



Compass Charter Schools

22-23 Finance Update

December 2022

Agenda

- Mission and Vision
- Values
- Enrollment Update
- Fiscal Impacts
- Funding Determination
- Q & A



Our Mission and Vision

MISSION STATEMENT

Our mission is to inspire and develop innovative, creative, self-directed learners, one scholar at a time.

VISION STATEMENT

Our vision is to create a collaborative virtual learning community, inspiring scholars to appreciate the ways in which arts and sciences nurture a curiosity for life-long learning, and prepare scholars to take responsibility for their future success.



Our Values

COMPASS CHARTERS

 **A**chievement: Engage in and take charge of your learning.

 **R**espect: Be respectful in all interactions with fellow scholars, learning coaches, faculty, and staff.

 **T**eamwork: Work cooperatively with all persons involved in your education. *Teamwork makes the Dreamwork*

 **I**ntegrity: Behave following strong ethical principles, values, and academic honesty.

 **C**ommunication: Frequently and proactively communicate with all persons involved in your education.



2022 - 23 Local Control Funding Rates

Base Grant Funding, EC Section 42238.02(d)

Grade Span	LCFF Base Grant
TK-3	\$9,132
4-6	\$9,270
7-8	\$9,544
9-12	\$11,061

Grade Span	Grade Span Adjustment
TK-3	\$950
9-12	\$28



FY 23 Projected Revenue

Los Angeles	San Diego	YOLO	Home Office	Total
\$12,256,130	\$11,518,293	\$8,423,016	\$0	\$32,197,439

FY 23 Projected Expenses

Los Angeles	San Diego	YOLO	Home Office	Total
\$11,912,953	\$11,398,569	\$8,403,339	\$0	\$32,020,630

FY 23 Projected Surplus/Deficit

Los Angeles	San Diego	YOLO	Home Office	Total
\$343,177	\$119,724	\$19,677	\$0	\$482,578

Based on enrollment of 2,379 scholars – First Interim Reporting



CCS Financial Health

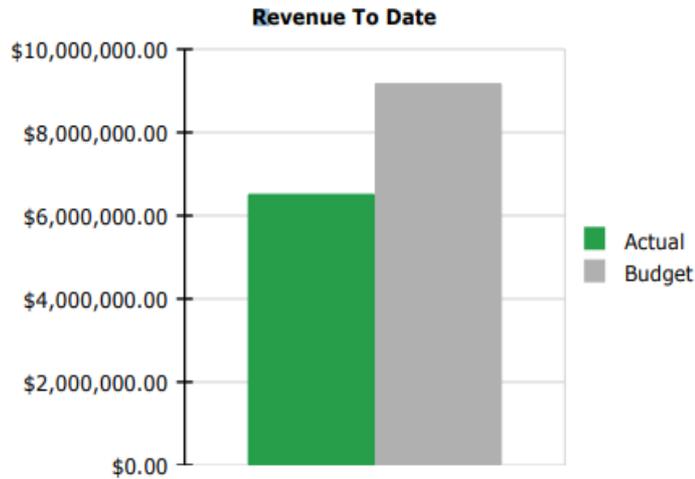
Financial Ratio	Formula	Current	Target
Current Ratio (Liquidity)	$(\text{Current Assets}) / (\text{Current Liabilities})$	2.37	> 1.00
Cash Ratio	$(\text{Cash}) / (\text{Current Liabilities})$	208.84 %	> 100.00%
Defensive Interval	$(\text{Cash} + \text{Securities} + \text{AR}) / (\text{Average Expenses past 12 months})$	3.55	> 4 months
Debt Ratio	$(\text{Total Liabilities}) / (\text{Total Assets})$	42.24 %	< 30.00%
Asset Ratio	$(\text{Current Assets}) / (\text{Total Assets})$	99.90 %	> 80.00%
Cash on Hand	(Cash)	\$9,037,403.55	>= \$0.00
Days Cash on Hand	$(\text{Cash}) / ((\text{Average Expenses past 12 months}) / (30.4))$	98.19	> 45
Cash Reserve Ratio	$(\text{Cash}) / (\text{Budgeted Annual Expenses})$	28.76 %	> 10.00%
Savings Indicator	$((\text{Last Closed Revenue}) - (\text{Last Closed Expenses})) / (\text{Last Closed Expenses})$	-0.32	> 1.00
YTD Savings Indicator	$((\text{YTD Closed Revenue}) - (\text{YTD Closed Expenses})) / (\text{YTD Closed Expenses})$	-0.36	> 1.00

