

# Urban Montessori Finance Committee Update

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# 2022-23 Forecast Update

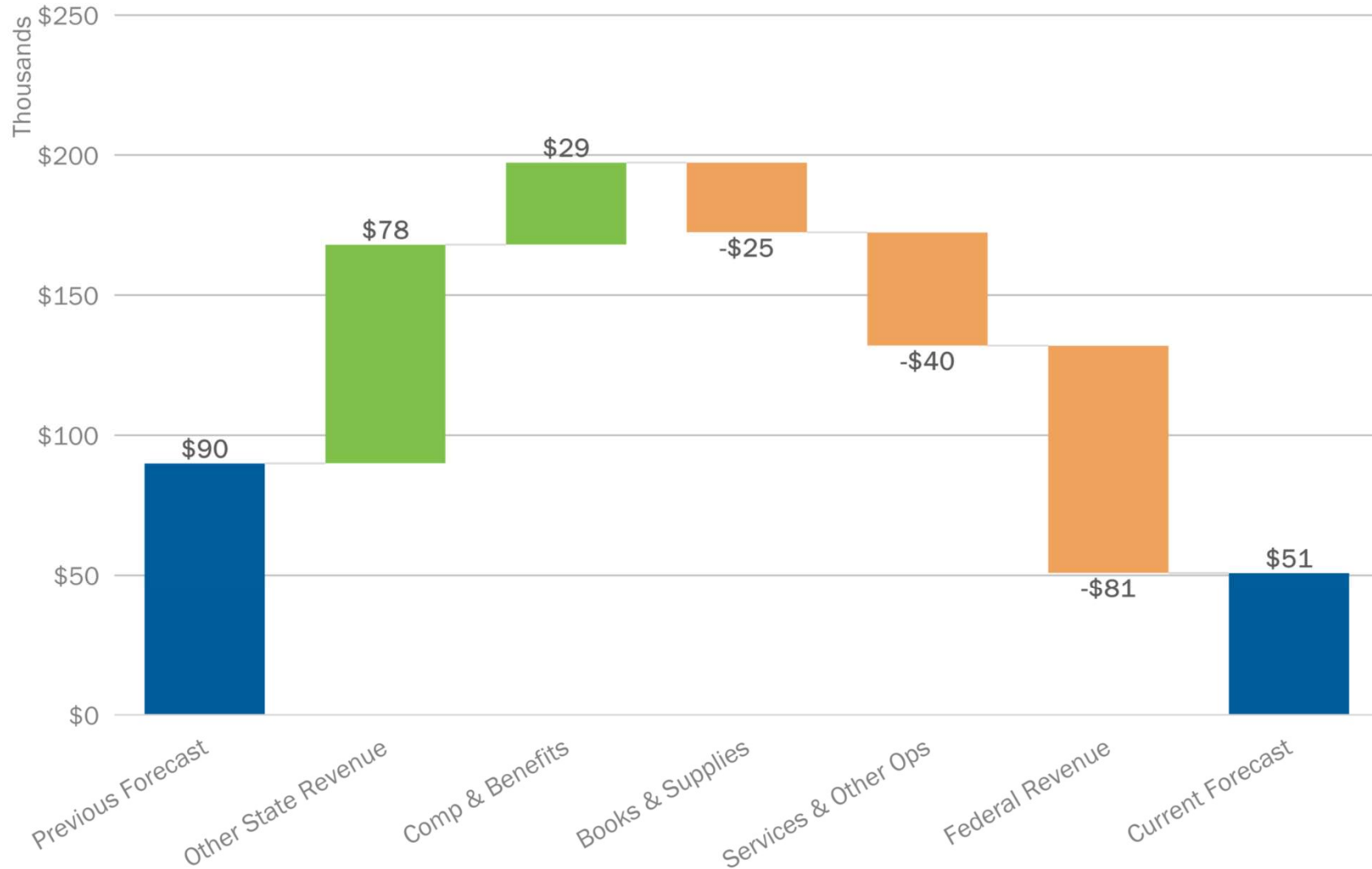
Actuals through 4/30/2023



# 2022-23 Forecast Update



Moved some ESSER money to next year, additional FY22 hold harmless



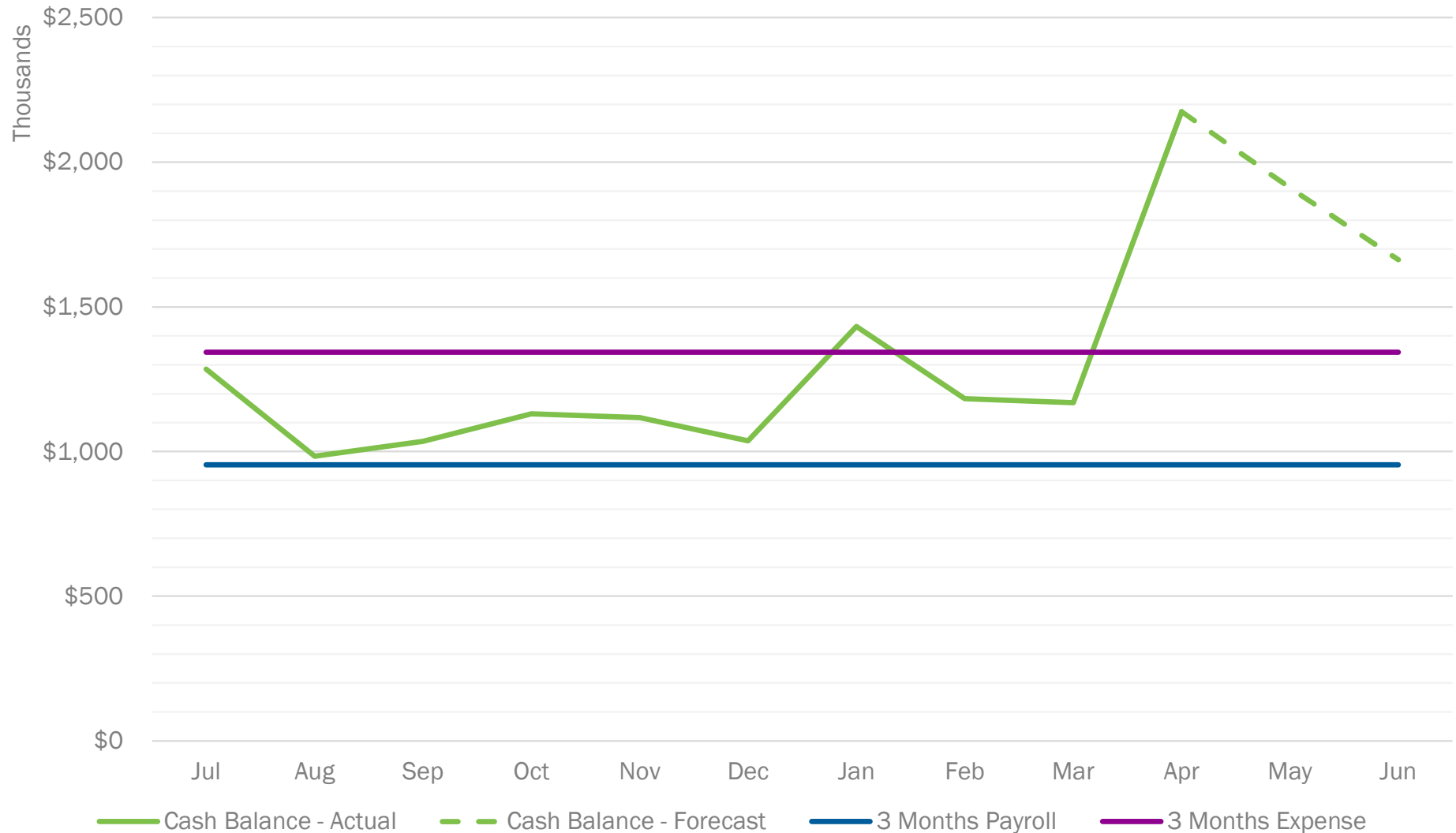
# Budget Comparison

		2022-23	2022-23	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	3,183,158	3,183,158	-
	Federal Revenue	537,592	456,342	(81,250)
	Other State Revenues	1,298,979	1,377,070	78,091
	Local Revenues	219,176	219,176	-
	Fundraising and Grants	190,000	190,000	-
	<b>Total Revenue</b>	<b>5,428,904</b>	<b>5,425,745</b>	<b>(3,159)</b>
Expenses	Compensation and Benefits	3,846,900	3,817,565	29,335
	Books and Supplies	422,012	447,012	(25,000)
	Services and Other Operating	1,061,042	1,101,412	(40,370)
	Depreciation	8,986	8,986	-
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>5,338,940</b>	<b>5,374,975</b>	<b>(36,035)</b>
	<b>Operating Income</b>	<b>89,964</b>	<b>50,770</b>	<b>(39,194)</b>
	Beginning Balance (Audited)	1,513,606	1,513,606	-
	Operating Income	89,964	50,770	(39,194)
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,603,571</b>	<b>1,564,376</b>	<b>(39,194)</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>30.0%</b>	<b>29.1%</b>	<b>-0.9%</b>

