

Larchmont

2015-16 Revised Budget

Financial Presentation Agenda



- State Budget Update
- Revised 2015-16 Budget
- Financial Exhibits

State Budget Update: 2015-16 Final Budget Act

Governor signed the final budget for the 2015-16 fiscal year



- The budget includes:
 - Increases ongoing funding for implementation of the LCFF by nearly \$6 billion
 - Closes the remaining gap between a school's actual LCFF funding and its target rate at full LCFF implementation by 51.52% (down from the 53.08% proposed in the May Revise)
 - Target LCFF rates will receive a Cost of Living Adjustment of 1.02% over the 2014-15 targets
 - Eliminates all inter-year deferrals for the first time since the 2000-01 fiscal year

- The Final Budget also approved spending on other K-12 programs:
 - Provides a total of \$3.2 billion for one-time discretionary funds (approx. \$530 per 2014-15 P2 ADA). This is down from the \$601/ADA proposed in the May Revise. The rate has been updated in Larchmont's budget.
 - Provides \$490 million for one-time grants to provide professional development to teachers and administrators. This was not in the May Revise and will not be included in the budget until more information on the distribution of funds is released.

2015-16 Revised Budget

2015-16 Revised Budget

Net income in 2015-16 is estimated to be \$648K after depreciation, a \$109.7K increase since the June approved budget.

	2015/16	2015/16	2015/16
	Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
SUMMARY			
Revenue			
General Block Grant	10,500,864	10,462,183	(38,681)
Federal Revenue	612,700	631,273	18,572
Other State Revenues	2,477,714	2,552,358	74,644
Local Revenues	485,025	484,332	(693)
Fundraising and Grants	1,600,000	1,600,000	-
Total Revenue	15,676,303	15,730,146	53,843
Expenses			
Compensation and Benefits	10,771,756	10,619,489	152,267
Books and Supplies	863,200	862,158	1,042
Services and Other Operating Expenditures	3,366,880	3,365,076	1,804
Capital Outlay	75,000	75,000	-
Total Expenses	15,076,836	14,921,723	155,113
Operating Income (excluding Depreciation and CapEx)	674,467	883,422	
<i>Depreciation</i>	<i>135,370</i>	<i>234,591</i>	
<i>Operating Income (including Depreciation)</i>	<i>539,097</i>	<i>648,831</i>	<i>109,734</i>
Fund Balance			
Beginning Balance (Unaudited)	1,827,070	1,827,070	-
Audit Adjustment	-	-	-
Beginning Balance (Audited)	1,827,070	1,827,070	-
Operating Income (including Depreciation)	539,097	648,831	109,734
Ending Fund Balance (including Depreciation)	2,366,168	2,475,902	109,734
Ending Fund Balance as a % of Expenses	16%	17%	71%

FY16-FY20 LCFF Rates

Revenue projections heavily dependent on state budget; revised expectation of 51.52% LCFF implementation in 15-16

	2015-16	2016-17	2017-18	2018-19
COLA	1.02%	1.60%	2.48%	2.87%
LCFF Gap Closure %	51.52%	35.55%	35.11%	19.88%
EPA as % of adj. Revenue Limit	23.00%	22.00%	21.00%	10.50%
Total Effective Implementation %	70.12%	80.70%	87.50%	90.00%
Effective Rate per ADA	7,628	7,978	8,280	8,443

Once LCFF reaches full implementation, the funding rate will level out.

Revenues: June Board Approved Budget v. Current Forecast

.3% increase overall in revenues, largely due to the updated rate of one-time funds



	June Board Approved Budget	Revised 15/16 Budget	Variance	% Change
LCFF Entitlement	10,500,864	10,462,183	(38,681)	-0.4%
Federal Revenue	612,700	631,273	18,572	3.0%
Other State Revenue	2,477,714	2,552,358	74,644	3.0%
Local Revenue	485,025	484,332	(693)	-0.1%
Fundraising	1,600,000	1,600,000	-	-
Total	15,676,303	15,730,146	53,843	0.3%

