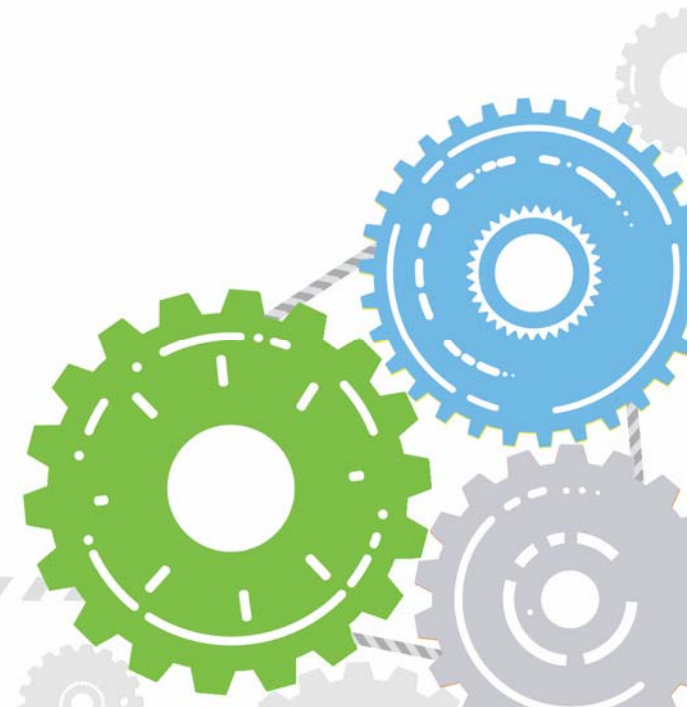


El Camino Real Charter High School Financial Update

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April 2018 Financial Update



Current – April 2018 Forecast

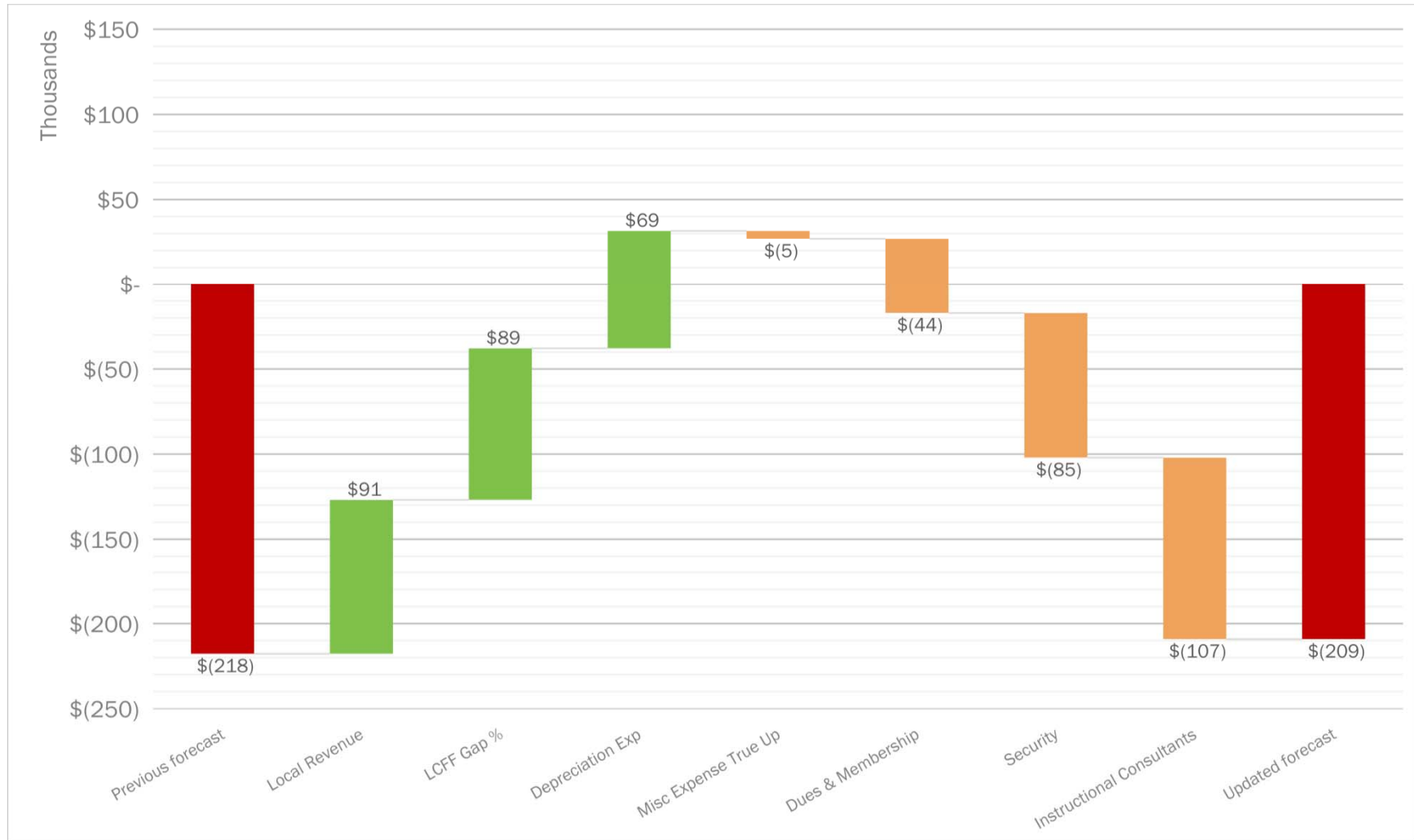


		2017/18	2017/18	2017/18	2017/18	Variance
		YTD Actuals	Reapproved Budget	Previous Mar Forecast	Current Apr Forecast	
Revenue	LCFF Entitlement	23,565,412	31,065,296	30,161,846	30,250,875	89,030
	Federal Revenue	1,139,858	1,449,279	1,435,109	1,435,868	759
	Other State Revenues	3,788,344	4,502,560	4,509,405	4,509,405	-
	Local Revenues	1,992,914	1,678,352	1,835,045	1,925,182	90,137
	Fundraising and Grants	-	-	-	-	-
	Total Revenue	30,486,527	38,695,487	37,941,405	38,121,330	179,925
Expenses	Comp and Benefits	22,324,917	29,641,540	28,788,294	28,788,294	-
	Books and Supplies	2,369,987	2,925,532	2,786,001	2,786,002	(0)
	Services and Other Ops	4,879,693	5,973,405	6,221,722	6,462,478	(240,756)
	Depreciation	144,013	750,867	363,159	293,714	69,444
	Total Expenses	29,718,609	39,291,345	38,159,176	38,330,488	(171,311)
	Operating Income	767,918	(595,858)	(217,772)	(209,158)	8,614
Fund Balance	Beginning Balance (Unaudited)		-3,201,018	-3,201,018	-3,201,018	
	Audit Adjustment			291,165	291,165	
	Operating Income		-595,858	-217,772	-209,158	
Ending Fund Balance (incl. Depreciation)			-3,796,876	-3,127,625	-3,119,011	
Ending Fund Balance as % of Expenses			-9.66%	-8.20%	-8.14%	

