

Fenton Charter Public Schools

Board Financial Update

2018-19 Unaudited Actuals

KRISTIN DIETZ, CINDY FRANTZ, & ERIK OKAZAKI

SEPTEMBER 2019



1. OPEB Liability Adjustment
2. 2018-19 Unaudited Actuals
3. Exhibits
 - A. Unaudited Actual Reports

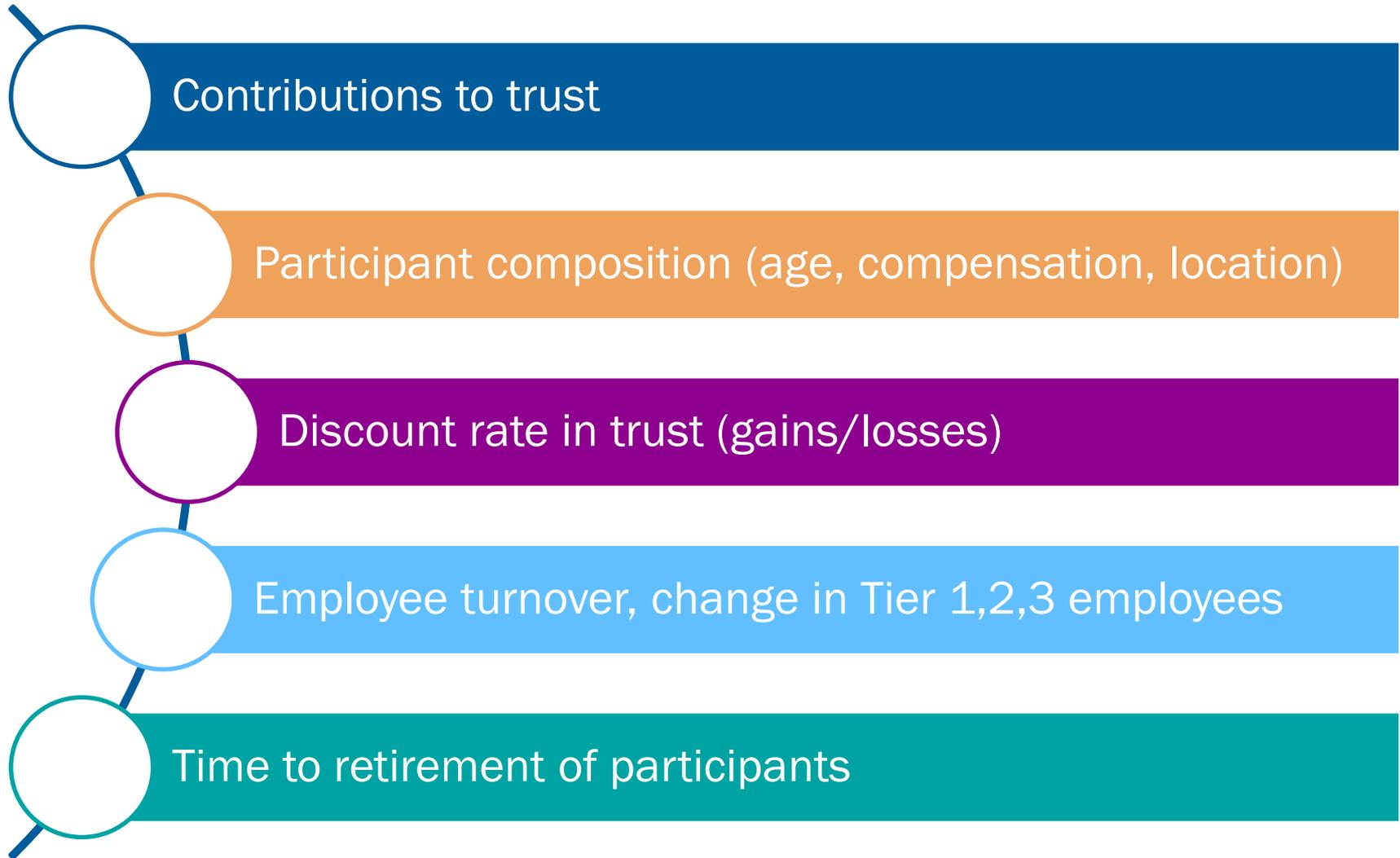
Unaudited actuals were submitted to LAUSD on August 19
Audit process is ongoing through early December

OPEB Liability Adjustment

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What impacts change in OPEB liability on FCPS?



Beginning Balance OPEB Liability Adjustment



Change in accounting method (from Time method to Compensation method) shifts beginning liability by site at 6/30/18, but overall beginning balance does not change

	FACS	FCLA	FCPS	FPC	SMBC	STEM	Total
Beginning Liability - 6/30/18	2,644,136	313,944	-	1,001,026	1,968,731	605,057	6,532,894
Prior Period Adjustment - Change in Accounting Method	(754,462)	263,824	634,508	189,335	(244,739)	(88,466)	-
Beginning Liability - Adjusted 6/30/18	1,889,674	577,768	634,508	1,190,361	1,723,992	516,591	6,532,894

OPEB Liability decreased -\$300k compared to PY



Measurement Date Reporting Date	June 30, 2018 June 30, 2018	June 30, 2019 June 30, 2019
Funded Status		
Accumulated Post-Employment Benefit Obligation (APBO)		
Actives	\$8,326,655	\$9,382,666
Retirees	<u>2,287,668</u>	<u>2,152,943</u>
Total	\$10,614,323	\$11,535,609
<u>Fair Value of Plan Assets</u>	<u>4,081,429</u>	<u>5,302,849</u>
Unfunded APBO	\$6,532,894	\$6,232,760
Accumulated Other Comprehensive Income (AOCI)		
Unrecognized Prior Service Cost/(Credit)	\$0	\$0
Unrecognized Actuarial Loss/(Gain)	3,032,625	2,914,747
Unrecognized Transition Obligation/(Asset)	<u>3,502,006</u>	<u>3,307,450</u>
Total	\$6,534,631	\$6,222,197
(Accrued)/Prepaid	\$1,737	\$63,623
OPEB Expense	2017/2018 FY	2018/2019 FY
Net Periodic Post-Employment Benefit Cost	\$888,222	\$1,193,023

