



Memorandum

To: Board of Education
CC: Dr. Debbie Jones, Superintendent
From: Dr. Janet Schwanhausser, Deputy Superintendent & CFO
Date: 01/21/2020
RE: Financial Report for Period Ending December 31, 2020

Overall

A.C.A. § 6-13-701 School District Treasurer requires the School District Treasurer “To make a monthly statement to the school district board of directors of the financial condition of the school district.”

The financial statements reflect 50% of the year completed. At the close of period six, the fund balance for all funds is \$95,591,035. Considering all funds, the balance is approximately \$16.5 million more than at this time last year. This difference is made up almost entirely of additional funds held in Fund 3 (Building Fund) for the continuing construction of Junior High #4.

Operating Summary

Year-to-date operating revenues exceed expenditures by \$10.8 million. Operating fund balance is \$41,995,866. Operating fund balance is currently 23.0%, which includes categorical and state funds. The legal fund balance, excluding categorical funds, is 22.7%. The fund balance is typically at the highest point at the close of Period 5 due to large tax receipts in October and November. As we close Period 6, we see the fund balance start to decrease slowly. The fund balance will fall each month until the next large tax receipt in May.

Operating revenue totals \$87,129,260. Operating revenue is currently \$8.0M more than at this time last year. The variance is larger than we would typically see at the close of Period 6. This is not due to rapidly increasing revenues. Instead, by the close of Period 6 in the prior year, total fiscal year revenues appeared to be less due to the especially early receipt of property taxes.

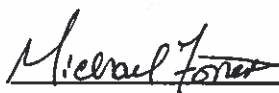
Operating expenses are \$4.3 million higher than at this time last year. This is due to employee raises, salary steps, and student growth.

Expenditures by Object Report

Operating expenses are as projected for the first six months of the year at 41.8% of budget. Line item differences over prior year are due to timing and coding variations. Expenses will continue to be monitored each month.

Bentonville Public Schools

	10/31/19	11/30/19	12/31/19
Bank Balance	87,982,313.36	106,433,951.90	97,749,738.99
Outstanding Deposits	-	-	-
Outstanding Checks	<u>(2,176,625.61)</u>	<u>(3,509,400.71)</u>	<u>(685,248.86)</u>
Adjusted Bank Balance	85,805,687.75	102,924,551.19	97,064,490.13
General Ledger Balance	85,805,687.75	102,924,551.19	97,064,490.13
Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
Adjusted General Ledger	\$85,805,687.75	\$102,924,551.19	\$97,064,490.13
Difference	\$0.00	\$0.00	\$0.00



Michael Forrest, Director of Accounting

1/7/2020

Date



Janet Schwanhauser, Deputy Superintendent & CFO

1-9-2020

Date



Debbie Jones, Superintendent

1-9-2020

Date

Outstanding items at 12/31/19 greater than \$100,000:

Hight Jackson & Associates PA	\$ 294,406.96
Summit Bus	\$ 217,956.00

Outstanding items at 11/30/19 greater than \$100,000:

Summit Bus	\$ 626,436.00
Educators Book Depository	\$ 194,221.75
Crossland Construction	\$ 1,625,223.90
Employee Benefits Division	\$ 544,925.28

Outstanding items at 10/31/19 greater than \$100,000:

Envy Lawn Care	\$ 151,723.22
Employee Benefits Division	\$ 542,881.67
Summit Bus	\$ 626,436.00
ESS South Central LLC	\$ 129,443.80

