

**Final Budget Presentation
FY2023
(7/1/22 – 6/30/23)**

Thursday, June 9, 2022

Today's Agenda

- Mission Statement
- FY23 Budget Timeline
- Changes from Preliminary to Final
- Revenue Overview
- Expense Overview
- Funding Priorities
- Q & A Session

Our Mission Statement

- Drew Charter School educates, nurtures and empowers all students to achieve their full potential as part of an exemplary, innovative, and equity-centered community.



Important Budget Dates

- April 1st – preliminary budget to Finance & Audit Committee (8:30am)
- April 1st – first public budget hearing held (10:00am)
- April 14th – second public budget hearing (6:00pm)
- April 18th – preliminary budget adopted by Board of Directors (11:00am)
- June 3rd – final budget presentation to Finance & Audit Committee (8:30am)
- **June 9th – final public budget hearing (6:00pm)**
- June 16th – budget adopted by the Board of Directors (11:00am)

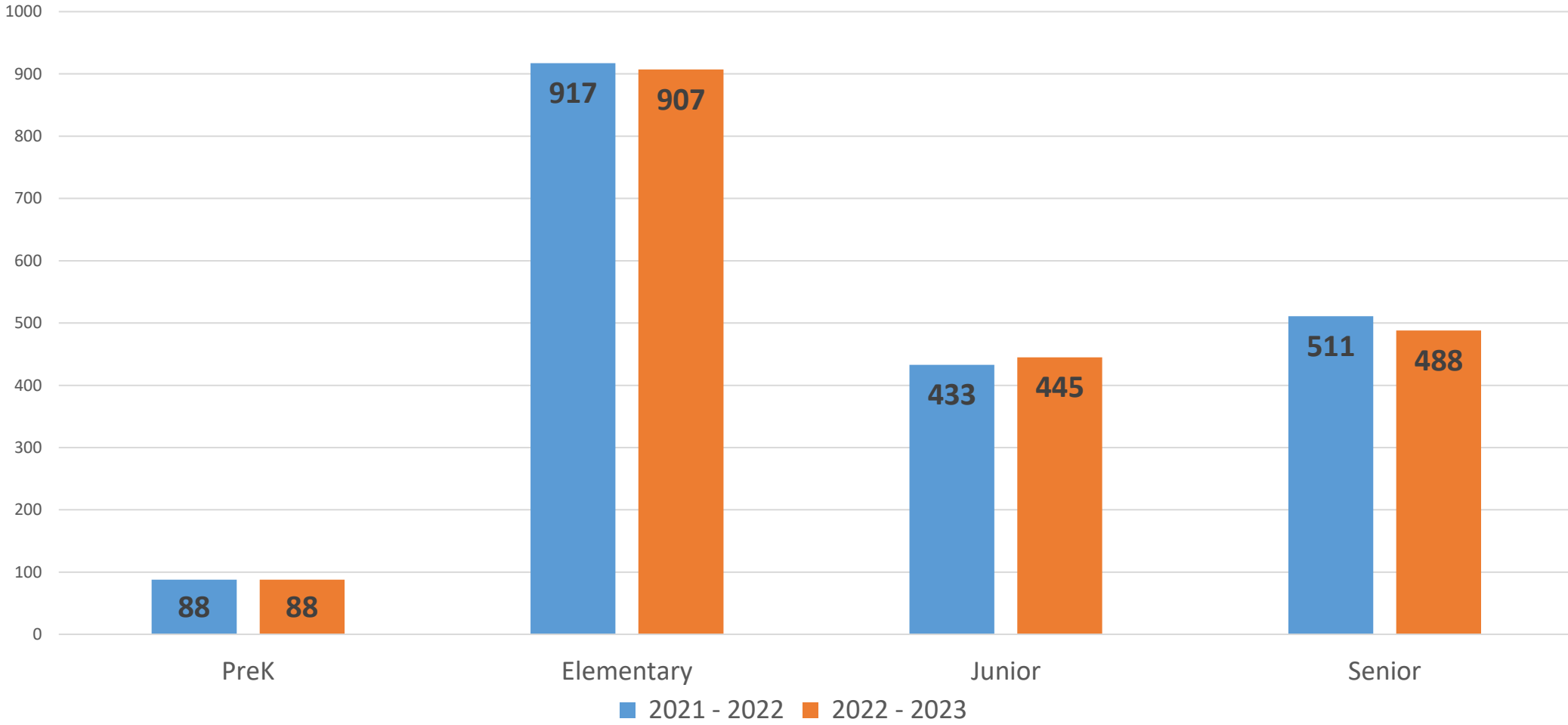
Preliminary to Final Budget

Changes after 4/18/2022 Budget Presentation:

