

# Urban Montessori Board Financial Update

BRYCE FLEMING AND JOSH CLARK  
DECEMBER 2, 2021



- 1. 2021-22 Financial Update**
  - A. Current Forecast
  - B. Cash Flow Projection
  - C. 1<sup>st</sup> Interim Budget
  - D. Long-Term Operating Budget
  
- 2. Exhibits**
  - A. Current 21-22 Forecast
  - B. Cash Flow
  - C. Five Year Budget

# 2021-22 October Forecast Update

Actuals through 10/31/2021



# Budget Comparison



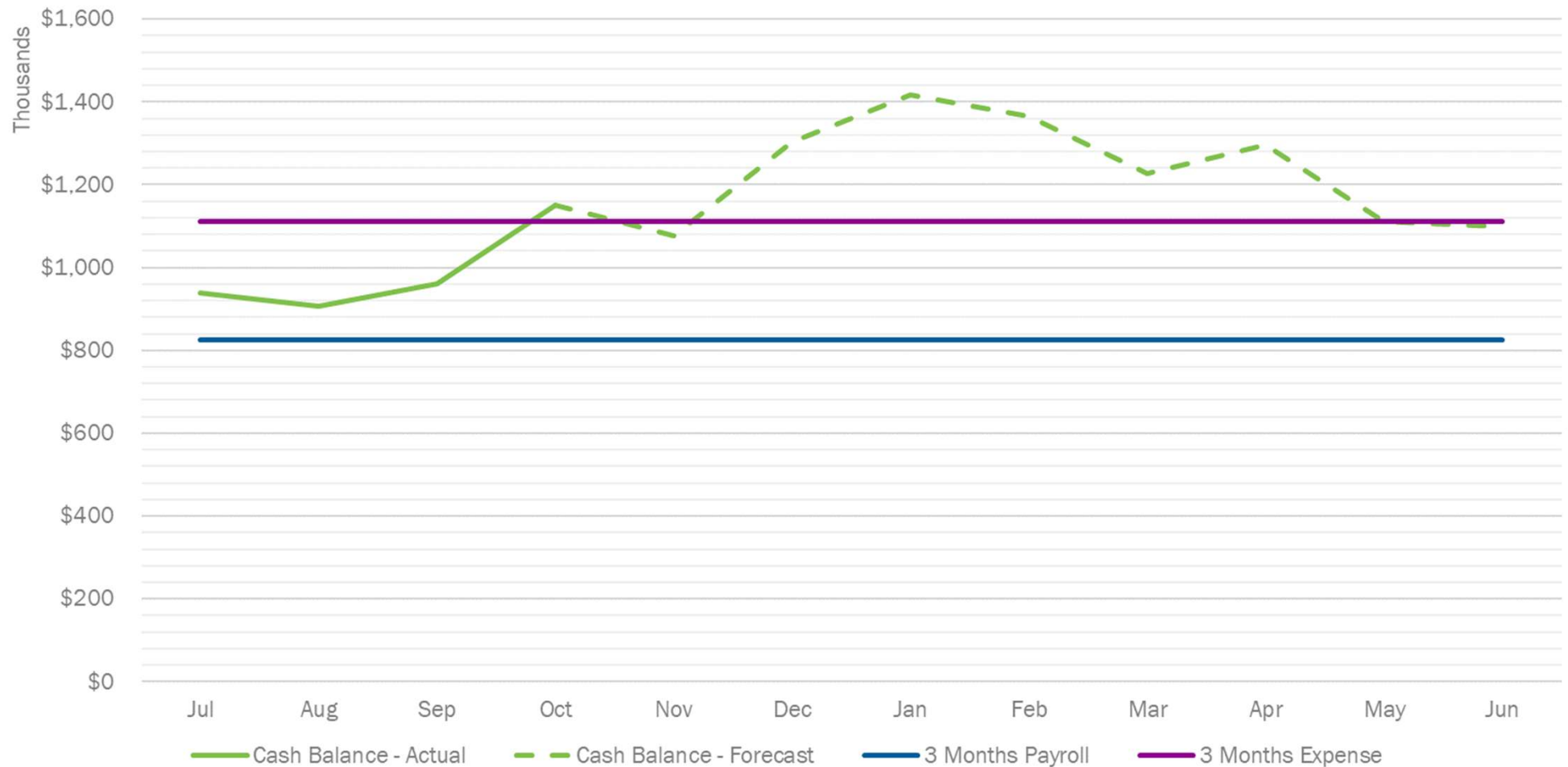
## Increase in operating income due to pulling forward Educator Effectiveness Grant

