

Urban Montessori Finance Committee Update

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2021-22 January Forecast Update

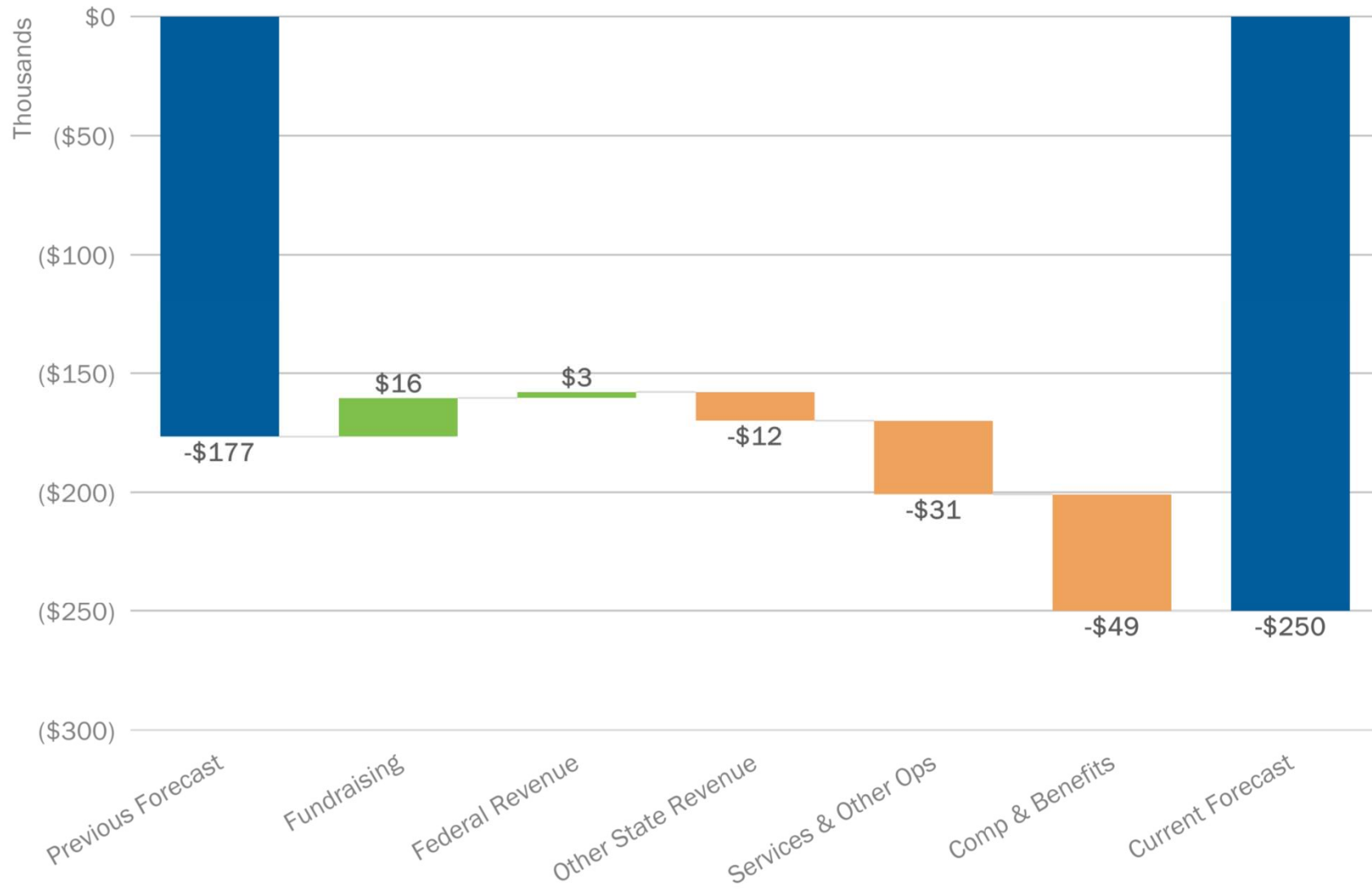
Actuals through 1/31/2021



2021-22 Forecast Update



Increase in expense for special education and staff compensation



Budget Comparison

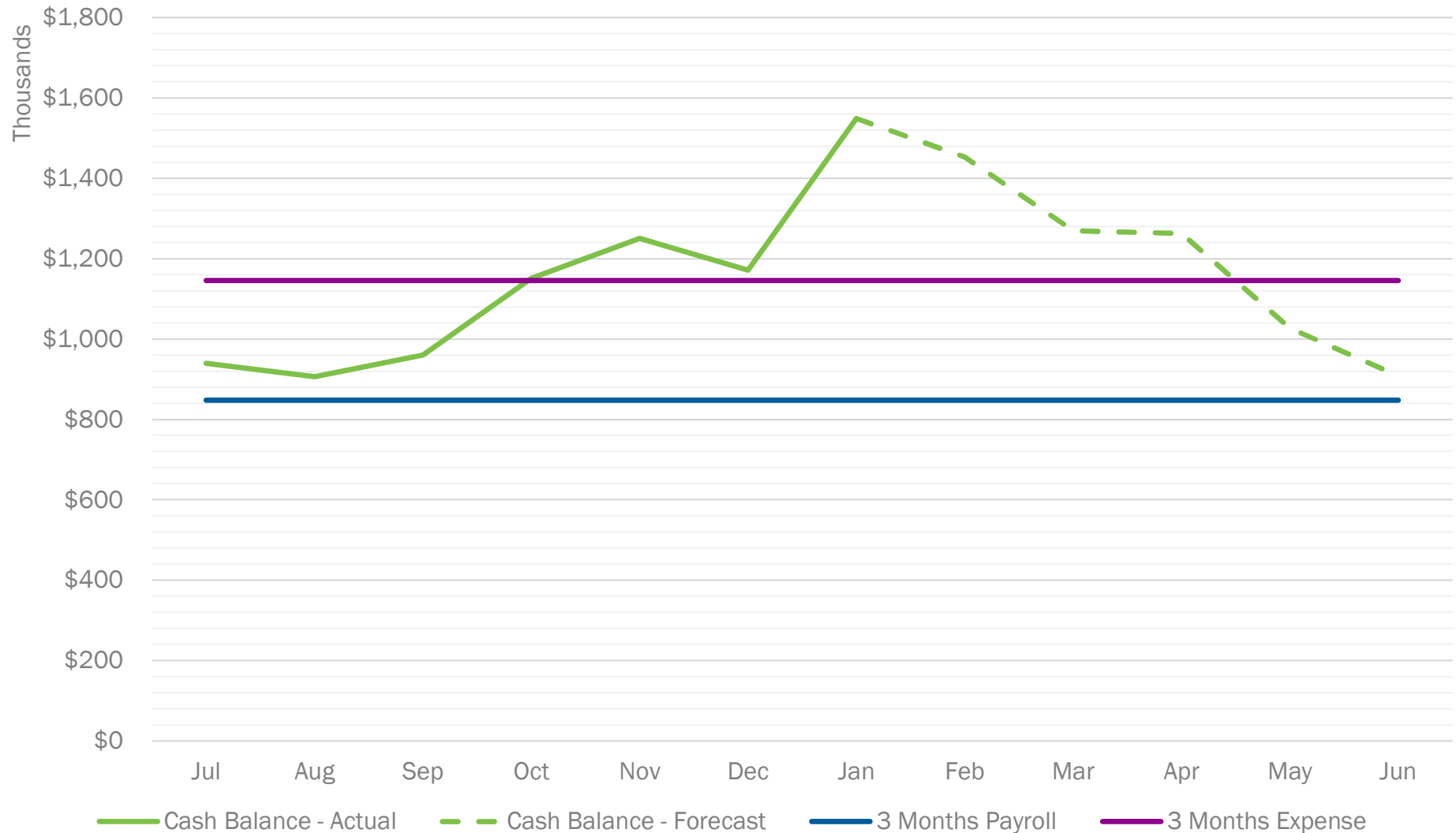
Increased expenses for compensation and special education

		2021-22	2021-22	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	2,967,924	2,967,924	-
	Federal Revenue	287,211	289,711	2,500
	Other State Revenues	815,087	803,087	(12,000)
	Local Revenues	62,659	62,659	-
	Fundraising and Grants	191,872	208,072	16,200
	Total Revenue	4,324,753	4,331,454	6,700
	Expenses	Compensation and Benefits	3,341,885	3,391,139
Books and Supplies		175,859	175,863	(4)
Services and Other Operating		974,611	1,005,541	(30,930)
Depreciation		8,986	8,986	-
Other Outflows		-	-	-
Total Expenses		4,501,340	4,581,530	(80,189)
Operating Income		(176,587)	(250,076)	(73,489)
	Beginning Balance (Audited)	1,422,465	1,422,465	-
	Operating Income	(176,587)	(250,076)	(73,489)
Ending Fund Balance (incl. Depreciation)		1,245,878	1,172,388	(73,489)
Ending Fund Balance as % of Expenses		27.7%	25.6%	-2.1%