	FACS	FCLA	FCPS	FPC	SMBC	STEM	Total
Beginning Liability - Adjusted 6/30/18	1,889,674	577,768	634,508	1,190,361	1,723,992	516,591	6,532,894
Less: Contributions, retiree benefit payments	(326,367)	(99,787)	(109,586)	(205,588)	(297,752)	(89,221)	(1,128,300)
Adjust to match APBO per Valuation Report 6/30/18	239,551	73,243	80,436	150,900	218,548	65,488	828,166
Ending Liability - 6/30/19	1,802,858	551,225	605,357	1,135,673	1,644,789	492,858	6,232,760
Net liability change on FCPS books	(86,815)	(26,544)	(29,151)	(54,688)	(79,204)	(23,733)	(300,134)

2018-19 Unaudited Actuals



2018-19 Consolidated Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	32,737,602	30,745,614	30,758,708
	Federal Revenue	5,048,334	5,053,388	5,074,303
	Other State Revenues	5,579,538	5,387,099	5,750,532
	Local Revenues	3,338,387	3,917,233	3,930,108
	Fundraising and Grants	-	-	-
	Total Revenue	46,703,861	45,103,333	45,513,650
Expenses	Comp and Benefits	28,208,125	27,709,542	26,842,482
	Books and Supplies	4,254,809	4,387,663	4,492,789
	Services and Other Ops	10,831,030	11,248,177	11,280,624
	Depreciation	1,213,807	1,188,024	1,079,943
	Other Outflows	7,622	7,627	6,623
	Total Expenses	44,515,393	44,541,034	43,702,462
	Operating Income	2,188,468	562,300	1,811,188
	Beginning Balance (Audited)	19,248,484	19,248,484	19,248,484
	Prior Period Adj. (OPEB acct. method)	-	-	-
	Beginning Balance (Adjusted)	19,248,481	19,248,481	19,248,481
	Operating Income	2,188,468	562,300	1,811,188
Ending Fund Balance (incl. Depreciation)		21,436,948	19,810,780	21,059,668
Ending Fund Balance as % of Expenses		48.16%	44.48%	48.19%

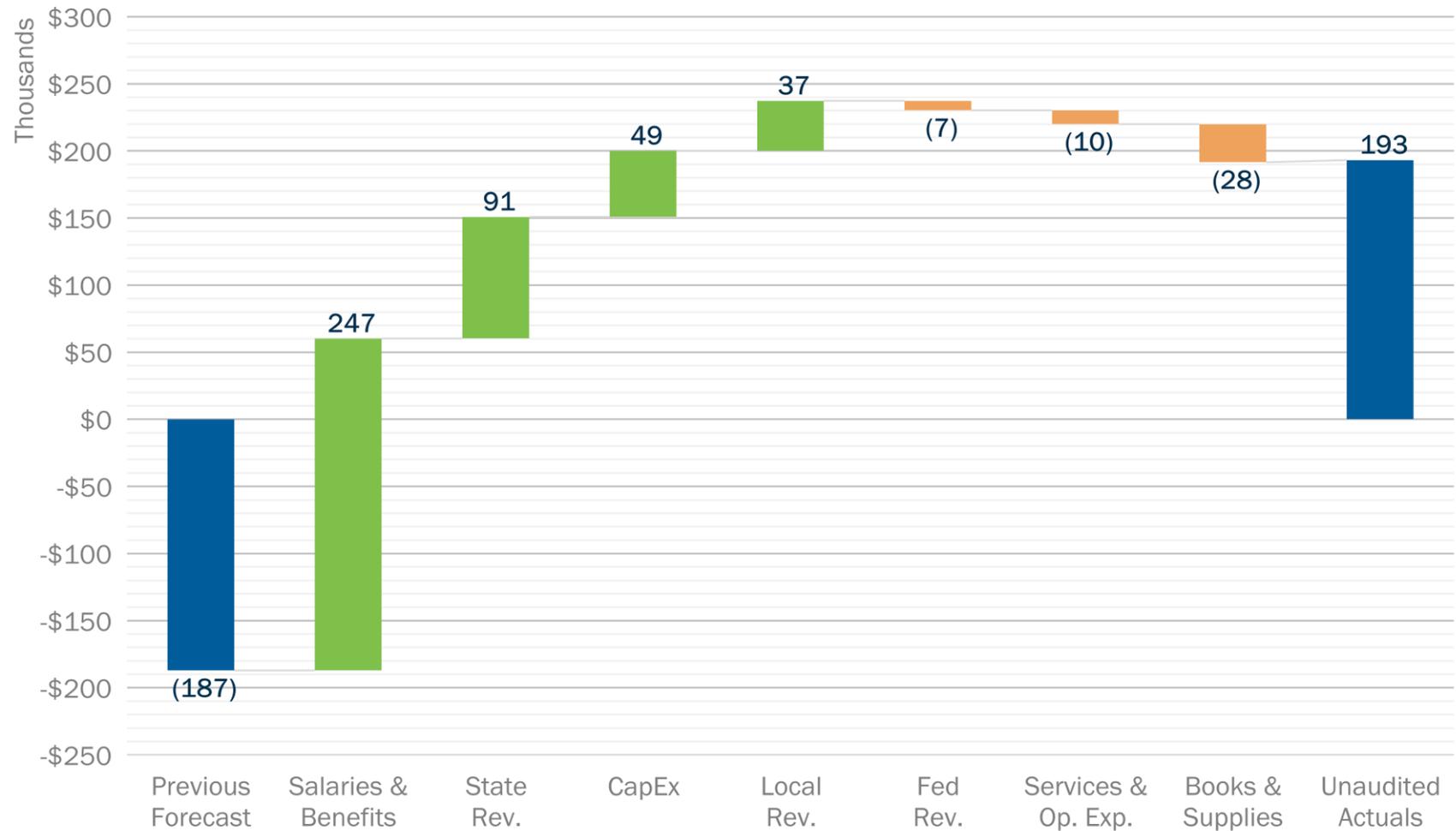
2018-19 FACS Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	7,831,130	7,297,387	7,299,102
	Federal Revenue	1,311,101	1,298,475	1,291,486
	Other State Revenues	988,294	953,608	1,044,322
	Local Revenues	27,765	132,110	169,355
	Fundraising and Grants	-	-	-
	Total Revenue	10,158,290	9,681,581	9,804,265
Expenses	Comp and Benefits	6,511,537	6,408,578	6,161,292
	Books and Supplies	1,105,919	1,085,702	1,114,193
	Services and Other Ops	1,903,967	2,025,905	2,036,267
	Depreciation	330,474	348,498	299,327
	Other Outflows	-	-	-
	Total Expenses	9,851,896	9,868,683	9,611,079
	Operating Income	306,394	(187,103)	193,187
	Beginning Balance (Audited)	5,669,988	5,669,988	5,669,988
	Prior Period Adj. (OPEB acct. method)	754,462	754,462	754,462
	Beginning Balance (Adjusted)	6,424,450	6,424,450	6,424,450
	Operating Income	306,394	(187,103)	193,187
Ending Fund Balance (incl. Depreciation)		6,730,844	6,237,347	6,617,637
Ending Fund Balance as % of Expenses		68.32%	63.20%	68.85%

