

**STATE COLLEGE AREA SCHOOL DISTRICT****Office of Finance and Operations**

240 VILLA CREST DRIVE • STATE COLLEGE PENNSYLVANIA • 16801

TELEPHONE: 814-231-1021 • FAX: 814-272-8790

To: Robert J. O'Donnell, Superintendent
From: Donna Watson, Assistant Business Administrator
Date: December 12, 2017
Subject: October 2017 Treasurer's Report

Attached are financial reports for October 2017. Below are explanations of major variances compared to the prior year.

Local revenue is approximately \$4.6 million in excess of prior year, primarily related to Real Estate tax revenue and Earned Income tax revenue in excess of prior year by approximately \$2.5 million and \$1.5 million, respectively. The Real Estate tax revenue variance includes the impact of a 1.55% tax increase, assessed value growth of 1.36% and timing of receipts compared to prior year. The Earned Income Tax variance is primarily due to the timing of receipts and the change in payment frequency from a large employer. Real Estate transfer tax is approximately \$186,000 in excess of prior year primarily due to a higher volume of large transactions. Transfer tax will be reviewed throughout the year to evaluate potential changes to budget expectations. Delinquent Real Estate tax is approximately \$170,000 in excess of the prior year due to the timing of receipts.

State revenues are in excess of prior year by approximately \$879,000 which primarily consists of increased reimbursement for retirement of approximately \$413,000 due to the PSERS rate increase; and increased social security reimbursement of approximately \$379,000 due to timing. Federal revenue is approximately \$202,000 less than the prior year, due to timing of grant receipts.

Expenses increased by approximately \$770,000 compared to the prior year. The most significant increases relate to personnel expenses, including PSERS and Medical Insurance. The increase in personnel expense includes the impact of the inclusion of Athletics expense in the current year. These costs were in Fund Transfers in the prior year. Adjusting for the impact of Athletics, salaries increased by approximately \$531,000 (4%), PSERS increased approximately \$508,000 (14%) which is related to an increase in salaries and an 8.5% increase in the contribution percentage. Medical and Tuition reimbursement expenses are in excess of the prior year by

approximately \$75,000 and \$52,000, respectively. Offsetting decreases include a reduction in bond payment obligations as the final payment of \$670,000 related to the 2008 bonds was paid in August of the prior year. Additionally, architect and engineering expenses under the facilities/construction functions decreased approximately \$204,000 as those costs were related to elementary facility planning in the prior year. These expenses were subsequently reclassified to the construction fund. Other variances in non-personnel expenses are primarily related to timing of purchases compared to prior year.

Effective 7/1/2017, the Athletic Fund combined into the General Fund as per PDE requirements. Athletics is therefore presented in the Student Services expenditure line in the budget status report for the current year. Athletics was included in the Fund transfer line in prior years. Prior year athletic transfers included in the Funds Transfer line totaled \$640,000 through October.

On a monthly basis, actual revenue and expense by detailed lines are compared to budget and prior year actuals. The budget column represents the full year, therefore, each month we look at the receipts or spending to date as a percentage of the total budget, taking into consideration known variations in the timing of each line.

State College Area School District
Treasurer's Cash Report
as of October 31, 2017

<u>General Fund (1)</u>		<u>Cafeteria Fund</u>		<u>Activity Fund</u>	
Beg. Balance	\$ 97,772,422.12	Beg. Balance	\$ 62,284.83	Beg. Balance	\$ 643,507.70
+ Deposits	7,283,110.55	+ Deposits	283,113.22	+ Deposits	92,446.82
+/- Transfers	1,220,050.76	+/- Transfers	150,867.10	+/- Transfers	-
- Checks/Fees	8,342,057.63	- Checks/Fees	145,392.28	- Checks/Fees	26,478.62
- Payroll	3,412,943.53	- Payroll	223,659.23	- Payroll	-
- ACH/Wires	3,984,503.44	- ACH/Wires	-	- ACH/Wires	-
	<u>\$ 90,536,078.83</u>		<u>\$ 127,213.64</u>		<u>\$ 709,475.90</u>
CONSISTS OF:		CONSISTS OF:		CONSISTS OF:	
Fixed Investments	\$ 32,539,041.39	PNC Bank	\$ 127,213.64	PNC Bank	\$ 709,475.90
PNC Bank	10,073,922.87				
PSDLAF Max	2,513,998.80				
PSDLAF Full Flex CD	10,000,000.00				
First National	21,689,553.27				
Kish Bank	13,719,562.50				
	<u>\$ 90,536,078.83</u>		<u>\$ 127,213.64</u>		<u>\$ 709,475.90</u>
Construction Fund		Capital Reserve Fund			
Beg. Balance	\$ 59,076,990.66	Beg. Balance	\$ 50,667,540.16		
+ Deposits	59,776.27	+ Deposits	24,516.25		
+/- Transfers	(4,730,961.42)	+/- Transfers	3,360,043.56		
- Checks/Fees	26.00	- Checks/Fees	-		
- Payroll	-	- Payroll	-		
- ACH/Wires	-	- ACH/Wires	-		
	<u>\$ 54,405,779.51</u>		<u>\$ 54,052,099.97</u>		
CONSISTS OF:		CONSISTS OF:			
Fulton Bank	\$ 4,578,090.67	First National Bank	\$ 15,453,771.70		
First National Bank	48,220,978.36	PSDLAF	12,526,856.56		
Kish Bank	1,606,710.38	Kish Bank	10,000,000.00		
PSDLAF	0.10	Fulton	16,071,471.71		
	<u>\$ 54,405,779.51</u>		<u>\$ 54,052,099.97</u>		

