

Community Learning Center Schools

November Financial Presentation

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Business and Development Specialists
for Charter Schools

December 17, 2013

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Financial Presentation Agenda



- CLCS Account Summary
- Financial Update for 2013-14
 - November Forecast Update
 - ACLC
 - Nea
 - November Cash Flow

1. CLCS Account Summary

CLCS Account Summary

CLCS Account (0228) holds funds raised by CLCS Board and CLCS Service Fee paid by each school to support CLCS activities

- **ALC and Nea share a bank account established for CLCS board fundraising and board activity expenses**
- **In 2012-13, each school contributed \$7,000 toward CLCS service fee for board activities**
- **CLCS Board raised nearly \$19K**

CLCS Service Fees (from ALC/Nea)	\$14,000.00
Interest Accrued	\$31.06
Funds Raised by CLCS Board*	\$18,949.50
Total Balance as of December 16, 2013:	\$32,980.56
<i>* Board resolution directs funds raised by CLCS Board to be used for fund raising purposes</i>	

2. Update for 2013-14

ACLC Enrollment/ADA Summary

Enrollment and ADA climb in M3.



Attendance Month	Enrollment	Attendance Rate	ADA
Budget	339	95.0%	322.1
M1	332	97.8%	323.2
M2	334	97.1%	323.3
M3	345	97.8%	332.9

- M3 enrollment and ADA continue to increase. Attendance rate is strong, above 97%.
- Current forecast assumes an annual average enrollment of 342 and 324.9ADA.
- If enrollment continues to grow and attendance rate remains above 95%, then 13-14 ADA will likely be greater than current forecasted ADA (~\$6.4K/ADA).

ACLC 2013-14 YTD Actuals

With revenues outpacing expenses in November, ACLC had an operating surplus of \$48K.

- **YTD revenues total \$744K, 28% of forecasted revenues**
 - November Revenues totaled \$269K and included:
 - \$183K in LCFF consisting of \$89K State Aid, \$94K in Lieu Property Taxes
 - State special education - \$16K, including \$4K mental health
 - 2nd 50% of Common Core Implementation Revenues - \$30K
 - Other local revenues - \$200
 - \$40K from 180 Foundation
- **YTD expenses total \$1.03M, or 40% of expenses forecasted for the year**
 - November expenses totaled \$221K and included:
 - Salaries and benefits - \$160K
 - Books and supplies – \$31K
 - Main expenses were in textbooks (\$10K), picnic tables (\$11K), computers (\$3K)
 - Overall, 72% of the Books and Supplies forecast has been spent through November.
 - Services and Operating Expenses - \$29K
 - No surprises with expenses in 5000s this month. Dues for CCSA, janitorial services, scoliosis testing, BTSA, marketing efforts were booked in November.
 - Overall, 35% of the Services and Operating Expense forecast has been spent through November.

2013-14 ACLC Forecast Update

The projected 2013-14 operating income has is now \$64K, 2.5% of operating expenses. An upside is likely with ADA trending higher than currently forecasted.

- **Projected revenues at \$2.66M, are up by \$4K compared with prior month's forecast:**
 - Driven primarily by state special ed mental health revenues received.
 - Minor increases from final Common Core apportionment and other local revenues.
- **Projected expenses at \$2.60M, are up by \$7K compared with prior month's forecast:**
 - No change to Salaries and Benefits
 - \$18K increase to Books and Supplies, mainly driven by
 - \$12K for purchase of picnic tables.
 - \$4K books and instructional supplies
 - \$11K decrease to Services and Operating
 - \$11K decrease in utility expenses from updated AUSD estimate
 - No change to Capital Outlay
- **With ADA trending higher than currently forecasted, \$64K operating income is likely understated.**