- Incorporated Budget for Capital Projects – Reserve Funded
- Budgeted new positions and revisions.
- Updated APS Base Revenue
- Finalized FY23 Benefit Cost
- Reviewed enrollment – post lottery analysis

Enrollment Projections

2021 – 2022 Budget Enrollment: 1,949
2022 – 2023 Budget Enrollment: 1,928



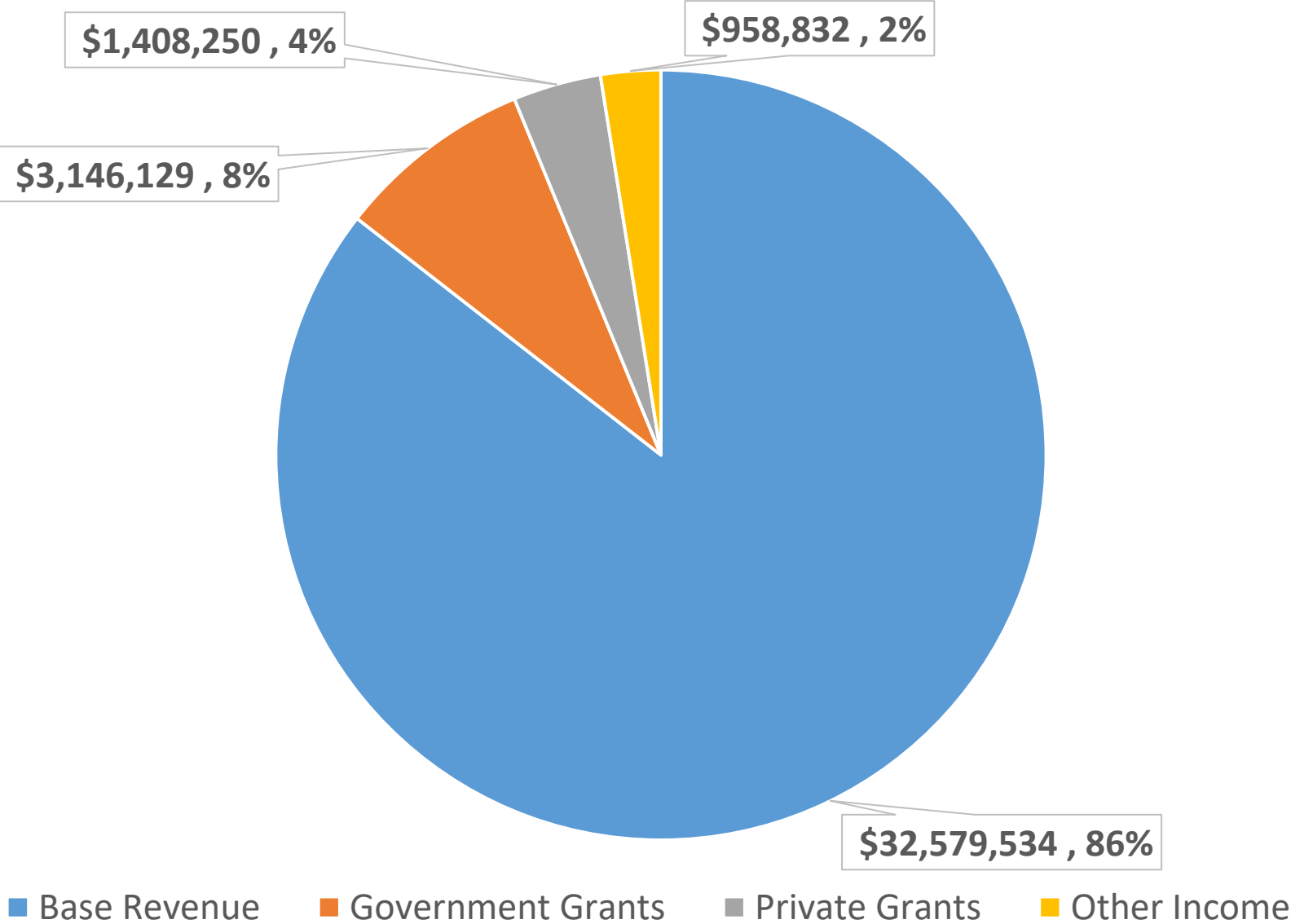
Revenue Sources: Major Categories

	FY22 BUDGET	FY23 OPERATING	FY23 PREK	FY23 GRANTS	FY23 CAPITAL	FY23 TOTAL BUDGET	\$ Change FY23 vs F22 Budget	% Change FY23 vs FY22 Budget
APS Revenue	\$ 31,200,275	\$ 32,579,534				\$ 32,579,534	\$ 1,379,259	4.4%
Grants / Other	\$ 3,260,050	\$ -	\$ 1,013,942	\$ 3,399,250		\$ 4,413,192	\$ 1,153,142	35.4%
Contributions/Gifts	\$ 75,000	\$ 100,000				\$ 100,000	\$ 25,000	33.3%
Reimbursement - eRate	\$ 95,498	\$ 95,498				\$ 95,498	\$ 0	0.0%
Other Income	\$ 202,700	\$ 447,700				\$ 447,700	\$ 245,000	120.9%
Fund Balance				\$ 130,000		\$ 130,000	\$ 130,000	0.0%
Reserves					\$ 326,820	\$ 326,820		
Total Revenue	\$ 34,833,523	\$ 33,222,732	\$ 1,013,942	\$ 3,529,250	\$ 326,820	\$ 38,092,744	\$ 3,259,221	9.4%

Notes:

- \$1.4M increase to APS revenue, assumes mid-term march final as base calculation.
- \$1.2M increase in grants driven by ESSER 2&3 and splitting out PreK from Operating to Grants
- Overall revenue increase of \$3.3M or 9.4% when compared to FY22 Budget.

