

# ARISE High School Board Update

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# 2021-22 Forecast Update

Actuals through 2/28/2022



# 2021-22 Forecast Update



## Expense increase driven by AC Mentors, COVID tests, and Student Activities



# Budget Comparison



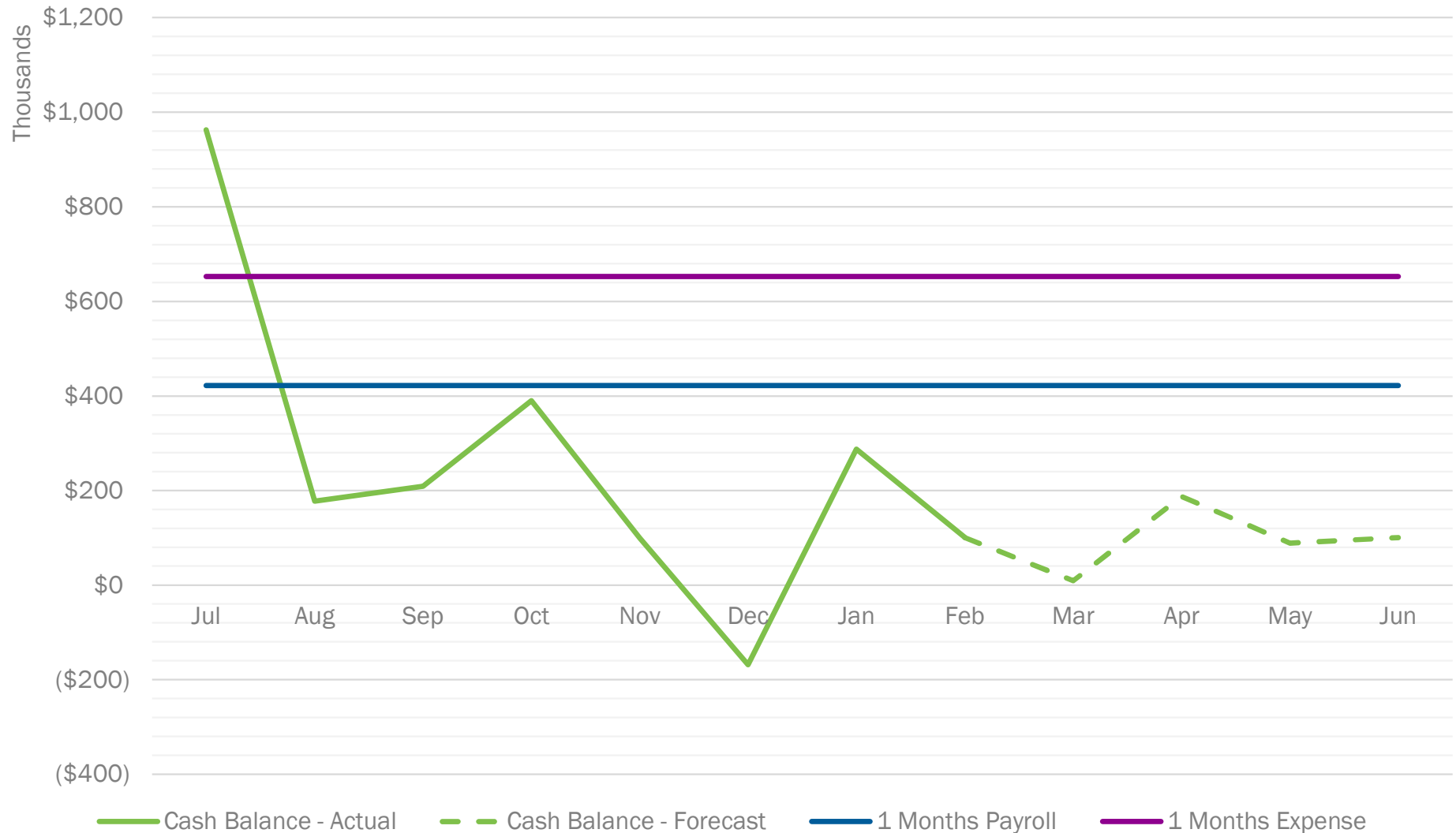
## Operating loss leaves us with a 23% fund balance

