

# Community Learning Center Schools

October Financials



November 17, 2016

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# Financial Presentation Agenda



- October/YTD Financials
  - 2016-17 First Interim Report
- 16-17 Budget Update
- Cash Flow Update

# 1. October/YTD

# ACLC: Revenues exceeded expenses in Oct

YTD (July-Oct) actuals will be reported in First Interim



- Revenues: 1<sup>st</sup> EPA funds arrived (\$125K), In-lieu almost caught up; slow start to fundraising (3% of \$42K forecast received)
- Expenses: 27% of current forecast spent (\$1M YTD)
  - Compensation/benefits: payroll tracking with forecast
  - Books and supplies: 56% of current forecast spent (\$14K in Oct)
  - Services: Legal fees still running high (\$8K in Oct), SPED expenses on track with forecast

	Aug	Sep	Oct	Actual YTD	Budget YTD	Variance (YTD less Budget)
<b>SUMMARY</b>						
<b>Revenue</b>						
LCFF Entitlement	75,027	128,350	366,202	569,579	640,678	(71,099)
Federal Revenue	-	-	-	-	-	-
Other State Revenues	8,525	-	38,377	55,520	45,724	9,796
Local Revenues	50	2,518	1,110	4,166	904	3,263
Fundraising and Grants	15	427	861	1,303	7,380	(6,077)
<b>Total Revenue</b>	<b>83,617</b>	<b>131,295</b>	<b>406,549</b>	<b>630,569</b>	<b>694,686</b>	<b>(64,117)</b>
<b>Expenses</b>						
Compensation and Benefits	193,617	191,673	197,346	637,381	684,849	47,468
Books and Supplies	28,705	46,961	13,766	93,781	85,109	(8,672)
Services and Other Operating Expenditures	78,848	82,654	79,948	272,412	302,835	30,423
Depreciation	-	-	-	-	-	-
<b>Total Expenses</b>	<b>301,169</b>	<b>321,288</b>	<b>291,059</b>	<b>1,003,574</b>	<b>1,072,793</b>	<b>69,219</b>
<b>Operating Income</b>	<b>(217,553)</b>	<b>(189,993)</b>	<b>115,490</b>	<b>(373,005)</b>	<b>(378,107)</b>	<b>5,102</b>

# ACLC: Balance sheet changes since 6/30



- Most 15-16 receivables have arrived (\$33K remain)
- \$26K of accrued expenses are for 15-16

	10/31/2016	6/30/2016	YTD Change
<b>Assets</b>			
Cash Balances	\$ 1,265,044	\$ 1,410,080	\$ (145,036)
Accounts Receivable	\$ 32,813	\$ 483,005	(450,192)
Prepays and Other Assets	\$ 53,484	\$ 53,314	170
Fixed Assets, Net	\$ 16,201	\$ 16,201	-
Investments	\$ -	\$ -	-
Due to/from other	\$ -	\$ -	-
<b>Total Assets</b>	<b>1,367,542</b>	<b>1,962,600</b>	<b>(595,058)</b>
<b>Liabilities &amp; Equity</b>			
Accrued Expenses	\$ 52,074	\$ 192,624	\$ (140,550)
Due to Grantor Governments/Others	\$ 12,227	\$ 93,729	(81,502)
OPEB Liability	\$ -	\$ -	-
Deferred Revenue	\$ -	\$ -	-
Loans and other payables	\$ -	\$ -	-
Beginning Net Assets - Audited	\$ 1,676,246	\$ 1,430,450	245,796
Other Restatements	\$ -	\$ -	-
Net Income (Loss) to Date	\$ (373,005)	\$ 245,796	(618,801)
<b>Total Liabilities &amp; Equity</b>	<b>1,367,542</b>	<b>1,962,600</b>	<b>(595,058)</b>

# Nea: Revenues exceeded expenses in Oct

YTD (July-Oct) actuals will be reported in First Interim



- Revenues: 1<sup>st</sup> EPA funds arrived (\$166K), In-lieu almost caught up; slow start to fundraising (only \$614 YTD, \$125K forecast)
- Expenses: 29% of forecast spent (\$1.47M YTD)
  - Compensation tracking forecast; health benefits trending low, forecast to be adjusted next month
  - Books and supplies: \$4K spent in Oct., 42% spent YTD
  - Services: Legal fees high again in Oct (\$12K), budget spent; YTD expenses offset by payable write offs (\$39K)

		Aug	Sep	Oct	Actual YTD	Budget YTD	Variance (YTD less Budget)
<b>SUMMARY</b>							
<b>Revenue</b>							
	LCFF Entitlement	105,307	180,177	505,081	790,565	891,036	(100,470)
	Federal Revenue	-	-	6,578	6,578	9,005	(2,426)
	Other State Revenues	11,995	-	44,769	69,179	60,172	9,007
	Local Revenues	1,652	17,289	17	20,324	16,455	3,868
	Fundraising and Grants	127	177	311	614	1,435	(820)
	<b>Total Revenue</b>	<b>119,081</b>	<b>197,643</b>	<b>556,757</b>	<b>887,261</b>	<b>978,102</b>	<b>(90,841)</b>
<b>Expenses</b>							
	Compensation and Benefits	352,049	338,604	347,903	1,099,659	1,063,614	(36,045)
	Books and Supplies	15,674	31,394	4,039	91,286	114,933	23,646
	Services and Other Operating Expenditures	105,858	113,092	38,309	279,826	287,520	7,694
	Depreciation	-	-	-	-	-	-
	<b>Total Expenses</b>	<b>473,581</b>	<b>483,090</b>	<b>390,251</b>	<b>1,470,771</b>	<b>1,466,067</b>	<b>(4,704)</b>
<b>Operating Income</b>		<b>(354,500)</b>	<b>(285,447)</b>	<b>166,506</b>	<b>(583,510)</b>	<b>(487,965)</b>	<b>(95,545)</b>

