

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

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

**DATE: October 26, 2017**

**SUBJECT: FY 17-18 - 1<sup>st</sup> Quarterly Financial Report**

**General Budget:**

For the three-month period ending September 30, 2017 we have expended a total of \$ 37.5 million or 13.2% of the 2017-18 General Fund Budget of \$284.0 million. Total encumbrances amount to \$ 33.2 million and represent 11.7% of the General Fund Budget.

We are presently forecasting the following variances;

- A forecasted negative variance in Fringe and Insurance of \$ 639,955, or 1.6% of fringe and insurance budgets. The variance is attributable;
  - A negative forecasted variance of \$ 639,955 in Employee Health Insurance based on health insurance claims submitted through the first quarter.
- A forecasted negative variance in Contingency of \$ 1.97 million. This variance is attributable to the placeholder credit in the 2017-18 adopted budget resulting from the uncertainty of education aid from the State and/or the necessity and identification of further reductions.

**Special Funds:**

For the three-month period ending September 30, 2017 we have expended a total of \$ 28.9 million, or 22.0% of the 2017-18 Special Funds Budget of \$ 131.7 million. Total encumbrances amount to \$ 14.6 million and represent 11.1% of the Special Funds Budget.

Given the early stage of the fiscal year, revenue and expenditure forecasts will be adjusted as official student enrollment, expenditures trends, and State education aid become well defined. We will continue to monitor our fiscal position and will provide updated forecasts as they are available.

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

Thank You.



**GENERAL BUDGET**  
**Financial Position as of September 30, 2017**

Description	Series	FY 2017-18 Adopted Budget	FY 2017-18 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	102,205,132	102,205,132	12,518,616	-	89,686,516	102,205,132	-
Certified Benefits	199	1,215,000	1,215,000	75,099	-	1,139,901	1,215,000	-
<b>Certified Salaries Total</b>		<b>103,420,132</b>	<b>103,420,132</b>	<b>12,593,715</b>	<b>-</b>	<b>90,826,417</b>	<b>103,420,132</b>	<b>-</b>
Non Cert Salaries	200	37,066,358	37,066,358	6,914,815	-	30,151,543	37,066,358	-
Non Cert Benefits	299	245,000	245,000	65,094	-	179,906	245,000	-
<b>Non Certified Salaries Total</b>		<b>37,311,358</b>	<b>37,311,358</b>	<b>6,979,909</b>	<b>-</b>	<b>30,331,449</b>	<b>37,311,358</b>	<b>-</b>
Instructional Improvements	322	216,038	216,038	1,710	-	214,328	216,038	-
Professional Services	333	482,258	482,258	103,403	378,855	-	482,258	-
MHIS/IT Services	335	2,266,865	2,266,865	566,716	-	1,700,149	2,266,865	-