Bentonville School District
Budget to Actual - Summary of All Funds
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Actual Thru Dec 31, 2018 50%
Revenues				
Local property taxes	\$ 104,924,192	\$ 49,497,509	-	\$ 41,261,013
Investment income	840,000	693,740	-	367,209
Other local revenues	89,845,422	43,576,987	-	43,648,178
Federal and state assistance	<u>13,249,757</u>	<u>4,700,637</u>	-	<u>4,045,339</u>
Total revenues	<u>208,859,371</u>	<u>98,468,874</u>	-	<u>89,321,739</u>
Expenditures				
Current				
Instruction	104,778,324	43,001,935	-	41,373,767
Support services	67,357,316	31,740,842	-	28,413,461
Other	<u>79,465,978</u>	<u>27,141,776</u>	-	<u>24,935,299</u>
Total expenditures	<u>251,601,618</u>	<u>101,884,553</u>	-	<u>94,722,527</u>
Changes in fund balances	<u>\$ (42,742,246)</u>	<u>\$ (3,415,679)</u>		<u>\$ (5,400,787)</u>
Beginning Fund Balance, July 1				
Unrestricted and State Programs		30,864,843		33,122,047
Restricted				
Categorical		338,228		457,664
Building		54,596,018		38,887,170
Capital Outlay		3,951,741		3,136,123
Federal Funds		4,685,650		4,287,648
Activity		3,318,521		3,036,561
Food services		<u>1,251,714</u>		<u>1,550,422</u>
		<u>99,006,714</u>		<u>84,477,634</u>
Ending Fund Balance				
Unrestricted and State Programs		40,791,184		39,559,172
Restricted				
Categorical		1,204,682		1,089,654
Building		41,392,017		26,547,899
Capital Outlay		2,497,842		2,736,492
Federal Funds		4,455,518		3,670,929
Activity		3,449,162		3,113,364
Food services		<u>1,800,631</u>		<u>2,359,336</u>
		<u>\$ 95,591,035</u>		<u>\$ 79,076,846</u>

NOTES/

Above summary represents all funds of the District.

Bentonville School District
Budget to Actual - Operating Funds 1, 2, and 4
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Property Taxes - July - December	\$ 44,094,201	\$ 45,943,206	104.2%		\$ 38,151,113
Property Taxes - January - June	50,404,757	-	0.0%		-
Property Taxes - Delinquent	2,800,000	1,508,592	53.9%		1,359,829
Other Local Taxes	3,696,200	83,579	2.3%		94,324
Interest	840,000	693,740	82.6%		367,209
Child Care	3,272,722	1,557,769	47.6%		1,497,327
Other Local Sources	2,225,596	867,067	39.0%		630,323
State Foundation	64,648,562	32,324,280	50.0%		31,976,928
Student Growth	3,300,000	-	0.0%		1,039,629
Categorical	3,539,003	2,314,831	65.4%		2,111,828
State ABC Grants	1,250,112	745,171	59.6%		728,190
Other State Sources	2,699,200	1,019,289	37.8%		1,060,743
Debt Service	211,827	71,734	33.9%		67,200
		-			
Total Revenue	<u>182,982,180</u>	<u>87,129,260</u>	47.6%		<u>79,084,643</u>
Expenses - Function					
Instruction	101,606,494	41,890,339	41.2%		39,993,237
Student Services - Students	10,214,695	4,055,679	39.7%		3,956,767
Student Services - Instruction	10,663,300	4,541,930	42.6%		4,211,109
General Administration	1,321,633	702,311	53.1%		786,202
School Administration	9,792,921	4,208,094	43.0%		3,998,217
Central Services	3,942,657	2,938,766	74.5%		2,069,848
Maintenance & Operations	15,065,945	7,351,469	48.8%		7,350,348
Transportation	6,678,255	2,681,182	40.1%		2,652,219
Non-instruction Operation	3,236,868	1,435,608	44.4%		1,412,965
Facilities/land Acquisition	47,549	51,833	109.0%		52,612
Debt Service	19,914,437	6,479,253	32.5%		5,532,003
Other Uses	-	-	-		-
		-			
Total Expenditures	<u>182,484,755</u>	<u>76,336,464</u>	41.8%		<u>72,015,527</u>
Net Revenues over Expenditures	<u>\$ 497,425</u>	<u>\$ 10,792,795</u>			<u>\$ 7,069,116</u>
Beginning Fund Balance, July 1					
Unrestricted and State Programs		30,864,843			33,122,047
Categorical		338,228			457,664
		<u>31,203,070</u>			<u>33,579,710</u>
Ending Fund Balance					
Unrestricted and State Programs		40,791,184			39,559,172
Categorical		1,204,682			1,089,654
		<u>\$ 41,995,866</u>	23.0%		<u>\$ 40,648,827</u>

NOTES/

The operating fund accounts for the operations of the District, including debt service requirements.

