

Urban Montessori Finance Committee Update

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JUNE 17, 2024



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2023-24 Forecast Update

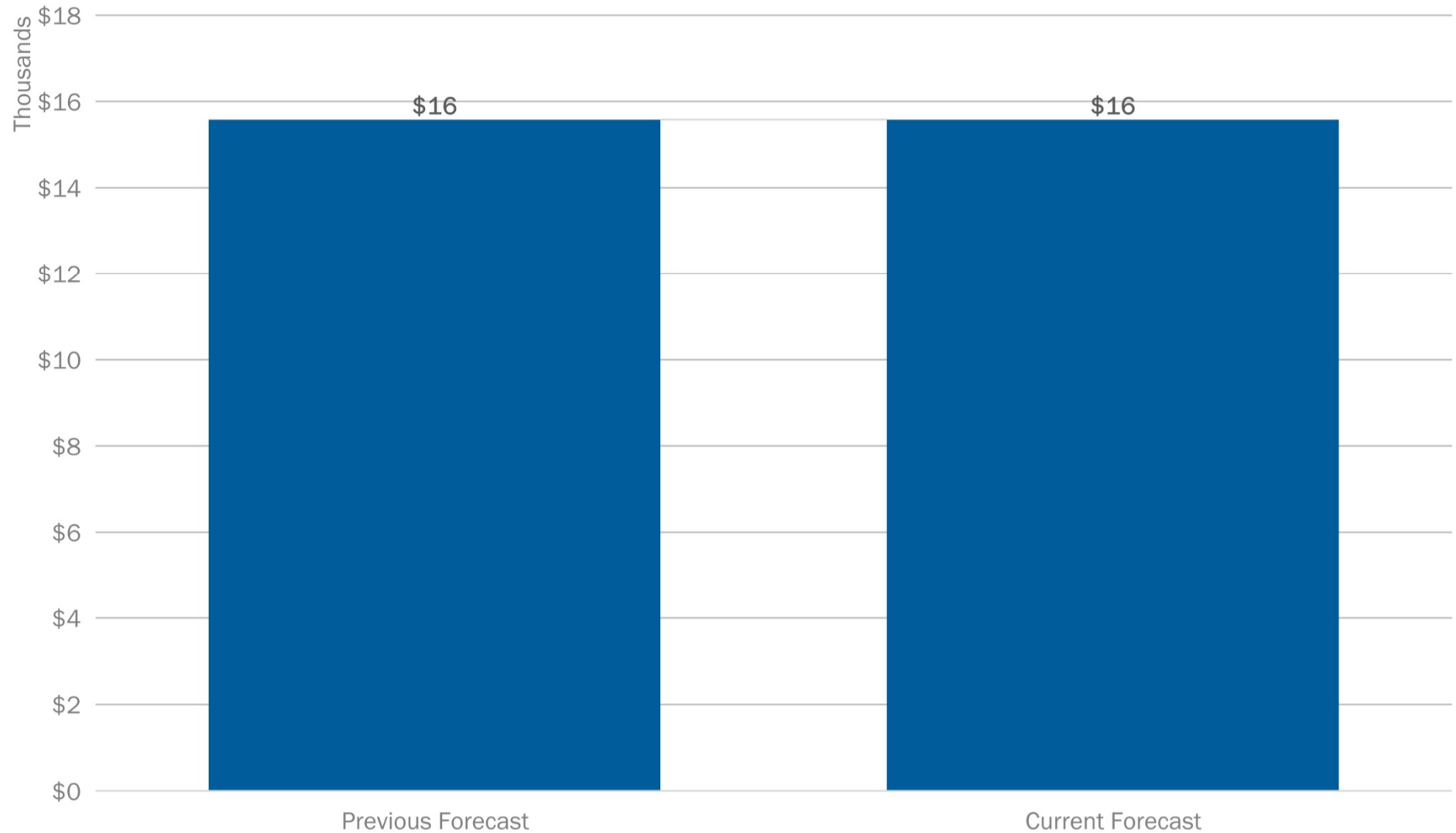
