

Strongsville City Schools

Board Financial Report As Of:
February 29, 2020



District Goals

1. Student Achievement and Growth

2. Financial Prudence

3. Community Engagement

Financial Highlights – February 29, 2020

- ❑ Revenues totaled \$26,013,013 for the month.
- ❑ Through February 29, 2020, the District has revenue in the amount of \$66,886,047, which is an increase of \$6,926,315 compared to February 28, 2019 which revenue totaled \$59,959,732. The increase is primarily due tax revenue collections with the new 5.9 operating levy that went into effect beginning January 1, 2020.
- ❑ The District is projected to receive \$12,490,187 in revenue from March-June for a total projected revenue of \$79,376,234. Which is \$1,375,049 or 1.76% above the forecast. The increase is primarily due recent tax settlement agreements and refunds of prior year expenditures from the BWC and unused Cuyahoga County Auditor fees.
- ❑ Through February 29, 2020, interest revenue totaled \$544,095, which is an increase of \$63,251 compared to February 28, 2019 which interested totaled \$480,844.

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Financial Highlights – February 29, 2020

- ❑ General Fund Expenditures totaled \$47,178,232 and have outstanding encumbrances of \$2,602,029. This total of \$49,780,261 reflects 65.06% of the District's total appropriation of \$76,513,608.
- ❑ Spending benchmark: 8/12 months and 16/24 pay period elapsed; 66.67%. The 65.06% expended/encumbered is slightly below the benchmark. At this point in time last year, the expended/encumbered percent was 64.94%
- ❑ Salaries averaged \$1.7M for February which is similar to the 1.7M in January. In total salaries totaled \$27,890,683 which is an increase of \$498,872 or 1.82% compared to February 28, 2019 which interested totaled \$27,391,811.
- ❑ Monthly Benefit expenditures were \$1.4M for February which is similar to the \$1.4M in January. In total benefits totaled \$11,386,850 which is an increase of \$283,370 or 2.55% compared to February 28, 2019 which interested totaled \$11,103,480.

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Financial Highlights – February 29, 2020

- ❑ General Fund Expenditures totaled \$47,178,232 and have outstanding encumbrances of \$2,602,029. The cash balance as of February 29, 2020 is \$52,341,312. The unencumbered balance as of February 29, 2020 is \$49,739,283. Within the District's 2020 Plan, the District established a cash reserve benchmark of having 60 days of operating cash on hand, which at this point in time is \$12,952,279. Currently the District is above this benchmark.

Strongsville City Schools

- General Fund Summary

Monthly Comparison of Revenues & Expenditures February 2018, 2019, & 2020

	February 2018	February 2019	February 2020	Monthly Change from Previous Year	Fiscal Year to Date 2018	Fiscal Year to Date 2019	Fiscal Year to Date 2020	YTD Change from Previous Fiscal Year
Revenue:								
Real Estate Taxes	17,835,000.00	20,294,000.00	24,921,000.00	4,627,000	48,026,592.16	46,066,214.64	53,274,941.40	7,208,727
Public Utility Personal Property Tax	0.00	0.00	0.00	0	34,094.48	0.00	0.00	0
State Aide - Unrestricted	785,949.01	808,840.37	776,861.19	(31,979)	7,159,300.47	6,755,885.62	6,580,918.11	(174,968)
State Aide - Restricted	6,640.78	6,887.88	6,039.02	(849)	47,769.63	47,622.00	48,314.62	693
Property Tax Allocation	0.00	0.00	0.00	0	3,040,892.05	3,052,224.58	3,070,735.36	18,511
All Other Revenues	98,857.42	238,161.95	309,112.56	70,951	3,109,569.32	4,037,784.93	3,911,137.57	(126,647)
Total Revenues	18,726,447.21	21,347,890.20	26,013,012.77	4,665,123	61,418,218.11	59,959,731.77	66,886,047.06	6,926,315
Expenditures:								
Salaries	3,324,936.94	3,618,832.97	3,476,776.30	(142,057)	26,581,287.91	27,391,811.23	27,890,683.40	498,872
Benefits	1,319,712.91	1,410,108.38	1,384,069.05	(26,039)	10,840,907.30	11,103,480.19	11,386,849.99	283,370
Purchased Services	580,729.41	678,587.37	783,070.99	104,484	4,671,127.44	5,150,860.13	5,330,963.09	180,103
Supplies and Materials	69,518.65	119,841.16	106,331.34	(13,510)	735,853.10	1,102,951.67	1,060,676.46	(42,275)
Capital Outlay	23,301.43	7,298.73	26,764.19	19,465	435,596.76	663,401.25	578,612.00	(84,789)
Other Objects	120,091.65	7,762.46	9,602.19	1,840	1,409,993.61	1,804,991.27	930,447.19	(874,544)
Total Expenditures	5,438,290.99	5,842,431.07	5,786,614.06	(55,817)	44,674,766.12	47,217,495.74	47,178,232.13	(39,264)
Excess of Revenue over (under) Expenditures	13,288,156.22	15,505,459.13	20,226,398.71		16,743,451.99	12,742,236.03	19,707,814.93	

