

Los Angeles Leadership Academy

Monthly Financial Update

2021-22 Forecast Update – December

KRISTIN DIETZ

JANUARY 18, 2022



1. State Budget Update
2. 2021-2022 Forecast Update
3. Exhibits

State Budget Update



Plans Due Throughout 2021-22



All plans below require board approval

Feb 28, 2022

- LCAP One-Time Supplement & YTD Annual Update

April 1, 2022

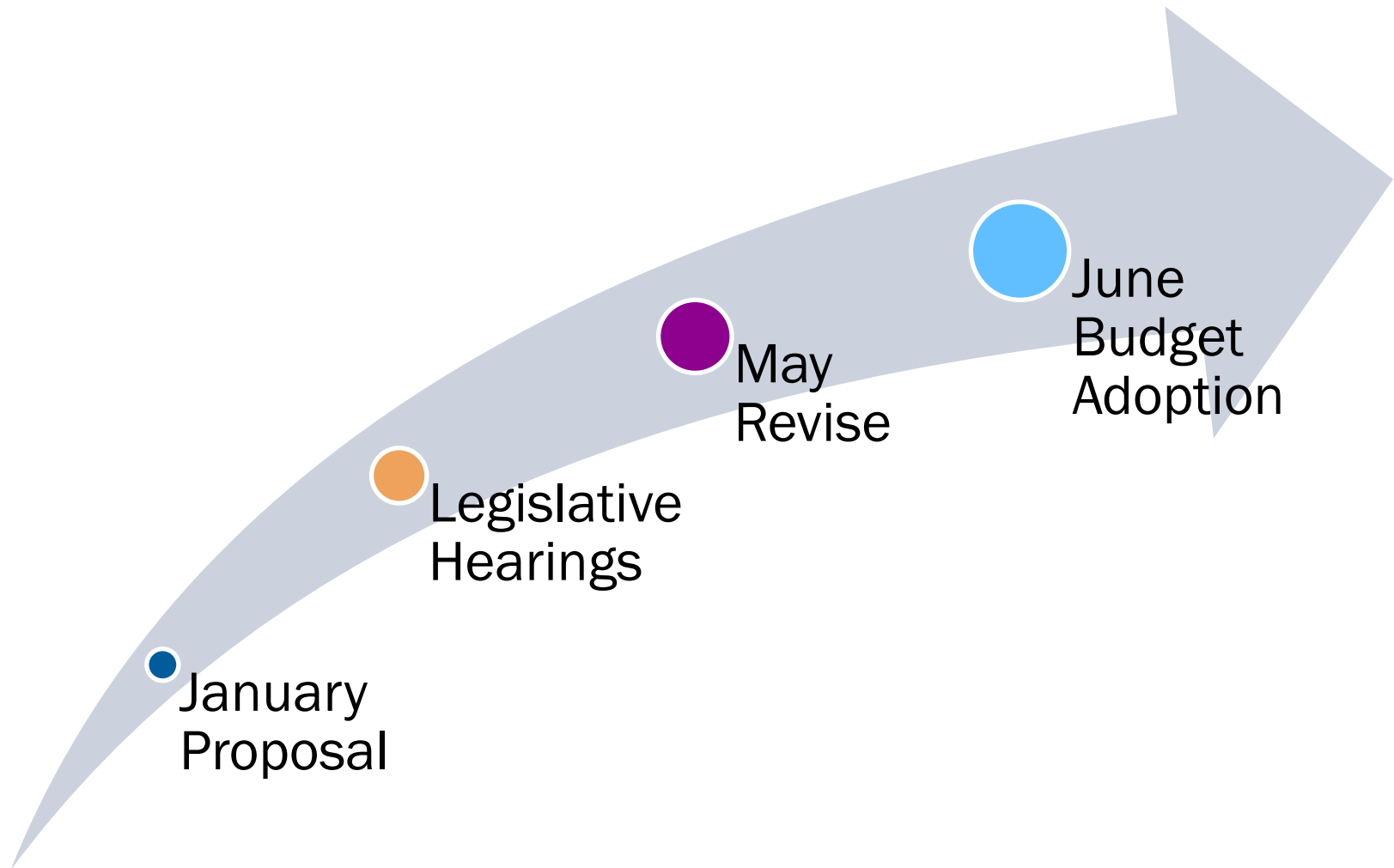
- A-G Completion Plan
- Two separate board meetings

