

Urban Montessori Finance Committee Update

JOSH CLARK AND BRYCE FLEMING

MAY 19, 2022



- 1. 2021-22 Financial Update**
 - A. Current Forecast

- 2. 2022-23 Budget Updates**
 - A. May Revise
 - B. MR Financial Impact

- 3. Exhibits**
 - A. Current 21-22 Forecast
 - B. Cash Flow
 - C. FY22 May Revise Impact
 - D. FY23 Budget

2021-22 Forecast Update

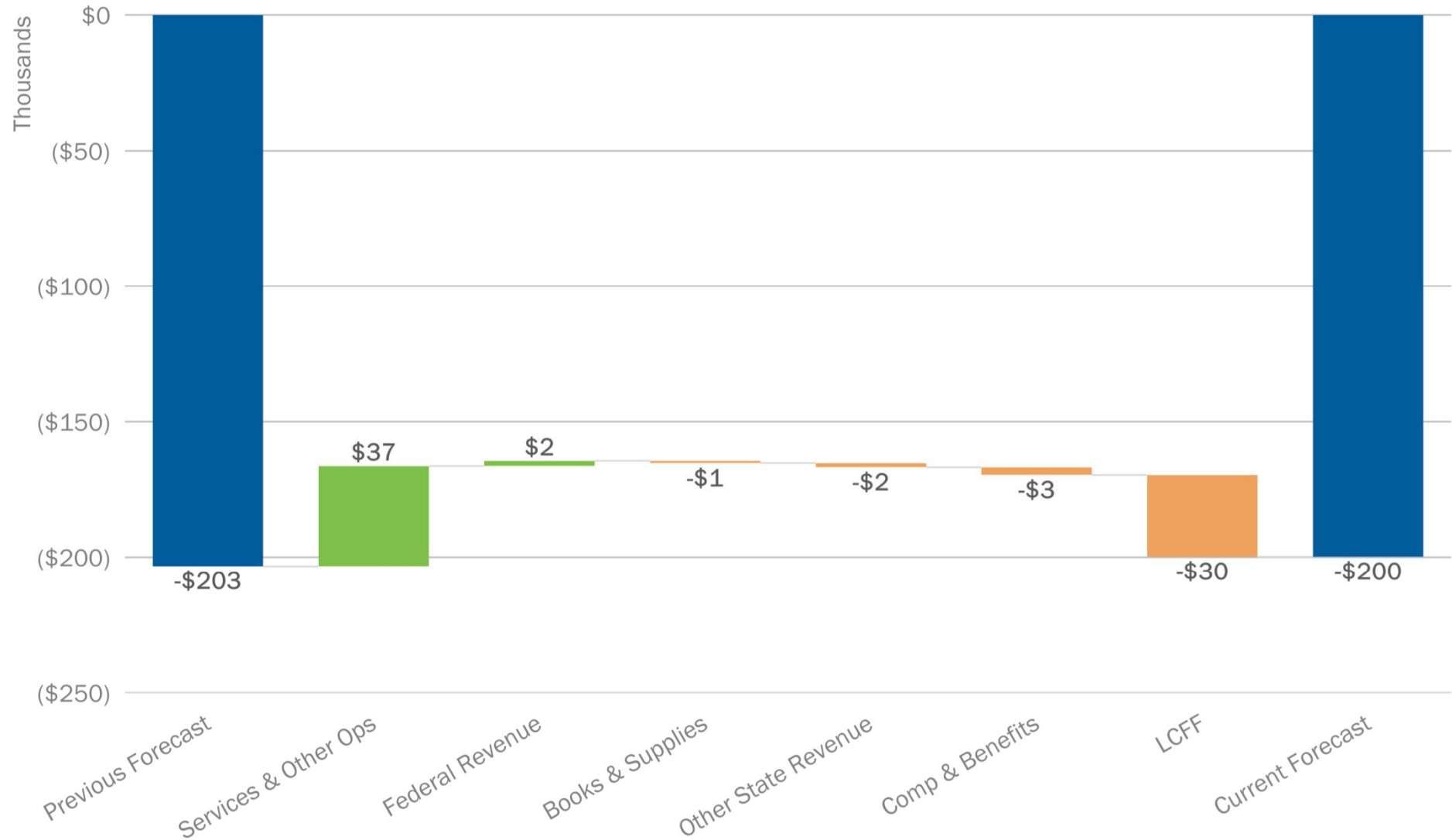
Actuals through 4/30/2022



2021-22 Forecast Update



Loss of LCFF funds due to P2 ADA offset by contingency



Budget Comparison



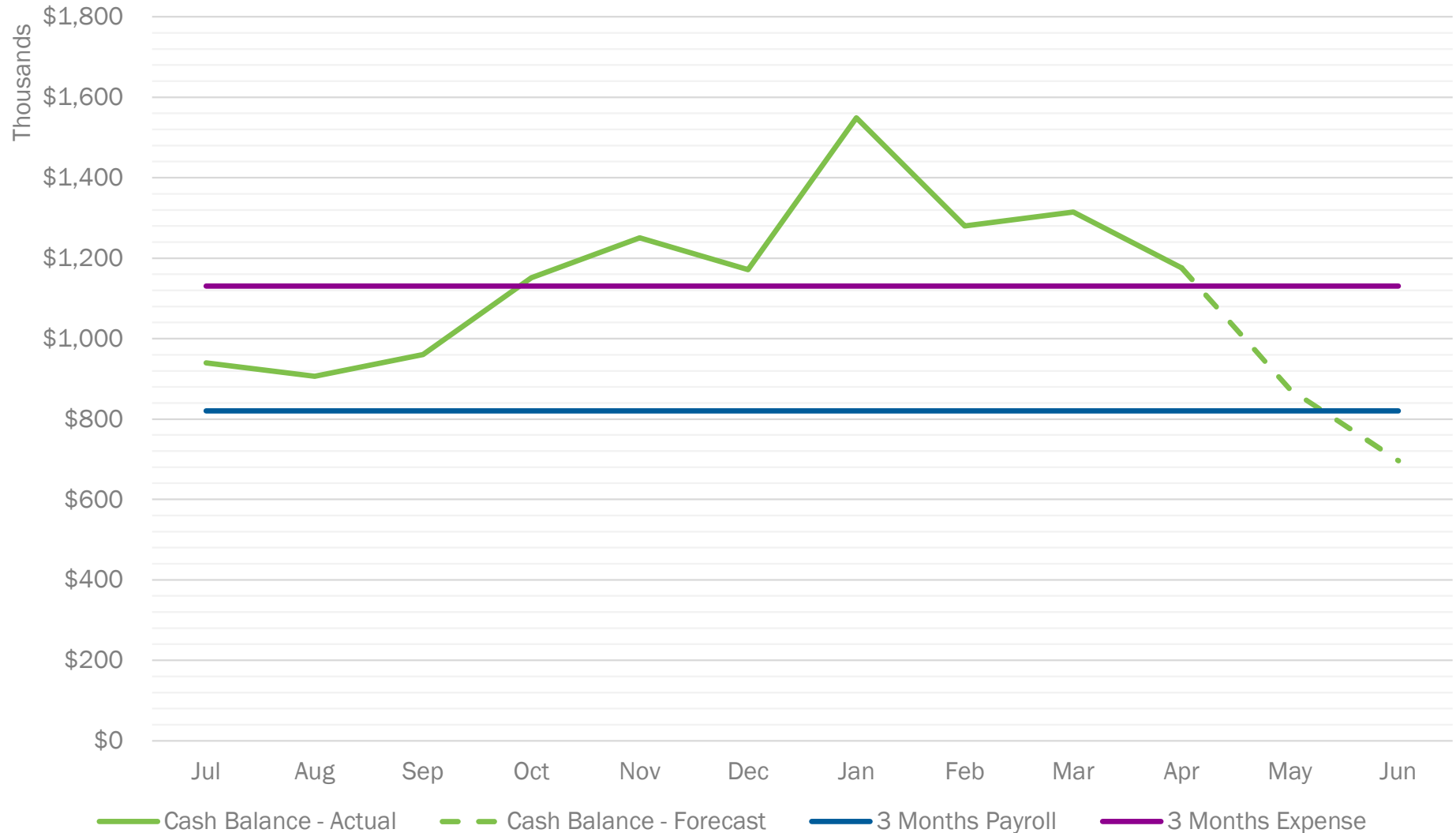
Small increase of \$3k to operating income

