

Agenda Request Form

Cherokee County School District

Meeting Date
March 21, 2019

Agenda Item Number
D-1

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

General Fund

For the month ending February 28, 2019, the eighth month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$288,266,180 in revenue (year-to-date) consisting of state funds of \$112,399,941 (52% of budget), \$162,380,783 local taxes (93% of budgeted amount), and other funds of \$13,485,456 (86% of budget). All operating expenditures of \$249,000,799 (61% of budget) are within the Board of Education's approved 2018-19 budget.

Capital Outlay

The Capital Outlay Fund balance of \$19,140,022 as of February 28, 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 \$3,278,360 in February 2019, for the month of January 2019, the 13th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$721,492 and above cumulative projections by \$7,162,990. 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 FEBRUARY 28, 2019
BALANCE SHEET

		GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
<u>ASSETS</u>						
Cash		\$ 100,614,034	\$ 34,619,018	\$ 19,140,022	\$ 1,722,146	\$ 156,095,220
Investments		665,136	18,249,072	-	-	18,914,208
Inventory		258,895	-	-	828,947	1,087,842
Accounts Receivable		393,586	-	-	5,200,615	5,594,201
TOTAL ASSETS		\$ 101,931,651	\$ 52,868,090	\$ 19,140,022	\$ 7,751,708	\$ 181,691,471
<u>LIABILITIES</u>						
Salaries and Benefits Payable		\$ 12,575,405	\$ -	\$ -	\$ 683,648	\$ 13,259,053
Accounts Payable		2,137	-	-	980,491	982,628
<u>FUND BALANCE</u>						
Fund Balance 2/28/2019		89,354,109	52,868,090	19,140,022	6,087,569	167,449,790
TOTAL LIABILITIES AND FUND BALANCE		\$ 101,931,651	\$ 52,868,090	\$ 19,140,022	\$ 7,751,708	\$ 181,691,471
<u>REVENUE AND EXPENSE</u>						
Revenue		\$ 288,266,180	\$ 32,354,481	\$ 841,216	\$ 20,538,153	\$ 342,000,030
Expense		249,000,799	30,227,905	21,292,888	19,646,743	320,168,335
Excess Revenue over Expense		39,265,381	2,126,576	(20,451,672)	891,410	\$ 21,831,695
BEGINNING FUND BALANCE 7/01/2018		50,088,728	50,741,514	39,591,694	5,196,159	145,618,095
ENDING FUND BALANCE 2/28/2019		\$ 89,354,109	\$ 52,868,090	\$ 19,140,022	\$ 6,087,569	\$ 167,449,790

**General Fund
Comparison of Budget to Actual
July 1, 2018 to February 29, 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	162,380,783	11,365,574
State	217,670,837	112,399,941	105,270,896
Other	3,884,429	1,806,849	2,077,580
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Total Revenue	\$ 406,969,861	288,266,180	\$ 118,703,681
Expense			
Instruction	\$ 274,599,339	\$ 159,395,846	\$ 115,203,493
Pupil Services	14,377,452	9,711,930	4,665,522
Improve Instructional Services	13,254,016	8,545,892	4,708,124
Media Services	4,778,506	2,860,652	1,917,854
General Administration	2,884,142	2,036,688	847,454
School Administration	24,715,279	16,668,425	8,046,854
Business	3,054,565	2,135,425	919,140
Maintenance	28,503,735	17,128,406	11,375,329
Transportation	21,082,394	14,730,195	6,352,199
Support and Community Services	5,174,799	3,560,276	1,614,523
Facilities and Construction	475,000	266,817	208,183
Transfers Out	2,152,304	400,000	1,752,304
Debt Service	11,532,623	11,560,247	(27,624)
Total Expense	\$ 406,584,154	\$ 249,000,799	\$ 157,583,355
Excess Revenue over Expense	\$ 385,707	\$ 39,265,381	\$ (38,879,674)

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
February 2019	January 2019 (13)	2,556,868	3,278,360	721,492
		<u>\$ 36,423,823</u>	<u>\$ 43,586,813</u>	<u>\$ 7,162,990</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.