		2021-22	2021-22	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	4,844,208	4,844,208	-
	Federal Revenue	694,377	704,736	10,359
	Other State Revenues	1,265,030	1,306,289	41,259
	Local Revenues	644,760	644,760	-
	Fundraising and Grants	-	15,518	15,518
	<b>Total Revenue</b>	<b>7,448,375</b>	<b>7,515,510</b>	<b>67,135</b>
Expenses	Compensation and Benefits	4,938,668	5,062,524	(123,856)
	Books and Supplies	397,340	459,247	(61,907)
	Services and Other Operating	1,861,882	1,985,490	(123,608)
	Depreciation	272,578	272,578	-
	Other Outflows	49,606	49,606	-
	<b>Total Expenses</b>	<b>7,520,075</b>	<b>7,829,446</b>	<b>(309,371)</b>
<b>Operating Income</b>		<b>(71,700)</b>	<b>(313,936)</b>	<b>(242,235)</b>
	Beginning Balance (Unaudited)	2,124,855	2,124,855	-
	Operating Income	(71,700)	(313,936)	(242,235)
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>2,053,154</b>	<b>1,810,919</b>	<b>(242,235)</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>27.3%</b>	<b>23.1%</b>	<b>-4.2%</b>

# 2021-22 Monthly Cash Flow Projection



## Cash flow continues to be a challenge, pursuing a line of credit



# Line of Credit



## Preliminary details

Loan Amount	\$500,000
Interest Rate	Floating during the life of the loan at 1-Year Treasury plus 4.5% with a floor of 5.75%
Origination Fee	1.00% of the principal amount (\$5,000)
Non-Usage Fee	0.35% of the unused portion of the loan amount
Loan Disbursement	Can draw and repay once per month. Loan must be paid down to \$0.00 for 30 consecutive days at some point during the term of the loan

