

# Urban Montessori Finance Committee Update

JOSH KEMP

FEBRUARY 20, 2024



- 1. 2023-24 Financial Update**
  - A. Current Forecast
  - B. Budget Comparison
- 2. 2<sup>nd</sup> Interim Financials**
  - A. MYP Budget
  - B. One-Time Funding
  - C. New Facilities Agreement
- 3. Exhibits**
  - A. Current 2023-24 Forecast
  - B. 2023-24 Cash Flow
  - C. MYP Budget

# 2023-24 Forecast Update

Actuals through 1/31/2023



# Budget Comparison



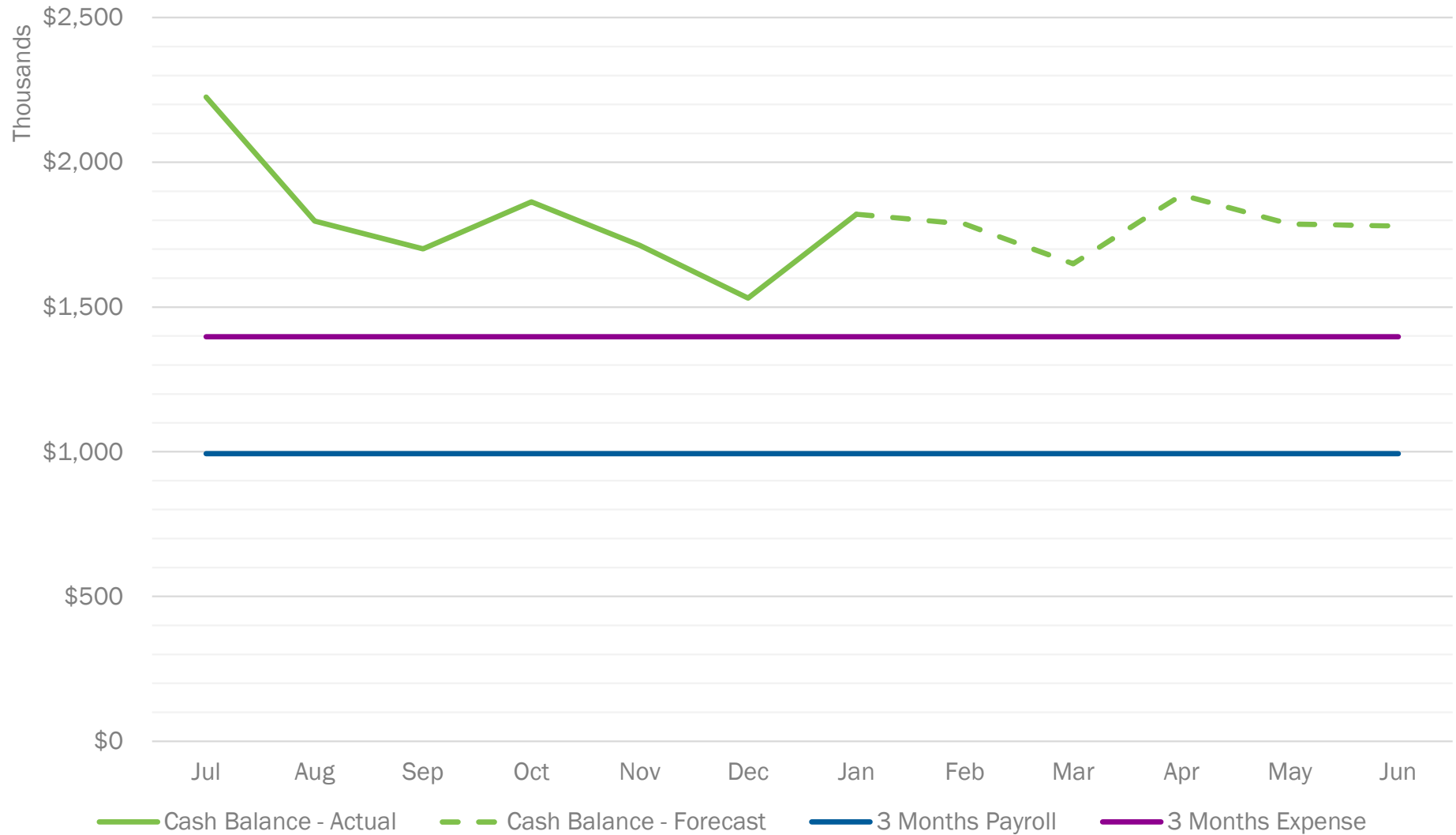
## No material changes to 23-24 forecast

