

Community Learning Center Schools

November Financials



December 17, 2015

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Financial Presentation Agenda



- 14-15 Audit Report
- November Financials
- 15-16 Current Forecast
 - Budget for re-approval
- Cash Flow Update

1. 14-15 Audit Summary

Audit of 2014-15 CLCS Financials is Complete, with No Findings



- Final 2014-15 Income Statement:
 - ACLC:
 - \$3.12M in Revenues, \$2.81M in Expenses
 - Operating Income of \$303K (11% of exp.)
 - Ending Fund Balance of \$1.43M (51% of exp.)
 - NEA
 - \$4.00M in Revenues, \$3.94M in Expenses
 - Operating Income of \$59K (1.5% of exp.)
 - Ending Fund Balance of \$1.32M (34% of exp.)
- No Adjustments from Unaudited Actuals
- No weaknesses present in Internal Controls, Compliance and Other Matters

2. November Financials

ACLC Nov: Revenues Trailing Behind Expenses

YTD Expenses at 31% of Forecast



- Enrollment down by 5 at 373 (budget at 376); YTD on target
- Compensation and benefits lower (staffing transitions)
- Capital outlay behind schedule

	Sep	Oct	Nov	Actual YTD	Budget YTD	Variance (YTD less Budget)
SUMMARY						
Revenue						
General Block Grant	73,495	401,300	132,291	680,581	713,903	(33,322)
Federal Revenue	-	-	-	-	3,775	(3,775)
Other State Revenues	-	36,059	25,208	69,785	60,555	9,230
Local Revenues	76	128,245	897	129,379	1,497	127,883
Fundraising and Grants	-	-	1,871	3,116	5,378	(2,262)
Total Revenue	73,571	565,604	160,267	882,862	785,108	97,754
Expenses						
Compensation and Benefits	183,833	183,387	161,686	740,628	791,793	51,166
Books and Supplies	37,300	9,604	16,814	95,392	130,472	35,080
Services and Other Operating Expenditures	17,811	101,151	86,818	291,439	265,197	(26,242)
Capital Outlay	41,640	1,480	-	43,120	233,333	190,213
Total Expenses	280,585	295,623	265,318	1,170,579	1,420,795	250,217
Operating Income (excluding Depreciation)	(207,013)	269,981	(105,051)	(287,717)	(635,688)	347,971
<i>Operating Income (including Depreciation)</i>	<i>(165,373)</i>	<i>271,461</i>	<i>(105,051)</i>	<i>(244,597)</i>	<i>(402,354)</i>	<i>157,757</i>

NEA Nov: Revenues Trailing Expenses

YTD Expenses at 34% of Forecast



- Enrollment still high at 524 (budget at 515); budget will be revisited after P-1
- Substitute expenses high in November (\$8K)
- Capital outlay behind schedule

	Sep	Oct	Nov	Actual YTD	Budget YTD	Variance (YTD less Budget)
SUMMARY						
Revenue						
General Block Grant	94,360	667,172	169,847	1,025,739	1,025,738	1
Federal Revenue	-	-	-	-	13,554	(13,554)
Other State Revenues	10,932	50,311	29,068	101,243	77,454	23,789
Local Revenues	6,765	28,938	1,520	37,441	48,155	(10,715)
Fundraising and Grants	23,268	40	1,300	25,494	29,057	(3,563)
Total Revenue	135,325	746,461	201,735	1,189,917	1,193,958	(4,041)
Expenses						
Compensation and Benefits	246,234	292,347	288,124	1,216,674	1,197,272	(19,403)
Books and Supplies	86,135	9,464	24,079	181,568	133,209	(48,360)
Services and Other Operating Expenditures	43,730	59,457	85,691	273,333	266,853	(6,480)
Capital Outlay	67,063	2,160	-	78,185	366,667	288,482
Total Expenses	443,163	363,428	397,894	1,749,761	1,964,000	214,239
Operating Income (excluding Depreciation)	(307,838)	383,033	(196,159)	(559,844)	(770,043)	210,198
<i>Operating Income (including Depreciation)</i>	<i>(240,775)</i>	<i>385,193</i>	<i>(196,159)</i>	<i>(481,659)</i>	<i>(403,376)</i>	<i>(78,283)</i>

3. Current Forecast FY 15-16

15-16 ACLC Highlights: Portables Estimates, Depreciation



- No updates to revenues
- Portables Estimates came in at \$769K (including 15% contingency)
 - 40% will be paid by ACLC
 - Portables ready for use in 16-17 (depreciation will begin then)
 - Previously depreciation estimated to begin second half of 15-16
 - Assuming 9 year depreciation schedule (remainder of lease)
- SPED Instructional materials (\$4K) added

ACLC Budget for Approval: Expected Operating Income at \$193K, Fund Balance at \$1.6M (43% of Expenses)



