



Austintown Local Schools

Monthly Financial Report

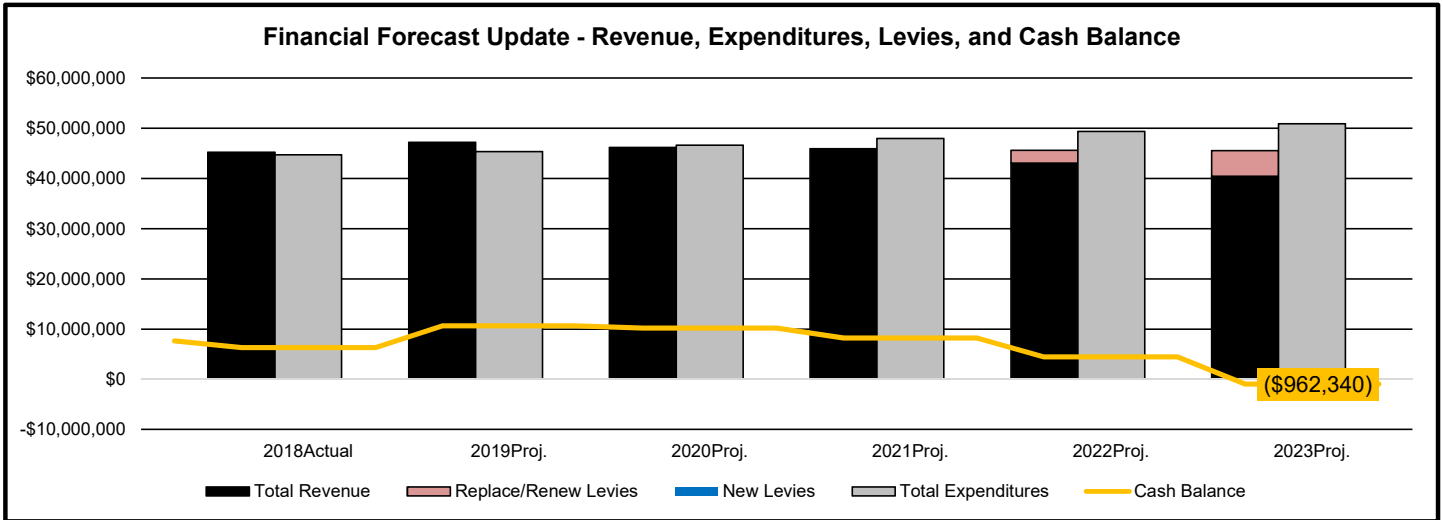
FY 2019 Cash Flow Activity Through: May

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Forecast Updated for Actual Results through May, F.Y. 2019



Projected Revenue Surplus/(Shortfall) by Year

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Revenue Over/(Under)					
Expenditures (Line 6.01)	1,800,343	(464,653)	(1,990,842)	(3,759,063)	(5,361,813)

Note: The above forecast may reflect updates due to actual cash flow results or other internal/external variables.

Includes Applicable Renewal Levies

Trend Forecast Updated Through FYTD May Compared to Previously Filed Forecast
Change In Line 7.02 Ending Cash Balance + Renewal Levies Resulting from Forecast Updated as of May

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Ending Cash Balance at:	Ending Cash Balance (Line 7.02) + Renewal Levies				
Previous Forecast	10,735,077	10,473,860	8,687,222	5,133,138	(22,914)
Updated Forecast as of May	10,614,032	10,149,379	8,158,537	4,399,474	(962,340)
Change	(121,045)	(324,481)	(528,685)	(733,664)	(939,426)
% of Cumulative Annual Budget	-0.3%	-0.4%	-0.4%	-0.4%	-0.4%

Previous Forecast Date: 06/24/2019

Current five year forecast projections are consistent with the five year forecast approved by the Board of Education in May. The only change that has been made is the district has lowered catastrophic costs expectations based on the percentage of reimbursement the O.D.E. authorized for the current fiscal year. This data was released after the May forecast was completed.

Due to anticipated deficit spending, the district has initiated a budget reduction plan that is included in the projections above. Even with those budget reductions included in next year's expense projections, the district is still estimating that it will be deficit spending during by \$386,217. This will lead to a negative cash balance by FY 2023 if no changes are made to the forecast trends.

