

**TO: Dr. Leslie Torres-Rodriguez, Superintendent of Schools**

**FROM: Paula Altieri, Chief Financial Officer** 

**DATE: February 25, 2017**

**SUBJECT: FY 16-17 General Budget – 2<sup>nd</sup> Qtr Financial Report  
FY 16-17 Special Funds – 2<sup>nd</sup> Qtr Financial Report**

**General Budget Financial Report as of December 31, 2016:**

For the six-month period ending December 31, 2016 we have expended a total of \$ 105.3 million or 37.2% of the 2016-17 General Fund Budget of \$282.8 million. Total encumbrances amount to \$ 46.7 million and represent 16.5% of the General Fund Budget.

We are presently forecasting the following variances;

- A positive variance is forecasted in Student Transportation of \$236,748, or 1.2% of student transportation budgets.
- A negative variance is forecasted in Student Tuition of \$ 732,291, or 1.3% of tuition budgets. The variance is attributable to the following:
  - Tuition for inter-district magnet schools is projected to increase by \$477,369, or 3.2% of magnet tuition budgets. The increase is attributable to an increase in student enrollment from 3,203 projected to 3,274 actual, or an increase of 74 students.
  - Reimbursement of special education costs for Hartford students attending inter-district and open choice schools and programs is projected to increase by \$254,922, or 0.5%.
- A forecasted negative variance in Fringe and Insurance of \$ 2.2 million, or 2.8% of fringe and insurance budgets. The variance is attributable to two areas;
  - A negative forecasted variance of \$ 1,737,942 in Employee Health Insurance based on health insurance claims submitted for the first quarter.
  - A negative variance of \$ 500,000 in General Liability Insurance based on claims paid in the first quarter.



**Special Funds Financial Report as of December 31, 2016:**

For the six-month period ending December 31, 2016 we have expended a total of \$ 67.8 million, or 46.7% of the 2016-17 Special Funds Budget of \$ 144.98 million. Total encumbrances amount to \$ 11.6 million and represent 8.0% of the Special Funds Budget.

There are no forecasted variances within the Special Funds budgets at this time.

We will continue to monitor revenue and spending and will provide updated forecasts as they become available.

Should you have any question or require additional information, please do not hesitate to contact me.

Thank You.



