



# Akron Public Schools

## August 2024 Financial Report

Fiscal Year 2025 Revenue and Expenditure Activity Through August

Dr. Stephen Thompson, CFO/Treasurer

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## FISCAL YEAR 2025 REVENUE AND EXPENDITURE ANALYSIS THROUGH AUGUST

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

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

**\$1,326,448**

**FAVORABLE COMPARED TO FORECAST**

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

**\$9,079,488**

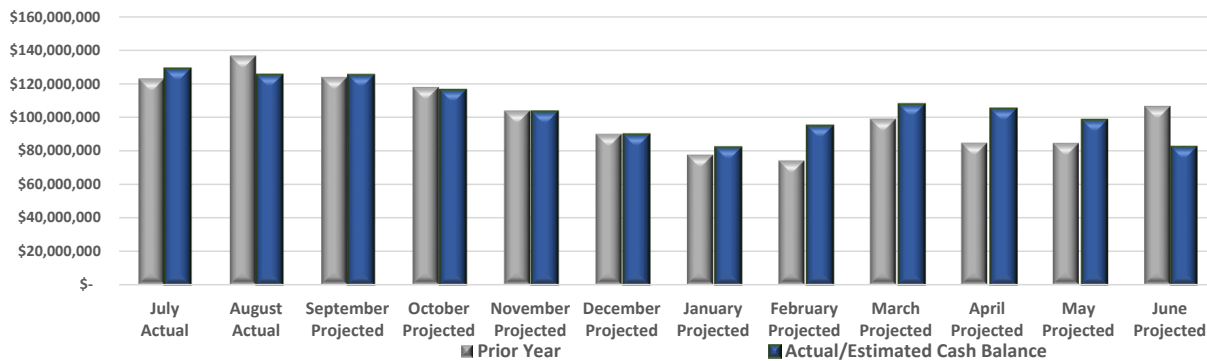
**UNFAVORABLE COMPARED TO FORECAST**

**POTENTIAL NET IMPACT WOULD RESULT IN A**

**\$7,753,040**

**UNFAVORABLE IMPACT ON THE CASH BALANCE**

### 2. VARIANCE AND CASH BALANCE COMPARISON



CURRENT MONTHLY CASH FLOW ESTIMATES A JUNE 30, 2025 CASH BALANCE OF

**\$82,164,349**

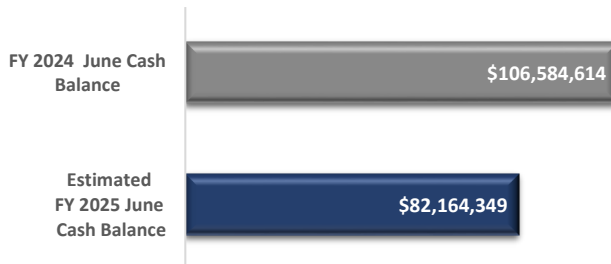
Current monthly cash flow estimates, including actual data through August indicate that the June 30, 2025 cash balance will be \$82,164,349, which is \$7,753,040 less than the five year forecast of \$89,917,389.

June 30 ESTIMATED CASH BALANCE IS

**\$(7,753,040)**

LESS THAN THE FORECAST/BUDGET AMOUNT

### 3. FISCAL YEAR 2025 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



OPERATING DEFICIT OF

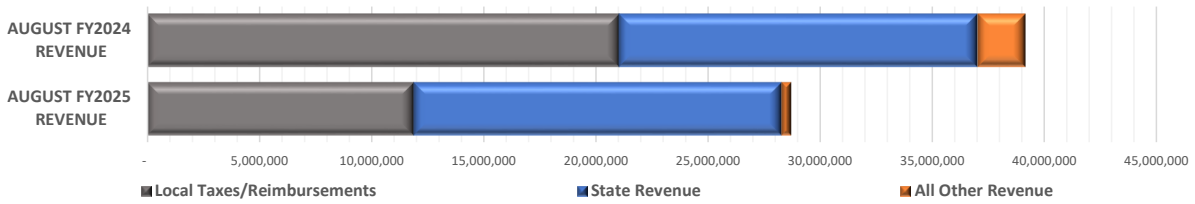
**\$(24,420,265)**

WILL DECREASE 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 DECREASE \$24,420,265 compared to last fiscal year ending June 30. This shortfall outcome is the result of the cash flow revenue estimate of \$349,741,351 totaling more than estimated cash flow expenditures of \$374,161,616. \*Tax collections were delayed in August. The September payment is expected to bring in nearly 9 million in additional tax collections.