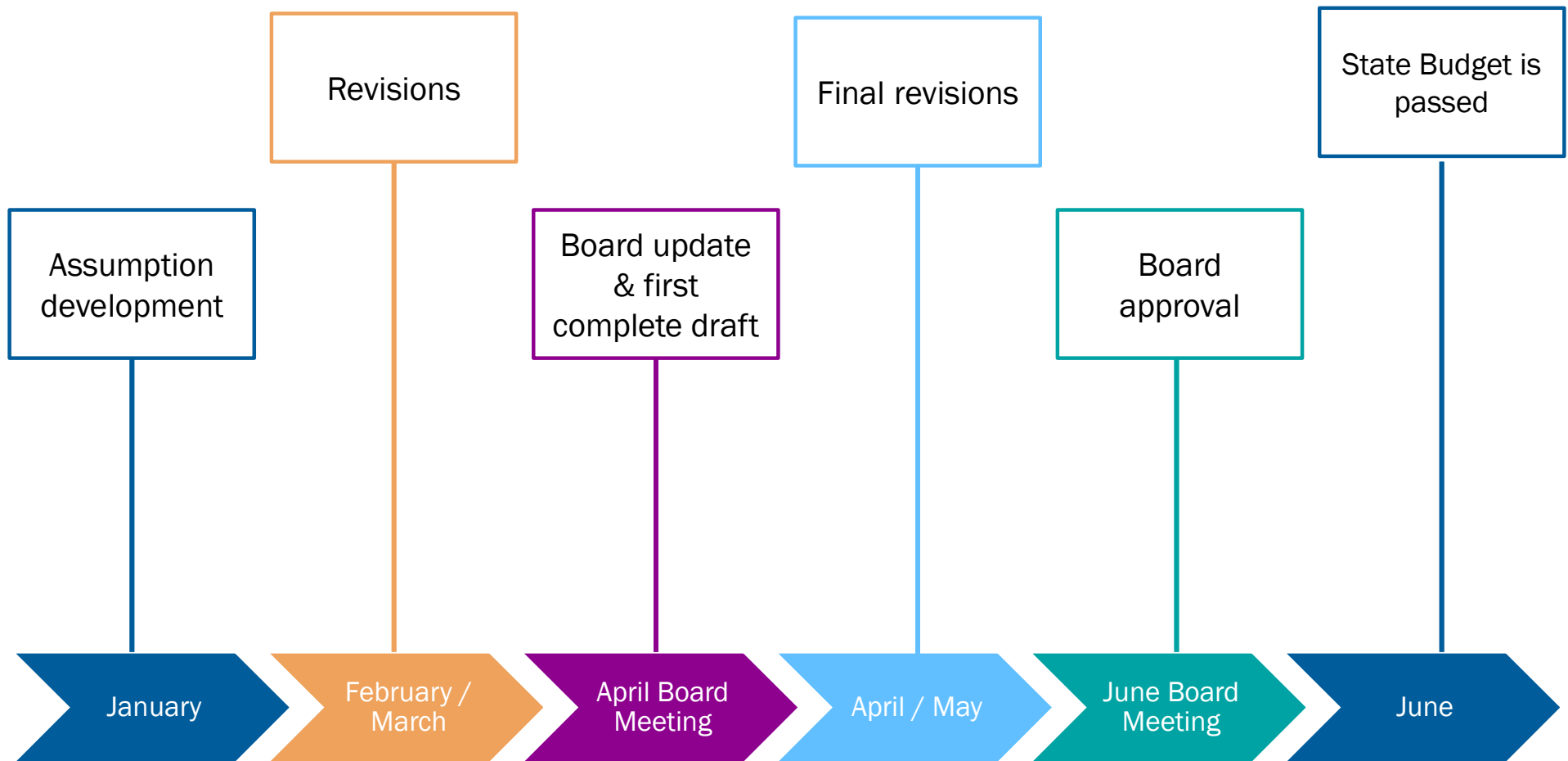
# 2022-23 Budgeting





# Budget Development

Process begins in late winter/early spring with budget approval by June 30



# Budget Summary

		2021-22	2022-23	Variance
		<b>Current Forecast</b>	<b>Projected Budget</b>	
Revenue	LCFF Entitlement	4,844,208	5,445,484	601,276
	Federal Revenue	704,736	688,174	(16,562)
	Other State Revenues	1,306,289	1,070,481	(235,808)
	Local Revenues	644,760	631,793	(12,967)
	Fundraising and Grants	15,518	-	(15,518)
	<b>Total Revenue</b>	<b>7,515,510</b>	<b>7,835,932</b>	<b>320,421</b>
	Expenses	Compensation and Benefits	5,062,524	5,304,191
Books and Supplies		459,247	263,718	195,529
Services and Other Operating Expenditures		1,985,490	1,960,932	24,558
Depreciation		272,578	266,917	5,661
Other Outflows		49,606	39,917	9,690
<b>Total Expenses</b>		<b>7,829,446</b>	<b>7,835,674</b>	<b>(6,228)</b>
<b>Operating Income</b>		<b>(313,936)</b>	<b>258</b>	<b>314,193</b>
	Beginning Balance (Audited)	2,101,861	1,787,925	(313,936)
	Operating Income	(313,936)	258	314,193
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,787,925</b>	<b>1,788,183</b>	<b>258</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>22.8%</b>	<b>22.8%</b>	<b>0.0%</b>