Strongsville City Schools

- General Fund Revenues

Revenues

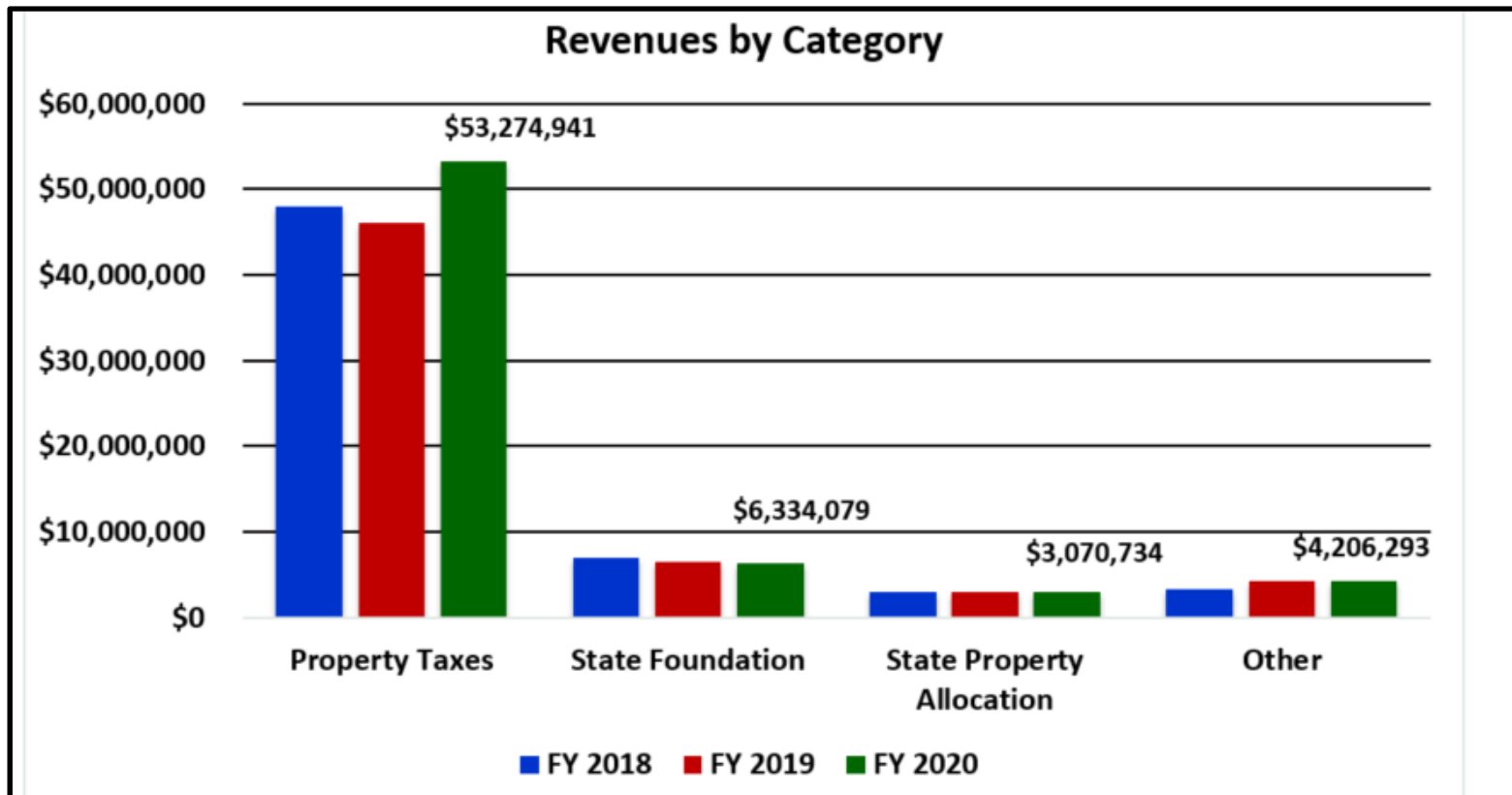
The Strongsville City Schools is forecasting **\$78,001,185** in revenue within the General Funds in the 2019-2020 fiscal year as shown on below. As of **February 29, 2020** the District has received revenue in the amount of \$66,886,047 for FY 2020. The District is projecting to receive \$12,490,187 in revenue in the remaining months of the fiscal year for a total projected revenue of \$79,376,234. The October five year forecast was approved by the Board at the September 29, 2019 Board Meeting and can be viewed at www.strongnet.org, under the Treasurer's Department.

