

A LOOK INTO 2017-18 UNAUDITED ACTUALS

AMERICAN INDIAN MODELS SCHOOLS

BOARD MEETING: SEPTEMBER 18, 2018

INTRODUCTION

Per California Education Code 42100, On or before September 15, each charter school shall approve, in a format prescribed by the Superintendent of Public Instruction, an annual statement of all receipts and expenditures of the charter school for the preceding fiscal year and shall file the statement with the entity that approved the charter school.

The forms prescribed by the Superintendent of Public Instruction shall be adopted as regulations by the State Board of Education, and may be amended periodically to accommodate changes in statute or government reporting standards.

(Amended by Stats. 2002, Ch. 1058, Sec. 2. Effective January 1, 2003.)

SUMMARY

- American Indian Models schools closed the 2017-2018 books with a net surplus of \$952,463 and ending fund balance of \$6,081,843. This encouraging outlook was influenced by the following changes:
- Increases to revenues, mostly local revenues at sites
- Lower depreciation expenses than budgeted. This was due to the acquisition of property later in the year, therefore less time for depreciation impact.
- Conservative spending patterns

AIPCS I

SCHOOL INFORMATION

- ADA 143.09
- Enrollment 146 Students

UNAUDITED ACTUALS SUMMARY

- Local Revenues increase(ASB, School site Funds, Other Local Revenue,)
- 17/18 all schools received Facility Incentive Grant
- Depreciated Expenses lower than expected

AIPCS 11

SCHOOL INFORMATION

- ADA 631.26
- Enrollment 647 Students

UNAUDITED ACTUALS SUMMARY

- Local Revenues increase(ASB, School site Funds, Other Local Revenue,)
- 17/18 all schools received Facility Incentive Grant
- Depreciated Expenses lower than expected

AIPHS

SCHOOL INFORMATION

- ADA 342.96
- Enrollment 360 Students

UNAUDITED ACTUALS SUMMARY

- Local Revenues increase(ASB, School site Funds, Other Local Revenue,)
- 17/18 all schools received Facility incentive grant
- Conservative spending practices; a positive impact from purchasing supplies at the beginning of the school year.

American Indian Model Schools

July 2017 - June 2018

| Description | CMO | American Indian Public Charter 6-8 | American Indian Public Charter II K-8 | American Indian Public High School | Total |
|--|-----------|------------------------------------|---------------------------------------|------------------------------------|--------------|
| Revenue Limit | | \$1,306,553 | \$5,843,530 | \$3,705,646 | \$10,855,729 |
| Federal Revenue | | \$161,990 | \$631,379 | \$144,851 | \$938,220 |
| Other State Revenue | | \$288,887 | \$528,537 | \$120,849 | \$938,272 |
| Local Revenue | \$796,079 | \$38,290 | \$141,509 | \$15,854 | \$991,732 |
| Total Revenue | \$796,079 | \$1,795,719 | \$7,144,956 | \$3,987,200 | \$13,723,953 |
| Certificated Salaries | - | \$404,472 | \$2,174,288 | \$1,320,335 | \$3,899,094 |
| Classified Salaries | - | \$298,135 | \$1,215,847 | \$469,870 | \$1,983,852 |
| Employee Benefits | - | \$177,523 | \$827,430 | \$420,531 | \$1,425,483 |
| Personnel Expenses | - | \$880,129 | \$4,217,565 | \$2,210,736 | \$7,308,429 |
| Books and Supplies | \$35,853 | \$33,724 | \$530,850 | \$671,499 | \$1,271,926 |
| Services & Other Operating Expenses | \$760,226 | \$258,892 | \$938,035 | \$640,996 | \$2,598,149 |
| Capital Outlay | | \$28,897 | \$233,194 | - | \$262,091 |
| Other Outgo | | \$264,731 | \$775,244 | \$290,919 | \$1,330,895 |
| Operational Expenses | \$796,079 | \$586,244 | \$2,477,323 | \$1,603,414 | \$5,463,061 |
| Total Expenses | \$796,079 | \$1,466,373 | \$6,694,888 | \$3,814,150 | \$12,771,490 |
| Net Income | - | \$329,346 | \$450,068 | \$173,050 | \$952,463 |

AIMS CASH

| American Indian Model Schools | | |
|--|-----------------------------|---|
| Available Cash Analysis as of 06/30/2018 | | |
| | (most recent closed period) | Comments |
| Total Cash | \$ 3,675,653.00 | Cash Balances as of 6/30/2018 - not including Petty Cash |
| <i>Less:</i> | | |
| CD | \$ (352,539.00) | Funds held as requirement for East/West Bank Loan |
| Total Current Liabilities | \$ (1,347,587.00) | includes Accounts Payable & Accrued Salaries/taxes/benefits |
| Restricted Net Assets (in fund balance) | \$ (200,818.00) | Includes Measure N funds (HS) received that may be returned |
| Scholarship Fund Balance | \$ (222,315.00) | |
| Restricted Current Year Revenue | | Title I/II/III, Restricted Lottery, Nutrition, Prop 39 Clean Energy |
| Restricted Scholarship Current Year Revenue | | Funds received YTD, not yet encumbered |
| OUSD Required Reserve (3%) | \$ (383,144.70) | 3% of YTD expenditures |
| East West Bank DTI Reserve Requirement | \$ (693,000.00) | Projected year-end surplus equivalent to 1.5x Debt Service |
| | | |
| Available Cash | \$ 476,249.30 | |
| <i>Less</i> | | |
| AIMS Cash Flow Reserve (2 months) | \$ (3,577,214.25) | Average monthly expenditures for 2018-19 |
| | | |
| Available Cash Less Cash Flow Reserve | \$ (3,100,964.95) | |

AIMS FINANCIAL SERVICES RECOMMENDATION

In partnership with the staff at Charter School Management Company (CSMC) and the fiscal staff at American Indian Model Schools, staff recommends the approval of the updated 2017-2018 Unaudited Actuals for American Indian Model Schools per the summary in this report. OUSD may choose not to accept this update as it is presented past their internal deadline.

The final report is ready for Board approval and submission to the County Office of Education by Sept. 15.