



# FY23 SSCPS Operating & Capital Budget Presentation

South Shore Charter Public School

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# Inspiring every student to excel in academics, service, and life.



- FY22 Quick Year in Review
- FY23 Operational and Capital Budget Highlights
- FY23 Anticipated Organizational Staffing Changes
- FY23 Budget Documents



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## A Year in Review 2021-2022

- COVID-19 Pandemic
- In FY22, the school projects a loss of **(\$35,000)** in budgeted vs. actual tuition revenue. The ESE estimates our FY22 average per pupil tuition to be \$16,462. This is based on a FTE of 1,050 students. In FY22, the school budgeted \$16,200 per pupil for 1,055 students. This results in a \$262 additional per pupil. Unfortunately, the pandemic and transportation issues caused a drop in the the school's enrollment to an FTE of 1,040 which is the reason for the deficit in tuition revenues.
- In FY22, the school was awarded \$702,763 from the following federal and state grants to help fund expenditures related to the pandemic:
  - ESSER II Grant \$357,527
  - ESSERIII Grant \$280,000
  - American Recovery Program- IDEA Grants
    - Early Childhood \$5,358
    - Homeless \$2,307
    - Individual with Disabilities \$57,571

## A Year in Review 2021-2022(continued)

- The school invested in acquiring the following capital and leasehold improvements:
  - ❖ New HVAC Air Purification System \$44,950 for the High School
  - ❖ New Classroom Furniture \$40,000
  - ❖ New Chromebooks & Tech \$7,790
  - ❖ Additional LHI for 100 \$55,000
  - ❖ LED Lighting Upgrade Phase 1 \$25,000
  
- In FY22, the school projects a net income of \$205,904 , which includes depreciation, capital lease amortization and capital interest which is due to the implementation of GASB-87 and the school's lower enrollment. The school projects a quasicash profit of \$710,451 in FY22.

# FY23 Budget Highlights

- In Year 28, SSCPS has pre-enrolled 1,075 students and will base our operating budget on serving 1,060 students. This will allow the school to catch up to our expansion goals and to account for shifts in student demographics throughout the year.
- In April 2022, the ESE projects that the FY23 average per pupil tuition to be \$17,856. Included in this amount is \$1,088 in per pupil facilities aid. The school's operating budget will reflect \$17,200 per pupil in tuition revenues based on 1,060 students.
- Revenues are estimated to be \$19,447,900 which is approximately 2.6% higher than projected in FY22. The increase is due to higher per pupil tuition and higher number of students. 94% of our total revenues comes from ESE Tuition payments, 5% comes from Federal & State Grant funding, and 1% comes from program fees and local fundraising and a SSCEF grant.
- Expenditures are estimated to be \$20,537,705 which is 9.4% higher than projected in FY22. This increase is due to funding the 3<sup>rd</sup> year of the faculty and staff compensation package as well as including estimated Regional Transportation expenditures. *Estimated Transportation Reimbursement Revenues will not be recognized until FY24.*

# FY23 Budget Highlights (cont)

- The School anticipates filling the following vacancies in FY22:
  - HS Math Teacher
  - MS Math Teacher-filled by shifting faculty
  - K-12 Art Teacher
  - Gr. 5-8 Math Teacher-filled by shifting faculty
  - Gr. 5-8 Science Teacher-filled by hiring long term sub
  - Gr. 5-8 Assistant Principal
  - Learning Services Teacher-filled by hiring building sub
- The School anticipates hiring the following new positions in FY22:
  - K-12 Pupil Adjustment Counselor
  - Part Time Regional Transportation Coordinator

# FY23 Budget Highlights (cont)

- The school budgeted an increase in health insurance costs of 11.5%. At the time of this presentation, final quotes are being received and it appears this increase may come in at 9.4%. This increase is due to rising healthcare costs and usage. This increase is shared by both the school and staff. For employee's working 30+ hours per week, the school pays 65% of the monthly premium and the employee pays 35%.
- Budgeted for Depreciation, Capital Lease Amortization & Capital Lease Interest.
- Funded capital for technology, furniture, and equipment and leasehold improvements:
  - New Technology \$151,774
  - Equipment \$29,100
  - Leasehold Improvements \$78,250