State College Area School District Total Cash Available \$ 199,830,647.85

(1) Athletics fund combined into General Fund effective 7/1/2017 as per PDE requirements.

STATE COLLEGE AREA SCHOOL DISTRICT
Report on Investments - General Fund
October 31, 2017

Fixed Term Investments:

The following schedule indicates the fixed term investments and the amount of interest earned from these investments for the 2017-2018 fiscal year.

Date of Purchase	Institution	Face Amount	Date of Maturity	Interest Rate	Interest Revenue
5/3/2017	Kish Bank	\$2,539,041	5/3/2018	1.18%	\$29,961
6/29/2017	Kish Bank	\$5,000,000	3/29/2018	1.28%	\$48,000
9/19/2017	Kish Bank	\$20,000,000	2/18/2018	1.20%	\$100,000
6/29/2017	PSDLAF	\$5,000,000	12/26/2017	1.10%	\$27,500
Investment Balances					
	PSDLAF				\$5,000,000
	Kish Bank				27,539,041
			Total Investments		<u>\$32,539,041</u>
Interest Earned on Fixed Term Investments					
	PSDLAF				\$0
	Kish Bank				0
			Total Interest on Investments		<u>\$0</u>
Interest Earned on Cash/Money Market Balances					
	PNC Bank				\$1,474
	PSDLAF				48,700
	Kish Bank				21,409
	First National Bank				29,035
	Other				-
			Total Interest on Cash Balances		<u>\$100,619</u>
			Total Interest Earned as of October 31, 2017		<u>\$100,619</u>

STATE COLLEGE AREA SCHOOL DISTRICT
Report on Investments - Capital Reserve
October 31, 2017

Fixed Term Investments:

The following schedule indicates the fixed term investments and the amount of interest earned from these investments for the 2017-2018 fiscal year.

Date of Purchase	Institution	Face Amount	Date of Maturity	Interest Rate	Interest Revenue
4/4/2017	PSDLAF	\$ 2,000,000	4/4/2018	1.00%	\$20,000
6/29/2017	PSDLAF	\$ 5,000,000	12/26/2017	1.10%	\$27,500
6/29/2017	PSDLAF	\$ 5,000,000	6/29/2018	1.30%	\$65,000
6/30/2017	Kish Bank	\$ 10,000,000	3/30/2018	1.25%	\$93,750
6/30/2017	*Fulton Bank	\$ 16,000,000	12/30/2017	1.05%	\$84,000
10/31/2017	First National	\$ 15,442,954	4/30/2019	1.85%	\$430,518

Investment Balances		
PSDLAF	\$	12,000,000
Kish		10,000,000
Fulton		16,063,773
First National		15,442,954

Total Investments \$53,506,726

Interest Earned on Fixed Term Investments		
PSDLAF		\$0
Kish		0
Fulton Bank		94,290
Total Interest on Investments		<u>\$94,290</u>

Interest Earned on Cash/Money Market Balances		
PNC Bank		\$150
First National Bank		298
PSDLAF		3,222
Total Interest on Cash Balances		<u>\$3,670</u>

Total Interest Earned as of October 31, 2017 \$97,961

* Fulton Bank investment is a fixed rate, fixed term product comprised of multiple FDIC insured money market deposit accounts.