	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent
SUMMARY						
Revenue						
General Block Grant	2,780,338	2,775,770	2,775,770	-	2,095,189	25%
Federal Revenue	58,876	224,902	224,902	-	224,902	0%
Other State Revenues	291,692	512,098	512,098	-	442,313	14%
Local Revenues	84,989	88,723	88,723	-	(40,656)	146%
Fundraising and Grants	59,127	59,127	59,127	-	56,011	5%
Total Revenue	3,275,021	3,660,620	3,660,620	-	2,777,758	24%
Expenses						
Compensation and Benefits	2,067,629	2,073,200	2,074,393	(1,193)	1,333,765	36%
Books and Supplies	204,982	320,482	324,918	(4,436)	229,526	29%
Services and Other Operating Expenditures	885,615	1,061,644	1,062,829	(1,185)	771,390	27%
Capital Outlay	280,000	280,000	307,597	(27,597)	264,477	14%
Total Expenses	3,438,226	3,735,326	3,769,737	(34,411)	2,599,159	31%
Operating Income (excluding Depreciation)	(163,205)	(74,706)	(109,117)	(34,411)	178,599	
<i>Operating Income (including Depreciation)</i>	102,795	172,250	193,436	21,186		
Fund Balance						
Beginning Balance (Unaudited)	1,235,180	1,430,450	1,430,450			
Audit Adjustment	-	-	-			
Beginning Balance (Audited)	1,235,180	1,430,450	1,430,450			
Operating Income (including Depreciation)	102,795	172,250	193,436			
Ending Fund Balance (including Depreciation)	1,337,975	1,602,700	1,623,886			

15-16 Nea Highlights: CSFIG accounting, Portables Estimates, Depreciation



- CSFIG is a federal grant; entire grant amount will be booked to 15-16 (+\$255K)
 - Offsetting the restricted revenue will be capital outlay, which will be booked throughout 15-16
 - Only 1/3 of funds expected in 15-16; rest will be booked as receivables
- Portables Estimates came in at \$769K (including 15% contingency)
 - 60% will be paid by Nea
 - Portables ready for use in 16-17 (depreciation will begin then)
 - Previously depreciation estimated to begin second half of 15-16
 - Assuming 9 year depreciation schedule (remainder of lease)
- Other changes since previous forecast
 - Comp and Benefits: Stipend (\$2.5K), PT counselor (\$12K), SPED admin support (\$10K), van driver (\$7K), and related benefits (\$5K) added
 - Textbooks (\$2.4K), Communications (\$3.5K), District Oversight (\$8.4K) added

Understanding Capital Outlay at Nea, FY 15-16



- Significant changes to Operating Income since Approved Budget
 - Approved Budget: Without One-time Funding, ADA at 472.9
 - Previous Month's Forecast: With One-time Funding, ADA at 489.3 (+\$130K), 1/3 of CSFIG (+\$127K)
 - Current Forecast: all of CSFIG (+\$255K)

		Approved Budget	Previous Month's Forecast	Current Forecast
(a)	Operating Income without Capital Outlay	\$46,819	\$296,595	\$499,842
(b)	<i>Capital Outlay</i>	\$440,000	\$440,000	\$481,396
(c)	Operating Income before Depreciation (a – b)	-\$393,181	-\$143,405	\$18,445
(d)	<i>Depreciation expense</i>	\$25,000	\$53,063	\$9,063
(e)	Operating Income with Depreciation (c + b - d)	\$21,819	\$243,532	\$490,778

Nea Budget for Approval: Expected Operating Income at \$490K, Fund Balance at \$1.8M (35% of Expenses)



	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent
SUMMARY						
Revenue						
General Block Grant	3,636,148	3,744,105	3,744,105	-	2,718,366	27%
Federal Revenue	136,944	135,102	518,352	383,250	518,352	0%
Other State Revenues	361,335	817,289	689,539	(127,750)	588,296	15%
Local Revenues	177,176	188,829	189,138	309	151,697	20%
Fundraising and Grants	96,855	97,215	97,215	-	71,721	26%
Total Revenue	4,408,459	4,982,541	5,238,350	255,809	4,048,433	23%
Expenses						
Compensation and Benefits	3,263,214	3,267,697	3,303,912	(36,215)	2,087,238	37%
Books and Supplies	205,726	400,828	405,053	(4,226)	223,485	45%
Services and Other Operating Expenditures	892,700	1,017,421	1,029,542	(12,122)	756,209	27%
Capital Outlay	440,000	440,000	481,396	(41,396)	403,211	16%
Total Expenses	4,801,640	5,125,945	5,219,904	(93,959)	3,470,143	34%
Operating Income (excluding Depreciation)	(393,181)	(143,405)	18,445	161,850	578,290	
<i>Operating Income (including Depreciation)</i>	21,819	243,532	490,778	247,246		
Fund Balance						
Beginning Balance (Unaudited)	1,285,575	1,322,705	1,322,705			
Audit Adjustment	-	-	-			
Beginning Balance (Audited)	1,285,575	1,322,705	1,322,705			
Operating Income (including Depreciation)	21,819	243,532	490,778			
Ending Fund Balance (including Depreciation)	1,307,394	1,566,237	1,813,484			

4. Cash Flow Update

Cash Position Strong; Dip in December Reflects Unspent Capital Outlay YTD



- Ending Cash in Oct: \$1.9M combined (\$1.1M ACLC, \$828K Nea)

