

**PARMA CITY SCHOOL DISTRICT
FINANCE COMMITTEE MEETING**

April 22, 2024

Finance Committee Meeting started at 9:00 a.m.

End of Month Financial Reports

- Sean talked about the end of month report for March 31, 2024. The General Fund ending balance was \$75,471,675. The fund balance increased compared to the March 31, 2023 balance.

Investments

- Ratification of Investments – Star OHIO earned \$282,955 in interest in March 2024, Star OHIO Escrow earned \$2,300 in interest in March 2024 and U.S. Bank earned \$92,907 in interest in March 2024. U.S. Bank is the investment account for the district.

Resolutions

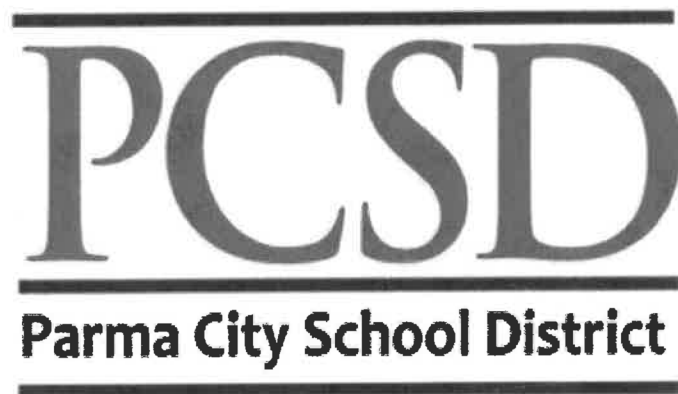
- There are two minor Supplemental Appropriations.

Insurance Fund

- Report that Fund 024 balance at the end of each month for the last three fiscal years. We ended March 2024 with a \$6,052,141.
- Insurance Committee report – Report shows that in March 2024, revenue was \$25,719 more than expenditures for the month.

Meeting adjourned at 9:23 a.m.

**FY 2024 FINANCIAL STATUS
REPORT AS OF:
MARCH 31, 2024**



**Sean Nuccio, CPA
Treasurer/CFO**

PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

SUMMARY

The following table shows the revenue and expenditures by month for the General Fund as of March 31, 2024. The total revenue forecasted in the revised November 2023 five-year forecast is \$148,226,134. The adopted budget approved by the Board on June 29, 2023 was \$143,141,411 plus carryover encumbrances of \$1,775,433 for a total appropriation of \$144,916,844. The five-year forecast can be viewed at <http://fyf.oecn.k12.oh.us/>

	July	August	September	October	November	December
Revenues:						
Property Taxes	\$ -	\$ 44,952,668	\$ -	\$ -	\$ -	\$ -
State Funding	1,662,212	2,026,436	1,671,232	2,857,557	1,939,473	1,951,696
State Property Allocation	-	-	-	6,751,515	-	-
Other	732,974	3,782,860	1,878,776	348,348	430,060	277,105
Total Revenues	2,395,186	50,761,964	3,550,008	9,957,420	2,369,533	2,228,801
Expenditures:						
Salaries	6,105,679	3,815,489	6,281,825	7,332,639	7,167,755	10,579,189
Benefits	2,885,365	2,832,245	3,481,009	3,089,510	3,055,144	3,093,749
Purchased Services	678,922	1,238,453	789,382	1,152,226	826,541	1,284,216
Materials and Supplies	135,226	495,938	446,150	331,952	244,855	248,519
Capital Outlay	899	15,636	77,152	12,662	6,228	6,606
Other Objects	31,640	1,096,591	20,399	19,461	14,832	13,996
Total Expenditures	9,837,731	9,494,352	11,095,917	11,938,450	11,315,355	15,226,275
Net Change in Cash	\$ (7,442,545)	\$ 41,267,612	\$ (7,545,909)	\$ (1,981,030)	\$ (8,945,822)	\$ (12,997,474)

	January	February	March	April	May	June	Total
Revenues:							
Property Taxes	\$ 4,579,175	\$ 28,417,654	\$ 21,757,320				\$ 99,706,817
State Funding	2,196,535	1,931,607	1,887,084				18,123,832
State Property Allocation	-	-	-				6,751,515
Other	578,360	1,438,906	1,924,729				11,392,118
Total Revenues	7,354,070	31,788,167	25,569,133	-	-	-	135,974,283
Expenditures:							
Salaries	6,653,701	7,091,146	6,920,198				61,947,621
Benefits	3,063,979	3,107,215	3,043,344				27,651,560
Purchased Services	1,047,795	947,773	1,120,916				9,086,224
Materials and Supplies	165,868	237,396	219,018				2,524,922
Capital Outlay	11,881	7,784	5,242				144,090
Other Objects	341,231	673,478	160,865				2,372,493
Total Expenditures	11,284,455	12,064,792	11,469,583	-	-	-	103,726,910
Net Change in Cash	\$ (3,930,385)	\$ 19,723,375	\$ 14,099,550	\$ -	\$ -	\$ -	\$ 32,247,373

PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

REVENUE

The Parma City School District budgeted **\$141,336,372** in revenue within the General Fund in the 2024 fiscal year as shown in Figure 1.

