



Department of Finance

# Fiscal Year 2018 Financial Status Report

As of June 30, 2018

## Summary

The following spreadsheet shows the revenue and expenditures by month for the General Funds as of June 30, 2018. The total revenues forecasted in the May five year forecast were \$727,176,945 and expenditures were \$748,858,638. The adopted budget approved by the Board was \$749,400,000 plus carryover encumbrances of \$20,340,770 for a total appropriation of \$769,740,769. This appropriation was increased by \$18,000,000 in June which resulted in a final appropriation of \$787,740,770.

	July	August	September	October	November	December	January	February	March	April	May	June	Total
<b>Revenues</b>													
Local	\$ 25,982,447	\$ 78,863,954	\$ 1,864,563	\$ 1,184,997	\$ 3,479,502	\$ 1,802,941	\$ 20,913,488	\$ 79,567,031	\$ 23,960,590	\$ 3,276,621	\$ 10,404,843	\$ 2,991,837	\$ 254,292,815
State	\$ 36,834,906	\$ 38,525,041	\$ 36,942,387	\$ 52,258,853	\$ 36,483,881	\$ 38,144,630	\$ 42,010,590	\$ 34,630,723	\$ 36,787,284	\$ 36,272,870	\$ 43,231,383	\$ 35,853,973	467,976,522
Federal	\$ 786,778	\$ -	\$ 23,064	\$ 178,282	\$ 14,949	\$ 16,955	\$ 33,840	\$ 41,779	\$ 29,703	\$ 117,365	\$ 17,219	\$ (13,375)	1,246,560
Other	\$ 8,840	\$ 2,286,137	\$ 5,115,081	\$ 39	\$ 4,947	\$ 4,942	\$ -	\$ 36,389	\$ 13,960	\$ 89,415	\$ 24,289	\$ 13,950	7,597,988
<b>Total Revenues</b>	<b>63,612,971</b>	<b>119,675,131</b>	<b>43,945,094</b>	<b>53,622,170</b>	<b>39,983,279</b>	<b>39,969,469</b>	<b>62,957,917</b>	<b>114,275,922</b>	<b>60,791,538</b>	<b>39,756,271</b>	<b>53,677,734</b>	<b>38,846,386</b>	<b>731,113,883</b>
<b>Expenditures</b>													
Salaries	\$ 37,382,121	\$ 26,210,651	\$ 27,895,980	\$ 27,781,549	\$ 27,885,387	\$ 42,963,905	\$ 27,310,433	\$ 28,247,711	\$ 27,991,303	\$ 27,715,835	\$ 27,407,977	\$ 26,338,777	\$ 355,131,628
Benefits	\$ 7,521,015	\$ 11,292,430	\$ 11,470,047	\$ 11,211,570	\$ 11,056,979	\$ 10,874,283	\$ 12,232,913	\$ 12,028,882	\$ 10,900,808	\$ 10,717,263	\$ 10,449,415	\$ 9,408,880	\$ 129,164,484
Purchase Services	\$ 14,691,045	\$ 29,569,994	\$ 20,798,980	\$ 20,079,280	\$ 19,067,046	\$ 21,992,924	\$ 19,719,206	\$ 18,329,590	\$ 22,653,979	\$ 19,743,968	\$ 18,832,992	\$ 21,368,730	\$ 246,847,735
Materials & Supplies	\$ 423,393	\$ 1,756,969	\$ 3,255,688	\$ 1,336,312	\$ 2,150,174	\$ 2,334,832	\$ 1,892,298	\$ 1,082,782	\$ 998,190	\$ 1,155,245	\$ 1,438,147	\$ 870,973	\$ 18,695,004
Capital Outlay	\$ 70,520	\$ 642,461	\$ 539,821	\$ 342,934	\$ 341,071	\$ 1,147,916	\$ 172,046	\$ 81,215	\$ 140,719	\$ 16,458	\$ 292,985	\$ 505,794	\$ 4,293,940
Other Objects	\$ 4,926	\$ 3,613,032	\$ 36,122	\$ 41,415	\$ 64,755	\$ 111,071	\$ 410,221	\$ (404,749)	\$ 3,267,491	\$ 89,281	\$ 141,761	\$ 4,255,187	\$ 11,630,513
<b>Total Expenditures</b>	<b>60,093,019</b>	<b>73,085,537</b>	<b>63,996,639</b>	<b>60,793,060</b>	<b>60,565,412</b>	<b>79,424,931</b>	<b>61,737,118</b>	<b>59,365,430</b>	<b>65,952,491</b>	<b>59,438,050</b>	<b>58,563,277</b>	<b>62,748,340</b>	<b>765,763,305</b>
<b>Net Change in Cash</b>	<b>3,519,952</b>	<b>46,589,594</b>	<b>(20,051,546)</b>	<b>(7,170,890)</b>	<b>(20,582,133)</b>	<b>(39,455,462)</b>	<b>1,220,800</b>	<b>54,910,492</b>	<b>(5,160,953)</b>	<b>(19,681,779)</b>	<b>(4,885,543)</b>	<b>(23,901,954)</b>	<b>(34,649,422)</b>

