

Charter school Challenge School, Inc.
 Charter name
Challenge School
 d.b.a. (as applicable)

FY 2023

State of Arizona

Charter School Annual Budget

Proposed
 Version

By the Governing Board

We hereby certify that the budget for the school year 2023 was
 Proposed June 29, 2022
 Adopted _____
 Revised _____
 Date

<u>Pamela Miller</u>	<u>President</u>
<u>Wendy Miller</u> (Secretary 2022)	<u>CEO & Principal</u>
<u>[Signature]</u>	<u>Vice President</u>
<u>[Signature]</u>	<u>Member</u>
<u>[Signature]</u>	<u>MEMBER</u>
_____	_____
Signed	Title

County Maricopa CTDS number 078772000

1. Total budgeted revenues for fiscal year 2022 \$ 4,450,400

2. Estimated revenues by source for fiscal year 2023

Local	1000	\$	<u>302,000</u>
Intermediate	2000	\$	
State	3000	\$	<u>3,596,000</u>
Federal	4000	\$	<u>528,200</u>
TOTAL		\$	<u>4,426,200</u>

Charter school contact employee: Challenge School Inc Board of Directors
 Telephone: 602-938-5411 Email: info@challengecharterschool.net

The FY 2023 budget file for the version described at left will be uploaded through the Common Logon on ADE's website by 06/30/2022
 Type the date as MM/DD/YYYY

[Signature] School official signature
 _____ School official signature

Please enter typed school official names
JAMES MACNAMARA School official (typed name)
 _____ School official (typed name)

Average teacher salary (A.R.S. §15-189.05)

Check box if the school is new and will begin operations in FY 2023.

1. Average salary of all teachers employed in budget year 2023	\$	<u>48,800</u>
2. Average salary of all teachers employed in prior year 2022	\$	<u>48,200</u>
3. Increase in average teacher salary from the prior year 2022	\$	<u>600</u>
4. Percentage increase		<u>1.2%</u>

Total teacher compensation includes a rich benefit package valued at approximately 30% of base amounts in additional compensation. Challenge Charter School greatly values our employees and this percentage increase plus our benefit package provides for continued competitive compensation packages while remaining a fiscally responsible entity. Presenting the average in this way for our small school/staff does not always accurately reflect the growth of salaries for returning team members between years since the average is affected greatly by senior teachers retiring and newer teachers joining the team.

Charter school Challenge School, Inc.

County Maricopa

CTDS number 078772000

Charter contact information

Charter Representative
 Charter Representative
 Executive Assistant to Charter Representative
 Business Manager
 Business Consultant
 AzEDS/ADM Data Coordinator
 SPED Data Coordinator
 Poverty Coordinator
 Assessments Coordinator
 Curriculum Coordinator
 Information Technology (IT) Director
 Governing Board Member
 Governing Board Member
 Governing Board Member
 Governing Board Member
 Governing Board Member
 Governing Board Member
 Governing Board Member
 Governing Board Member

Prefix	First name	Last name	Email address	Telephone number
Ms.	Wendy	Miller	info@challengecharterschool.net	602-938-5411
Mrs.	Pamela	Miller	info@challengecharterschool.net	602-938-5411
Mr.	Ethan	Chung	info@challengecharterschool.net	602-938-5411
Mr	Frank	Yanez	info@challengecharterschool.net	602-938-5411
Mr.	James	MacNamara	info@challengecharterschool.net	602-938-5411
Ms.	Tammy	Neitch	info@challengecharterschool.net	602-938-5411
Mrs.	Pamela	Miller	info@challengecharterschool.net	602-938-5411
Ms.	Wendy	Miller	info@challengecharterschool.net	602-938-5411
Mr.	Scot	Schlund	info@challengecharterschool.net	602-938-5411
Mr.	Michael	Kuczala	info@challengecharterschool.net	602-938-5411
Ms.	Tammy	Neitch	info@challengecharterschool.net	602-938-5411

Student Information System (SIS) Vendor Select from drop-down

Accounting Information System

Is the Charter exempt from the Uniform System of Financial Records for Charter Schools (USFRCS)?

