

# Princeton City Schools



## Monthly Financial Report

*For the F.Y. 2016 Month Ending: April*

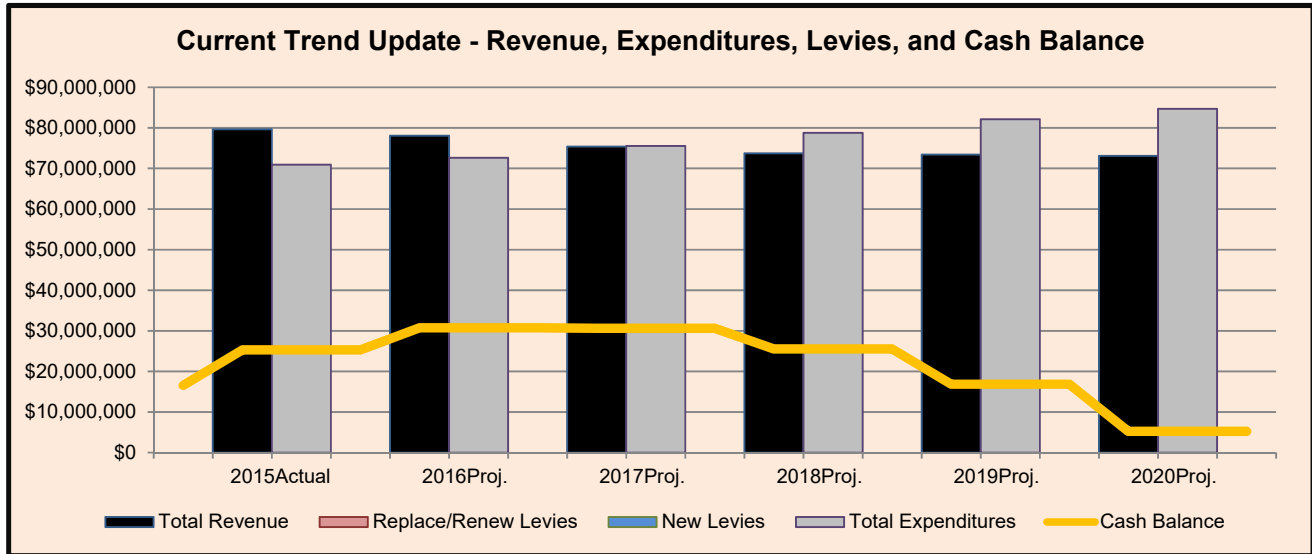
5/5/2016

Jim Rowan  
Interim Treasurer

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## Updated Forecast Trend For The Month of April, F.Y. 2016



Projected Revenue Surplus/(Shortfall) by Year					
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Revenue Surplus/ (Shortfall)	\$5,445,680	(\$138,856)	(\$5,065,221)	(\$8,706,399)	(\$11,608,740)

Forecast Updated Trend			
Compared to Updated Trend Forecast as of 5/5/2016			
Variance between Prior and Current Forecast:	2016	2017	2018
Current Forecast Revenue Trend OVER/ <b>UNDER</b> Prior	0.00%	0.09%	0.10%
Current Forecast Expenditure Trend OVER/ <b>UNDER</b> Prior	<b>-0.17%</b>	<b>-0.04%</b>	0.01%
Cumulative Variance \$\$\$ Impact on Ending Cash Balance	\$123,575	\$222,555	\$283,771