*The financial information included in this report is preliminary, unaudited and subject to revision upon completion of the District's closing and audit process*

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

### Revenue Summary

The Cleveland Metropolitan School District forecasted \$727,176,945 in revenue within the General Fund for the 2018 fiscal year as shown on Figure 1. As of June 30, 2018 the District had received revenue in the amount of \$731,113,883. The District has collected \$3,936,938 in excess of its target.

**Figure 1: Forecasted Revenues and Actual Revenues**

	<u>FY ' 18 May</u>	<u>FY '18 Actual</u>		<u>Variance</u>
	<u>Forecast</u>			
<b>Revenues</b>				
Real Property Tax	\$ 187,397,065	\$ 219,694,578 (a)		32,297,512.87
State Foundation	452,645,021	\$ 449,651,253 (b)		(2,993,768)
Property Tax				
Homestead &				
Rollbacks	29,171,513	\$ 16,400,712		(12,770,801)
CAT Tax	115,990	\$ -		(115,990)
Interest	1,000,000	\$ 2,369,715		1,369,715
Medicaid	5,530,612	\$ 1,025,659		(4,504,953)
CEAP	9,468,700	\$ 9,326,742		(141,958)
Advances-In	5,111,000	\$ 5,111,000		-
Casino Receipts	1,918,554	\$ 1,924,556		6,002
Other Revenues	34,818,490	\$ 25,609,668		(9,208,822)
<b>Total Revenues</b>	<u>727,176,945</u>	<u>731,113,883</u>		<u>3,936,938.26</u>

Notes

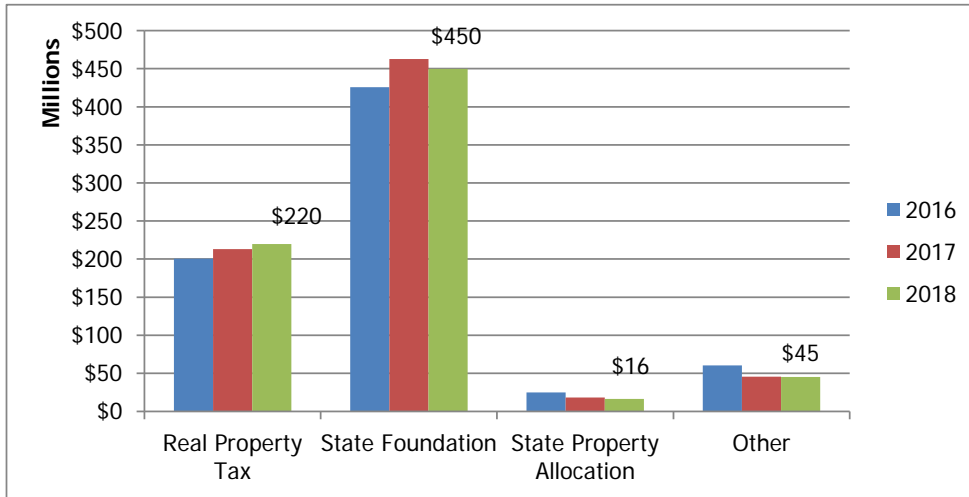
- (a) The District received \$212,991,820 in general property taxes in FY17 and forecasted \$187,397,065 in FY18. As of June 30, 2018 the District received \$219,694,578 in general property taxes.
- (b) The District received state funding in FY18 based on HB 49.