**GENERAL BUDGET**  
**Financial Position as of December 31, 2016**

Description	Series	FY 2016-17 Adopted Budget	FY 2016-17 Adjusted Budget	Year To Date Expenditures	Year To Date Encumb/ Commitment	To Be Expended	Year End Expenditure Forecast	Difference (Amended less Forecast)
Certified Salaries	100	105,398,701	103,992,630	41,654,870	-	62,337,760	103,992,630	-
Certified Benefits	199	1,215,000	1,215,000	220,408	-	994,592	1,215,000	-
<b>Certified Salaries Total</b>		<b>106,613,701</b>	<b>105,207,630</b>	<b>41,875,278</b>	<b>-</b>	<b>63,332,352</b>	<b>105,207,630</b>	<b>-</b>
Non Cert Salaries	200	38,103,751	37,932,232	17,640,610	-	20,291,622	37,932,232	-
Non Cert Benefits	299	245,000	245,000	101,435	-	143,565	245,000	-
<b>Non Certified Salaries Total</b>		<b>38,348,751</b>	<b>38,177,232</b>	<b>17,742,045</b>	<b>-</b>	<b>20,435,187</b>	<b>38,177,232</b>	<b>-</b>
Instructional Improvements	322	410,883	1,055,799	207,032	472,973	375,794	1,055,799	-
Professional Services	333	3,078,040	3,055,058	1,378,239	125,022	1,551,797	3,055,058	-
<b>Professional Contracts &amp; Svs</b>		<b>3,488,923</b>	<b>4,110,857</b>	<b>1,585,271</b>	<b>597,995</b>	<b>1,927,591</b>	<b>4,110,857</b>	<b>-</b>
Maint Supplies & Services	442	400,000	392,250	101,669	283,331	7,250	392,250	-
Maintenance Contracts	443	2,832,682	2,897,841	1,225,665	1,279,088	393,088	2,897,841	-
Rental - Equip & Facilities	444	2,416,108	2,427,978	1,064,796	798,718	564,464	2,427,978	-
Building Improvements	445	3,000	19,682	507	12,865	6,310	19,682	-
<b>Purchased Property Services</b>		<b>5,651,790</b>	<b>5,737,751</b>	<b>2,392,637</b>	<b>2,374,002</b>	<b>971,112</b>	<b>5,737,751</b>	<b>-</b>
Transportation	551	20,644,488	20,686,247	6,964,893	13,297,123	187,483	20,449,499	236,748
Communications	553	199,361	244,091	79,808	41,275	123,008	244,091	-
Advertising	554	178,006	172,881	91,544	50,379	30,958	172,881	-
Printing & Binding	555	2,300	18,159	7,152	2,546	8,461	18,159	-
Tuition	556	58,740,626	58,740,626	7,000,344	26,113,880	26,358,693	59,472,917	(732,291)
Travel & Conferences	558	72,067	81,577	27,814	-	53,763	81,577	-
Misc Services	559	1,480,766	1,513,599	166,313	122,330	1,224,956	1,513,599	-
<b>Systemwide Purchased Svs Total</b>		<b>81,317,614</b>	<b>81,457,180</b>	<b>14,337,868</b>	<b>39,627,533</b>	<b>27,987,322</b>	<b>81,952,723</b>	<b>(495,543)</b>
Instructional & Other Supplies	610	2,131,211	1,756,230	850,087	541,561	364,582	1,756,230	-
Utilities	620	6,433,744	6,433,744	2,973,608	3,402,488	57,648	6,433,744	-
Text & Library Books	640	101,233	56,520	5,105	3,209	48,206	56,520	-
Misc Supplies	690	274,498	300,644	67,329	31,372	201,943	300,644	-
<b>Supplies &amp; Materials Total</b>		<b>8,940,686</b>	<b>8,547,138</b>	<b>3,896,129</b>	<b>3,978,630</b>	<b>672,379</b>	<b>8,547,138</b>	<b>-</b>
Equipment	730	338,791	397,211	206,686	31,606	158,919	397,211	-
<b>Outlay Total</b>		<b>338,791</b>	<b>397,211</b>	<b>206,686</b>	<b>31,606</b>	<b>158,919</b>	<b>397,211</b>	<b>-</b>
Organization Dues	810	108,698	114,658	63,222	4,090	47,346	114,658	-
Legal Judgments	820	120,000	120,000	-	-	120,000	120,000	-
Other Operating Expenses	899	405,361	235,582	46,108	30,733	158,741	235,582	-
<b>Other Misc Expend Total</b>		<b>634,059</b>	<b>470,240</b>	<b>109,330</b>	<b>34,823</b>	<b>326,087</b>	<b>470,240</b>	<b>-</b>
Fringe Benefits	990	39,337,450	40,047,643	23,104,887	56,623	19,124,075	42,285,585	(2,237,942)
Indirect	999	(1,870,621)	(1,351,738)	-	-	(1,351,738)	(1,351,738)	-
<b>Sundry Total</b>		<b>37,466,829</b>	<b>38,695,905</b>	<b>23,104,887</b>	<b>56,623</b>	<b>17,772,337</b>	<b>40,933,847</b>	<b>(2,237,942)</b>
<b>Fund 1003 General Budget Total</b>		<b>282,801,144</b>	<b>282,801,144</b>	<b>105,250,131</b>	<b>46,701,212</b>	<b>133,583,286</b>	<b>285,534,629</b>	<b>(2,733,485)</b>