Revenue Sources



Revenue Sources Detail

TWELVE MONTHS ENDING JUNE 30				
REVENUE	FY 2022 BUDGET	FY 2023 BUDGET	VARIANCE	
Base Revenue	\$ 31,014,384	\$ 32,425,934	\$ 1,411,550	4.6%
Transportation & Nursing	\$ 185,893	\$ 153,600	\$ (32,293)	-17.4%
CF Fdn Start Up	\$ 99,781	\$ -	\$ (99,781)	-100.0%
ESSER (Cares 2.0)	\$ 1,302,203	\$ 1,418,000	\$ 115,797	8.9%
ESSER (Cares 3.0)	\$ -	\$ 1,200,000	\$ 1,200,000	
ELF - EXT & CCR	\$ 493,000	\$ 493,250	\$ 250	0.1%
Office of Ext Svc Program Fees	\$ 200,000	\$ 445,000	\$ 245,000	122.5%
Goizueta STEAM/Fund Balance	\$ 188,333	\$ 130,000	\$ (58,333)	-31.0%
GOSA	\$ 130,867	\$ -	\$ (130,867)	-100.0%
eRate Reimbursement	\$ 95,498	\$ 95,498	\$ -	
Opportunity Fund	\$ 75,000	\$ 100,000	\$ 25,000	33.3%
Other Income	\$ 2,700	\$ 2,700	\$ -	
Urban Harp Ensemble	\$ 65,000	\$ 65,000	\$ -	
Reserves		\$ 326,820		
Leadership Program Grant		\$ 220,000	\$ 220,000	
Drew University		\$ 3,000	\$ 3,000	
<i>PreK Funding:</i>				
<i>Other</i>	\$ 53,323		\$ (53,323)	-100.0%
Fund Balance - Grants	\$ 500,000	\$ 581,312	\$ 81,312	16.3%
Bright from the Start	\$ 427,542	\$ 432,631	\$ 5,089	1.2%
TOTAL REVENUE	\$ 34,833,524	\$ 38,092,744	\$ 3,259,220	9.4%

FY 2022 – 2023

Revenue Assumptions:

- \$17,985 avg per student from Atlanta Public Schools
- Projected enrollment of 1,928 including 88 in PreK
- \$2.6M ESSER II & III
- No Title I funding