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

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

Figure 2: Revenue by Category



\*Data labels represent figures for current FY\*

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

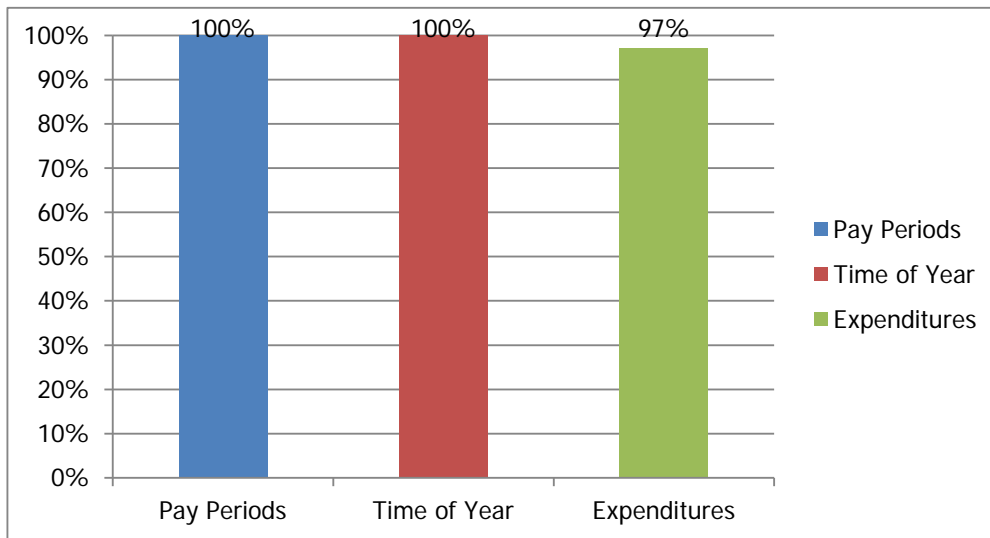
## MONTHLY FINANCIAL STATUS REPORT

### Expenditure Summary

The fiscal year 2018 adopted General Fund budget for the District is \$749,400,000. This budget, along with carryover encumbrances of \$20,340,770 and a June appropriation increase of \$18,000,000 resulted in a \$787,740,770 final appropriation for the year. The following information is a financial update of the status of this appropriation through June 30, 2018.

Through June 30, 2018 the District expended \$765,763,305 which reflects 97.00% of the District's total appropriation (see Exhibit A). The District also had outstanding encumbrances of \$16,928,436. A statistical spending range for the District is based on two analyses: first, time elapsed is twelve months, or 100.00%, of the fiscal year. Secondly, 26 of the 26, or 100.00%, of the total pay periods have passed. Figure 3 illustrates these points.

Figure 3: Expenditure Level Through June



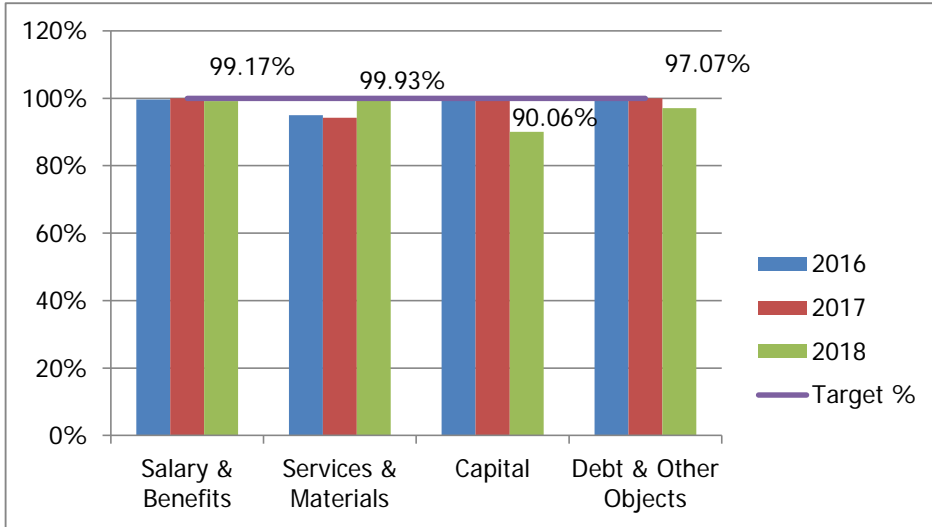
Overall, the District's expenditure level through June was on target based on the budget. As an examination of the categories of expenditures is performed, cyclical variances are noted between categories which related specifically to school opening activities.

