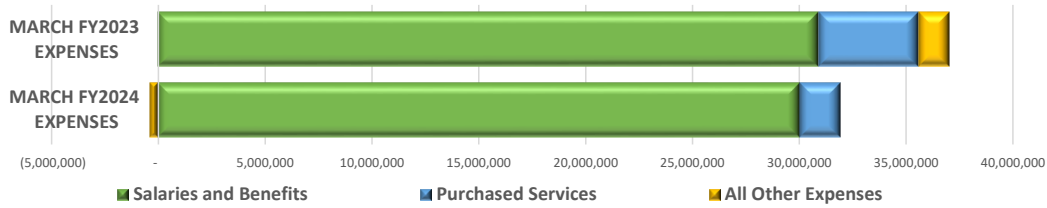
Results through March indicate an unfavorable variance of \$4,720,635 compared to the forecast total annual revenue. This means the forecast cash balance could be reduced.

The fiscal year is 75% complete. Monthly cash flow, comprised of 9 actual months plus 3 estimated months indicates revenue totaling \$370,879,347 which is -\$4,720,635 less than total revenue projected in the district's current forecast of \$375,599,982



# FISCAL YEAR 2024 MONTHLY EXPENDITURE ANALYSIS - MARCH

## 1. MARCH EXPENDITURES COMPARED TO PRIOR YEAR



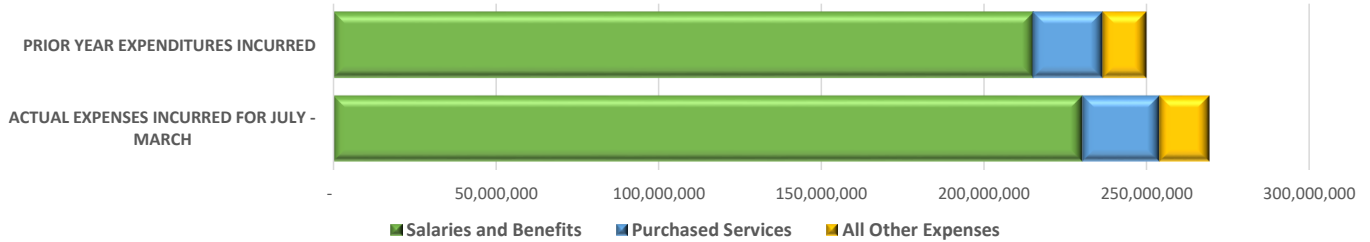
|                           | Actual Expenses For March | Prior Year Expenditure Incurred | Actual Compared to Last Year |
|---------------------------|---------------------------|---------------------------------|------------------------------|
| Salaries and Benefits     | 30,023,780                | 30,894,251                      | ▼ <b>(870,471)</b>           |
| Purchased Services        | 1,912,276                 | 4,665,811                       | ▼ <b>(2,753,536)</b>         |
| All Other Expenses        | (412,645)                 | 1,490,529                       | ▼ <b>(1,903,174)</b>         |
| <b>Total Expenditures</b> | <b>31,523,411</b>         | <b>37,050,591</b>               | ▼ <b>(5,527,181)</b>         |



Actual expenses for the month was down  
**\$5,527,181**  
 compared to last year.

Overall total expenses for March are down -14.9% (-\$5,527,181). The largest change in this March's expenses compared to March of FY2023 is lower regular certified salaries (-\$1,547,566), lower textbooks (-\$1,347,365) and lower communications (-\$1,312,531). A single month's results can be skewed compared to a prior year because of the timing when expenses are incurred. The fiscal year-to-date results, when involving additional months of expense activity can provide more insight.

## 2. ACTUAL EXPENSES INCURRED THROUGH MARCH COMPARED TO THE PRIOR YEAR



|                           | Actual Expenses For July - March | Prior Year Expenditures Incurred | Actual Compared to Last Year |
|---------------------------|----------------------------------|----------------------------------|------------------------------|
| Salaries and Benefits     | 230,365,678                      | 215,219,775                      | ▲ <b>15,145,903</b>          |
| Purchased Services        | 23,656,803                       | 21,486,996                       | ▲ <b>2,169,807</b>           |
| All Other Expenses        | 15,368,213                       | 13,406,509                       | ▲ <b>1,961,703</b>           |
| <b>Total Expenditures</b> | <b>269,390,694</b>               | <b>250,113,280</b>               | ▲ <b>19,277,413</b>          |

Compared to the same period, total expenditures are  
**\$19,277,413**  
 higher than the previous year

Fiscal year-to-date General Fund expenses totaled \$269,390,694 through March, which is \$19,277,413 or 7.7% higher than the amount expended last year. The largest difference in expenditures when comparing current year-to-date expenditures through March to the same period last year is that insurance certified costs are \$5,384,697 higher compared to the previous year, followed by regular certified salaries coming in \$3,439,410 higher and regular classified salaries coming in \$3,363,745 higher.