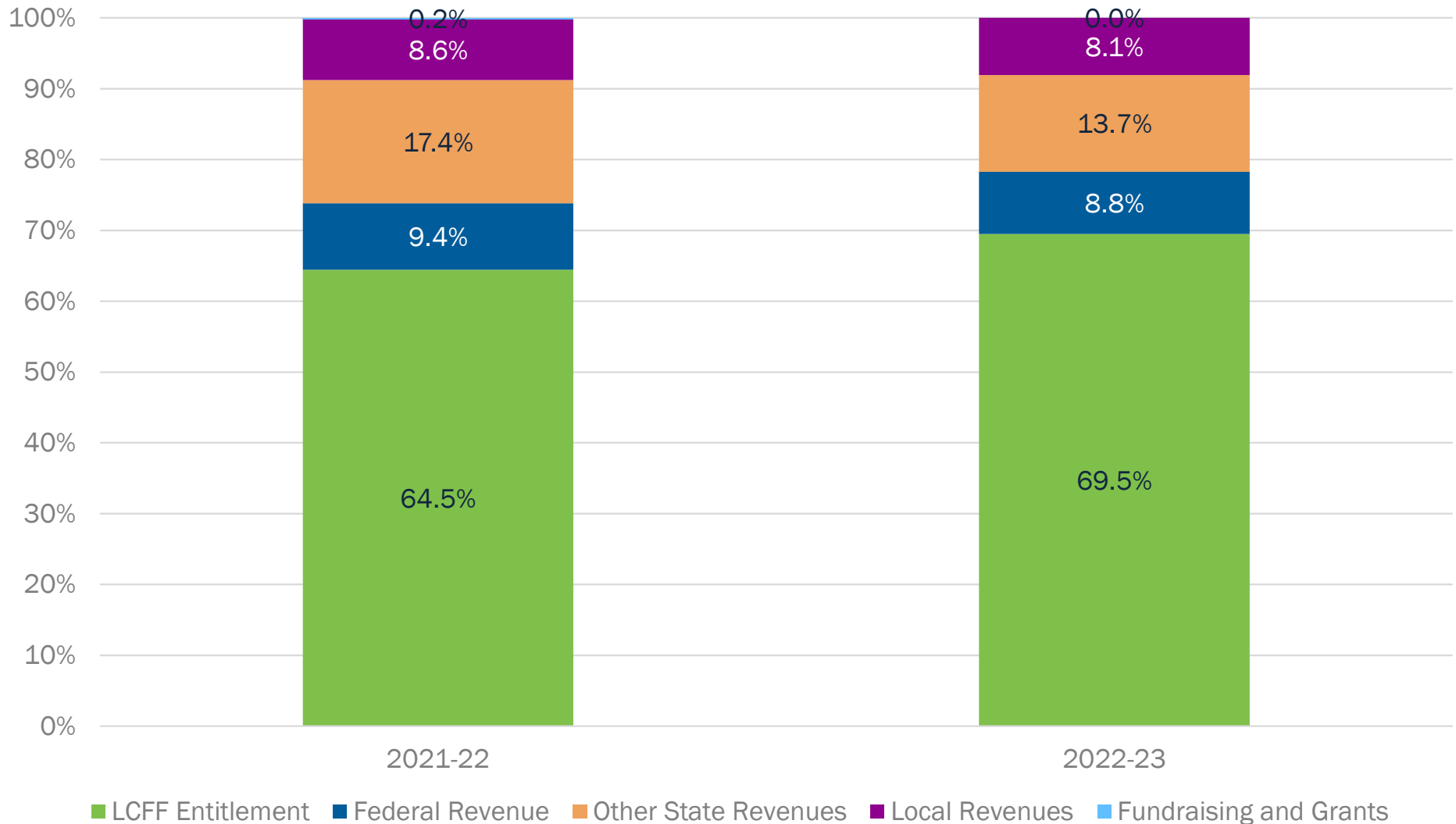
# Enrollment and LCFF Drivers

## Enrollment increase driven by high retention rate

	2020-21	2021-22	2022-23	2023-24
Enrollment	387	400	426	426
ADA	<u>363.7</u> 93% attendance	<u>368.0</u> 92% attendance	<u>392.0</u> 92% attendance	<u>392.0</u> 92% attendance
School Unduplicated Count	342	353	376	376
School UPP	88.37%	88.25%	88.25%	88.25%

