

Agenda Request Form

Cherokee County School District

Meeting Date
February 14, 2019

Agenda Item Number
D-1

Title
January 2019 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of January 2019 Financial Report and Sales Tax Update
Summary Explanation and Background
Financial Report for January 2019 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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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 JANUARY 2019

General Fund

For the month ending January 31, 2019, the seventh month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$264,782,580 in revenue (year-to-date) consisting of state funds of \$94,577,429 (43% of budget), \$157,545,523 local taxes (91% of budgeted amount), and other funds of \$12,659,628 (81% of budget). All operating expenditures of \$216,081,003 (53% of budget) are within the Board of Education's approved 2018-19 budget.

Capital Outlay

The Capital Outlay Fund balance of \$21,038,281 as of January 31, 2019 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 \$4,145,833 in January 2019, for the month of December 2018, the 12th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$557,523 and above cumulative projections by \$6,441,498. 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 JANUARY 31, 2019
BALANCE SHEET

		GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
<u>ASSETS</u>						
Cash		\$ 109,545,862	\$ 32,164,357	\$ 21,038,281	\$ 1,227,557	\$ 163,976,057
Investments		664,938	18,197,188	-	-	18,862,126
Inventory		168,084	-	-	229,235	397,319
Accounts Receivable		397,089	-	-	5,051,669	5,448,758
TOTAL ASSETS		\$ 110,775,973	\$ 50,361,545	\$ 21,038,281	\$ 6,508,461	\$ 188,684,260
<u>LIABILITIES</u>						
Salaries and Benefits Payable		\$ 11,980,581	\$ -	\$ -	\$ 628,801	\$ 12,609,382
Accounts Payable		5,087	-	-	737,106	742,193
<u>FUND BALANCE</u>						
Fund Balance 1/31/2019		98,790,305	50,361,545	21,038,281	5,142,554	175,332,685
TOTAL LIABILITIES AND FUND BALANCE		\$ 110,775,973	\$ 50,361,545	\$ 21,038,281	\$ 6,508,461	\$ 188,684,260
<u>REVENUE AND EXPENSE</u>						
Revenue		\$ 264,782,580	\$ 27,729,064	\$ 784,313	\$ 17,385,465	\$ 310,681,422
Expense		216,081,003	28,109,033	19,337,726	17,603,998	281,131,760
Excess Revenue over Expense		48,701,577	(379,969)	(18,553,413)	(218,533)	\$ 29,549,662
<u>BEGINNING FUND BALANCE 7/01/2018</u>						
		50,088,728	50,741,514	39,591,694	5,361,087	145,783,023
<u>ENDING FUND BALANCE 1/31/2019</u>						
		\$ 98,790,305	\$ 50,361,545	\$ 21,038,281	\$ 5,142,554	\$ 175,332,685

**General Fund
Comparison of Budget to Actual
July 1, 2018 to January 31, 2019**

<u>Description</u>	<u>2018-109 Budget</u>	<u>Year to Date</u>	<u>Available Budget</u>
Revenue			
Federal	\$ 168,238	178,607	\$ (10,369)
Local	173,746,357	157,545,523	16,200,834
State	217,670,837	94,577,429	123,093,408
Other	3,884,429	981,021	2,903,408
Tan	11,500,000	11,500,000	-
Total Revenue	\$ 406,969,861	264,782,580	\$ 142,187,281
Expense			
Instruction	\$ 274,599,339	\$ 136,561,248	\$ 138,038,091
Pupil Services	14,377,452	8,272,086	6,105,366
Improve Instructional Services	13,254,016	7,521,302	5,732,714
Media Services	4,778,506	2,439,425	2,339,081
General Administration	2,884,142	1,846,330	1,037,812
School Administration	24,715,279	14,535,422	10,179,857
Business	3,054,565	1,918,035	1,136,530
Maintenance	28,503,735	15,092,913	13,410,822
Transportation	21,082,394	12,517,944	8,564,450
Support and Community Services	5,174,799	3,327,481	1,847,318
Facilities and Construction	475,000	238,570	236,430
Transfers Out	2,152,304	250,000	1,902,304
Debt Service	11,532,623	11,560,247	(27,624)
Total Expense	\$ 406,584,154	\$ 216,081,003	\$ 190,503,151
Excess Revenue over Expense	\$ 385,707	\$ 48,701,577	\$ (48,315,870)

1% SALES TAX (2018-2022)
COMPARISON OF COLLECTIONS
AS OF JANUARY 2019

<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
January 2019	December 2018 (12)	3,588,310	4,145,833	557,523
		<u>\$ 33,866,955</u>	<u>\$ 40,308,453</u>	<u>\$ 6,441,498</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.