

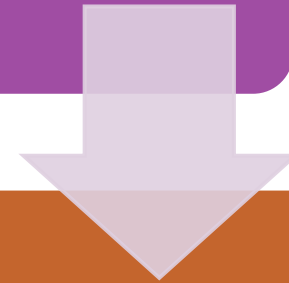
# Oakland Military Institute College Preparatory Academy Meeting of the Governing Board Second Interim Report March 14, 2024

Presented by Jacque Eischens  
schoolAbility CBO Support Services



# TODAY'S TOPICS

**Second Interim Update**



**Multiyear Projection**

# SECOND INTERIM UPDATE

# Second Interim Summary

	2023-24
<b>Enrollment</b>	<b>518</b>
<b>Average Daily Attendance</b>	<b>471</b>
<b>Beginning Fund Balance</b>	
<b>Beginning Fund Balance</b>	<b>12,077,861</b>
Revenue	10,767,319
Expenditure	11,090,678
<b>Ending Fund Balance</b>	<b>11,754,502</b>
<i>Excess (Deficiency) of revenues over expenses</i>	<i>(323,359)</i>
<b>Components of Ending Fund Balance</b>	
Other Assignments	8,710,532
<b>Balance</b>	<b>3,043,970</b>

CASH PROJECTION	2023-24
<b>Beginning Cash</b>	<b>4,768,840</b>
Revenue	8,977,882
Expense	10,794,775
<b>Ending Cash</b>	<b>2,951,947</b>

# Second Interim Equity Statement 02/29/2024

Fund balance = Equity

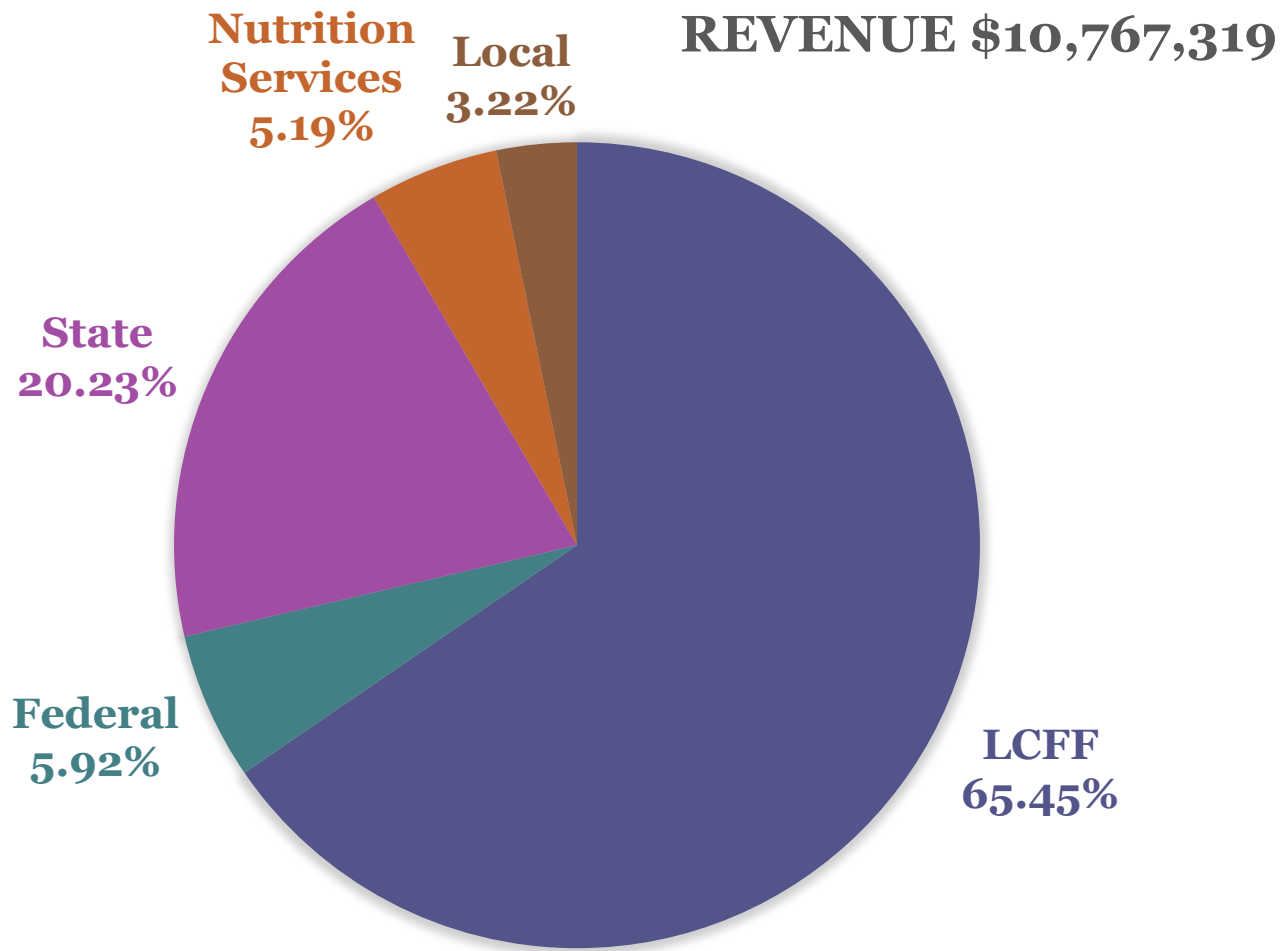
Equity = value if all  
assets are sold and all  
debts paid off

