

# Agenda Request Form

Cherokee County School District

Meeting Date
January 17, 2019

Agenda Item Number
D-1

Title
December 2018 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of December 2018 Financial Report and Sales Tax Update
Summary Explanation and Background
Financial Report for December 2018  See Attached Reports
Major System Priority
Increasing Accountability
Financial Impact
N/A
Exhibits: (List)
Financial Report and Sales Tax Update

Board Action
<i>(For Official School Board Records Only)</i>

Source of Additional Information				
<table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Kenneth Owen</td> <td style="text-align: right;">770.479.1871</td> </tr> <tr> <td>Dr. Brian V. Hightower</td> <td style="text-align: right;">770.479.1871</td> </tr> </table>	Kenneth Owen	770.479.1871	Dr. Brian V. Hightower	770.479.1871
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**OFFICE OF THE SUPERINTENDENT OF SCHOOLS**

Approved in Open Board Meeting on: \_\_\_\_\_ (Date)

By: \_\_\_\_\_ (School Board Chairman)

# CHEROKEE COUNTY BOARD OF EDUCATION

Dr. Brian V. Hightower, Superintendent  
Kenneth Owen, Chief Financial Officer

## FINANCIAL REPORT DECEMBER 2018

### General Fund

For the month ending December 31, 2018, the sixth month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$239,750,691 in revenue (year-to-date) consisting of state funds of \$76,141,163 (35% of budget), \$151,148,030 local taxes (87% of budgeted amount), and other funds of \$12,461,498 (80% of budget). All operating expenditures of \$183,724,362 (45% of budget) are within the Board of Education's approved 2018-19 budget.

### Capital Outlay

The Capital Outlay Fund balance of \$22,320,226 as of December 31, 2018 reflects proceeds of bond sales for capital outlay purposes less refundings of bonds, transfers from the General Fund, bond issuance costs, and capital outlay expenses paid.

### Current SPLOST

For Fiscal Year 2018-19, the Cherokee County School District received \$3,499,055 in December 2018, for the month of November 2018, the 11<sup>th</sup> month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$592,056 and above cumulative projections by \$5,883,975. Excess SPLOST collections are added to the Debt Service fund balance as a safeguard against future negative economic conditions, assuring the School District can meet future bond payments.

Cherokee County School District  
 FINANCIAL REPORT  
 AS OF DECEMBER 31, 2018  
**BALANCE SHEET**

	GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
<b>ASSETS</b>					
Cash	\$ 117,066,235	\$ 38,013,097	\$ 22,320,226	\$ 2,098,177	\$ 179,497,735
Investments	664,741	17,627,219	-	-	18,291,960
Inventory	207,830	-	-	687,122	894,952
Accounts Receivable	370,370	-	-	3,700,915	4,071,285
<b>TOTAL ASSETS</b>	<b>\$ 118,309,176</b>	<b>\$ 55,640,316</b>	<b>\$ 22,320,226</b>	<b>\$ 6,486,214</b>	<b>\$ 202,755,932</b>
<b>LIABILITIES</b>					
Salaries and Benefits Payable	\$ 12,170,544	\$ -	\$ -	\$ 655,947	\$ 12,826,491
Accounts Payable	23,575	-	-	956,596	980,171
<b>FUND BALANCE</b>					
<b>Fund Balance 12/31/2018</b>	<b>106,115,057</b>	<b>55,640,316</b>	<b>22,320,226</b>	<b>4,873,671</b>	<b>188,949,270</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 118,309,176</b>	<b>\$ 55,640,316</b>	<b>\$ 22,320,226</b>	<b>\$ 6,486,214</b>	<b>\$ 202,755,932</b>
<b>REVENUE AND EXPENSE</b>					
Revenue	\$ 239,750,691	\$ 22,865,772	\$ 664,846	\$ 13,742,375	\$ 277,023,684
Expense	183,724,362	17,966,970	17,936,314	14,170,747	233,798,393
Excess Revenue over Expense	56,026,329	4,898,802	(17,271,468)	(428,372)	\$ 43,225,291
<b>BEGINNING FUND BALANCE 7/01/2018</b>	<b>50,088,728</b>	<b>50,741,514</b>	<b>39,591,694</b>	<b>5,302,043</b>	<b>145,723,979</b>
<b>ENDING FUND BALANCE 12/31/2018</b>	<b>\$ 106,115,057</b>	<b>\$ 55,640,316</b>	<b>\$ 22,320,226</b>	<b>\$ 4,873,671</b>	<b>\$ 188,949,270</b>