FY 19 Analysis of Month of May Actual and Estimated

May		Revenue		May	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
2,224,380	▲ 8,877	0.4%	Total Revenue	2,216,855	▲ 7,524
0.34%					
-	-		Real Estate Taxes	-	-
-	-		Public Utility PP Taxes	-	-
-	-		Income Tax	-	-
1,817,901	▲ 77,208		State Revenue	1,795,139	▲ 22,761
-	-		Prop Tax Allocation	-	-
379,301	▼ (32,195)		Other Revenue	391,716	▼ (12,415)
27,178	▼ (36,136)		Other Sources	30,000	▼ (2,822)

May		Expenditures		May	
Actual Cash Flow For the Month	Actual Compared to Last Year			Estimated For the Month	Actual Compared to Estimated
3,766,661	▲ 151,072	4.2%	Total Expenditures	3,777,898	▼ (11,237)
-0.30%					
1,830,430	▲ 40,009		Salaries	1,858,538	▼ (28,108)
938,697	▲ 35,077		Benefits	963,341	▼ (24,644)
941,655	▲ 102,042		Purchased Services	875,000	▲ 66,655
44,638	▼ (29,711)		Supplies	73,760	▼ (29,121)
2,928	▼ (1,192)		Capital	2,665	▲ 263
5,342	▲ 4,847		Other Expenses	1,624	▲ 3,718
2,970	▲ 0		Other Uses & Debt	2,970	▲ 0

Year-Over-Year Cash Balance Comparison

	FY 2018	FY 2019	Yr-Over-Yr Change
May, End of Month Cash Balance	8,925,034	11,143,917	2,218,883

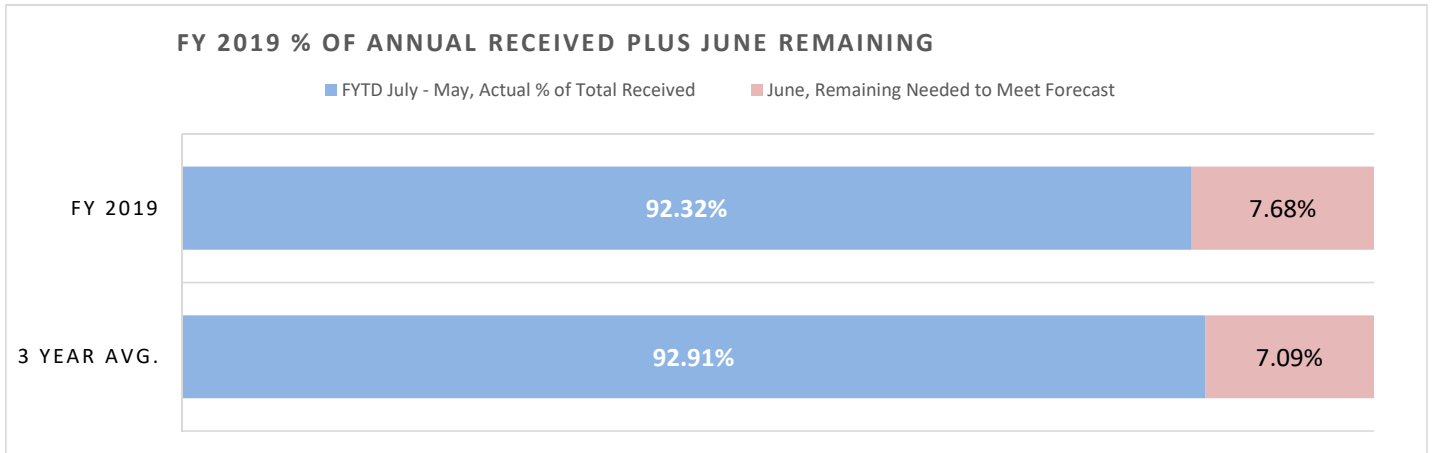
Revenue collections for the month of May are consistent with the amount collected during the same month in the previous fiscal year.

Actual revenue received during the month of May was within .34% of the amount estimated to be collected.

Expenditures for the month of May are up 4.2% compared to the amount expended during the same time period during the previous year. This increase is due to increases in tuition related expenses, including open enrollment, excess costs and tuition payments to other districts (SF14).