- LCFF implementation rate decreased from 53.08% in the May Revise to 51.52% in the State Budget
- -\$8K in federal SPED based on LAUSD SELPA Option 3 Rates for 15-16
- -\$8K in Title III funds due to new information regarding consortium leads administering services and keeping all revenues
- +\$35K in Title I funds based on the newly released 15-16 entitlements
- +\$38K for one-time funds (estimated at \$530 per prior year ADA)
- +\$26K for state lottery (increased from \$162 to \$181 per current year ADA)
- +\$9K in state SPED funding based on LAUSD SELPA Option 3 rates for 15-16

Expenses: Salaries & Benefits

1.4% decrease overall in compensation and benefits



	June Board Approved Budget	Revised 15/16 Budget	Variance	% Change
Certificated Staff	6,612,577	6,469,326	(143,251)	-2.2%
Classified Staff	2,090,080	2,097,933	7,854	0.4%
Benefits	2,069,099	2,052,230	(16,869)	-0.8%
Total	10,771,756	10,619,489	(152,267)	-1.4%

- Certificated and classified salaries are being trued up to match new salary information
- The variance in certificated staff is primarily due to updating teachers salaries to actuals:
 - Teacher placeholders removed and updated with new teacher salaries
 - Resigned teachers removed and updated with new teacher salaries
- The variance in classified staff is primarily due to updates in clerical and office salaries
- The change in benefits is due to certificated and classified salary updates.

Expenses: Books & Supplies

.12% decrease overall in books and supplies



	June Board Approved Budget	Revised 15/16 Budget	Variance	% Change
Books & Curriculum	110,000	110,000	-	0.00%
Materials & Supplies	297,460	297,460	-	0.00%
Noncapitalized Equip.	110,000	110,000	-	0.00%
Food	345,740	344,698	(1,042)	-0.30%
Total	863,200	862,158	(1,042)	-0.12%

- Student food services updated based on 14-15 actuals.

Expenses: Services & Other Ops

.05% decrease overall in services and other operating expenses



	June Board Approved Budget	Revised 15/16 Budget	Variance	% Change
Conferences & Travel	38,000	38,000	-	0.00%
Dues & Membership	8,190	8,190	-	0.00%
Insurance	114,463	114,463	-	0.00%
Ops & Housekeeping	145,000	145,000	-	0.00%
Rentals, Leases, Repairs	1,430,901	1,431,172	271	0.02%
Other Services & Ops	1,520,326	1,518,251	(2,075)	-0.14%
Communication	110,000	110,000	-	0.00%
Total	3,366,880	3,365,076	(1,804)	-0.05%

- +\$271 for updated rent at network office.
 - Also, possible savings from FFX lease renewal
- -\$2K savings due to revenue related expenses and interest.

Opportunities / Uncertainties

While these projections are generally conservative, many assumptions have the potential to fluctuate meaningfully for the year



- Potential one-time funds in 15-16 for professional development
- Funding rate changes
 - Non-LCFF rates could change, e.g., Title funding, Special Education
- Fundraising goals
- Enrollment projections and attendance rates
- Staffing and salary changes (e.g., unexpected departures, challenges finding staff at budgeted salary, etc.)
- State deferrals if economic conditions change

Exhibits

15-16 Budget

LARCHMONT CHARTER SCHOOL

	2015/16	2015/16	2015/16
	Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
SUMMARY			
Revenue			
General Block Grant	10,500,864	10,462,183	(38,681)
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Total Revenue	15,676,303	15,730,146	53,843
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Compensation and Benefits	10,771,756	10,619,489	152,267
Books and Supplies	863,200	862,158	1,042
Services and Other Operating Expenditures	3,366,880	3,365,076	1,804
Capital Outlay	75,000	75,000	-
Total Expenses	15,076,836	14,921,723	155,113
Operating Income (excluding Depreciation and CapEx)	674,467	883,422	
<i>Operating Income (including Depreciation)</i>	539,097	648,831	109,734
Fund Balance			
Beginning Balance (Unaudited)	1,827,070	1,827,070	-
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Beginning Balance (Audited)	1,827,070	1,827,070	-
Operating Income (including Depreciation)	539,097	648,831	109,734
Ending Fund Balance (including Depreciation)	2,366,168	2,475,902	109,734
Ending Fund Balance as a % of Expenses	16%	17%	71%