South Shore Charter Public School FY23 Annual Operating Budget Request					Option B FY23 Budget	Diff from FY22 Projection to FY23 Budget B Request	Notes
	FY21 Actual	FY22 YTD July-Apr	FY22 Projection	FY22 Budget			
Ordinary Income/Expense	1,008	1,040	1,040	1,055	1,060	20	Increase in students
Income							
4000 - Per Pupil Revenue	\$ 15,600,601	\$ 14,757,366	\$ 17,056,000	\$ 17,091,000	\$ 18,232,000	1,176,000	\$17,200 per pupil vs. 16,400 and 20 more students
4005 - DOE Administered Grants	959,035	488,926	1,293,791	801,955	918,900	(374,891)	loss of ESSER II and Summer Academy Grants
4030 - Other Revenue Sources (Program Fees)	92,948	479,628	530,500	190,500	216,000	(314,500)	No longer providing 100% free meals
4080 - Donations & Fundraising	6,632	8,682	10,000	26,200	25,000	15,000	Increase in project/workshop and school fundraising
4091 - Local Grants	16,107	19,200	19,500	19,000	26,000	6,500	Increase in SSCEF Grant
4550 - Medicaid Reimbursement	25,000	28,359	35,000	25,000	30,000	(5,000)	
Total Income	\$ 16,700,323	\$ 15,782,161	\$ 18,944,791	\$ 18,153,655	\$ 19,447,900	503,109	
Gross Profit	\$ 16,700,323	\$ 15,782,161	\$ 18,944,791	\$ 18,153,655	\$ 19,447,900	503,109	
Expense							
5999 - Salaries & Wages	\$ 11,920,169	\$ 9,351,632	\$ 12,654,657	\$ 12,413,657	\$ 13,108,675	454,018	3rd year of Salary Agreement
6021 - Travel Exp-Staff & BOT (Travel and Mileage)	185	374	1,500	1,500	2,000	500	
6026 - Employee Fringe Benefits	1,315,713	1,172,850	1,465,000	1,438,895	1,620,437	155,437	Health insurance increase of 11.5%.
6029 - Payroll Taxes	269,223	266,472	330,000	399,171	438,028	108,028	Increase in salaries = increase in payroll taxes
6036 - Professional Development	40,453	158,800	190,000	80,500	174,640	(15,360)	Decrease due to Tuition Reimb needed
6100 - Rent/Lease (Rent/Lease)	-	12,848	15,000	12,500	13,000	(2,000)	
6101 - Real Estate Taxes	907	2,788	4,000	-	3,600	(400)	
6130 - Utilities (Utilities)	238,355	211,633	237,938	237,938	231,778	(6,160)	Savings on electricity due to LED replacement project
6140 - Maintenance Contractor	291,422	319,503	378,626	378,626	307,600	(71,026)	Savings on Cleaning Contractor and Landscaping
6150 - Maintenance Supplies/Materials	26,502	25,767	36,000	46,000	40,000	4,000	
6210 - Insurance (Insurance)	60,731	64,765	70,000	65,000	95,000	25,000	Higher Ins Prem due to water damage and new regional transportation
6220 - Office Supplies (Office Supplies)	123,183	53,758	71,000	71,000	50,000	(21,000)	savings on health supplies
6240 - Advertising	6,010	3,743	8,000	11,000	10,500	2,500	
6250 - Postage and Delivery (Postage and Delivery)	4,326	3,392	6,000	8,850	8,850	2,850	
6260 - Printing and Reproduction (Printing and Reproduction)	2,306	736	2,000	2,000	2,000	-	
6270 - Copiers Leases/ Maintenance	31,209	52,291	60,000	57,500	61,908	1,908	
6280 - Profess. Fees-Bus/Fin/HR/Leg (Professional Fees)	92,777	101,360	117,000	117,000	122,000	5,000	
