

AGENDA REQUEST FORM
Cherokee County Board of Education

Meeting Date
August 15, 2013

Agenda Item Number
D-1

TITLE:	June 2013 Financial Report and Sales Tax Update										
REQUESTED ACTION:	Board Consideration of Superintendent's Recommendation for Approval of June 2013 Financial Report and Sales Tax Update										
SUMMARY EXPLANATION AND BACKGROUND:	<p align="center">FINANCIAL REPORT FOR JUNE 2013</p> <p align="center">See Attached Report.</p>										
MAJOR SYSTEM PRIORITY:	Increasing Accountability										
FINANCIAL IMPACT:	N/A										
EXHIBITS: (List)	Attached Financial Report and Sales Tax Update										
BOARD ACTION: (For Official School Board Records Only)	<table border="0"> <tr> <td colspan="2">SOURCE OF ADDITIONAL INFORMATION:</td> </tr> <tr> <td>Candler Howell</td> <td align="right">(770) 704-4244</td> </tr> <tr> <td>Dr. Frank R. Petruzielo</td> <td></td> </tr> <tr> <td>_____</td> <td>_____</td> </tr> <tr> <td align="center">Name</td> <td align="center">Phone</td> </tr> </table>	SOURCE OF ADDITIONAL INFORMATION:		Candler Howell	(770) 704-4244	Dr. Frank R. Petruzielo		_____	_____	Name	Phone
SOURCE OF ADDITIONAL INFORMATION:											
Candler Howell	(770) 704-4244										
Dr. Frank R. Petruzielo											
_____	_____										
Name	Phone										

OFFICE OF THE SUPERINTENDENT OF SCHOOLS

Approved in Open Board Meeting on: _____
Date

By: _____
School Board Chairman

CHEROKEE COUNTY BOARD OF EDUCATION

Dr. Frank R. Petruzielo, Superintendent

Candler Howell, Asst. Superintendent

TENTATIVE FINANCIAL REPORT JUNE 2013

General Fund

For the month ending June 30, 2013 the twelfth month of the 2012-13 Fiscal Year, the School District's Operating Account (General Fund) has received \$304,554,583 in revenue (year-to-date) consisting of state funds of \$160.2 million (104% of budget), collection of Ad Valorem property taxes of \$118.1 million (99% of budget), \$937,929 Federal funds (78% of budget) and \$25 million other local sources (126% of budgeted amount). All operating expenditures of \$294.8 million are within the Board of Education's approved 2012-13 budget.

Capital Outlay

For the month of June 30, 2013, of Fiscal Year 2012-13, the Capital Outlay Fund reflects receipt of \$125 million of bonds sold in Fiscal Year 2007, \$104 million of bonds sold in Fiscal Year 2010, \$39,854,332 of Direct Pay Qualified School Construction bonds sold in Fiscal Year 2011 and \$43,232,363 million of bonds sold in Fiscal Year 2013 from the Board-Approved Sale of General Obligation Bonds for capital outlay purposes. The Capital Outlay Fund balance of \$37,114,429 as of June 30, 2013, is a consolidation of these four bond sales less expenses paid, as of this date.

Current SPLOST

For Fiscal Year 2012-13, the Cherokee County School District received \$2,454,181 in June 2013, for the month of May 2013, the 5th month of 60 monthly sales tax collections for the 2013-2017 SPLOST. Collections received were below projections (detail included) for the month by \$34,382 and below cumulative projections by \$348,694. It's too early in the collection process to predict a trend in amounts collected due to reduced sales or the new motor vehicle fee payment process.