LARCHMONT CHARTER SCHOOL

	2015/16	2015/16	2015/16
	Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
Detail			
Enrollment Breakdown			
K	114	114	-
1	114	114	-
2	114	114	-
3	114	114	-
4	116	116	-
5	119	119	-
6	108	108	-
7	162	162	-
8	162	162	-
9	100	100	-
10	100	100	-
11	70	70	-
12	50	50	-
Enrollment Summary	-	-	-
K-3	456	456	-
4-6	343	343	-
7-8	324	324	-
9-12	320	320	-
Total Enrolled	1,443	1,443	-
ADA %			
K-3	96%	96%	0%
4-6	96%	96%	0%
7-8	95%	95%	0%
9-12	95%	95%	0%
Average	95%	95%	0%
ADA			
K-3	435.5	435.5	0.0
4-6	327.6	327.6	0.0
7-8	306.2	306.2	0.0
9-12	302.4	302.4	0.0
Total ADA	1371.6	1371.6	0.0

LARCHMONT CHARTER SCHOOL

		2015/16	2015/16	2015/16
		Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
LCFF Entitlement				
8011	Charter Schools LCFF - State Aid	6,641,323	6,547,474	(93,849)
8012	Education Protection Account Entitlement	1,583,850	1,658,701	74,851
8019	State Aid - Prior Years	-	-	-
8096	Charter Schools in Lieu of Property Taxes	2,275,690	2,256,008	(19,683)
SUBTOTAL - LCFF Entitlement		10,500,864	10,462,183	(38,681)
8100 Federal Revenue				
8181	Special Education - Entitlement	272,487	263,860	(8,628)
8220	Child Nutrition Programs	202,691	202,066	(625)
8291	Title I	126,368	162,000	35,632
8292	Title II	2,765	3,347	582
8293	Title III	8,389	-	(8,389)
SUBTOTAL - Federal Income		612,700	631,273	18,572
8300 Other State Revenues				
8381	Special Education - Entitlement (State)	767,726	777,382	9,656
8520	Child Nutrition - State	15,180	15,134	(47)
8545	School Facilities Apportionments	793,463	793,463	-
8550	Mandated Cost Reimbursements	23,823	23,958	135
8560	State Lottery Revenue	222,203	248,264	26,061
8590	All Other State Revenue	655,318	694,156	38,838
SUBTOTAL - Other State Income		2,477,714	2,552,358	74,644
8600 Other Local Revenue				
8634	Food Service Sales	224,723	224,030	(693)
8676	After School Program Revenue	140,302	140,302	-
8681	ACE (Enrichment) Fees	120,000	120,000	-
SUBTOTAL - Local Revenues		485,025	484,332	(693)
8800 Donations/Fundraising				
8801	Donations - Parents	-	-	-
8802	Donations - Private	-	-	-
8803	Fundraising	1,600,000	1,600,000	-
8804	Fundraising - Fund Development	-	-	-
8850	Donations - temporarily restricted	-	-	-
SUBTOTAL - Fundraising and Grants		1,600,000	1,600,000	-
TOTAL REVENUE		15,676,303	15,730,146	53,843