2018-19 FACS Unaudited Actuals



Change in OPEB accounting method drove increase in net income



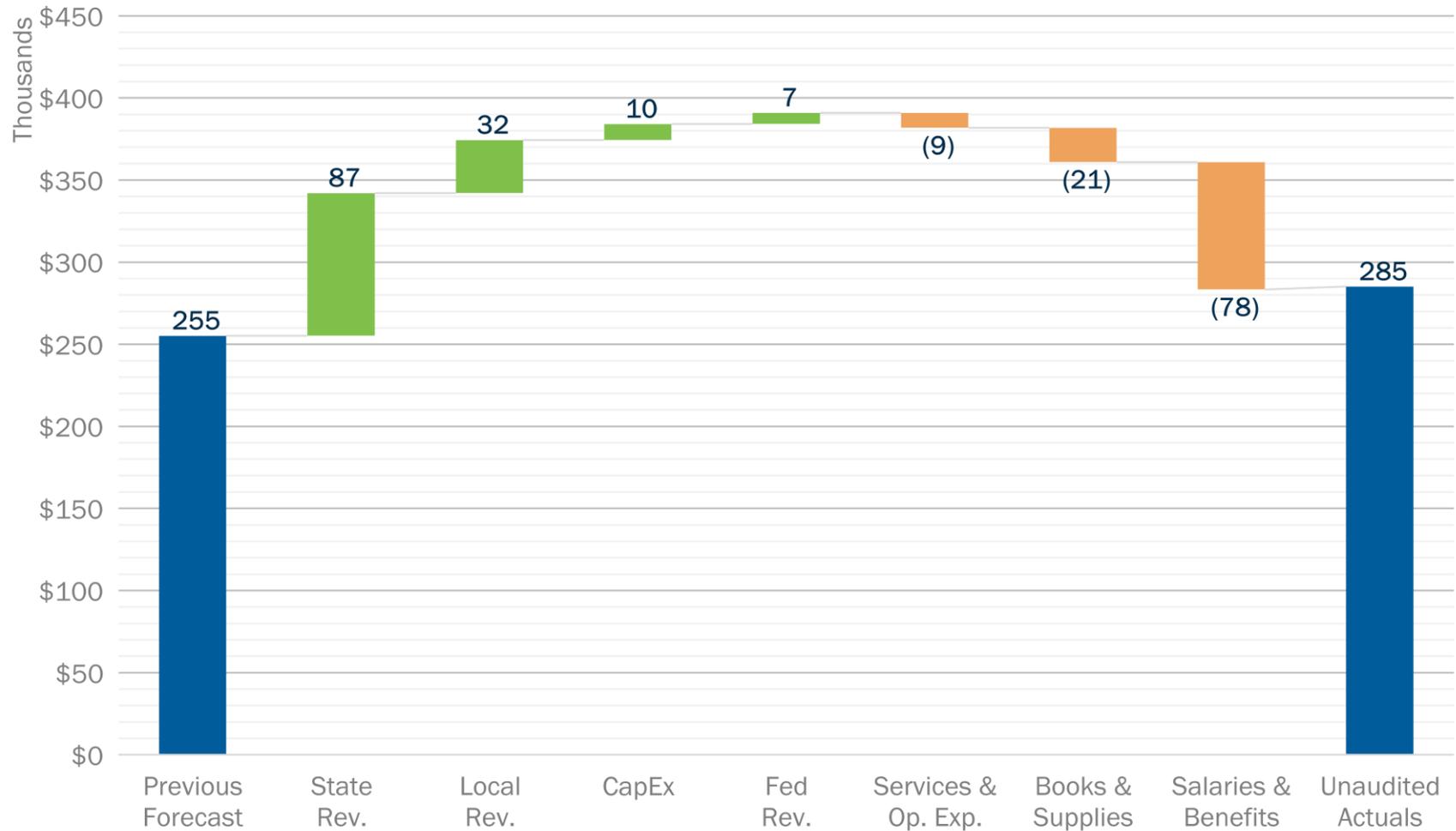
2018-19 FPC Unaudited Actuals



		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	8,370,709	7,518,206	7,519,916
	Federal Revenue	1,286,069	1,225,620	1,232,522
	Other State Revenues	1,565,380	1,551,537	1,638,511
	Local Revenues	32,900	76,372	108,582
	Fundraising and Grants	-	-	-
	Total Revenue	11,255,058	10,371,735	10,499,531
Expenses	Comp and Benefits	6,446,959	6,042,044	6,119,649
	Books and Supplies	1,000,930	1,121,425	1,142,212
	Services and Other Ops	2,714,626	2,836,168	2,845,354
	Depreciation	130,319	116,970	107,200
	Other Outflows	-	-	-
	Total Expenses	10,292,834	10,116,607	10,214,416
	Operating Income	962,224	255,127	285,115
	Beginning Balance (Audited)	4,046,467	4,046,467	4,046,467
	Prior Period Adj. (OPEB acct. method)	(189,335)	(189,335)	(189,335)
	Beginning Balance (Adjusted)	3,857,132	3,857,132	3,857,132
	Operating Income	962,224	255,127	285,115
	Ending Fund Balance (incl. Depreciation and Adjustments)	4,819,356	4,112,260	4,142,247
	Ending Fund Balance as % of Expenses	46.82%	40.65%	40.55%