STATE COLLEGE AREA SCHOOL DISTRICT
Report on Investments - Construction Fund
October 31, 2017

Investments:

The following schedule includes the construction fund investments related to the 2015 and 2017 Bonds and the amount of interest earned on these investments for the 2017-2018 fiscal year.

Date of Investment	Institution	Original Investment	Current Balance	Guaranteed Interest Rate
Referendum Debt:				
6/19/2015	Kish Bank	\$ 15,011,836	\$ 1,606,710	1.40%
6/25/2015	First National Bank	\$ 20,007,299	\$ 2,053,374	0.65%
6/26/2015	Fulton Bank	\$ 44,383,222	\$ 4,578,091	0.80%
2017 Bonds:				
7/25/2017	First National Bank	\$ 46,005,353	\$ 46,167,604	1.27%
		<u>\$ 125,407,710</u>	<u>\$ 54,405,779</u>	

Institution	2017-18 Interest Revenue
Kish Bank	\$ 16,512
First National Bank	167,452
Fulton Bank	27,582
PSDLAF	4,839
Total Interest Earned as of October 31, 2017	<u>\$ 216,385</u>

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STATE COLLEGE AREA SCHOOL DISTRICT
 BUDGET STATUS REPORT OCTOBER 2017

PAGE NUMBER: 2
 GENRPT41.4GL
 REPORT ID: BUDUCT

SELECTION CRITERIA: yr='18'

LINE	DESCRIPTION	OCTOBER 2017 BUDGET	OCTOBER 2017 ACTUAL YTD	% OF BUDGET	OCTOBER 2016 BUDGET	OCTOBER 2016 ACTUAL YTD	% OF BUDGET
35	TOTAL FACILITIES/CONSTRUCTI	40,000.00	0.00	0.00	20,891.00	208,910.43	1,000.00
36	OTHER FINANCING USES						
37	5100 DEBT ADMIN FEES	615,000.00	3,338.27	0.54	615,000.00	368.40	0.06
38	5200 FUND TRANSFERS	19,007,983.00	1,809,343.75	9.52	21,243,832.27	3,161,471.25	14.88
39	5400 INDIRECT COSTS	0.00	0.00	0.00	0.00	0.00	0.00
41	5900 BUDGETARY RESERVE	1,036,930.00	0.00	0.00	1,031,930.00	0.00	0.00
42	TOTAL OTHER FINANCING USES	20,659,913.00	1,812,682.02	8.77	22,890,762.27	3,161,839.65	13.81
43	TOTAL EXPENDITURES	152,133,249.07	32,432,563.19	21.32	146,999,032.00	31,662,890.94	21.54
44	EXCESS/(DEFICIT)	-1,892,468.07	73,230,500.27	-3,869.58	-2,373,869.73	68,680,220.96	-2,893.18

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 DATE: 11/28/2017
 TIME: 10:05:56

STATE COLLEGE AREA SCHOOL DISTRICT
 REVENUE BUDGET STATUS REPORT OCT 2017

PAGE NUMBER: 2
 GENRPT41.4GL
 REPORT ID: REVOCT

SELECTION CRITERIA: yr='18'

LINE	DESCRIPTION	OCTOBER 2017 BUDGET	OCTOBER 2017 ACTUAL	% OF BUDGET	OCTOBER 2016 BUDGET	OCTOBER 2016 ACTUAL	% OF BUDGET
45	8514 TITLE I	600,000.00	93,909.64	15.65	700,000.00	249,106.84	35.59
46	8515 TITLE II	200,000.00	38,235.52	19.12	200,000.00	55,608.47	27.80
47	8516 TITLE III - ESL	35,000.00	20,409.06	58.31	35,000.00	24,761.99	70.75
48	8517 TITLE IV - DRUG FREE	0.00	0.00	0.00	0.00	0.00	0.00
49	8518 TITLE V - INNOVATIVE	0.00	0.00	0.00	0.00	0.00	0.00
50	8519 TITLE VI - HEARTS	0.00	0.00	0.00	0.00	0.00	0.00
51	8521 VOCATIONAL ED	60,000.00	0.00	0.00	60,000.00	25,178.31	41.96
52	8620 ADULT BASIC ED	0.00	0.00	0.00	0.00	0.00	0.00
53	8690 OTHER FED GRANTS	0.00	0.00	0.00	0.00	0.00	0.00
53.50	8701 ARRA STIMULUS FUNDS	0.00	0.00	0.00	0.00	0.00	0.00
54	8810 MEDICAL ASSISTANCE	250,000.00	0.00	0.00	300,000.00	0.00	0.00
55	8820 ADMIN COSTS/ACCESS	0.00	0.00	0.00	0.00	0.00	0.00
59	REVENUE FROM FEDERAL SOURCE	1,145,000.00	152,554.22	13.32	1,295,000.00	354,655.61	27.39
64	9000 OTHER FINANCING SOURCE	0.00	3,420.69	0.00	0.00	0.00	0.00
65	OTHER FINANCING SOURCES	0.00	3,420.69	0.00	0.00	0.00	0.00
66	GRAND TOTAL	150,240,781.00	105,663,063.46	70.33	144,625,162.27	100,343,111.90	69.38