2017-18 Forecast Update



Net income has increased by \$9K compared to previous forecast



Shoup Expenses



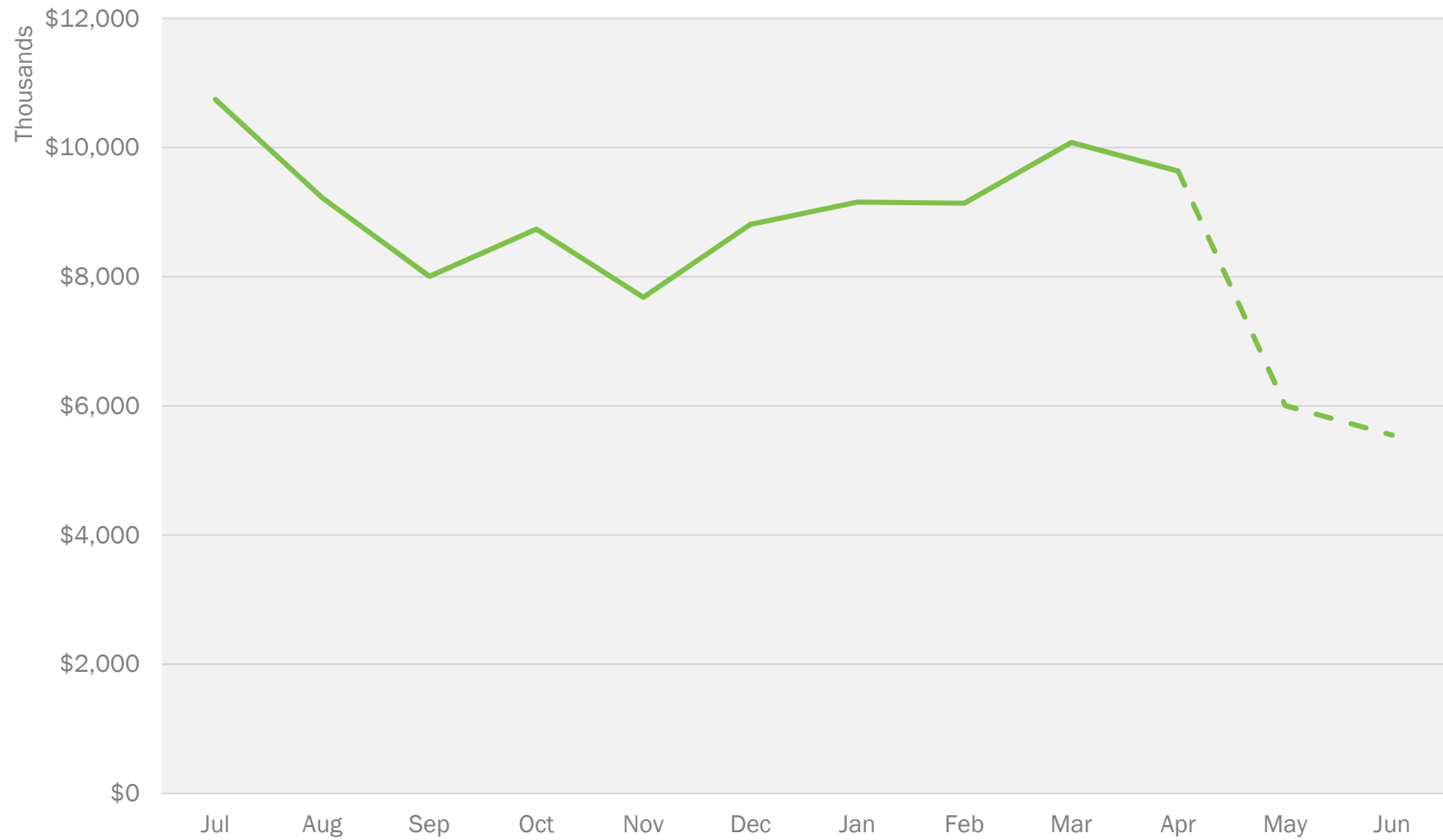
As of April 2018, ECR has incurred 60% of budgeted expenses for Shoup

EXPENSE CATEGORY	2017-18 Revised Budget	2017-18 YTD Actuals	2017-18 Budget Balance
Salaries	-	-	-
Benefits	-	-	-
Books & Supplies	1,000	143	857.50
Operations & Housekeeping	50,000	42,442	7,557.72
Services & Other Operating Expenses	110,000	69,308	40,691.64
Communications	-	-	-
Capital Outlay	1,561,500	919,024	642,476.42
TOTAL	1,722,500	1,030,917	691,583

2017-18 Cash Flow



Ending cash balance in April 2018 was \$9.6M



Salaries & Benefits as a Percent of Revenue



Considerations include Lifetime Benefits liability, UTLA negotiations, and STRS/PERS/H&W rates

	2015/16	2016/17	2017/18
	Actual	Actual	Forecast
ADA	3568	3387	3317
Total Salaries and Benefits as a % of Expense	75%	78%	75%
Salaries and Benefits per ADA	7,578	7,866	8,679
Certificated Salaries	44%	42%	38%
Classified Salaries	10%	10%	10%
Benefits	21%	25%	28%

18-19 Proposed Budget Summary

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2018-19 State Budget Update



May budget revision continues to be good for K-12 education

LCFF

- Proposes \$3B increase to fully fund LCFF, two years ahead of schedule
- 100% gap closure and 3% increase of base rates

COLA

- Proposes 2.71% COLA increase, versus previous 2.51%
- Affects programs such as Special Education and Nutrition

