

El Camino Real Charter High School



Financial Report for September 30, 2019

Provided By: ICON School Management

YTD Comparison

- Variance for LCFF Entitlement as of 9/30 is now on Accrual Basis. It had been recorded as cash basis in the 18-19 year.

- Will review Local Revenue to determine if any local grants were given just for 18-19 FY. Based on the budget ECR has earned 25% of local revenues.

- Salaries and Benefit - Health and Welfare expenses are lower than prior year due to August and September being deferred.

- Books and Supplies – There were some one-time expenses incurred to purchase books in 18-19 year.

		As of September 2019	As of September 2018	\$ Difference	% Difference
Revenue	LCFF Entitlement	\$ 5,714,443	\$ 3,944,392	\$ 1,770,051	30.98%
	Federal Revenue	239,991	194,431	45,560	18.98%
	Other State Revenues	635,659	625,427	10,232	1.61%
	Local Revenues	478,357	1,188,297	(709,940)	-148.41%
	Total Revenue	7,068,450	5,952,547	1,115,903	15.79%
Expenses	Salaries and Benefits	6,797,000	7,408,376	(611,376)	-8.99%
	Books and Supplies	580,001	798,454	(218,453)	-37.66%
	Services and Other Operations	1,125,923	1,163,299	(37,376)	-3.32%
	Other Outflows	7,900	-	7,900	100.00%
	Total Expenses	8,510,824	9,370,129	(859,305)	-10.10%
Fund Balance	Net Income (Loss)	\$ (1,442,374)	\$ (3,417,582)	\$ 1,975,208	-136.94%
	Beginning Balance (Unaudited)	8,153,215	11,966,952	(3,813,737)	
	Ending Balance (Estimated)	\$ 6,710,841	\$ 8,549,370	\$ (1,838,529)	

YTD to Budget Summary

- 5% of Total LCFF Revenue coming in for Jul & Aug. 9% started in September.

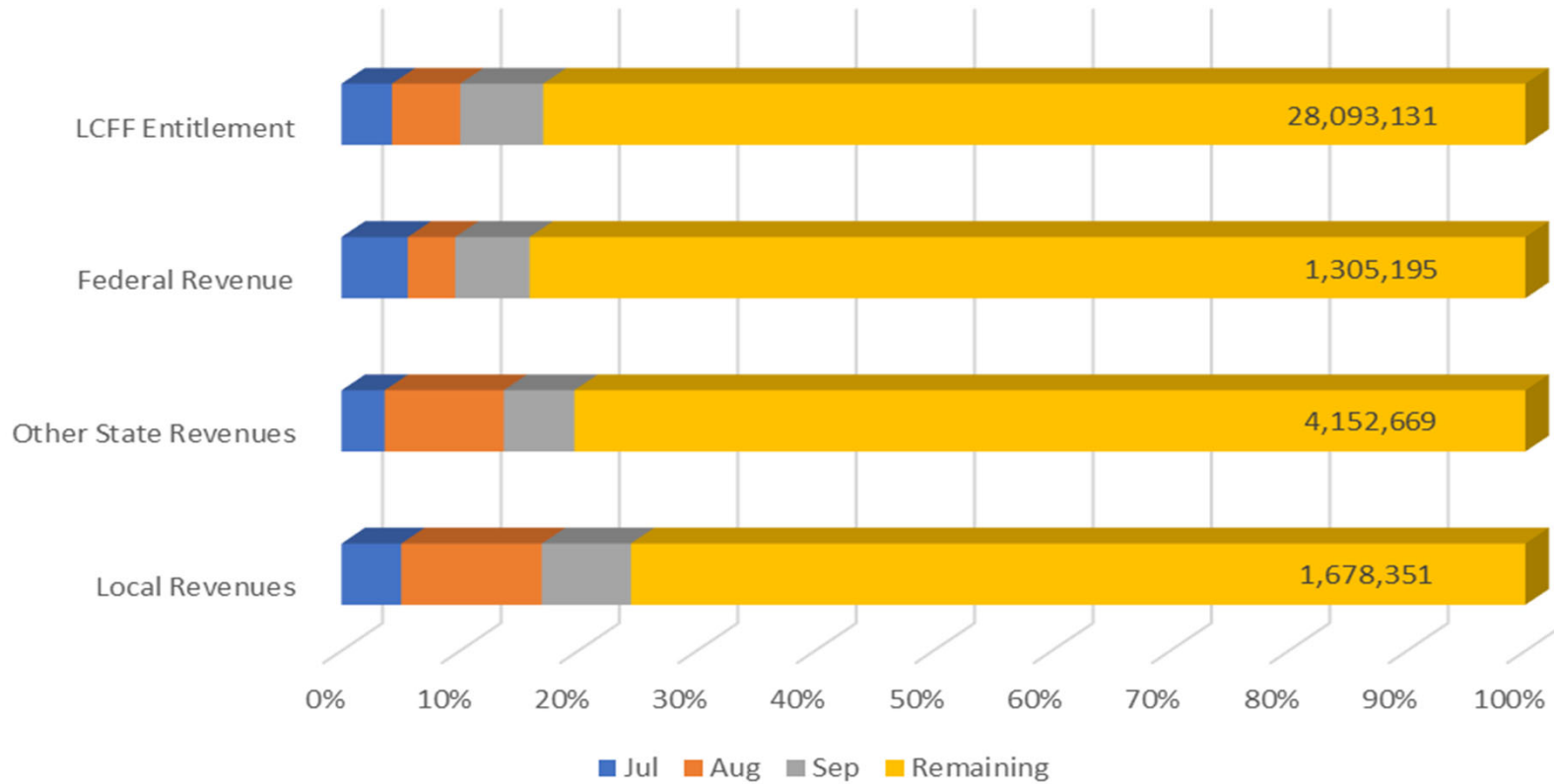
- Federal Revenue, other than Child Nutrition and SPED, is not apportioned until after October.