### What are the current forecast trends?

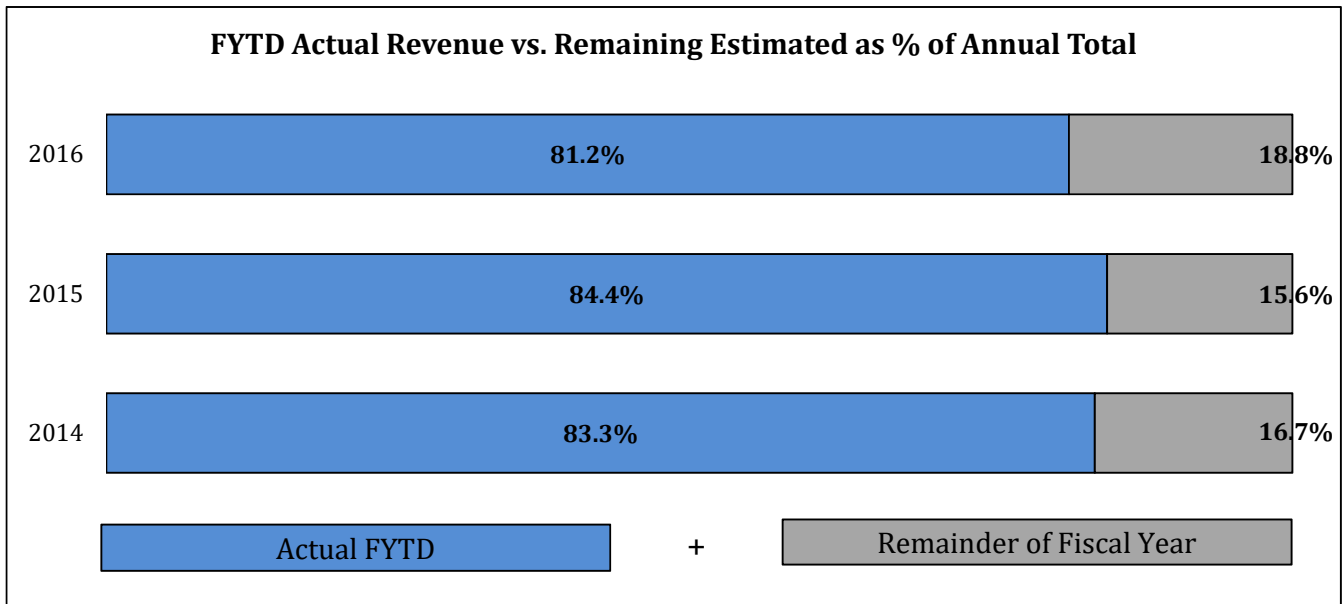
The district continues to trend toward revenue shortfall. The forecast above includes the state's current adjustment (law) to tangible personal property reimbursement which adds about \$1.8 million to the district's cash balance through FY 2018 (October forecast versus current). The above updated current trend forecast also includes the results from negotiations. Additional revenue in 2016 that is comprised of \$2.1 million in other sources (Medicaid, Hillcrest), and \$351,000 in additional other revenue is also incorporated into the forecast. The FY 2016 expenditures are trending \$952,499 less than expected in the October forecast primarily because of lower salary and benefit costs.

Note: The district has \$2.35 million of its capital and supply projections available for the remaining two months of the fiscal year. These resources may be transferred to the PI fund if not utilized in the General.