2013-14 ACLC Forecast Update

The projected 2013-14 operating income has decreased to \$64K



	Actual YTD	Approved Budget	November Board Meeting Forecast	Current Forecast	(Previous vs. Current Forecast)	Forecast Remaining
SUMMARY						
Revenue						
General Block Grant	549,919	1,865,782	2,079,283	2,079,283	-	1,529,364
Federal Revenue	-	48,095	42,605	42,605	-	42,605
Other State Revenues	102,094	361,726	273,805	277,723	3,918	175,629
Local Revenues	9,894	102,122	108,411	108,436	25	98,542
Fundraising and Grants	81,826	123,330	153,330	153,330	-	71,504
Total Revenue	743,733	2,501,055	2,657,435	2,661,378	3,943	1,917,645
Expenses						
Compensation and Benefits	673,933	1,769,227	1,752,103	1,752,103	-	1,078,170
Books and Supplies	115,316	125,821	142,287	160,055	(17,768)	44,740
Services and Other Operating Expenditures	237,298	495,058	696,064	685,504	10,560	448,206
Capital Outlay	-	12,000	-	-	-	-
Total Expenses	1,026,547	2,402,105	2,590,454	2,597,662	(7,208)	1,571,116
Operating Income (excluding Depreciation)	(282,814)	98,950	66,980	63,715	(3,265)	346,529
<i>Operating Income (including Depreciation)</i>	(282,814)	108,550	66,980	63,715	(3,265)	346,529
Operating Income (as % of expenses)				2.5%		
Fund Balance						
Beginning Balance (Unaudited)	1,006,144	-	1,006,144	1,006,144		
Operating Income (including Depreciation)	(282,814)	108,550	66,980	63,715		
Ending Fund Balance (including Depreciation)	723,331	108,550	1,073,125	1,069,860		

Nea Enrollment/ADA Summary

Enrollment and attendance rate decline in M3.



Attendance Month	Enrollment	Attendance Rate	ADA
Budget	569	95.0%	540.6
M1	511	97.9%	493.8
M2	513	96.5%	492.8
M3	511	95.5%	484.6

- Enrollment and attendance rate decline in M3, with ADA at 484.6
- Current forecast conservatively assumes an annual average enrollment of 503 to account for potential attrition.
- If enrollment increases and the attendance rate stays above 95%, then current ADA projection of 478 would increase by \$6.2K/ADA.
- Attracting new students in Spring semester will improve Nea's operating income.

Nea 2013-14 YTD Actuals

Nea saw an operating surplus of \$47K in November.



- **YTD revenues total \$1.16M, or 30% of revenues forecasted for the year.**
 - November revenues totaled \$361K and included:
 - \$304K in LCFF consisting of \$146K State Aid, \$158K in lieu property taxes
 - 2nd 50% of Common Core Implementation revenue \$52K
 - Other local revenues - \$12K, including after school program, field trips, other misc revenues
 - \$4K local from after school program, interest and parent donations

- **YTD expenses total \$1.36M, or 36% of expenses forecasted for the year.**
 - November expenses totaled \$314K and included:
 - Salaries and benefits - \$242K
 - Substitute costs higher than in prior months, but still well within budget.
 - Books and supplies – \$16K
 - Largest expense was instructional materials and educational software
 - \$3K in other food expenses from 12/13 were booked reconciled this month
 - Overall, 53% of the Books and Supplies forecast has been spent through November.
 - Services and Operating Expenses - \$56K
 - Aside from typical monthly expenses, \$6K for marketing/student recruitment, \$3K postage and delivery were booked in the month.
 - \$6K professional development (BTSA) was incorrectly booked to Nea and will be reconciled next month.
 - Overall, 29% of the Services and Operating Expenses forecast has been spent through November.

Nea 2013-14 Forecast Update

The projected 2013-14 operating income has increased to \$100K, which is 2.6% of operating expenses

- **Projected revenues at \$3.88M, are up by \$1K compared with prior month's forecast:**
 - Minor increases from final Common Core apportionment and other local revenues.
- **Projected expenses at \$3.78M, are down by <\$1K compared with prior month's forecast:**
 - No change to Salaries and Benefits
 - \$1K increase to Books and Supplies to cover cost of furniture purchased.
 - \$1K increase to Services and Operating Expenses
 - \$8K savings in utility expenses from updated AUSD estimate
 - \$6K increase to student assessment for purchase of Illuminate student assessment software and charter renewal analysis
 - \$1K increase to postage and delivery

