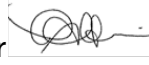


TO: Dr. Christina Kishimoto, Superintendent of Schools

FROM: Paula Altieri, Chief Financial Officer 

DATE: August 26, 2013

SUBJECT: FY 12/13 General Budget Final Year End Financial Report
FY 12/13 Special Funds Final Year End Financial Report

General Budget Final Year End Financial Report as of June 30, 2013:

For the twelve-month period ending June 30, 2013 we have expended a total of \$283,907,570 million or 99.96% of the 2012-13 General Fund Budget of \$284,008,187 million. We have closed the 2012-13 fiscal year with a positive variance of \$100,617.

The final variances are explained below:

- A positive variance in salary accounts total \$ 2,997,507, or 2% of salary budgets. The positive variance is attributable to:
 - Positive variance of \$ 1,295,079 in OSI and performance pay incentives;
 - Positive variance of \$ 714,444 in severance liabilities for retirees;
 - Positive variance of \$ 637,733 in part-time, substitutes, and extra pay salary accounts;
 - Positive variance of \$ 350,251 in salary savings resulting from attrition.
- A positive variance in professional contract and services of \$ 569,040, or 11.4% of professional services budgets. The positive variance is attributable to:
 - Positive variance of \$ 550,228 in MHIS services as a result of the indirect cost credit from federal grants;
 - Positive variance of \$ 18,812 for capital related expenditures transferred from the operating budget to CIP funds maintained by the City of Hartford.
- A positive variance in purchased property services accounts total \$ 1,029,225, or 14.5% of purchased property services budgets. The positive variance is attributable to the transfer of capital related building improvement expenditures of \$ 1,031,071 from the operating budget to CIP funds maintained by the City. The positive variance is offset by a slight deficit variance in maintenance supplies of \$ 1,846.
- A positive variance in system-wide purchased services totals \$ 479. The positive variance is attributable to favorable savings in communications and postage budgets of \$ 6,475 offset by a negative variance of \$5,996 in miscellaneous services budgets.

- A positive variance in supplies and materials/utility accounts totals \$ 22,988, or 0.2% of supplies, materials, and utility budgets. The positive variance is attributable to a surplus of \$ 55,171 in utility budgets, offset by a deficit of \$ 32,183 in instructional materials, text, and library books.
- A positive variance in capital outlay totals \$ 1,178,100, or 46.3% of capital budgets. The positive variance is attributable to:
 - The transfer of computers and equipment expenditures of \$1,019,437 from the operating budget to CIP funds maintained by the City of Hartford;
 - Favorable spending variances of \$ 158,663.
- A positive variance in other miscellaneous expenses totals \$ 1,879, or 0.2% of miscellaneous expenses budgets.
- A positive variance in fringe benefits totals \$ 101,398, or 0.2% of fringe budgets. The accounts which comprise this variance can be found in the Fringe Benefit Analysis report attached to this narrative.
- A negative variance in interfund transfers total \$ 5,800,000. This variance represents the agreement between HPS and the City of Hartford to reimburse up to \$ 5,800,000 for in-kind services provided on behalf of the Hartford Public Schools. Pursuant to this agreement, the funding for this reimbursement was derived by the transfer and direct expenditures of \$3,072,995 of HPS' capital related expenditures to CIP funding maintained by the City of Hartford; and \$2,727,005 of surplus variances. The City of Hartford has agreed to appropriate \$ 2,727,005 to HPS in FY 2013-14 to be used towards the acquisition of capital purchases, such as computers or equipment, or to be used for the renovations of school facilities as to be determined based on the report of the Ad Hoc Committee for School Facilities. .

Special Funds Final Financial Report as of June 30, 2013:

The attached Special Funds year-end report shows total grants received of \$ 134.1 million with total expenditures of \$115.8 million, for an ending balance of \$18.36 million or 13.7% of total grants received.

The final variances are explained below:

- Multi-year and carry forward grant funding total \$18,319,838, or 13.67%.
- One-year grant funding that lapsed at June 30, 2013 totals \$ 42,690. These grants are as follows:
 - Carl Perkins \$ 6,785, or 1.3% of grant funding. The variance is attributable to attrition.



Where the future is present.

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- Title IIA Carryover \$ 13,775, or 4.6% of carryover funding. The variance is attributable to surplus in the mandatory set-aside for non-public schools.
 - Parent Academy \$ 314, or 0.4% of grant funding.
 - Extended School Hours \$ 14,586, or 3.6% of grant funding. The variance is attributable to surplus funding in supplies and materials for community based-organizations.
 - Department of Health Services \$ 7,230, or 0.8% of grant funding. The variance is attributable to attrition.

This concludes my report. Should you have questions or require additional information, please feel free to contact me.

Thank You.