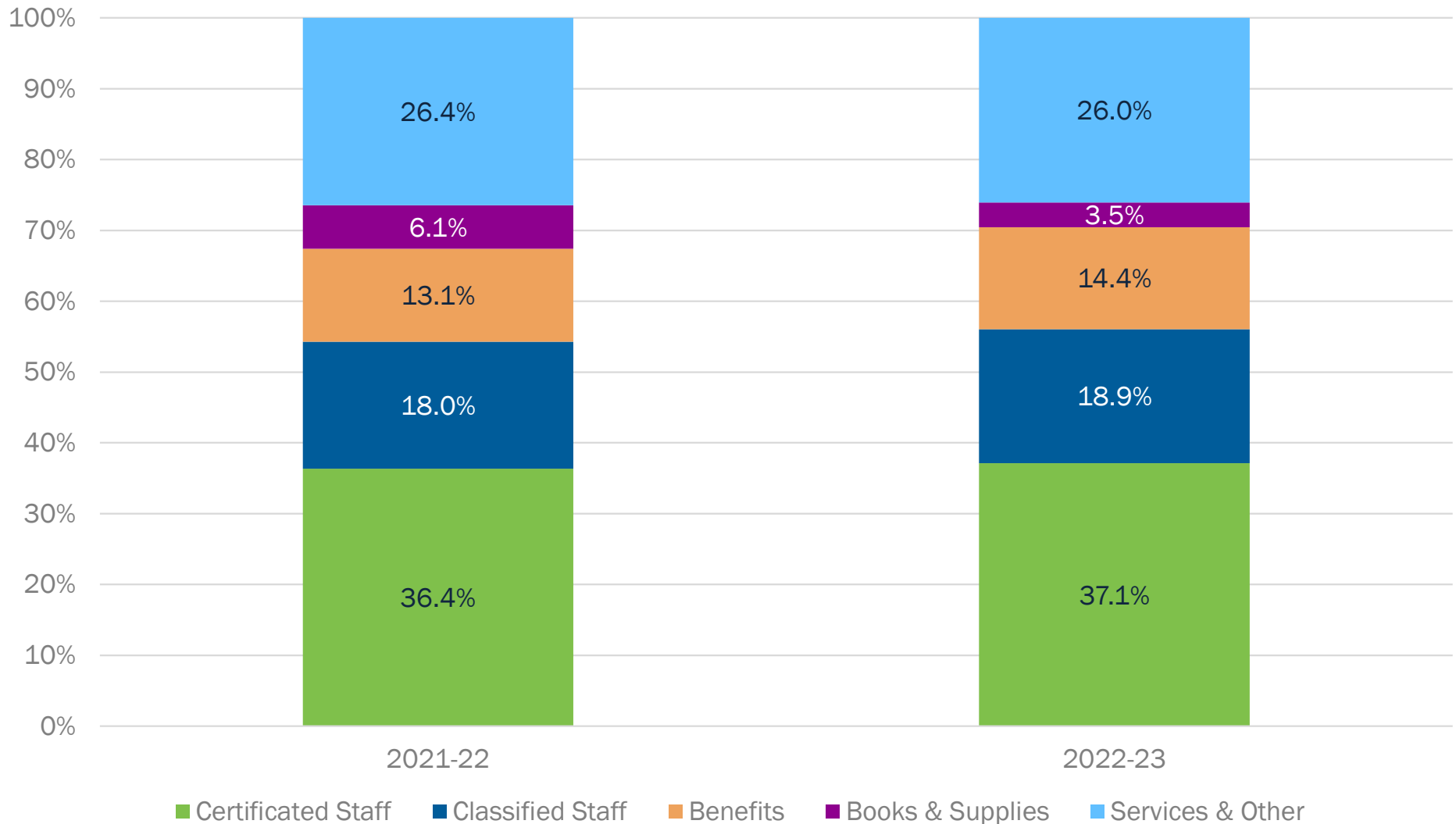
# Percent Distribution of Budget - Revenue