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

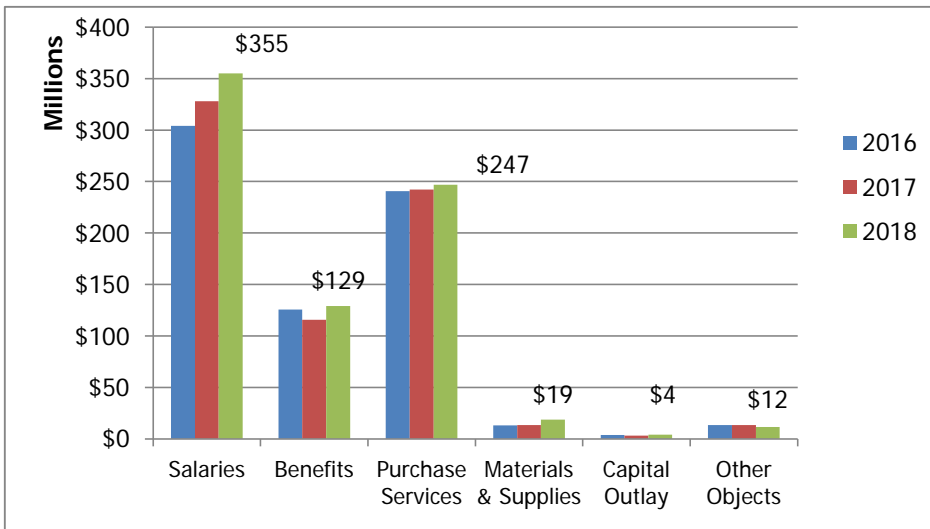
Figure 4 compares the various expenditure categories to the expected level and to the prior two years. Figure 5 provides the year to date expenditure level by category for the current year as well as the prior two. The three years of data will be beneficial for trend analysis performed throughout the year. Further discussion of these two figures is included on the following page.

**Figure 4: % Spend to Budget for YTD Expenditures**



Target percent of 100.00% is based on the # of months completed in the current year.

**Figure 5: Expenditure by Category**



\*Data labels represent figures for current FY\*

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

As Figures 4 and 5 illustrate, overall salaries and fringe benefits ended the year higher than prior years which was expected. Salaries and budget ended the year under budget. Salaries averaged \$13.2 million in June which is slightly lower than the \$14.3 million average in May. Health care costs were forecasted to increase 11.03% in FY 18 from FY 17 but saw an actual increase of 4.09%.

The current year Purchased Services and Materials categories indicate a 100% encumbrance/expenditure at year end. This is consistent with prior years and the cyclical nature of school operations.

The Capital encumbrance/expenditure level, whose budget comprises only .6% of the total General Fund budget, finished the year with a 90% encumbrance/expenditure level. It should be noted that the vast majority of ongoing 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 June 30, 2018. Debt payments occur in July and April while the transfer of monies to other District funds will occur in June.