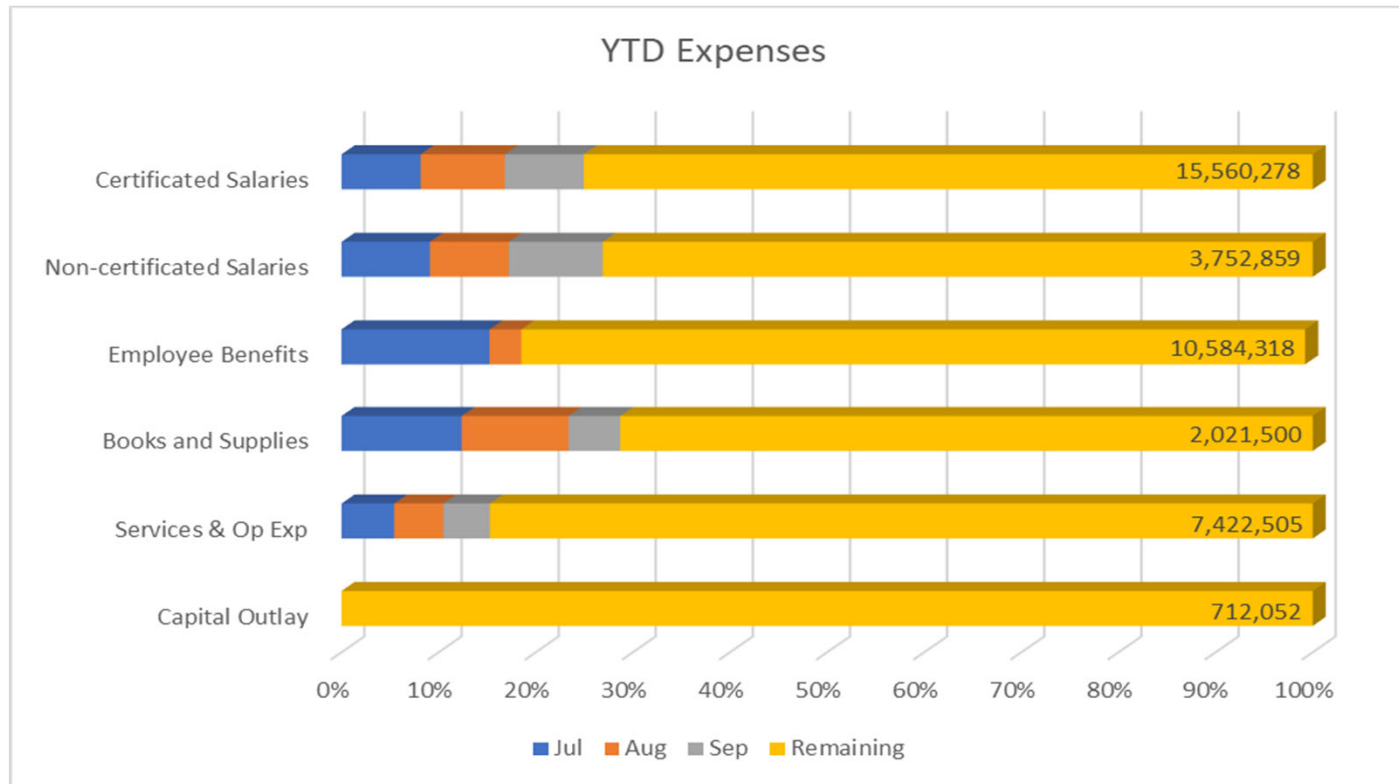
- Books and Supplies expenses are usually high in the beginning of school year.