		2021-22	2021-22	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	3,084,096	3,094,027	9,931
	Federal Revenue	287,546	287,658	112
	Other State Revenues	663,523	729,716	66,193
	Local Revenues	62,659	62,659	-
	Fundraising and Grants	184,000	184,000	-
	<b>Total Revenue</b>	<b>4,281,824</b>	<b>4,358,060</b>	<b>76,236</b>
Expenses	Compensation and Benefits	3,302,482	3,302,482	0
	Books and Supplies	169,625	169,844	(219)
	Services and Other Operating	961,567	967,798	(6,231)
	Depreciation	8,986	8,986	-
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>4,442,660</b>	<b>4,449,110</b>	<b>(6,450)</b>
<b>Operating Income</b>		<b>(160,836)</b>	<b>(91,049)</b>	<b>69,786</b>
	Beginning Balance (Audited)	1,422,465	1,422,465	-
	Operating Income	(160,836)	(91,049)	69,786
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,261,629</b>	<b>1,331,415</b>	<b>69,786</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>28.4%</b>	<b>29.9%</b>	<b>1.5%</b>

# 2021-22 Monthly Cash Flow Projection



**Cash stays above three months expenses for most of the year**



## Current fund balance improves with operating incomes in future years

		2021-22	2022-23	2023-24
		<b>Current Forecast</b>	<b>Projected Budget</b>	<b>Projected Budget</b>
Revenue	LCFF Entitlement	3,094,027	3,672,696	4,158,603
	Federal Revenue	287,658	472,546	164,150
	Other State Revenues	729,716	382,468	402,896
	Local Revenues	62,659	62,736	62,816
	Fundraising and Grants	184,000	153,000	153,000
	<b>Total Revenue</b>	<b>4,358,060</b>	<b>4,743,447</b>	<b>4,941,465</b>
Expenses	Compensation and Benefits	3,302,482	3,425,918	3,501,736
	Books and Supplies	169,844	220,496	235,054
	Services and Other Operating Expenditures	967,798	943,263	972,184
	Depreciation	8,986	8,986	8,986
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>4,449,110</b>	<b>4,598,662</b>	<b>4,717,961</b>
	<b>Operating Income</b>	<b>(91,049)</b>	<b>144,784</b>	<b>223,504</b>
	Beginning Balance (Audited)	1,422,465	1,331,415	1,476,200
	Operating Income	(91,049)	144,784	223,504
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,331,415</b>	<b>1,476,200</b>	<b>1,699,704</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>29.9%</b>	<b>32.1%</b>	<b>36.0%</b>

# Long Term Operating Budget



## Long term sustainable budget, less fundraising and no one-time funds

	2021-22	2025-26	Notes
Enrollment	353	429	Budget enrollment based on ~30.5 students per class
Staffing	40.7 FTE	41.8 FTE	Budget for 14 Lead Teachers, 13 Support Teachers, and 1 Substitute Teacher
One-Time Funds	\$455,889	\$0	Assumes no one-time funding
Fundraising	\$184,000	\$100,000	Reduction in fundraising to plan for only school events, no private grants
Books and Supplies	\$169,844	\$186,698	Nominal increases over time
Services	\$967,798	\$1,026,289	Increase driven by increased Sped spending

# Long Term Operating Budget



## Projected Steady State Operating Budget Starting in 2025-26

		2021-22	2025-26	Variance
		<b>Current Forecast</b>	<b>Projected Budget</b>	<b>Projected Budget</b>
Revenue	LCFF Entitlement	3,094,027	4,243,251	1,149,224
	Federal Revenue	287,658	195,472	(92,186)
	Other State Revenues	729,716	429,134	(300,582)
	Local Revenues	62,659	59,584	(3,075)
	Fundraising and Grants	184,000	100,000	(84,000)
	<b>Total Revenue</b>	<b>4,358,060</b>	<b>5,027,442</b>	<b>669,381</b>
Expenses	Compensation and Benefits	3,302,482	3,729,003	(426,521)
	Books and Supplies	169,844	186,698	(16,854)
	Services and Other Operating Expenditures	967,798	1,026,289	(58,491)
	Depreciation	8,986	3,645	5,341
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>4,449,110</b>	<b>4,945,635</b>	<b>(496,526)</b>
<b>Operating Income</b>		<b>(91,049)</b>	<b>81,806</b>	<b>172,856</b>
	Beginning Balance (Audited)	1,422,465	2,057,550	
	Operating Income	(91,049)	81,806	
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,331,415</b>	<b>2,139,357</b>	
<b>Ending Fund Balance as % of Expenses</b>		<b>29.9%</b>	<b>43.3%</b>	