2018-19 FPC Unaudited Actuals

Increase in revenue streams drove increase in net income

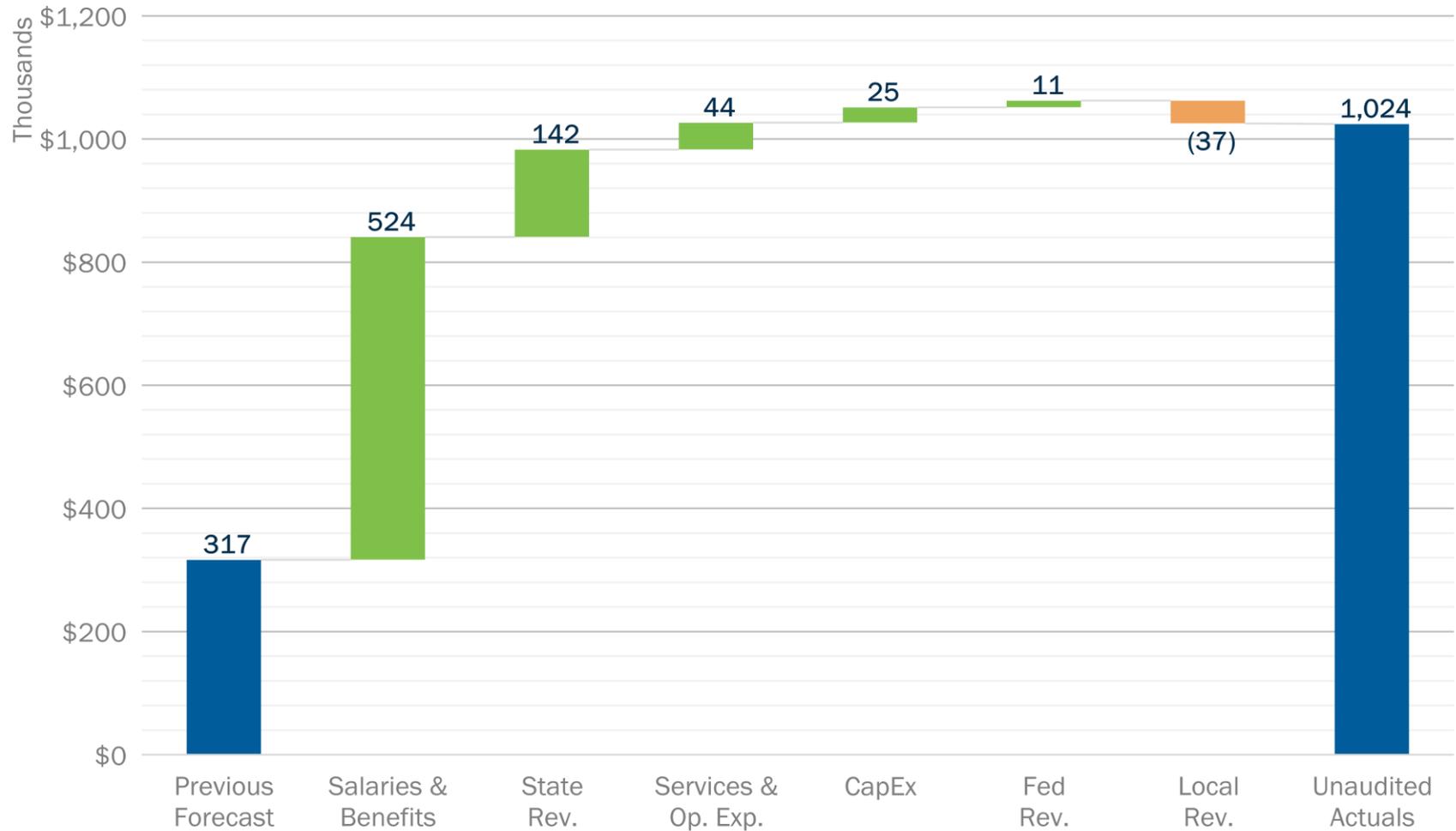


2018-19 SMBC Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	9,683,077	9,336,597	9,338,667
	Federal Revenue	1,544,790	1,568,690	1,579,765
	Other State Revenues	1,526,937	1,374,935	1,517,010
	Local Revenues	51,183	138,067	100,841
	Fundraising and Grants	-	-	-
	Total Revenue	12,805,987	12,418,289	12,536,283
Expenses	Comp and Benefits	8,178,807	7,862,986	7,339,076
	Books and Supplies	1,173,987	1,136,281	1,139,037
	Services and Other Ops	2,545,407	2,616,310	2,572,743
	Depreciation	503,313	485,860	460,936
	Other Outflows	-	-	-
	Total Expenses	12,401,514	12,101,438	11,511,792
	Operating Income	404,472	316,852	1,024,492
	Beginning Balance (Audited)	5,069,202	5,069,202	5,069,202
	Prior Period Adj. (OPEB acct. method)	244,738	244,738	244,738
	Beginning Balance (Adjusted)	5,313,940	5,313,940	5,313,940
	Operating Income	404,472	316,852	1,024,492
Ending Fund Balance (incl. Depreciation)		5,718,412	5,630,792	6,338,431
Ending Fund Balance as % of Expenses		46.11%	46.53%	55.06%

