



Department of Finance

# Fiscal Year 2019 Financial Status Report

As of December 31, 2018

**CLEVELAND METROPOLITAN SCHOOL DISTRICT**  
MONTHLY FINANCIAL STATUS REPORT

**Summary**

The following spreadsheet shows the revenue and expenditures by month for the General Funds as of December 31, 2018. The total revenues forecasted in the October five year forecast were \$739,339,439 and expenditures were \$787,021,749. The adopted budget approved by the Board was \$795,148,749 plus carryover encumbrances of \$16,928,436 for a total appropriation of \$812,077,185.

	July	August	September	October	November	December	January	February	March	April	May	June	Total
<b>Revenues</b>													
Local	\$ 45,364,833	\$ 59,435,684	\$ 3,697,301	\$ 13,547,652	\$ 2,757,061	\$ 2,435,111	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127,237,642
State	\$ 37,988,664	\$ 45,086,989	\$ 47,132,190	\$ 27,553,182	\$ 36,422,925	\$ 37,657,511	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 231,841,460
Federal	\$ -	\$ -	\$ -	\$ 3,584,092	\$ -	\$ 1,711	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,585,803
Other	\$ 112,186	\$ 83,751	\$ 31,747	\$ 19,205	\$ 22,164	\$ 2,553	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 271,607
<b>Total Revenues</b>	<b>83,465,683</b>	<b>104,606,424</b>	<b>50,861,238</b>	<b>44,704,131</b>	<b>39,202,150</b>	<b>40,096,886</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>362,936,512</b>
<b>Expenditures</b>													
Salaries	\$ 43,733,611	\$ 32,023,582	\$ 25,990,552	\$ 29,229,054	\$ 43,948,650	\$ 29,329,180	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 204,254,628
Benefits	\$ 16,398,552	\$ 12,038,310	\$ 10,499,248	\$ 11,468,499	\$ 10,887,243	\$ 11,244,390	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 72,536,242
Purchase Services	\$ 19,975,880	\$ 21,624,756	\$ 23,848,863	\$ 18,266,474	\$ 19,862,145	\$ 19,660,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,238,218
Materials & Supplies	\$ 237,278	\$ 2,949,598	\$ 1,369,140	\$ 2,362,757	\$ 1,900,763	\$ 1,257,265	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,076,801
Capital Outlay	\$ 700,703	\$ 440,987	\$ 332,654	\$ 820,738	\$ 469,660	\$ 395,088	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,159,829
Other Objects	\$ 133,663	\$ 3,855,529	\$ 69,838	\$ 102,810	\$ (14,056)	\$ 138,545	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,286,330
<b>Total Expenditures</b>	<b>81,179,687</b>	<b>72,932,761</b>	<b>62,110,295</b>	<b>62,250,331</b>	<b>77,054,404</b>	<b>62,024,570</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>417,552,048</b>
<b>Net Change in Cash</b>	<b>2,285,996</b>	<b>31,673,663</b>	<b>(11,249,056)</b>	<b>(17,546,200)</b>	<b>(37,852,255)</b>	<b>(21,927,684)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(54,615,536)</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 is forecasting \$739,339,439 in revenue within the General Fund for the 2019 fiscal year as shown on Figure 1. As of December 31, 2018 the District has received revenue in the amount of \$362,936,512. The District will need to collect another \$376,402,927 to reach its target.

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

	FY ' 19 October 12 Month Forecast		FY '19 Actual	Balance
<b>Revenues</b>				
Real Property Tax	\$ 190,236,576	\$ 95,740,041 (a)	\$ 94,496,535	
State Foundation	460,606,242	232,327,351 (b)	228,278,891	
Property Tax				
Homestead &				
Rollbacks	31,183,975	8,654,562	22,529,413	
CAT Tax	115,990	-	115,990	
Interest	3,000,000	1,273,473	1,726,527	
Medicaid	3,700,000	3,585,803	114,197	
CEAP	9,500,000	8,051,869	1,448,131	
Advances-In	4,000,000	-	4,000,000	
Casino Receipts	1,918,554	1,005,751	912,803	
Other Revenues	35,078,102	12,297,662	22,780,440	
<b>Total Revenues</b>	<b>739,339,439</b>	<b>362,936,512</b>	<b>376,402,927</b>	