June 30, 2022

- Pre-K Planning

State Budget Process

Iterative process with many changes to Governor's Proposal



Governor's January Proposal Summary



LCFF

+\$460K at 705 ADA (LALA-398, LALPA-307)

- COLA of 5.33%
- Districts may choose between three ADA options – CY, PY, 3 Year Avg.
- Governor “to explore options for providing declining enrollment protection for charter schools.”

SPED

+\$60K

- ~\$85/ADA increase
- SPED addendum to LCAP
- Funding formula adjusted to calculate at LEA level – not SELPA level

ELOP

\$420K in 2021-22

- 2.5x funding compared to this year
- Plus, one-time infrastructure investment with arts & music focus

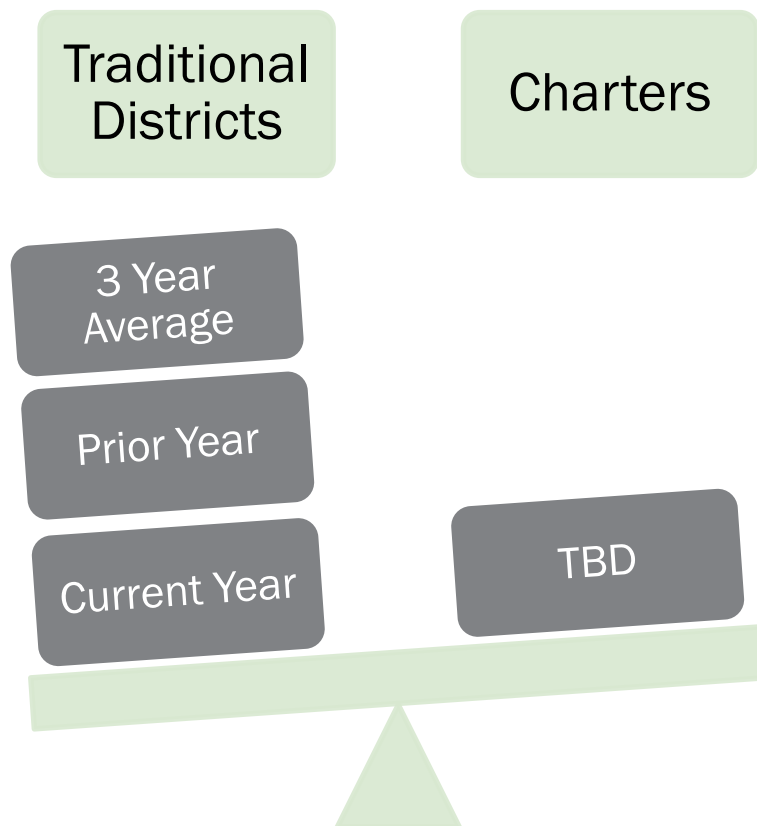
Other

- TK, College & Career Pathways, Meals, independent study flexibility
- SB740: \$30M for remodeling, deferred maintenance, equipment, site improvements and renovations to mitigate COVID spread

Declining Enrollment & Attendance Relief



Amended calculation gives districts three options to drive funding



Gov. will “explore options for providing declining enrollment protection to charter schools”

Similar grants aimed at providing additional supplementary support

ELO Grant (ELO-G)

One time funding (spend by Sep 2024)

LALA - \$353k
LALPA - \$235k

Budgeted in FY22

Plan approved in Spring 21

Requirements

- Extended learning & add'l services
- 10% for Paraprofessionals
- Serves all students

ELO Program (ELO-P)