Fifty percent of the year reported.

Bentonville School District
Budget to Actual - Building Fund 3
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Local property taxes	\$ -	\$ -	-		\$ -
Investment income	-	-	-		-
Other local revenues	-	-	-		-
Federal and state assistance	4,000,000	1,411,961	35.3%		1,162,484
Total revenues	<u>4,000,000</u>	<u>1,411,961</u>	35.3%		<u>1,162,484</u>
Expenditures					
Instruction	-	-	-		236,889
Support services	-	499,602	-		-
Other	44,235,267	14,116,360	31.9%		13,264,866
Total expenditures	<u>44,235,267</u>	<u>14,615,962</u>	33.0%		<u>13,501,754</u>
Changes in fund balances	(40,235,267)	(13,204,001)			(12,339,271)
Beginning Fund Balance, July 1	<u>54,596,018</u>	<u>54,596,018</u>			<u>38,887,170</u>
Ending Fund Balance	<u>\$ 14,360,751</u>	<u>\$ 41,392,017</u>			<u>\$ 26,547,899</u>

NOTES/

The building fund accounts for the acquisition of fixed assets or construction of major capital projects.

Fifty percent of the year reported.

Bentonville School District
Budget to Actual - Capital Outlay Fund 5
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Local property taxes	\$ 3,929,034	\$ 1,962,132	49.9%	A	\$ 1,655,747
Investment income	-	-	-		-
Other local revenues	-	-	-		-
Federal and state assistance	-	-	-		-
Total revenues	<u>3,929,034</u>	<u>1,962,132</u>	49.9%		<u>1,655,747</u>
Expenditures					
Instruction	-	-	-		-
Support services	5,704,300	3,416,031	59.9%	B	2,055,378
Other	-	-	-		-
Total expenditures	<u>5,704,300</u>	<u>3,416,031</u>	59.9%		<u>2,055,378</u>
Changes in fund balances	(1,775,266)	(1,453,899)			(399,631)
Beginning Fund Balance, July 1	<u>3,951,741</u>	<u>3,951,741</u>			<u>3,136,123</u>
Ending Fund Balance	<u>\$ 2,176,475</u>	<u>\$ 2,497,842</u>			<u>\$ 2,736,492</u>

NOTES/

The capital outlay fund accounts for the expenditures of building projects funded by millage for dedicated M & O purposes.

Fifty percent of the year reported.

A\ Amount represents property taxes collected during the year based on the 2 mil.

B\ Primarily consists of repairs and maintenance expenses to maintain and upgrade the facilities and purchase technology equipment.

Bentonville School District
Budget to Actual - Federal Fund 6
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Local property taxes	\$ -	\$ -	-		\$ -
Investment income	-	-	-		-
Other local revenues	-	-	-		-
Federal and state assistance	<u>6,352,757</u>	<u>2,191,139</u>	34.5%		<u>1,858,907</u>
Total revenues	<u>6,352,757</u>	<u>2,191,139</u>	34.5%	A	<u>1,858,907</u>
Expenditures					
Instruction	3,171,829	1,111,596	35.0%		1,143,641
Support services	3,969,172	1,309,676	33.0%		1,331,985
Other	<u>3,000</u>	<u>-</u>	0.0%		<u>-</u>
Total expenditures	<u>7,144,001</u>	<u>2,421,272</u>	33.9%	B	<u>2,475,626</u>
Changes in fund balances	(791,244)	(230,133)			(616,718)
Beginning Fund Balance, July 1	<u>4,685,650</u>	<u>4,685,650</u>			<u>4,287,648</u>
Ending Fund Balance	<u>\$ 3,894,406</u>	<u>\$ 4,455,518</u>			<u>\$ 3,670,929</u>

NOTES/

The federal fund accounts for the revenue and expenses related to federal programs such as Title I; Title VI-B; Medicaid, etc.