## Fiscal Year To Date -- Year-Over-Year Revenue Comparison

Analysis of actual revenue for the fiscal year period July - April



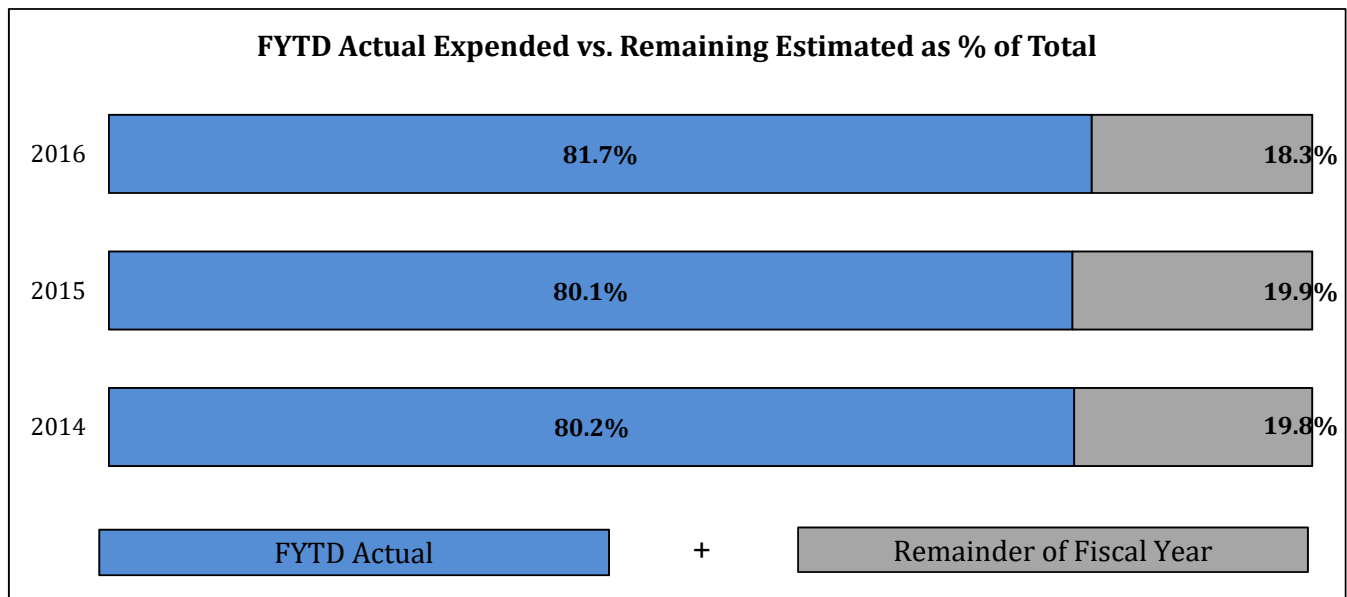
Percent of Annual Total		Actual Fiscal Year To Date Revenue, July - April			F.Y. 2016	
		2014 FYTD	2015 FYTD	2016 FYTD	YOY Change	
56.7%	Real Estate Taxes	43,521,297	46,117,960	42,292,210	\$ (3,825,750)	-8.3%
0.0%	Public Utility PP Taxes	4,113,328	2,212,457	2,043,013	\$ (169,444)	-7.7%
0.0%	Income Tax	-	-	-	\$ -	0.0%
8.6%	State Aid (Formula + Rest)	4,329,429	5,203,946	4,771,330	\$ (432,616)	-8.3%
22.6%	State Tax Reimb.	9,549,995	9,561,007	9,693,042	\$ 132,035	1.4%
4.3%	Other Revenue	2,049,822	2,300,690	2,245,941	\$ (54,749)	-2.4%
2.7%	Other Sources	423,040	1,814,628	2,135,187	\$ 320,559	17.7%
100%	<b>Total Revenue</b>	<b>63,986,911</b>	<b>67,210,688</b>	<b>63,180,723</b>	<b>\$ (4,029,965)</b>	<b>-6.0%</b>
<b>Total YOY Percentage Change</b>					<b>-6.0%</b>	

How does fiscal year-to-date revenue compare to prior years?

Revenue is down -6.0% through March because of the timing of real estate revenue received from the county auditor. The final settlement of real estate is not expected to occur until May, 2016 because of software changes in the county office. This change could also delay state tax reimbursement, possibly into the next fiscal year.