		2023-24	2023-24	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	3,698,091	3,698,091	-
	Federal Revenue	470,356	470,356	-
	Other State Revenues	1,006,376	1,006,376	-
	Local Revenues	278,502	278,502	-
	Fundraising and Grants	190,000	190,000	-
	<b>Total Revenue</b>	<b>5,643,326</b>	<b>5,643,326</b>	-
Expenses	Compensation and Benefits	3,974,860	3,974,860	(0)
	Books and Supplies	368,658	368,658	-
	Services and Other Operating	1,238,231	1,238,231	-
	Depreciation	8,964	8,964	-
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>5,590,713</b>	<b>5,590,713</b>	<b>(0)</b>
<b>Operating Income</b>		<b>52,613</b>	<b>52,613</b>	<b>(0)</b>
	Beginning Balance (Audited)	1,609,380	1,609,380	-
	Operating Income	52,613	52,613	(0)
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,661,993</b>	<b>1,661,993</b>	<b>(0)</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>29.7%</b>	<b>29.7%</b>	<b>0.0%</b>

# 2023-24 Monthly Cash Flow Projection



**Cash is steady and stays above 3-months expense rest of the year**



# Possible Savings



**Some expense categories are lower than expected at this time of year**

Category	Current Expenses	Final Expense at Current Rate	Forecast	Possible Savings
Salaries + Benefits	\$2,197,864	\$3,855,053	\$3,974,860	\$119,807
SpEd Contractors	\$42,750	\$74,984	\$140,300	\$65,316
Building Repairs	\$48,837	\$85,660	\$100,000	\$14,340
<b>TOTAL</b>				<b>\$199,463</b>

# 2<sup>nd</sup> Interim Financials



# 2<sup>nd</sup> Interim Financial Report



## Still in the process of refining pieces of next year's budget

		2023-24	2024-25	2025-26
		<b>Current Forecast</b>	<b>Projected Budget</b>	<b>Projected Budget</b>
Revenue	LCFF Entitlement	3,698,091	4,248,899	4,681,665
	Federal Revenue	470,356	229,117	304,283
	Other State Revenues	1,006,376	959,777	808,214
	Local Revenues	278,502	280,000	285,773
	Fundraising and Grants	190,000	65,000	65,000
	<b>Total Revenue</b>	<b>5,643,326</b>	<b>5,782,792</b>	<b>6,144,934</b>
Expenses	Compensation and Benefits	3,974,860	4,251,966	4,376,841
	Books and Supplies	368,658	368,355	354,853
	Services and Other Operating Expenditures	1,238,231	1,125,909	1,242,920
	Depreciation	8,964	8,964	3,735
	Other Outflows	-	-	-
	<b>Total Expenses</b>	<b>5,590,713</b>	<b>5,755,194</b>	<b>5,978,348</b>
	<b>Operating Income</b>	<b>52,613</b>	<b>27,599</b>	<b>166,586</b>
	Beginning Balance (Audited)	1,609,380	1,661,993	1,689,591
	Operating Income	52,613	27,599	166,586
<b>Ending Fund Balance (incl. Depreciation)</b>		<b>1,661,993</b>	<b>1,689,591</b>	<b>1,856,178</b>
<b>Ending Fund Balance as % of Expenses</b>		<b>29.7%</b>	<b>29.4%</b>	<b>31.0%</b>



# Other One-time Funding Carry Over Assumptions



## Possibility of moving one-time funding to next fiscal year

	Educator Effectiveness	AMIMBG	Learning Recovery	ESSER III
<b>FY24 Starting Balance</b>	\$47,832	\$198,734	\$243,129	\$274,403
<b>FY24 Budgeted Revenue</b>	\$15,944	\$100,000	\$126,874	\$274,403
Salaries & Benefits	-	\$55,000	\$126,874	\$274,403
Books & Supplies	-	\$45,000	-	-
Services & Other	\$15,944	-	-	-
Capital Projects	-	-	-	-
<b>FY24 Ending Balance</b>	\$31,888	\$98,734	\$116,255	-

