

APPROVED



Pioneer Valley Performing Arts Charter Public School

Minutes

Finance Committee Meeting

Date and Time

Wednesday December 7, 2022 at 5:00 PM

Location

PVPA Charter Public School
Room 304
15 Mulligan Drive
South Hadley, MA 01075

Google Meeting ID

meet.google.com/zkg-vctu-ikb

Phone Numbers

(US) [+1 240-532-3788](tel:+12405323788)

PIN: 783 984 031#

Committee Members Present

Keith Black (remote), Michael Davey (remote), Neil Hede (remote)

Committee Members Absent

Brent Nielsen

Guests Present

Marcy Conner

I. Opening Items

A. Record Attendance

B. Call the Meeting to Order

Neil Hede called a meeting of the Finance Committee of Pioneer Valley Performing Arts Charter Public School to order on Wednesday Dec 7, 2022 at 5:00 PM.

C. Approve Minutes

Neil Hede made a motion to approve the minutes from Finance Committee Meeting on 11-08-22.

Michael Davey seconded the motion.

The committee **VOTED** unanimously to approve the motion.

Roll Call

Keith Black	Aye
Michael Davey	Aye
Brent Nielsen	Absent
Neil Hede	Aye

II. Finance

A. FY22 End of Year Financial Report

Several worksheets from the End of Year Annual Financial Report submitted to DESE on December 1, 2022 were provided to the Committee. The pages were given for review so the Committee might understand this report- many of the pages contain data pulled directly from the annual audited financial reports. The Statement of Functional Expenses is the heart of the report where expenses are reported in several categories for analysis purposes for DESE to compare schools across the Commonwealth.

One important piece to Charter schools is computing surplus tuition - if it is determined that you have an excess carryover, the funds would need to be returned to DESE. The form is designed to compute what a school's allowable carryover amount, if there is an excess and because the amount is cumulative, how much will be carried over to the next fiscal year (M.G.L. Chapter 71, Section 89(hh)).

PVPA's allowable is computed by adding:
Line 13 - 25% of current year actual tuition
Line 14 - 20 % of next year's projected tuition
Line 15 - 20 % of budgeted capital projects for the next year
Total \$3,343,982

Calculated surplus is computed by:

1. Adding Line 1 - FY21 Excess Surplus to Line 2 - FY22 Change in net assets

2. Subtracting Lines 3 - 9 - Contributions, Interest, capital expenses reserve funds for capital projects and non-operating activity.
3. Adding Lines 10 - 12 - Depreciation on assets purchased from FY2011 forward.

Total calculated surplus \$1,045,367

By subtracting the allowable surplus (\$3,343,983) from the calculated surplus (\$1,045,367) we arrive at a negative \$2,298,615. This means that we did not exceed our allowable surplus. We will, however, carry \$1,045,367 over into FY23.

The surplus carryover is projected to be down in the \$500,000 range for FY23 due to the amount spent this year in capital projects.

This formula is one that is watched carefully throughout the year and as we budget so we do not land in a situation where we are returning funds.

B. DESE Tuition Update

There is no tuition update as DESE has not released the tuition number based on October 1 enrollment at this time.

On the Oct 1 report the enrollment was 393. Currently enrollment is 396 and after the supplemental lottery in January we should reach 400 for the February 15th report to DESE. Feb 15 is the last time during the year that we submit enrollment data to claim partial year tuition for changes in enrollment since the Oct 1 report.

III. Other Business

A. Roof & HVAC projects

A brief discussion was had over the situation with the roof and HVAC projects. These projects are the responsibility of the Friends of PVPA and are estimated to cost \$1.5 million. At this time we are working with the Friends to move this forward.

IV. 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 5:34 PM.

Respectfully Submitted,
Marcy Conner

Documents used during the meeting

- 22CSEOYFR_Func Exp.pdf
- 22CSEOYFR_SURPLUS.pdf
- 22CSEOYFR_State Reve Exp & Change in Net.pdf
- 22CSEOYFR_State Net Pos.pdf