2021-22 Monthly Cash Flow Projection



Cash stays above 3 months payroll for the rest of the year



2nd Interim Report



Fund balance increases in future years

		2021-22	2022-23	2023-24
		Current Forecast	Projected Budget	Projected Budget
Revenue	LCFF Entitlement	2,967,924	3,675,544	4,157,302
	Federal Revenue	289,711	479,794	172,324
	Other State Revenues	803,087	412,913	433,438
	Local Revenues	62,659	62,736	62,816
	Fundraising and Grants	208,072	165,532	165,532
	Total Revenue	4,331,454	4,796,519	4,991,411
Expenses	Compensation and Benefits	3,391,139	3,576,750	3,687,640
	Books and Supplies	175,863	182,665	221,606
	Services and Other Operating Expenditures	1,005,541	944,537	973,453
	Depreciation	8,986	8,986	8,986
	Other Outflows	-	-	-
	Total Expenses	4,581,530	4,712,938	4,891,686
	Operating Income	(250,076)	83,581	99,726
	Beginning Balance (Audited)	1,422,465	1,172,388	1,255,969
	Operating Income	(250,076)	83,581	99,726
Ending Fund Balance (incl. Depreciation)		1,172,388	1,255,969	1,355,695
Ending Fund Balance as % of Expenses		25.6%	26.6%	27.7%