Financial Ratio	Description
Current Ratio (Liquidity)	Ability to pay short-term obligations
Cash Ratio	Ability to meet short-term obligations with cash
Defensive Interval	Possible months of continued operations if no additional funds received
Debt Ratio	Proportion of debt relative to total assets
Asset Ratio	Proportion of liquid assets relative to total assets
Cash on Hand	Assets immediately convertible to cash for purchase of goods and services
Days Cash on Hand	Possible days of continued operations using current cash
Cash Reserve Ratio	Ratio of cash to annual expenses expressed as a percentage
Savings Indicator	Last closed period's increase or decrease in the organization's net assets as a percentage of expenses
YTD Savings Indicator	Year to date closed increase or decrease in the organization's net assets as a percentage of expenses



CCS Financial Snapshot

Book Balance: \$9,037,404



Revenue Summary

Actual	\$6,519,110
Budget	\$9,176,350
Actual to Budget	-29 %



Expense Summary

Actual	\$10,150,626
Budget	\$10,247,083
Actual to Budget	-1 %



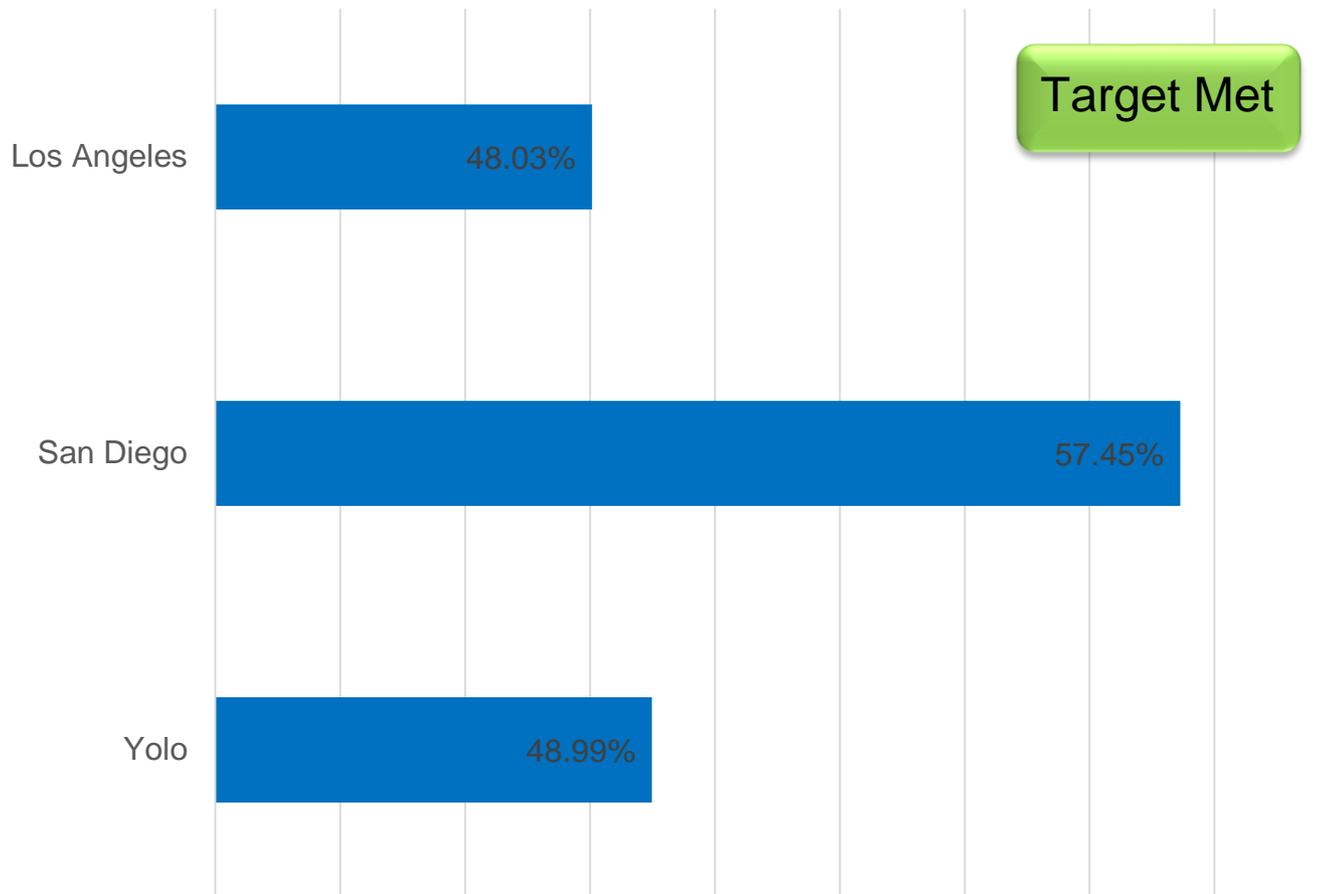
Actual to Budget Summary

Account Description	July - October				2022 - 2023	
	Actual	Budget	Variance \$	Variance %	Total Budget	Remaining Budget
LCFF	\$5,590,473	\$6,980,222	(\$1,389,749)	-19.9 %	\$25,500,258	\$19,909,785