<b>Professional Contracts &amp; Svs</b>		<b>2,965,161</b>	<b>2,965,161</b>	<b>671,829</b>	<b>378,855</b>	<b>1,914,477</b>	<b>2,965,161</b>	<b>-</b>
Maint Supplies & Services	442	380,000	380,000	37,783	277,217	65,000	380,000	-
Maintenance Contracts	443	2,933,429	2,933,429	526,822	1,761,105	645,502	2,933,429	-
Rental - Equip & Facilities	444	2,765,788	2,765,788	587,425	1,126,800	1,051,563	2,765,788	-
Building Improvements	445	21,682	21,682	-	-	21,682	21,682	-
<b>Purchased Property Services</b>		<b>6,100,899</b>	<b>6,100,899</b>	<b>1,152,030</b>	<b>3,165,122</b>	<b>1,783,747</b>	<b>6,100,899</b>	<b>-</b>
Transportation	551	19,141,435	19,141,435	90,110	5,826,394	13,224,931	19,141,435	-
Communications	553	197,943	197,943	40,094	35,588	122,261	197,943	-
Advertising	554	76,679	76,679	2,000	61,787	12,892	76,679	-
Printing & Binding	555	13,800	13,800	1,181	-	12,619	13,800	-
Tuition	556	65,800,295	65,800,295	327,128	18,469,738	47,003,429	65,800,295	-
Travel & Conferences	558	63,670	63,670	15,764	-	47,906	63,670	-
Misc Services	559	1,392,867	1,392,867	47,749	119,164	1,225,954	1,392,867	-
<b>Systemwide Purchased Svs Total</b>		<b>86,686,689</b>	<b>86,686,689</b>	<b>524,026</b>	<b>24,512,671</b>	<b>61,649,992</b>	<b>86,686,689</b>	<b>-</b>
Instructional & Other Supplies	610	2,195,340	2,195,340	446,605	825,634	923,101	2,195,340	-
Utilities	620	5,751,370	5,751,370	1,744,671	4,006,699	-	5,751,370	-
Text & Library Books	640	45,726	45,726	2,155	6,269	37,302	45,726	-
Misc Supplies	690	316,782	316,782	23,533	25,547	267,702	316,782	-
<b>Supplies &amp; Materials Total</b>		<b>8,309,218</b>	<b>8,309,218</b>	<b>2,216,964</b>	<b>4,864,149</b>	<b>1,228,105</b>	<b>8,309,218</b>	<b>-</b>
Equipment	730	242,121	242,121	12,985	137,079	92,057	242,121	-
<b>Outlay Total</b>		<b>242,121</b>	<b>242,121</b>	<b>12,985</b>	<b>137,079</b>	<b>92,057</b>	<b>242,121</b>	<b>-</b>
Organization Dues	810	98,954	98,954	32,965	680	65,309	98,954	-
Legal Judgments	820	120,000	120,000	7,500	-	112,500	120,000	-
Other Operating Expenses	899	150,693	150,693	24,984	43,260	82,449	150,693	-
<b>Other Misc Expend Total</b>		<b>369,647</b>	<b>369,647</b>	<b>65,449</b>	<b>43,940</b>	<b>260,258</b>	<b>369,647</b>	<b>-</b>
Fringe Benefits	990	40,806,117	40,806,117	13,234,331	78,101	28,133,640	41,446,072	(639,955)
Mandatory Comp Reserve	997	1,507,656	1,507,656	84,586	1,247	1,421,823	1,507,656	-
Contingency	998	(1,970,346)	(1,970,346)	-	-	-	-	(1,970,346)
Indirect	999	(1,740,465)	(1,740,465)	-	-	(1,740,465)	(1,740,465)	-
<b>Sundry Total</b>		<b>38,602,962</b>	<b>38,602,962</b>	<b>13,318,917</b>	<b>79,348</b>	<b>27,814,998</b>	<b>41,213,263</b>	<b>(2,610,301)</b>
<b>Fund 1003 General Budget Total</b>		<b>284,008,187</b>	<b>284,008,187</b>	<b>37,535,824</b>	<b>33,181,164</b>	<b>215,901,500</b>	<b>286,618,488</b>	<b>(2,610,301)</b>