	2/29/2024
<b>ASSETS</b>	
Cash	2,889,912
Accounts Receivable	221,656
Other Assets	-
Fixed Assets	9,920,267
<b>Total Assets</b>	<b>13,031,835</b>
<b>LIABILITIES</b>	
A/P & Payroll	393,932
Due To Others	-
Unearned/Deferred Revenue	-
Other Liabilities	1,210,693
<b>Total Liabilities</b>	<b>1,604,625</b>
<b>EQUITY</b>	
Beginning Equity (Fund Balance)	12,077,861
Net Income/(Loss)	(650,651)
<b>Total Equity (Fund Balance)</b>	<b>11,427,210</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>13,031,835</b>

# Second Interim Budget Comparison

	First Interim	Second Interim	\$ Difference	% Difference
<b>Enrollment</b>	<b>520</b>	<b>518</b>	<b>518</b>	<b>518</b>
<b>Average Daily Attendance</b>	<b>485</b>	<b>471</b>	<b>471</b>	<b>471</b>
<b>Beginning Fund Balance</b>	<b>12,092,976</b>	<b>12,077,861</b>	<b>(15,115)</b>	<b>-0.12%</b>
Revenue	10,593,101	10,767,319	<b>174,218</b>	<b>1.64%</b>
Expenditure	10,993,798	11,090,708	<b>96,910</b>	<b>0.88%</b>
<b>Ending Fund Balance</b>	<b>11,692,279</b>	<b>11,754,472</b>	<b>62,193</b>	<b>0.53%</b>
<i>Excess (Deficiency) of revenues over expenses</i>	<i>(400,697)</i>	<i>(323,389)</i>	77,308	
<b>Components of Ending Fund Balance</b>				
Other Assignments	8,908,684	8,710,532	<b>(198,152)</b>	<b>-2.22%</b>
<b>Balance</b>	<b>2,783,595</b>	<b>3,043,940</b>	<b>260,345</b>	<b>9.35%</b>