HARTFORD PUBLIC SCHOOLS
GENERAL BUDGET
 Financial Position as of June 30, 2013

Description	Series	FY 2012-13 Adopted Budget	FY 2012-13 Amended Budget	Year End Expenditure	Difference (Amended less Forecast)
Certified Salaries	100	112,958,240	111,642,412	109,372,773	2,269,639
Certified Benefits	199	1,385,000	1,385,000	772,945	612,055
Certified Salaries Total		114,343,240	113,027,412	110,145,718	2,881,694
Non Cert Salaries	200	34,939,040	36,187,878	36,174,454	13,424
Non Cert Benefits	299	345,000	345,000	242,611	102,389
Non Certified Salaries Total		35,284,040	36,532,878	36,417,065	115,813
Instructional Improvements	322	1,077,336	1,089,595	1,065,692	23,903
Professional Services	333	2,857,629	3,851,125	3,305,988	545,137
Professional Contracts & Svs		3,934,965	4,940,720	4,371,680	569,040
Maint Supplies & Services	442	388,080	294,916	294,916	-
Maintenance/Repair Contracts	443	2,496,288	2,846,943	2,375,061	471,882
Rental - Equip & Facilities	444	2,692,485	3,128,866	3,128,866	-
Building Improvements	445	911,926	803,462	246,119	557,343
Purchased Property Services		6,488,779	7,074,187	6,044,962	1,029,225
Transportation	551	21,659,556	23,316,646	23,316,645	1
Communications	553	136,861	313,041	311,910	1,131
Advertising	554	285,839	244,986	244,986	-
Printing & Binding	555	16,913	3,267	3,267	-
Tuition	556	33,116,382	36,393,998	36,393,999	(1)
Travel & Conferences	558	258,525	284,405	279,061	5,344
Misc Services	559	428,838	411,429	417,425	(5,996)
Systemwide Purchased Svs Total		55,902,914	60,967,772	60,967,293	479
Instructional & Other Supplies	610	3,043,142	2,940,457	2,963,618	(23,161)
Utilities	620	12,254,016	7,778,670	7,723,499	55,171
Text & Library Books	640	709,017	1,713,395	1,697,100	16,295
Misc Supplies	690	388,671	503,984	529,301	(25,317)
Supplies & Materials Total		16,394,846	12,936,506	12,913,518	22,988
Equipment	730	1,147,828	2,545,329	1,367,229	1,178,100
Outlay Total		1,147,828	2,545,329	1,367,229	1,178,100
Organization Dues	810	116,622	88,995	87,843	1,152
Legal Judgments	820	230,000	358,034	358,034	-
Debt Service	830	-	-	-	-
Other Operating Expenses	899	314,041	414,712	413,985	727
Other Misc Expend Total		660,663	861,741	859,862	1,879
Fringe Benefits	990	48,400,005	45,121,642	45,020,244	101,398
Interfund Transfer	999	-	-	5,800,000	(5,800,000)
Reserve Comp Educ	999	1,450,907	-	-	-
Sundry Total		49,850,912	45,121,642	50,820,244	(5,698,602)
Fund 1003 General Budget Total		284,008,187	284,008,187	283,907,570	100,617
				99.96%	0.04%

Hartford Board of Education - Fringe Benefits Analysis
Fiscal Year 2012 - 2013

Summary

	as of 12/18/2012 FY 11-12 <u>Actuals</u>	FY 12-13 Proposed <u>Budget</u>	FY 12-13 Adjusted <u>Budget</u>	FY 12-13 Year-End <u>Actuals</u>	FY 12-13 Adjusted Budget to Year-end <u>Forecast</u>
Total Revenue - Surplus(Deficit)	82,504,696	83,101,111	81,859,740	81,859,740	0
Total Expense - Surplus(Deficit)	82,504,696	83,101,111	81,859,740	81,758,342	101,398
Total Surplus(Deficit)	-	-	-	101,398	101,398

Revenue

<u>Category</u>	as of 12/18/2012 FY 11-12 <u>Actuals</u>	FY 12-13 Proposed <u>Budget</u>	FY 12-13 Adjusted <u>Budget</u>	FY 12-13 Year-End <u>Forecast</u>	FY 12-13 Adjusted Budget to Year-end <u>Forecast</u>
Contributions and Reimbursements					
Employee/Retiree	13,508,253	13,687,928	13,854,843	13,854,843	-
State	1,520,256	1,350,623	1,451,511	1,451,511	-
Other Reimbursements	590,950	745,000	972,302	972,302	-
Contributions from HPS	66,885,237	67,317,560	65,581,084	65,581,084	-
Total Revenue	82,504,696	83,101,111	81,859,740	81,859,740	-