FORECASTED REVENUES AND ACTUAL REVENUES					
	A	B	C	D = (B+C)	D-A
	Fiscal Year 2020 Forecast	Fiscal Year 2020 Actual	Projected Revenue March - June	Projected Total Revenue	Over/ (Under)
Revenues					
Real Property Tax	\$56,494,725	\$53,274,941	\$3,221,464	\$56,496,405	(a) \$1,680
State Foundation	9,606,407	6,334,079	3,136,519	9,470,598	(b) (135,809)
Property Tax Homestead and Rollbacks	6,235,837	3,070,734	3,179,726	6,250,460	(d) 14,623
TIF Revenue	2,600,000	1,609,695	1,890,696	3,500,391	(e) 900,391
Casino Receipts	269,243	295,154	0	295,154	(d) 25,911
Interest	700,000	544,095	247,634	791,729	(c) 91,729
Other Revenues	969,973	841,227	502,768	1,343,995	(f) 374,022
Sports Pay to Participate	200,000	142,910	64,700	207,610	(d) 7,610
Tuition - From Other Districts	350,000	191,146	169,720	360,866	(d) 10,866
Tuition - Full Day Kindergarten	475,000	511,132	40,000	551,132	(d) 76,132
Tuition - Preschool	100,000	70,934	36,960	107,894	(d) 7,894
Total Revenues	\$78,001,185	\$66,886,047	\$12,490,187	\$79,376,234	\$1,375,049

- The District received \$49,716,393 in general real property taxes in FY 19 and is forecasting \$56,496,405 in FY 20. The current collection rate for collection year 2020 increased from 97.02% to 97.95%.
- The District will receive state funding in FY20 based on the 2019-2020 biennium State budget.
- Projected revenue is based on projected monthly cash balances against the current interest rate. Projected revenue is subject to change based on a change in cash balances and market conditions.
- These revenues have been received as anticipated.
- The District received \$3,605,768 in TIF revenues in FY 19 and is forecasting \$3,500,391 in FY 20. For FY 19 TIF revenues include a one-time settlement from the Cleveland Clinic in the amount of \$1,050,000.
- Other revenues include cell tower commission, vending commission, sale of property, services provided to other schools, state catastrophic aid, federal medicaid, athletic trainer fees, refunds of prior year expenditures, and other miscellaneous receipts.

Revenues by Category

Figure 2 compares revenue sources to the prior two years as of February 28/29. The three years of data will be beneficial for trend analysis performed throughout the year.