# Second Interim Revenue

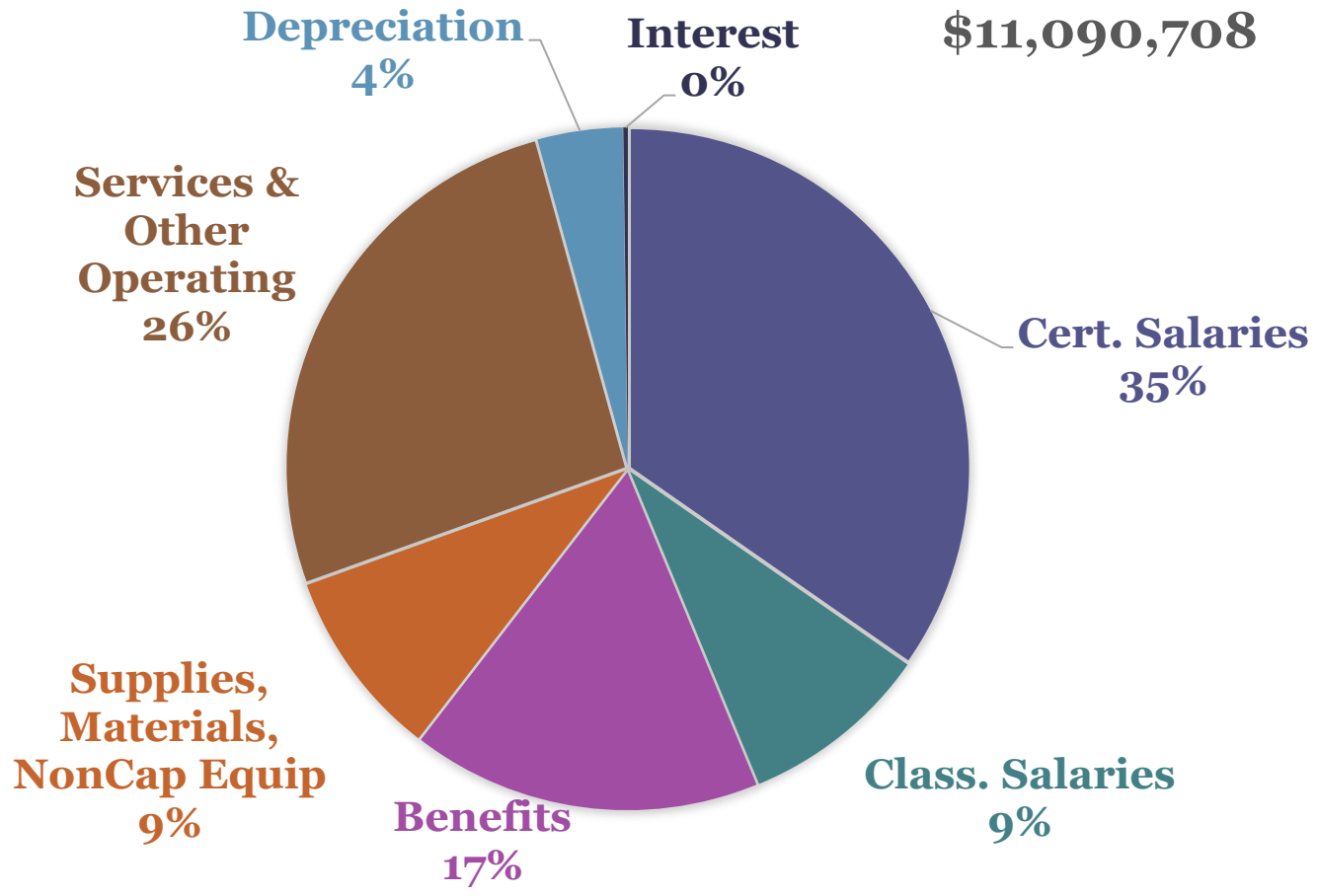


## Second Interim Revenue Comparison

Revenue Source	1st Interim	2nd Interim	Amt Change	Explanation
Local Control Funding Formula	7,232,958	7,047,137	(185,821)	Reduction in current year ADA based most recent attendance summary
Federal Revenue	971,743	987,318	15,575	
State Revenue	2,232,594	2,385,999	153,405	Increase state nutrition services reimbursements Increase use of one-time funds for temporary academic assistance staff
Local Revenue	155,806	346,865	191,059	Add Measure G1 Revenue; Reclassify National Guard Deferred Revenue
<b>Total Revenue</b>	<b>10,593,101</b>	<b>10,767,319</b>	<b>174,218</b>	