LARCHMONT CHARTER SCHOOL

		2015/16	2015/16	2015/16
		Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
EXPENSES				
Compensation & Benefits				
1000	Certificated Salaries			
1100	Teachers Salaries	4,067,406	3,953,063	114,344
1101	Teacher - Stipends	60,000	60,000	-
1111	Teacher - Elective	551,782	549,742	2,040
1200	Certificated Pupil Support Salaries	984,732	945,544	39,189
1300	Certificated Supervisor & Administrator Salaries	862,354	875,678	(13,324)
1900	Certificated Other Salaries	86,303	85,300	1,003
SUBTOTAL - Certificated Employees		6,612,577	6,469,326	143,251
Certificated Employees Summary				
1100	Teachers Salaries	4,679,188	4,562,804	116,384
1200	Certificated Pupil Support Salaries	984,732	945,544	39,189
1300	Certificated Supervisor & Administrator Salaries	862,354	875,678	(13,324)
1400	Certificated Bonuses & Extra Pay	-	-	-
1900	Certificated Other Salaries	86,303	85,300	1,003
SUBTOTAL - Certificated Employees		6,612,577	6,469,326	143,251
2000	Classified Salaries			
2100	Classified Instructional Aide Salaries	604,243	604,243	-
2101	Classified - Electives	174,707	174,707	-
2103	Classified - Classified Subs	20,600	20,600	-
2400	Classified Clerical & Office Salaries	869,602	877,456	(7,854)
2905	Other Classified - After School	136,914	136,914	-
2908	Other Classified - After School Stipends	35,277	35,277	-
2928	Other Classified - Food	93,856	93,856	-
2930	Other Classified - Maintenance/grounds	154,881	154,881	-
SUBTOTAL - Classified Employees		2,090,080	2,097,933	(7,854)
Classified Employees Summary				
2100	Classified Instructional Aide Salaries	799,550	799,550	-
2200	Classified Support Salaries	-	-	-
2300	Classified Supervisor & Administrator Salaries	-	-	-
2400	Classified Clerical & Office Salaries	869,602	877,456	(7,854)
2600	Classified Bonuses & Extra Pay	-	-	-
2900	Classified Other Salaries	420,927	420,927	-
SUBTOTAL - Classified Employees		2,090,080	2,097,933	(7,854)
3000	Employee Benefits			
3100	STRS	698,249	682,985	15,263
3200	PERS	-	-	-
3300	OASDI-Medicare-Alternative	263,581	262,042	1,539
3400	Health & Welfare Benefits	992,370	992,370	-
3500	Unemployment Insurance	4,350	4,282	68
3600	Workers Comp Insurance	105,550	105,550	-
3700	Retiree Benefits	5,000	5,000	-
3800	PERS Reduction	-	-	-
3900	Other Employee Benefits	-	-	-
SUBTOTAL - Employee Benefits		2,069,099	2,052,230	16,869

LARCHMONT CHARTER SCHOOL

		2015/16	2015/16	2015/16
		Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
4000	Books & Supplies			
4100	Approved Textbooks & Core Curricula Materials	110,000	110,000	-
4315	Custodial Supplies	28,000	28,000	-
4320	Educational Software	40,000	40,000	-
4325	SPED ONLY MYRA'S CODE	5,000	5,000	-
4326	HS FINE ARTS	10,449	10,449	-
4330	Office Supplies	36,000	36,000	-
4335	HS PE Supplies	8,000	8,000	-
4340	Professional Development Supplies	10,000	10,000	-
4345	Non Instructional Student Materials & Supplies	2,000	2,000	-
4346	Teacher Supplies	63,500	63,500	-
4350	Uniforms	4,000	4,000	-
4351	Yearbook	4,000	4,000	-
4352	After School Program Supplies/Snacks	7,381	7,381	-
4353	After School Vendors	79,130	79,130	-
4410	Classroom Furniture, Equipment & Supplies	5,000	5,000	-
4420	Computers (individual items less than \$5k)	100,000	100,000	-
4430	HS Non Classroom Related Furniture, Equipment & Su	5,000	5,000	-
4710	Student Food Services	337,780	336,739	1,042
4720	Other Food	7,959	7,959	-
4999	4000 series 1099 reimbursable expenses	-	-	-
	SUBTOTAL - Books and Supplies	863,200	862,158	1,042
Books & Supplies Summary				
4100	Approved Textbooks & Core Curricula Materials	110,000	110,000	-
4200	Books & Other Reference Materials	-	-	-
4300	Materials & Supplies	297,460	297,460	-
4400	Noncapitalized Equipment	110,000	110,000	-
4700	Food	345,740	344,698	1,042
	SUBTOTAL - Books and Supplies	863,200	862,158	1,042