Expenses

Employee Insurance	63,617,581	64,293,688	63,787,642	63,686,244	101,398
Pension Costs	7,722,382	6,621,000	6,138,107	6,138,107	-
Worker's Compensation	2,179,713	2,201,000	2,051,668	2,051,668	-
Social Security - Employer Share	6,504,512	6,592,959	6,866,949	6,866,949	-
Unemployment Compensation	1,064,554	1,500,000	745,984	745,984	-
Property and Liability Insurance	1,388,317	1,700,851	1,717,218	1,717,218	-
Professional Improvements/Other Benefits	27,637	191,613	552,172	552,172	-
Total BOE Expenses	82,504,696	83,101,111	81,859,740	81,758,342	101,398
Less: BOE Revenue	82,504,696	83,101,111	81,859,740	81,859,740	-
Year End Balance - Surplus (Deficit)	-	-	-	101,398	101,398



**Hartford Public Schools
Special Funds
Financial Position Report as of June 30, 2013**

Program	Budget	Revised Budget	YTD Expenditure	Balance	%
State Magnet Operating Grants	45,910,918	46,811,644	46,811,643	1	0.0%
Title I - Part A Improving Basic Skills	15,448,792	14,564,494	10,690,442	3,874,052	26.6%
Title I - Part A - Carryover	2,196,308	2,600,992	2,600,992	-	0.0%
IDEA-Part B, Section 611	6,151,027	6,238,553	5,429,531	809,022	13.0%
IDEA-Part B, Section 611 - Carryover	879,344	414,172	414,172	-	0.0%
Carl D Perkins Voc & Tech Educ Act	564,485	519,411	512,626	6,785	1.3%
Title II A - Teachers	2,953,214	2,958,810	1,772,570	1,186,240	40.1%
Title II A - Teachers Carryover	398,198	302,075	288,299	13,775	4.6%
Title I Part A, School Improvement	371,103	588,172	249,051	339,121	57.7%
Homeless Education	47,400	40,000	19,012	20,988	52.5%
IDEA Part B, Section 619 Pre-School	212,133	222,704	208,931	13,773	6.2%
Supporting Pregnant & Parenting Teens	275,000	364,638	299,799	64,839	17.8%
Family Resource Centers	486,500	631,278	631,277	1	0.0%
Parent Academy		79,167	78,853	314	0.4%
Capital Improvements Grant - Milner	-	313,455	313,455	-	0.0%
Wrap Around Grant - Milner	-	100,000	99,999	1	0.0%
Commissioner's Network - Milner	-	1,320,000	1,320,000	-	0.0%
Alliance District Grant	4,808,111	4,808,111	2,986,822	1,821,289	37.9%
Extended School Hours	410,541	403,846	389,260	14,586	3.6%
School Accountability - Summer School	459,182	462,412	462,412	-	0.0%
Choosing to Succeed - H.S. Initiative Grant	2,241,918	4,476,605	2,793,424	1,683,181	37.6%
Title III English, Language, Learner	539,994	643,635	623,651	19,984	3.1%
State Bilingual Education	290,030	288,105	288,105	-	0.0%
State Adult Education Grant	1,757,507	1,908,630	1,908,622	8	0.0%
State Visually Impaired (BESB)	256,528	256,528	182,393	74,135	28.9%
Department of Health Services (OPHAS)	920,151	924,121	916,891	7,230	0.8%
Priority School District	6,227,670	6,165,985	6,165,984	1	0.0%
Medicaid Coordination (SBCH)	2,311,608	2,641,386	717,382	1,924,004	72.8%
Interdistrict Cooperative	-	125,590	125,590	-	0.0%
Sheff Magnet Start-Up Grant	-	705,000	618,556	86,444	12.3%
Sheff Magnet Incubation Funds		2,482,500	1,022,925	1,459,575	58.8%
Open Choice	138,000	694,831	297,162	397,669	57.2%
Excess Cost	8,056,894	8,921,218	8,921,218	-	0.0%
Medical Reimbursements	1,969,334	1,969,334	1,878,541	90,793	4.6%
Office for Young Children - SR Funds	2,148,000	2,109,000	2,108,999	1	0.0%
Hartford Foundation for Public Giving	95,000	368,545	330,989	37,556	10.2%
Travelers	705,000	829,590	646,360	183,230	22.1%
Say Yes to Education	210,770	210,770	206,703	4,067	1.9%
CREC - MSAP	1,716,266	2,515,393	1,553,883	961,510	38.2%
CREC		148,500	133,476	15,024	10.1%
Smaller Learning Communities	-	115,168	75,272	39,897	34.6%
Title I - School Improvement (SIG)	1,600,000	1,854,071	1,650,963	203,108	11.0%
Other - Fee Collection	2,655,919	5,809,294	3,108,465	2,700,829	46.5%
Other - Foundations/Private	-	372,801	97,175	275,626	73.9%
Regional School Choice Supplement	688,874	840,387	825,667	14,720	1.8%
P.L. 81-874 Federal Impact Aid		19,745	599	19,146	97.0%
TOTAL	116,101,719	134,115,453	115,752,926	18,362,528	13.7%