# Second Interim Expenditures



# Second Interim Expenditure Comparison

Expenditures	1st Interim	2nd Interim	Amt Change	Explanation
Certificated Salaries	3,929,518	3,846,574	(82,944)	Reductions for unfilled vacancies
Classified Salaries	1,026,455	1,007,696	(18,759)	Reductions for unfilled vacancies
Employee Benefits	1,826,869	1,851,452	24,583	Recalculate STRS & PERS; New hire benefits
Supplies, Materials, & Noncapitalized Equipment	884,835	1,003,543	118,708	Increase in nutrition services food budget
Subagreement for services	141,000	141,000	-	
Travel & Conference, Dues & Memberships; Insurance	152,977	161,625	8,648	
Operations and Housekeeping	366,005	402,850	36,845	Reclassify costs
Rentals, Leases, Repairs, & Noncap. Improvements	517,309	439,375	(77,934)	Reclassify costs
Professional/Consulting Services & Operating Expenses	1,525,117	1,657,089	131,972	Reclassify costs; increase legal and technology consultant budgets
Communications	100,000	104,100	4,100	
Depreciation	444,066	451,190	7,124	
Other Outgo	79,647	24,214	(55,433)	Loan principal payment moved to balance sheet
<b>Total Expenditures</b>	<b>10,993,798</b>	<b>11,090,708</b>	<b>96,910</b>	

# **SECOND INTERIM REPORTING**

## MULTIYEAR PROJECTION

# MULTIYEAR PROJECTION (MYP)

**Multiyear  
projections  
(MYP) are  
required by  
AB 1200 and  
AB 2756**

**Projections,  
anchored in  
reliable  
information as  
of the date of  
the projection—  
They are NOT  
forecasts or  
cash**