# 2022-23 Monthly Cash Flow Projection



**Large cash bump in April due to hold harmless protection from FY22**



# Budgeting



# Budget Summary



		2022-23	2023-24	2024-25	2025-26
		<b>Current Forecast</b>	<b>Projected Budget</b>	<b>Projected Budget</b>	<b>Projected Budget</b>
Revenue	LCFF Entitlement	3,183,158	3,894,083	4,433,141	4,947,995
	Federal Revenue	456,342	340,784	264,148	287,489
	Other State Revenues	1,377,070	875,951	870,756	724,408
	Local Revenues	219,176	231,349	217,209	221,165
	Fundraising and Grants	190,000	190,000	65,000	65,000
	<b>Total Revenue</b>	<b>5,425,745</b>	<b>5,532,167</b>	<b>5,850,253</b>	<b>6,246,056</b>
Expenses	Compensation and Benefits	3,817,565	4,163,513	4,368,918	4,567,683
	Books and Supplies	447,012	346,055	340,971	360,285
	Services and Other Operating Expenditures	1,101,412	1,011,718	1,032,407	1,139,897
	Depreciation	8,986	8,986	8,986	3,645
	Other Outflows	-	-	-	-
	<b>Total Expenses</b>	<b>5,374,975</b>	<b>5,530,272</b>	<b>5,751,282</b>	<b>6,071,510</b>
	<b>Operating Income</b>	<b>50,770</b>	<b>1,895</b>	<b>98,971</b>	<b>174,546</b>
	Beginning Balance (Audited)	1,513,606	1,564,376	1,566,271	1,665,242
	Operating Income	50,770	1,895	98,971	174,546
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,564,376</b>	<b>1,566,271</b>	<b>1,665,242</b>	<b>1,839,788</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>29.1%</b>	<b>28.3%</b>	<b>29.0%</b>	<b>30.3%</b>



# Key Metrics



	FY21	FY22	FY23	FY24	FY25	FY26
Ending Fund Balance	1,422,465	1,513,606	1,564,376	1,566,271	1,665,242	1,839,788
Total Revenues per ADA	13,935	14,218	18,317	16,435	15,921	15,672
Total Expenses per ADA	10,929	13,929	18,146	16,429	15,651	15,234
Operating Income per ADA	3,005	288	171	6	269	438
Fund Balance as a % of Expenses	35%	34%	29%	28%	29%	30%

# Revenue Assumptions

Revenue Drivers	2022-23	2023-24	2024-25	2025-26
Enrollment	323	360	393	424
ADA	296	337	367	399
Unduplicated Count	112	124	135	146