2018-19 SMBC Unaudited Actuals

Savings in salaries & OPEB benefits drove increase in net income

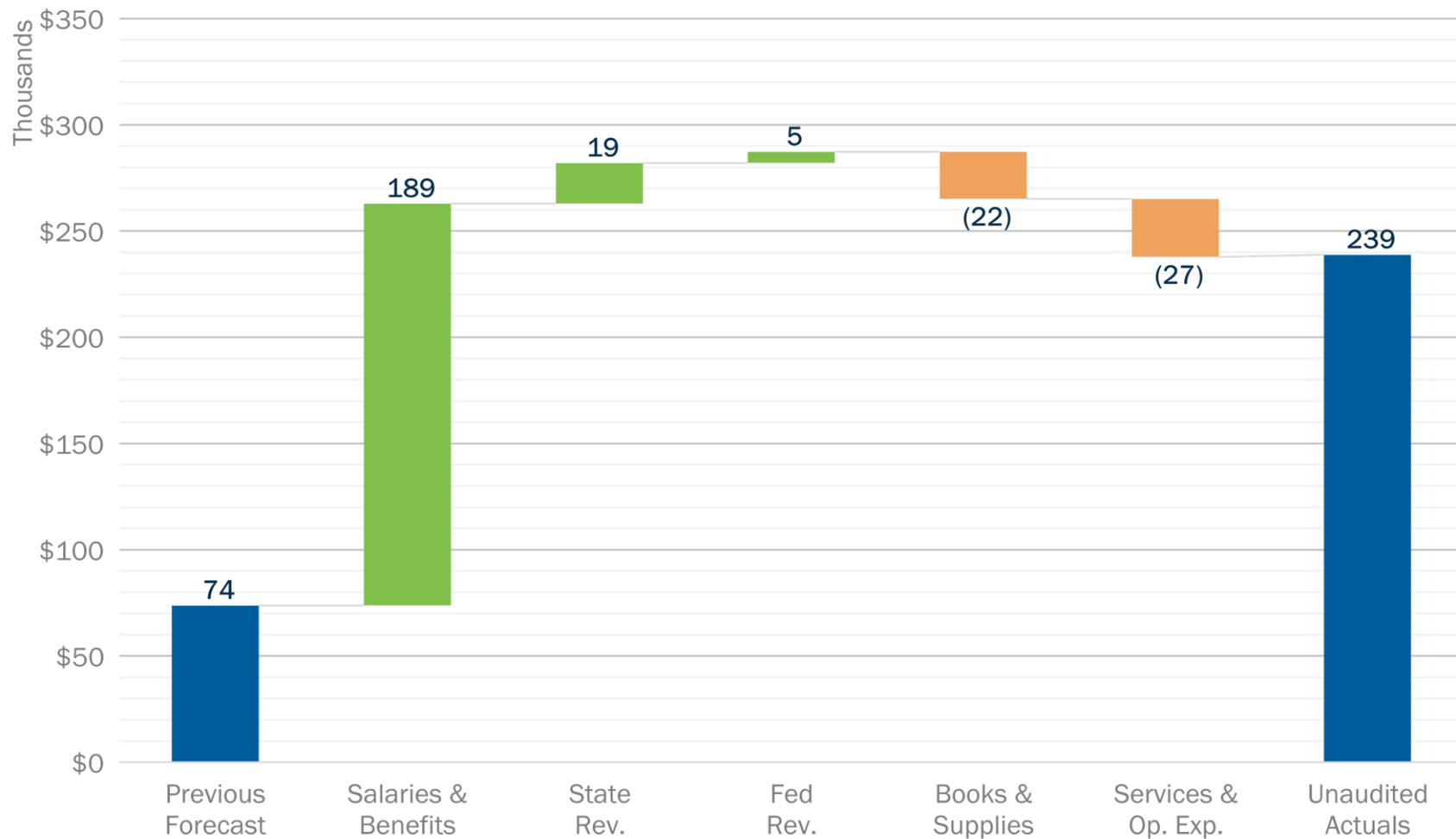


2018-19 STEM Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	3,316,393	3,232,220	3,232,781
	Federal Revenue	471,351	484,556	489,852
	Other State Revenues	788,713	812,622	831,739
	Local Revenues	2,159	22,886	23,006
	Fundraising and Grants	-	-	-
	Total Revenue	4,578,616	4,552,284	4,577,378
Expenses	Comp and Benefits	2,333,141	2,429,696	2,240,601
	Books and Supplies	432,785	476,324	498,562
	Services and Other Ops	1,461,658	1,464,162	1,491,540
	Depreciation	104,654	104,442	104,493
	Other Outflows	3,811	3,816	3,312
	Total Expenses	4,336,049	4,478,440	4,338,507
	Operating Income	242,567	73,844	238,871
	Beginning Balance (Audited)	(236,220)	(236,220)	(236,220)
	Prior Period Adj. (OPEB acct. method)	88,466	88,466	88,466
	Beginning Balance (Adjusted)	(147,754)	(147,754)	(147,754)
	Operating Income	242,567	73,844	238,871
Ending Fund Balance (incl. Depreciation)		94,813	(73,910)	91,116
Ending Fund Balance as % of Expenses		2.19%	-1.65%	2.10%

