

East Bay Innovation Academy Board Financial Update

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AUGUST 17TH, 2022



1. 2022-23 State Budget Update
2. 2022-23 EBIA Forecast Update

State Budget Updates

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Improved LCFF and new one-time funding sources

ADA Protection – 2021-22

- ADA Flexibility – FY21 P2, FY22 P2 or FY22 Enrollment Based Calculation
- Classroom based only

LCFF

- ~13% increase – 6.56% COLA + \$4.32B (6.28%) base grant increase
- To address “fiscal pressures, staffing shortages, and other operational needs”

Block Grants – AKA ‘One Time Funds’

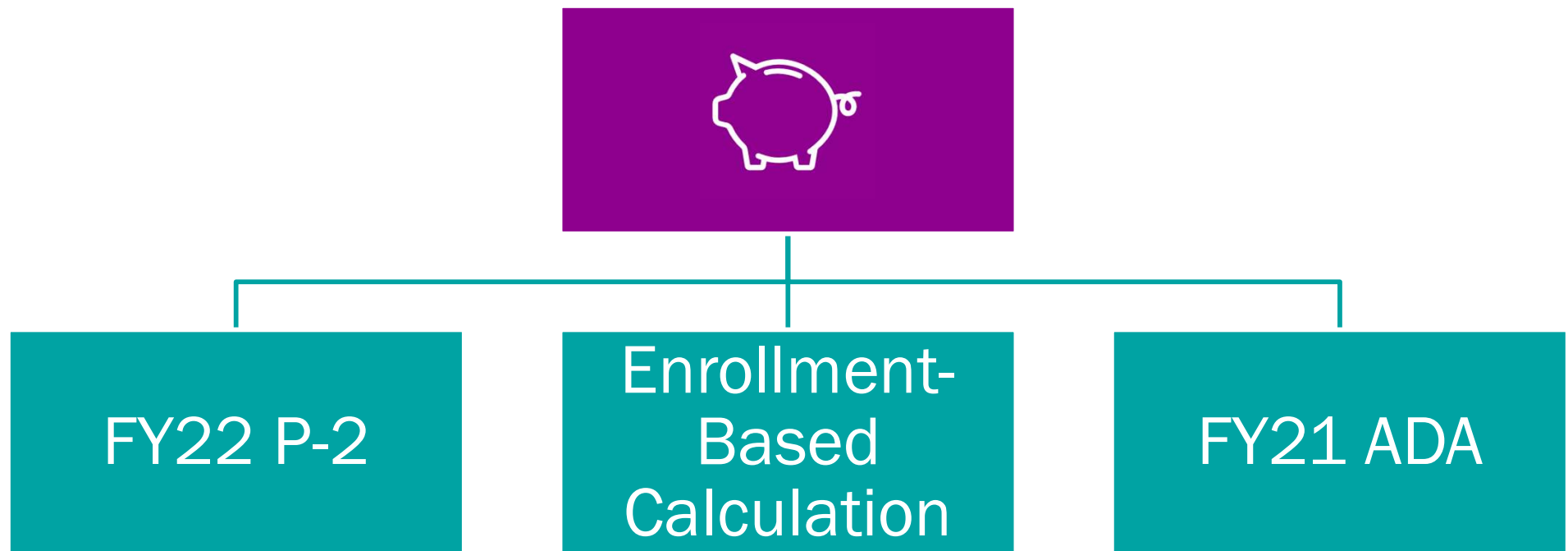
- Learning Recovery Emergency Block Grant by UPP ADA
- Arts, Music, Instructional by PY ADA