- Have not recorded depreciation expenses. Will be recorded once confirmed with audited depreciation schedule.

		As of September 2019	Adopted Budget	% Used
Revenue	LCFF Entitlement	\$ 5,714,443	\$ 33,542,181	17.04%
	Federal Revenue	239,991	1,510,733	15.89%
	Other State Revenues	635,659	3,231,196	19.67%
	Local Revenues	478,357	1,956,880	24.44%
	Total Revenue	7,068,450	40,240,990	17.57%
Expenses	Salaries and Benefits	6,797,000	29,897,456	22.73%
	Books and Supplies	580,001	2,021,500	28.69%
	Services and Other Operation	1,125,923	7,447,505	15.12%
	Depreciation	-	712,052	0.00%
	Total Expenses	8,502,924	40,078,513	21.22%
Fund Balance	Net Income (Loss)	\$ (1,442,374)	\$ 162,477	-887.74%
	Beginning Balance (Unaudited)	8,153,215	8,140,021	
	Ending Balance (Estimated)	\$ 6,710,841	\$ 8,302,498	

YTD Revenues





Employee Benefits - It was overstated in July and was corrected in September.

Depreciation - it has not been recorded yet. Projected to record this expense after having audited schedule as of June 30, 2019.

Book and Supplies - This is normally high in the first few school months due to preparation of the coming school year.

Adopted Budget vs Proposed Updated Budget comparison (Revenue)

		Updated Projected Budget	Adopted Budget	\$ Variance
Revenue	LCFF Entitlement	\$ 33,412,950	\$ 33,542,181	\$ (129,231.00)
	Federal Revenue	1,558,741	1,510,733	48,008.00
	Other State Revenues	3,258,952	3,231,196	27,756.00
	Local Revenues	2,179,000	1,956,880	222,120.00
	Total Revenue	40,409,643	40,240,990	168,653.00

LCFF entitlement – Initial budget was based on 3,457 student@ 95% attendance rate (3,284 ADA) and it has been updated with actual enrollment (3,524) @ 93% conservative attendance rate (projected ADA – 3,277.82)

Federal Revenues – Title Funds allocation is based on latest released information from CDE (Sep 2019). Special Ed is based on new LAUSD SELPA rate.

Other State Revenues – Based on new LAUSD SELPA rate for Special Ed revenues, Lottery and Mandated Block Grant are updated based on the new rate.

Local Revenues – including International Student (67FT and 5PT) and projected based on few months of operations

Adopted Budget vs Proposed Updated Budget comparison (Expenses)

		Updated Projected Budget	Adopted Budget	\$ Variance
Expenses	Salaries and Benefits	29,076,887	29,897,456	(820,569.00)
	Books and Supplies	2,036,500	2,021,500	15,000.00
	Services and Other Operatio	7,711,249	7,447,505	263,744.00
	Depreciation	712,052	712,052	-
	Other Outgo	45,000	-	45,000.00
	Total Expenses	39,581,688	40,078,513	(496,825.00)

Salaries and Benefits – This is based on Actual expenditures for 19-20 and projected out for the rest of the year and each employee being broken out. For 19-20 Adopted Budget, the salaries had ins and outs and then a 3% increase.

Books and Supplies – No significant change

Services and other Operations – Based on few months of operation and new assumption for some expenses.

Other Outgo – Projected based on PY Unaudited actual.