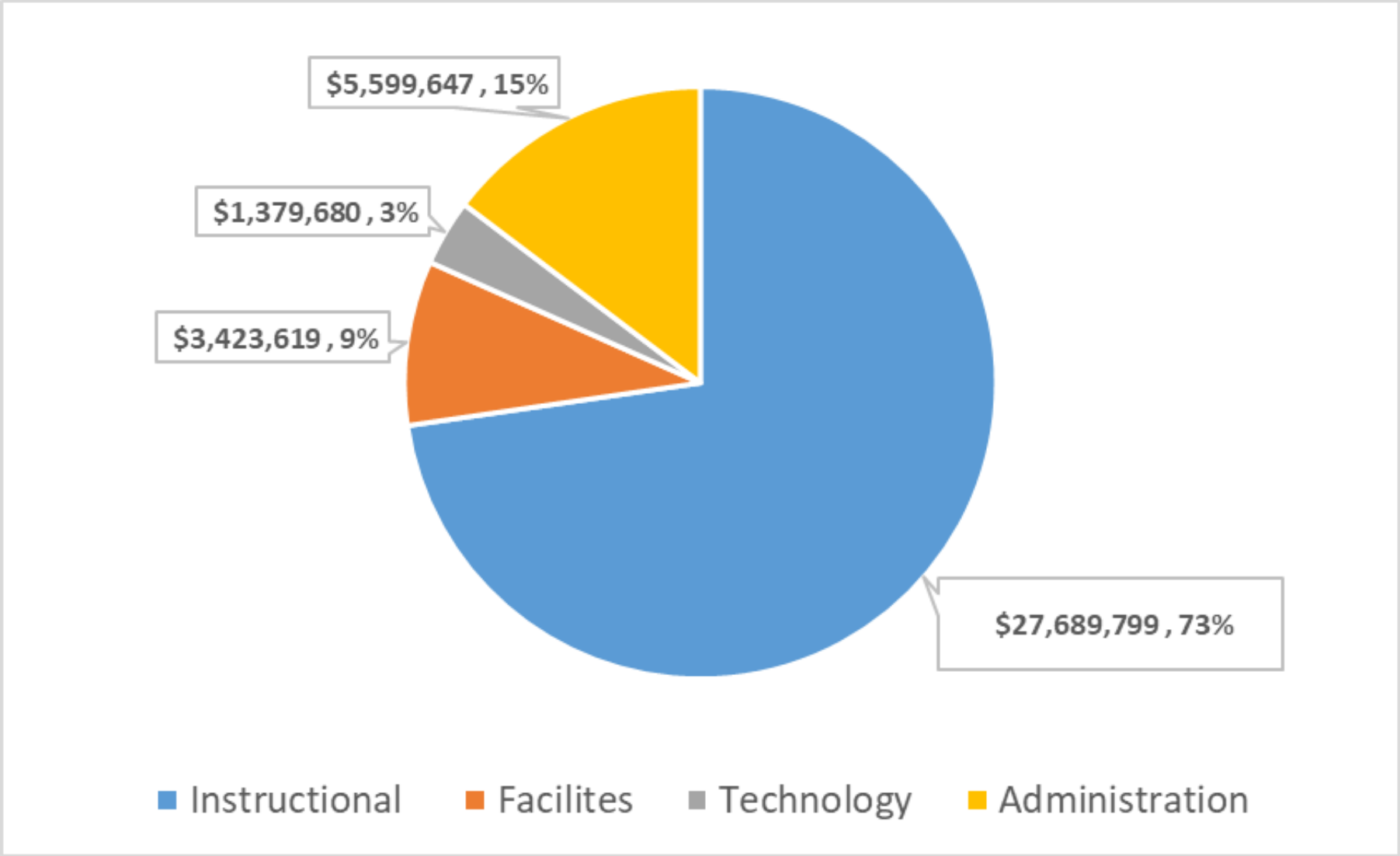
Expense Drivers

	FY22 BUDGET	FY23 OPERATING	FY23 PREK	FY23 GRANTS	FY23 CAPITAL	FY23 TOTAL BUDGET	\$ Change FY23 vs F22 Budget	% Change FY23 vs FY22 Budget
Instruction Personnel	\$ 22,601,668	\$ 22,446,287	\$ 993,942	\$ 1,256,203		\$ 24,696,433	\$ 2,094,765	9.3%
Instruction NonPersonnel	\$ 2,814,500	\$ 1,102,116	\$ 20,000	\$ 1,871,250		\$ 2,993,366	\$ 178,866	6.4%
Facilities Personnel	\$ 453,701	\$ 537,059		\$ -		\$ 537,059	\$ 83,357	18.4%
Facilities NonPersonnel	\$ 2,814,688	\$ 2,532,540		\$ 200,000	\$ 154,020	\$ 2,886,560	\$ 71,872	2.6%
Technology Personnel	\$ 419,596	\$ 425,880		\$ -		\$ 425,880	\$ 6,284	1.5%
Technology NonPersonnel	\$ 781,000	\$ 781,000		\$ -	\$ 172,800	\$ 953,800	\$ 172,800	22.1%
Admin Personnel	\$ 4,410,870	\$ 4,706,350		\$ 201,797		\$ 4,908,147	\$ 497,277	11.3%
Admin Non Personnel	\$ 537,500	\$ 691,500		\$ -		\$ 691,500	\$ 154,000	28.7%
Total Expense	\$ 34,833,523	\$ 33,222,732	\$ 1,013,942	\$ 3,529,250	\$ 326,820	\$ 38,092,744	\$ 3,259,221	9.4%
Net Surplus/(Deficit)	\$ 0	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ (0)	

Notes:

- Largest increases reflected in instructional personnel supported by APS Base Revenue and ESSER2/3.
- Admin Non-Personnel includes adjustment in spend to align with historic patterns
- Overall, increase of \$3.3M or 9.4% increase in personnel and non-personnel.
- Budget is balanced with Revenues equaling Expenses.

Expense Drivers



Expense Assumptions: Personnel

- Total **personnel expenses** are budgeted to increase approximately \$2,681,684 which is the result of the following factors:
 - 4.6% average increases for teachers
 - 5.0% average increases for non-teachers
 - 3.0% average increase for instructional support staff
 - Healthcare increased by 12%
 - Additional instructional staff to help support learning recovery
 - Other new positions
 - An increase in Georgia Teacher's Retirement System (TRS) from 19.81% to 19.98%
 - The budget includes a \$725,000 faculty contingency fund for bonuses.

Expense Assumptions: Personnel Cont'd

New Positions			