37.2%

16.5%



### SPECIAL FUNDS

#### Financial Position Report as of December 31, 2016

Grant Name	2016-17 Adopted Budget	2016-17 Adjusted Budget	Year To Date Expenditures	Year To Date Encumb/ Commitment	Balance
State Magnet Operating	59,030,792	58,026,411	28,861,801	1,130,901	28,033,709
Title I - Part A Improving Basic Skills	13,258,182	13,355,978	6,699,137	484,683	6,172,158
Alliance District	13,207,422	12,543,354	6,216,142	1,075,059	5,252,153
Excess Cost	9,325,709	9,325,709	5,206,966	4,118,743	-
Sheff Magnet Incubation Funds	5,700,000	9,307,991	539,373	274,379	8,494,239
IDEA-Part B, Section 611	6,207,242	6,406,942	3,441,461	1,152,811	1,812,670
Priority School District	5,292,421	5,748,097	2,752,554	319,402	2,676,141
Other Foundation/Private/Fee Collections	3,674,255	4,396,357	2,026,410	199,460	2,170,487
Title II A - Teachers	2,817,254	2,843,692	1,436,449	13,661	1,393,582
Alliance District Building Grant	-	2,493,785	1,197,395	809,177	487,213
Office for Young Children - SR Funds	2,232,000	2,100,000	847,559	13,992	1,238,449
Third Party Billing	2,161,328	2,164,572	1,065,090	16,442	1,083,040
State Adult Education	1,919,331	1,913,753	1,126,103	138,287	649,363
Title I - Part A - Carryover	1,979,912	1,573,838	999,930	107,722	466,186
Nellie Mae	1,524,949	2,002,243	911,937	238,801	851,505
Medicaid (SBCH)	1,198,278	1,198,278	597,180	49,635	551,463
Department of Health Services (OPHAS)	1,074,208	1,094,786	557,047	-	537,739
Regional School Choice Supplement	850,000	850,000	514,451	36,285	299,264
Lighthouse Grant	750,000	750,000	246,475	201,608	301,917
Alliance District Carryover	-	710,200	274,509	-	435,691
Family Resource Centers	651,108	618,000	101,098	506,690	10,212
Travelers	525,000	589,945	155,849	86,127	347,969
Title III Part A English Learners	577,714	589,353	181,165	10,467	397,721
School Accountability - Summer School	473,239	465,483	456,967	-	8,516
Title I Part A School Improvement 1003g	350,000	412,620	218,331	5,716	188,573
Extended School Hours	407,999	402,726	60,730	320,543	21,453
Open Choice	342,000	436,780	210,714	27,831	198,235
Bilingual Education ELP	-	298,000	41,331	-	256,669
Math & Science Partnership Grant	-	249,383	92,048	65,947	91,388
Bilingual Education	240,713	269,351	145,409	-	123,942
Commissioner's Network	-	200,000	61,073	3,599	135,328
IDEA Part B, Section 619	198,733	228,839	25,267	3,562	200,010
High School Initiative Grant Carryover	-	163,408	152,977	70	10,361
Title II A - Teachers Carryover	-	411,517	203,996	3,101	204,420
Title I Part A, School Improvement 1003a	-	53,097	39,049	-	14,048
Education of Homeless	40,000	40,000	22,127	101	17,772
IDEA-Part B, Section 611 - Carryover	300,000	37,405	36,679	-	726
School Security Grant	-	144,724	27,152	83,697	33,875
Title I, Part D, Neglected & Delinquent	-	69,892	-	-	69,892
Immigrant & Youth Education	-	105,105	-	-	105,105
Low Performing Schools	-	290,592	-	56,952	233,640
Sheff Settlement (Open Choice)	-	83,375	-	38,765	44,610
CREC	-	15,948	13,660	1,643	645
PL 81-874 Federal Impact	18,547	-	-	-	-
<b>TOTAL</b>	<b>136,328,336</b>	<b>144,981,528</b>	<b>67,763,591</b>	<b>11,595,859</b>	<b>65,622,079</b>
			46.7%	8.0%	