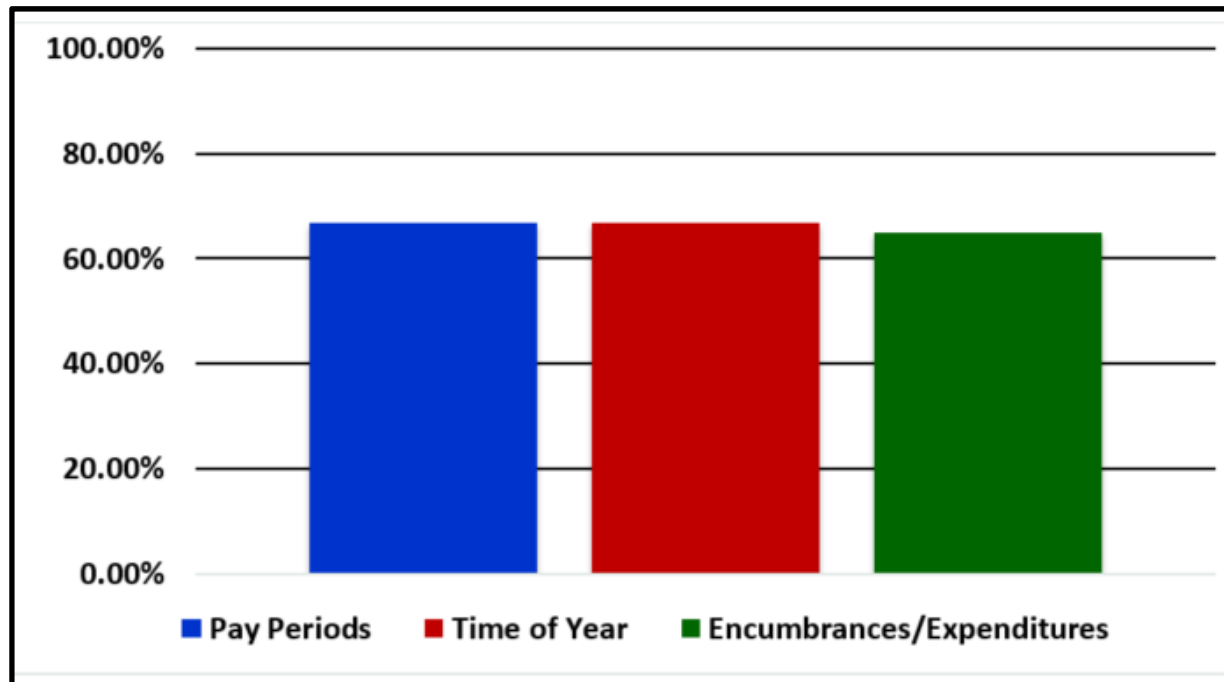
Strongsville City Schools

- General Fund Expenditures

Expenditures

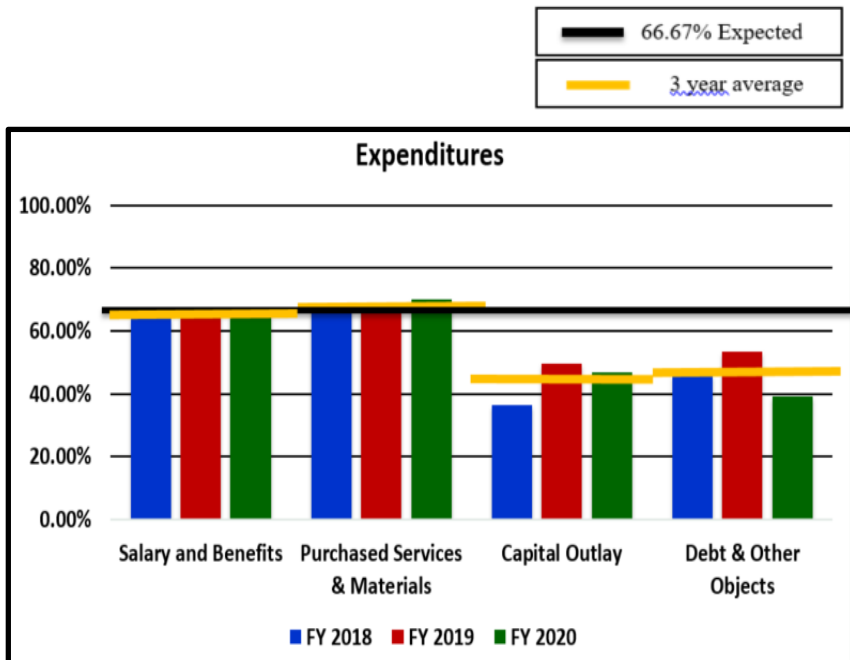
The fiscal year 2020 adopted General Fund budget for the District is **\$74,787,276**. This budget, coupled with carryover encumbrances of **\$1,726,332**, resulted in a **\$76,513,608** General Funds appropriation for FY 2020. The following information is a financial update of the status of this appropriation through February 29, 2020.