		2021-22	2021-22	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	2,967,924	2,937,753	(30,171)
	Federal Revenue	309,895	311,795	1,900
	Other State Revenues	803,794	802,262	(1,532)
	Local Revenues	62,659	62,659	-
	Fundraising and Grants	208,072	208,072	-
	Total Revenue	4,352,344	4,322,541	(29,803)
	Expenses	Compensation and Benefits	3,278,231	3,281,053
Books and Supplies		204,132	205,012	(880)
Services and Other Operating		1,064,330	1,027,314	37,015
Depreciation		8,986	8,986	-
Other Outflows		-	-	-
Total Expenses		4,555,679	4,522,365	33,314
Operating Income		(203,335)	(199,824)	3,511
Beginning Balance (Audited)	1,422,465	1,422,465	-	
Operating Income	(203,335)	(199,824)	3,511	
Ending Fund Balance (incl. Depreciation)	1,219,130	1,222,641	3,511	
Ending Fund Balance as % of Expenses	26.8%	27.0%	0.3%	

2021-22 Monthly Cash Flow Projection



Cash dips below 3 months payroll at the end of the year



FY23 Budget Updates





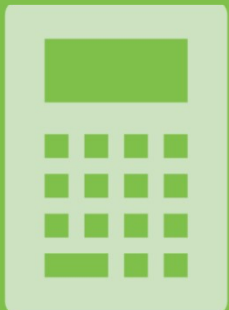
~10% increase in LCFF

- 6.56% statutory COLA, minimum legally required
- Plus, \$2.1B base grant increase



One-Time Discretionary Grant

- \$8B allocated on per pupil basis
- ~ \$1350-1400 per FY22 ADA
- Staffing, student learning, mental health, etc.



