

Agenda Request Form

Cherokee County School District

Meeting Date
September 13, 2018

Agenda Item Number
D-1

Title
July 2018 Financial Report and Sales Tax Update
Requested Action
School Board Consideration of Superintendent's Recommendation for Approval of July 2018 Financial Report and Sales Tax Update
Summary Explanation and Background
Financial Report for July 2018 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: 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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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 JULY 2018

General Fund

For the month ending July 31, 2018, the first month of the 2018-19 Fiscal Year, the School District's Operating Account (General Fund) has received \$2,201,194 in revenue (year-to-date) consisting of state funds of \$1,959,601 (<1% of budget), \$241,194 local taxes (<1% of budgeted amount), and other funds of \$399 (<1% of budget). All operating expenditures of \$6,404,785 (1.6% of budget) are within the Board of Education's approved 2018-19 budget.

Capital Outlay

The Capital Outlay Fund balance of \$40,525,807 as of July 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 2018-19, the Cherokee County School District received \$3,476,673 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 (detail included) 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 JULY 31, 2018
BALANCE SHEET

			GENERAL FUND		BOND SPLOST		CAPITAL OUTLAY		FED FUNDS AND SCHOOL NUTRITION		TOTAL
ASSETS											
Cash			\$ 41,694,417		\$ 17,273,559		\$ 39,936,565		\$ 3,661,535		\$ 102,566,076
Investments			659,823		17,459,582		-		-		18,119,405
Accounts Receivable			35,350,969		22,325		-		4,018,794		39,392,088
TOTAL ASSETS			\$ 77,705,209		\$ 34,755,466		\$ 39,936,565		\$ 7,680,329		\$ 160,077,569
LIABILITIES											
Salaries and Benefits Payable			\$ 11,257,169		-		-		\$ 147,112		\$ 11,404,281
Accounts Payable			4,652,549		-		844,306		3,348,400		8,845,255
FUND BALANCE											
Fund Balance 7/31/2018			61,795,491		34,708,910		40,525,807		4,756,835		141,787,043
TOTAL LIABILITIES AND FUND BALANCE			\$ 77,705,209		\$ 34,708,910		\$ 41,370,113		\$ 8,252,347		\$ 162,036,579
REVENUE AND EXPENSE											
Revenue			\$ 18,110,875		\$ 1,567,536		\$ 73,817		\$ 252,100		\$ 20,004,328
Expense			6,404,786		17,553,585		573,252		840,521		25,372,144
Excess Revenue over Expense			11,706,089		(15,986,049)		(499,435)		(588,421)		\$ (5,367,816)
BEGINNING FUND BALANCE 7/01/2018			50,089,402		50,694,959		41,025,242		5,345,256		147,154,859
ENDING FUND BALANCE 7/31/2018			\$ 61,795,491		\$ 34,708,910		\$ 40,525,807		\$ 4,756,835		\$ 141,787,043

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

Description	2018-109 Budget	Year to Date	Available Budget
Revenue			
Federal	\$ 168,238	\$ -	\$ 168,238
Local	173,746,357	241,194.00	171,786,756
State	217,670,837	1,959,601	215,711,236
Other	3,884,429	399	3,884,030
Tan	11,500,000	-	11,500,000
Total Revenue	\$ 406,969,861	\$ 2,201,194	\$ 404,768,667
Expense			
Instruction	\$ 274,599,339	\$ 939,040	\$ 273,660,299
Pupil Services	14,377,452	92,785	14,284,667
Imp. Instr. Svcs.	13,254,016	642,989	12,611,027
Media Svcs.	4,778,506	680	4,777,826
General Adm.	24,715,279	363,685	24,351,594
School Adm.	3,054,565	1,676,406	1,378,159
Business	28,503,735	495,698	28,008,037
Maintenance	21,082,394	1,160,868	19,921,526
Transportation	5,174,799	429,823	4,744,976
Support and Community Services	2,884,142	543,797	2,340,345
Facilities and Constr.	475,000	59,014	415,986
Transfers Out	2,152,304	-	2,152,304
Debt Service	11,532,623	-	11,532,623
Total Expense	\$ 406,584,154	\$ 6,404,785	\$ 400,179,369
Excess Rev. over Exp.	\$ 385,707	\$ (4,203,591)	\$ 4,589,298

**1% SALES TAX (2018-2022)
COMPARISON OF COLLECTIONS
AS OF JULY 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
July 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><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.