6510 - Transportation	6,394	22,808	30,000	51,000	1,440,000	1,410,000	New Regional Transportation Program
6520 - Field Trip Expense	11,490	32,703	36,000	36,000	41,000	5,000	More field trips
6530 - Academic Supplies	192,032	131,208	253,793	253,793	202,425	(51,368)	Able to purchase academic materials in FY22
6540 - Service Contractors-Instruction	58,176	85,361	100,000	88,480	91,600	(8,400)	Increase in Learning Services subcontractors
6561 - Technology	153,919	178,200	185,000	167,324	186,362	1,362	
6562 - Furniture & Equipment Expense	28,493	35,161	40,000	5,750	8,000	(32,000)	Savings due to purchasing FF&E in FY22
6570 - Library/Materials & Software	265	-	2,500	2,500	2,000	(500)	
6580 - Testing & Accreditation	-	-	2,000	2,000	28,500	26,500	Moved from #6530 to separate account
6800 - School Events/Board Retreats	99,244	307,468	420,000	191,500	202,000	(218,000)	No longer providing 100% Free Meals
6850 - Interest Expense (Interest Expense)	666,701	530,142	631,235	629,297	595,254	(35,981)	Decrease in Capital Lease int
6870 - Awards, Fellowships & College	2,000	-	3,000	3,000	3,000	-	
6900 - Depreciation Expense (Depreciation Expense)	413,300	297,857	400,000	450,000	430,000	30,000	Decrease due to Fixed Assets being fully depreciated
6901 - Amortization Expense	1,014,468	845,390	1,014,468	1,014,468	1,015,548	1,080	
7004 - Bad Debt Expense (Bad Debt Expense)	(2,760)	116	2,000	2,000	2,000	-	
Total Expense	\$ 17,067,193	\$ 14,269,126	\$ 18,766,717	\$ 18,238,249	\$ 20,537,705	1,770,988	
Net Ordinary Income	\$ (366,870)	\$ 1,513,035	\$ 178,074	\$ (84,594)	\$ (1,089,805)	(1,267,879)	
Other Income/Expense							
Other Income							
4097-Donated Equipment	\$ 6,000	\$ 27,830	\$ 27,830	\$ -	\$ -	\$ (27,830)	
Total Other Income	\$ 6,000	\$ 27,830	\$ 27,830	\$ -	\$ -	\$ (27,830)	
Net Other Income	\$ 6,000	\$ 27,830	\$ 27,830	\$ -	\$ -	\$ (27,830)	
Net Income	\$ (360,870)	\$ 1,540,865	\$ 205,904	\$ (84,594)	\$ (1,089,805)	\$ (1,295,709)	
Quasi Cash Calculation							
Add Back Depreciation	\$ 413,300	\$ 297,857	\$ 400,000	\$ 450,000	\$ 430,000	\$ 30,000	Decrease due to Fixed Assets being fully depreciated
Add Back Diff between Capital Lease Entry & Rent	283,534	193,781	232,537	230,600	217,973	(14,564)	
Less Capital Expenditures							
Technology	\$ (221,621)	\$ (7,990)	\$ (7,990)	\$ -	\$ (151,774)	(143,784)	Held off on in FY22 purchasing new tech equip due to FY21 investment
Equipment	(139,264)	(8,183)	(40,000)	(63,020)	(29,100)	10,900	Holding off on projects until FY23
Leasehold Improvements	(169,728)	(69,877)	(80,000)	(311,000)	(78,250)	1,750	Holding off on projects until FY23
SubTotal	\$ 166,221	\$ 405,588	\$ 504,547	\$ 306,580	\$ 388,849	\$ (115,698)	
Net Cash Effect	\$ (194,649)	\$ 1,946,453	\$ 710,451	\$ 221,986	\$ (700,956)	\$ (1,411,407)	
Option B -							
Does not include the estimated 80% in Tuition Reimbursement in FY23							