As of **March 31, 2024** the District received revenue in the amount of **\$135,974,283**. The five-year forecast can be viewed at <http://fyf.oecn.k12.oh.us/>

Figure 1

	FY24 REVENUE FORECAST		FY24 ACTUAL TO DATE	ACTUAL VERSUS FORECASTED
<u>REVENUES</u>				
GENERAL PROPERTY (REAL ESTATE)	\$93,658,465		\$94,397,008	738,543
PERSONAL PROPERTY UTILITY TAXES	5,294,540		5,309,809	15,269
UNRESTRICTED GRANTS-IN-AID	17,467,851		15,338,960	(2,128,891)
RESTRICTED GRANTS-IN-AID	3,684,579		2,784,872	(899,707)
PROPERTY TAX ALLOCATION	13,562,241		6,751,515	(6,810,726)
OTHER REVENUE	7,668,696		11,392,119	3,723,423
<i>TOTAL REVENUES</i>	<i>\$141,336,372</i>		<i>\$135,974,283</i>	<i>(5,362,089)</i>

PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

Figure 2 compares current revenue sources to the prior two years as of March 31st. The three years of data is beneficial for trend analysis performed throughout the year.

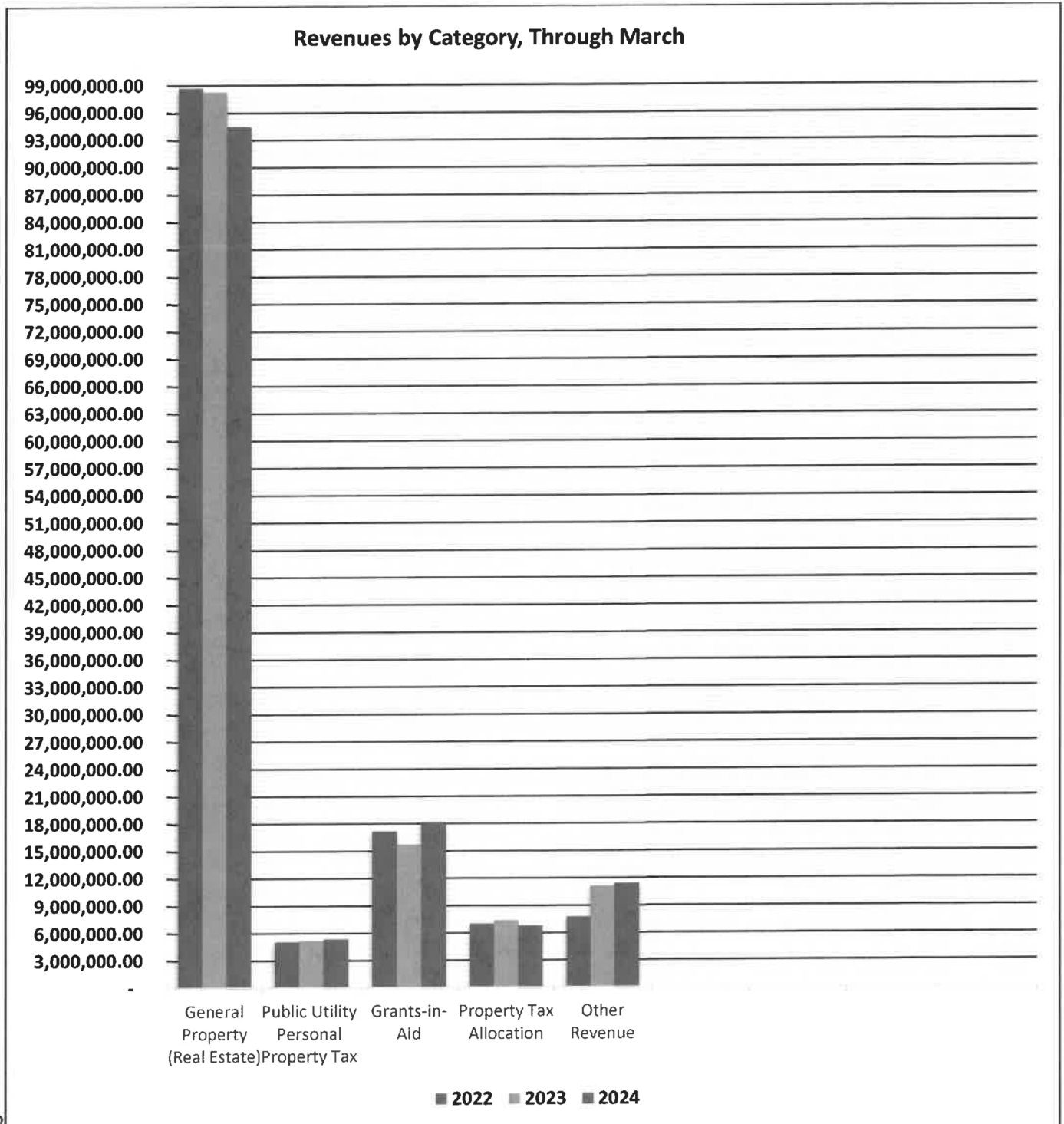


Figure 2

PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

EXPENDITURES

The fiscal year 2024 adopted General Fund budget for the District is **\$143,141,411**. This budget, coupled with carryover encumbrances of **\$1,775,433** resulted in a **\$144,916,844** General