2018-19 STEM Unaudited Actuals

Savings in salaries & OPEB benefits drove increase in net income

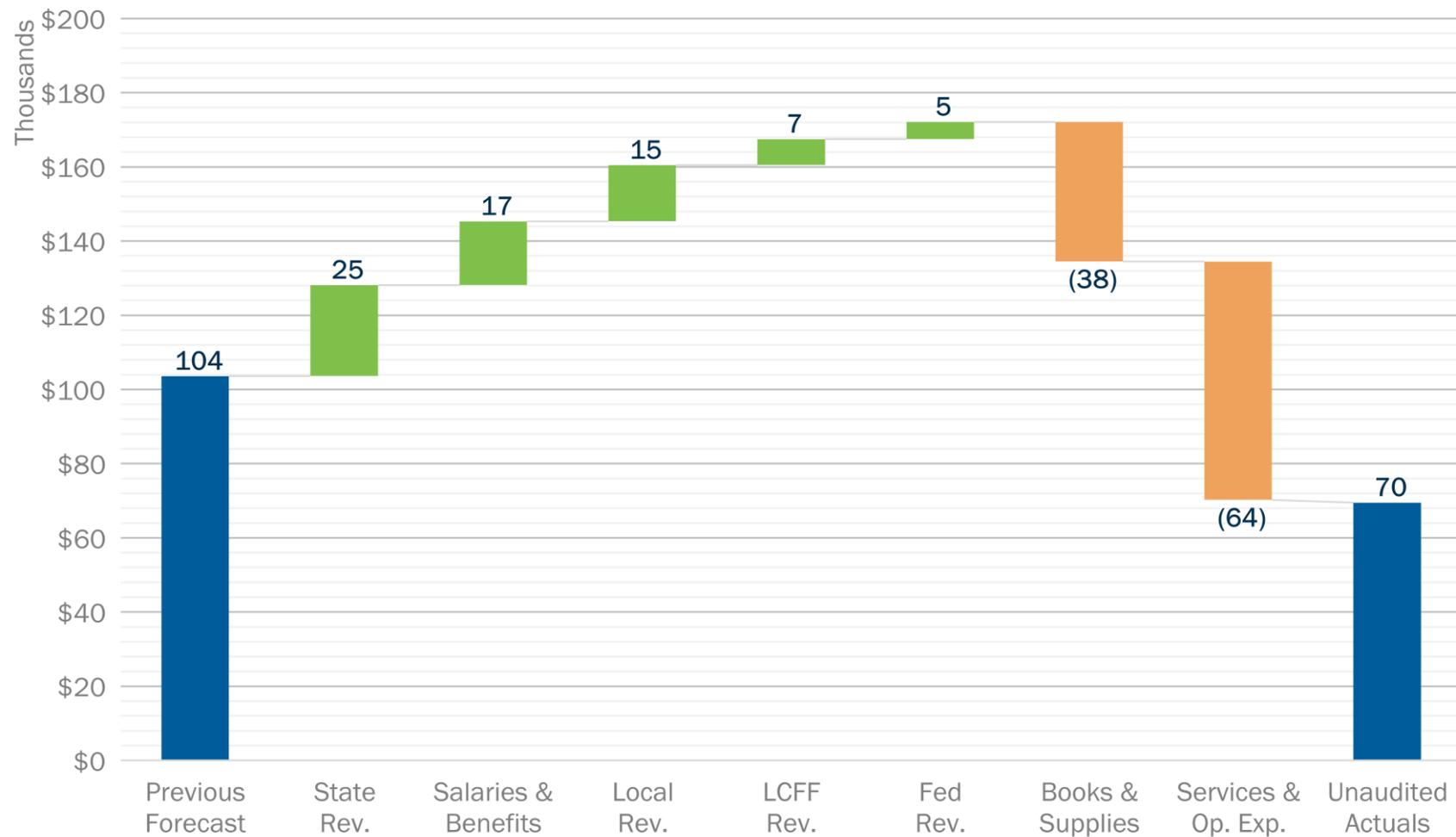


2018-19 FCLA Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	3,536,293	3,361,204	3,368,242
	Federal Revenue	435,023	476,046	480,678
	Other State Revenues	710,214	694,397	718,950
	Local Revenues	1,737	20,479	35,651
	Fundraising and Grants	-	-	-
	Total Revenue	4,683,267	4,552,125	4,603,520
Expenses	Comp and Benefits	2,389,590	2,418,522	2,401,364
	Books and Supplies	462,599	486,766	524,381
	Services and Other Ops	1,450,538	1,436,572	1,500,860
	Depreciation	103,918	102,875	104,079
	Other Outflows	3,811	3,811	3,312
	Total Expenses	4,410,457	4,448,546	4,533,996
	Operating Income	272,811	103,579	69,524
	Beginning Balance (Audited)	215,084	215,084	215,084
	Prior Period Adj. (OPEB acct. method)	(263,825)	(263,825)	(263,825)
	Beginning Balance (Adjusted)	(48,741)	(48,741)	(48,741)
	Operating Income	272,811	103,579	69,524
Ending Fund Balance (incl. Depreciation)		224,069	54,838	20,783
Ending Fund Balance as % of Expenses		5.08%	1.23%	0.46%