# Tuition Revenue History FY16-23

FY23 DESE Projects \$17,856 Per Pupil based on 1,075 students.  
 Facilities Aid = \$1,088 per pupil (included in above)

*Select a charter school using the drop down menu:*

0488 SOUTH SHORE ▼	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22*
FTE	585.76	601.27	756.74	923.71	946.28	1,002.66	1,008.06	1,050.00
Tuition	6,843,848	7,073,452	9,238,323	11,959,950	12,949,629	14,186,256	14,655,046	16,430,661
Transportation	0	0	0	0	0	0	0	0
Facilities	523,082	536,929	675,773	825,004	845,029	940,481	945,555	984,900
<b>Total Payment to School</b>	<b>7,366,930</b>	<b>7,610,381</b>	<b>9,914,096</b>	<b>12,784,954</b>	<b>13,794,658</b>	<b>15,126,737</b>	<b>15,600,601</b>	<b>17,415,561</b>

\* Unhide columns C through V for fiscal year data prior to 2015. Current Fiscal year is sourced from December 2022.

## FTE Prior Year Budget, Actual and FY23 Comparisons

FTE's	FY22 Bud	FY22 Actual	FY23 Bud	Change	Notes:
Administrative (Prof)	0.80	0.80	1.00	0.20	
Administration: Admissions	1.00	1.00	1.00	0.00	
Administration: Support/Clerical	1.85	2.75	2.85	0.10	
Administration: Technology	3.00	3.00	3.00	0.00	
Administration: Business	3.00	3.00	3.00	0.00	
Building Operations	2.88	2.69	2.44	-0.25	
Development	0.00	0.00	0.00	0.00	
Instructional: Other (Instructional Leaders)	8.20	8.20	9.60	1.40	Reduction in ILT teaching
Instructional: Other (Prof Guid/Coun/Psych)	7.80	7.80	8.80	1.00	Additional K-12 School Pupil Adjustment Counselor
Instructional: Other Prof LS	7.10	8.60	8.80	0.20	
Instructional: Other Teaching Svc (K-12)	3.00	3.50	3.00	-0.50	
Instructional: Paraprofessional	24.57	24.88	24.64	-0.24	
Instructional: Teachers	93.75	95.95	92.75	-3.20	Retiring faculty and reorganizing staffing
Instructional: Teachers Specialist	3.80	3.60	3.60	0.00	
Instructional: Support/Clerical	2.65	2.65	2.65	0.00	
Pupil Services: Food Services	1.38	1.38	1.38	0.00	
Pupil Services: Health	2.88	2.88	2.88	0.00	
Pupil Services: Student Transportation	0.76	0.55	0.60	0.05	hiring Transportation PT coordinator
<b>Total FTE's</b>	<b>168.42</b>	<b>173.23</b>	<b>171.99</b>	<b>0.11</b>	

# FY23 Cash Flow Projection

## Cash Flow B-Shows only Expenses

Beginning Cash Balance	\$ 5,991,069
Estimated Revenue	\$19,447,900
Less Estimated Expenditures & Repayments	(20,537,705)
Plus Depreciation Expense	430,000
Plus Diff of Oper Lease & Amort & Int	217,973
Less Capital Expenditures	(259,124)
<hr/>	
Total	\$ 5,290,113

## **Board Restricted**

<i>K-12 Project/Workshops</i>	\$ 19,000
<i>K-12 General Ed</i>	75,000
<i>Special Education</i>	75,000
<i>Building Improvements</i>	205,717
<hr/>	
<i>Subtotal</i>	\$ 374,717

*Debt Covenant requires* \$ 750,000

*Total Cash "Reserved"* \$ 1,124,717

**Total Cash Available** \$ 4,165,396