Fund appropriation for FY24. The General Fund appropriations have been modified throughout the fiscal year. The following information is a financial update of the status of this appropriation through March 31, 2024.

As previously reported, our revenue budget was passed prior to the State of Ohio passing their budget. The new state budget has a new funding formula which funds charter schools and scholarship differently from fiscal year 2021. Our revenues are expected to be significantly lower than fiscal year 2021. However, our expenditures are expected to be equally lower as well.

Through March 31, 2024 the District expended **\$103,726,910**, and had outstanding encumbrances of **\$6,306,194**. A statistical spending range for the District is based on two analyses: first, time elapsed is nine months (or. 75%) of the fiscal year has passed. Secondly, 19 of 26 (or 73.08%) of the total payroll periods have passed.

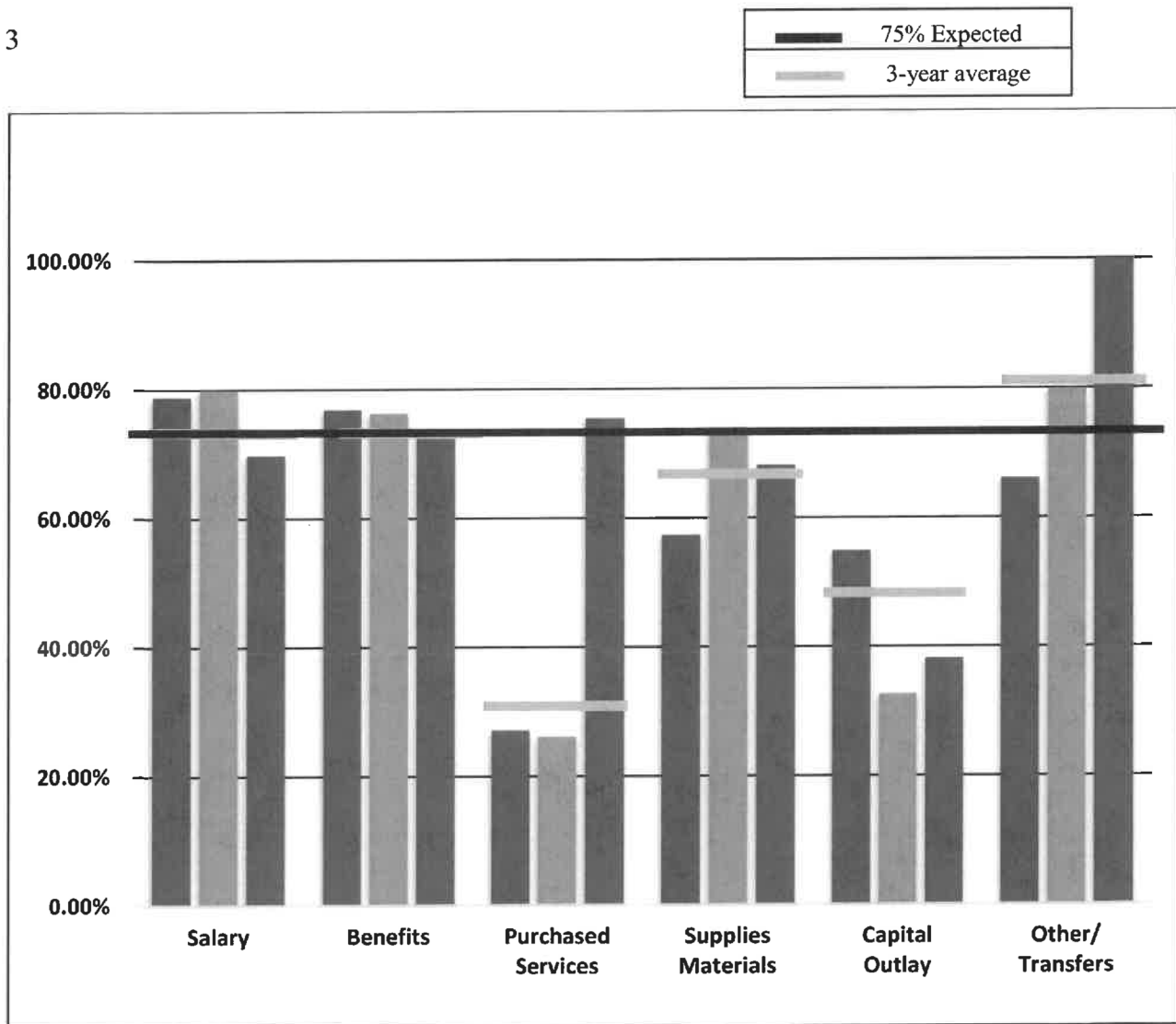
Overall, the District's encumbrance/expenditure level through February is in line with expectations. As an examination of the categories of expenditures is performed, cyclical variances are noted between categories which relate specifically to school operations.

PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

Figure 3 compares the various expenditure categories to the expected level of 75% and also compares these percentages spent to the prior two fiscal years through March.

Figure 3

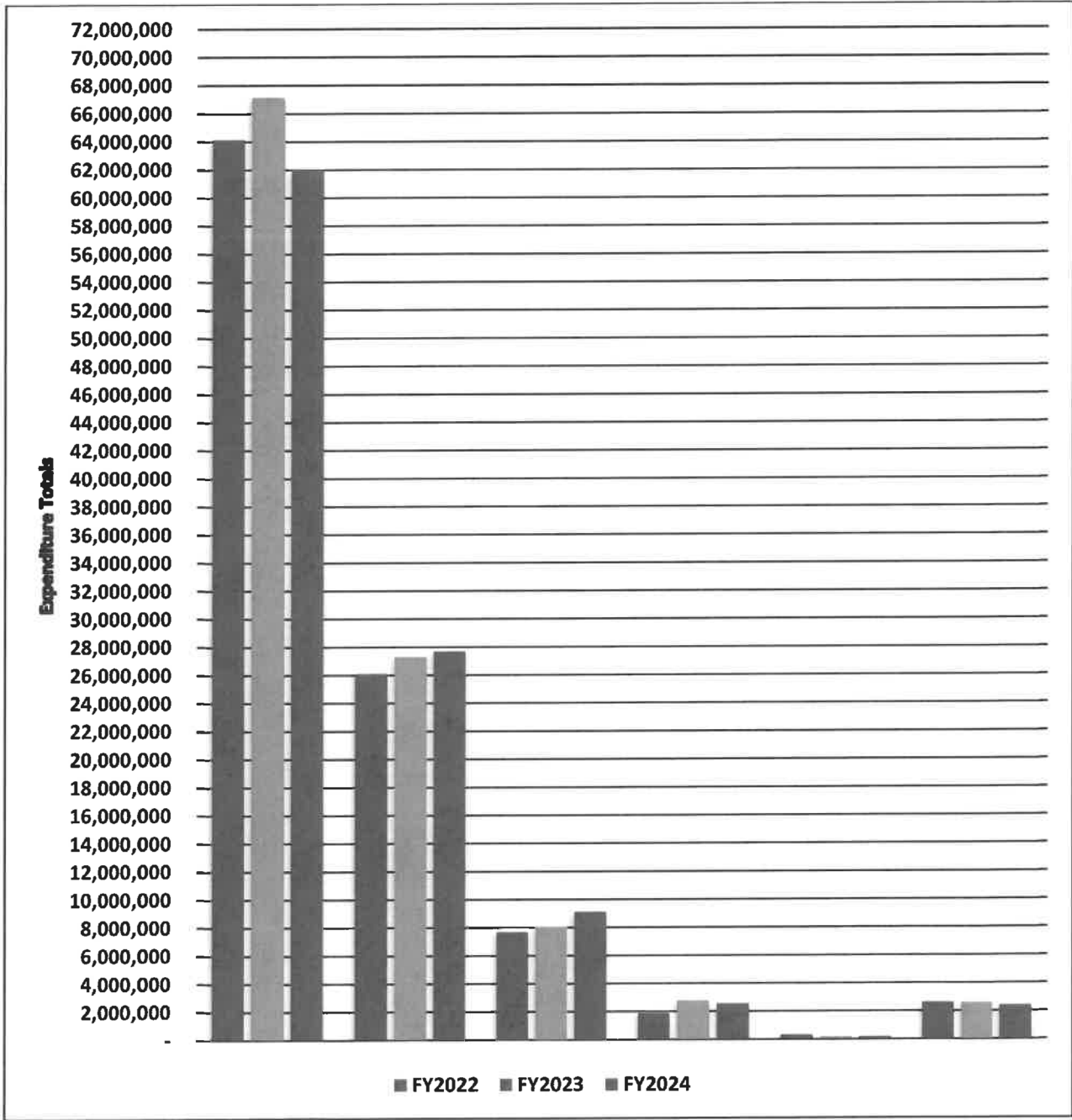


PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

Figure 4 shows the various expenditure amounts as dollars spent through March of the last three fiscal years. The three years of data are beneficial for trend analysis performed throughout the year.

Figure 4



PARMA CITY SCHOOL DISTRICT