Ongoing funding

LALA - \$347k
LALPA - \$73k

Not yet budgeted

Plan to be developed

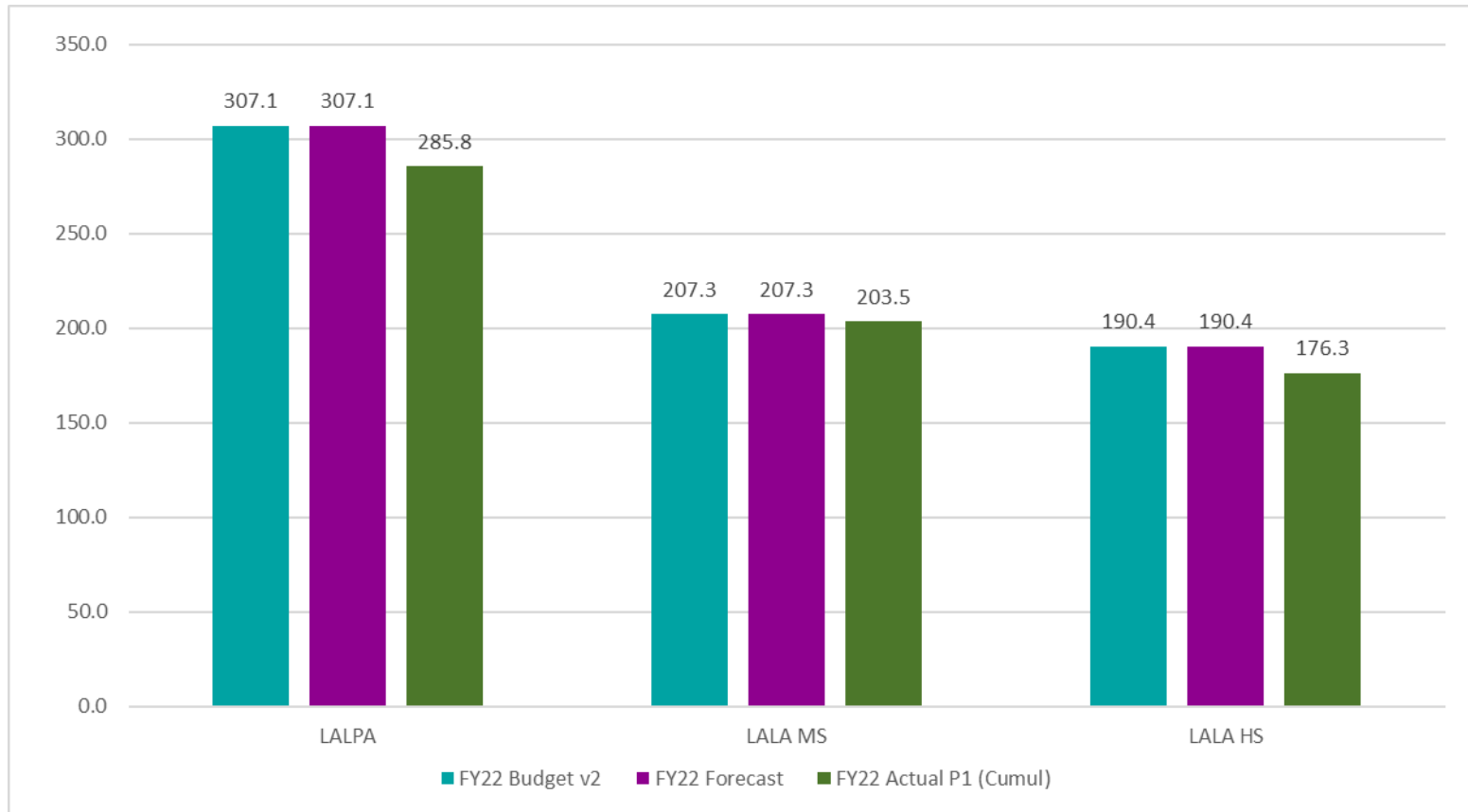
Requirements

- 9 hrs per day + 30 intersession days
- 20:1 student: adult (10:1 in TK/K)
- 50% UP must be enrolled in FY22; FY23+, must offer to all students

2021-22 Forecast Update



Cumulative ADA as of Month 4 (P1) trails behind forecast by -39, likely net impact -\$450k



