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Business and Development
Specialists for Charter Schools

Community Learning Center Schools

Financial Presentation

April Financials and Budget Forecast Update

May 16, 2013

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Agenda

- April Financials
- April Cash Flow Forecast

April Financial Update - ACLC

In April, projected annual operating income is $149K, similar to last month's forecast

- Revenue forecast decreased by $2K
  - $2K decrease from prior year state aid recognized from last month should be recognized balance sheet item to offset overpayment of property taxes from District.
- No net change in expense forecast
  - $6K increase to instructional aides – adjustment in February overestimated savings for the year
  - $1K savings in employee benefits
    - $5K increase to PERS, from updated employer contribution rate
    - $6K savings in workers compensation insurance
  - No changes to Books and Supplies
  - $7K decrease in Services and Operating Expenses
    - $3.5K increase in conference and travel related expenses
    - $1.5K increase in student assessment
    - $6K savings in student information system
    - $4k savings in postage and delivery

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April Financial Update - ACLC

At $149K, ACLC's operating income is above 7% of operating expenses for the year, which is above the 3% target

		Approved Budget	March Forecast	Current Forecast	Variance (Budget vs. Current Forecast)	Forecast Remaining
SUMMARY						
Revenue						
	General Block Grant	1,591,241	1,658,289	1,656,044	64,802	730,255
	Federal Revenue	49,439	53,856	53,856	4,416	38,636
	Other State Revenues	313,507	324,532	324,621	11,113	120,759
	Local Revenues	110,205	111,053	111,090	885	97,003
	Fundraising and Grants	20,000	56,204	56,204	36,204	9,986
	Total Revenue	**2,084,393**	2,203,933	**2,201,814**	**117,421**	**996,639**
Expenses						
	Compensation and Benefits	1,527,542	1,537,018	1,542,176	(14,634)	288,735
	Books and Supplies	113,119	109,877	109,877	3,242	23,141
	Services and Other Operating Expenditures	382,632	406,110	400,913	(18,281)	185,866
	Capital Outlay	-	-	-	-	-
	Total Expenses	**2,023,293**	2,053,005	**2,052,966**	**(29,673)**	**497,741**
Operating Income (excluding Depreciation)		**61,100**	**150,928**	**148,847**	**87,748**	**498,898**
Operating Income (including Depreciation)		61,100	150,928	148,847	87,748	498,898
Fund Balance						
	Beginning Balance (Unaudited)	-	832,449	832,449		
	Audit Adjustment	-	0	0		
	Beginning Balance (Audited)	-	832,450	832,450		
	Operating Income (including Depreciation)	61,100	150,928	148,847		
Ending Fund Balance (including Depreciation)		**61,100**	**983,377**	**981,297**		

April Financial Update - Nea

Projected annual operating income for Nea is $254K, in line with forecast from prior month

- Revenue forecast increased by $2K, main drivers include
  - $3K decrease from prior year state aid recognized from last month should be recognized balance sheet item to offset overpayment of property taxes from District.
  - $4K increase in local revenue, driven primarily by after school program revenue
  - $1K increase to fundraising from parent donations
- Expense forecast increased by $3K:
  - Net $13K savings to salaries and benefits, $1K decrease in certificated salaries, no net change in classified salaries, $12K decrease to benefits due to adjustment to social security and unemployment rates
  - $2K increase to Books and Supplies, though shifted budget from instructional supplies to approved textbooks and other books
  - $15K increase in Services and Operating Expenses, mostly driven by
    - $7.5K in difference in prior year state aid and prop tax payments which is recognized as bad debt expense
    - $4K increase in equipment lease for copier lease and usage
    - $2K in travel and conference related expenses

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April Financial Update - Nea

At $254K, Nea's operating income is above 7% of operating expenses for the year, which is above the 4% target

