

# East Bay Innovation Academy

April Financials and 17-18 Budget Update

**edtec**

Business and Development Specialists  
for Charter Schools

May 17, 2017

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# Financial Presentation Agenda



- April Financials
- 16-17 Current Forecast
- 17-18 Budget Update
  - May Revise

1. April

# April trending as expected, Q4 expected to be tight

## YTD 78% of forecast spent



- Revenues
  - Child nutrition reimbursements arrived (Jan/Feb)
- Expenses
  - Comp and benefits trending slightly down - transitions
  - AP exam costs

	Feb	Mar	Apr	Actual YTD	Budget YTD	Variance (YTD less Budget)
<b>SUMMARY</b>						
<b>Revenue</b>						
LCFF Entitlement	158,118	377,214	273,232	2,277,101	2,306,990	(29,889)
Federal Revenue	-	63,392	2,814	88,483	26,632	61,851
Other State Revenues	24,147	81,268	32,445	293,918	221,023	72,895
Local Revenues	61,641	7,608	4,100	94,262	14,346	79,916
Fundraising and Grants	1,411	53,564	2,943	471,220	676,304	(205,084)
<b>Total Revenue</b>	<b>245,317</b>	<b>583,045</b>	<b>315,534</b>	<b>3,224,983</b>	<b>3,245,294</b>	<b>(20,311)</b>
<b>Expenses</b>						
Compensation and Benefits	260,459	276,658	253,109	2,427,985	2,443,592	15,607
Books and Supplies	8,725	18,638	15,455	217,361	264,811	47,450
Services and Other Operating Expenditures	91,328	173,296	86,748	1,003,159	1,032,070	28,911
Depreciation	-	-	-	-	-	-
<b>Total Expenses</b>	<b>360,512</b>	<b>468,592</b>	<b>355,312</b>	<b>3,648,506</b>	<b>3,740,474</b>	<b>91,968</b>
<b>Operating Income</b>	<b>(115,196)</b>	<b>114,453</b>	<b>(39,778)</b>	<b>(423,522)</b>	<b>(495,180)</b>	<b>71,657</b>

## 2. 16-17 Current Forecast

# Current outlook down, carefully monitoring

Expected operating income **-\$28K**



- SPED and local rev forecast up (+\$10K combined)
- Food services expense exceeding forecast (+\$10K)
- Janitorial for Roosevelt (+\$48K)
- Actuals exceeding forecast for PD, consultants, staff recruiting, fundraising expenses, tech services (+\$18K combined) – offset by expected savings in utilities, SPED NPS (1 month), communications, misc. (-\$25K combined)
- Utilities invoiced for Roosevelt (\$22K)

	Approved Budget	Previous Month's Forecast	Current Forecast	(Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>					
<b>Total Revenue</b>	4,560,212	4,638,395	4,648,615	10,221	1,423,632
<b>Total Expenses</b>	4,553,299	4,621,819	4,676,476	(54,657)	1,027,970
<b>Operating Income</b>	6,913	16,575	(27,861)	(44,436)	395,662
<b>Fund Balance</b>					
Beginning Balance (Audited)	417,368	440,636	440,636		
Operating Income	6,913	16,575	(27,861)		
<b>Ending Fund Balance</b>	424,281	457,211	412,775		

## 3. 17-18 Budget Update

# 3-Year Budget: Third Draft

May Revise update, PE for upper school, SPED



		2016/17	2017/18	2018/19	2019/20
		Current Forecast	Preliminary Budget	Preliminary Budget	Preliminary Budget
<b>SUMMARY</b>					
<b>Revenue</b>					
	LCFF Entitlement	3,155,733	3,876,091	4,804,782	5,814,535
	Federal Revenue	229,923	305,799	328,815	354,515
	Other State Revenues	435,598	475,930	474,848	543,487
	Local Revenues	39,229	174,424	241,642	329,133
	Fundraising and Grants	788,133	450,350	208,950	69,700
	<b>Total Revenue</b>	<b>4,648,615</b>	<b>5,282,594</b>	<b>6,059,036</b>	<b>7,111,370</b>
<b>Expenses</b>					
	Compensation and Benefits	2,974,251	3,532,602	3,971,960	4,692,548
	Books and Supplies	322,456	223,683	329,249	383,125
	Services and Other Operating Expenditure	1,379,769	1,527,601	1,683,243	1,856,185
	Depreciation	-	-	-	-
	<b>Total Expenses</b>	<b>4,676,476</b>	<b>5,283,886</b>	<b>5,984,453</b>	<b>6,931,858</b>
<b>Operating Income</b>		<b>(27,861)</b>	<b>(1,292)</b>	<b>74,584</b>	<b>179,513</b>
<b>Fund Balance</b>					
	Beginning Balance (Unaudited)	477,576	412,775	411,484	486,067
	Audit Adjustment	(36,940)	-	-	-
	Beginning Balance (Audited)	440,636	412,775	411,484	486,067
	Operating Income	(27,861)	(1,292)	74,584	179,513
<b>Ending Fund Balance (including Depreciation)</b>		<b>412,775</b>	<b>411,484</b>	<b>486,067</b>	<b>665,580</b>
<b>Ending Fund Balance as a % of Expenses</b>		<b>9%</b>	<b>8%</b>	<b>8%</b>	<b>10%</b>