Balance Sheet

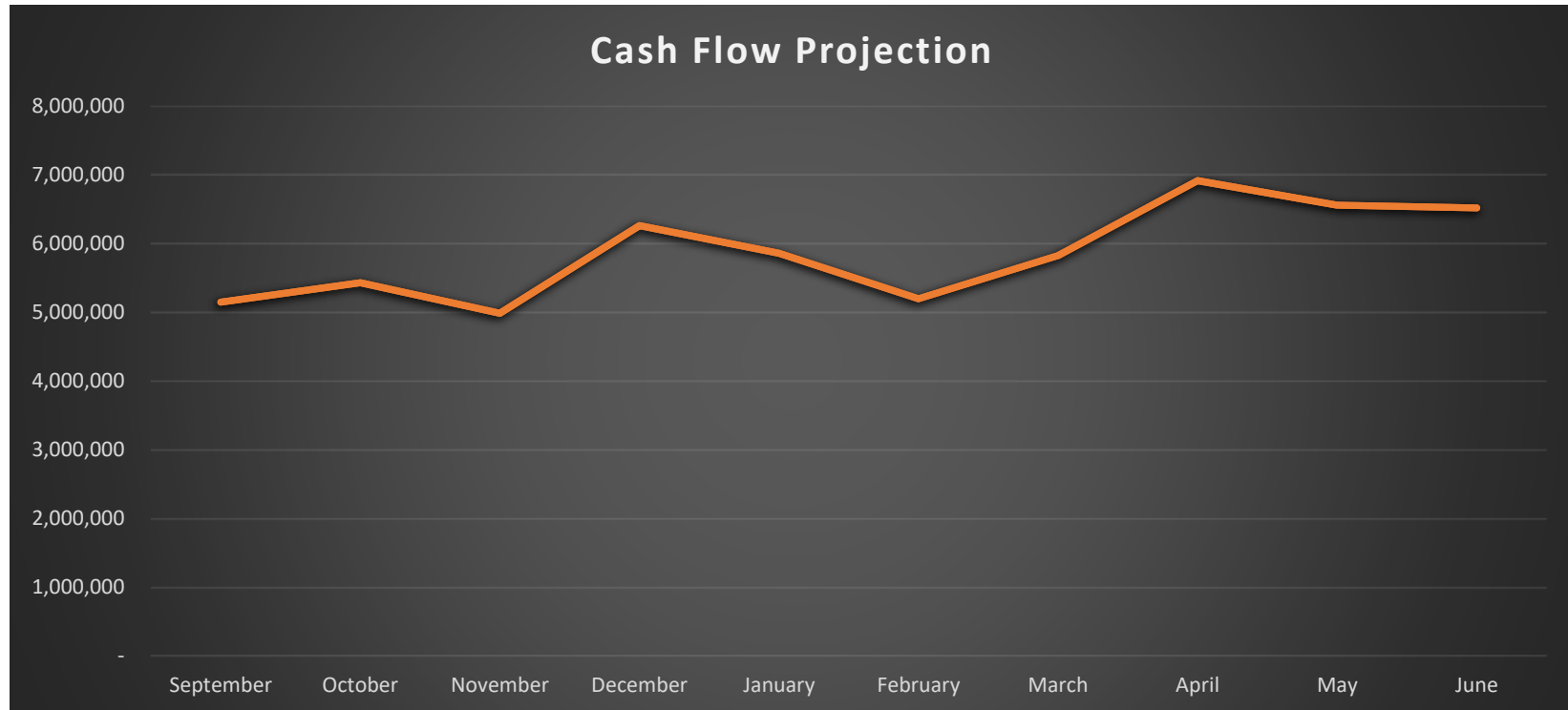
- Accounts receivable – Mainly LCFF September portion which will be received in October.

- Investment accounts is reconciled as of September 30, 2019.

- OPEB liabilities stays same till new study released.