As one-time funds end, LCFF will become greater percent of revenue

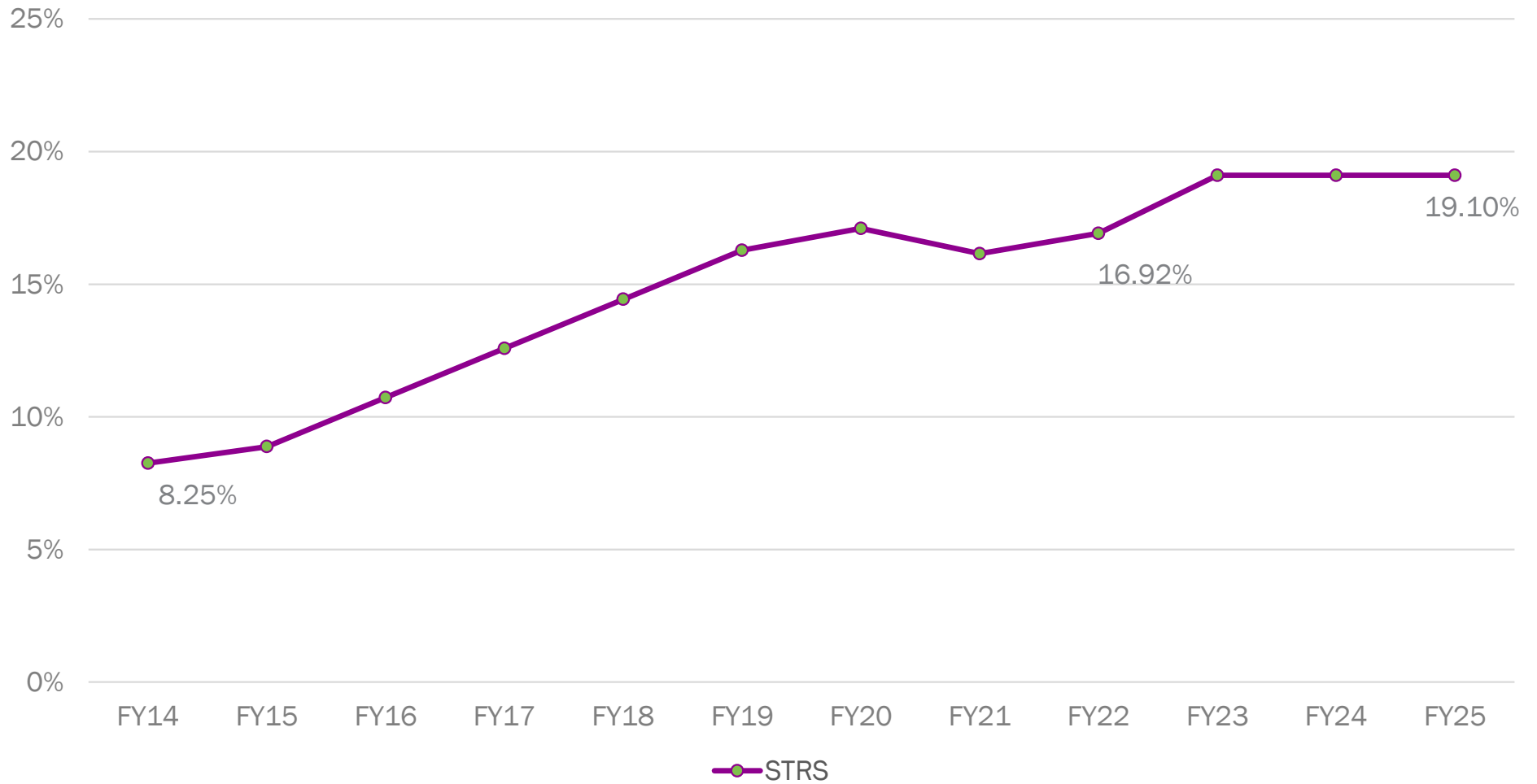


# Percent Distribution of Budget - Expenses

**Over 70% of budget goes towards salaries and benefits**



# STRS & PERS Over Time



No relief included in Proposal