**Will change  
any time the  
underlying  
factors  
change**

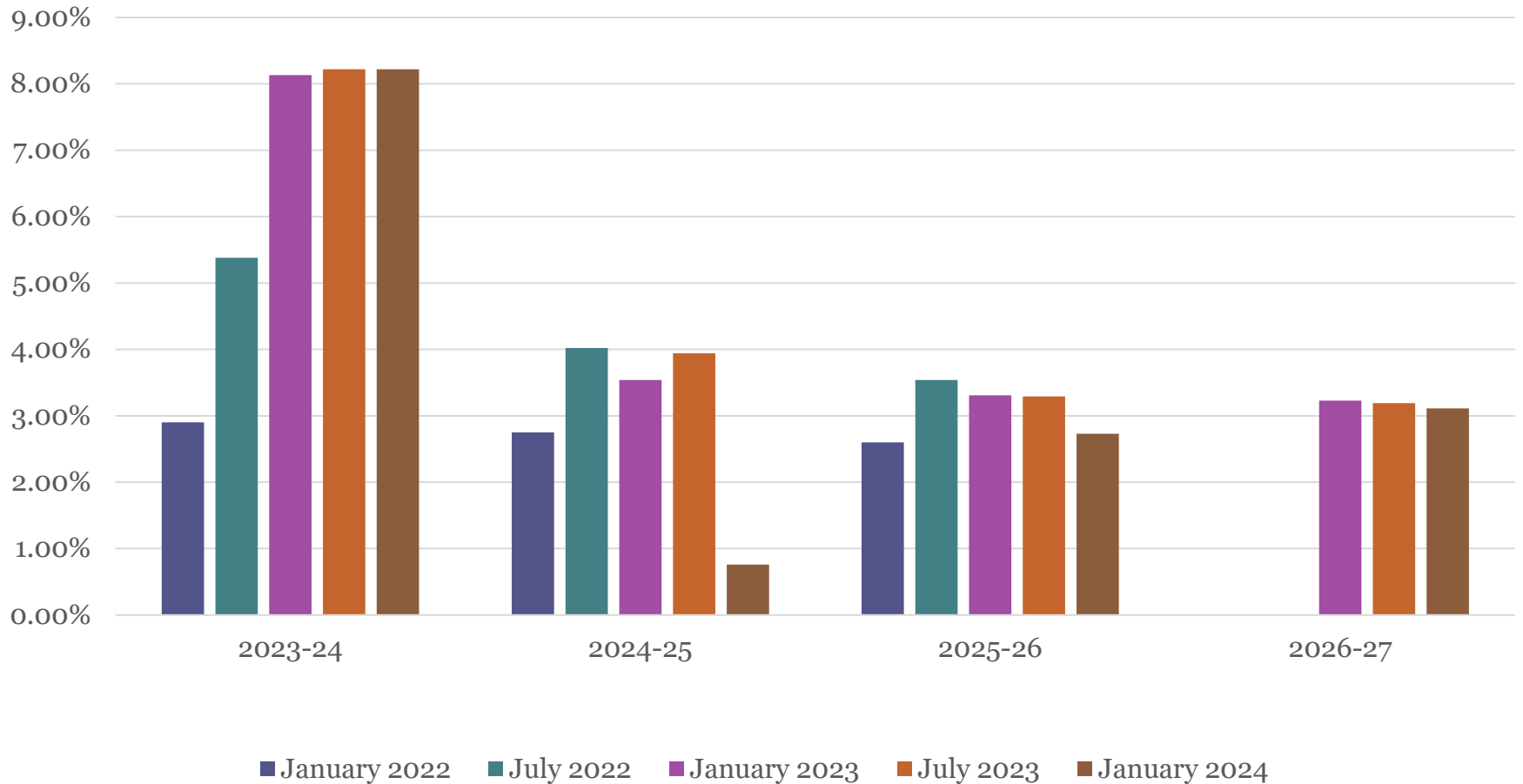
# Multiyear Planning Factors

	2023-24	2024-25	2025-26	2025-26	2026-27
COLA	8.22%	0.76%	2.73%	3.11%	3.17%
Lottery per ADA	\$249	\$249	\$249	\$249	\$249
Mandated Block Grant					
K-8 per ADA	\$19.85	\$20.00	\$20.55	\$21.19	\$21.86
9-12 per ADA	\$55.17	\$55.59	\$57.011	\$58.89	\$60.76
CalSTRS	19.10%	19.10%	19.10%	19.10%	19.10%
CalPERS	26.68%	27.80%	28.50%	28.90%	30.30%

# COLA Projection Comparison

	2023-24	2024-25	2025-26	2025-26	2026-27
January 2022	2.90%	2.75%	2.60%	-	-
Enacted Budget 2022	5.38%	4.02%	3.72%	-	-
January 2023	8.13%	3.54%	3.31%	3.23%	-
Enacted Budget 2023	8.22%	3.94%	3.29%	3.19%	-
January 2024	8.22%	0.76%	2.73%	3.11%	3.17%

# COLA Projection Comparison



# Second Interim Multiyear Projection

	2023-24	2024-25	2025-26	2026-27	2027-28
<b>Enrollment</b>	<b>518</b>	<b>550</b>	<b>600</b>	<b>600</b>	<b>600</b>
<b>Average Daily Attendance</b>	<b>471</b>	<b>502</b>	<b>549</b>	<b>549</b>	<b>549</b>
<b>COLA</b>	<b>8.22%</b>	<b>0.76%</b>	<b>2.73%</b>	<b>3.11%</b>	<b>3.17%</b>
Budgeted Beginning Fund Balance	12,077,861	11,754,502	11,157,138	10,764,581	10,586,852
Revenue	10,767,319	10,149,222	10,763,411	11,093,518	11,404,647
Expense	11,090,678	10,746,586	11,155,968	11,271,248	11,394,739
Budgeted Ending Fund Balance	11,754,502	11,157,138	10,764,581	10,586,852	10,596,759
<i>Excess(Deficiency) revenue over expenses</i>	<i>(323,359)</i>	<i>(597,364)</i>	<i>(392,557)</i>	<i>(177,730)</i>	9,908