#### Notes

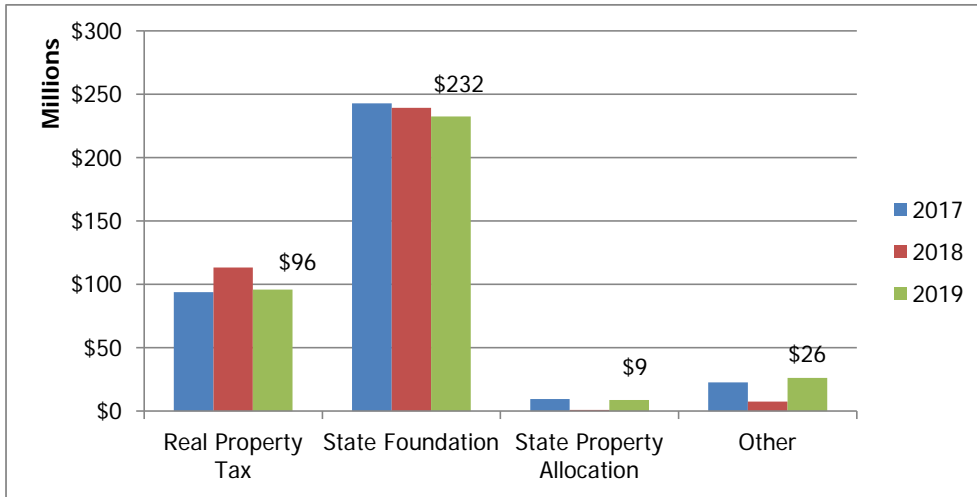
- (a) The District received \$219,694,578 in general property taxes in FY18 and is forecasting \$190,236,576 in FY19. As of December 31, 2018 the District received \$95,740,041 in general property taxes.
- (b) The District received state funding in FY19 based on HB 529.

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

Figure 2 below compares revenue sources to the prior two years as of December. 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

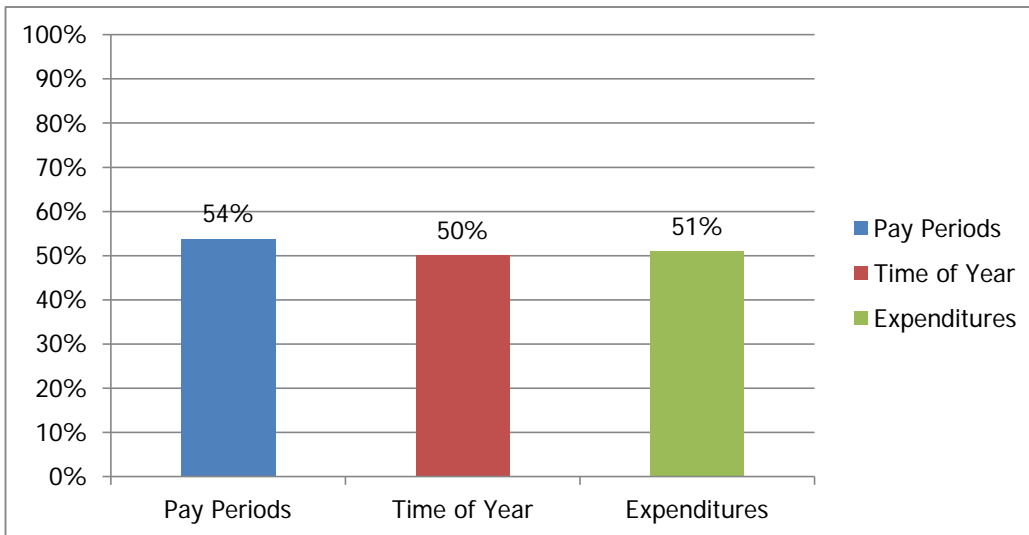
## MONTHLY FINANCIAL STATUS REPORT

### Expenditure Summary

The fiscal year 2019 adopted General Fund budget for the District is \$795,148,749. This budget, coupled with carryover encumbrances of \$16,928,436, resulted in a \$812,077,185 appropriation for FY 2019. The following information is a financial update of the status of this appropriation through December 31, 2018.