# FISCAL YEAR 2025 MONTHLY REVENUE ANALYSIS - AUGUST

## 1. AUGUST REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



	Actual Revenue Collections For August	Prior Year Revenue Collections	Actual Compared to Last Year
Local Taxes/Reimbursements	11,896,482	21,021,698	● (9,125,216)
State Revenue	16,386,410	15,998,597	● 387,814
All Other Revenue	431,263	2,137,680	● (1,706,417)
<b>Total Revenue</b>	<b>28,714,156</b>	<b>39,157,975</b>	● (10,443,819)

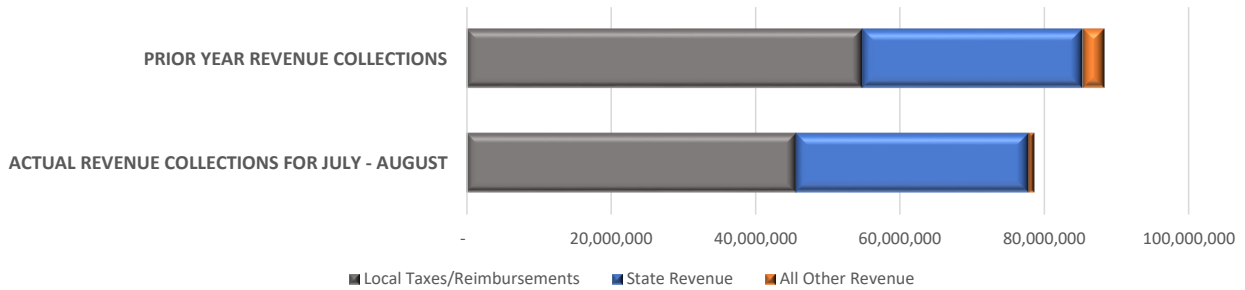
Actual revenue for the month was down

**\$10,443,819**

compared to last year.

Overall total revenue for August is down -26.7% (-\$10,443,819). The largest change in this August's revenue collected compared to August of FY2024 is lower local taxes (-\$9,125,216) and lower unrestricted fed (-\$1,792,138). 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. \*This is a timing issue. September payment will reconcile collections.

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



	Actual Revenue Collections For July - August	Prior Year Revenue Collections For July - August	Current Year Compared to Last Year
Local Taxes/Reimbursements	45,551,689	54,779,011	▼ (9,227,322)
State Revenue	32,294,505	30,505,823	▲ 1,788,682
All Other Revenue	813,241	2,970,945	▼ (2,157,705)
<b>Total Revenue</b>	<b>78,659,434</b>	<b>88,255,779</b>	▼ (9,596,345)

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

**\$9,596,345**

LOWER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$78,659,434 through August, which is -\$9,596,345 or -10.9% lower than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through August to the same period last year is local taxes revenue coming in -\$9,227,322 lower compared to the previous year, followed by unrestricted grants in aid coming in \$2,394,891 higher. \*This is a timing issue. September payment will reconcile collections.

## FISCAL YEAR 2025 REVENUE ANALYSIS - JULY - AUGUST

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

CURRENT YEAR-TO-DATE REVENUE  
COLLECTIONS INDICATE A

**\$1,326,448**

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.	141,167,975	141,167,975	(0)
State Revenue	191,292,682	193,521,065	2,228,383
All Other Revenue	15,954,246	15,052,310	(901,936)
<b>Total Revenue</b>	<b>348,414,903</b>	<b>349,741,351</b>	<b>1,326,448</b>

The top two categories (restricted aid state and unrestricted grants in aid), represents 168.% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$1,326,448 (current revenue estimates vs. amounts projected in the five year forecast) is equal to .38% forecast annual revenue