FY21-22 Updated Forecast

Expect more reductions next month with true up of ADA

		LALA-MS/HS	LALPA	Home Office	Eliminations (CMO Fee)	Total
FY21-22 Dec21						
Revenue	LCFF Entitlement	4,994,070	3,724,413	-		8,718,483
	Federal Revenue	2,813,023	1,727,923	-		4,540,946
	Other State Revenues	1,569,764	1,130,159	-		2,699,923
	Local Revenues	13,314	4,837	927,103	(907,015)	38,239
	Fundraising and Grants	2,920	2,964	-		5,884
	Total Revenue	9,393,091	6,590,296	927,103	(907,015)	16,003,474
Expenses	Comp and Benefits	4,123,307	2,643,112	731,170		7,497,589
	Books and Supplies	1,731,815	1,155,197	2,916		2,889,928
	Services and Other Ops	3,746,190	2,498,626	193,017	(907,015)	5,530,818
	Depreciation	154,652	101,636	-		256,288
	Total Expenses	9,755,964	6,398,571	927,103	(907,015)	16,174,622
	Operating Income	(362,873)	191,725	-	-	(171,148)
Fund Balance	Beginning Balance (Unaudited)	6,849,014	5,028,400	9,865		11,887,279
	Operating Income	(362,873)	191,725	-		(171,148)
Ending Fund Balance (incl. Depreciation)		6,486,141	5,220,125	9,865		11,716,131
Ending Fund Balance as % of Expenses		66.48%	81.58%	1.06%		72.44%
Enrollment		420	326	-		746
ADA		398	307	-		705
Forecasted UPP		334	323	-		657

FY21-22 Forecast vs. Approved Budget - Consolidated

		2021-22	2021-22	\$ Change
		Oct21 Forecast (1st Interim)	Dec21 Forecast	
Revenue	LCFF Entitlement	8,718,483	8,718,483	-
	Federal Revenue	4,532,008	4,540,946	8,938
	Other State Revenues	2,699,921	2,699,923	2
	Local Revenues	927,283	945,254	17,970
	Fundraising and Grants	434	5,884	5,450
	Total Revenue	16,878,129	16,910,489	32,360
Expenses	Comp and Benefits	7,492,587	7,497,589	5,002
	Books and Supplies	2,820,304	2,889,928	69,624
	Services and Other Ops	6,394,804	6,437,833	43,029
	Depreciation	256,288	256,288	-
	Total Expenses	16,963,983	17,081,637	117,655
	Operating Income	(85,853)	(171,148)	(85,295)
	Beginning Balance (Unaudited)	11,887,279	11,887,279	-
	Operating Income	(85,853)	(171,148)	(85,295)
Ending Fund Balance (incl. Depreciation)		11,801,426	11,716,131	85,295
Ending Fund Balance as % of Expenses		68.05%	68.59%	-0.78%
ADA		704.85	704.85	-

FY21-22 Forecast vs. Approved Budget – LALA (MS/HS)

		2021-22	2021-22	\$ Change
		Oct21 Forecast (1st Interim)	Dec21 Forecast	
Revenue	LCFF Entitlement	4,994,070	4,994,070	-
	Federal Revenue	2,808,417	2,813,023	4,606
	Other State Revenues	1,569,763	1,569,764	1
	Local Revenues	-	13,314	13,314
	Fundraising and Grants	434	2,920	2,486
	Total Revenue	9,372,684	9,393,091	20,407
Expenses	Comp and Benefits	4,098,694	4,123,307	24,614
	Books and Supplies	1,679,601	1,731,815	52,214
	Services and Other Ops	3,726,703	3,746,190	19,486
	Depreciation	154,652	154,652	-
	Total Expenses	9,659,650	9,755,964	96,314
	Operating Income	(286,966)	(362,873)	(75,907)
	Beginning Balance (audited)	6,849,014	6,849,014	-
	Operating Income	(286,966)	(362,873)	(75,907)
	Ending Fund Balance (incl. Depreciation)	6,562,048	6,486,141	75,907
	Ending Fund Balance as % of Expenses	68.05%	66.48%	2.36%
	ADA	397.74	397.74	-