Fifty percent of the year reported.

A\ Amount represents revenue received from various federal agencies. Revenue is received on a reimbursement basis (with the exception of Medicaid). For example, May expenses are not reimbursed until June.

B\ Expenses incurred for federal programs. Expenses range from salaries and benefits to supplies and technology to be used in the classroom.

Bentonville School District
Budget to Actual - Activity Fund 7
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Local property taxes	\$ -	\$ -	-		\$ -
Investment income	-	-	-		-
Other local revenues	4,960,000	2,603,893	52.5%	A	2,621,944
Federal and state assistance	-	-	-		-
Total revenues	<u>4,960,000</u>	<u>2,603,893</u>	52.5%		<u>2,621,944</u>
Expenditures					
Instruction	-	-	-		-
Support services	-	-	-		-
Other	4,680,000	2,473,252	52.8%	A	2,545,141
Total expenditures	<u>4,680,000</u>	<u>2,473,252</u>	52.8%		<u>2,545,141</u>
Changes in fund balances	280,000	130,641			76,803
Beginning Fund Balance, July 1	<u>3,318,521</u>	<u>3,318,521</u>			<u>3,036,561</u>
Ending Fund Balance	<u>\$ 3,598,521</u>	<u>\$ 3,449,162</u>			<u>\$ 3,113,364</u>

NOTES/

The activity fund accounts for revenues generated from fundraising activities; student fees, athletic gates and donations. Expenses are used for various student activities; scholarships, etc.

Fifty percent of the year reported.

A\ Amounts can vary from year to year based on the schools' fundraising activities.

Bentonville School District
Budget to Actual - Food Service Fund 8
Six Months Ended December 31, 2019

	Annual Budget	Actual Thru Dec 31, 2019 50%	% of Budget	Notes	Actual Thru Dec 31, 2018 50%
Revenues					
Local property taxes	\$ -	\$ -	-		\$ -
Investment income	-	-	-		-
Other local revenues	3,738,400	2,072,952	55.5%	A	1,914,066
Federal and state assistance	2,897,000	1,097,537	37.9%	B	1,023,948
Total revenues	<u>6,635,400</u>	<u>3,170,489</u>	47.8%		<u>2,938,014</u>
Expenditures					
Instruction	-	-	-		-
Support services	4,437	36,100	813.6%		1,388
Other	7,348,857	2,585,471	35.2%	C	2,127,712
Total expenditures	<u>7,353,295</u>	<u>2,621,572</u>	35.7%		<u>2,129,101</u>
Changes in fund balances	(717,895)	548,917			808,914
Beginning Fund Balance, July 1	1,251,714	1,251,714			1,550,422
Ending Fund Balance	<u>\$ 533,819</u>	<u>\$ 1,800,631</u>			<u>\$ 2,359,336</u>

NOTES/

The food service fund accounts for transactions related to the food service program of the District.

Fifty percent of the year reported.

A\ Other local revenue consists of fees charged to students and staff for food.

B\ Amount represents federal reimbursements for free/reduced students.

C\ Amount represents expenses paid to Aramark to manage food service department. Costs include salaries, food costs, management fees and supplies.