<b>CASH MULTIYEAR PROJECTION</b>	2023-24	2024-25	2025-26	2026-27	2027-28
<b>Beginning Cash</b>	<b>4,768,840</b>	<b>2,836,979</b>	<b>1,929,615</b>	<b>1,600,635</b>	<b>1,686,276</b>
Revenue	8,977,882	9,632,506	10,815,996	11,215,003	11,433,916
Expense	10,794,775	10,539,870	11,144,976	11,129,362	11,475,548
<b>Ending Cash</b>	<b>2,951,947</b>	<b>1,929,615</b>	<b>1,600,635</b>	<b>1,686,276</b>	<b>1,644,644</b>



# MULTIYEAR REVENUE PROJECTIONS

	2023-24	2024-25	2025-26	2026-27	2027-28
<b>COLA</b>	<b>8.22%</b>	<b>0.76%</b>	<b>2.73%</b>	<b>3.11%</b>	<b>3.17%</b>
<b>LCFF</b>	7,047,137	7,616,062	8,463,055	8,730,722	9,016,282
<b>Other State</b>	2,385,999	1,787,721	1,501,258	1,557,148	1,582,767
<b>Federal</b>	987,318	655,515	709,174	715,674	715,674
<b>Local</b>	346,865	89,924	89,924	89,924	89,924
<b>Total</b>	<b>10,767,319</b>	<b>10,149,222</b>	<b>10,763,411</b>	<b>11,093,518</b>	<b>11,404,647</b>

# MULTIYEAR EXPENDITURE PROJECTIONS

	2023-24	2024-25	2025-26	2026-27	2027-28
Certificated Salaries	3,846,574	3,953,077	4,065,917	4,161,079	4,258,620
Classified Salaries	1,007,696	1,052,209	1,076,789	1,101,984	1,127,809
Employee Benefits	1,851,452	1,974,468	2,008,916	2,076,657	2,145,640
Books and Supplies	1,003,543	1,018,434	1,066,274	1,081,518	1,076,459
Services & Other Operating Expenditures	2,906,039	2,232,416	2,430,910	2,361,213	2,305,283
Capital Outlay*	576,871	200,000	280,000	200,000	200,000
Other Outgo*	80,756	79,626	79,603	79,580	79,554
<b>Total Expenditures</b>	<b>11,272,931</b>	<b>10,430,604</b>	<b>10,928,807</b>	<b>10,982,451</b>	<b>11,113,810</b>

\* This projection includes capital outlay and loan principal expenses rather than depreciation to reflect total purchases planned for each fiscal year.

# MULTIYEAR EXPENDITURE PROJECTIONS

## All Projection Years

- 
- 2.50% to 3.00 % Step and Column
  - 200 Chromebooks
  - 20 Staff Computers
  - 5.00% to 8.00% increase in health and welfare benefits
  - Maintain current permanent staff
  - Salary COLA not applied

# MULTIYEAR EXPENDITURE PROJECTIONS

## 2024-25 Expense Reductions

2.5 Temporary  
Academic  
Success support  
staff

\$207,281 –  
Education  
Consultants

\$239,057 –  
Curriculum and  
licenses

\$171,325 -  
Military budget

\$338,926 –  
Capital Assets  
and Repairs

\$50,000 –  
Superintendent  
Fund Budget

# Multiyear Projection Summary

OMI expenses exceed revenue in four of the five fiscal years shown. Cash reserves will decrease by approximately \$1.3M between June 2024 and June 2028.

State revenue continues to fall short of projections and will likely result in a reduction to COLA along with other revenue changes when Governor Newsom releases his May budget proposal.

Based on current information and projection assumptions, OMI can meet its financial obligations and maintain a 10% cash reserve through 2027-28.

Oakland Military Institute, College Preparatory Academy is working to identify expenditure reductions, increase enrollment and attendance, and obtain additional revenue sources. These steps are vital to maintaining the cash reserve and balancing the budget.

*“Education is the most  
powerful weapon  
which you can use to  
change the world.”*

—NELSON MANDELA

