

Agenda Request Form

Cherokee County School District

Meeting Date
August 16, 2018

Agenda Item Number
D-1

Title
June 2018 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of June 2018 Financial Report and Sales Tax Update
Summary Explanation and Background
Financial Report for June 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	
Kenneth Owen	770.479.1871
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 JUNE 2018

General Fund

For the month ending June 30, 2018, the twelfth month of the 2017-18 Fiscal Year, the School District's Operating Account (General Fund) has received \$392,076,237 in revenue (year-to-date) consisting of state funds of \$209,317,534 (102% of budget), \$163,539,079 local taxes (101% of budgeted amount), and other funds of \$19,219,624 (108% of budget). All operating expenditures of \$388,127,274 (101% of budget) are within the Board of Education's approved 2017-18 budget.

Capital Outlay

The Capital Outlay Fund balance of \$42,255,151 as of June 30, 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 \$3,361,741 in June 2018, for the month of May 2018, the 5th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections (detail included) for the month by \$564,924 and above cumulative projections by \$2,292,556. The School District also accrued for sales tax collections received in July 2018, for the month of June 2018, the 6th month of 60 monthly sales tax collections for the 2018-2022 SPLOST. Collections received were above projections for the month by \$635,132 and above cumulative projections by \$2,927,688. 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 JUNE 30, 2018
BALANCE SHEET

	GENERAL FUND	BOND SPLOST	CAPITAL OUTLAY	FED FUNDS AND SCHOOL NUTRITION	TOTAL
ASSETS					
Cash	\$ 51,686,326	\$ 29,768,836	\$ 42,255,151	\$ 1,143,256	\$ 124,853,569
Investments	659,790	17,409,757	-	-	18,069,547
Accounts Receivable	34,594,659	3,516,366	-	6,346,186	44,457,211
TOTAL ASSETS	\$ 86,940,775	\$ 50,694,959	\$ 42,255,151	\$ 7,489,442	\$ 187,380,327
LIABILITIES					
Salaries and Benefits Payable	\$ 34,594,207	\$ -	\$ -	\$ 1,721,233	\$ 36,315,440
Accounts Payable	2,363,103		1,229,909	422,953	4,015,965
FUND BALANCE					
Fund Balance 6/30/2018	49,983,465	50,694,959	41,025,242	5,345,256	147,048,922
TOTAL LIABILITIES AND FUND BALANCE	\$ 86,940,775	\$ 50,694,959	\$ 42,255,151	\$ 7,489,442	\$ 187,380,327
REVENUE AND EXPENSE					
Revenue	\$ 392,076,237	\$ 49,708,074	\$ 51,170,277	\$ 32,315,621	\$ 525,270,209
Expense	388,127,274	41,461,549	20,080,839	31,942,653	481,612,315
Excess Revenue over Expense	3,948,963	8,246,525	31,089,438	372,968	\$ 43,657,894
BEGINNING FUND BALANCE 7/01/2017	46,034,502	42,448,434	9,935,804	4,972,288	103,391,028
ENDING FUND BALANCE 6/30/2018	\$ 49,983,465	\$ 50,694,959	\$ 41,025,242	\$ 5,345,256	\$ 147,048,922

General Fund
Comparison of Budget to Actual
June 2018

Description	2017-18 Budget	Year to Date	Available Budget
Revenue			
Federal	\$ 168,238	\$ 173,909	\$ (5,671)
Local	161,384,263	163,539,079	(2,154,816)
State	206,164,454	209,317,534	(3,153,080)
Other	3,798,877	5,295,715	(1,496,838)
Tan	13,750,000	13,750,000	-
Total Revenue	\$ 385,265,832	\$ 392,076,237	\$ (6,810,405)
Expense			
Instruction	\$ 261,317,750	\$ 258,187,710	\$ 3,130,040
Pupil Services	13,314,452	14,853,073	(1,538,621)
Imp. Instr. Svcs.	10,293,830	11,658,582	(1,364,752)
Media Svcs.	4,669,275	4,617,439	51,836
General Adm.	2,841,065	2,857,272	(16,207)
School Adm.	23,607,407	24,483,597	(876,190)
Business	2,678,499	2,688,671	(10,172)
Maintenance	24,276,398	25,313,678	(1,037,280)
Transportation	19,765,961	20,857,789	(1,091,828)
Support and Community Services	4,766,150	5,222,300	(456,150)
Facilities and Constr.	582,057	393,159	188,898
Transfers Out	935,000	3,205,000	(2,270,000)
Debt Service	13,780,068	13,789,004	(8,936)
Total Expense	\$ 382,827,912	\$ 388,127,274	\$ (5,299,362)
Excess Rev. over Exp.	\$ 2,437,920	\$ 3,948,963	\$ (1,511,043)

**1% SALES TAX (2018-2022)
COMPARISON OF COLLECTIONS
AS OF JUNE 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
June 2018	May 2018 (5)	2,796,817	3,361,741	564,924
June 2018	June 2018 (6)	2,841,541	3,476,673	635,132
		<u>\$ 16,152,539</u>	<u>\$ 19,080,227</u>	<u>\$ 2,927,688</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>\$ 179,804,270</u>

The amount shown in each month is the expected collection amount. Actual receipt would occur in the subsequent month.