Charter's website address

Expenses		Salaries 6100	Employee benefits 6200	Purchased services 6300, 6400, 6500	Supplies 6600	Other 6800	Totals		% Increase/ decrease
							Prior year 2022	Budget year 2023	
1000 Schoolwide Project and 1500-1999 Other Special Projects									
100 Regular education									
1000 Instruction	1.	1,090,000	437,150	69,650	169,506		1,706,924	1,766,306	3.5%
Support services									
2100 Students	2.	100,000	28,700	12,200	28,250		169,150	169,150	0.0%
2200 Instruction	3.	60,000	18,000	20,000	1,000		99,000	99,000	0.0%
2300 General administration	4.			5,000			5,000	5,000	0.0%
2400 School administration	5.	137,000	47,235	4,790	11,400	1,905	202,330	202,330	0.0%
2500 Central services	6.	120,000	37,715	90,000	24,000		271,715	271,715	0.0%
2600 Operation & maintenance of plant	7.	112,498	50,785	175,000	36,000		374,283	374,283	0.0%
2900 Other support services	8.						0	0	
3000 Operation of noninstructional services	9.	59,000	15,360		150,000		224,360	224,360	0.0%
4000 Facilities acquisition & construction	10.						0	0	
5000 Debt service	11.					174,000	174,000	174,000	0.0%
610 School-sponsored cocurricular activities	12.						0	0	
620 School-sponsored athletics	13.						0	0	
630, 700, 800, 900 Other programs	14.	75,187	13,188		1,000		89,375	89,375	0.0%
Subtotal (lines 1-14)	15.	1,753,685	648,133	376,640	421,156	175,905	3,316,137	3,375,519	1.8%
200 Special education									
1000 Instruction	16.	62,000	18,600				80,600	80,600	0.0%
Support services									
2100 Students	17.			34,000			34,000	34,000	0.0%
2200 Instruction	18.						0	0	
2300 General administration	19.						0	0	
2400 School administration	20.						0	0	
2500 Central services	21.						0	0	
2600 Operation & maintenance of plant	22.						0	0	
2900 Other support services	23.						0	0	
3000 Operation of noninstructional services	24.						0	0	
4000 Facilities acquisition & construction	25.						0	0	
5000 Debt service	26.						0	0	
Subtotal (lines 16-26)	27.	62,000	18,600	34,000	0	0	114,600	114,600	0.0%
400 Pupil transportation	28.			56,700	20,000		76,700	76,700	0.0%
530 Dropout prevention programs	29.						0	0	
540 Joint career & technical ed. & vocational ed. center	30.	36,000	2,374				0	38,374	
550 K-3 Reading	31.	38,000	2,807				48,655	40,807	-16.1%
Subtotal (lines 15 and 27-31)	32.	1,889,685	671,914	467,340	441,156	175,905	3,556,092	3,646,000	2.5%
1010 Classroom Site Project (from page 3, line 6)	33.	350,000	30,000	0	0		371,960	380,000	2.2%
1020 Instructional Improvement Project (from page 2, line 5)	34.						22,310	22,000	-1.4%
1071 English Language Learner Project (from page 4, line 11)	35.	0	0	0	0	0	0	0	
1072 Compensatory Instruction Project (from page 4, line 22)	36.	0	0	0	0	0	0	0	
1100-1499 Federal and State projects (from page 2, line 33)	37.						500,038	378,200	-24.4%
Total (lines 32-37)	38.	2,239,685	701,914	467,340	441,156	175,905	4,450,400	4,426,200	-0.5%

Federal and State projects

1100-1399 Federal projects

	Prior year 2022	Budget year 2023	
1. 1100-1130 ESEA Title I-Helping Disadvantaged Children	58,810	58,810	1.
2. 1140-1150 ESEA Title II-Prof. Dev. And Technology	9,585	9,585	2.
3. 1160 ESEA Title IV-21st Century Schools	10,000	10,000	3.
4. 1170-1180 ESEA Title V-Promote Informed Parent Choice	0		4.
5. 1190 ESEA Title III-Limited Eng. & Immigrant Students	0		5.
6. 1200 ESEA Title VII-Indian Education	0		6.
7. 1210 ESEA Title VI-Flexibility and Accountability	0		7.
8. 1220 IDEA, Part B	91,643	94,643	8.
9. 1230 Johnson-O'Malley	0		9.
10. 1240 Workforce Investment Act	0		10.
11. 1250 AEA-Adult Education	0		11.
12. 1260-1270 Vocational Education-Basic Grants	0		12.
13. 1280 ESEA Title X-Homeless Education	0		13.
14. 1290 Medicaid Reimbursement	0		14.
15. 1300 Charter School Implementation Proj. (Stimulus)	0		15.
16. 13__ Impact Aid	0		16.
17. 1310-1399 Other Federal Projects	330,000	205,162	17.
18. Total federal projects (lines 1-17)	500,038	378,200	18.

1400-1499 State projects

19. 1400 Vocational Education	0		19.
20. 1410 Early Childhood Block Grant	0		20.
21. 1420 Extended School Year-Pupils with Disabilities	0		21.
22. 1425 Adult Basic Education	0		22.
23. 1430 Chemical Abuse Prevention Programs	0		23.
24. 1435 Academic Contests	0		24.
25. 1450 Gifted Education	0		25.
26. 1456 College Credit Exam Incentives	0		26.
27. 1457 Results-based Funding	0		27.
28. 1460 Environmental Special Plate	0		28.
29. 1465 Charter School Stimulus Fund	0		29.
30. 14__ Arizona Industry Credentials Incentive	0		30.
31. 1470-1499 Other State Projects	0		31.
32. Total State projects (lines 19-31)	0	0	32.
33. Total federal and State projects (lines 18 and 32)	500,038	378,200	33.

Capital acquisitions

	Prior year 2022	Budget year 2023	
1. 0181 Intangible assets	0		1.
2. 0191 Land and land improvements	0		2.
3. 0192 Site improvements	0		3.
4. 0194 Buildings and building improvements	116,000		4.
5. 0196 Equipment	0		5.
6. 0198 Construction in progress	0		6.
7. Total capital acquisitions (lines 1-6)	116,000	0	7.