Through December 31, 2018 the District has expended \$417,552,048 which reflects 51.00% of the District's total appropriation (see Exhibit A). The District also has outstanding encumbrances of \$32,550,066. A statistical spending range for the District is based on two analyses: first, time elapsed is six months, or 50.00%, of the fiscal year. Secondly, 14 of the 26, or 53.85%, of the total pay periods have passed. Figure 3 illustrates these points.

Figure 3: Expenditure Level Through December



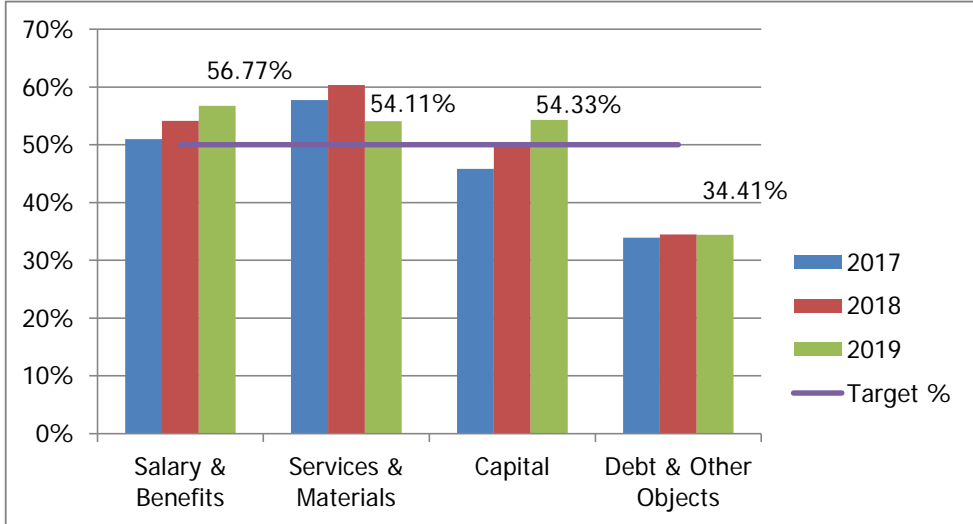
Overall, the District's expenditure level through December is trending slightly above target based on the above analysis. As an examination of the categories of expenditures is performed, cyclical variances are noted between categories which related specifically to school opening activities.

# CLEVELAND METROPOLITAN SCHOOL DISTRICT

## MONTHLY FINANCIAL STATUS REPORT

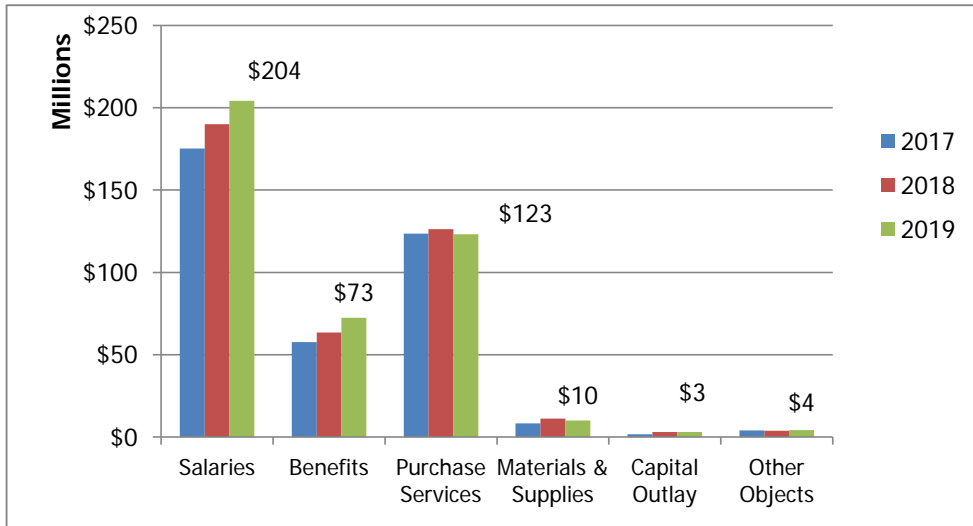
Figure 4 compares the various expenditure categories to the expected level and to the prior two years. Figure 5 provides the year to date expenditure level by category for the current year as well as the prior two. The three years of data will be beneficial for trend analysis performed throughout the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