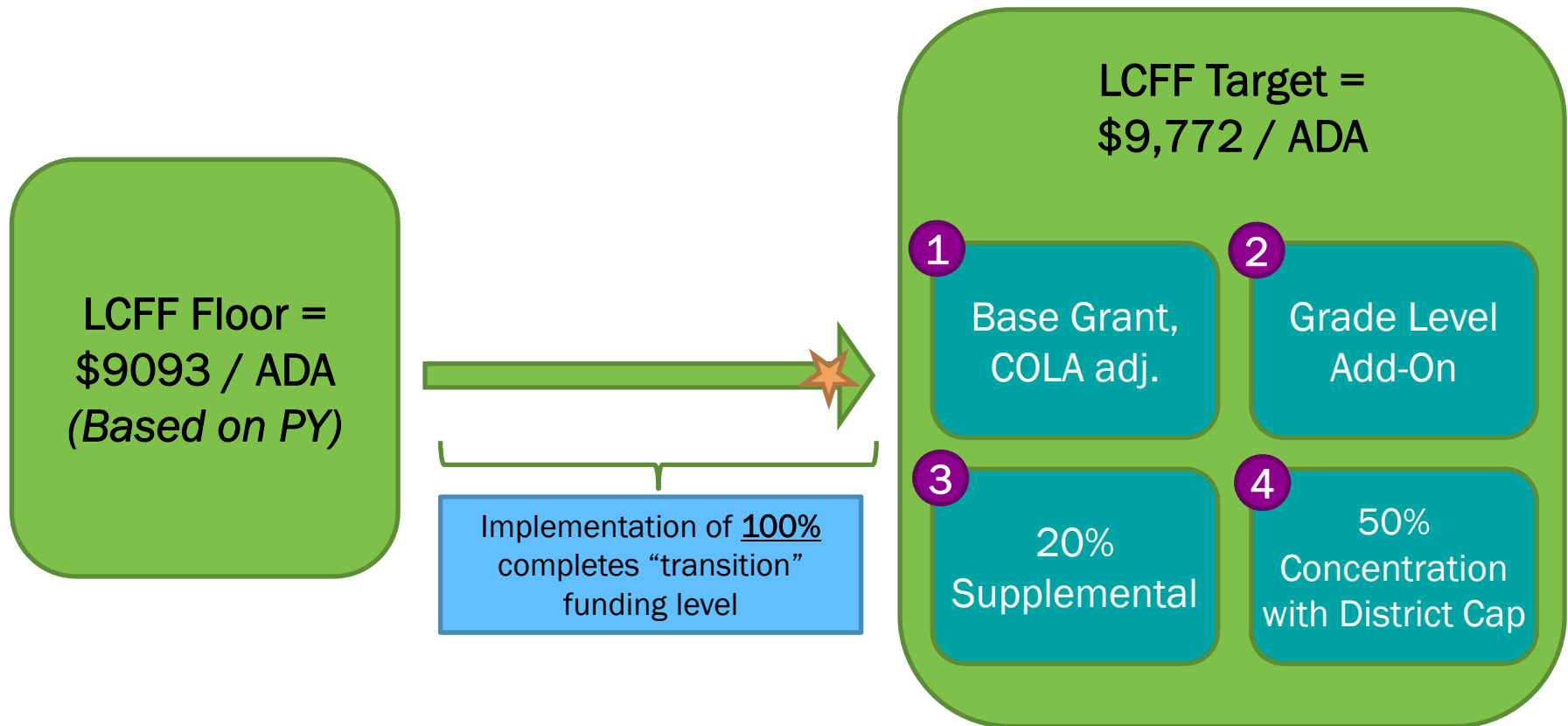
One-Time Funds

- Proposes over \$2B in one-time, discretionary funding (~\$343 / PY ADA), up about \$50 from January proposal