2018-19 FCLA Unaudited Actuals

Increase in expenses drove decrease in net income

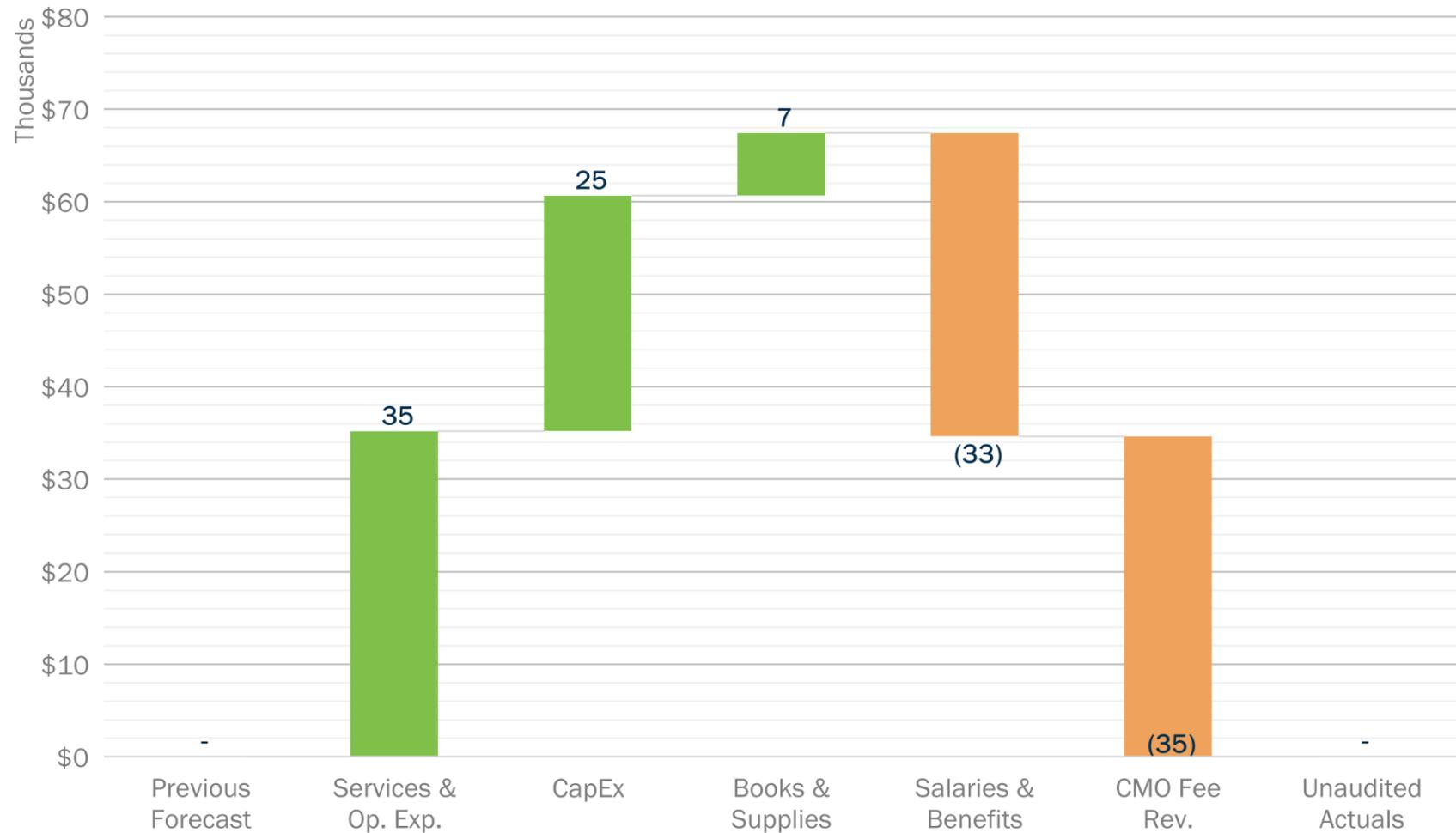


2018-19 FCPS Unaudited Actuals

		2018-19	2018-19	2018-19
		Approved Budget	Previous Forecast	Actuals as of 6/30/19
Revenue	LCFF Entitlement	-	-	-
	Federal Revenue	-	-	-
	Other State Revenues	-	-	-
	Local Revenues	3,222,643	3,527,319	3,492,673
	Fundraising and Grants	-	-	-
	Total Revenue	3,222,643	3,527,319	3,492,673
Expenses	Comp and Benefits	2,348,091	2,547,716	2,580,500
	Books and Supplies	78,589	81,165	74,404
	Services and Other Ops	754,833	869,059	833,861
	Depreciation	41,129	29,378	3,908
	Other Outflows	-	-	-
	Total Expenses	3,222,643	3,527,319	3,492,673
	Operating Income	(0)	(0)	-
	Beginning Balance (Audited)	4,483,962	4,483,962	4,483,962
	Prior Period Adj. (OPEB acct. method)	(634,508)	(634,508)	(634,508)
	Beginning Balance (Adjusted)	3,849,454	3,849,454	3,849,454
	Operating Income	(0)	(0)	-
Ending Fund Balance (incl. Depreciation)		3,849,454	3,849,454	3,849,454
Ending Fund Balance as % of Expenses		119.45%	109.13%	110.22%