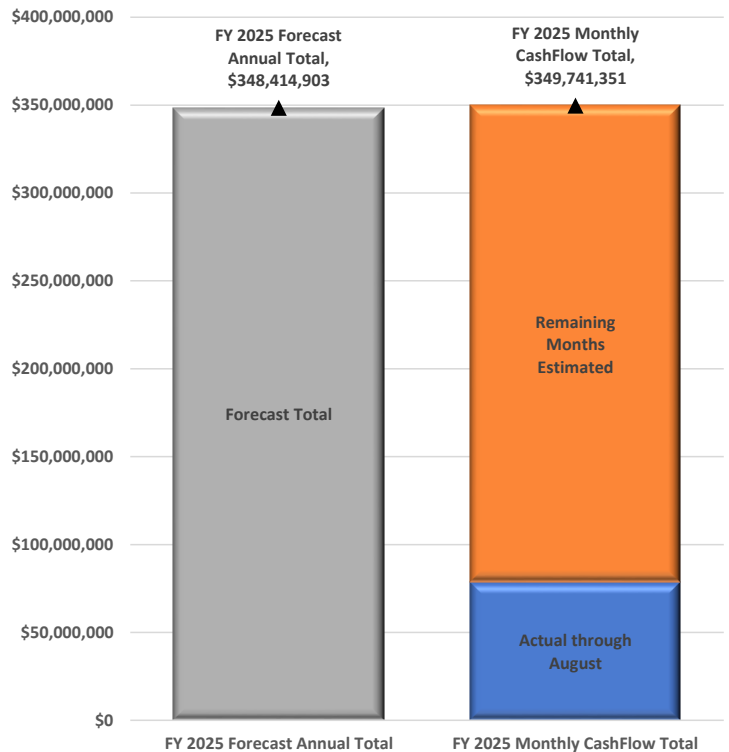
#### Top Forecast vs. Cash Flow Actual/Estimated Amounts

Variance Based on Actual/Estimated Annual Amount	Expected Over/(Under) Forecast
Restricted Aid State	1,473,165
Unrestricted Grants In Aid	755,218
Unrestricted Fed	(588,825)
Revenue in Lieu of Taxes	(511,034)
All Other Revenue Categories	197,923
<b>Total Revenue</b>	<b>1,326,448</b>

### 4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

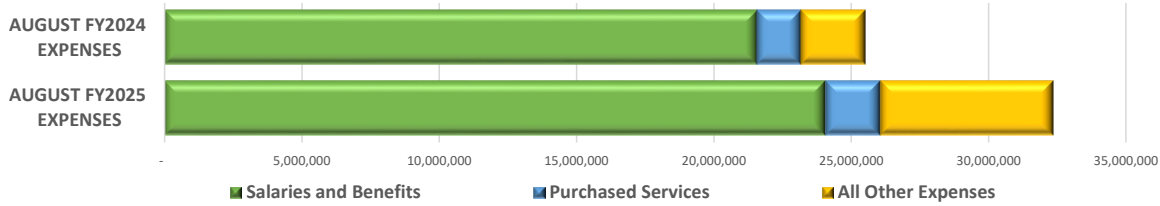
Results through August indicate a favorable variance of \$1,326,448 compared to the forecast total annual revenue. This means the forecast cash balance could be higher than expected.

The fiscal year is 17% complete. Monthly cash flow, comprised of 2 actual months plus 10 estimated months indicates revenue totaling \$349,741,351 which is \$1,326,448 more than total revenue projected in the district's current forecast of \$348,414,903



# FISCAL YEAR 2025 MONTHLY EXPENDITURE ANALYSIS - AUGUST

## 1. AUGUST EXPENDITURES COMPARED TO PRIOR YEAR

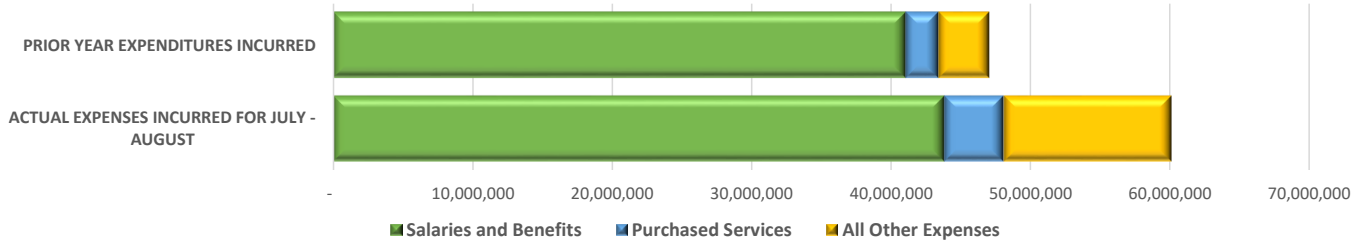


	Actual Expenses For August	Prior Year Expenditure Incurred		Actual Compared to Last Year
Salaries and Benefits	24,053,165	21,553,718	●	<b>2,499,447</b>
Purchased Services	2,002,653	1,627,011	●	<b>375,642</b>
All Other Expenses	6,289,682	2,357,243	●	<b>3,932,439</b>
<b>Total Expenditures</b>	<b>32,345,500</b>	<b>25,537,972</b>	●	<b>6,807,528</b>

  
**Actual expenses for the month was up**  
**\$6,807,528**  
**compared to last year.**

Overall total expenses for August are up 26.7% (\$6,807,528). The largest change in this August's expenses compared to August of FY2024 is higher textbooks (\$1,386,275), higher building repair costs (\$1,129,625) and school bus purchases and operation costs (\$1,098,376). 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. \*COP's payments and FY24 textbook purchases pushed to FY25 are contributing factors.

