

# Agenda Request Form

Cherokee County School District

Meeting Date
June 20, 2019

Agenda Item Number
D-1

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

### General Fund

For the month ending May 31, 2019, the eleventh month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$352,753,909 in revenue (year-to-date) consisting of state funds of \$167,436,104 (77% of budget), \$170,863,449 local taxes (98% of budgeted amount), and other funds of \$14,453,356 (93% of budget). All operating expenditures of \$345,928,079 (85% of budget) are within the Board of Education's approved 2018-19 budget.

### Capital Outlay

The Capital Outlay Fund balance of \$18,502,754 as of May 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 \$3,715,585 in May 2019, for the month of April 2019, the 16<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 \$909,400 and above cumulative projections by \$9,302,593. 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 MAY 31, 2019**  
**BALANCE SHEET**

			GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
<b><u>ASSETS</u></b>							
Cash			\$ 72,339,188	\$ 45,438,556	\$ 18,502,754	\$ 2,086,124	\$ 138,366,622
Investments			665,782	18,309,132	-	-	18,974,914
Inventory			262,332	-	-	140,592	402,924
Accounts Receivable			426,366	-	-	5,864,571	6,290,937
<b>TOTAL ASSETS</b>			<b>\$ 73,693,668</b>	<b>\$ 63,747,688</b>	<b>\$ 18,502,754</b>	<b>\$ 8,091,287</b>	<b>\$ 164,035,397</b>
<b><u>LIABILITIES</u></b>							
Salaries and Benefits Payable			\$ 11,634,549	\$ -	\$ -	\$ 946,172	\$ 12,580,721
Accounts Payable			5,144,561	-	-	434,160	5,578,721
<b><u>FUND BALANCE</u></b>							
<b>Fund Balance 5/31/2019</b>			56,914,558	63,747,688	18,502,754	6,710,955	145,875,955
<b>TOTAL LIABILITIES AND FUND BALANCE</b>			<b>\$ 73,693,668</b>	<b>\$ 63,747,688</b>	<b>\$ 18,502,754</b>	<b>\$ 8,091,287</b>	<b>\$ 164,035,397</b>
<b><u>REVENUE AND EXPENSE</u></b>							
Revenue			\$ 352,753,909	\$ 43,246,329	\$ 3,223,562	\$ 30,482,154	\$ 429,705,954
Expense			345,928,079	30,240,155	24,312,502	28,959,505	429,440,241
Excess Revenue over Expense			6,825,830	13,006,174	(21,088,940)	1,522,649	\$ 265,713
<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 5/31/2019</u></b>			<b>\$ 56,914,558</b>	<b>\$ 63,747,688</b>	<b>\$ 18,502,754</b>	<b>\$ 6,710,955</b>	<b>\$ 145,875,955</b>

**General Fund  
Comparison of Budget to Actual  
July 1, 2018 to May 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	170,863,449	2,882,908
State	217,670,837	167,436,104	50,234,733
Other	3,884,429	2,775,749	1,108,680
Tan	11,500,000	11,500,000	-
<b>Total Revenue</b>	<b>\$ 406,969,861</b>	<b>352,753,909</b>	<b>\$ 54,215,952</b>
<b>Expense</b>			
Instruction	\$ 274,599,339	\$ 226,469,076	\$ 48,130,263
Pupil Services	14,377,452	13,746,231	631,221
Improve Instructional Services	13,254,016	11,797,897	1,456,119
Media Services	4,778,506	4,032,651	745,855
General Administration	2,884,142	2,792,884	91,258
School Administration	24,715,279	23,101,622	1,613,657
Business	3,054,565	2,771,499	283,066
Maintenance	28,503,735	23,429,813	5,073,922
Transportation	21,082,394	20,774,897	307,497
Support and Community Services	5,174,799	4,617,617	557,182
Facilities and Construction	475,000	283,645	191,355
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>\$ 345,928,079</b>	<b>\$ 60,656,075</b>
<b>Excess Revenue over Expense</b>	<b>\$ 385,707</b>	<b>\$ 6,825,830</b>	<b>\$ (6,440,123)</b>

1% SALES TAX (2018-2022)  
COMPARISON OF COLLECTIONS  
AS OF MAY 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
April 2019	March 2019 (15)	2,817,958	3,559,057	741,099
May 2019	April 2019 (16)	2,808,185	3,717,585	909,400
		<u>\$ 44,696,562</u>	<u>\$ 53,999,155</u>	<u>\$ 9,302,593</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	\$ -
<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.