FY21-22 Forecast vs. Approved Budget - LALPA

		2021-22	2021-22	\$ Change
		Oct21 Forecast (1st Interim)	Dec21 Forecast	
Revenue	LCFF Entitlement	3,724,413	3,724,413	-
	Federal Revenue	1,723,591	1,727,923	4,332
	Other State Revenues	1,130,158	1,130,159	1
	Local Revenues	180	4,837	4,657
	Fundraising and Grants	-	2,964	2,964
	Total Revenue	6,578,342	6,590,296	11,954
Expenses	Comp and Benefits	2,662,722	2,643,112	(19,610)
	Books and Supplies	1,137,787	1,155,197	17,410
	Services and Other Ops	2,475,084	2,498,626	23,542
	Depreciation	101,636	101,636	-
	Total Expenses	6,377,229	6,398,571	21,342
	Operating Income	201,113	191,725	(9,388)
	Beginning Balance (Unaudited)	5,028,400	5,028,400	-
	Operating Income	201,113	191,725	(9,388)
	Ending Fund Balance (incl. Depreciation)	5,229,513	5,220,125	9,388
	Ending Fund Balance as % of Expenses	68.05%	81.58%	-16.59%
	ADA	307.11	307.11	-

FY21-22 Forecast Changes

CATEGORY	LALA Bottom Line Impact	LALPA Bottom Line Impact	NOTES
Fundraising	2,486	2,964	Adj per actuals
Local Revenues	13,315	4,658	Option 3 grants not budgeted
COVID Funding - Federal	48,600	37,722	SNP Emergency COVID funding
COVID Funding - Federal	(43,994)	(33,390)	ESSER adjustments to match spending plan
Compensation	13,025	19,610	Adjusted per actuals & vacant positions, updated payroll master, offset by reduction of contracted counselor (HS)
Office & other supplies	(52,214)	(17,410)	Added ed software, COVID supplies, noncap exp per actuals
College Readiness expense	(9,102)	-	Adj to exhaust restricted balance carryover
Contracted substitutes	(54,638)	(20,350)	Increased per actuals annualized
Misc. Other	6,615	(3,192)	PD, Recruiting, SIS adj per actuals
	(75,907)	(9,388)	Total Change - Dec21 vs. Oct21 (1st interim)

Restricted Funds Tracking – LALA (MS/HS)

Spending occurring for all restricted programs

	Title I/IV	Title II	Title III	NSLP	SpEd
	3010	4035	4203	5310	3310/6500
Apportionment/ Budgeted Funds	191,855	25,683	12,957	406,762	380,323
Comp and Benefits	92,937				128,934
Books and Supplies				186,655	821
Services and Other Ops		13,968	0		104,009
Depreciation					
Other Outflows					
Total Spent to Date	92,937	13,968	0	186,655	233,764
Budget Remaining	98,918	11,715	12,957	220,107	146,559
Percent of Funds Remaining	52%	46%	100%	54%	39%

Monitoring spending monthly, largely on track to spend all this year – watch Title III

Restricted Funds Tracking – LALPA

Includes carryover of Title II from prior year

	Title I/IV	Title II	Title III	NSLP	SpEd
	3010	4035	4203	5310	3310/6500
Apportionment/ Budgeted Funds	146,523	24,997	20,864	334,800	293,660
Comp and Benefits	59,926		8,609		125,406
Books and Supplies				144,924	1,453
Services and Other Ops		24,997			83,045
Depreciation					
Other Outflows					
Total Spent to Date	59,926	24,997	8,609	144,924	209,904
Budget Remaining	86,597	0	12,255	189,876	83,756
Percent of Funds Remaining	59%	0%	59%	57%	29%