March 1, 2024 – March 31, 2024 Financial Report

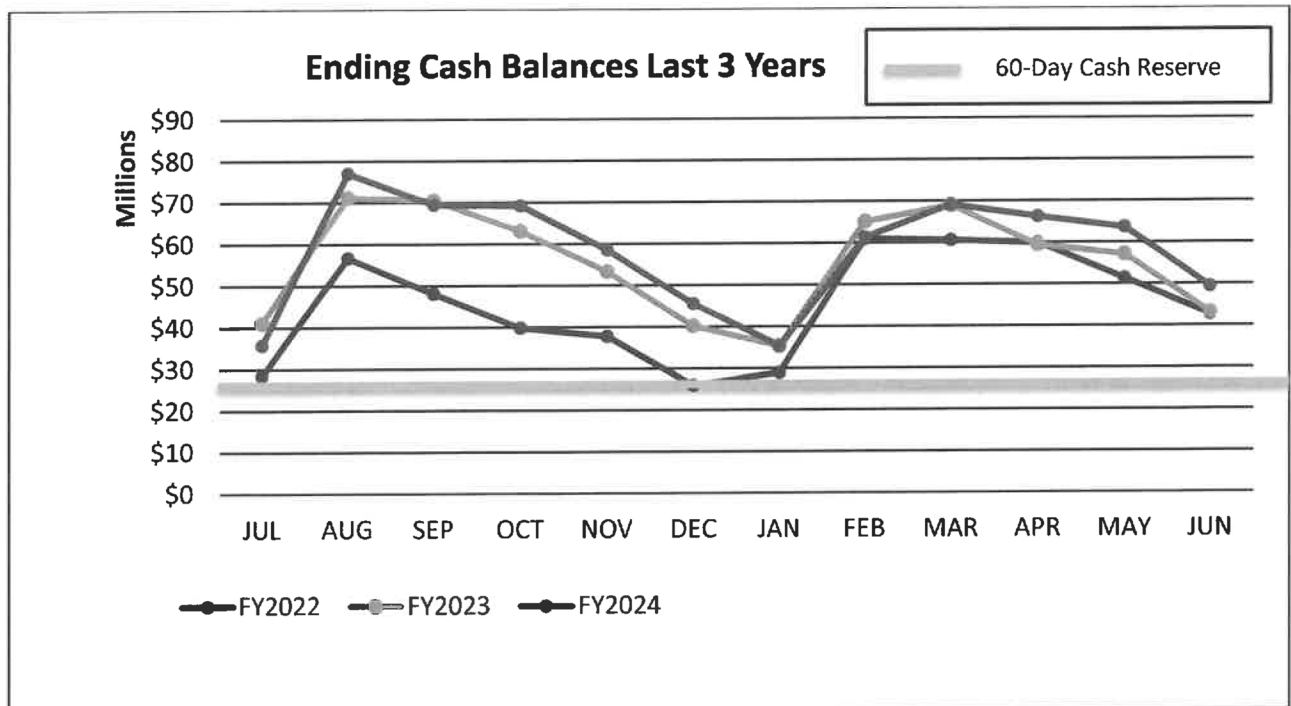
CASH BALANCE

The cash balance as of March 31, 2024 is **\$75,471,675**. The unencumbered balance as of March 31, 2024 is **\$69,165,481**. See Figure 5 for the cash balance calculation. See Figure 6 for a monthly history of ending cash balances. A standard cash reserve benchmark for school districts is having 60 days of operating cash on hand, which at this point in time is approximately **\$25.6** million dollars. Currently, the District's ending cash is above this benchmark.

