

APPROVED



KIPP SoCal Public Schools

Minutes

Finance Committee Meeting

Date and Time

Wednesday June 5, 2024 at 1:00 PM

Location

[Zoom Meeting](#)

Webinar ID: 864 5778 5898

Committee Members Present

C. Bermudez (remote), D. Chao (remote), J. Miller (remote), K. Salyer (remote), N. Arastu (remote)

Committee Members Absent

E. Kavounas

I. Opening Items

A. Record Attendance

B. Call the Meeting to Order

N. Arastu called a meeting of the Finance Committee of KIPP SoCal Public Schools to order on Wednesday Jun 5, 2024 at 1:10 PM.

II. Public Comment

A. Public Comment: Agenda & Non-Agenda Items

No public comment

III. KIPP SoCal Financial Review

A. FY2024-25 KIPP SoCal Public Schools Budget Review

D. Chao and K. Salyer provided an overview of the FY25 budget, including key assumptions underlying the budget. The committee members asked questions about enrollment and substantive discussion ensued about the fiscal condition of KIPP Adelante and KIPP Philosophers.

B. Multi-Year Financial Forecast

K. Salyer led a discussion about the key assumptions underlying the three-year financial forecast, including enrollment, attendance, and LCFF COLA rates, and discussed key risks to underperforming our forecasts.

N. Arusta requested that an ad-hoc committee be formed to monitor enrollment and fiscal sustainability progress at under enrolled schools, including KIPP Philosophers and KIPP Adelante, and to establish goals and milestones to be met and monitoring for the forecast period.

C. KIPP SoCal Risk Dashboard

Item was not discussed due to time constraints.

IV. Real Estate

A. Real Estate Financing Update and Discussion

K. Salyer presented two potential options for refinancing the New Market Tax Credit loan that finances the facility leased by KIPP Endeavor and KIPP Promesa, including general terms for a loan from Equitable Facilities Fund and for a bond offering. K. Salyer also discussed how a bond offering preserves a clearer path to refunding the 2014 bonds if market conditions proved favorable for a refunding.

B. KLARE Holdings Property Sale

K. Salyer presented three options for the strategy to sale the property owned by KLARE 16, LLC in Cudahy, CA, including a discussion on the potential sale price under each strategy and the expected risks and time required for each strategy.

V. Closing Items

A. Adjourn Meeting

There being no further business to be transacted, and upon motion duly made, seconded and approved, the meeting was adjourned at 2:32 PM.

Respectfully Submitted,
N. Arastu

Documents used during the meeting

- Spreadsheet - KSCPS FY24 YOY Financials.pdf
- Spreadsheet - KSCPS YTD Results by Entity.pdf
- Dashboard - KSCPS FY24 YTD Results.pdf
- Narrative - KSCPS FY25 Budget Summary.pdf
- Spreadsheet - FY25 Budget Summary.pdf
- Spreadsheet - FY25 Budget Detail.pdf
- Spreadsheet - Multi-Year Financial Projection FY24 - FY27.pdf
- Dashboard - KSCPS Forecast.pdf
- Dashboard - KSCPS FY24 FY25 Risks.pdf