



CAMINO NUEVO CHARTER ACADEMY

Financial Analysis

September 2020

Net Income

Camino Nuevo Charter Academy is projected to achieve a net income of \$3.66M in FY20-21 compared to \$2.70M in the board approved budget. Reasons for this positive \$962K variance are explained below in the Income Statement section of this analysis.

Balance Sheet

As of September 30, 2020, the school's cash balance was \$17.19M. By June 30, 2021, the school's cash balance is projected to be \$8.05M, which represents a 17% reserve.

As of September 30, 2020, the Accounts Receivable balance was \$354K, down from \$524K in the previous month, due to the receipt of revenue earned in FY19-20.

As of September 30, 2020, the Accounts Payable balance, including payroll liabilities, totaled \$1.70M, compared to \$1.92M in the prior month.

As of September 30, 2020, ECS had a debt balance of \$20.13M compared to \$20.69M in the prior month. An additional \$482K will be paid this fiscal year. Debt balances consist of the following:

- \$10.82M - 3rd St/Prop 55 Long-Term loan due back to the State.
- \$9.31M - Prop ID loan due back to the State.

Income Statement

Revenue

Total revenue for FY20-21 is projected to be \$51.52M, which is \$391K or 0.8% over budgeted revenue of \$51.13M.

Object Code 8694: In Kind Donations are \$108K over budget largely due to a \$93K See's Candy Donation received by the Dalzell Lance site. This is offset by Fundraising Expense (**Object Code 5865**).

Object Code 8698: SELPA Grants are projected to be \$121K over budget based on Round 1 of STEP grants awarded to the charter schools.

Expenses

Total expenses for FY20-21 are projected to be \$47.87M, which is \$572K or 1.2% under budgeted expenditures of \$48.44M.

Object Code 5865: Fundraising Cost expense is \$93K over budget. As mentioned above, Dalzell Lance received \$93K See's Candy In-kind Donation.

This report will discuss revenue and expenditure variances from the Board-approved budget that are above \$75,000 and 10%.



Object Code 5881: Intra-Agency fee is projected to be \$640K under budget. This is due to the calculation originally including the CARES act funds that the charters are to receive. In order to properly allocate these funds to their intended purposes they have been removed from the calculation.

ADA

Budgeted average ADA for FY20-21 is 3216.40 based on an enrollment of 3374 and a 95.0% attendance rate.

The forecast assumes an ADA of 3218.84 based on an enrollment of 3367 and a 95.0% attendance rate.

Due to school closures related to COVID-19, schools are to be funded on FY19-20 ADA. An exception was allowed for new schools and schools that budgeted growing enrollment during FY20-21. For growing schools, ADA can be calculated based on enrollment on Census Day (Oct. 7th) at the state average ADA rate. All of Camino's charters are being forecasted at FY19-20 P2 ADA with the exception of Burlington. As such, an increase of 2.44 ADA is reflected in the forecast for Burlington site.

This report will discuss revenue and expenditure variances from the Board-approved budget that are above \$75,000 and 10%.