On track to spend all this year

LALA has \$981k (37%) of COVID funds remaining, primarily ESSER II-III

	GEER	ESSER I, II, III	AB 86 In Person Instruction	AB 86 Expanded Learning
Revenue	28,061	2,111,586	173,659	368,781
Expense – to date	9,660	1,167,477	166,250	357,595
Salaries & Benefits	-	8,590	51,478	17,379
Books & Supplies	8,169	400,209	26,092	-
Services & Other	1,491	705,959	88,680	340,216
Capital Projects	-	52,719	-	-
Remaining Funds	18,401	944,109	7,409	11,186
% Remaining	66%	45%	4%	3%

Due dates extend as far as September 2024

LALPA has \$728k (39%) of COVID funds remaining, primarily ESSER II-III

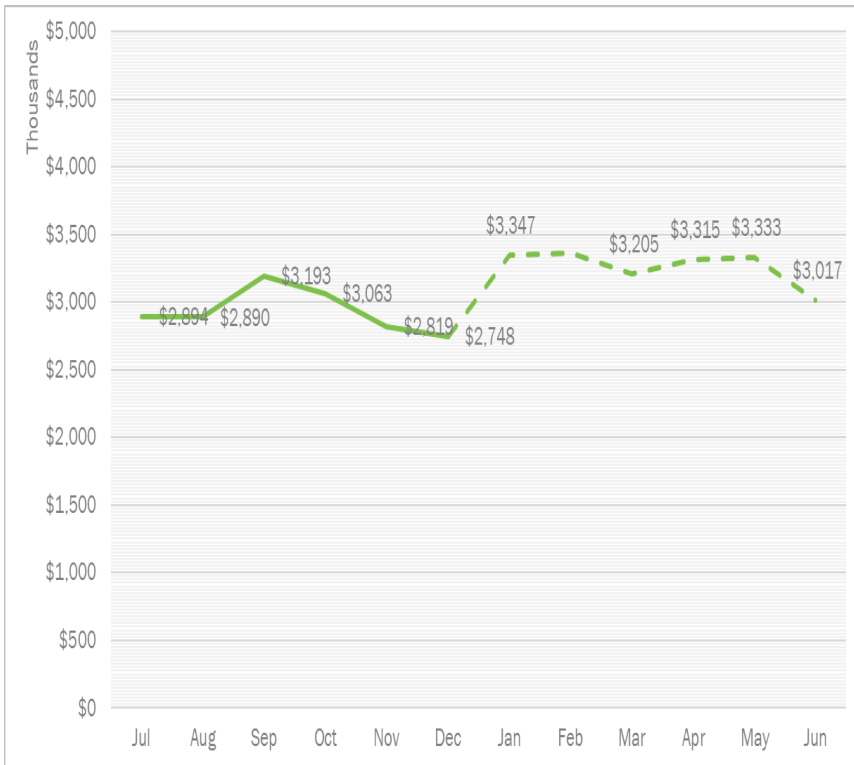
	GEER	ESSER I, II, III	AB 86 In Person Instruction	AB 86 Expanded Learning
Revenue	9,660	1,510,439	112,274	236,484
Expense – to date	7,560	806,556	90,734	236,484
Salaries & Benefits	-	926	49,478	8,934
Books & Supplies	3,914	211,803	7,996	-
Services & Other	3,646	556,947	33,260	227,550
Capital Projects	-	36,880	-	-
Remaining Funds	2,100	703,883	21,540	-
% Remaining	22%	47%	19%	0%

Due dates extend as far as September 2024

2021-2022 Cash Flow By Charter

LALA MS/HS

cash balance \$2.7M as of
12/31/21



LALPA

cash balance \$1.8M as of
12/31/21



Year-end cash balance of 31% reserve for LALA (113 days cash on hand), and 40% reserve for LALPA (145 days cash on hand)

2021-2022 Cash Flow - Consolidated

Cash balance is steady - consolidated balance of \$4.3M as of 12/31/21



Forecasting to end year with 35% reserve in cash,
126 days (4.2 months) cash on hand

Some items may impact final numbers at year-end

- A-G Grant (funding TBD, plan due 4/1/22)
- ELO-P, needs plan approval before spending
- FEMA Grant (pending approval) \$473,460
- ADA Relief in FY22??
- eRate funding/expense timing

Exhibits