2021-22 State Updates



Proposed Legislation

SB 830

- Enrollment based funding beginning FY24

SB 579 &
AB 1609

- Hold harmless for FY23
- SB 579 includes hold harmless for charters in FY22

AB 1607

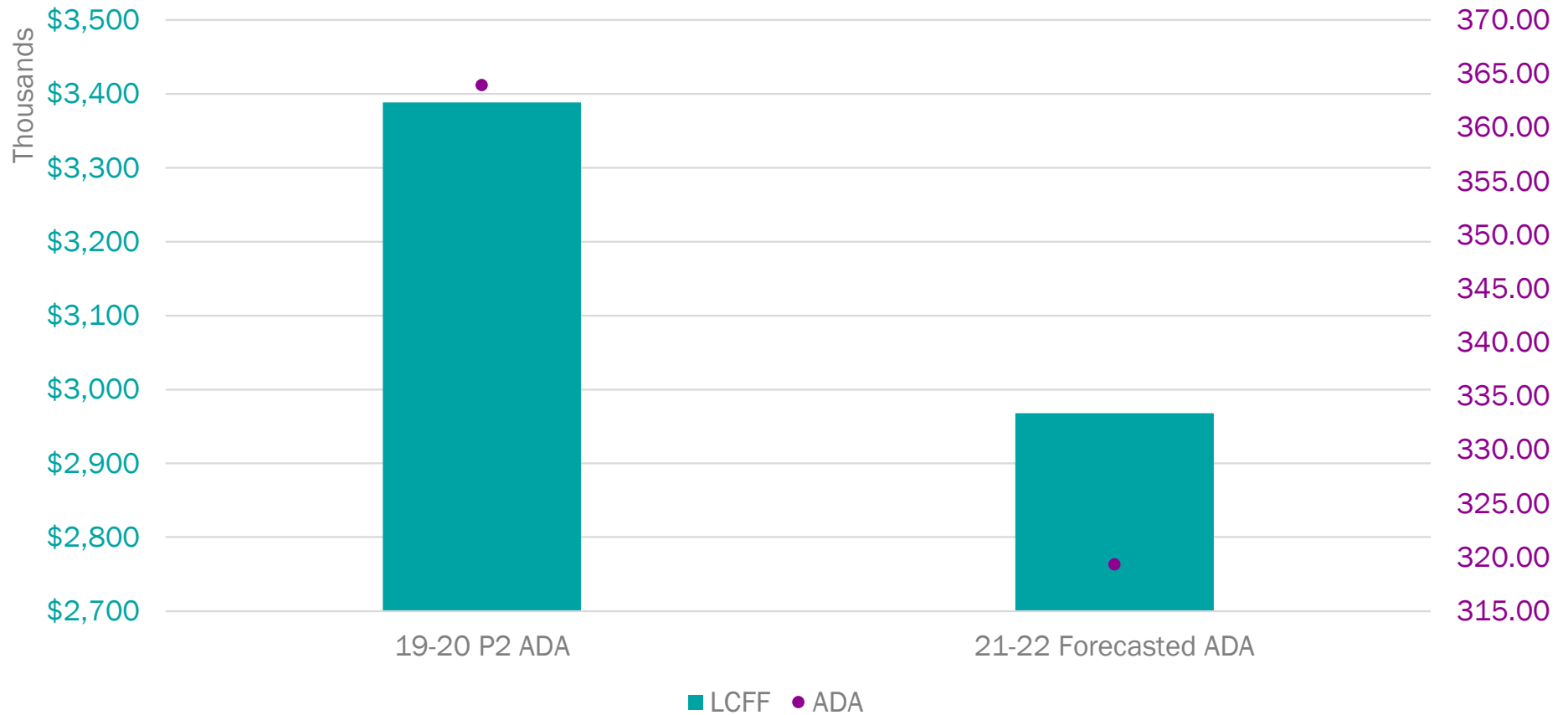
- Three year PY average ADA in FY23

AB 1614

- LCFF base grant increase

SB579 Financial Impact

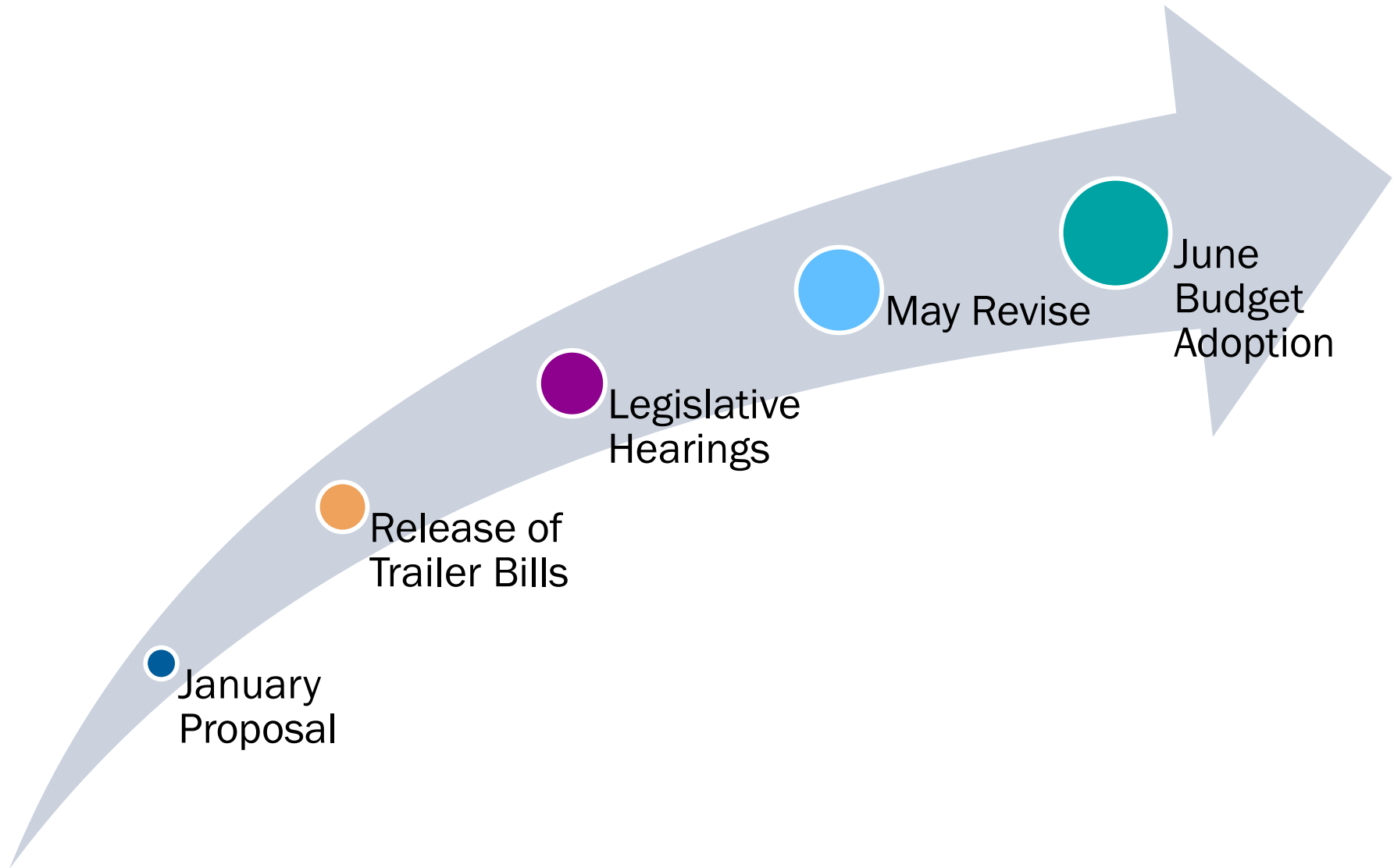
UMCS would choose FY20 ADA – FY21 not an option



