



CLEVELAND  
METROPOLITAN  
SCHOOL DISTRICT  
Vision to Victory

**FY 2013-2014  
FINANCIAL STATUS REPORT  
AS OF  
July 31, 2013**

Prepared by  
FINANCE DEPARTMENT

*The primary goal of the Cleveland Municipal School District is to become a premier school district in the United States of America.*

# CLEVELAND MUNICIPAL SCHOOL DISTRICT

## JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT

### Summary

The following spreadsheet shows the revenue and expenditures by month for the General Funds as of July 31, 2013. The total revenues forecasted in the May five year forecast were \$655,862,788. The Board adopted a temporary budget for Fiscal Year 2014 for \$494,509,391. The temporary budget comprised of 50% of the annual salaries and benefits and 100% of all other objects. The annual budget will be adopted by the Board by October 1, 2013.

	July	August	September	October	November	December
<b>Revenues:</b>						
Property Taxes	\$31,651,422	\$0	\$0	\$0	\$0	\$0
State Foundation	35,191,520	0	0	0	0	0
State Property Allocation	0	0	0	0	0	0
Other	2,818,821	0	0	0	0	0
<b>Total Revenues</b>	<b>69,661,763</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Expenditures:</b>						
Salaries	23,403,504	0	0	0	0	0
Benefits	12,075,492	0	0	0	0	0
Purchase Services	14,189,034	0	0	0	0	0
Materials and Supplies	170,243	0	0	0	0	0
Capital Outlay	30,516	0	0	0	0	0
Other Objects	627,813	0	0	0	0	0
<b>Total Expenditures</b>	<b>50,496,602</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Change in Cash	19,165,161	0	0	0	0	0

	January	February	March	April	May	June	Total
<b>Revenues:</b>							
Property Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$31,651,422
State Foundation	0	0	0	0	0	0	35,191,520
State Property Allocation	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	2,818,821
<b>Total Revenues</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>69,661,763</b>
<b>Expenditures:</b>							
Salaries	0	0	0	0	0	0	23,403,504
Benefits	0	0	0	0	0	0	12,075,492
Purchase Services	0	0	0	0	0	0	14,189,034
Materials and Supplies	0	0	0	0	0	0	170,243
Capital Outlay	0	0	0	0	0	0	30,516
Other Objects	0	0	0	0	0	0	627,813
<b>Total Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>50,496,602</b>
Net Change in Cash	0	0	0	0	0	0	19,165,161

# CLEVELAND MUNICIPAL SCHOOL DISTRICT

## JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT

### REVENUE

The Cleveland Municipal School District is forecasting **\$655,862,788** in revenue within the General Fund in the 2013-2014 fiscal year as shown on figure 1. As of **July 31, 2013** the District has received revenue in the amount of \$69,661,763. The District will need to collect another \$586,201,025 to reach its target.

Figure 1

#### FORECASTED REVENUES AND ACTUAL REVENUES

	Fiscal Year 2014 Forecast	Fiscal Year 2014 Actual	Over/ (Under)
<b>Revenues</b>			
Real Property Tax	\$186,922,272	\$31,602,693 (a)	<b>(155,319,579)</b>
Personal Property Tax	0	48,729 (a)	<b>48,729</b>
State Foundation	410,536,025	35,191,520 (b)	<b>(375,344,505)</b>
Property Tax Homestead and Rollbacks	17,970,000	0 (c)	<b>(17,970,000)</b>
CAT Tax	13,913,830	0 (c)	<b>(13,913,830)</b>
Interest	450,000	50,403 (c)	<b>(399,597)</b>
Medicaid	2,463,995	0 (d)	<b>(2,463,995)</b>
CEAP	1,000,000	0 (c)	<b>(1,000,000)</b>
Advances-In	0	0 (c)	<b>0</b>
Casino Receipts	1,969,844	0 (c)	<b>(1,969,844)</b>
Other Revenues	20,636,822	2,768,418 (c)	<b>(17,868,404)</b>
<i>Total Revenues</i>	<u>\$655,862,788</u>	<u>\$69,661,763</u>	<u>(\$586,201,025)</u>

**ON TARGET**

**AT RISK**

- (a) The District received \$174,589,722 in general real property taxes in FY13 and is forecasting \$186,922,272 in FY14. Through July 31, 2013 the District has received \$31,602,693 in general property taxes.
- (b) The District will receive state funding in FY14 based on HB 59.
- (c) These revenues have been received as anticipated.
- (d) An anticipated payment from an old settlement for Medicaid was not received in FY 13 but will be received in FY 14.