## Fiscal Year To Date -- Year-Over-Year Expenditure Comparison

Analysis of actual expenditures for the fiscal year period July - April



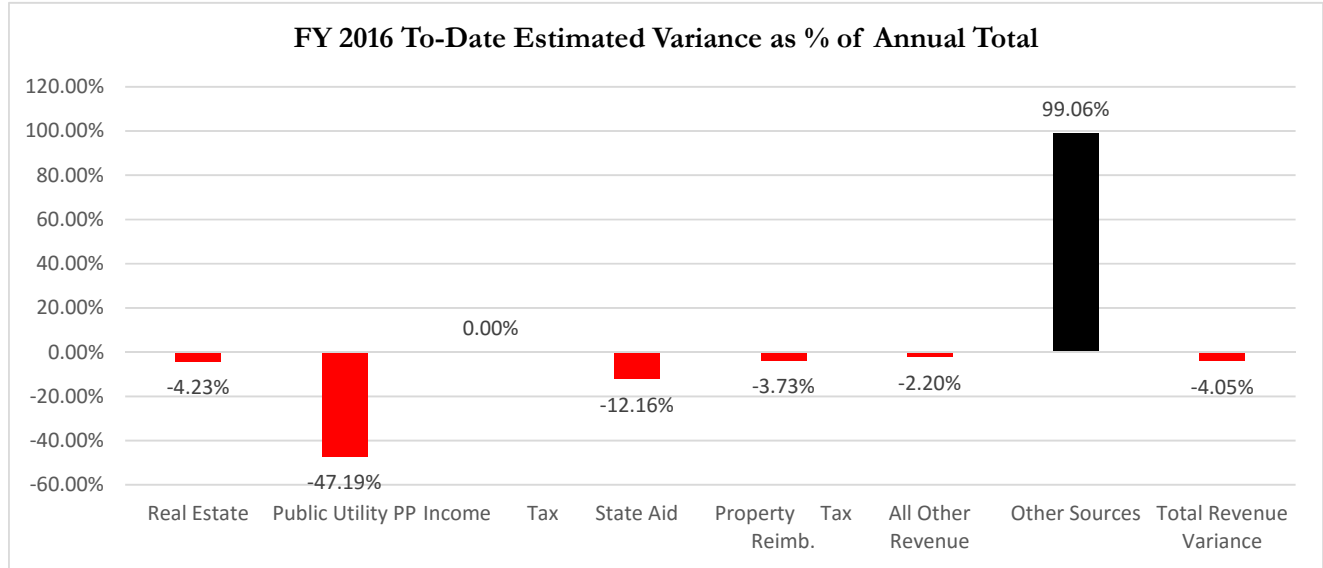
Percent of Annual Total		Actual Fiscal Year To Date Expenditures, July - April			F.Y. 2016	
		2014 FYTD	2015 FYTD	2016 FYTD	YOY Change	
51.9%	Salaries	31,987,039	30,582,058	31,384,089	\$ 802,031	2.6%
17.8%	Benefits	11,838,850	11,244,365	10,629,422	\$ (614,943)	-5.5%
20.1%	Purchased Services	7,092,472	10,631,149	11,472,802	\$ 841,653	7.9%
2.4%	Supplies	1,830,980	1,494,176	886,627	\$ (607,549)	-40.7%
4.1%	Capital	523,658	602,399	1,266,802	\$ 664,403	110.3%
0.0%	Debt, Intergov	-	-	-	\$ -	0.0%
1.3%	Other Objects	887,648	453,355	460,716	\$ 7,361	1.6%
2.4%	Other Uses	71,910	1,774,899	1,373,306	\$ (401,593)	-22.6%
100%	<b>Total Expenditures</b>	<b>54,232,557</b>	<b>56,782,401</b>	<b>57,473,764</b>	<b>\$ 691,363</b>	
					<b>Total YOY Percentage Change</b>	<b>1.2%</b>

How do fiscal year-to-date expenditures compare to prior years?

Expenditures are up 1.2% over last year.

Supplies are trending lower than last year, and substantial pick-up in cost would be needed in May through June in order to meet the total annual 2016 forecasted amount. Capital, while trending higher than last year, is substantially under the annual forecasted amount. Both supplies and capital could add substantially to the district's June 30, 2016 cash balance should purchases fall short of the original projections.