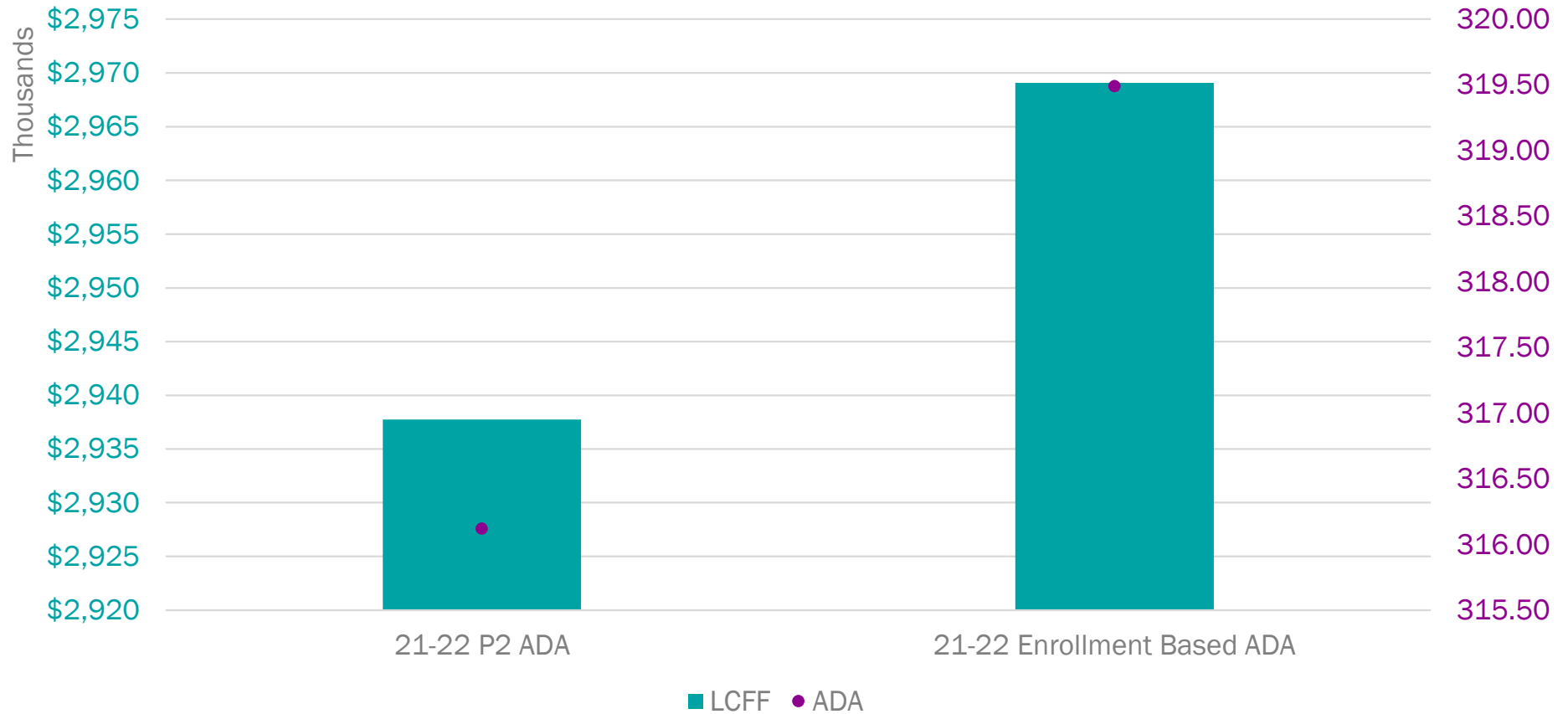
FY22 Flexibility in LCFF Driver – LEA's Choice

- CY Actual ADA – P2 ADA
- PY P2 ADA – FY20 ADA or FY21 Growth Waiver
- CY Enrollment Based ADA – CY CALPADS * (FY20 P2 ADA / FY20 CALPADS Enrollment)

FY22 Enrollment Based Funding



LEAS to choose greater of P2 ADA or CALPADS Enrollment Based ADA



CALPADS based ADA would result in ~\$30k more revenue

May Revise Changes to FY23 Budget

Summary of changes from the May Revise

Revenues	2022-23 Before MR	2022-23 After MR	Variance
LCFF	\$3.675M	\$3.844M	\$169k
One-Time Discretionary Grant	-	\$430k	\$430k
ELO-P	\$199k	\$246k	\$47k
Total	\$3.874M	\$4.52M	\$646k

Cautiously optimistic that Urban could receive an additional \$646k for FY23

Budget Comparison

		2022-23	2022-23	Variance
		Prior Budget Draft	Current Budget Draft	
Revenue	LCFF Entitlement	3,675,544	3,859,802	184,258
	Federal Revenue	506,702	506,702	-
	Other State Revenues	413,760	973,445	559,685
	Local Revenues	62,736	62,736	-
	Fundraising and Grants	168,000	168,000	-
	Total Revenue	4,826,743	5,570,686	743,943
Expenses	Compensation and Benefits	3,680,891	3,823,990	(143,098)
	Books and Supplies	216,537	217,444	(906)
	Services and Other Operating Expenditures	996,572	1,206,315	(209,743)
	Depreciation	8,986	8,986	-
	Other Outflows	-	-	-
	Total Expenses	4,902,987	5,256,735	(353,748)
Operating Income		(76,244)	313,951	390,195
	Beginning Balance	1,219,130	1,222,641	3,511
	Operating Income	(76,244)	313,951	390,195
Ending Fund Balance (incl. Depreciation)		1,142,885	1,536,592	393,706
Ending Fund Balance as % of Expenses		23.3%	29.2%	5.9%