Federal Revenue	\$153,447	\$1,314,059	(\$1,160,613)	-88.3 %	\$2,369,008	\$2,215,561
Other State Revenue	\$160,006	\$293,727	(\$133,722)	-45.5 %	\$1,173,818	\$1,013,812
Local Revenue	\$615,185	\$588,342	\$26,843	4.6 %	\$2,110,755	\$1,495,570
Total Revenue	\$6,519,110	\$9,176,350	(\$2,657,240)	-29.0 %	\$31,153,839	\$24,634,729
Certificated Salaries	\$3,640,717	\$3,502,182	(\$138,535)	-4.0 %	\$12,433,234	\$8,792,518
Classified Salaries	\$1,126,287	\$1,160,552	\$34,265	3.0 %	\$3,495,638	\$2,369,351
Employee Benefits	\$1,921,750	\$1,733,684	(\$188,066)	-10.8 %	\$5,221,939	\$3,300,189
Total Personnel Expenses	\$6,688,753	\$6,396,417	(\$292,336)	-4.6 %	\$21,150,811	\$14,462,058
Books and Supplies	\$1,485,908	\$2,311,579	\$825,671	35.7 %	\$5,229,464	\$3,743,557
Services & Other Operating Expenses	\$1,975,965	\$1,539,087	(\$436,878)	-28.4 %	\$5,044,207	\$3,068,242
Other Outgo	-	-	-	0.0 %	-	-
Total Operational Expenses	\$3,461,873	\$3,850,666	\$388,793	10.1 %	\$10,273,671	\$6,811,798
Total Expenses	\$10,150,626	\$10,247,083	\$96,457	0.9 %	\$31,424,482	\$21,273,856
Net Income	(\$3,631,516)	(\$1,070,733)	(\$2,560,782)	-239.2 %	(\$270,643)	\$3,360,873

This report displays all actual and budgeted revenue and expenditures by object code series and by month. This report can be useful in ensuring you receive your revenue in a timely manner and that you stay within the board approved expenditure levels.