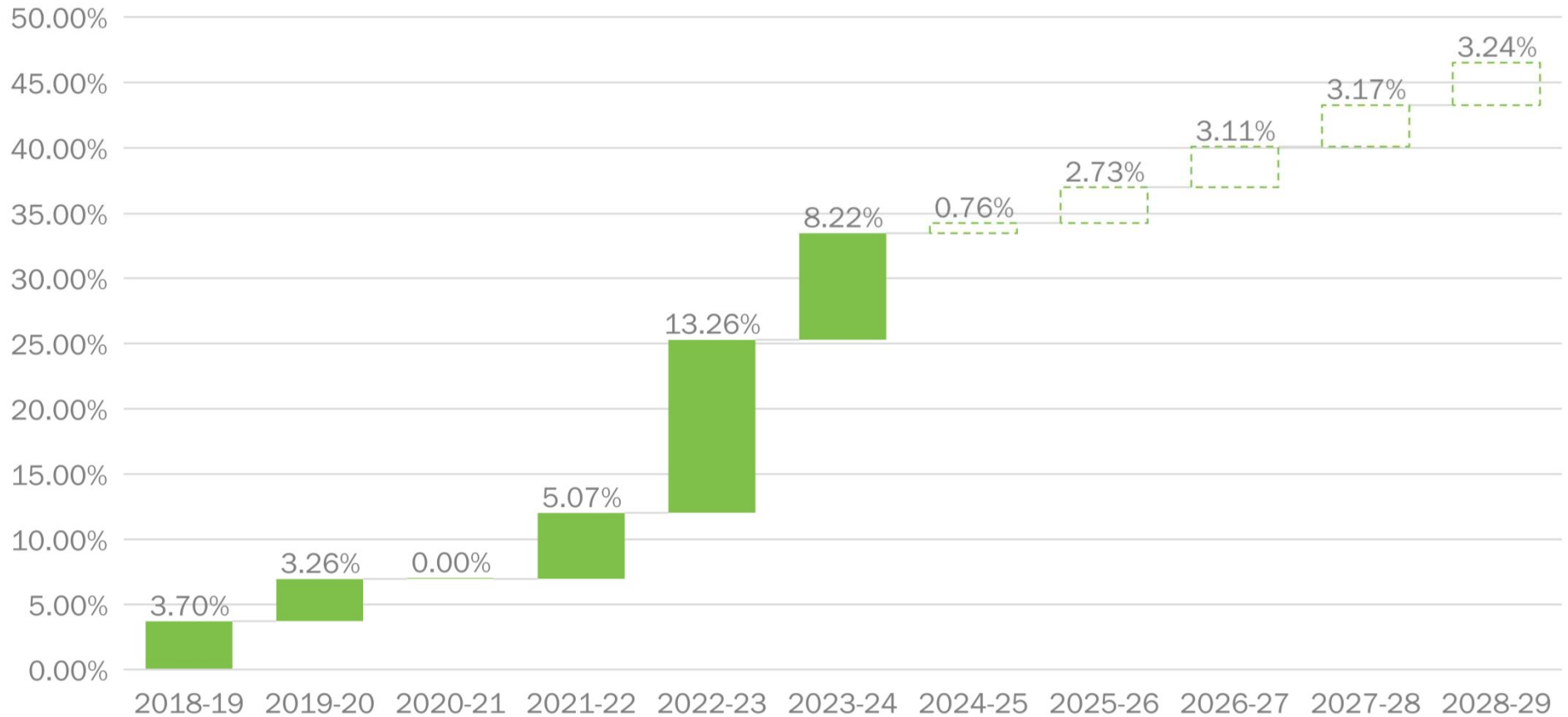
# Prop 39 Lease Update

## Rent set to decrease next year under new lease terms

	2023-24	2024-25	2025-26
Rent per sq/ft	\$5.08	\$4.56	\$4.79
Total yearly rent	\$165,237	\$148,323	\$155,804

# CA Historical and Projected LCFF Increase

## Highest COLAs since LCFF implementation followed by second lowest



2024-25 COLA at January Budget Proposal: 0.76%