

Agenda Request Form

Cherokee County School District

Meeting Date
October 18, 2018

Agenda Item Number
D-1

Title
September 2018 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of September 2018 Financial Report and Sales Tax Update
Summary Explanation and Background
<p>Financial Report for September 2018</p> <p>See Attached Reports</p>
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: 60%;">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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Dr. Brian V. Hightower	770.479.1871			

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 SEPTEMBER 2018

General Fund

For the month ending September 30, 2018, the third month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$37,707,641 in revenue (year-to-date) consisting of state funds of \$22,253,195 (10% of budget), \$3,510,533 local taxes (2% of budgeted amount), and other funds of \$11,943,913 (77% of budget). All operating expenditures of \$72,367,384 (18% of budget) are within the Board of Education's approved 2018-19 budget.

Capital Outlay

The Capital Outlay Fund balance of \$32,627,526 as of September 30, 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 \$3,366,506 in September 2018, for the month of August 2018, the 8th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$547,954 and above cumulative projections by \$4,083,914. 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 SEPTEMBER 30, 2018
BALANCE SHEET

	GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
ASSETS					
Cash	\$ 17,869,430	\$ 23,819,816	\$ 32,627,526	\$ 1,331,222	\$ 75,647,994
Investments	8,636,510	17,521,638	-	-	26,158,148
Accounts Receivable	704,237	-	-	5,389,016	6,093,253
TOTAL ASSETS	\$ 27,210,177	\$ 41,341,454	\$ 32,627,526	\$ 6,720,238	\$ 107,899,395
LIABILITIES					
Salaries and Benefits Payable	\$ 11,780,880	\$ -	\$ -	\$ 145,734	\$ 11,926,614
Accounts Payable	312	-	-	910,024	910,336
FUND BALANCE					
Fund Balance 9/30/2018	15,428,985	41,341,454	32,627,526	5,664,480	95,062,445
TOTAL LIABILITIES AND FUND BALANCE	\$ 27,210,177	\$ 41,341,454	\$ 32,627,526	\$ 6,720,238	\$ 107,899,395
REVENUE AND EXPENSE					
Revenue	\$ 37,707,641	\$ 8,566,910	\$ 382,440	\$ 6,063,248	\$ 52,720,239
Expense	72,367,384	17,966,970	7,346,608	6,063,248	103,744,210
Excess Revenue over Expense	(34,659,743)	(9,400,060)	(6,964,168)	-	\$ (51,023,971)
BEGINNING FUND BALANCE 7/01/2018	50,088,728	50,741,514	39,591,694	5,664,480	146,086,416
ENDING FUND BALANCE 9/30/2018	\$ 15,428,985	\$ 41,341,454	\$ 32,627,526	\$ 5,664,480	\$ 95,062,445

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

Description	2018-109 Budget	Year to Date	Available Budget
Revenue			
Federal	\$ 168,238	-	\$ 168,238
Local	173,746,357	3,510,533	151,493,162
State	217,670,837	22,253,195	195,417,642
Other	3,884,429	443,913	3,440,516
Tan	11,500,000	11,500,000	-
Total Revenue	\$ 406,969,861	37,707,641	\$ 369,262,220
Expense			
Instruction	\$ 274,599,339	\$ 46,557,119	\$ 228,042,220
Pupil Services	14,377,452	2,767,437	11,610,015
Improve Instructional Services	13,254,016	3,124,896	10,129,120
Media Services	4,778,506	773,559	4,004,947
General Administration	2,884,142	770,314	2,113,828
School Administration	24,715,279	5,970,447	18,744,832
Business	3,054,565	1,073,518	1,981,047
Maintenance	28,503,735	4,854,837	23,648,898
Transportation	21,082,394	4,280,254	16,802,140
Support and Community Services	5,174,799	1,912,573	3,262,226
Facilities and Construction	475,000	132,430	342,570
Transfers Out	2,152,304	150,000	2,002,304
Debt Service	11,532,623	-	11,532,623
Total Expense	\$ 406,584,154	\$ 72,367,384	\$ 334,216,770
Excess Revenue over Expense	\$ 385,707	\$ (34,659,743)	\$ 35,045,450

1% SALES TAX (2018-2022)
COMPARISON OF COLLECTIONS
AS OF SEPTEMBER 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
		<u>\$ 21,842,725</u>	<u>\$ 25,926,639</u>	<u>\$ 4,083,914</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>
July	\$ -	\$ 2,871,634	\$ 2,957,783	\$ 3,046,516	\$ 3,137,912	\$ 3,232,049
August	\$ -	\$ 2,818,552	\$ 2,903,109	\$ 2,990,202	\$ 3,079,908	\$ 3,172,306
September	\$ -	\$ 2,792,606	\$ 2,876,384	\$ 2,962,676	\$ 3,051,556	\$ 3,143,103
October	\$ -	\$ 2,736,315	\$ 2,818,405	\$ 2,902,957	\$ 2,990,046	\$ 3,079,747
November	\$ -	\$ 2,906,999	\$ 2,994,209	\$ 3,084,035	\$ 3,176,556	\$ 3,271,853
December	\$ -	\$ 3,588,310	\$ 3,695,959	\$ 3,806,838	\$ 3,921,043	\$ 4,038,675
January	\$ 2,482,396	\$ 2,556,868	\$ 2,633,574	\$ 2,712,581	\$ 2,793,958	\$ -
February	\$ 2,569,511	\$ 2,646,596	\$ 2,725,994	\$ 2,807,774	\$ 2,892,007	\$ -
March	\$ 2,735,881	\$ 2,817,958	\$ 2,902,497	\$ 2,989,571	\$ 3,079,259	\$ -
April	\$ 2,726,393	\$ 2,808,185	\$ 2,892,430	\$ 2,979,203	\$ 3,068,579	\$ -
May	\$ 2,796,817	\$ 2,880,722	\$ 2,967,144	\$ 3,056,158	\$ 3,147,843	\$ -
June	\$ 2,841,541	\$ 2,926,787	\$ 3,014,591	\$ 3,105,029	\$ 3,198,180	\$ -
Total by Fiscal Year	<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>
Total Projected Collections						<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.