Figure 5

Beginning Cash Balance 7.01.23	\$43,224,302
Total FYTD Revenues	135,974,283
Total FYTD Expenditures	<u>-103,726,910</u>
Revenue Over/Under Expenditures	<u>32,247,373</u>
Ending Cash Balance 3.31.24	75,471,675
Encumbrances	<u>-6,306,194</u>
Unencumbered Balance 3.31.24	\$69,165,481

Figure 6



**BOARD OF EDUCATION
PARMA CITY SCHOOL DISTRICT**

**INVESTMENTS
March 2024**

<u>STAR OHIO</u> (month end)			
DATED	AMOUNT	YIELD	INTEREST
March 2024	\$68,294,284.68	5.46%	\$282,954.87
<u>STAR OHIO - Escrow Account</u> (month end)			
DATED	AMOUNT	YIELD	INTEREST
March 2024	\$498,248.91	5.46%	\$2,299.70
<u>U.S. BANK - Corporate Bonds and Notes</u> (month end)			
DATED	AMOUNT	YIELD	INTEREST
March 2024	\$31,902,602.88	2.57%	\$92,907.26

Current Portfolio

Parma CSD Operating portfolio as of 3/31/2024

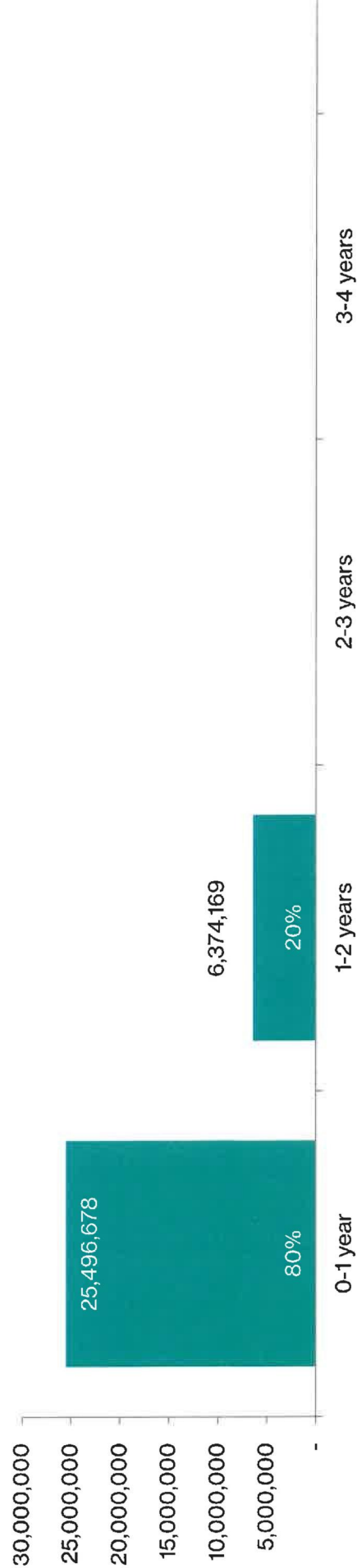
Your Portfolio

Cash	\$68,294,285
Securities	\$31,870,847
Total Portfolio	\$100,165,132

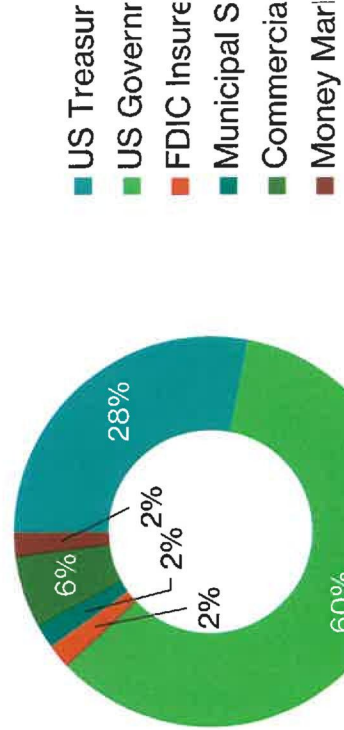
Your Securities

Weighted Average Maturity	0.66 years
Weighted Average Yield	3.56%
Estimated Annual Income	\$1,134,602

Your Maturity Distribution



Your Asset Allocation



YIELD AND INTEREST INCOME INFORMATION IS ANNUALIZED. ALL YIELD INFORMATION IS SHOWN GROSS OF ANY ADVISORY AND CUSTODY FEES AND IS BASED ON YIELD TO MATURITY AT COST. PAST PERFORMANCE IS NOT A GUARANTEE OF FUTURE RESULTS.

**BOARD OF EDUCATION
PARMA CITY SCHOOL DISTRICT
Parma, Ohio**

RESOLUTION 2024-04-

ACCEPTANCE OF MARCH 2024 FINANCIAL REPORT

WHEREAS, in accordance with best financial practices, the Treasurer's Office closes and balances their books monthly throughout the fiscal year; and

WHEREAS, the Treasurer works to maintain transparent fiscal responsibility and accountability, he provides financial comparisons and district financial status reports after each close.