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



	Actual Expenses For July - August	Prior Year Expenditures Incurred		Actual Compared to Last Year
Salaries and Benefits	43,820,377	41,050,253	▲	<b>2,770,124</b>
Purchased Services	4,260,181	2,375,016	▲	<b>1,885,165</b>
All Other Expenses	12,017,819	3,630,520	▲	<b>8,387,299</b>
<b>Total Expenditures</b>	<b>60,098,377</b>	<b>47,055,788</b>	▲	<b>13,042,588</b>

**Compared to the same period, total expenditures are**  
**\$13,042,588**  
**higher than the previous year**

Fiscal year-to-date General Fund expenses totaled \$60,098,377 through August, which is \$13,042,588 or 27.7% higher than the amount expended last year. The largest difference in expenditures when comparing current year-to-date expenditures through August to the same period last year is that textbooks costs are \$4,053,735 higher compared to the previous year, followed by non-utility property service (Liability Insurance) payment of \$1,555,229 (timing issue), and COP's interest payment of \$1,318,872. \*Salary and benefits reflect salary, step and column adjustments. The Robinson CLC (STEM) modifications increased the Facilities budget.

## FISCAL YEAR 2025 EXPENDITURE ANALYSIS - JULY - AUGUST

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

CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A

**\$9,079,488**

UNFAVORABLE COMPARED TO  
FORECAST

	Forecasted Annual Expenses	Cash Flow Actual/Estimated Calculated Annual Amount	Forecasted amount compared to Actual/Estimated
Salaries and Benefits	306,831,727	308,183,998	● 1,352,271
Purchased Services	34,413,089	35,614,085	● 1,200,995
All Other Expenses	23,837,312	30,363,534	● 6,526,221
<b>Total Expenditures</b>	<b>365,082,128</b>	<b>374,161,616</b>	<b>● 9,079,488</b>

The top two categories (textbooks and interest), represents 59.5% of the variance between current expense estimates and the amounts projected in the five year forecast.

The total variance of \$9,079,488 (current expense estimates vs. amounts projected in the five year forecast) is equal to 2.5% of the total Forecasted annual expenses.

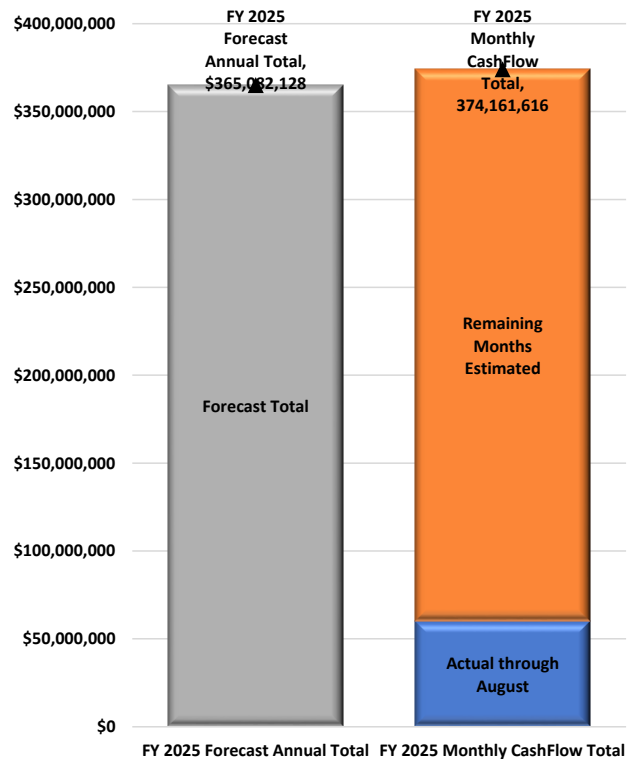
#### Top Forecast vs. Cash Flow Actual/Estimated Amounts

Variance Based on Actual/Estimated Annual Amount	Expected Over/(Under) Forecast
Textbooks ●	<b>4,426,846</b>
Interest ●	<b>973,787</b>
All Other Certified Salaries ●	<b>969,248</b>
Non - utility Property Services ●	<b>953,460</b>
All Other Expense Categories ●	<b>1,756,148</b>
<b>Total Expenses ●</b>	<b>9,079,488</b>

### 4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through August indicate that Fiscal Year 2025 actual/estimated expenditures could total \$374,161,616 which has a unfavorable expenditure variance of \$9,079,488. This means the forecast cash balance could be reduced.