Actuals through 5/31/2024



2023-24 Forecast Update



No changes since last month, estimate small savings at end of year



Forecast Comparison

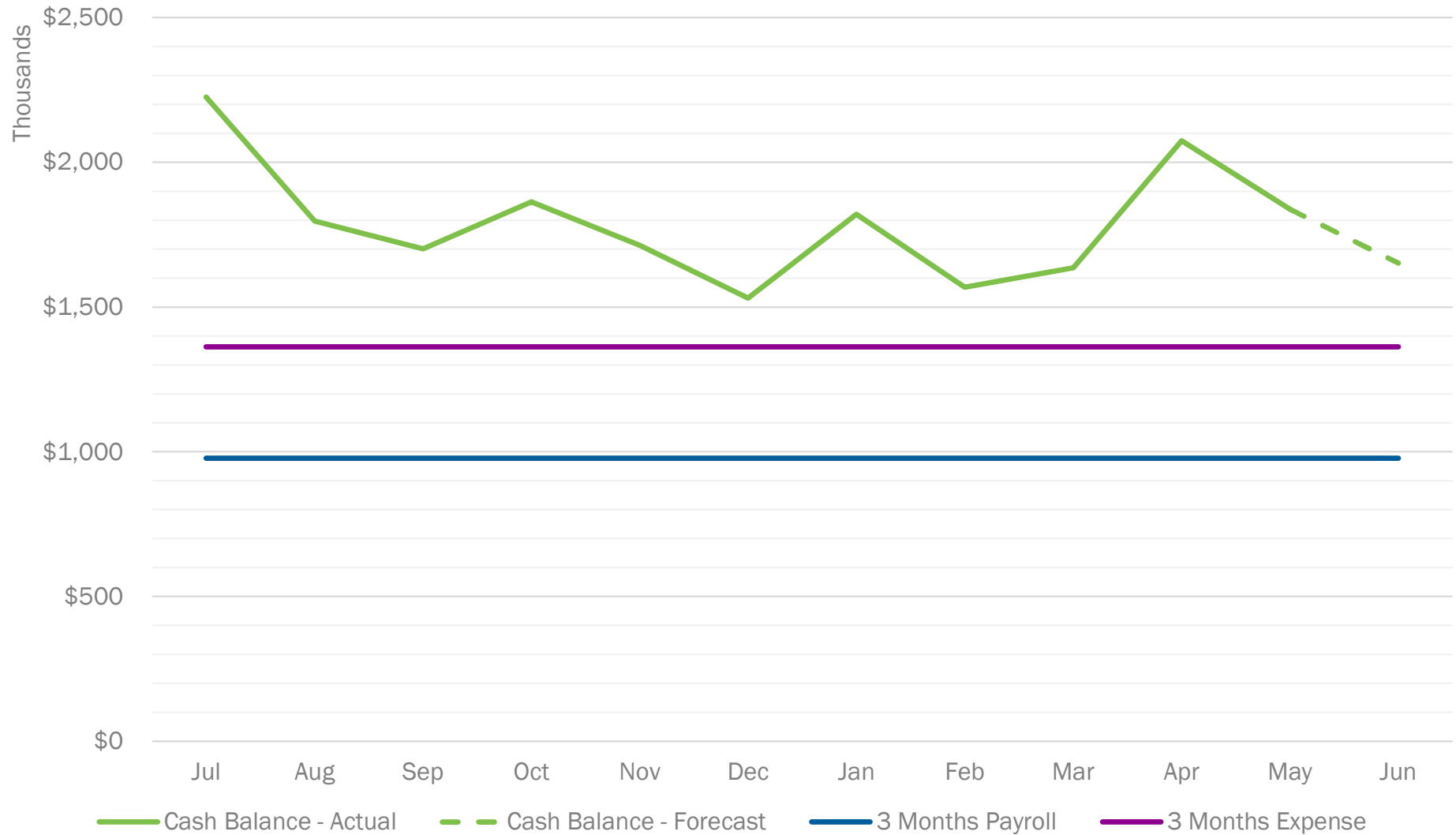
Expenses at 90% through May, will have small savings