Approximately \$420k from hold harmless

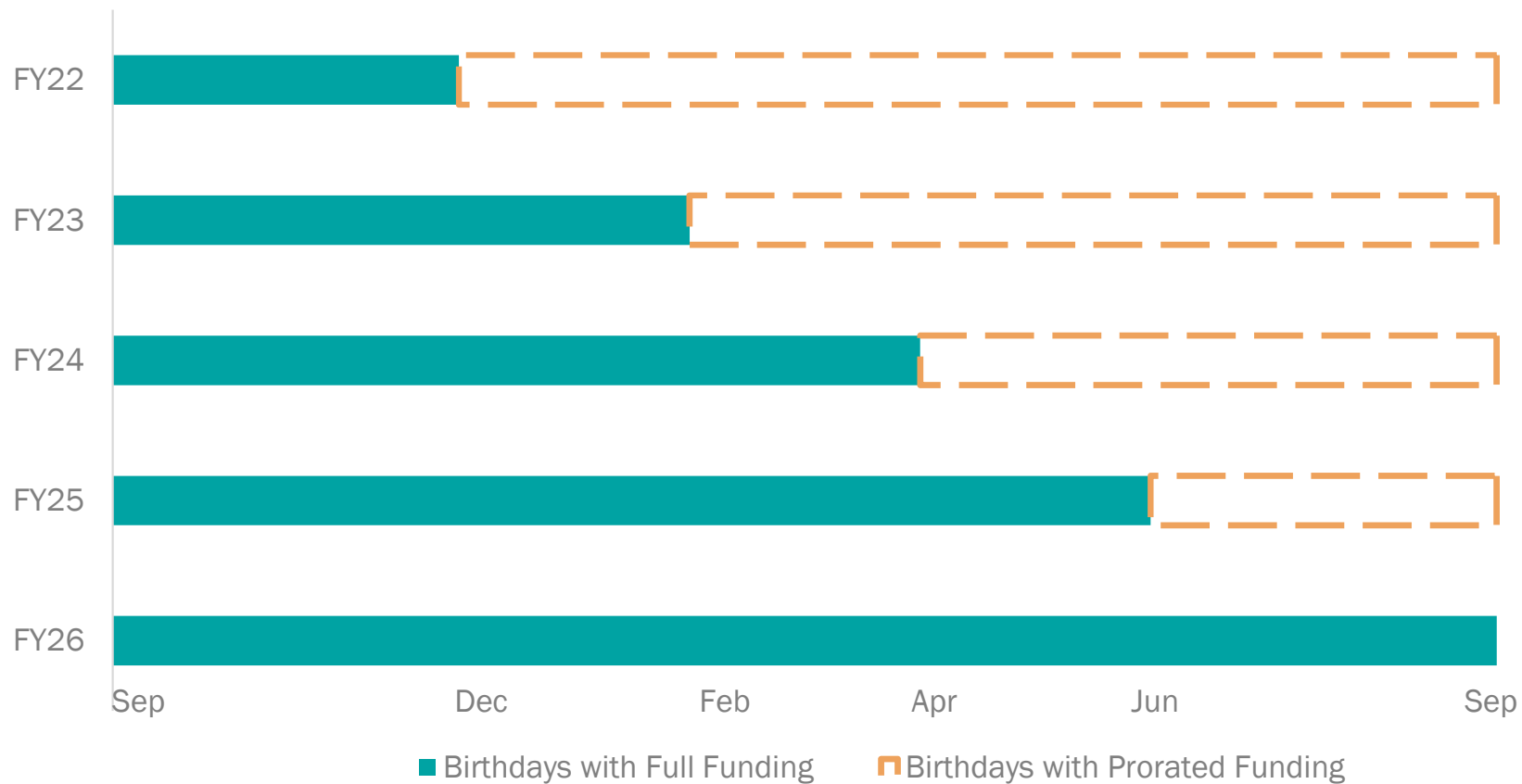
State Budget Process

Iterative process with many changes to Governor's Proposal



Universal TK Implementation Timeline

Over next 4 years, TK age cutoff for full LCFF funding will move back



By FY26 any 4-year-old may enter TK and generate full funding

Expanded Learning Opportunities Program

Proposed program with additional details from trailer bills

30 additional intersession days

School day + ELOP must equal 9 hours

Ratios
10:1 (TK-K)
20:1 (1-6)

Starting in FY24, offer to all UP and provide access to at least 50% of UP

Board approved plan before starting

FY23-26 one-time funding for arts programming and infrastructure

Preliminary funding estimates - \$200k ongoing, \$40k one-time arts and infrastructure