ELO-P

- UPP >75% = \$2,750/PY UPP TK-6 ADA
- UPP <75% = \$2,050/PY UPP TK-6 ADA

2021-22 ADA Hold Harmless

CDE will auto calculate and fund the highest ADA – timeline TBD

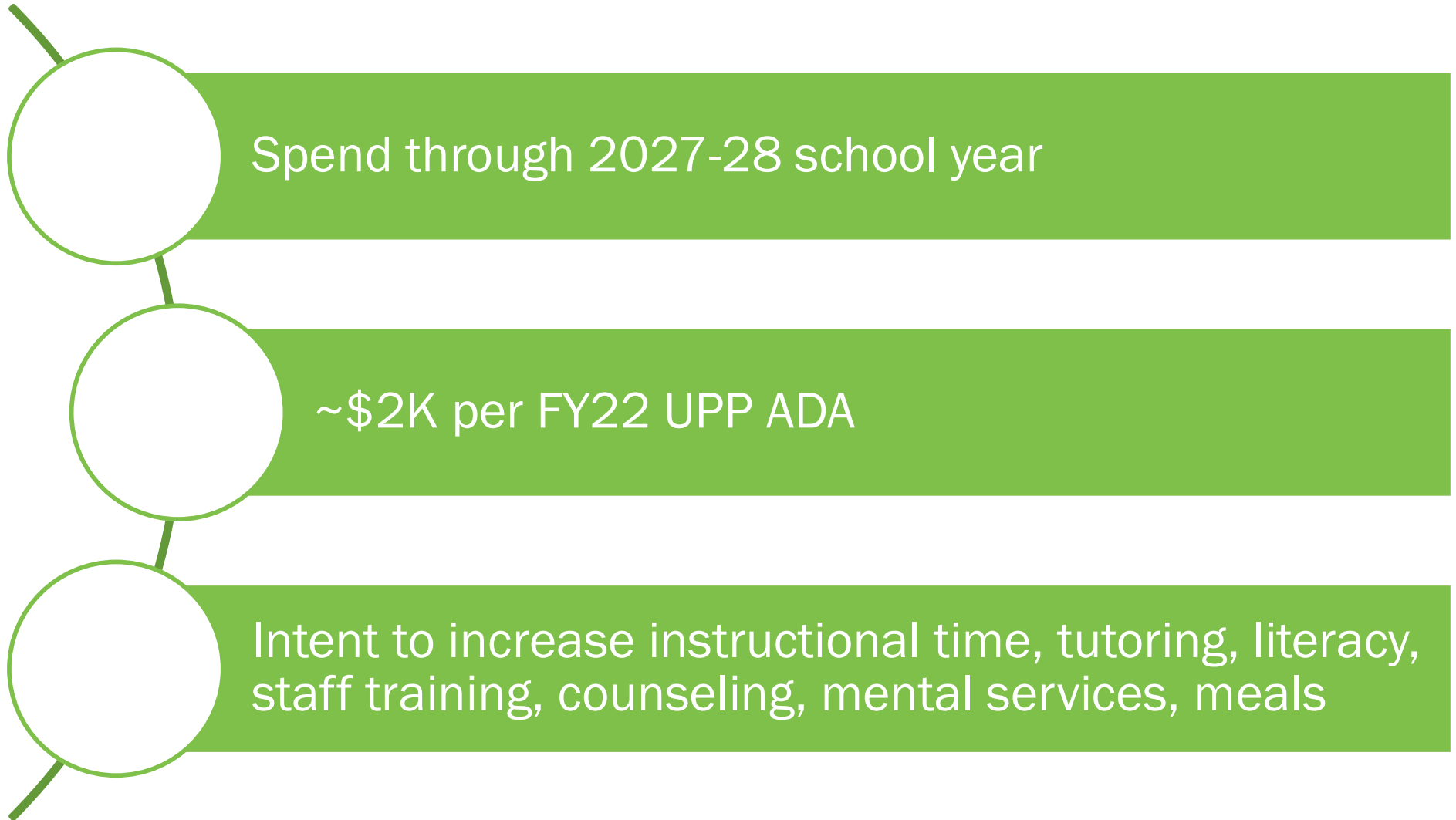


- Estimated funding for EBIA is \$858k
- CDE and auditor guidance it to recognize this revenue during the 2022-23 fiscal year