| | | 2023-24 | 2023-24 | Variance |
|----------|---|-------------------|------------------|-------------|
| | | Previous Forecast | Current Forecast | |
| Revenue | LCFF Entitlement | 3,726,886 | 3,726,886 | - |
| | Federal Revenue | 481,189 | 481,189 | - |
| | Other State Revenues | 783,414 | 783,414 | - |
| | Local Revenues | 283,523 | 283,523 | - |
| | Fundraising and Grants | 190,000 | 190,000 | - |
| | Total Revenue | 5,465,012 | 5,465,012 | - |
| Expenses | Compensation and Benefits | 3,911,118 | 3,911,118 | - |
| | Books and Supplies | 339,404 | 339,404 | - |
| | Services and Other Operating | 1,189,947 | 1,189,947 | - |
| | Depreciation | 8,964 | 8,964 | - |
| | Other Outflows | - | - | - |
| | Total Expenses | 5,449,434 | 5,449,434 | - |
| | Operating Income | 15,579 | 15,579 | - |
| | Beginning Balance (Audited) | 1,609,380 | 1,609,380 | - |
| | Operating Income | 15,579 | 15,579 | - |
| | Ending Fund Balance (incl. Depreciation) | 1,624,959 | 1,624,959 | - |
| | Ending Fund Balance as % of Expenses | 29.8% | 29.8% | 0.0% |