# 2017-18 May Budget Revise

Governor's May Revise cautiously assumes the continued expansion of the economy



## □ LCFF

- Increased Cost of Living Adjustment to 1.56%
- Proposed implementation of 44% of remaining LCFF gap
- Eliminated June deferral

## □ One Time Funds

- Increased to \$170 per PY ADA; no payment until May 2018

## □ SB 740 Facilities Grant

- Potential increase to \$1,236/ADA (or 75% of expenses)

## □ Other Funding

- Evaluating funding for special education and impact of any potential change in federal funds

# Changes to 17-18 since previous draft

(See MYP DRAFT for line-item budgets)



- Revenues
  - LCFF implementation/COLA (+\$3K)
  - One-time funds in 17-18 (+\$67K)
- Books & Supplies
- Services
  - PE consultants for upper school (+\$34K)
- TBD: Facilities, SPED

# Appendix

# Revenue: Enrollment & LCFF

Enrollment maximized (+18 since first draft)



Variable	2016-17	2017-18	2018-19	2019-20
LCFF per ADA	\$7,813	\$8,144	\$8,531	\$8,893
Enrollment	<u>419</u> 6 <sup>th</sup> : 116 7 <sup>th</sup> : 118 8 <sup>th</sup> : 125 9 <sup>th</sup> : 60	<u>501</u> 6 <sup>th</sup> : 124 7 <sup>th</sup> : 124 8 <sup>th</sup> : 118 9 <sup>th</sup> : 70 10 <sup>th</sup> : 65	<u>597</u> 6 <sup>th</sup> : 124 7 <sup>th</sup> : 124 8 <sup>th</sup> : 124 9 <sup>th</sup> : 100 10 <sup>th</sup> : 65 11 <sup>th</sup> : 60	<u>697</u> 6 <sup>th</sup> : 124 7 <sup>th</sup> : 124 8 <sup>th</sup> : 124 9 <sup>th</sup> : 100 10 <sup>th</sup> : 100 11 <sup>th</sup> : 65 12 <sup>th</sup> : 60
ADA (attendance)	403.9 (96%)	475.6 (95%)	564.1 (94%)	656.1 (94%)
Unduplicated Count	90 (21%)	108 (21%)	129 (21%)	151 (21%)

# Revenue: Other

Oakland Measure G1 preliminary funding allocation adjusted



Variable	2016-17	2017-18	2018-19	2019-20
Special Ed per ADA	\$127 Federal \$507 State	\$127 Federal \$507 State	\$127 Federal \$507 State	\$127 Federal \$507 State
Special Ed Mental Health	\$66K	\$66K	\$66K	\$66K
Special Ed NPS Reimbursement	\$148K (pending)	\$193K	\$193K	\$193K
Title (NCLB)	\$18K	\$14K	\$16K	\$20K
Lottery per ADA	\$189	\$189	\$189	\$189
Oakland Measures	\$12K	\$152K	\$229K	\$314K
Philanthropy	\$658K	\$275K		
Donations per Student	\$330	\$350	\$350	\$100

# Expenses: Academic Staff

Dean of Students added, SPED FTE reduced



Staff	2016-17	2017-18	2018-19	2019-20
Core Teachers	16	16	20	24
Specialty Teacher	5.5 (Art, Coding, Spanish, PE)	6.5	6.5	7.5
Special Education	3 RSP 4.4 Aides	3 RSP 4.4 Aides	4 RSP 5.1 Aides	4.5 RSP 5.1 Aides
Certificated Administrators	3	3	3	3
Other (Dean of Students)		1	1	1

# Expenses: Support Staff

Operational leadership consideration



Staff	2016-17	2017-18	2018-19	2019-20
Intersession	1	1	1	1
Front Office	1 Office Lead 2 Office Asst	1 COO/CFO 2.5 Office Asst	1 COO/CFO 2.5 Office Asst	1 COO/CFO 2.5 Office Asst
Other Supports	Lunch Support	Lunch Support	Lunch Support	Lunch Support
Contractors	Janitorial Back office Special ed	Janitorial Back office Special ed	Janitorial Back office Special ed	Janitorial Back office Special ed