Understanding Local Control Funding Formula

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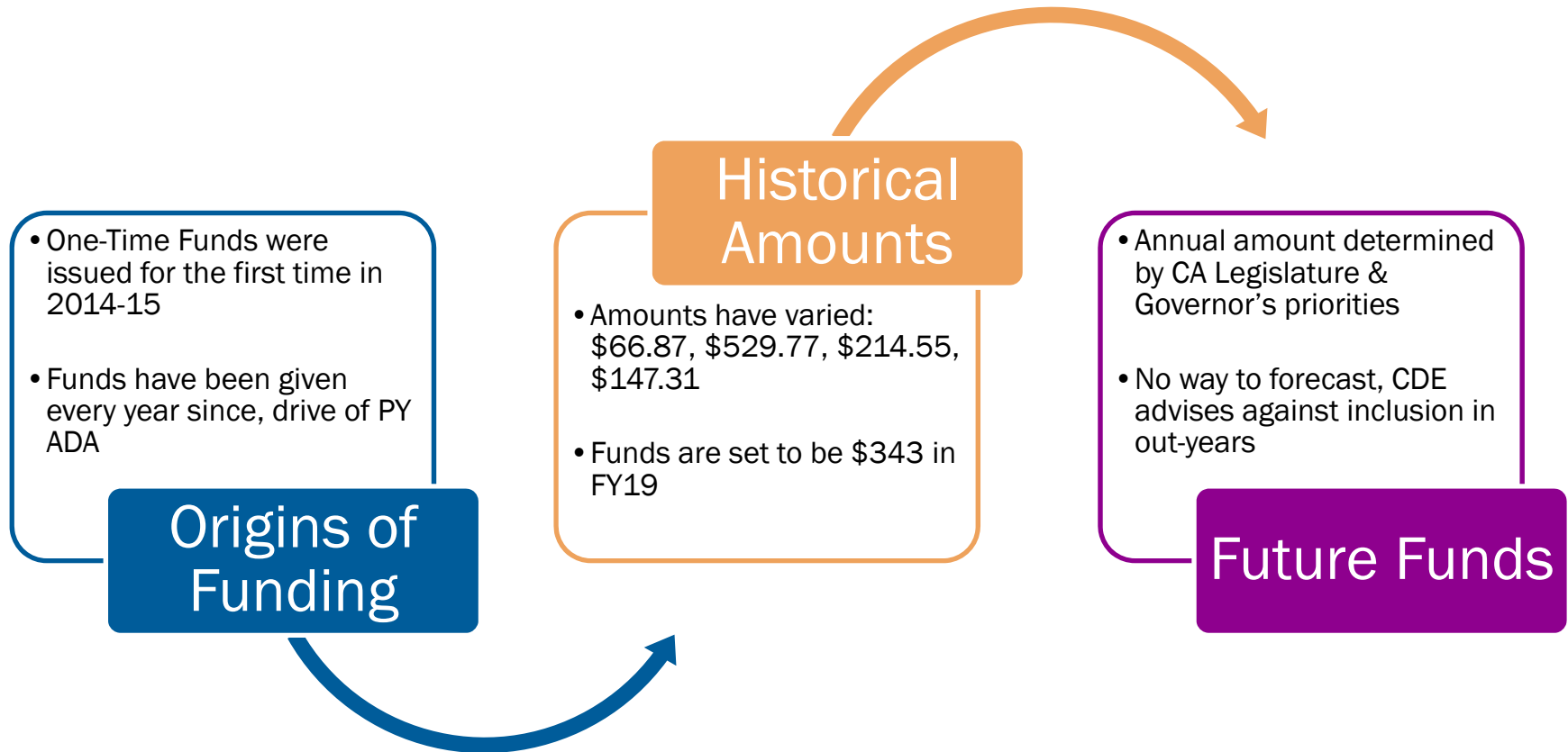
Local Control Funding Formula (LCFF) to be fully phased in



