

Ocean Charter School

Financial Analysis - December 2012

Net Income

As of the end of December 2012, the 2012-13 fiscal years' forecasted net income was projected at \$773, indicating a \$78 negative variance from budgeted annual net income. With Proposition 30 passing, trigger cuts have been removed from this forecast which has helped Ocean charter forecast positive net income.

Income Statement

Revenue

The 2012-13 fiscal year's forecasted annual revenues were projected at \$3.53MM, indicating a \$138k positive variance from the \$3.38MM budgeted amount. Large variances include:

- **8015 – General Purpose** is forecasted at \$96k above budget due to trigger cuts being removed from the forecast.
- **8096—In Lieu of Property Taxes** is forecasted at \$15k below budget due to under enrollment.
- **8311—Special Education AB602** is forecasted at \$22k below budget due to under enrollment.
- **8580—Prop 1D Revenue** is forecasted at \$75k above budget. Prop 1D revenue and expenditures were not budgeted as the impact to net income is \$0, and the award was not received until after the FY12-13 budget was board approved.

Expenses

The 2012-13 fiscal year's forecasted annual expenses were projected at \$3.52MM, indicating a \$136k positive variance (more expense) from the \$3.39MM budgeted amount. Large variances include:

- **1170 – Teacher Subs** is forecasted at \$20k above budget. A long-term sub is covering for a full time teacher.
- **2100 – Instructional Aides** is forecasted at \$47k above budget. A teacher was budgeted in 1110, but is currently being paid from 2100.
- **3901 – 403B Contributions** is forecasted at \$26k over budget. A budgeting error resulted in lower than actual projected 403B contributions. Full time classified staff became eligible for Employer Match contributions and prior month adjustments were included in December.
- **5855—Prop 1D Expenditures** is forecasted at \$75k above budget. Prop 1D revenues and expenditures were not budgeted as the impact to net income is \$0, and the award was not received until after the FY12-13 budget was board approved.
- **6900 – Depreciation** is forecasted \$17k below budget. Several large capital improvements were fully depreciated in FY11-12, resulting in lower than anticipated ongoing depreciation.

Average Daily Attendance (ADA)

Budgeted ADA for the 2012-13 fiscal year is 425.6, or 95% of 448 enrolled students. Certified P1 ADA was 411.4. Enrollment at the end of Month 5 was 431 students, and average ADA for Month 5 was 396.1 at 91.8% attendance.

Note: Only variances of \$15,000 and above are reported on the financial analysis report.