LARCHMONT CHARTER SCHOOL

		2015/16	2015/16	2015/16
		Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
5000	Services & Other Operating Expenses			
5100	Subagreements for Services	-	-	-
5200	Travel & Conferences	-	-	-
5210	Conference Fees	2,000	2,000	-
5215	Travel - Mileage, Parking, Tolls	1,000	1,000	-
5220	Travel and Lodging	5,000	5,000	-
5223	Facility & Staff Parking	30,000	30,000	-
5305	Dues & Membership - Professional	5,000	5,000	-
5310	Subscriptions	3,190	3,190	-
5450	Insurance - Other	114,463	114,463	-
5510	Utilities - Gas and Electric	65,000	65,000	-
5515	Janitorial, Gardening Services & Supplies	30,000	30,000	-
5520	Security	50,000	50,000	-
5605	Equipment Leases	75,000	75,000	-
5610	Rent	1,266,301	1,266,572	(271)
5615	Repairs and Maintenance - Building	30,000	30,000	-
5616	Repairs and Maintenance - Computers	2,000	2,000	-
5617	Repairs and Maintenance - Other Equipment	3,600	3,600	-
5699	Other Rentals, Leases and Repairs	54,000	54,000	-
5803	Accounting Fees	10,000	10,000	-
5807	Summer Program Placeholder	10,000	10,000	-
5809	Banking Fees	33,000	33,000	-
5812	Business Services	155,000	155,000	-
5816	Data Director	6,311	6,311	-
5820	Consultants - Non Instructional - Custom 1	6,000	6,000	-
5824	District Oversight Fees	105,009	104,622	387
5830	Field Trips Expenses	129,000	129,000	-
5833	Fines and Penalties	1,500	1,500	-
5836	Fingerprinting	6,000	6,000	-
5839	Fundraising Expenses	50,000	50,000	-
5843	Interest - Loans Less than 1 Year	85,966	84,072	1,894
5845	Legal Fees	22,988	22,988	-
5848	Licenses and Other Fees	10,000	10,000	-
5851	Marketing and Student Recruiting	2,500	2,500	-
5854	Consultants - Other 1	17,891	17,891	-
5857	Payroll Fees	18,540	18,540	-
5863	Professional Development	35,000	35,000	-
5869	Special Education Contract Instructors	377,000	377,000	-
5872	Special Education Encroachment	208,043	208,248	(206)
5874	Sports	17,000	17,000	-
5875	Staff Recruiting	25,000	25,000	-
5877	Student Activities	4,109	4,109	-
5878	Student Assessment	5,270	5,270	-
5880	Student Health Services	1,567	1,567	-
5881	Student Information System	38,390	38,390	-
5883	Long Term Substitutes - Vacant Positions	36,243	36,243	-
5884	Substitutes	98,000	98,000	-
5896	Internet/Website consulting	5,000	5,000	-
5900	Communications	60,000	60,000	-
5910	Communications - Internet / Website Fees	45,000	45,000	-
5915	Postage and Delivery	5,000	5,000	-
SUBTOTAL - Services & Other Operating Exp.		3,366,880	3,365,076	1,804
Services & Other Operating Expenditures Summary				
5100	Subagreements for Services	-	-	-
5200	Travel & Conferences	38,000	38,000	-
5300	Dues & Memberships	8,190	8,190	-
5400	Insurance	114,463	114,463	-
5500	Operations & Housekeeping	145,000	145,000	-
5600	Rentals, Leases, & Repairs	1,430,901	1,431,172	(271)
5800	Other Services & Operating Expenses	1,520,326	1,518,251	2,075
5900	Communications	110,000	110,000	-
SUBTOTAL - Services & Other Operating Exp.		3,366,880	3,365,076	1,804

LARCHMONT CHARTER SCHOOL

		2015/16	2015/16	2015/16
		Approved Budget	Current Forecast	Variance (Approved Budget vs. Current Forecast)
6000	Capital Outlay			
6100	Sites & Improvement of Sites	75,000	75,000	-
	SUBTOTAL - Capital Outlay	75,000	75,000	
TOTAL EXPENSES		15,076,836	14,921,723	155,113
Depreciation Calculation				
	Prior Year (Yr 0 or before) Depreciation Impact	131,620	230,841	(99,221)
	Forecasted Depreciation Impact (2015-16)	3,750	3,750	-
6900	Total Depreciation (includes Prior Years)	135,370	234,591	(99,221)
TOTAL EXPENSES including Depreciation		15,137,206	15,081,314	55,891