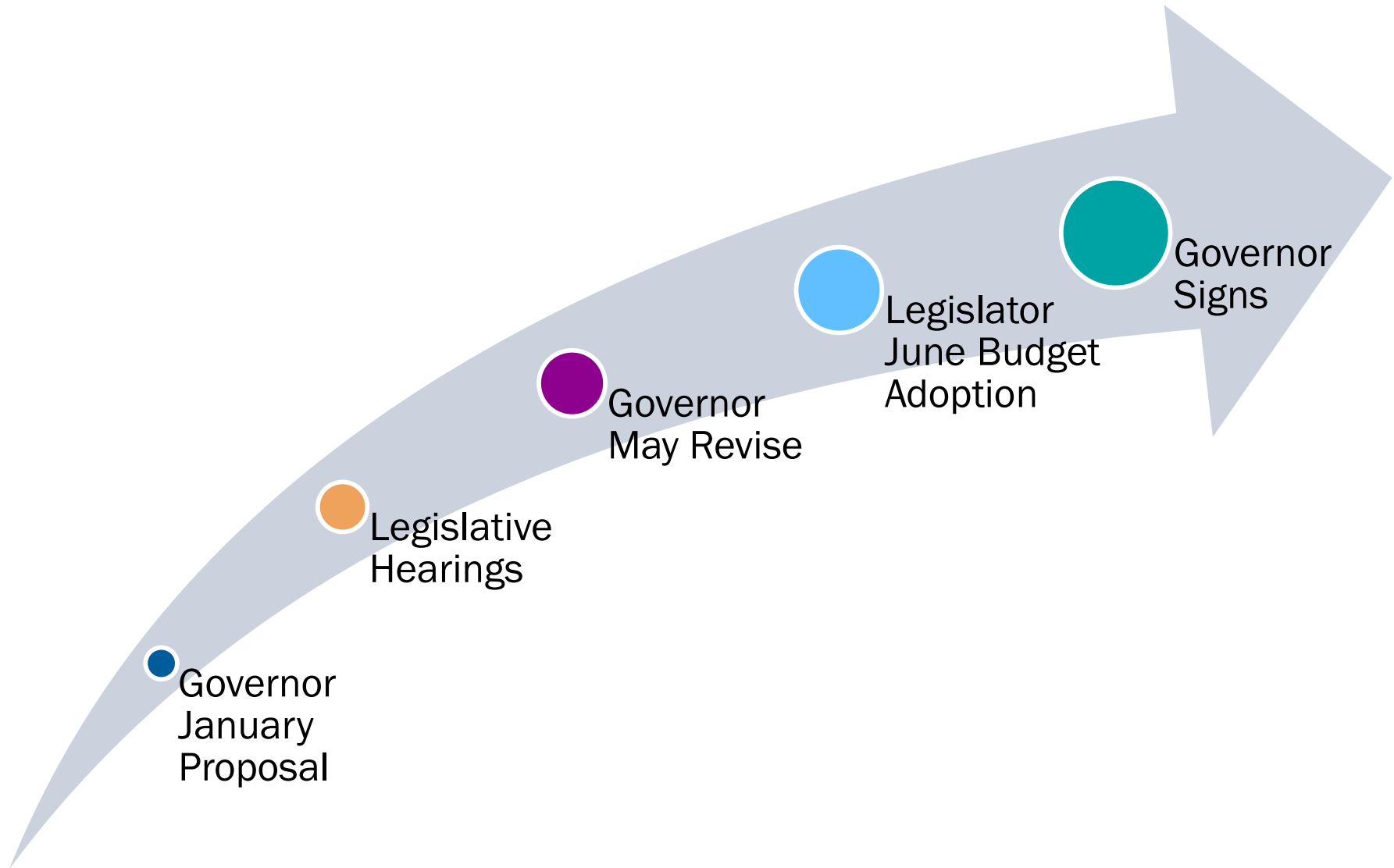
Funding Sources	2022-23	2023-24	2024-25	2025-26
<b>LCFF</b>				
Rate Per ADA	\$10,746	\$11,569	\$12,064	\$12,415
<b>Federal Revenue</b>				
Title I	\$31,880	\$31,880	\$31,880	\$31,880
Title II	\$5,610	\$5,610	\$5,610	\$5,610
ESSER III	\$221,680	\$100,000	\$0	\$0
<b>Other State Revenues</b>				
SPED Per ADA	\$820	\$887	\$913	\$940
Learning Recovery Block Grant	\$9,433	\$50,000	\$125,000	\$0
Arts, Music, and Instructional	\$65,560	\$145,000	\$0	\$0
Hold Harmless	\$534,775	\$0	\$0	\$0
ELO-P	\$216,386	\$187,508	\$207,366	\$217,675
<b>Local Revenue/ Fundraising</b>				
After School Revenue	\$150,000	\$153,765	\$157,625	\$161,581
Fundraising	\$190,000	\$190,000	\$65,000	\$65,000

# State Budget Updates



# State Budget Process

Iterative process with many changes to Governor's Proposal



# May Revise Summary

Immaterially higher COLA

Further claw backs to FY23 one-time funding

Extends ELOP spending timeline for FY22 & FY23 funds

	May Revise	January Proposal
LCFF COLA	8.22%	8.13%
Arts, Music, Instruc Block Grant	\$1.8B	\$2.3B
Learning Recovery Block Grant	\$5.4B	\$7.9B
ELOP	\$4B	\$4B

# Budget Proposal – Governor vs. State Senate



LCFF

8.22% COLA, +\$10/ADA from Jan Budget

~10% COLA

FY23 Arts, Music, and Instructional Materials Block Grant

50% reduction of original entitlement

6.45% increase to funding, \$43/ADA

FY23 Learning Recovery Emergency Block Grant

32% reduction of original entitlement

No change

Expanded Learning Opportunities Program

Extends spend-by date for FY22-23 funds

No change

FY24 One-Time Recruiting Block Grant

No funds for recruitment

~\$200/PY ADA for cert and class recruitment

Senate plan would require corporate tax hike, Newsom has stated opposition to raising taxes to fund budget

# Funding Loss Estimate from May Revise

## Projected revenue would decrease by \$196k