## FISCAL YEAR 2024 EXPENDITURE ANALYSIS - JULY - MARCH

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

CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A

**\$1,675,252**

UNFAVORABLE COMPARED TO  
FORECAST

|                           | Forecasted<br>Annual<br>Expenses | Cash Flow<br>Actual/Estimated<br>Calculated<br>Annual Amount | Forecasted<br>amount<br>compared to<br>Actual/Estimated |
|---------------------------|----------------------------------|--|---|
| Salaries and Benefits     | 314,975,208                      | 311,565,614  | ▼ (3,409,594)   |
| Purchased Services        | 30,292,769                       | 33,226,519   | ▲ 2,933,750   |
| All Other Expenses        | 22,081,207                       | 24,232,302   | ▲ 2,151,095   |
| <b>Total Expenditures</b> | <b>367,349,184</b>               | <b>369,024,436</b>   | <b>▲ 1,675,252</b>                                      |

The top two categories (regular certified salaries and insurance certified), represents 227.% of the variance between current expense estimates and the amounts projected in the five year forecast.

The total variance of \$1,675,252 (current expense estimates vs. amounts projected in the five year forecast) is equal to .5% of the total Forecasted annual expenses.

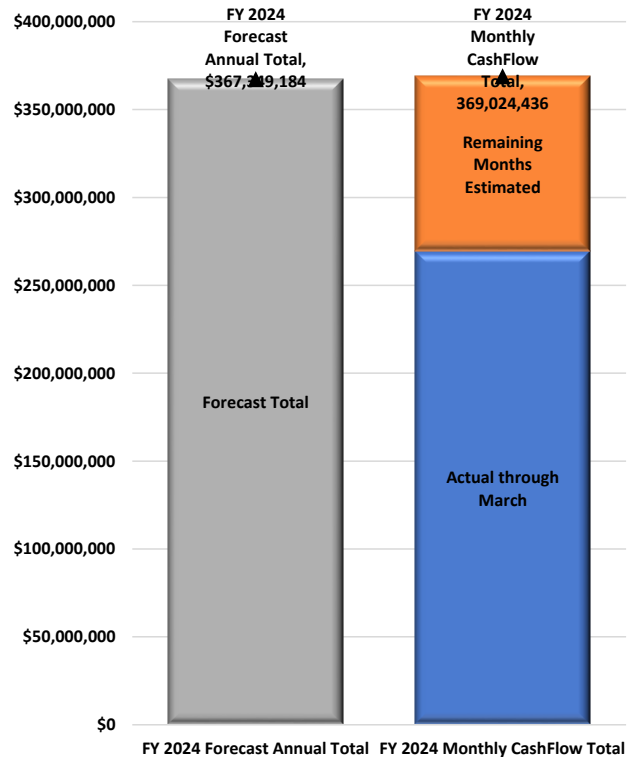
#### Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance<br>Based on<br>Actual/Estimated Annual Amount | Expected<br>Over/(Under)<br>Forecast |
|--|--------------------------------------|
| Regular Certified Salaries ▼                           | <b>(7,372,642)</b>                   |
| Insurance Certified ▲                                  | <b>3,568,995</b>                     |
| Pupil Transportation ▲                                 | <b>2,955,633</b>                     |
| Textbooks ▲  | <b>1,761,668</b>                     |
| All Other Expense Categories ▲                         | <b>761,598</b>                       |
| <b>Total Expenses ▲</b>                                | <b>1,675,252</b>                     |

### 4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through March indicate that Fiscal Year 2024 actual/estimated expenditures could total \$369,024,436 which has a unfavorable expenditure variance of \$1,675,252. This means the forecast cash balance could be reduced.