Actual expenditures for the month of May trended within .3% of the estimated expenditure levels for the month. Higher than anticipated purchased service expenditures were offset by lower than anticipated salary, benefit and supply costs.

FY 19 Actual July - May Received As Percentage of Annual Total Revenue



FY 19 Annual Revenue Forecast, FYTD Actual, and Remaining Cash Flow Estimate

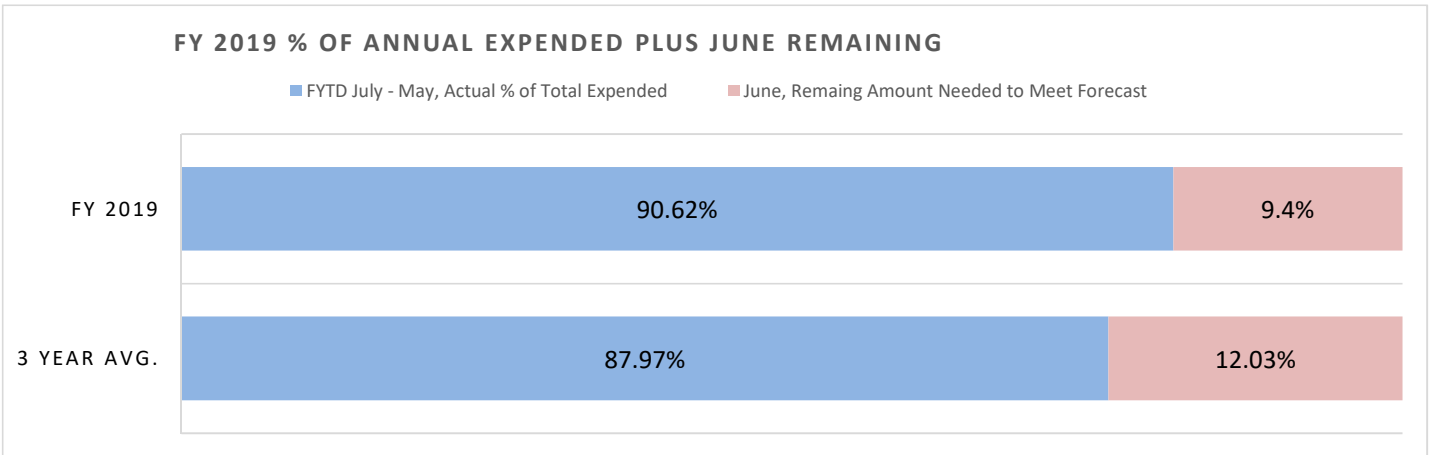
July - June Annual			July - May		June		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
FY 2019 Forecast Amount	YOY Change		FYTD 2019 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
47,165,562	▲ 4.3%	Total Revenue	43,544,626	▲ 6.4%	3,620,936	▼ -17.7%	-
15,804,809	▲ 0.7%	Real Estate Taxes	15,804,810	▲ 2.8%	0	▼ -100.0%	-
1,067,230	▲ 5.9%	Public Utility PP Taxes	1,067,230	> 100%	-	▼ -100.0%	-
-	0.0%	Income Tax	-	0.0%	-	0.0%	-
22,281,927	▲ 5.8%	State Funding	20,467,551	▲ 5.9%	1,814,375	▲ 4.6%	-
2,332,310	▼ -0.6%	Property Tax Allocation	1,164,816	▼ -1.5%	1,167,494	▲ 0.2%	-
5,311,673	▲ 11.9%	All Other Revenue	4,681,477	▲ 7.8%	630,196	▲ 55.5%	-
367,613	▲ 6.0%	Other Sources	358,742	▲ 22.7%	8,871	▼ -83.7%	-

The district is anticipating that total revenue will increase by 4.3% for the current fiscal year.

To date, total revenue collections have exceeded the previous year by 6.4%. Increases in revenue were the result of the district changing how scholarship and STEM costs were posted, as well as, the timing of public utility - personal property tax payments, higher interest income and increased federal Medicaid reimbursements.

The district is projecting that the change of scholarship and STEM tuition costs as an expense, rather than a reduction of revenue, will continue to cause increases in state funding for the remainder of the fiscal year. However, since the real estate and public utility - personal property tax settlements were not posted until June last fiscal year, total revenue for the remainder of the year is expected to be 17.7% lower than the previous fiscal year.