Through February 29, 2020 the District has expended \$47,178,232 and has outstanding encumbrances of \$2,602,029. This total of \$49,780,261 reflects 65.06% of the District's total appropriation. A statistical spending range for the District is based on two analyses: first, time elapsed is eight months or 66.67% of the fiscal year has passed. Secondly, sixteen of twenty-four (16/24), or 66.67% of the total pay periods have passed. Figure 3 illustrates these points.

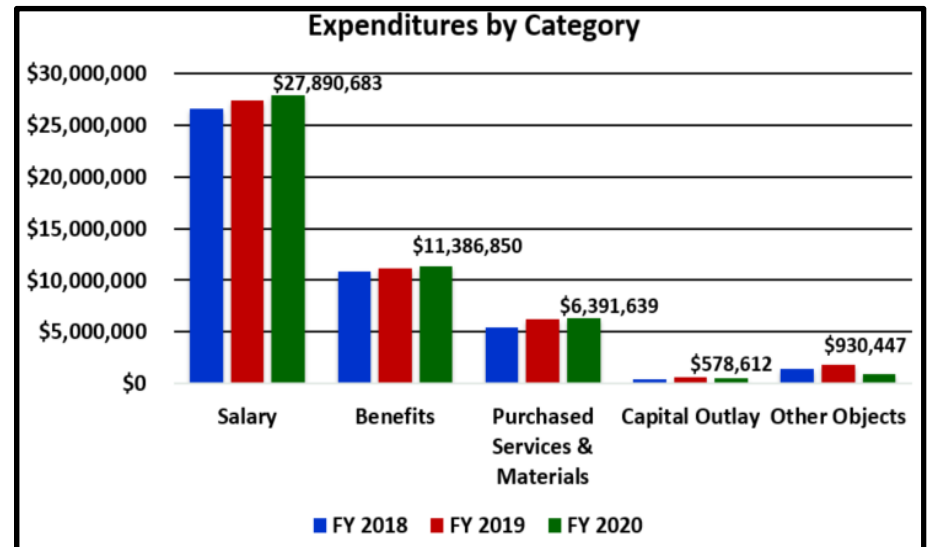


Expenditures Thru February 29

Percent Expended / Encumbered



Expenditures by Category



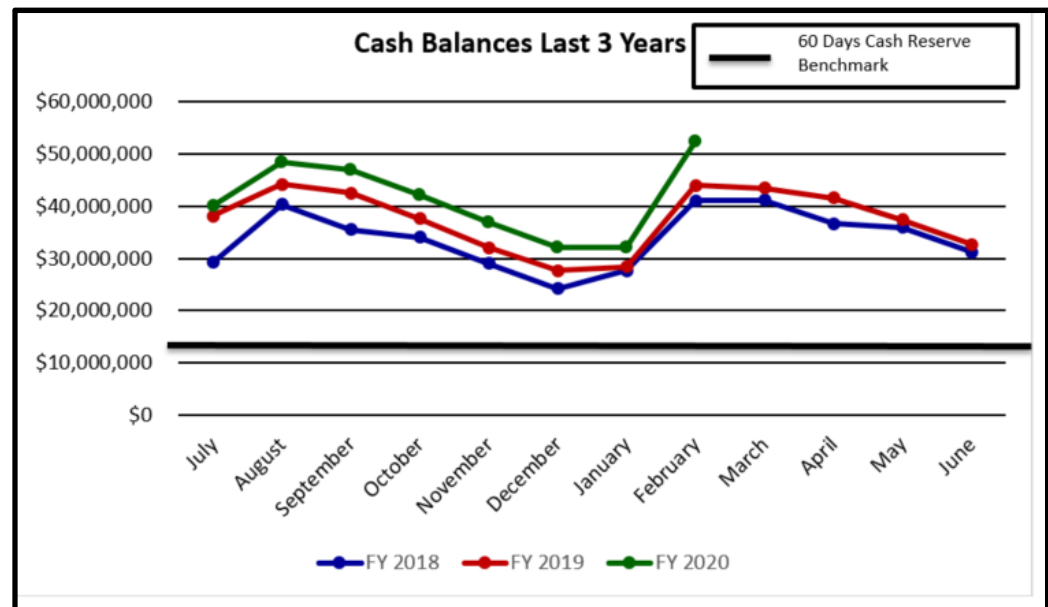
Strongsville City Schools

- General Fund Cash Balance

Cash Balance – General Fund

The cash balance as of February 29, 2020 is \$52,341,312. The unencumbered balance as of February 29, 2020 is \$49,739,283. Within the District's 2020 Plan, the