		As of Sep 2019	As of Jun 2019	YTD Change
ASSETS	Cash Balance	\$ 5,145,475	\$ 5,071,239	74,236
	Accounts Receivable	2,047,272	3,627,527	(1,580,255)
	Prepays	902,845	339,378	563,467
	Fixed Assets, Net	7,171,063	7,174,263	(3,200)
	Investments	7,263,930	6,784,047	479,883
	Total Assets	\$ 22,530,585	\$ 22,996,454	(465,869)
LIABILITIES AND FUND BALANCE	Accounts Payable	\$ 1,327,829	\$ 1,592,376	(264,547)
	Due to Others	237,807	237,807	-
	OPEB Liability	12,696,714	12,696,714	-
	Deferred Revenue	531,704	404,954	126,750
	Current Loans and Other Payable	1,025,691	791,383	234,308
	Total Liabilities	15,819,745	15,723,234	100.61%
	Beginning Balance (Unaudited)	8,153,215	6,783,190	1,370,025
	Net Income (Loss)	(1,442,375)	490,030	(1,932,405)
	Ending Balance (Estimated)	6,710,840	7,273,220	(562,380)
	Total Liabilities and Fund Balance	\$ 22,530,585	\$ 22,996,454	(465,869)

2019-20 Cash flow projection



- Projected ECR ending cash balance of \$6.5M at the end of 19-20 SY
- Days Cash on hand is 46.86 days.

Questions?

John J. Arndt, CPA

Chief Financial Officer

jarndt@iconsm.com

ICON School Management



El Camino Real Charter High School
Income Statement
September 30, 2019

	Actual			YTD	Budget
	Jul	Aug	Sep	Actual YTD	Approved Budget
SUMMARY					
Revenue					
LCFF Entitlement	1,430,827	1,935,719	2,347,897	5,714,443	33,542,180
Federal Revenue	84,623	60,540	94,828	239,991	1,510,733
Other State Revenues	117,976	325,053	192,630	635,659	3,231,197
Local Revenues	91,039	174,501	114,115	379,655	1,956,880
Fundraising and Grants	7,764	57,921	33,017	98,702	-
Total Revenue	1,732,229	2,553,734	2,782,487	7,068,450	40,240,990
Expenses					
Compensation and Benefits	3,248,362	2,007,666	1,540,972	6,797,000	29,897,456
Books and Supplies	250,176	222,547	107,278	580,001	2,021,500
Services and Other Operating Expenditures	394,390	377,486	354,047	1,125,923	7,422,505
Depreciation	-	-	-	-	712,052
Other Outflows	7,900	-	-	7,900	-
Total Expenses	3,900,828	2,607,700	2,002,297	8,510,825	40,053,513
Operating Income	(2,168,599)	(53,966)	780,190	(1,442,375)	187,477
Fund Balance					
Beginning Balance (Unaudited)				8,153,215	7,384,233
Operating Income				(1,442,375)	-
Ending Fund Balance				6,710,840	7,571,711

El Camino Real Charter High School
Income Statement
September 30, 2019

	Actual			YTD	Budget
	Jul	Aug	Sep	Actual YTD	Approved Budget
REVENUE					
LCFF Entitlement					
8011 Charter Schools General Purpose Entitlement - State Aid	933,017	933,017	1,679,430	3,545,464	20,172,916
8012 Education Protection Account Entitlement	-	-	-	-	5,801,039
8019 State Aid - Prior Years	(3,541)	-	-	(3,541)	-
8096 Charter Schools in Lieu of Property Taxes	501,351	1,002,702	668,467	2,172,520	7,568,225
SUBTOTAL - LCFF Entitlement	1,430,827	1,935,719	2,347,897	5,714,443	33,542,180
Federal Revenue					
8181 Special Education - Entitlement	39,956	80,840	53,687	174,483	653,786
8220 Child Nutrition Programs	44,667	(20,300)	41,141	65,508	325,832
8290 No Child Left Behind	-	-	-	-	-
8291 Title I	-	-	-	-	340,014
8292 Title II	-	-	-	-	71,647
8294 Title IV	-	-	-	-	19,454
8299 All Other Federal Revenue	-	-	-	-	100,000
SUBTOTAL - Federal Revenue	84,623	60,540	94,828	239,991	1,510,733
Other State Revenue					
8319 Other State Apportionments - Prior Years	-	-	-	-	-
8381 Special Education - Entitlement (State)	117,134	234,014	156,066	507,215	1,939,946
8520 Child Nutrition - State	-	4,411	3,311	7,722	25,688
8550 Mandated Cost Reimbursements	-	-	-	-	148,547
8560 State Lottery Revenue	-	-	-	-	669,943
8590 All Other State Revenue	842	86,628	33,253	120,723	447,073
8593 Prop 39 Energy	-	-	-	-	-
SUBTOTAL - Other State Revenue	117,976	325,053	192,630	635,659	3,231,197
Local Revenue					
8634 Food Service Sales	3,973	26,435	37,730	68,138	256,880
8660 Interest	22,086	30,706	8,714	61,506	-
8662 Net Increase (Decrease) in the Fair Value of Investments	-	-	-	-	50,000
8690 Other Local Revenue	64,895	117,360	67,671	249,926	1,500,000