Bentonville School District
Budget to Actual - Operating Funds 1, 2, and 4
Six Months Ended December 31, 2019

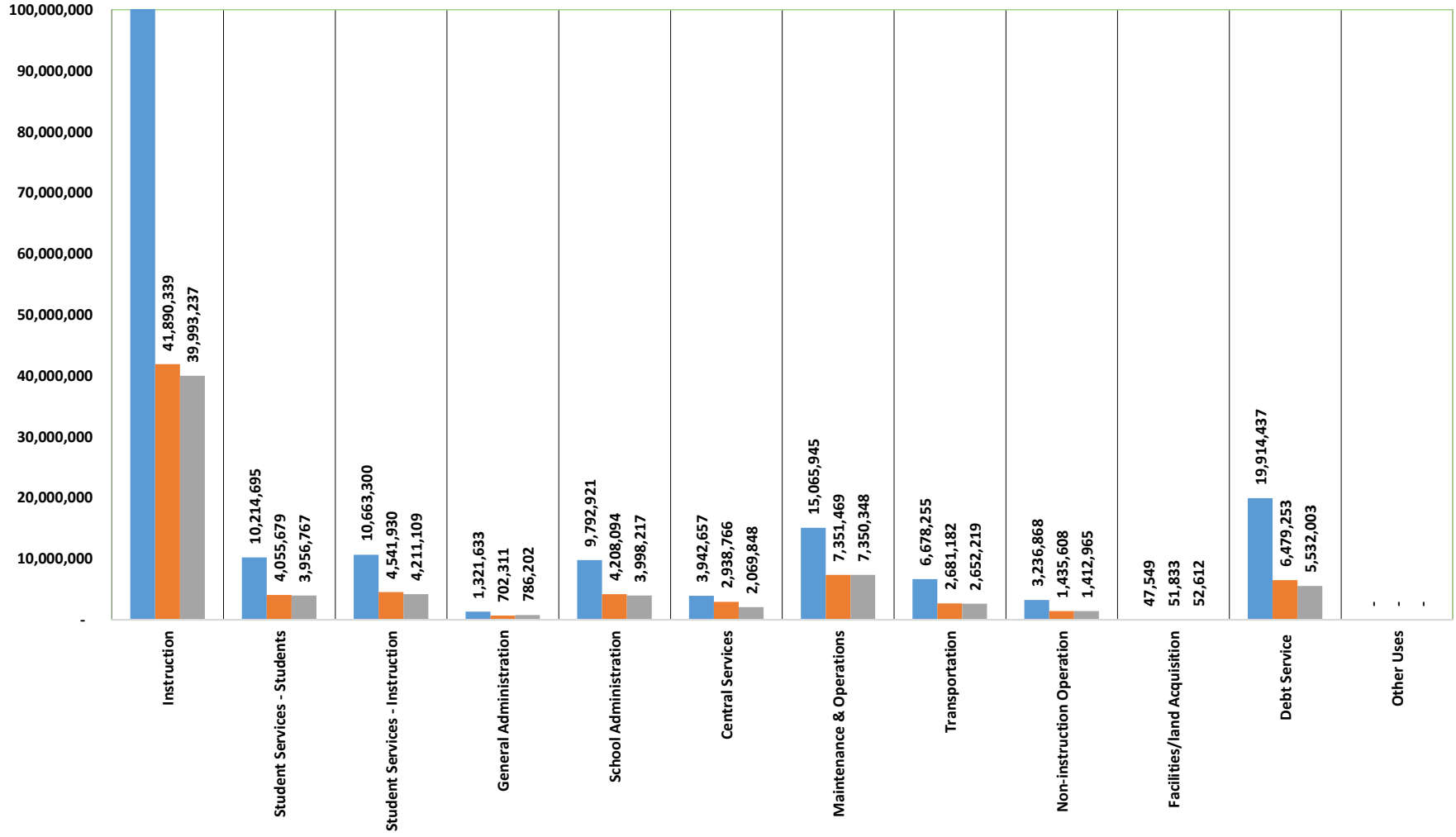
	Annual Budget	Actual Thru Dec 31, 2019	% of Budget	Notes	Actual Thru Dec 31, 2018
61110 Certified Salaries	\$ 87,361,421	\$ 36,439,673	41.7%		\$ 34,846,698
61120 Classified Salaries	20,595,402	8,776,823	42.6%		8,017,371
62X10 Certified and Classified Benefits	27,134,911	11,175,580	41.2%		10,834,159
62321 Outsourcing Surcharge (0.50 %)	-	59,081	-		30,277
63100 Purchased Services	7,862	8,987	114.3%		-
63200 Instructional Services	55,100	2,522	4.6%		2,220
63220 Substitute Service	2,301,296	776,790	33.8%		704,735
63310 Cert. Prof. Development	304,919	119,678	39.2%		83,867
63320 Class. Prof Development	24,200	746	3.1%		5,123
63410 Pupil Services	100	-	0.0%		-
63430 Accounting	53,000	28,193	53.2%		27,486
63440 Legal	210,000	48,889	23.3%		37,659
63450 Medical	75,400	16,830	22.3%		26,385
63460 Info Tech	67,244	26,206	39.0%		26,206
63490 Other Professional	576,250	134,577	23.4%		155,533
63530 Software Support	540,293	260,092	48.1%		228,218
63900 Other Purchase Service	677,600	378,836	55.9%		213,364
64100 Water & Sewer	746,085	264,544	35.5%		258,381
64210 Sanitation	479,048	179,945	37.6%		174,608
64230 Cleaning Services	5,282,600	2,753,109	52.1%		2,160,975
64240 Lawn Care	700,000	189,070	27.0%		283,605
64300 Repairs & Maintenance	93,189	75,668	81.2%		1,037,228
64400 Rental	485,920	220,494	45.4%		167,926
64900 Other Property Service	399,899	66,923	16.7%		22,184
65210 Property & Liability Insurance	463,150	432,960	93.5%		364,397
65240 Fleet Insurance	131,400	133,300	101.4%		118,119