The fiscal year is approximately 75% complete. Monthly cash flow, comprised of 9 actual months plus 3 estimated months indicates expenditures totaling \$369,024,436 which is \$1,675,252 more than total expenditures projected in the district's current forecast of \$367,349,184



**AKRON PUBLIC SCHOOLS**  
**MONTHLY RECONCILIATION**  
**March 2024**

| Book Balance                                       | Bank Balance                                   |
|--|--|
| <b>Munis Accounting System</b>                     | <b>Month End Bank Account Balances</b>         |
| Beginning Balance 173,448,322.91                   | 007 - PNC Oma Evans 150,868.06                 |
| Plus Receipts 71,877,249.60                        | 008 - HNB Schumacher 103.35                    |
| Less Expenditures 45,894,154.45                    | 009 - Star Ohio 6,112,563.63                   |
| Ending Balance <u>199,431,418.06</u>               | 017 - HNB AP/Payroll/CN 45,950,448.62          |
|  | 018 - PNC Building Fund 1,040,734.36           |
| <b>Outstanding Checks &amp; Direct Deposits</b>    | 021 - HNB FSA Account 953,955.12               |
| 017 - HNB Accounts Payable Checks 752,957.99       | 037 - USBank Construction 16,749,470.76        |
| 017 - HNB Virtual Cards 429,159.94                 | 038 - USBank PI Fund 11,291,075.24             |
| 017 - HNB Payroll Checks 43,787.67                 | 039 - USBank General Fund 63,864,168.87        |
| 017 - HNB Deposit Outstanding on Munis             | 040 - USBank Benefits Fund 11,052,168.29       |
| <u>1,225,905.60</u>                                | 041 - USBank COPs Proceeds 39,488,475.09       |
|  | 042 - USBank CAP-I Lease <u>972,528.99</u>     |
|  | <u>197,626,560.38</u>                          |
| <b>Pending Payroll Deductions</b>                  | <b>Local Grant/Benefit CD's</b>                |
| Federal/Medicare Withholding -                     | 029 - HNB CD 5,053.52                          |
| State Tax -  | 032 - HNB CD <u>95,804.60</u>                  |
| City Tax -   | 100,858.12                                     |
| SERS -   |  |
| Child Support Payments -                           | <b>Escrow Accounts</b>                         |
| School District Income Tax -                       | x4897 Mid American Construction - HNB 5,642.06 |
| STRS -   | x2897 Vendrick Construction - HNB              |
| AXA -  | x8540 Hammond Construction - PNC 54.89         |
| Valic -  | x8839 Martin Public Seating - PNC 0.13         |
| ING (Voya) -                                       | x8841 Penn Ohio Electrical Co - PNC 7.32       |
| MG Trust -   | x1301 Lockhart Concrete Co - PNC 13.90         |
| Ameriprise -                                       | x7489 OSMIC Inc - PNC                          |
| Lincoln -  | x3376 Hammond Construction - PNC 0.78          |
| Ohio Deferred Comp -                               | x7982 Welty Building Co - PNC 0.12             |
| Towpath -  | x6627 Hammond Construction - PNC 8,518.78      |
| <u>-</u>   | x5262 Hammond Construction - PNC 0.20          |
|  | x7065 Tom Sexton & Assoc - PNC 0.19            |
|  | x7069 Tom Sexton & Assoc - PNC <u>1.21</u>     |
| <b>Miscellaneous Book Adjustments</b>              | <u>14,239.58</u>                               |
| 021 - Inventory Allowance 32,014.45                |  |
| 022 - Insurance Accrual (2,307,843.28)             | <b>Flex Spending Account</b>                   |
| Timing Differences in Accounts Payable (15,301.86) | Prefunded Account 539,207.45                   |
| Timing Differences in Accounts Receivable -        | Withdrawals (Claims) 75,726.87                 |
| HNB Escrow Statement 5,642.06                      | Settlement Credit -                            |
| PNC Escrow Statement 8,581.17                      | Service Charges <u>-</u>                       |
| Escrow Reconciling Item 16.35                      | <u>614,934.32</u>                              |
| <u>(2,276,891.11)</u>                              |  |
|  | <b>Miscellaneous Bank Adjustments</b>          |
|  | Petty Cash 1,000.00                            |
|  | Bank Charges to be Refunded -                  |
|  | Outstanding Items <u>22,840.15</u>             |
|  | <u>23,840.15</u>                               |
| <b>Adjusted Book Balance</b> \$ 198,380,432.55     | <b>Adjusted Bank Balance</b> \$ 198,380,432.55 |