THEREFORE, BE IT RESOLVED that the Parma City School District Board of Education acknowledges receipt of the District's financial position as of January 30, 2024, as shown in the attached reports(s).

ADOPTED: April 25, 2024

Attest: _____
Sean Nuccio
Treasurer/CFO

Mark Ruda
Board of Education President

**BOARD OF EDUCATION
PARMA CITY SCHOOL DISTRICT
Parma, Ohio**

RESOLUTION 2024-04-

**APPROVAL OF SUPPLEMENTAL APPROPRIATIONS
2023-2024**

WHEREAS, the Parma City School District Board of Education has received adjustments for the following 2023-2024 fiscal year appropriations in the amount of \$ 9,153.85;

WHEREAS, the Parma City School District Board of Education on June 29, 2023 adopted the permanent appropriations for the 2023-2024 fiscal year which did not include these monies;

NOW, THEREFORE, BE IT RESOLVED, That the Parma City School District Board of Education amend its previously adopted appropriation accounts as follows:

FUND	SPCC	APPROPRIATION	PROGRAM
300	9264	\$ 3,153.85	Valley Forge Drama
300	9867	<u>\$ 6,000.00</u>	Normandy Marching Band
Total		\$ 9,153.85	

BE IT FURTHER RESOLVED, That the Treasurer of this Board of Education be directed to certify a copy of this resolution to the Cuyahoga County Auditor.

ADOPTED: April 25, 2024

Attest: _____
Sean Nuccio
Treasurer/CFO

Mark Ruda
Board President

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FY 2024 Insurance

Fund by Month

Total FYTD

		July	August	September	October	November	December	January	February	March
Premiums										
Employees	(3)	\$ 120,560.46	\$ 220,801.46	\$ 253,998.70	\$ 251,178.39	\$ 251,733.36	\$ 252,704.98	\$ 397,236.20	\$ 265,209.75	\$ 267,491.33
Vision - Emp	(5)	\$ 43.27	\$ 71.27	\$ 113.42	\$ 82.08	\$ 199.78	\$ 79.76	\$ 83.58	\$ 81.80	\$ 86.77
Board of Education	(2)	\$ 1,569,487.28	\$ 1,565,495.84	\$ 1,393,079.19	\$ 1,779,850.59	\$ 1,786,478.03	\$ 1,797,713.08	\$ 1,791,944.19	\$ 1,795,508.97	\$ 1,794,766.67
Vision - BOE	(4)	\$ 9,315.53	\$ 9,343.94	\$ 8,304.30	\$ 10,552.52	\$ 10,610.00	\$ 10,687.26	\$ 10,725.45	\$ 10,776.33	\$ 10,817.67
Misc	(1)	\$ 27,500.00	\$ -	\$ -	\$ 3,917.69	\$ 3,380.23	\$ -	\$ -	\$ -	\$ 1,309.81
Total Revenue		\$ 1,726,906.54	\$ 1,795,712.51	\$ 1,655,495.61	\$ 2,045,581.27	\$ 2,052,401.40	\$ 2,061,185.08	\$ 2,199,989.42	\$ 2,071,576.85	#####
Total Expense		\$ 2,871,508.45	\$ 1,722,770.95	\$ 1,767,708.94	\$ 1,857,717.15	\$ 1,943,792.49	\$ 2,133,002.68	\$ 2,554,980.37	\$ 1,716,536.11	#####
Reserve Gain/Loss		\$ (1,144,601.91)	\$ 72,941.56	\$ (112,213.33)	\$ 187,864.12	\$ 108,608.91	\$ (71,817.60)	\$ (354,990.95)	\$ 355,040.74	\$ 25,718.90
Claims										
Medical	(1)	\$ 1,647,810.33	\$ 998,270.12	\$ 1,497,817.15	\$ 1,022,047.96	\$ 1,155,474.23	\$ 1,287,816.62	\$ 1,494,808.93	\$ 1,310,980.42	\$ 1,357,817.18
Prescription	(2)	\$ 679,501.89	\$ 460,869.05	\$ 1,828.70	\$ 553,849.02	\$ 500,151.51	\$ 586,130.66	\$ 784,810.01	\$ 166,441.35	\$ 667,907.75
Vision	(5)	\$ 7,856.01	\$ 8,508.26	\$ 8,536.78	\$ 7,431.80	\$ 11,389.38	\$ 6,791.03	\$ 4,991.62	\$ 8,737.82	\$ 4,220.42
Fixed Costs & Other										
Administration Fee	(4)	\$ 101,228.17	\$ 51,310.04	\$ 52,011.73	\$ 53,056.44	\$ 52,901.31	\$ 52,582.94	\$ 53,027.88	\$ 24,112.92	\$ 3,904.60
Stop Loss Premiums	(3)	\$ 374,946.17	\$ 186,461.16	\$ 184,988.14	\$ 188,418.48	\$ 188,034.34	\$ 188,666.53	\$ 188,199.13	\$ 186,559.60	\$ -
Consultant/Legal Fees	(6)	\$ 31,360.12	\$ 12,915.66	\$ 22,193.66	\$ 31,726.46	\$ 35,571.63	\$ 8,724.80	\$ 28,158.00	\$ 18,461.00	\$ 9,725.00
Subrogation	(7)	\$ 319.30	\$ 296.66	\$ 332.78	\$ 1,186.99	\$ 270.09	\$ 1,255.10	\$ 984.80	\$ 328.00	\$ 1,044.50
Health Fair/Wellness	(9)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 915.00	\$ 4,133.90
ACA Fees	(8)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Misc	(10)	\$ 28,486.46	\$ 4,140.00	\$ -	\$ -	\$ -	\$ 1,035.00	\$ -	\$ -	\$ -
Total		\$ 33,661.46	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Fiscal Year	2024		2023		2022	
FY Beg. Balance (cash)	\$	6,985,590.17	\$	6,795,523.85	\$	6,670,919.06
Premiums						
Employees - Med/Rx	\$	2,280,914.63	\$	3,142,631.17	\$	3,169,690.73
Vision - Emp	\$	841.73	\$	130,611.53	\$	1,229.04
Board of Education - Med/Rx	\$	15,274,323.84	\$	21,320,951.37	\$	20,561,037.63
Vision - BoE	\$	91,133.00	\$	931.68	\$	135,974.15
Misc	\$	36,107.73	\$	140,010.50	\$	9,703.71
Total Revenue	\$	17,683,320.93	\$	24,735,136.25	\$	23,877,635.26
Total Expense	\$	18,616,770.49	\$	24,545,069.93	\$	23,753,030.47
Reserve Gain/(Loss)			\$	190,066.32	\$	124,604.79
Claims						
Medical	\$	11,772,842.94	\$	16,726,665.33	\$	16,659,826.69
Prescription	\$	4,401,489.94	\$	4,864,063.60	\$	4,394,392.30
Vision	\$	68,463.12	\$	82,607.75	\$	100,206.56
Fixed Costs & Other						
Administration Fee	\$	444,136.03	\$	784,277.35	\$	635,960.30
Stop Loss Premiums	\$	1,686,273.55	\$	1,862,905.66	\$	1,813,794.64
Consultant/Legal Fees	\$	198,836.33	\$	199,687.79	\$	121,892.17
Subrogation	\$	6,018.22	\$	2,745.24	\$	5,001.98
Health Fair/Wellness	\$	5,048.90	\$	12,034.21	\$	9,391.59
ACA Fees	\$	-	\$	-	\$	-
Misc	\$	33,661.46	\$	10,083.00	\$	12,564.24
FY Ending Balance (cash)	\$	6,052,140.61	\$	6,985,590.17	\$	6,795,523.85