<u>Department</u>	<u>Job Title</u>	<u>Estimated Annual Salary</u>	<u>Fund Source</u>
JA/SA	Paraeducator - IEP	\$ 31,396.00	Operating
JA/SA	Paraeducator - IEP	\$ 31,396.00	Operating
JA/SA	Paraeducator - IEP	\$ 31,396.00	Operating
JA/SA	Paraeducator - IEP	\$ 31,396.00	Operating
EA	Paraeducator - IEP	\$ 31,396.00	Operating
Equity	Culture and Equity Support Specialist	\$ 75,000.00	Operating
Finance	Staff Accountant	\$ 65,000.00	Operating
	Total	\$ 296,980.00	
Position Upgrades			
<u>Department</u>	<u>Job Title</u>	<u>Estimated Change from FY22 Budgeted Position</u>	<u>Fund Source</u>
Strategy	Director of Communication	\$ 50,009.26	Operating
Finance	Mgr., Strategic Sourcing and Procurement	\$ 19,840.60	Operating
	Total	\$ 69,849.86	



Expense Assumptions: Non-Personnel

- **Non-personnel** expenses are projected to increase by \$577,538, primarily driven by capital projects and an increase to admin.
- Grants continue to provide major support for instructional non-personnel expenses at \$1.9M.
- Repayment of any reserves used for capital projects in FY22 are budgeted in FY23 Facilities and Technology non-personnel.

Preliminary Funding Priorities

- **Pandemic Recovery and Resilience**
 - Additional staff for academic and mental health support.
 - Stipends to support summer, Saturday and after-hours programming.
 - Academic software, materials and supplies.
- **Teacher and Staff Retention**
 - In order to retain our best and brightest, we are continuing to follow APS's compensation strategy.
- **Strategic Focus On Equity**
 - Professional development training for staff.
 - Guest and speakers for classes or school-wide events.
 - Designated specific funds for Equity work in the operating budget.



2022-2023 Outlook

- We expect revenue growth driven by increases in local revenue, QBE funding, and zero austerity cuts.
- Salary increases to offset cost of living adjustments and provide competitive wages to teachers and staff.
- ESSER 2 and ESSER 3 will continue to provide budget relief for general operations while support academic initiatives to address learning recovery.

Questions and Answers