One-Time Funds - Context

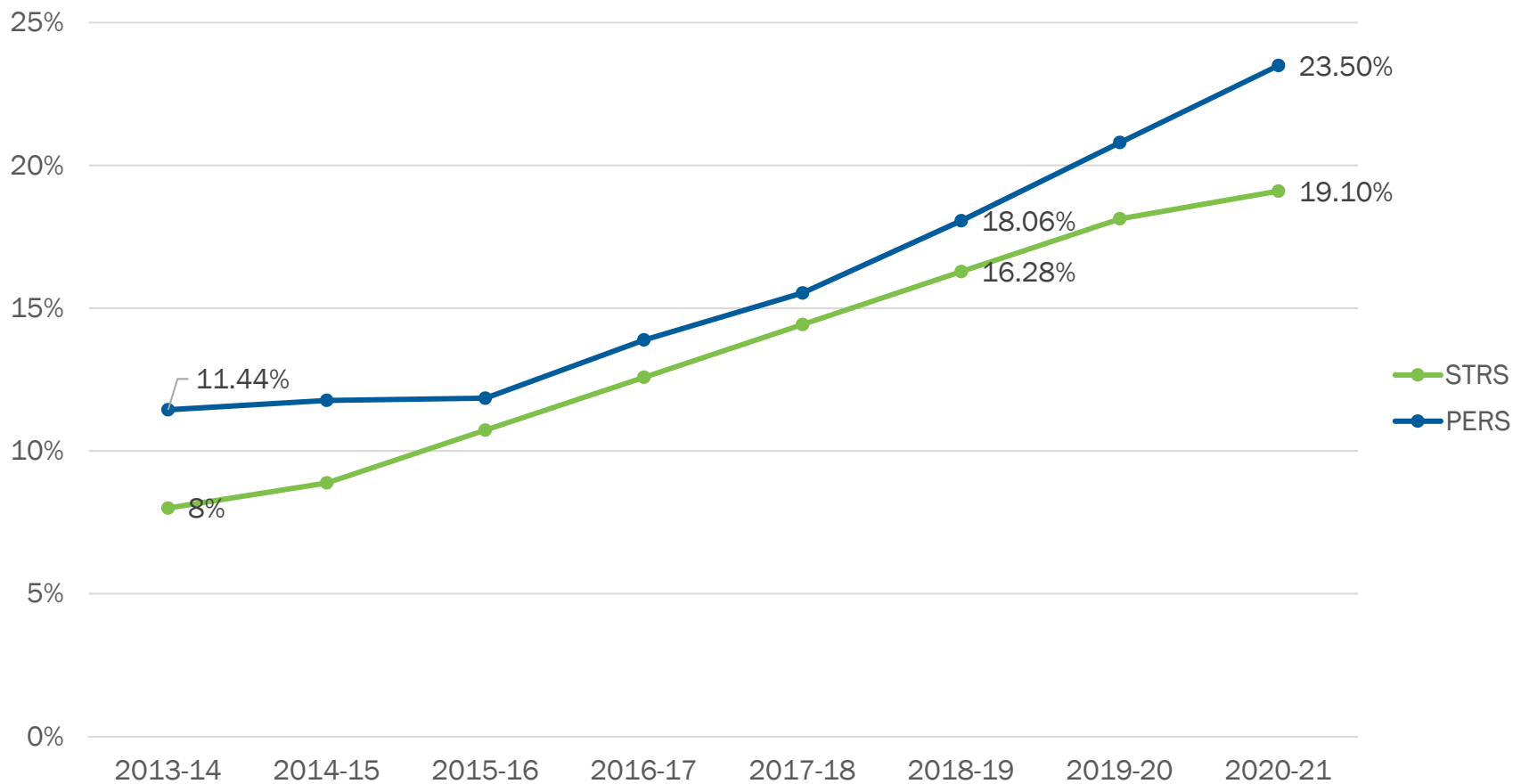
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El Camino is projected to receive \$1,137,728 in 18-19 one time funds



One-Time Funds should not become a structural piece of school's budget

STRS and PERS Growth Rate Over Time



18-19 STRS employer contribution is up 103% from 13-14,
PERS is up 58%

Budget Summary

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		2017-18	2018-19	Variance
		Current Forecast	Proposed Budget	
Revenue	LCFF Entitlement	30,250,875	32,678,749	2,427,874
	Federal Revenue	1,435,868	1,436,702	834
	Other State Revenues	4,509,405	4,299,217	(210,188)
	Local Revenues	1,925,182	1,681,250	(243,932)
	Total Revenue	38,121,330	40,095,918	1,974,588
Expenses	Comp and Benefits	28,788,294	30,037,633	(1,249,339)
	Books and Supplies	2,786,002	2,969,951	(183,949)
	Services and Other Ops	6,462,478	6,297,724	164,754
	Depreciation	293,714	719,151	(425,437)
	Total Expenses	38,330,488	40,024,459	(1,693,971)
	Operating Income	-209,158	71,459	280,617
Fund Balance	Beginning Balance (Unaudited)	-3,201,018	-3,119,011	
	Audit Adjustment	291,165	-	
	Operating Income	-209,158	71,459	
Ending Fund Balance (incl. Depreciation)		-3,119,011	-3,047,552	
Ending Fund Balance as % of Expenses		-8.14%	-7.61%	

Key Assumptions



Item	17/18	18/19	Variance	Notes
ADA	3,317	3,344	+27	
LCFF rate	\$9,120	\$9,772	+\$652	100% fully funded
One time funds	\$147/PY ADA	\$343/PY ADA	+\$196	Amount not final
Prop 39 Clean Energy	\$776k	\$0	-\$776k	One time grant
Non-capital Equipment	\$665k	\$965k	+\$300k	1:1 Laptop program; Interactive panels; Shoup
Lifetime benefits (OPEB)	\$4.055M	\$4.055M	-	May change after actuarial report. Cash contribution of \$2M
New Support Staff positions	n/a	\$227k	\$227k	Project Asst; Office Asst; Data Coordinator; Support Staff

Financial Exhibits

[See attachment](#)