Parma City School District County

Cuyahoga County

Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2021, 2022 and 2023 Actual;
Forecasted Fiscal Years Ending June 30, 2024 Through 2028

	Actual				Forecasted			
	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028
2.08 Total Revenues	154,370,477	148,643,136	151,908,964	150,099,850	146,147,205	146,621,082	146,422,293	146,863,566
5.05 Total Expenditures	150,054,988	137,480,382	148,211,978	145,683,092	157,592,756	162,737,353	168,229,906	173,942,322
Excess of Revenues and Other Sources over (under) Expenditures and Other								
6.01 Financing Uses	4,315,489	11,162,754	3,696,986	4,416,758	(11,445,551)	(16,116,271)	(21,807,613)	(27,078,756)
Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	24,049,071	28,364,560	39,527,314	43,224,300	47,641,058	36,195,507	20,079,236	(1,728,377)
7.02 Cash Balance June 30	28,364,560	39,527,314	43,224,300	47,641,058	36,195,507	20,079,236	(1,728,377)	(28,807,133)
Reservations	2,345,104	3,991,314	3,775,433	3,050,000	3,550,000	4,050,000	4,550,000	5,050,000
Cumulative Balance of Replacement/Renewal Levies	0	0	0	0	0	0	0	0
15.01 Unreserved Fund Balance June 30	26,019,456	35,536,000	39,448,867	44,591,058	32,645,507	16,029,236	(6,278,377)	(33,857,133)

As forecasted Nov 2023

				42,062,799	27,037,156	7,101,766	(18,425,316)	(49,216,738)
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Difference in Fund Balance

	2,528,259	5,608,351	8,927,470	12,146,939	15,359,605
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