## Fiscal Year To Date (July - April) Actual Revenue Compared to Estimates



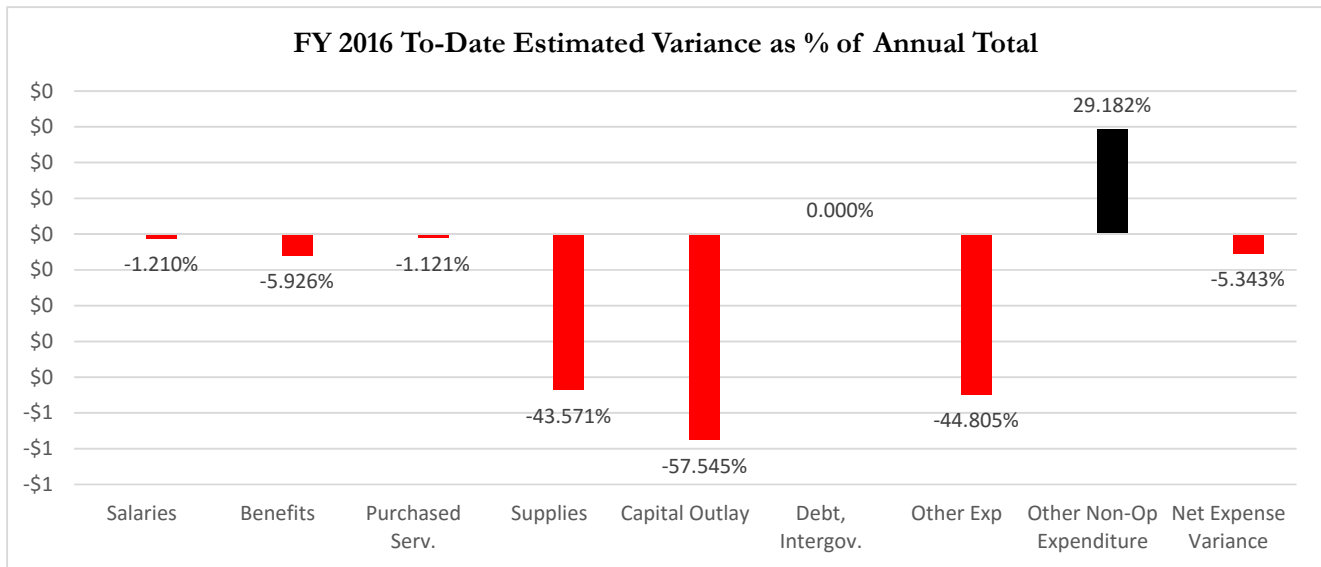
		2016 FYTD	2016 FYTD	2016 FYTD
		Actual	Estimated	Actual Over/
		July	July	(Under)
		through	through	Estimated
		April	April	Variance
<b>Revenue:</b>				
<b>For the F.Y. 2016 Period: July - April</b>				
K	Real Estate Taxes	42,292,210	44,161,108	(1,868,898)
L	Public Utility PP Taxes	2,043,013	3,900,411	(1,857,398)
M	Income Tax	-	-	-
N	State Aid (Formula + Restricted)	4,771,330	5,590,936	(819,606)
P	State Tax Reimb.	9,693,042	10,352,147	(659,105)
Q	Other Revenue	2,245,941	2,319,470	(73,529)
R	Total Operating Revenue	61,045,536	66,324,072	(5,278,536)
S	Other Non-Op Revenue	2,135,187	20,000	2,115,187
T	Total Operating Revenue Plus Other Sources	63,180,723	66,344,072	(3,163,349)

### How do FYTD revenue cash flow estimates compare to actual?

Actual revenue is lower primarily because of the timing of real estate and public utility personal property settlement payments from the county auditor. While the district did receive advances earlier than last year it was anticipated that the amount would be greater. Again, this is a matter of timing and is expected to balance out as the real estate tax collection season closes.

State aid is down because of the timing of the TPP supplemental hold harmless payment and the partial amount allocated for FY 2016. The current forecast includes 100% of the estimated TPP supplement hold harmless payment, but it has been learned that some of this revenue will be received in FY 2017. Again this is a matter of timing.