13.2%

11.7%



**SPECIAL FUNDS**  
Financial Position Report as of September 30, 2017

Grant Name	2017-18 Adopted Budget	2017-18 Adjusted Budget	Year To Date Expenditures	Year To Date Encumb/ Commitment	Balance
Title I Improving Basic Skills	13,355,978	11,728,623	4,350,211	284,914	7,093,498
Title I Improving Basic Skills Carryover	2,003,396	3,148,668	1,466,236	71,545	1,610,887
IDEA Part B, Section 611	6,406,942	6,411,717	1,850,605	1,838,502	2,722,610
IDEA Part B, Section 611 Carryover	-	708,086	130,694	3,515	573,877
Title II Part A Teachers	2,843,692	1,391,493	531,768	5,959	853,766
Title II Part A Teachers Carryover	285,866	1,252,561	188,054	40,100	1,024,407
Title I Part A School Improvement 1003g	350,000	350,000	43,211	9,350	297,439
Title I Part A School Improvement 1003g Carryover	-	36,003	36,003	-	-
Title I Part D Neglected & Delinquent Education of Homeless	69,892	1,129	-	-	1,129
IDEA Part B, Section 619	198,733	190,221	35,118	8	155,095
IDEA Part B, Section 619 Carryover	-	154,401	6,883	-	147,518
Title III Part A English, Language Learner	580,366	532,788	49,600	13,285	469,903
Title III Part A English, Language Learner Carryover	-	120,326	25,915	-	94,411
Office for Young Children	2,100,000	2,092,800	-	-	2,092,800
Immigrant & Youth Grant	-	116,839	-	-	116,839
Immigrant & Youth Grant Carryover	-	36,113	-	-	36,113
School Security Grant Carryover	-	27,716	-	-	27,716
State Magnet Operating	55,422,905	56,081,975	11,109,048	477,158	44,495,769
Bilingual Education	242,416	245,360	76,086	-	169,274
State Adult Education	1,879,739	1,965,960	585,565	43,532	1,336,863
Dept of Health Svcs (OPHAS)	1,061,161	848,929	156,106	-	692,823
Priority School District	5,173,287	4,785,335	1,037,213	484,805	3,263,317
Medicaid	1,198,278	1,198,278	255,913	49,909	892,456
Third Party Billing	2,164,572	2,164,572	448,812	75,319	1,640,441
Excess Cost	10,140,535	10,140,535	1,814,121	8,308,847	17,567
Family Resource Centers	309,000	309,000	-	-	309,000
Open Choice Slots	342,000	342,000	69,087	22	272,891
Alliance District Grant	12,293,354	12,543,354	2,864,368	1,338,716	8,340,270
Low Performing Schools Carryover	-	110,918	-	24,671	86,247
Farm to School Implementation Grant	-	93,384	-	-	93,384
Regional School Choice Supplement	850,000	850,000	192,337	114,299	543,364
Math and Science Partnership Grant	-	253,500	41,680	44,050	167,770
Sheff (Magnet Incubation)	8,689,366	4,300,679	226,083	491,882	3,582,714
Travelers	355,000	355,000	122,906	75,170	156,924
Dalio Foundation	350,000	167,326	1,457	-	165,869
Nellie Mae Foundation	1,557,574	2,126,645	437,932	666,695	1,022,018
Oth Found/Private Sources/Fee Collections	3,661,248	4,515,666	789,957	141,674	3,584,035
<b>TOTAL</b>	<b>133,925,300</b>	<b>131,737,900</b>	<b>28,947,886</b>	<b>14,603,927</b>	<b>88,186,087</b>
			22.0%	11.1%	

**Hartford Board of Education - Fringe Benefits Analysis**  
**Fiscal Year 2017 - 2018**

**Summary**

	FY 2017-18	FY 2017-18 Actuals As of 9/30/2017	FY 2017-18 Year-End Forecast	FY 2017-18 Budget to Year-end Forecast
Total Revenue - Surplus(Deficit)	84,830,545	19,018,846	84,830,545	-
Total Expense - Surplus(Deficit)	84,830,545	18,995,765	85,470,500	(639,955)
<b>Total Surplus(Deficit)</b>	<b>-</b>	<b>23,081</b>	<b>(639,955)</b>	<b>(639,955)</b>

**Revenue**

**Contributions and Reimbursements**

<i>Employee/Retiree</i>	15,749,035	2,296,546	15,749,035	-
<i>State Subsidy - Retirees</i>	877,029	204,064	877,029	-
CVS Caremark Reimbursements	1,795,300	213,382	1,795,300	-
OPEB Trust Reimbursements	1,505,306	-	1,505,306	-
<i>Other Contributions</i>	2,586,743	271,043	2,586,743	-
<i>Contributions from HPS</i>	62,317,132	16,033,811	62,317,132	-
<b>Total Revenue</b>	<b>84,830,545</b>	<b>19,018,846</b>	<b>84,830,545</b>	<b>-</b>

**Expenses**

<i>Employee Insurance</i>	62,255,688	14,428,154	62,895,643	(639,955)
<i>Pension Costs</i>	6,447,499	1,474,669	6,447,499	-
<i>Worker's Compensation</i>	3,575,181	824,941	3,575,181	-
<i>Social Security - Employer Share</i>	7,569,563	1,150,510	7,569,563	-
<i>Unemployment Compensation</i>	1,000,000	94,541	1,000,000	-
<i>Property and Liability Insurance</i>	3,117,008	933,765	3,117,008	-
<i>Professional Improvements/Other Benefits</i>	865,606	89,185	865,606	-
<b>Total BOE Expenses</b>	<b>84,830,545</b>	<b>18,995,765</b>	<b>85,470,500</b>	<b>(639,955)</b>
<b>Year End Balance - Surplus (Deficit)</b>	<b>-</b>	<b>23,081</b>	<b>(639,955)</b>	<b>(639,955)</b>