		Approved Budget	March Forecast	Current Forecast	Variance (Budget vs. Current Forecast)	Forecast Remaining
SUMMARY						
Revenue						
	General Block Grant	2,506,272	2,658,513	2,655,609	149,337	1,206,227
	Federal Revenue	87,612	90,838	90,838	3,226	62,193
	Other State Revenues	603,233	651,651	651,419	48,186	257,692
	Local Revenues	196,172	238,499	242,419	46,247	131,814
	Fundraising and Grants	63,000	111,184	112,471	49,471	-
	Total Revenue	**3,456,289**	**3,750,685**	**3,752,757**	**296,468**	**1,657,926**
Expenses						
	Compensation and Benefits	2,549,408	2,601,308	2,588,390	(38,982)	489,391
	Books and Supplies	168,732	172,969	174,690	(5,958)	17,431
	Services and Other Operating Expenditures	604,574	720,562	735,248	(130,673)	335,950
	Total Expenses	**3,322,714**	**3,494,839**	**3,498,328**	**(175,614)**	**842,772**
Operating Income (excluding Depreciation)		**133,575**	**255,846**	**254,429**	**120,854**	**815,153**
Operating Income (including Depreciation)		133,575	255,846	254,429	120,854	815,153
Fund Balance						
	Beginning Balance (Unaudited)	-	593,868	593,868		
	Audit Adjustment	-	(2,088)	(2,088)		
	Beginning Balance (Audited)	-	591,780	591,780		
	Operating Income (including Depreciation)	133,575	255,846	254,429		
Ending Fund Balance (including Depreciation)		**133,575**	**847,626**	**846,209**		

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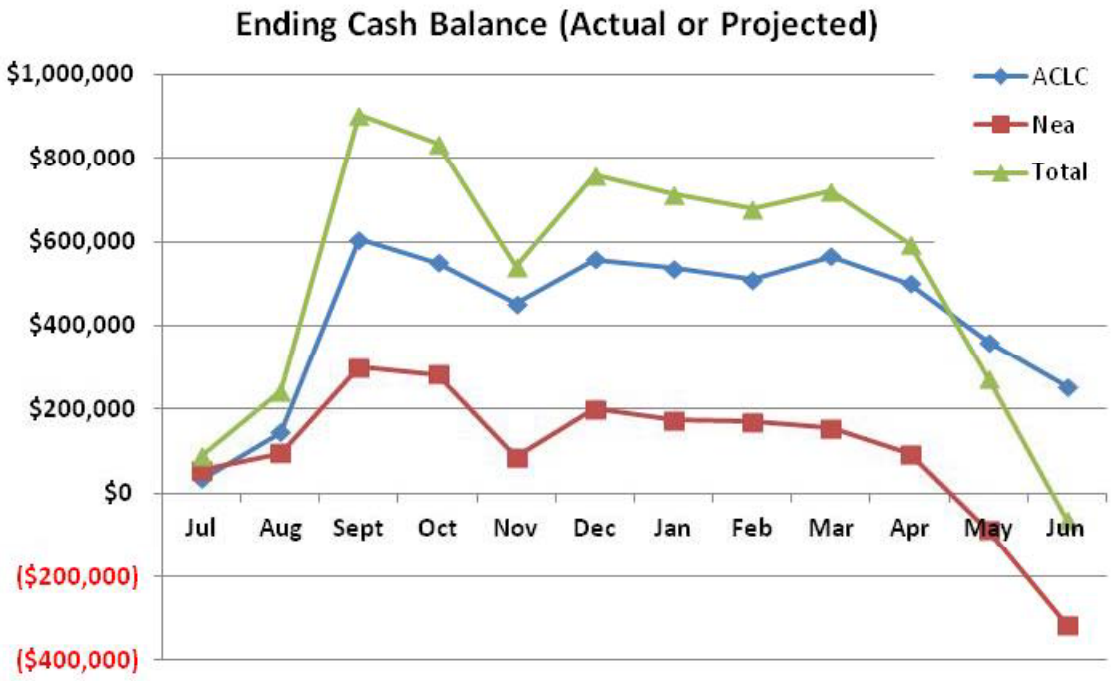
Cash Flow - CLCS

Cash flow forecast for CLCS remains similar to last month's forecast

- As expected, both ACLC and Nea had operating deficits in April, and ACLC had an ending cash balance of $500K, and Nea of $95K.
- Cash forecast for May and June is similar to last month's forecast, with a draw down of ~$100K on the LOC in June.
- As a reminder, cash flow in June anticipates receipt of Alameda parcel tax. EdTec and CLCS school leader have been in contact with AUSD.