65250 Student Accident Ins	30,002	33,162	110.5%		23,160
65310 Telephone	206,345	74,617	36.2%		67,649
65320 Postage	75,205	35,264	46.9%		23,435
65330 Network Systems	534,200	215,726	40.4%		24,605
65400 Advertising	3,000	57	1.9%		218
65500 Printing & Binding	218,850	142,299	65.0%		137,854
65600 Tuitions	303,773	103,647	34.1%		99,820
65800 Travel expenses	867,160	398,874	46.0%		396,175
66100 General Supplies & Materials	4,148,039	2,688,476	64.8%		2,532,608
66150 Allocation (\$500) Supplies	232,968	116,334	49.9%		117,625
66210 Natural Gas	698,335	165,973	23.8%		132,156
66220 Electricity	3,510,700	1,762,779	50.2%		1,634,771
66260 Gasoline & Diesel	755,000	230,346	30.5%		339,286
66410 Textbooks	132,347	153,274	115.8%		271,277
66420 Library Books & Periodicals	75,766	42,085	55.5%		44,814
66500 Technology Supplies	139,142	61,810	44.4%		50,031
66510 Software	579,157	404,680	69.9%		95,711
66520 Other Supplies-Tech	60,866	45	0.1%		39,167
67000 Bldg & Land Improvement	-	-	-		-
67300 Equipment	484,818	220,614	45.5%		156,785
68100 Dues & Fees	681,058	426,692	62.7%		458,857
68300 Interest/Principal	19,914,437	6,479,253	32.5%		5,532,003
68600 Penalties and Interest	-	-	-		-
68800 Taxes	45,000	-	0.0%		-
68900 Misc Expenditures	22,300	10,942	49.1%		10,794
	<u>\$ 182,484,755</u>	<u>\$ 76,336,464</u>	41.8%		<u>\$ 72,015,527</u>

NOTE/

Fifty percent of the year reported.

Budget to Actual - Operating Funds 1, 2 and 4 Expenditures Thru December 31, 2019

■ Budget ■ Actual ■ Prior Year



Budget to Actual - Operating Funds 1, 2 and 4 Revenues Thru December 31, 2019

■ Budget ■ Actual ■ Prior Year