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



Target percent of 50.00% 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 are slightly higher than prior years but this was anticipated and budgeted for. The trend line in Figure 4 is based on the time elapsed for the year. Salaries averaged \$14.7 million in December which is slightly more than the \$14.6 million average in November. Health care costs are forecasted to increase 7.5% in FY 19 from FY 18.

The current year Purchased Services and Materials categories indicate a 54% encumbrance/expenditure level for this month. 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, indicates a 54% encumbrance/expenditure level for this month. 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 December 31, 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

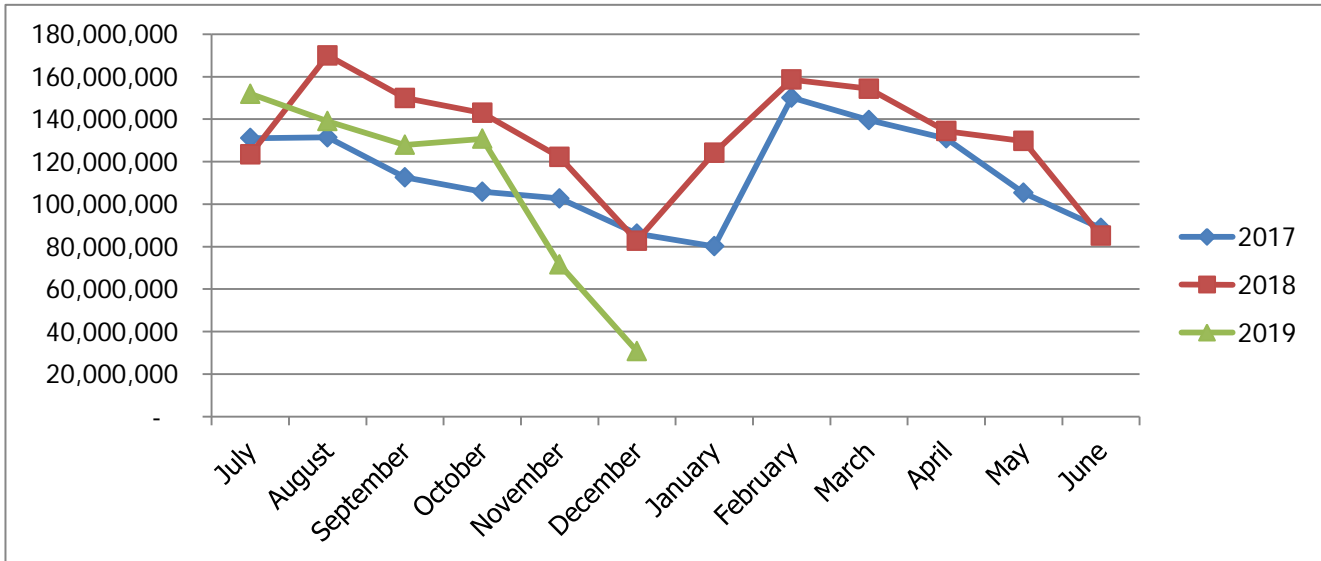
## MONTHLY FINANCIAL STATUS REPORT

### Cash Balances

The cash balance as of December 31, 2018 is \$30,800,157. The unencumbered balance as of December 31, 2018 is -\$1,749,909. See below for details.