FY 19 Actual July - May Expended As Percentage of Annual Total Expenditures



FY 19 Annual Expenditure Forecast, FYTD Actual, and Remaining Cash Flow Estimate

July - June Annual		July - May		June		Remaining Cash Flow Estimate Over/(Under) Needed to Meet Forecast
FY 2019 Forecast Amount	YOY Change	FYTD 2019 Actual Amount	YOY Change	Remaining Cash Flow Estimate	YOY Change	
45,365,219	▲ 1.5%	41,108,328	▲ 2.2%	4,256,892	▼ -4.9%	▲ 1
Total Expenditures						
23,797,898	▲ 3.5%	21,797,301	▲ 3.4%	2,000,597	▲ 4.6%	-
9,313,392	▼ -3.7%	8,378,517	▼ -4.5%	934,875	▲ 3.7%	-
11,113,399	▲ 18.9%	10,071,941	▲ 17.0%	1,041,458	▲ 40.5%	-
923,128	▼ -13.2%	781,807	▼ -23.2%	141,321	>100%	-
(487,162)	<-100%	(438,710)	<-100%	(48,452)	<-100%	-
484,912	▲ 24.7%	484,800	>100%	112	▼ -99.9%	-
219,652	▲ 11.7%	32,672	▼ 0.0%	186,981	▲ 15.2%	▲ 1

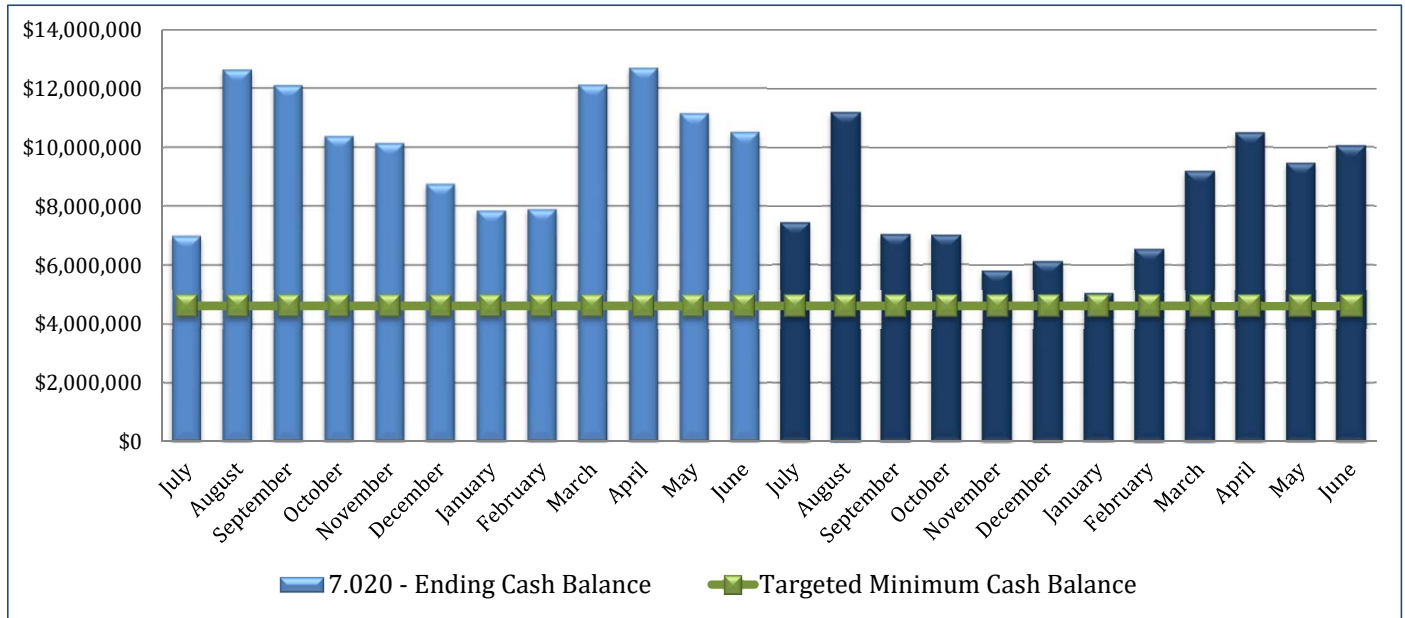
Note: Remaining Estimated Cash Flow, if realized, would result in total expenditures being \$1 higher than forecast.