Learning Recovery Emergency Block Grant



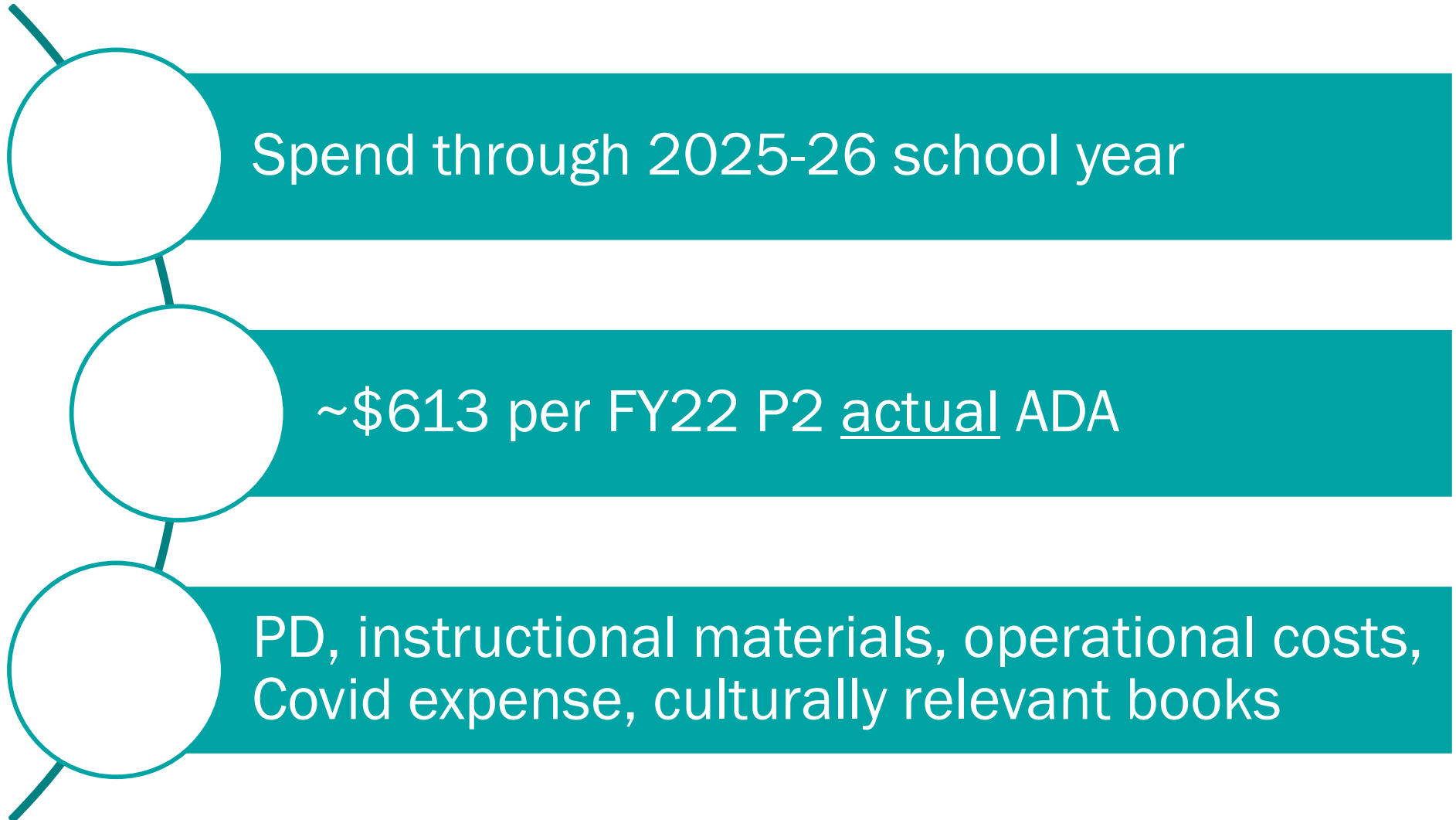
Estimate of \$417K for student learning, mental health, well-being



Arts, Music & Instructional Materials Discretionary Block Grant



Estimate of \$312K, plan will require board approval



EBIA Forecast Updates

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2022-23 Forecast Update



Overall operating income has increased to \$284k



2022-23 Forecast Update

CATEGORY	BOTTOM LINE IMPACT	NOTES
Previous Forecast	1,279	
LCFF	323,877	Increase based on final approved state budget
Other State Revenue	221,203	Addition of Hold Harmless and deferral of one-time funds
Comp & Benefits	88,396	Shift of Campus Supervisors to Office Admin (1 FTE total reduction)
Services & Other Ops	(34,259)	Primary increase in Legal Fees
Federal Revenue	(316,950)	Deferral of ESSER III funds to FY24
Current Forecast	283,546	

Budget Comparison

		2022-23	2022-23	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	5,408,861	5,732,738	323,877
	Federal Revenue	583,738	266,788	(316,950)
	Other State Revenues	1,569,566	1,790,769	221,203
	Local Revenues	504,749	504,749	-
	Fundraising and Grants	170,000	170,000	-
	Total Revenue	8,236,912	8,465,043	228,130
Expenses	Compensation and Benefits	5,650,904	5,562,508	88,396
	Books and Supplies	434,895	434,895	-
	Services and Other Operating	2,149,834	2,184,093	(34,259)
	Depreciation	-	-	-
	Other Outflows	-	-	-
	Total Expenses	8,235,634	8,181,497	54,137
Operating Income		1,279	283,546	282,267
	Beginning Balance (Unaudited)	2,023,565	2,023,565	-
	Operating Income	1,279	283,546	282,267
Ending Fund Balance (incl. Depreciation)		2,024,844	2,307,111	282,267
Ending Fund Balance as % of Expenses		24.6%	28.2%	3.6%

Note: FY23 beginning fund balance is subject to change based on the final FY22 audited numbers.

One-time Funding Flexibility

Funding sources with multi-year timelines gives EBIA long-term flexibility

Funding Source	Funding Amount	Spend By
ESSER III	\$317k	Sep 30, 2024
A-G Completion Grant	\$75k*	June 30, 2026
Educator Effectiveness	\$115k*	June 30, 2026
Arts, Music, Instructional Materials Discretionary Grant	\$312k	June 30, 2026
Learning Recovery Emergency	\$417k	June 30, 2028

*Available amounts subject to change with FY 22 final numbers