Cherokee County School District
TENTATIVE FINANCIAL REPORT
AS OF JUNE 2013

BALANCE SHEET

			TENTATIVE GENERAL FUND		DEBT SERVICE		BOND SPLOST		CAPITAL OUTLAY		TOTAL
<u>ASSETS</u>											
Cash			\$ 398,407		\$ 51,730		\$ 569,244		\$ 564,308		\$ 1,583,689
Investments			-		3,737,602		27,566,203		50,167,060		81,470,865
Accounts Receivable			18,401,319		67,025		3,212,619		-		21,680,963
TOTAL ASSETS			\$ 18,799,726		\$ 3,856,357		\$ 31,348,066		\$ 50,731,368		\$ 104,735,517
<u>LIABILITIES</u>											
Accounts Payable			\$ 16,793,245		\$ 3,829,109		\$ 6,750,806		\$ 13,616,939		\$ 40,990,099
<u>FUND BALANCE</u>											
Fund Balance 6/30/2013			2,006,481		27,248		24,597,260		37,114,429		63,745,418
TOTAL LIABILITIES AND FUND BALANCE			\$ 18,799,726		\$ 3,856,357		\$ 31,348,066		\$ 50,731,368		\$ 104,735,517
<u>REVENUE AND EXPENSE</u>											
Revenue			\$ 304,554,583		\$ 4,975,000		\$ 30,514,418		\$ 47,581,260		\$ 387,625,261
Expense			294,884,936		4,275,774		30,124,517		50,825,533		380,110,760
Excess Revenue over Expense			\$ 9,669,647		\$ 699,226		\$ 389,901		\$ (3,244,273)		\$ 7,514,501
BEGINNING FUND BALANCE 7/01/2012			(7,663,166)		(671,978)		24,207,359		40,358,702		56,230,917
ENDING FUND BALANCE 6/30/2013			\$ 2,006,481		\$ 27,248		\$ 24,597,260		\$ 37,114,429		\$ 63,745,418
Financial Records are currently being reviewed for June 30, 2013 closing. Amounts shown are tentative balances and are subject to change. An adjusted FY 6/30/13 Financial Report will be transmitted at a later date.											

**General Fund
Comparison of Budget to Actual
June 2013**

<u>Description</u>	<u>2012-13 Budget</u>	<u>Year to Date</u>	<u>Available Budget</u>
Revenue			
Federal	\$ 1,195,000.00	\$ 937,929	\$ 257,071
Local	119,466,200	118,177,401	1,288,799
State	152,801,638	160,299,784	(7,498,146)
Other	3,863,412	9,059,469	(5,196,057)
Tan	16,000,000	16,080,000	(80,000)
Total Revenue	\$ 293,326,250	\$ 304,554,583	\$ (11,228,333)
Expense			
Instruction	\$ 195,293,293	\$ 197,464,838	\$ (2,171,545)
Pupil Services	9,508,818	8,876,711	632,107
Imp. Instr. Svcs.	5,491,458	4,690,256	801,202
Media Svcs.	4,493,880	4,732,674	(238,794)
General Adm.	2,142,742	2,365,389	(222,647)
School Adm.	19,196,924	17,907,506	1,289,418
Business	1,715,343	2,114,046	(398,703)
Maintenance	21,089,316	22,317,665	(1,228,349)
Transportation	13,125,616	13,482,758	(357,142)
Central Support	3,248,820	3,221,658	27,162
SFS	-	-	-
Facilities and Constr.	114,540	96,908	17,632
Transfers Out	1,875,500	1,497,029	378,471
Debt Service	16,030,000	16,117,498	(87,498)
Total Expense	\$ 293,326,250	\$ 294,884,936	\$ (1,558,686)
Excess Rev. over Exp.	\$ -	\$ (9,669,647)	\$ 9,669,647

**1% SALES TAX (2013-2017)
COMPARISON OF COLLECTIONS
AS OF JUNE 2013**

<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 2013	January 2013 (1)	\$ 2,488,563	\$ 2,269,305	\$ (219,258)
March 2013	February 2013 (2)	2,488,563	2,563,313	74,750
April 2013	March 2013 (3)	2,488,563	2,425,620	(62,943)
May 2013	April 2013 (4)	2,488,563	2,381,702	(106,861)
June 2013	May 2013 (5)	2,488,563	2,454,181	(34,382)
		<u>\$ 12,442,815</u>	<u>\$ 12,094,121</u>	<u>\$ (348,694)</u>

CHEROKEE COUNTY SCHOOL DISTRICT
1% SALES TAX FOR 2013-2017
PROJECTED COLLECTIONS
June 21, 2012

	<u>2013</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017</u>
July	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
August	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
September	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
October	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
November	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
December	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
January	\$ -	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045
February	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045	\$ -
March	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045	\$ -
April	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045	\$ -
May	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045	\$ -
June	\$ 2,488,563	\$ 2,532,113	\$ 2,582,755	\$ 2,660,238	\$ 2,740,045	\$ -
Total by Fiscal Year	<u>\$ 12,442,815</u>	<u>\$ 30,080,506</u>	<u>\$ 30,638,566</u>	<u>\$ 31,380,475</u>	<u>\$ 32,321,891</u>	<u>\$ 19,180,315</u>
Total Projected Collections						<u><u>\$ 156,044,568</u></u>