El Camino Real Charter High School
Income Statement
September 30, 2019

		Actual			YTD	Budget
		Jul	Aug	Sep	Actual YTD	Approved Budget
8715	Option 3 SPED	-	-	-	-	150,000
8999	Uncategorized Revenue	85	-	-	85	-
SUBTOTAL - Local Revenue		91,039	174,501	114,115	379,655	1,956,880
Fundraising and Grants						
8803	Fundraising	-	-	-	-	-
8804	ASB Revenues	7,764	57,921	33,017	98,702	-
SUBTOTAL - Fundraising and Grants		7,764	57,921	33,017	98,702	-
TOTAL REVENUE		1,732,229	2,553,734	2,782,487	7,068,450	40,240,990

El Camino Real Charter High School
Income Statement
September 30, 2019

	Actual			YTD	Budget
	Jul	Aug	Sep	Actual YTD	Approved Budget
EXPENSES					
Compensation & Benefits					
Certificated Salaries					
1100 Teachers Salaries	1,032,637	1,115,240	1,032,299	3,180,176	12,985,870
1101 Teacher - Stipends	(2,968)	-	-	(2,968)	-
1200 Certificated Pupil Support Salaries	147,152	148,104	143,482	438,738	1,306,748
1300 Certificated Supervisor & Administrator Salaries	91,564	86,398	86,348	264,310	1,126,293
1900 Certificated Other Salaries	-	-	-	-	141,368
SUBTOTAL - Certificated Salaries	1,268,385	1,349,741	1,262,129	3,880,255	15,560,278
Classified Salaries					
2100 Classified Instructional Aide Salaries	140,545	40,869	76,029	257,443	937,755
2200 Classified Support Salaries	94,299	110,885	142,864	348,048	861,652
2300 Classified Supervisor & Administrator Salaries	58,381	72,628	55,668	186,677	437,199
2400 Classified Clerical & Office Salaries	46,979	79,971	86,865	213,815	1,363,468
2900 Classified Other Salaries	1,266	1,256	1,006	3,528	152,786
SUBTOTAL - Classified Salaries	341,470	305,608	362,432	1,009,510	3,752,859
Employee Benefits					
3100 STRS	212,801	228,474	217,014	658,289	2,568,458
3200 PERS	36,886	56,384	63,507	156,777	699,627
3300 OASDI-Medicare-Alternative	44,487	46,378	47,782	138,647	513,406
3400 Health & Welfare Benefits	621,996	(13,295)	(14,793)	593,908	3,434,125
3500 Unemployment Insurance	605	-	-	605	11,045
3600 Workers Comp Insurance	35,548	20,368	20,225	76,141	331,220
3700 Retiree Benefits	685,934	8,191	(424,411)	269,714	3,026,437
3900 Other Employee Benefits	250	5,817	7,087	13,154	-
SUBTOTAL - Employee Benefits	1,638,507	352,317	(83,589)	1,907,235	10,584,318