2023-24 Monthly Cash Flow Projection



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

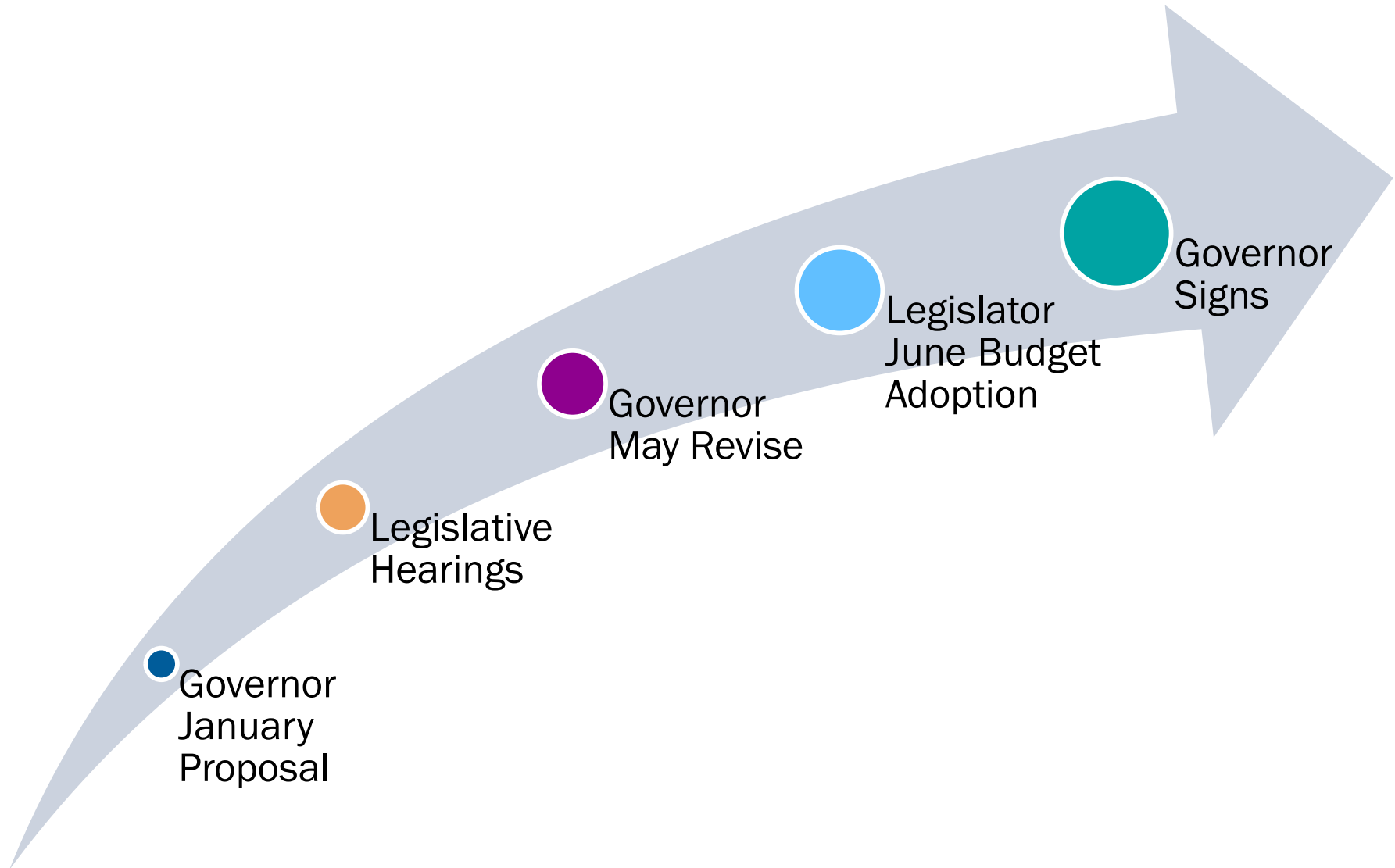


2024-25 Budget



State Budget Process

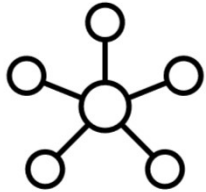
Iterative process with many changes to Governor's Proposal



May Revise Highlights



1.07% COLA (up from 0.76%)



COLA extends to SpEd, Nutrition, MBG, and more



Increased COLA adds ~\$50/ADA



No deferrals, no new programs or funds

2024-25 Budget Draft

Budget becomes sustainable at enrollment of 420 in 2027-28

| | | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
|---|---|------------------|------------------|------------------|------------------|
| | | Current Forecast | Projected Budget | Projected Budget | Projected Budget |
| Revenue | LCFF Entitlement | 3,726,886 | 3,932,734 | 4,273,699 | 4,637,610 |
| | Federal Revenue | 481,189 | 225,025 | 285,935 | 307,938 |
| | Other State Revenues | 783,414 | 1,163,516 | 765,157 | 740,671 |
| | Local Revenues | 283,523 | 280,000 | 285,773 | 291,691 |
| | Fundraising and Grants | 190,000 | 140,000 | 240,747 | 246,150 |
| | Total Revenue | 5,465,012 | 5,741,275 | 5,851,311 | 6,224,060 |
| Expenses | Compensation and Benefits | 3,911,118 | 4,252,872 | 4,489,934 | 4,630,441 |
| | Books and Supplies | 339,404 | 347,231 | 328,117 | 350,245 |
| | Services and Other Operating Expenditures | 1,189,947 | 1,198,964 | 1,266,121 | 1,310,600 |
| | Depreciation | 8,964 | 8,964 | 3,735 | - |
| | Other Outflows | - | - | - | - |
| | Total Expenses | 5,449,434 | 5,808,032 | 6,087,907 | 6,291,285 |
| | Operating Income | 15,579 | (66,757) | (236,596) | (67,226) |
| | Beginning Balance (Audited) | 1,609,380 | 1,624,959 | 1,558,202 | 1,321,606 |
| | Operating Income | 15,579 | (66,757) | (236,596) | (67,226) |
| Ending Fund Balance (incl. Depreciation) | | 1,624,959 | 1,558,202 | 1,321,606 | 1,254,380 |
| Ending Fund Balance as % of Expenses | | 29.8% | 26.8% | 21.7% | 19.9% |