District established a cash reserve benchmark of having 60 days of operating cash on hand, which at this point in time is \$12,952,279. Currently the District is above this benchmark.

	FY 2020
<i>Beginning Cash Balance</i>	<u>\$ 32,633,497</u>
Total Revenues	66,886,047
Total Expenditures	<u>47,178,232</u>
Revenue Over/(Under) Expenditures	19,707,815
Ending Cash Balance	52,341,312
Encumbrances	<u>2,602,029</u>
<i>Unencumbered Balance</i>	<u><u>\$ 49,739,283</u></u>



Investment Portfolio (all funds)



PORTFOLIO REVIEW

Strongsville City School District portfolio as of 2/29/2020

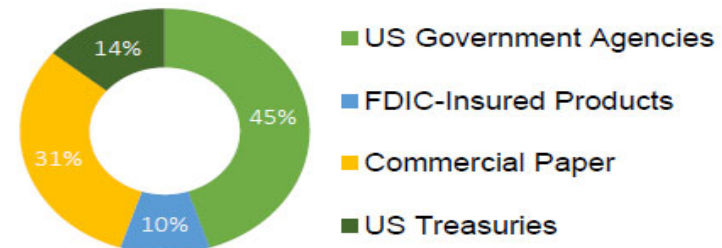
Your Portfolio
Meeder Money Market
Star Ohio
Securities
Total Portfolio

\$991,569
\$25,457,784
\$29,842,707
\$56,292,060

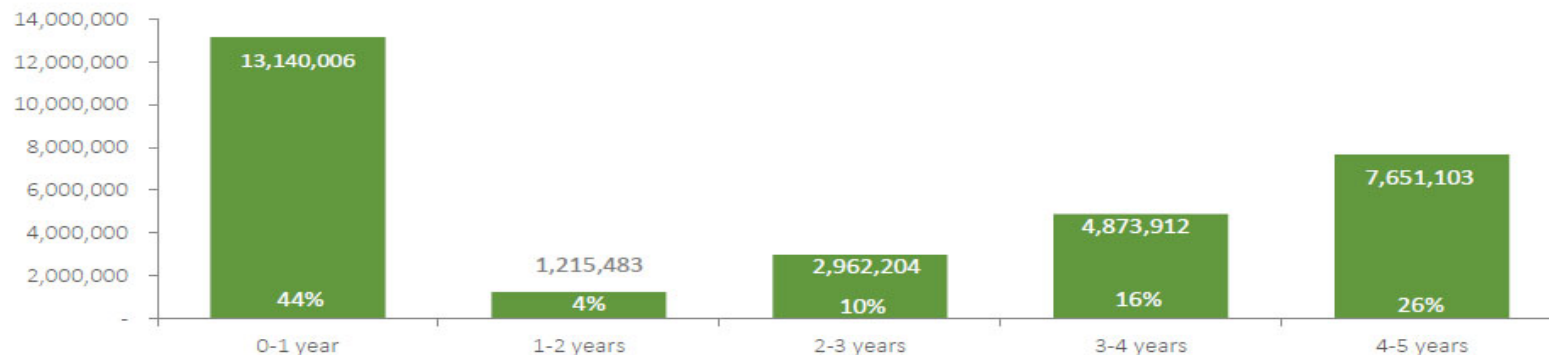
Your Securities
Weighted Average Maturity
Weighted Average Yield
Estimated Annual Interest Income

