

Ocean Charter School

Financial Analysis - November 2012

Net Income

As of the end of November 2012, the 2012-13 fiscal years' forecasted net income was projected at \$3k, indicating a \$2.5k positive variance from budgeted annual net income. With Proposition 30 passing, trigger cuts have been removed from this forecast which tremendously helped Ocean charter forecast a positive net income.

Balance Sheet

Balances as of the end of November:

- Cash balance of \$8,428k, compared to the prior month's balance of \$8,487k
- Unrestricted cash balance of \$984k, compared to the prior month's balance of \$1,042k
- Accounts Receivable of \$7k, compared to the prior month's balance of \$7k
- Accounts payable of \$11.7k compared to the prior month's balance of \$9.5k

Income Statement

Revenue

The 2012-13 fiscal year's forecasted annual revenues were projected at \$3.49MM, indicating a \$107k 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.
- **8292—Title II** is forecasted at \$12K below budget as it was determined that the school didn't qualify for these funds this school year.
- **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.
- **8590—Categorical Block Grant** is forecasted at \$12k below budget due to under enrollment.

Expenses

The 2012-13 fiscal year's forecasted annual expenses were projected at \$3.492MM, indicating a \$105k positive variance (more expense) from the \$3.384MM budgeted amount. Large variances include:

- **1110 – Teacher Salaries** is forecasted at \$36k below budget. A teacher was replaced by a long term sub, and a teacher budgeted in 1110 is currently being paid from 2100.
- **1170 – Teacher Subs** is forecasted at \$17K above budget. A long-term sub is covering for a full time teacher which offsets the 1110 negative variance.
- **2100 – Instructional Aides** is forecasted at \$53k above budget. A teacher was budgeted in 1110, but is currently being paid from 2100.

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

- **2400 – Clerical Technical Office** is forecasted at \$3k below budget. Fewer hours are needed for office staff than originally budgeted.
- **3901 – 403B Contributions** is forecasted at \$28k 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.
- **5850—Non Instructional Consultants** is forecasted at \$18k below budget. BTSA services are now being expensed/forecasted through payroll under 1175 (Teacher Stipends) which was originally budgeted to 5851.
- **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. Enrollment at the end of Month 3 was 429 students, and ADA for the month was 413.7 at 96% attendance.

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