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DATE: 11/28/2017
TIME: 20:30:06

STATE COLLEGE AREA SCHOOL DISTRICT
PRINT BALANCE SHEETS BY FUND

PAGE NUMBER: 1
STATMN11

SELECTION CRITERIA: genledgr.fund='80' and genledgr.account like '049%'
ACCOUNTING PERIOD: 4/18

FUND - 80 - STUDENT ACTIVITIES

ACCOUNT	TITLE	DEBITS	CREDITS
049201	MNMS YELLOW TEAM		3,058.13
049202	MNMS BLUE TEAM		5,738.91
049204	MNMS ROAR STORE		882.96
049205	MNMS 8TH GR FIELD TRIP		1,068.67
049207	MNMS BUILDERS CLUB		533.61
049209	MNMS CHOIR - 7TH GRADE		3,549.98
049211	MNMS CHOIR - 8TH GRADE		3,133.60
049213	MNMS COMMUNICATIONS CLUB		75.25
049215	MNMS DRAMA CLUB		6,781.29
049218	MNMS MATH LEAGUE		1,289.77
049219	MNMS GERMAN CLUB		135.71
049221	MNMS INDIGO TEAM FIELD TR		20.45
049223	MNMS INSTRUMENTAL FUND		1,006.24
049225	MNMS NATL JR ART HONOR SO		162.10
049227	MNMS LION LEADERS		560.07
049229	MNMS ORANGE TEAM		238.48
049230	MNMS SKI CLUB		513.94
049231	MNMS STUDENT COUNCIL		4,755.56
049232	MNMS TSA		92.10
049233	MNMS YEARBOOK		5,819.51
049234	MNMS RED TEAM		275.18
049238	MIDDLE SCHOOL ORCHESTRA		5,859.41
049239	MNMS SCIENCE OLYMPIAD		77.88
049301	PFMS SCIENCE OLYMPIAD		149.75
049305	PFMS MOUNTAIN LION TEAM		4,224.68
049307	PFMS 6TH GRADE WOLVES		3,528.80
049309	PFMS COUGAR TEAM		1,045.97
049311	PFMS CARDINAL TEAM		3,479.96
049313	PFMS TIMBER RATTLEERS		5,926.77
049315	PFMS 8TH GR. CLASS TRIP		864.72
049317	PFMS GRAY FOXES		3,013.00
049319	PFMS BUILDERS CLUB		1,118.18
049321	PFMS CHOIR - 7TH GRADE		3,805.62
049323	PFMS CHOIR - 8TH GRADE		2,664.06
049325	PFMS DRAMA CLUB		17,842.15
049327	PFMS ENVIRONMENTAL EARTH		.35
049329	PFMS WORLD LANGUAGES CLUB		1,941.00
049331	PFMS ROAR STORE		110.65
049333	PFMS 6TH GRADE CHOIR		2,091.55
049335	PFMS INSTRUMENTAL FUND		1,008.06
049337	PFMS NEWSPAPER CLUB		.25
049339	PFMS 6TH GRADE BAND		1,176.30
049341	PFMS BLACK BEAR TEAM		4,923.26
049343	PFMS SKI CLUB		2.02
049345	PFMS STUDENT COUNCIL		6,463.14
049347	PFMS STUDENT STORE		2,998.53
049349	PFMS TSA		1,240.41
049351	PFMS YEARBOOK		20,398.28
049353	PFMS MATH LEAGUE		3,690.27

SUNGARD
DATE: 11/28/2017
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STATE COLLEGE AREA SCHOOL DISTRICT
PRINT BALANCE SHEETS BY FUND

PAGE NUMBER: 2
STATMN11

SELECTION CRITERIA: genledgr.fund='80' and genledgr.account like '049%'
ACCOUNTING PERIOD: 4/18