El Camino Real Charter High School
Income Statement
September 30, 2019

	Actual			YTD	Budget
	Jul	Aug	Sep	Actual YTD	Approved Budget
Books & Supplies					
4100 Approved Textbooks & Core Curricula Materials	28,153	51,661	10,483	90,297	250,000
4200 Books & Other Reference Materials	53	17,280	2,617	19,950	15,000
4300 Materials & Supplies	-	-	-	-	-
4325 Instructional Materials & Supplies	28,145	21,855	9,854	59,854	260,000
4330 Office Supplies	11,354	5,863	8,229	25,446	100,000
4345 Non Instructional Student Materials & Supplies	68,625	41,722	55,377	165,724	315,000
4400 Noncapitalized Equipment	113,814	29,311	11,033	154,158	403,000
4710 Student Food Services	33	54,855	9,685	64,573	676,000
4720 Other Food	-	-	-	-	2,500
SUBTOTAL - Books and Supplies	250,176	222,547	107,278	580,001	2,021,500
Services & Other Operating Expenses					
5000 Services & Other Operating Expenses	19,816	400	1,114	21,330	-
5200 Travel & Conferences	4,943	2,641	4,303	11,887	115,000
5300 Dues & Memberships	32,330	5,968	39,294	77,592	538,403
5400 Insurance	83,548	36,549	23,789	143,886	215,000
5500 Operations & Housekeeping	22,938	7,601	8,208	38,748	874,000
5520 Security	25,421	32,784	9,884	68,089	547,600
5605 Equipment Leases	11,238	5,874	3,437	20,549	630,600
5610 Rent	-	-	-	-	520,198
5616 Repairs and Maintenance - Computers	-	-	-	-	-
5631 Other Rentals, Leases and Repairs 1	269	-	75	344	140,000
5800 Other Services & Operating Expenses	7,330	-	-	7,330	-
5809 Banking Fees	12,575	961	2,758	16,294	56,160
5812 Business Services	-	-	-	-	174,000
5815 Consultants - Instructional	45,021	16,423	29,293	90,737	1,209,980
5820 Consultants - Non Instructional - Custom 1	47,746	40,822	37,165	125,733	393,891
5824 District Oversight Fees	19,403	62,429	38,333	120,165	335,422
5830 Field Trips Expenses	1,565	17,797	40,838	60,200	260,000
5833 Fines and Penalties	99	117	1,564	1,780	5,200
5845 Legal Fees	22,219	4,898	40,738	67,855	200,000
5848 Licenses and Other Fees	6,419	60	2,128	8,607	46,500
5851 Marketing and Student Recruiting	6,500	5,000	-	11,500	60,000

El Camino Real Charter High School
Income Statement
September 30, 2019

	Actual			YTD	Budget
	Jul	Aug	Sep	Actual YTD	Approved Budget
5857 Payroll Fees	4,060	4,340	5,097	13,497	35,055
5861 Prior Yr Exp (not accrued)	-	-	-	-	10,000
5872 Special Education Encroachment	31,418	114,088	41,951	187,457	539,496
5884 Substitutes	(16,202)	205	20,074	4,077	360,000
5898 Bad Debt Expense	-	-	-	-	-
5899 Miscellaneous Operating Expenses	-	-	-	-	-
5900 Communications	5,733	18,530	4,004	28,267	156,000
SUBTOTAL - Services & Other Operating Exp.	394,390	377,486	354,047	1,125,923	7,422,505

El Camino Real Charter High School
Income Statement
September 30, 2019

Capital Outlay & Depreciation

6900 Depreciation

SUBTOTAL - Capital Outlay & Depreciation

Other Outflows

7999 Uncategorized Expense

SUBTOTAL - Other Outflows

TOTAL EXPENSES

Actual			YTD	Budget
Jul	Aug	Sep	Actual YTD	Approved Budget
-	-	-	-	712,052
-	-	-	-	712,052
7,900	-	-	7,900	-
7,900	-	-	7,900	-
3,900,828	2,607,700	2,002,297	8,510,825	40,053,513

El Camino Real Charter High School
Balance Sheet
September 30, 2019

	6/30/2019	9/30/2019	YTD Change
ASSETS			
Cash Balance	5,071,239	5,145,475	74,236
Accounts Receivable	3,627,527	2,047,272	(1,580,255)
Prepays	339,378	902,845	563,467
Fixed Assets, Net	7,174,263	7,171,063	(3,200)
Investments	6,784,047	7,263,930	479,883
TOTAL ASSETS	22,996,454	22,530,584	(465,870)
LIABILITIES & EQUITY			
Accounts Payable	1,592,376	1,327,829	(264,547)
Due to Others	237,807	237,807	0
OPEB Liability	12,696,714	12,696,714	-
Deferred Revenue	404,954	531,704	126,750
Current Loans and Other Payables	791,383	1,025,691	234,308
Beginning Net Assets	6,783,190	8,153,215	1,370,025
Net Income (Loss) to Date	490,030	(1,442,376)	(1,932,406)
TOTAL LIABILITIES & EQUITY	22,996,454	22,530,584	(465,870)