

# Agenda Request Form

Cherokee County School District

Meeting Date
April 18, 2019

Agenda Item Number
D-1

Title
March 2019 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of March 2019 Financial Report and Sales Tax Update
Summary Explanation and Background
<p>Financial Report for March 2019</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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**OFFICE OF THE SUPERINTENDENT OF SCHOOLS**

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

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

*Initialized: 3/3/99  
Revised: 2/1/16*

# CHEROKEE COUNTY BOARD OF EDUCATION

Dr. Brian V. Hightower, Superintendent

Kenneth Owen, Chief Financial Officer

## FINANCIAL REPORT MARCH 2019

### General Fund

For the month ending March 31, 2019, the ninth month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$310,115,223 in revenue (year-to-date) consisting of state funds of \$130,638,492 (60% of budget), \$165,740,472 local taxes (95% of budgeted amount), and other funds of \$13,736,259 (88% of budget). All operating expenditures of \$281,319,874 (69% of budget) are within the Board of Education's approved 2018-19 budget.

### Capital Outlay

The Capital Outlay Fund balance of \$18,184,738 as of March 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 \$3,135,700 in March 2019, for the month of February 2019, the 14<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 \$489,104 and above cumulative projections by \$7,652,094. 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 MARCH 31, 2019**  
**BALANCE SHEET**

		GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
<b><u>ASSETS</u></b>						
Cash		\$ 89,192,526	\$ 37,879,229	\$ 18,184,738	\$ 1,645,484	\$ 146,901,977
Investments		665,136	18,309,132	-	-	18,974,268
Inventory		255,603	-	-	726,672	982,275
Accounts Receivable		420,179	-	-	4,684,328	5,104,507
<b>TOTAL ASSETS</b>		<b>\$ 90,533,444</b>	<b>\$ 56,188,361</b>	<b>\$ 18,184,738</b>	<b>\$ 7,056,484</b>	<b>\$ 171,963,027</b>
<b><u>LIABILITIES</u></b>						
Salaries and Benefits Payable		\$ 11,644,725	\$ -	\$ -	\$ 661,221	\$ 12,305,946
Accounts Payable		4,642	-	-	869,053	873,695
<b><u>FUND BALANCE</u></b>						
<b>Fund Balance 3/31/2019</b>		78,884,077	56,188,361	18,184,738	5,526,210	158,783,386
<b>TOTAL LIABILITIES AND FUND BALANCE</b>		<b>\$ 90,533,444</b>	<b>\$ 56,188,361</b>	<b>\$ 18,184,738</b>	<b>\$ 7,056,484</b>	<b>\$ 171,963,027</b>
<b><u>REVENUE AND EXPENSE</u></b>						
Revenue		\$ 310,115,223	\$ 35,674,752	\$ 890,884	\$ 22,741,983	\$ 369,422,842
Expense		281,319,874	30,227,905	22,297,840	22,404,079	356,249,698
Excess Revenue over Expense		28,795,349	5,446,847	(21,406,956)	337,904	\$ 13,173,144
<b><u>BEGINNING FUND BALANCE 7/01/2018</u></b>						
		50,088,728	50,741,514	39,591,694	5,188,306	145,610,242
<b><u>ENDING FUND BALANCE 3/31/2019</u></b>						
		<b>\$ 78,884,077</b>	<b>\$ 56,188,361</b>	<b>\$ 18,184,738</b>	<b>\$ 5,526,210</b>	<b>\$ 158,783,386</b>

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

<u>Description</u>	<u>2018-109 Budget</u>	<u>Year to Date</u>	<u>Available Budget</u>
<b>Revenue</b>			
Federal	\$ 168,238	178,607	\$ (10,369)
Local	173,746,357	165,740,472	8,005,885
State	217,670,837	130,638,492	87,032,345
Other	3,884,429	2,057,652	1,826,777
Tan	11,500,000	11,500,000	-
<b>Total Revenue</b>	<b>\$ 406,969,861</b>	<b>310,115,223</b>	<b>\$ 96,854,638</b>
<b>Expense</b>			
Instruction	\$ 274,599,339	\$ 181,811,015	\$ 92,788,324
Pupil Services	14,377,452	11,076,259	3,301,193
Improve Instructional Services	13,254,016	9,653,045	3,600,971
Media Services	4,778,506	3,270,869	1,507,637
General Administration	2,884,142	2,334,327	549,815
School Administration	24,715,279	18,783,066	5,932,213
Business	3,054,565	2,351,004	703,561
Maintenance	28,503,735	19,165,291	9,338,444
Transportation	21,082,394	16,659,000	4,423,394
Support and Community Services	5,174,799	3,823,565	1,351,234
Facilities and Construction	475,000	282,186	192,814
Transfers Out	2,152,304	550,000	1,602,304
Debt Service	11,532,623	11,560,247	(27,624)
<b>Total Expense</b>	<b>\$ 406,584,154</b>	<b>\$ 281,319,874</b>	<b>\$ 125,264,280</b>
<b>Excess Revenue over Expense</b>	<b>\$ 385,707</b>	<b>\$ 28,795,349</b>	<b>\$ (28,409,642)</b>

1% SALES TAX (2018-2022)  
COMPARISON OF COLLECTIONS  
AS OF MARCH 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
March 2019	February 2019 (14)	2,646,596	3,135,700	489,104
		<u>\$ 39,070,419</u>	<u>\$ 46,722,513</u>	<u>\$ 7,652,094</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.