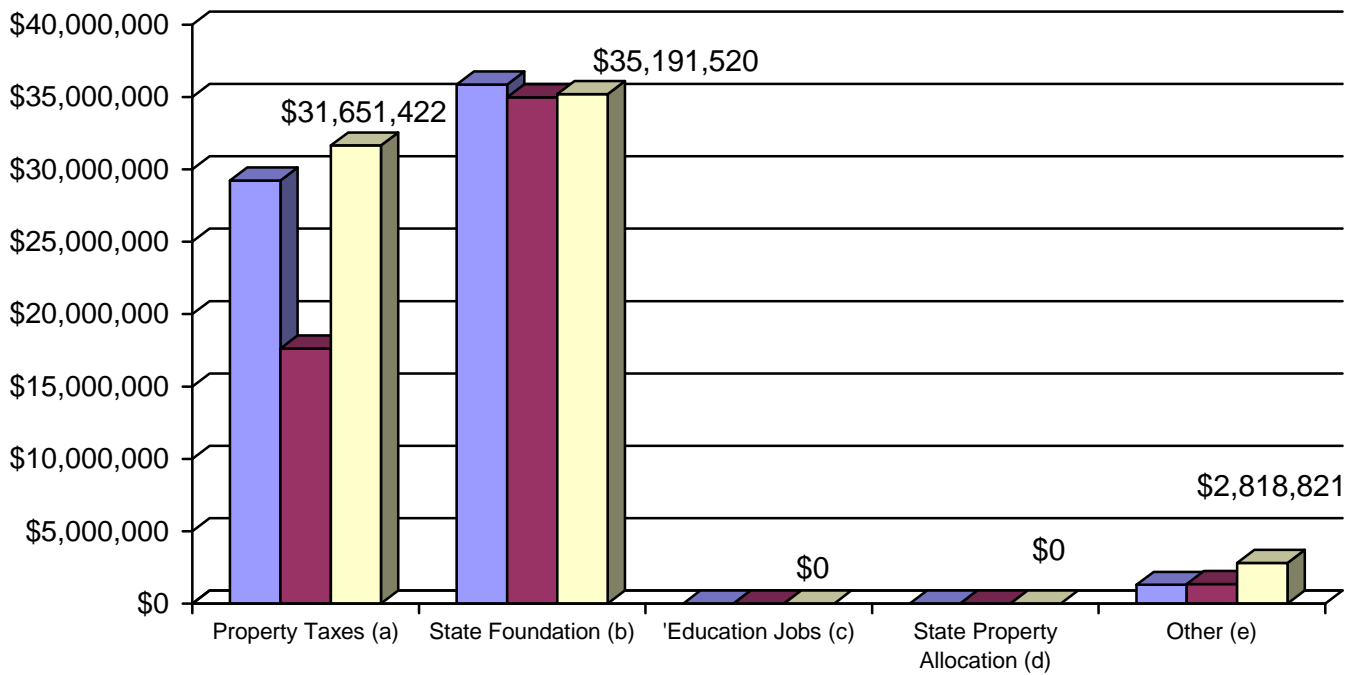
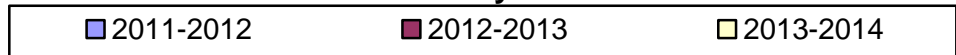
# CLEVELAND MUNICIPAL SCHOOL DISTRICT

## JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT

Figure 2 compares revenue sources to the prior two years as of July 31. The three years of data will be beneficial for trend analysis performed throughout the year.