**Hartford Board of Education - Fringe Benefits Analysis**  
**Fiscal Year 2016 - 2017**

**Summary**

	as of 10/21/16 FY 2015-16 <u>Actuals</u>	FY 2016-17 Adjusted <u>Budget</u>	FY 2016-17 Actuals As of <u>12/31/2016</u>	FY 2016-17 Year-End <u>Forecast</u>	FY 2016-17 Adjusted Budget to Year-end <u>Forecast</u>	Percent of Projected <u>Surplus(Deficit)</u>
Total Revenue - Surplus(Deficit)	79,326,839	81,237,337	39,764,220	81,237,337	-	0.00%
Total Expense - Surplus(Deficit)	79,326,839	81,237,337	39,764,220	83,475,280	(2,237,942)	100.00%
<b>Total Surplus(Deficit)</b>	-	-	-	<b>(2,237,942)</b>	<b>(2,237,942)</b>	<b>100.00%</b>

**Revenue**

<u>Category</u>	as of 10/21/16 FY 2015-16 <u>Actuals</u>	FY 2016-17 Adjusted <u>Budget</u>	FY 2016-17 Actuals As of <u>12/31/2016</u>	FY 2016-17 Year-End <u>Forecast</u>	FY 2016-17 Adjusted Budget to Year-end <u>Forecast</u>	Percent of Projected <u>Surplus(Deficit)</u>
<b>Contributions and Reimbursements</b>						
<i>Employee/Retiree</i>	14,515,805	15,641,261	6,653,276	15,641,261	-	0.00%
<i>State Subsidy - Retirees</i>	980,119	865,856	432,928	865,856	-	0.00%
<i>CVS Caremark Reimbursements</i>	1,692,400	1,996,360	998,180	1,996,360	-	0.00%
<i>OPEB Trust Reimbursements</i>	-	1,800,000	-	1,800,000	-	0.00%
<i>Other Contributions</i>	2,102,299	2,100,405	927,335	2,100,405	-	0.00%
<i>Contributions from HPS</i>	60,036,216	58,833,455	30,752,501	58,833,455	-	0.00%
<b>Total Revenue</b>	<b>79,326,839</b>	<b>81,237,337</b>	<b>39,764,220</b>	<b>81,237,337</b>	-	<b>0.00%</b>

**Expenses**

<i>Employee Insurance</i>	59,733,496	60,918,716	29,875,942	62,656,658	(1,737,942)	77.66%
<i>Pension Costs</i>	6,080,911	5,899,321	2,852,780	5,899,321	-	0.00%
<i>Worker's Compensation</i>	2,984,544	3,273,451	1,550,537	3,273,451	-	0.00%
<i>Social Security - Employer Share</i>	7,716,836	7,569,563	3,184,037	7,569,563	-	0.00%
<i>Unemployment Compensation</i>	714,088	1,100,000	518,156	1,100,000	-	0.00%
<i>Property and Liability Insurance</i>	1,681,451	1,830,563	1,415,562	2,330,563	(500,000)	22.34%
<i>Professional Improvements/Other Benefits</i>	415,513	645,723	367,206	645,723	-	0.00%
<b>Total BOE Expenses</b>	<b>79,326,839</b>	<b>81,237,337</b>	<b>39,764,220</b>	<b>83,475,279</b>	<b>(2,237,942)</b>	<b>100.00%</b>
<b>Less: BOE Revenue</b>	<b>79,326,839</b>	<b>81,237,337</b>	<b>39,764,220</b>	<b>81,237,337</b>	-	<b>0.00%</b>
<b>Year End Balance - Surplus (Deficit)</b>	-	-	-	<b>(2,237,942)</b>	<b>(2,237,942)</b>	<b>100.00%</b>