# Nea: Balance sheet changes since 6/30



- Most 15-16 receivables have arrived (\$19K remain)
- \$30K of accrued expenses are for 15-16

		10/31/2016	6/30/2016	YTD Change
<b>Assets</b>				
	Cash Balances	\$ 912,354	\$ 929,254	\$ (16,900)
	Accounts Receivable	\$ 19,038	\$ 792,323	(773,285)
	Prepays and Other Assets	\$ 109,380	\$ 95,150	14,230
	Fixed Assets, Net	\$ 51,385	\$ 51,385	-
	Investments	\$ -	\$ -	-
	Due to/from other	\$ -	\$ -	-
	<b>Total Assets</b>	<b>1,092,156</b>	<b>1,868,112</b>	<b>(775,956)</b>
<b>Liabilities &amp; Equity</b>				
	Accrued Expenses	\$ 73,351	\$ 242,460	\$ (169,109)
	Due to Grantor Governments/Others	\$ (12,229)	\$ 11,108	(23,337)
	OPEB Liability	\$ -	\$ -	-
	Deferred Revenue	\$ -	\$ -	-
	Loans and other payables	\$ -	\$ -	-
	Beginning Net Assets - Audited	\$ 1,614,544	\$ 1,322,705	291,839
	Other Restatements	\$ -	\$ -	-
	Net Income (Loss) to Date	\$ (583,510)	\$ 291,839	(875,349)
	<b>Total Liabilities &amp; Equity</b>	<b>1,092,156</b>	<b>1,868,112</b>	<b>(775,956)</b>

## 2. 16-17 CLCS Forecasts



# ACLC: 16-17 outlook continues to improve

## Operating Income \$26K, Fund Balance \$1.7M



	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)
<b>SUMMARY</b>				
<b>Revenue</b>				
LCFF Entitlement	2,891,394	2,896,018	2,842,295	(53,723)
Federal Revenue	303,243	275,760	275,760	-
Other State Revenues	343,062	345,427	422,318	76,891
Local Revenues	108,073	109,037	109,037	-
Fundraising and Grants	36,900	41,900	41,900	-
<b>Total Revenue</b>	<b>3,682,671</b>	<b>3,668,142</b>	<b>3,691,310</b>	<b>23,168</b>
<b>Expenses</b>				
Compensation and Benefits	2,321,157	2,466,146	2,466,146	-
Books and Supplies	203,123	167,076	167,076	-
Services and Other Operating Expenditures	1,063,745	1,025,677	1,026,977	(1,301)
Depreciation	5,044	5,044	5,044	-
<b>Total Expenses</b>	<b>3,593,069</b>	<b>3,663,943</b>	<b>3,665,243</b>	<b>(1,301)</b>
<b>Operating Income</b>	<b>89,602</b>	<b>4,200</b>	<b>26,067</b>	<b>21,867</b>

- ADA forecast lowered from 356.3 to 349.9 to account for slow start in month 1 (-\$54K)
  - Grades 9-12 attendance is around 93%, below 95% projection
- College Readiness Block Grant included (+\$75K, covering expenses in budget)
- Alameda Parcel Tax to continue
- Re-allocations to Furniture budgets (\$3K), Staff recruiting (\$500), Printing and Repro (\$1K), Communications – Internet/Website (\$1K)

# Nea is facing a deficit for 16-17, largely due to lower enrollment and increase in SPED services

Operating Income estimated at \$-115K, Fund Balance at \$1.5M



	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)
<b>SUMMARY</b>				
<b>Revenue</b>				
LCFF Entitlement	4,151,488	4,040,207	3,962,396	(77,811)
Federal Revenue	98,431	142,711	98,627	(44,084)
Other State Revenues	511,131	511,414	612,762	101,348
Local Revenues	202,673	208,638	208,638	-
Fundraising and Grants	104,652	124,652	124,652	-
<b>Total Revenue</b>	<b>5,068,374</b>	<b>5,027,622</b>	<b>5,007,074</b>	<b>(20,547)</b>
<b>Expenses</b>				
Compensation and Benefits	3,732,270	3,964,795	3,964,795	-
Books and Supplies	217,279	222,744	218,262	4,482
Services and Other Operating Expenditures	1,035,586	962,968	923,976	38,992
Depreciation	11,063	15,710	15,710	-
<b>Total Expenses</b>	<b>4,996,198</b>	<b>5,166,217</b>	<b>5,122,743</b>	<b>43,475</b>
<b>Operating Income</b>	<b>72,176</b>	<b>(138,596)</b>	<b>(115,668)</b>	<b>22,927</b>

- Attendance data started low (ADA forecast lowered from 505 to 494; **-\$78K**)
- SPED reimbursement for one-on-one aides expected to be lower (**-\$10** to **30K** net impact, to be updated)
- College Readiness Block Grant included (**+\$75K**, covering expenses in budget)
- Alameda Parcel Tax to continue
- Computers (account 4420) re-allocated to cover overages in legal fees, repairs and maintenance (\$2.5K combined)

# Looking ahead to Dec and beyond



- Submission of First Interim Reports
  - July-Oct actuals
  - Current Forecast as of October
- Spending expected to be lean for remainder of the year
- Development efforts (community fundraising, foundation grants) would be helpful, especially for Nea
- Benefit adjustment in December after enrollment period
- Re-approve current forecast as the budget
- Review and approval of audit report for 15-16
- Update on prop 39e (clean energy)

## 3. Cash Flow Update

# Ending cash in October: \$2.18M combined, cash position strong through 16-17



- ACLC: \$1.27M
- Nea: \$912K