Figure 2

### Cleveland Municipal School District - Revenues by Category As of July 31



# CLEVELAND MUNICIPAL SCHOOL DISTRICT

JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT

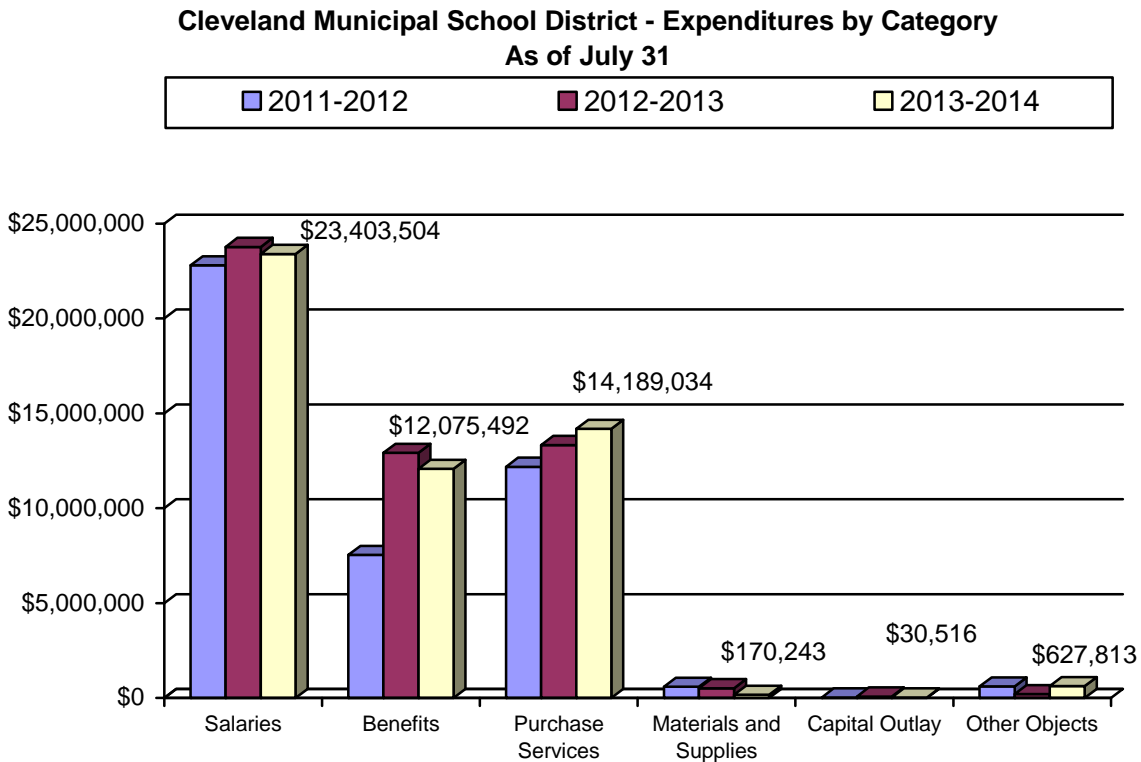
## EXPENDITURES

The fiscal year 2014 adopted temporary General Fund budget for the District is \$481.5 million. This budget, coupled with carryover encumbrances of \$13.0 million, resulted in a \$494.5 million General Funds appropriation for FY 2014. The following information is a financial update of the status of this appropriation through July 31, 2013. The temporary budget comprised of 50% of the annual salaries and benefits and 100% of all other objects. The annual budget will be adopted by the Board by October 1, 2013.

Through July 31, 2013 the District has expended \$50.5 million and has outstanding encumbrances of \$15.6 million. This total of \$66.1 million reflects 13.37% of the District's total appropriation (see Exhibit A).

Figure 3 compares expenditure categories to the prior two years as of July 31. The three years of data will be beneficial for trend analysis performed throughout the year.

Figure 3



# **CLEVELAND MUNICIPAL SCHOOL DISTRICT**

## **JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT**

As Figure 3 illustrates, overall salaries and fringe benefits are slightly lower than last year for this time of year. We will continue to closely monitor this area the remainder of the fiscal year. Salaries averaged \$11.7 million in July which is slightly higher to the \$11.6 million average in June.

The current year Purchased Services and Materials categories are slightly higher than last year for this time of year. This is primarily due to do the community school pass through payment is higher in fiscal 2014 than 2013.

The Capital Outlay category is slightly lower than last year for this time due to timing of when the expenditures were paid. It should be noted that the vast majority of on-going construction projects are accounted for in other funds and therefore not reflected in the encumbrances/expenditures above.

Finally, the debt service and other objects category of encumbrance/expenditures, which mainly reflects the payment of principal and interest for the energy conservation notes and QZAB notes, treasurer and auditor fees, and the transfer of monies to other District funds (as required by State regulations), is as expected as of July 31, 2013. Debt payments occur in July and April while the transfer of monies to other District funds occurs in June.

# CLEVELAND MUNICIPAL SCHOOL DISTRICT

## JULY 1, 2013-JULY 31, 2013 FINANCIAL STATUS REPORT

### CASH BALANCES

The cash balance as of July 31, 2013 is \$87,306,978. The unencumbered balance as of July 31, 2013 is \$71,708,358. See Figure 4 for details.

Figure 4

	<b>FY 2014</b>
Beginning Cash Balance	\$68,107,439
Total Revenues	69,661,763
Total Expenses	50,496,602
Revenue over Expenses	19,165,161
Total Payables	34,378
Ending Cash Balance	87,306,978
Encumbrances/Reserves	15,598,620
Unencumbered Balance	\$71,708,358