**General Fund  
Comparison of Budget to Actual  
December 2018**

<b>Description</b>	<b>2018-109 Budget</b>	<b>Year to Date</b>	<b>Available Budget</b>
<b>Revenue</b>			
Federal	\$ 168,238	178,607	\$ (10,369)
Local	173,746,357	151,148,030	22,598,327
State	217,670,837	76,141,163	141,529,674
Other	3,884,429	782,891	3,101,538
Tan	11,500,000	11,500,000	-
<b>Total Revenue</b>	<b>\$ 406,969,861</b>	<b>239,750,691</b>	<b>\$ 167,219,170</b>
<b>Expense</b>			
Instruction	\$ 274,599,339	\$ 114,173,863	\$ 160,425,476
Pupil Services	14,377,452	6,896,559	7,480,893
Improve Instructional Services	13,254,016	6,472,423	6,781,593
Media Services	4,778,506	1,998,043	2,780,463
General Administration	2,884,142	1,562,050	1,322,092
School Administration	24,715,279	12,399,856	12,315,423
Business	3,054,565	1,701,949	1,352,616
Maintenance	28,503,735	12,890,459	15,613,276
Transportation	21,082,394	10,724,131	10,358,263
Support and Community Services	5,174,799	2,902,738	2,272,061
Facilities and Construction	475,000	192,044	282,956
Transfers Out	2,152,304	250,000	1,902,304
Debt Service	11,532,623	11,560,247	(27,624)
<b>Total Expense</b>	<b>\$ 406,584,154</b>	<b>\$ 183,724,362</b>	<b>\$ 222,859,792</b>
<b>Excess Revenue over Expense</b>	<b>\$ 385,707</b>	<b>\$ 56,026,329</b>	<b>\$ (55,640,622)</b>

1% SALES TAX (2018-2022)  
COMPARISON OF COLLECTIONS  
AS OF DECEMBER 2018

<u>REPORTING MONTH</u>	<u>60 MONTH COLLECTION PERIOD</u>	<u>PROJECTED COLLECTIONS</u>	<u>BOE 1% COLLECTIONS</u>	<u>DIFFERENCE BETWEEN ACTUAL AND PROJECTED COLLECTIONS</u>
February 2018	January 2018 (1)	\$ 2,482,396	\$ 2,974,362	\$ 491,966
March 2018	February 2018 (2)	2,569,511	2,610,220	40,709
April 2018	March 2018 (3)	2,735,881	3,482,968	747,087
May 2018	April 2018 (4)	2,726,393	3,174,263	447,870
June 2018	May 2018 (5)	2,796,817	3,361,741	564,924
July 2018	June 2018 (6)	2,841,541	3,476,673	635,132
August 2018	July 2018 (7)	2,871,634	3,479,906	608,272
September 2018	August 2018 (8)	2,818,552	3,366,506	547,954
October 2018	September 2018 (9)	2,792,606	3,108,962	316,356
November 2018	October 2018 (10)	2,736,315	3,627,964	891,649
December 2018	November 2018 (11)	2,906,999	3,499,055	592,056
		<u>\$ 30,278,645</u>	<u>\$ 36,162,620</u>	<u>\$ 5,883,975</u>

**CHEROKEE COUNTY SCHOOL DISTRICT  
1% SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)  
2018-2022 PROJECTED COLLECTIONS**

	<u>2018</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022</u>
<b>July</b>	\$ -	\$ 2,871,634	\$ 2,957,783	\$ 3,046,516	\$ 3,137,912	\$ 3,232,049
<b>August</b>	\$ -	\$ 2,818,552	\$ 2,903,109	\$ 2,990,202	\$ 3,079,908	\$ 3,172,306
<b>September</b>	\$ -	\$ 2,792,606	\$ 2,876,384	\$ 2,962,676	\$ 3,051,556	\$ 3,143,103
<b>October</b>	\$ -	\$ 2,736,315	\$ 2,818,405	\$ 2,902,957	\$ 2,990,046	\$ 3,079,747
<b>November</b>	\$ -	\$ 2,906,999	\$ 2,994,209	\$ 3,084,035	\$ 3,176,556	\$ 3,271,853
<b>December</b>	\$ -	\$ 3,588,310	\$ 3,695,959	\$ 3,806,838	\$ 3,921,043	\$ 4,038,675
<b>January</b>	\$ 2,482,396	\$ 2,556,868	\$ 2,633,574	\$ 2,712,581	\$ 2,793,958	\$ -
<b>February</b>	\$ 2,569,511	\$ 2,646,596	\$ 2,725,994	\$ 2,807,774	\$ 2,892,007	\$ -
<b>March</b>	\$ 2,735,881	\$ 2,817,958	\$ 2,902,497	\$ 2,989,571	\$ 3,079,259	\$ -
<b>April</b>	\$ 2,726,393	\$ 2,808,185	\$ 2,892,430	\$ 2,979,203	\$ 3,068,579	\$ -
<b>May</b>	\$ 2,796,817	\$ 2,880,722	\$ 2,967,144	\$ 3,056,158	\$ 3,147,843	\$ -
<b>June</b>	\$ 2,841,541	\$ 2,926,787	\$ 3,014,591	\$ 3,105,029	\$ 3,198,180	\$ -
<b>Total by Fiscal Year</b>	<u>\$ 16,152,539</u>	<u>\$ 34,351,532</u>	<u>\$ 35,382,079</u>	<u>\$ 36,443,540</u>	<u>\$ 37,536,847</u>	<u>\$ 19,937,733</u>
<b>Total Projected Collections</b>						<u><u>\$ 179,804,270</u></u>

The amount shown in each month is the expected collection amount. Actual receipt would occur in the subsequent month.