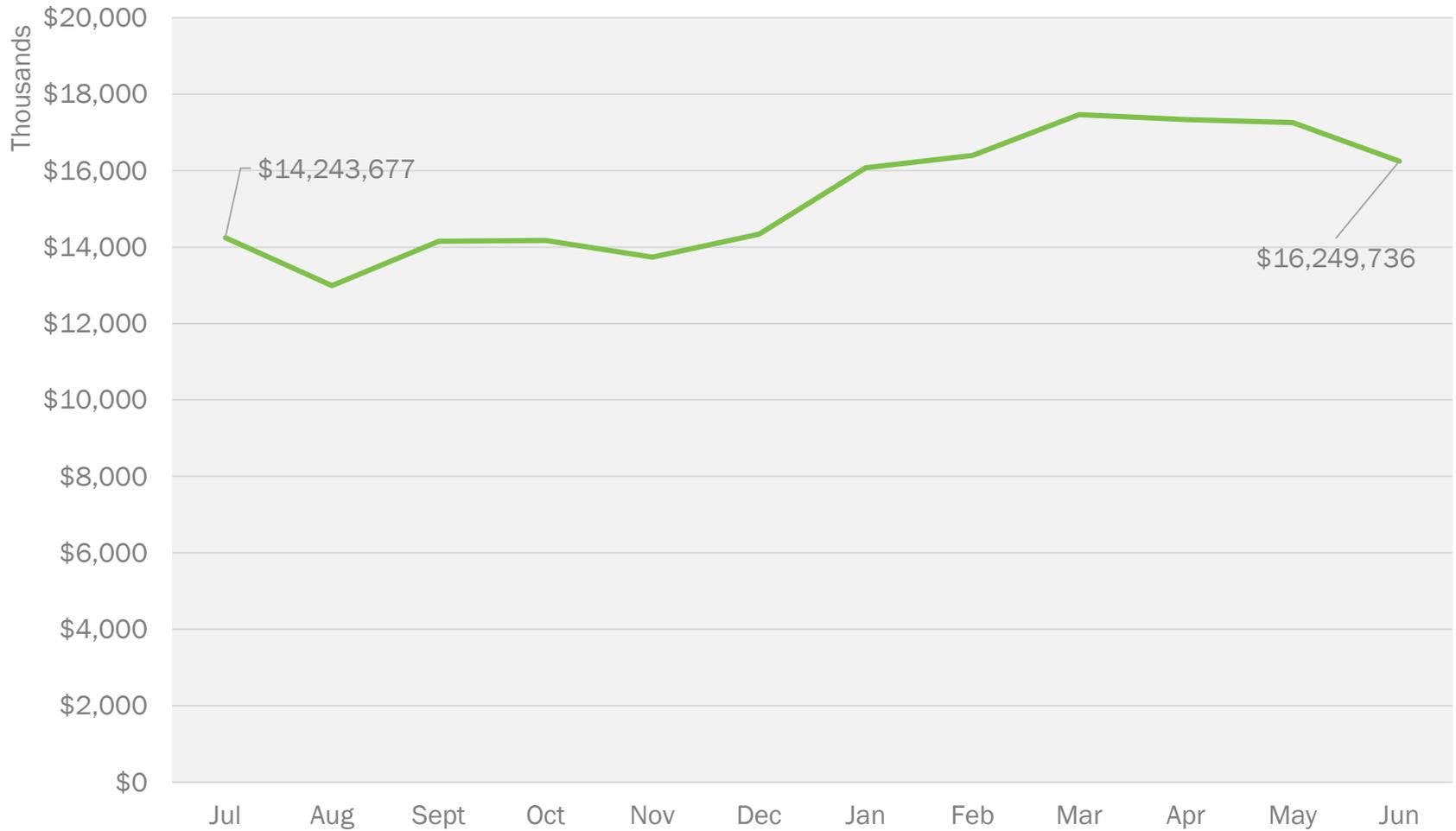
2018-19 FCPS Unaudited Actuals

Offsetting adjustments helped maintain \$0 net income



2018-19 Cash Balance

FCPS has maintained a strong cash balance throughout 2018-19



2018-19 Balance Sheet

What FCPS owns and owes as of June 30, 2019

	FACS	FPC	SMB	STEM	FCLA	FCPS	Total	Total	Total	
	Jun FY19	Jun FY19	Jun FY19	Jun FY19	Jun FY19	Jun FY19	Jun FY19	Jun FY18	YTD Change	
Assets	Cash Balance	3,536,947	4,289,638	4,607,455	271,370	536,079	3,008,246	16,249,736	14,243,677	2,006,059
	Accounts Receivable	364,199	1,325,033	637,172	228,807	254,172	1,252,271	4,061,654	3,995,169	66,485
	Other Current Assets	17,565	12,500	-	-	-	99,000	129,065	207,393	(78,327)
	Prepays	74,126	89,811	87,075	38,462	59,981	38,201	387,657	401,547	(13,890)
	Fixed Assets, Net	3,810,891	300,054	2,925,393	109,295	102,676	47,995	7,296,304	7,877,327	(581,023)
	Investments	-	-	-	-	-	1,918,195	1,918,195	1,918,195	-
	Due From Others	-	-	-	-	-	-	-	-	-
	Total Assets	7,803,729	6,017,036	8,257,095	647,934	952,908	6,363,908	30,042,611	28,643,307	1,399,304
	Liabilities & Equity	Accounts Payable	137,196	117,969	188,105	100,733	65,671	24,785	634,458	523,846
Due to Others		-	(1,246,944)	-	-	-	1,247,620	676	676	-
OPEB Liability		1,802,858	1,135,673	1,644,789	492,858	551,225	605,357	6,232,760	6,532,894	(300,134)
Current Loans and Other Payables		501	1,678,756	330,507	422	133	2,184	2,012,503	1,948,244	64,259
Long-Term Loans and Other Liabilities		-	-	-	51,271	51,271	-	102,542	389,163	(286,621)
Beginning Net Assets		5,669,988	4,046,467	5,069,202	(236,220)	215,084	4,483,962	19,248,484	19,452,306	(203,822)
Net Income (Loss) to Date		193,187	285,115	1,024,492	238,871	69,524	-	1,811,188	(203,822)	2,015,010
Total Liabilities & Equity		7,803,729	6,017,036	8,257,095	647,934	952,908	6,363,908	30,042,611	28,643,307	1,399,304

Thank you!

ADDITIONAL QUESTIONS? CONTACT US:

Kristin Dietz: kristin.dietz@edtec.com

Cindy Frantz: cindy.frantz@edtec.com

Erik Okazaki: erik.okazaki@edtec.com



510.663.3500 • askus@edtec.com • edtec.com