Nea 2013-14 Forecast Update

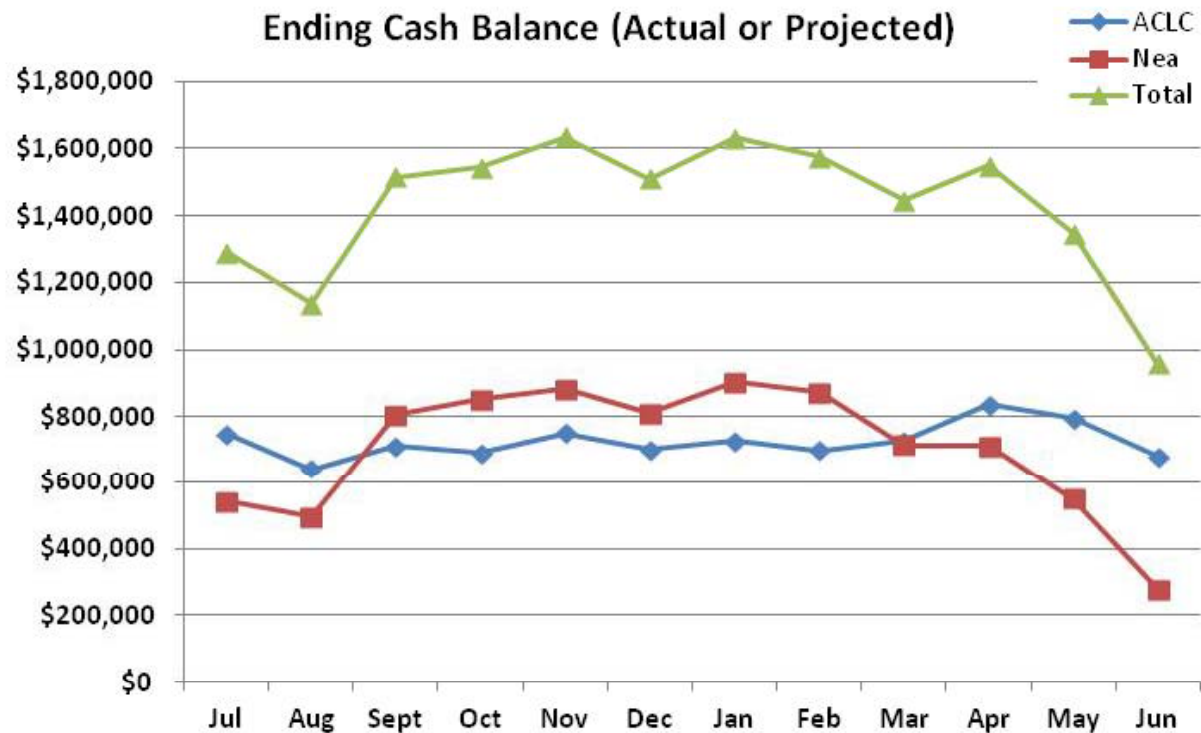
The projected 2013-14 operating income is now projected to be \$100K.



	Actual YTD	Approved Budget	November Board Meeting Forecast	Current Forecast	(Previous vs. Current Forecast)	Forecast Remaining
SUMMARY						
Revenue						
General Block Grant	910,195	2,983,808	2,986,664	2,986,664	-	2,076,469
Federal Revenue	-	94,608	78,699	78,699	-	78,699
Other State Revenues	147,054	702,468	484,923	485,424	501	338,370
Local Revenues	42,429	219,208	232,679	232,797	118	190,368
Fundraising and Grants	58,874	97,451	93,120	93,120	-	34,246
Total Revenue	1,158,552	4,097,542	3,876,084	3,876,703	619	2,718,151
Expenses						
Compensation and Benefits	1,004,089	2,929,176	2,713,203	2,713,203	-	1,709,115
Books and Supplies	111,723	204,048	208,079	208,988	(909)	97,265
Services and Other Operating Expenditures	246,108	804,279	855,915	854,674	1,241	608,566
Capital Outlay	-	-	-	-	-	-
Total Expenses	1,361,920	3,937,503	3,777,198	3,776,866	332	2,414,946
Operating Income (excluding Depreciation)	(203,368)	160,039	98,887	99,837	951	303,205
<i>Operating Income (including Depreciation)</i>	(203,368)	160,039	98,887	99,837	951	303,205
Operating Income (% of expenses)				2.6%		
Fund Balance						
Beginning Balance (Unaudited)	1,039,509	-	1,039,509	1,039,509		
Operating Income (including Depreciation)	(203,368)	160,039	98,887	99,837		
Ending Fund Balance (including Depreciation)	836,141	160,039	1,138,396	1,139,346		

2013-14 Finances: Cash Flow Update

Cash flow remains similar to last month's forecast with CLCS projected to maintain a healthy cash position throughout 2013-14



- With operating surpluses at each schools, ending cash balance in November was \$752K for ACLC and \$854K for Nea.
- Cash flow is still projected to be healthy throughout the year, with June anticipated to be the lowest cash balance month.