Percent spent on Certificated Employee Salaries & Benefits to Total Public Revenues (5 CCR 11963.3[c][1]) **Target 40%**



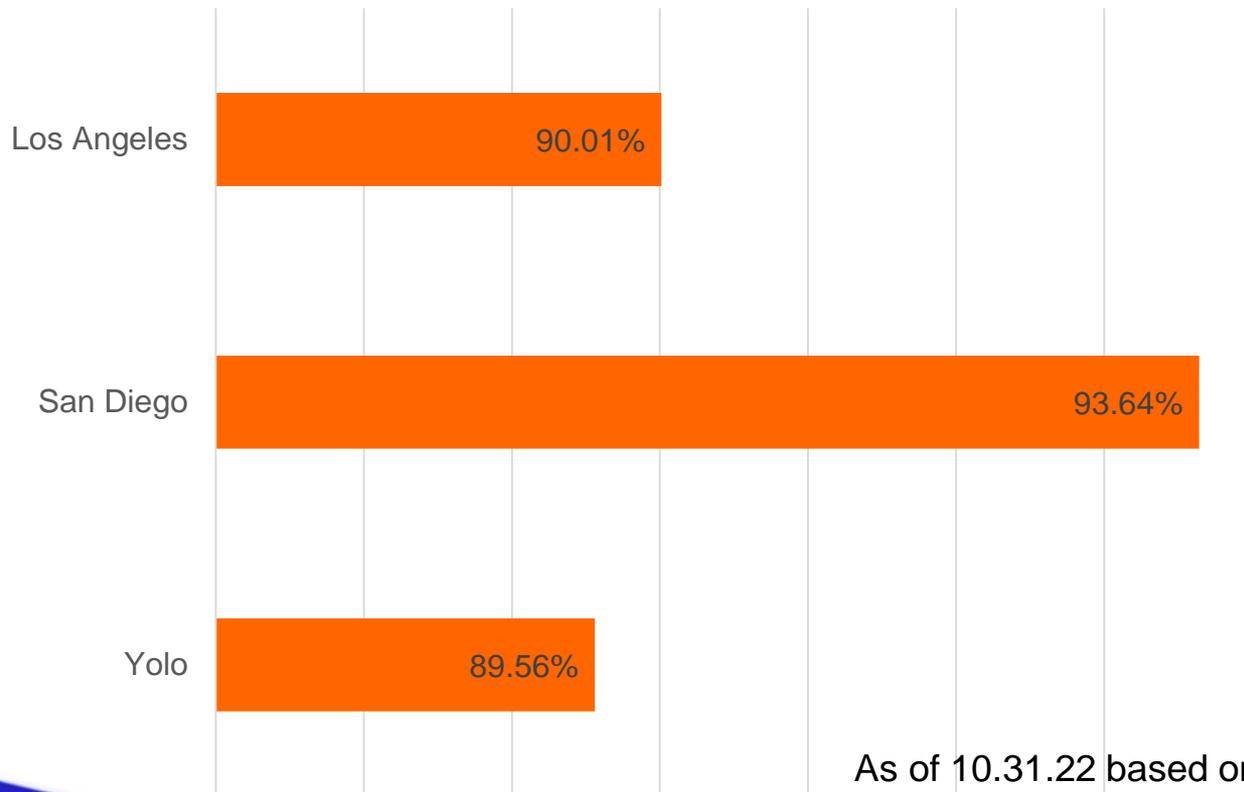
As of 10.31.22 based on initial approved budgets



80/40 Funding Determination

Percent spent on Instruction & Instruction-Related Services to Total Revenues (5 CCR 11963.3[c][2]) **Target 80%**

Target Met



As of 10.31.22 based on initial approved budgets



Questions?



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