

# Agenda Request Form

Cherokee County School District

Meeting Date
June 21, 2018

Agenda Item Number
D-1

Title
May 2018 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of May 2018 Financial Report and Sales Tax Update
Summary Explanation and Background
Financial Report for May 2018  See Attached Report
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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**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 2018

### General Fund

For the month ending May 31, 2018, the eleventh month of the 2017-18 Fiscal Year, the School District's Operating Account (General Fund) has received \$336,994,008 in revenue (year-to-date) consisting of state funds of \$159,382,491 (77% of budget), \$159,120,377 local taxes (99% of budgeted amount), and other funds of \$18,491,140 (104% of budget). All operating expenditures of \$330,452,345 (86% of budget) are within the Board of Education's approved 2017-18 budget.

### Capital Outlay

The Capital Outlay Fund balance of \$48,242,597 as of May 31, 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 2017-18, the Cherokee County School District received \$3,174,263 in May 2018, for the month of April 2018, the 4th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$447,870 and above cumulative projections by \$1,727,632. 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, 2018**  
**BALANCE SHEET**

			GENERAL FUND		BOND SPLOST		CAPITAL OUTLAY		FED FUNDS AND SCHOOL NUTRITION		TOTAL
<b>ASSETS</b>											
Cash			\$ 62,055,073		\$ 22,940,634		\$ 48,242,597		\$ 2,798,121		\$ 136,036,425
Investments			660,155		17,354,773		-		-		18,014,928
Accounts Receivable			238,564		-		-		4,360,931		4,599,495
<b>TOTAL ASSETS</b>			<b>\$ 62,953,792</b>		<b>\$ 40,295,407</b>		<b>\$ 48,242,597</b>		<b>\$ 7,159,052</b>		<b>\$ 158,650,848</b>
<b>LIABILITIES</b>											
Salaries and Benefits Payable			\$ 10,375,710		-		-		\$ 905,241		\$ 11,280,951
Accounts Payable			1,917				-		559,396		561,313
<b>FUND BALANCE</b>											
Fund Balance 5/31/2018			52,576,165		40,295,407		48,242,597		5,694,415		146,808,584
<b>TOTAL LIABILITIES AND FUND BALANCE</b>			<b>\$ 62,953,792</b>		<b>\$ 40,295,407</b>		<b>\$ 48,242,597</b>		<b>\$ 7,159,052</b>		<b>\$ 158,650,848</b>
<b>REVENUE AND EXPENSE</b>											
Revenue			\$ 336,994,008		\$ 39,297,572		\$ 51,107,352		\$ 29,801,552		\$ 457,200,484
Expense			330,452,345		41,450,599		12,800,559		29,410,904		414,114,407
Excess Revenue over Expense			6,541,663		(2,153,027)		38,306,793		390,648		\$ 43,086,077
<b>BEGINNING FUND BALANCE 7/01/2017</b>			46,034,502		42,448,434		9,935,804		5,303,767		103,722,507
<b>ENDING FUND BALANCE 5/31/2018</b>			<b>\$ 52,576,165</b>		<b>\$ 40,295,407</b>		<b>\$ 48,242,597</b>		<b>\$ 5,694,415</b>		<b>\$ 146,808,584</b>

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

Description	2017-18 Budget	Year to Date	Available Budget
<b>Revenue</b>			
Federal	\$ 168,238	\$ 173,909	\$ (5,671)
Local	161,384,263	159,120,377	2,263,886
State	206,164,454	159,382,491	46,781,963
Other	3,798,877	4,567,231	(768,354)
Tan	13,750,000	13,750,000	-
<b>Total Revenue</b>	<b>\$ 385,265,832</b>	<b>\$ 336,994,008</b>	<b>\$ 48,271,824</b>
<b>Expense</b>			
Instruction	\$ 261,317,750	\$ 214,883,887	\$ 46,433,863
Pupil Services	13,314,452	12,038,062	1,276,390
Imp. Instr. Svcs.	10,293,830	10,253,055	40,775
Media Svcs.	4,669,275	3,908,137	761,138
General Adm.	2,841,065	2,575,707	265,358
School Adm.	23,607,407	22,072,309	1,535,098
Business	2,678,499	2,331,489	347,010
Maintenance	24,276,398	22,815,050	1,461,348
Transportation	19,765,961	17,538,033	2,227,928
Support and Community Services	4,766,150	4,806,795	(40,645)
Facilities and Constr.	582,057	385,817	196,240
Transfers Out	935,000	3,055,000	(2,120,000)
Debt Service	13,780,068	13,789,004	(8,936)
<b>Total Expense</b>	<b>\$ 382,827,912</b>	<b>\$ 330,452,345</b>	<b>\$ 52,375,567</b>
<b>Excess Rev. over Exp.</b>	<b>\$ 2,437,920</b>	<b>\$ 6,541,663</b>	<b>\$ (4,103,743)</b>

**1% SALES TAX (2018-2022)  
COMPARISON OF COLLECTIONS  
AS OF MAY 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
		<u>\$ 10,514,181</u>	<u>\$ 12,241,813</u>	<u>\$ 1,727,632</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.