Budget Comparison

| | | 2024-25 | 2024-25 | Variance |
|---|---|--------------------|----------------------|----------------|
| | | Prior Budget Draft | Current Budget Draft | |
| Revenue | LCFF Entitlement | 3,932,734 | 3,932,734 | - |
| | Federal Revenue | 221,545 | 225,025 | 3,480 |
| | Other State Revenues | 1,160,126 | 1,163,516 | 3,390 |
| | Local Revenues | 280,000 | 280,000 | - |
| | Fundraising and Grants | 65,000 | 140,000 | 75,000 |
| | Total Revenue | 5,659,405 | 5,741,275 | 81,870 |
| Expenses | Compensation and Benefits | 4,340,481 | 4,252,872 | 87,608 |
| | Books and Supplies | 360,977 | 347,231 | 13,746 |
| | Services and Other Operating Expenditures | 1,168,758 | 1,198,964 | (30,206) |
| | Depreciation | 8,964 | 8,964 | - |
| | Other Outflows | - | - | - |
| | Total Expenses | 5,879,180 | 5,808,032 | 71,148 |
| | Operating Income | (219,775) | (66,757) | 153,018 |
| | Beginning Balance | 1,624,959 | 1,624,959 | 0 |
| | Operating Income | (219,775) | (66,757) | 153,018 |
| Ending Fund Balance (incl. Depreciation) | | 1,405,184 | 1,558,202 | 153,018 |
| Ending Fund Balance as % of Expenses | | 23.9% | 26.8% | 2.9% |

Revenue Assumptions

| Revenue Drivers | 2022-23 | 2023-24 | 2024-25 | 2025-26 |
|--------------------|---------|---------|---------|---------|
| Enrollment | 326 | 347 | 360 | 380 |
| ADA | 296 | 318 | 331 | 350 |
| Unduplicated Count | 112 | 139 | 144 | 152 |

| Funding Sources | 2022-23 | 2023-24 | 2024-25 | 2025-26 |
|-----------------------------------|-----------|-----------|-----------|-----------|
| LCFF | | | | |
| Rate Per ADA | \$10,753 | \$11,711 | \$11,874 | \$12,200 |
| Federal Revenue | | | | |
| Title I | \$31,887 | \$30,392 | \$42,687 | \$45,433 |
| Title II | \$5,610 | \$5,398 | \$7,582 | \$8,069 |
| ESSER III | \$39,589 | \$274,403 | \$0 | \$0 |
| Other State Revenues | | | | |
| SPED Per ADA | \$820 | \$887 | \$887 | \$887 |
| Learning Recovery Block Grant | \$0 | \$0 | \$243,129 | \$0 |
| Arts, Music, and Instructional | \$0 | \$0 | \$155,000 | \$43,734 |
| Hold Harmless | \$534,775 | \$0 | \$0 | \$0 |
| ELO-P | \$216,246 | \$164,204 | \$188,648 | \$202,729 |
| Local Revenue/ Fundraising | | | | |
| After School Revenue | \$228,054 | \$206,696 | \$230,000 | \$235,773 |
| Fundraising | \$187,055 | \$190,000 | \$140,000 | \$240,747 |

Key Metrics

| | FY21 | FY22 | FY23 | FY24 | FY25 | FY26 |
|---------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Ending Fund Balance | 1,422,465 | 1,513,606 | 1,609,822 | 1,624,959 | 1,558,202 | 1,321,606 |
| Total Revenues per ADA | 13,935 | 14,218 | 17,495 | 17,174 | 17,335 | 16,737 |
| Total Expenses per ADA | 10,929 | 13,929 | 17,172 | 17,125 | 17,536 | 17,414 |
| Operating Income per ADA | 3,005 | 288 | 324 | 49 | (202) | (677) |
| Fund Balance as a % of Expenses | 35% | 34% | 30% | 30% | 28% | 23% |

2024-25 Monthly Cash Balance

Cash balance is projected to remain above 3 months expense next year