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

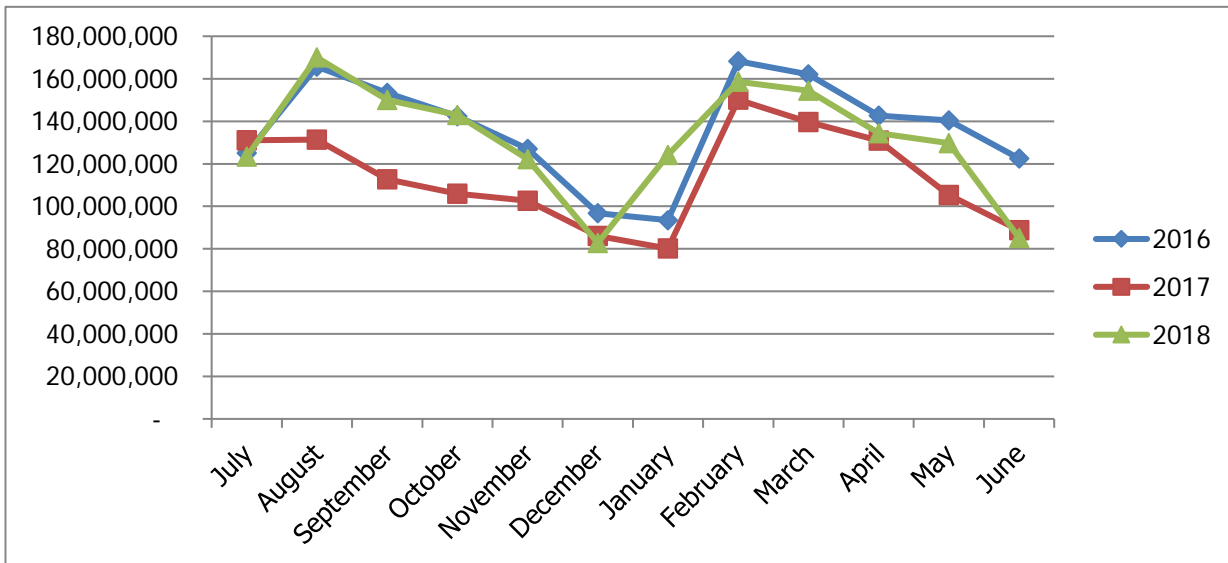
## MONTHLY FINANCIAL STATUS REPORT

### Cash Balances

The cash balance as of June 30, 2018 is \$85,103,177. The unencumbered balance as of June 30, 2018 is \$68,174,741. See below for details.

	FY '18
Beginning Cash Balance	\$ 119,752,599
Total Revenues	731,113,883
Total Expenses	765,763,305
Revenue over Expenses	(34,649,422)
Total Payables	-
Ending Cash Balance	85,103,177
Encumbrances/Reserves	16,928,436
Unencumbered Balance	<u>\$ 68,174,741</u>