FUND - 80 - STUDENT ACTIVITIES

ACCOUNT	TITLE	DEBITS	CREDITS
049356	PFMS QUIZ BOWL		311.48
049403	ACCLIVITY		334.28
049405	ADMINISTRATIVE ACCOUNT		1,092.13
049407	DIVERSITY CLUB		931.95
049408	ANIME		21.38
049411	ARTIST RESIDENCY		6,030.79
049412	BEST BUDDIES		1,143.42
049413	AUTO CLUB		2,898.39
049416	CAUSE		1,238.20
049419	CHESS CLUB		193.85
049422	BOOK CLUB		854.15
049430	CLASS OF 2020		15,674.08
049431	CLASS OF 2021		1,703.84
049437	CLASS OF 2017		17,837.76
049438	CLASS OF 2018		20,955.56
049439	CLASS OF 2019		14,714.08
049441	CLASS OF 2014		.05
049443	CONCERT CHOIR		23,362.27
049447	DEBATE CLUB		4,099.91
049448	DECA - ASSOCN/MKTG STDNTS		5,022.44
049449	DELTA ADVISORY COUNCIL		372.08
049459	FBLA		1,798.15
049461	FFA NATIONAL ORGANIZATION		1,650.39
049464	FITNESS CENTER		2,570.72
049465	FRENCH CLUB		217.15
049467	FRENCH FOREIGN EXCHANGE		17,083.27
049469	GERMAN CLUB		14,142.12
049472	HOSA (HEALTH OCCUP)		6,330.66
049473	HIGH SCHOOL SPANISH EXCHA		2,011.01
049476	INTERACT CLUB		1,174.15
049477	ICE HOCKEY CLUB SPORTS		715.68
049478	PA DISTRICT DECA		3,761.75
049479	INSTRUMENTAL FUND		61,060.31
049482	KIVA CLUB		68.29
049483	KEY CLUB		12,386.66
049485	QUIZ BOWL		8,648.23
049487	LATIN CLUB		143.77
049493	LITTLE LION YEARBOOK		28,591.74
049495	MAJORETTES		4,414.73
049497	MATH CLUB		1,172.57
049499	MERLIN'S MARKET		323.31
049501	MODEL O.A.S.		2,881.53
049503	ROCK ENSEMBLE		1,130.70
049505	OCEAN BOWL		1,381.13
049507	OUTING CLUB		1,168.80
049509	POTTERY CLUBBE		2,146.61
049511	NAHB-NATL ASSOC HOME BLDR		1,484.36
049513	RENAISSANCE FAIRE		2,339.57
049514	RUGBY CLUB		25.31

SUNGARD
DATE: 11/28/2017
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STATE COLLEGE AREA SCHOOL DISTRICT
PRINT BALANCE SHEETS BY FUND

PAGE NUMBER: 3
STATMN11

SELECTION CRITERIA: genledgr.fund='80' and genledgr.account like '049%'
ACCOUNTING PERIOD: 4/18

FUND - 80 - STUDENT ACTIVITIES

ACCOUNT	TITLE	DEBITS	CREDITS
049515	SADD		1,697.70
049519	SCIENCE OLYMPIAD		2,787.49
049521	SHIBLEY MEM.STUDENT GRANT		385.69
049523	ENVIRONMENTAL CLUB		5,132.94
049524	SCIENCE BOWL		724.61
049527	SKI CLUB		1,931.38
049529	SKILLS USA		2,235.01
049533	SPANISH CLUB"LOS VIAJEROS		3,036.32
049537	STATE HIGH DANCE TEAM		170.89
049541	STRING ORCHESTRA		3,108.79
049545	STUDENT GOVERNMENT		8,430.41
049547	TALENT SHOW COMMITTEE		1,768.56
049549	TECH STUDENTS ASSN (TSA)		5,347.85
049551	LGBTA+ ALLIANCE		309.16
049553	THESPIANS		28,867.94
049555	TRI-M MUSIC HONOR SOCIETY		2,208.45
049557	WILD DREAM TEAM - NORTH		1,920.75
049558	WILD DREAM TEAM-PSU		940.84
049559	WILD DREAM TEAM - SOUTH		81.38
049561	WORK EXPERIENCE CLUB		4,144.60
TOTAL DEPOSITS PAYABLE		.00	514,182.05
TOTAL LIABILITIES		.00	514,182.05
TOTAL STUDENT ACTIVITIES		.00	514,182.05
TOTAL REPORT		.00	514,182.05