For fiscal year 2019, total expenditures are expected to exceed the prior year by 1.5%. A large factor in this increase was mentioned on the previous page. Due to the district posting STEM and scholarship tuition as an expenditure during the current school year, rather than as a reduction of revenue, purchased service expenses will increase by more than \$1.1 million. Projected increases in open enrollment expenses, excess cost tuition, lease purchase payments and contracted services are also included in these projections. The refund of prior year capital outlay expenses with the lighting project lease proceeds will cause capital outlay expenditures to be a negative amount.

Year-to-date expenditures are up 2.2% for the first eleven months of the fiscal year. This is mainly due to increases in wages, higher open enrollment tuition, and lease payments for the lighting renovation work.

For the final month of the fiscal year, total expenditures are expected to decrease by 4.9%.

Monthly Cash Balance Projections



FY 2019

FY 2020

The district has an adequate cash balance through June of 2020. However, in February of FY 2020, the district's cash balance will be just above the targeted minimum cash balance level. This is the first indicator that the district's overall cash balance is beginning to be stressed.

**State Funding Enrollment Analysis
Year-Over-Year Change per ODE SFPR**

Austintown Local SD

		SFPR Data					
		FYE 2014	FYE 2015	FYE 2016	FYE 2017	FYE 2018	May #2 FY 2019
Line							
1	Formula ADM	4,894.16	4,812.61	4,698.53	4,599.77	4,462.92	4,457.82
			-1.67%	-2.37%	-2.10%	-2.98%	-0.11%
2	Resident / Adjusted Total ADM	4,994.38	4,911.99	4,803.43	4,721.83	4,590.52	4,577.82
			-1.65%	-2.21%	-1.70%	-2.78%	-0.28%
3	Resident ADM (District Educated)	4,526.06	4,376.33	4,199.20	4,067.55	3,876.82	3,816.07
			-3.31%	-4.05%	-3.14%	-4.69%	-1.57%
4	Total District Educated ADM	5,193.46	5,071.89	4,950.07	4,834.08	4,602.29	4,444.75
			-2.34%	-2.40%	-2.34%	-4.79%	-3.42%
5	Open Enrollment In ADM	667.40	695.56	750.87	766.53	725.47	628.68
			4.22%	7.95%	2.09%	-5.36%	-13.34%
6	Open Enrollment Out ADM	216.74	271.93	322.09	359.02	370.55	425.80
			25.46%	18.45%	11.47%	3.21%	14.91%
7	Community School ADM	102.33	105.37	113.58	106.64	152.14	148.46
			2.97%	7.79%	-6.11%	42.67%	-2.42%
8	Scholarship ADM	23.98	34.02	37.43	36.04	31.39	36.84
			41.87%	10.02%	-3.71%	-12.90%	17.36%
9	Career Tech ADM (Incl. Contract)	125.27	124.34	131.13	152.58	159.62	150.65
			-0.74%	5.46%	16.36%	4.61%	-5.62%
10	Limited English Proficient ADM	33.00	38.86	35.79	36.32	40.45	41.87
			17.76%	-7.90%	1.48%	11.37%	3.51%
11	Economic Disadvantaged ADM	2,221.13	2,163.04	2,194.99	2,177.24	2,058.21	2,096.25
			-2.62%	1.48%	-0.81%	-5.47%	1.85%
12	Economic Disadvantaged %	44.47%	44.04%	45.70%	46.11%	44.84%	45.79%
			-0.98%	3.77%	0.91%	-2.76%	2.13%
13	Special Education ADM	647.28	673.52	669.23	676.14	660.94	724.83
			4.05%	-0.64%	1.03%	-2.25%	9.67%

* Contract JVS not available on SFPR in FY2015

Based on the latest SFPR data released by the Ohio Department of Education the district's resident enrollment has decreased by 1.57% since FY18 while the total number of students being educated in the district has declined by 3.42%. The district educated enrollment number decrease is larger than the resident educated number due to less students open enrolling into the school district and more resident students opting to enroll in other districts.

The number of students designated as economically disadvantaged has increase by 37 students after dropping by 119 the previous year. The district experienced the largest increase in year-over-year special education students being identified in recent history, with an increase of 9.67%.