**Figure 6: Cash Balances Last 3 Years**







Purchase Orders Issued in Month Between  
\$25,000 and \$50,000

12:28 PM  
09/10/2018  
Page 1 of 1

Issued On or After: 06/01/2018  
Issued On or Before: 06/30/2018

Issued Date	PO Number	Supplier	Total PO Amount
06/01/2018	PO-10016957	Apple Education Mailstop #198-Ed	29,994.00
06/05/2018	PO-10017164	Tierney Brothers, Inc.	25,111.00
06/07/2018	PO-10017522	Tierney Brothers, Inc.	28,031.47
06/07/2018	PO-10017682	Tierney Brothers, Inc.	39,600.00
06/07/2018	PO-10017687	Tierney Brothers, Inc.	47,385.00
06/11/2018	PO-10016370	Flaghouse Inc.	46,753.00
06/11/2018	PO-10016959	Houghton Mifflin Harcourt	34,260.93
06/11/2018	PO-10017203	Central Restaurant Products	39,520.00
06/11/2018	PO-10018246	G & G Inc.	45,640.00
06/12/2018	PO-10013858	Curriculum Associates	35,556.85
06/12/2018	PO-10016475	Tierney Brothers, Inc.	44,478.00
06/12/2018	PO-10017748	Council Of The Great City Schools	45,000.00
06/12/2018	PO-10018273	Sadlier Oxford	26,954.37
06/14/2018	PO-10018283	Houghton Mifflin Harcourt	42,597.69
06/14/2018	PO-10018286	Apple Education Mailstop #198-Ed	29,861.85
06/14/2018	PO-10018288	Apple Education Mailstop #198-Ed	33,339.90
06/15/2018	PO-10013116	Myon LLC	39,360.00
06/15/2018	PO-10017124	Learning Without Tears	37,752.00
06/15/2018	PO-10017819	Heutink dba Nienhuis Montessori Usa, Inc.	26,462.58
06/15/2018	PO-10017883	Tierney Brothers, Inc.	46,198.98
06/15/2018	PO-10018296	Apple Education Mailstop #198-Ed	26,447.00
06/15/2018	PO-10018301	Dell Computer Corp.	39,150.00
06/15/2018	PO-10018313	Microsoft Corporation	25,000.00
06/15/2018	PO-10018314	Apple Education Mailstop #198-Ed	25,000.00
06/15/2018	PO-10018318	Tierney Brothers, Inc.	30,266.00
06/15/2018	PO-10018319	Health And Fitness Inc.	49,935.04
06/15/2018	PO-10018322	Middlefield Farm & Garden, Inc. DBA Mentor MFG	36,397.00
06/18/2018	PO-10017751	Scholastic Inc,	44,651.52
06/18/2018	PO-10017866	Greenwood Publishing Group, LLC DBA Heinemann	46,676.70
06/18/2018	PO-10018325	Tierney Brothers, Inc.	46,195.00
06/18/2018	PO-10018326	Apple Education Mailstop #198-Ed	34,348.31
06/18/2018	PO-10018334	Tierney Brothers, Inc.	33,125.00
06/18/2018	PO-10018336	Tierney Brothers, Inc.	37,999.99
06/18/2018	PO-10018337	Logicalis, Inc.	34,904.50
06/19/2018	PO-10018344	Tierney Brothers, Inc.	42,480.00
06/19/2018	PO-10018345	Tierney Brothers, Inc.	40,250.00
06/19/2018	PO-10018346	Tierney Brothers, Inc.	37,021.00
06/19/2018	PO-10018347	Tierney Brothers, Inc.	48,099.00
06/21/2018	PO-10018351	Dell Computer Corp.	35,547.75
06/22/2018	PO-10018352	Apple Education Mailstop #198-Ed	49,900.00
06/22/2018	PO-10018353	Buckeye Educational Systems	30,094.00
06/28/2018	PO-10018356	Martin Public Seating, LLC	40,801.75



Contracts Issued in Month Between \$25,000  
and \$50,000

12:28 PM  
09/10/2018  
Page 1 of 1

First Day of Month: 06/01/2018

Last Day of Month: 06/30/2018

Company: Cleveland Metropolitan School District

Accounting Date for Operational Transaction	Supplier	Supplier Contract	Total Contract Amount
06/04/2018	Renaissance Cleveland Hotel	CON-10010985: Army of Believers-Hotel Cost	41,693.53
06/05/2018	Allied Glass Services	CON-10011035: Bard@Brooklawn Windows	43,500.00
06/05/2018	National Boiler Works Inc	CON-10011048: Garrett Morgan 3 Boilers	25,925.00
06/05/2018	Wadsworth-Slawson Inc. DBA Wadsworth Solutions Northeast	CON-10011080: Mary B Martin - RTU 1 & 5 repairs	44,115.00
06/06/2018	AVID Center	CON-10011128: AVID for JACCA and RCCA	38,998.00
06/07/2018	Twin Towers Training	CON-10011181: Twin Towers- Nathan Hale	30,000.00
06/08/2018	Apple Education Mailstop #198-Ed	CON-10011299: computers 2018	47,950.00
06/08/2018	Doubletree By Hilton Cleveland East/Beachwood	CON-10011334: Nicole Vitale & Sadie Mat	49,995.60
06/08/2018	Ena Services LLC	CON-10011392: VOIP Services/Support/Phones	26,819.00
06/08/2018	Angstrom Graphics Inc Midwest	CON-10011398: 2018-19 Academic Calendar	46,484.00