The fiscal year is approximately 17% complete. Monthly cash flow, comprised of 2 actual months plus 10 estimated months indicates expenditures totaling \$374,161,616 which is \$9,079,488 more than total expenditures projected in the district's current forecast of \$365,082,128



**AKRON PUBLIC SCHOOLS**  
**MONTHLY RECONCILIATION**  
**August 2024**

Book Balance	Bank Balance
<b>Munis Accounting System</b>	<b>Month End Bank Account Balances</b>
Beginning Balance 232,183,128.17	007 - PNC Oma Evans 152,653.89
Plus Receipts 39,318,549.76	008 - HNB Schumacher 103.35
Less Expenditures 49,808,708.99	009 - Star Ohio 31,364,584.07
Ending Balance <u>221,692,968.94</u>	017 - HNB AP/Payroll/CN 42,865,841.85
<b>Outstanding Checks &amp; Direct Deposits</b>	018 - PNC Building Fund 1,039,159.28
017 - HNB Accounts Payable Checks 1,401,030.70	021 - HNB FSA Account 548,091.67
017 - HNB Virtual Cards 878,438.06	037 - USBank Construction 17,370,990.84
017 - HNB Payroll Checks 23,821.43	038 - USBank PI Fund 11,641,312.70
017 - HNB Deposit Outstanding on Munis -	039 - USBank General Fund 64,566,859.61
<u>2,303,290.19</u>	040 - USBank Benefits Fund 11,343,291.56
<b>Pending Payroll Deductions</b>	041 - USBank COPs Proceeds 40,414,040.81
Federal/Medicare Withholding -	042 - HNB CAP-I Lease 3,873.78
State Tax -	<u>221,310,803.41</u>
City Tax -	<b>Local Grant/Benefit CD's</b>
SERS -	029 - HNB CD 5,202.10
Child Support Payments -	032 - HNB CD 98,621.52
School District Income Tax -	<u>103,823.62</u>
STRS -	<b>Escrow Accounts</b>
AXA -	x4897 Mid American Construction - HNB
Valic -	x2897 Vendrick Construction - HNB
ING (Voya) -	x8540 Hammond Construction - PNC 55.41
MG Trust -	x8839 Martin Public Seating - PNC 0.14
Ameriprise -	x8841 Penn Ohio Electrical Co - PNC 7.37
Lincoln -	x1301 Lockhart Concrete Co - PNC 14.05
Ohio Deferred Comp -	x7489 OSMIC Inc - PNC -
Towpath -	x3376 Hammond Construction - PNC 0.79
<u>-</u>	x7982 Welty Building Co - PNC 0.13
<u>-</u>	x6627 Hammond Construction - PNC 8,599.21
	x5262 Hammond Construction - PNC 0.20
	x7065 Tom Sexton & Assoc - PNC 0.19
	x7069 Tom Sexton & Assoc - PNC 1.22
	<u>8,678.71</u>
<b>Miscellaneous Book Adjustments</b>	<b>Flex Spending Account</b>
021 - Inventory Allowance 50,978.14	Prefunded Account 211,291.29
022 - Insurance Accrual (2,471,762.33)	Withdrawals (Claims) (64,068.32)
Timing Differences in Accounts Payable (6,148.95)	Settlement Credit -
Timing Differences in Accounts Receivable -	Service Charges -
HNB Escrow Statement 5,643.46	<u>147,222.97</u>
PNC Escrow Statement 8,662.19	
Escrow Reconciling Item (5,626.94)	<b>Miscellaneous Bank Adjustments</b>
<u>(2,418,254.43)</u>	Petty Cash 1,000.00
	Bank Charges to be Refunded -
	Outstanding Items 6,475.99
	<u>7,475.99</u>
<b>Adjusted Book Balance</b> \$ 221,578,004.70	<b>Adjusted Bank Balance</b> \$ 221,578,004.70