2.21 years
1.87%
\$558,059

Your Asset Allocation



Your Maturity Distribution



Yield and Interest Income information is annualized. All yield information is shown gross of any advisory and custody fees and is based on yield to maturity at cost. Past performance is not a guarantee of future results.

Strongsville City Schools

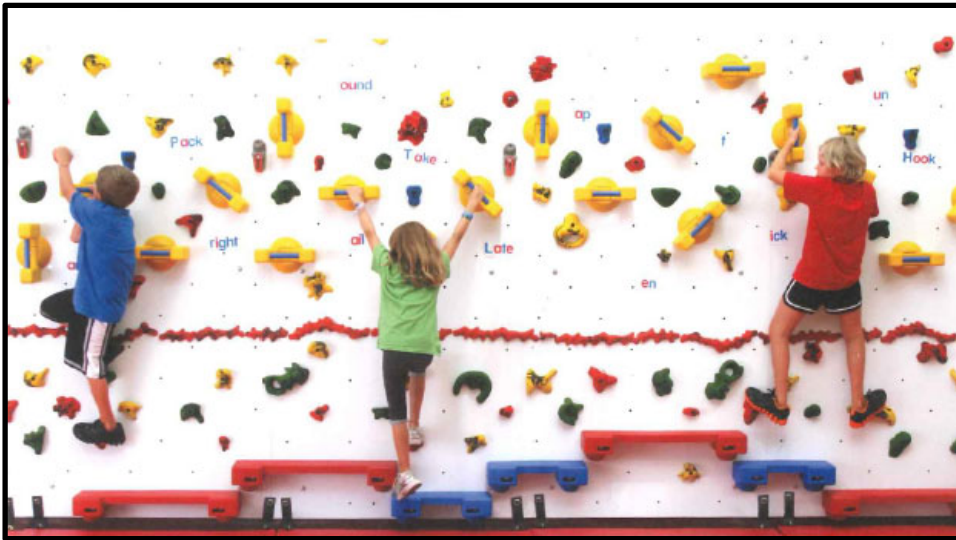
- Questions?

Strongsville City Schools

- Strongsville Education Foundation (SEF)
Grant Approvals

Adaptive Climbing Wall (Preschool) – SEF Grant

- ❑ Adaptive Climbing Wall (Preschool) – SEF Grant:
 - ❑ Amount - \$4,635.72
 - ❑ Fund/SCC – 019.9970
- ❑ Objective: Improve the variety of physical activities available at the preschool to all students. Would like to expand the variety of activities and ensure that all students have access regardless of their abilities. – Megan Surso.



Flexible Seating Room (Muraski) – SEF Grant

- ❑ Flexible Seating Room Project (Muraski) – SEF Grant:
 - ❑ Amount - \$425
 - ❑ Fund/SCC – 019.9971
- ❑ Objective: Provide students with flexible seating options so that they are able to improve collaboration and resiliency skills in the counseling setting. – Denise Candow.



Wobble Stools Flexible Seating (Kinsner 2nd Grade) – SEF Grant

- ❑ Wobble Stools Flexible Seating (Kinsner 2nd Grade) – SEF Grant:
 - ❑ Amount - \$250
 - ❑ Fund/SCC – 019.9972
- ❑ Objective: The new stools will provide options for students to use in various spaces around the classroom including during group time and meeting for small group instruction with the teacher. With increased seating options, more students will have access to active learning spaces during various activities throughout the day – Amy Valentine
 - ❑ \$50 each = 5 total (Valentine 2, Wetzel 2, Cramer 1)