	FY '19
Beginning Cash Balance	\$ 83,545,699
Total Revenues	362,936,512
Total Expenses	417,552,048
Revenue over Expenses	(54,615,536)
Total Payables	1,869,994
Ending Cash Balance	30,800,157
Encumbrances/Reserves	32,550,066
Unencumbered Balance	\$ (1,749,909)

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







# Board Report - Receipts

Fund: 001FD\_L General Fund  
Period: FY 2018 - 2019 - Jun  
Time Period: Current Period YTD  
Start Date: 12/01/2018  
End Date: 12/31/2018

Fund	Amount
001FD_L General Fund	(40,096,886.16)
Total	(40,096,886.16)



CMSD FNA Board Report - Expenditures

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Fund: 001FD\_L General Fund  
 Period: FY 2018 - 2019 - Jun  
 Time Period: Current Period YTD  
 Start Date: 12/01/2018  
 End Date: 12/31/2018

Fund	Exp Cat Hier	Expense Category	Amount
001FD_L General Fund	100SCH Personal Services - Employees Salaries and Wages	Personal Services - Employees Salaries and Wages	28,631,834.68
001FD_L General Fund	200SCH Employees' Retirement and Insurance Benefits	Employees' Retirement and Insurance Benefits	11,244,389.89
001FD_L General Fund	400SCH Purchased Services	Purchased Services	19,660,101.44
001FD_L General Fund	500SCH Supplies and Materials	Supplies and Materials	1,252,913.81
001FD_L General Fund	600SCH Capital Outlay	Capital Outlay	395,087.80
001FD_L General Fund	800SCH Other Objects	Other Objects	138,545.28
001FD_L General Fund	(Blank)	(Blank)	697,345.31
<b>Total</b>			<b>62,020,218.21</b>



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

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Issued On or After: 12/01/2018

Issued On or Before: 12/31/2018

Issued Date	PO Number	Supplier	Total PO Amount
12/05/2018	PO-10025298	Insight Public Sector, Inc.	28,854.00
12/14/2018	PO-10025818	Insight Public Sector, Inc.	49,866.63
12/17/2018	PO-10025817	Humanware	28,466.00
12/19/2018	PO-10026034	Dell Computer Corp.	35,938.35
12/20/2018	PO-10026029	Govconnection Inc.	33,000.00



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

First Day of Month: 12/01/2018

Last Day of Month: 12/31/2018

Company: Cleveland Metropolitan School District

Accounting Date for Operational Transaction	Supplier	Supplier Contract	Total Contract Amount
12/01/2018	Cummins Inc DBA Cummins Sales and Service	CON-10013881: Generator PM Service	39,167.00
12/01/2018	Ceia Usa Ltd	CON-10014667: Metal Detectors - 6 Sites	27,380.00
12/01/2018	SDE, Inc., dba Stenhouse Publishers and Staff Development for Educators	CON-10014694: Jacqueline Williams	40,500.00
12/01/2018	Elyria City School District	CON-10014754: Invoice 5092018CMS	32,151.14
12/01/2018	Invo Healthcare Associates LLC	CON-10015130: Speech & Language Pathology Services @ Various Nonpublic Schools	48,790.00
12/04/2018	Zenith Systems, LLC	CON-10014729: Exercise Room	37,310.00
12/05/2018	Chauncey m. Blair	CON-10014493: CJ Blair Speaks	30,000.00
12/06/2018	Cdw Government, Inc.	CON-10014798: F5 Maintenance Renewal	49,300.00
12/07/2018	Ace Taxi Service	CON-10014839: Pupil Transportation	30,000.00
12/10/2018	United Cab Co.	CON-10014872: Pupil Transportation	30,000.00
12/18/2018	Drake Construction Co Inc	CON-10015011: Board Up Building	25,207.00
12/19/2018	Twin Towers Training	CON-10015049: Twin Towers Training - Anton Grdina	30,000.00
12/20/2018	Barber & Hoffman Inc.	CON-10015111: Exterior Masonry	25,000.00