## Fiscal Year To Date (through) Actual Expenditures Compared to Estimates



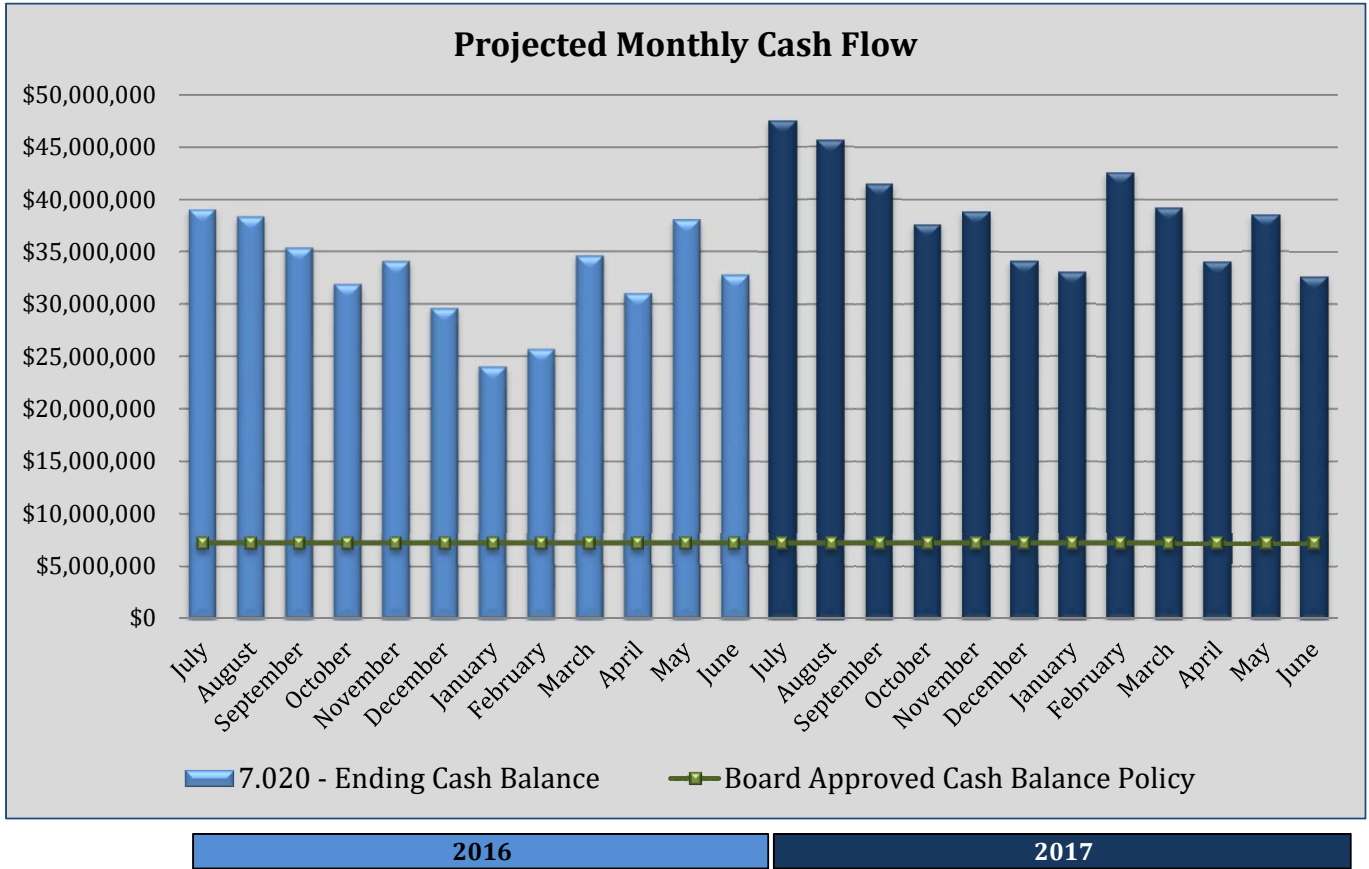
		Actual	Estimated	Actual Over/
		July	July	(Under)
		through	through	Estimated
		April	April	Variance
<b>Expenditures:</b>				
<b>For the F.Y. 2016 Period: July - April</b>				
K	Salaries	31,384,089	31,840,525	(456,436)
L	Benefits	10,629,422	11,394,113	(764,691)
M	Purchased Services	11,472,802	11,636,049	(163,247)
N	Supplies	886,627	1,647,271	(760,644)
O	Capital	1,266,802	2,983,849	(1,717,047)
P	Debt, Intergov.	-	-	-
Q	Other Objects	460,716	891,641	(430,925)
R	Total Operating Expenditures	56,100,458	60,488,448	(4,387,990)
S	Other Non-Op Expenditures	1,373,306	864,667	508,639
T	Total Operating Expenditures Plus Other Uses	57,473,764	61,353,115	(3,879,351)

### How do FYTD expenditure cash flow estimates compare to actual?

Expenditures are trending lower than estimated. Two of the larger categories, supplies and capital, have been discussed in the FYTD year-over-year comparison. These two categories could add to the district's June 30, 2016 cash balance, and will be monitored going into the May forecast update.

Salaries and benefits are trending lower than original estimates and the current trend forecast has been reduced in both categories to reflect the actual results through April.

## Monthly Cash Balance Estimates Fiscal Years 2016 and 2017



### Monthly cash flow estimates

Month ending cash flow balances are adequate through FY 2017.