8. Total capital acquisitions, if any, budgeted on lines 1-6 above for the K-3 Reading Program	0		8.
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Special education programs by type

	Program 200 prior year 2022	Program 200 budget year 2023	
1. Total all disability classifications	114,600	114,600	1.
2. Gifted education	0		2.
3. ELL incremental costs	0		3.
4. ELL compensatory instruction	0		4.
5. Remedial education	0		5.
6. Vocational and technical ed.	0		6.
7. Career education	0		7.
8. Total (lines 1-7)	114,600	114,600	8.
9. Expenses budgeted for transporting students with disabilities (as defined in A.R.S. §15-761) unique to the IEP	0		9.

Instructional Improvement Project

Indicate amounts budgeted in Project 1020 for the following:

	Prior year 2022	Budget year 2023	
1. Teacher compensation increases	0		1.
2. Class size reduction	22,310	22,000	2.
3. Dropout prevention programs	0		3.
4. Instructional improvement programs	0		4.
5. Total Instructional Improvement (lines 1-4)	22,310	22,000	5.

Proposed ratios for special education

Teacher-pupil	1 to	10.0
Staff-pupil	1 to	10.0

Selected expenses by type
(Must be included on page 1)

Audit services	15,000
Classroom instruction	2,287,280

State equalization assistance budgeted for food service expenses

Enter the amount of State equalization assistance budgeted for food service, function 3100:	25,000
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Debt service

Interest 6850	119,495
Redemption of principal	54,505

Estimated full-time equivalent teachers

	Prior year 2022	Budget year 2023	
1. Number of full-time equivalent certified teachers	27.00	27.00	1.
2. Number of full-time equivalent noncertified teachers	0.00		2.
3. Number of full-time equivalent contract teachers	0.00		3.

Charter school Challenge School, Inc.

County Maricopa

CTDS number 078772000

Expenses		Salaries 6100	Employee benefits 6200	Purchased services 6300, 6400, 6500	Supplies 6600	Totals		% Increase/ decrease
						Prior year 2022	Budget year 2023	
Classroom Site Project 1010								
1000 Instruction	1.	350,000	30,000			371,960	380,000	2.2%
2100 Support services—students	2.					0	0	
2200 Support services—instruction	3.					0	0	
2300 Support services—general administration	4.					0	0	
3300 Community services operations	5.					0	0	
Total Classroom Site Project (lines 1-5)	6.	350,000	30,000	0	0	371,960	380,000	2.2%

Classroom Site Project 1010 budgeted property payments

Property disbursements

Interest 6850

Redemption of principal

Expenses	Number of personnel		Salaries 6100	Employee benefits 6200	Purchased services 6300, 6400, 6500	Supplies 6600	Other 6800	Totals		% Increase/ decrease
	Prior year	Budget year						Prior year 2022	Budget year 2023	
English Language Learner Project - 1071										
260 Special education—ELL incremental costs										
1000 Instruction	1.	0.00						0	0	1.
Support services										
2100 Students	2.	0.00						0	0	2.
2200 Instruction	3.	0.00						0	0	3.
2300 General administration	4.	0.00						0	0	4.
2400 School administration	5.	0.00						0	0	5.
2500 Central services	6.	0.00						0	0	6.
2600 Operation & maintenance of plant	7.	0.00						0	0	7.
2900 Other support services	8.	0.00						0	0	8.
Program 260 subtotal (lines 1-8)	9.	0.00	0	0	0	0	0	0	0	9.
430 Pupil Transportation—ELL incremental costs										
Support services										
2700 Student transportation	10.	0.00						0	0	10.
Total expenses (lines 9 and 10)	11.	0.00	0	0	0	0	0	0	0	11.

Expenses	Number of personnel		Salaries 6100	Employee benefits 6200	Purchased services 6300, 6400, 6500	Supplies 6600	Other 6800	Totals		% Increase/ decrease
	Prior year	Budget year						Prior year 2022	Budget year 2023	
Compensatory Instruction Project - 1072										
265 Special education—ELL compensatory instruction										
1000 Instruction	12.	0.00						0	0	12.
Support services										
2100 Students	13.	0.00						0	0	13.
2200 Instruction	14.	0.00						0	0	14.
2300 General administration	15.	0.00						0	0	15.
2400 School administration	16.	0.00						0	0	16.
2500 Central services	17.	0.00						0	0	17.
2600 Operation & maintenance of plant	18.	0.00						0	0	18.
2900 Other support services	19.	0.00						0	0	19.
Program 265 subtotal (lines 12-19)	20.	0.00	0	0	0	0	0	0	0	20.
435 Pupil transportation—ELL compensatory instruction										
Support services										
2700 Student transportation	21.	0.00						0	0	21.
Total expenses (lines 20 and 21)	22.	0.00	0	0	0	0	0	0	0	22.

FY 2023 Summary of charter school proposed budget

CTDS number 078772000

	Totals		% Increase/decrease
	Prior year 2022	Budget year 2023	
1000 Schoolwide Project			
100 Regular education			
1000 Instruction	1,706,924	1,766,306	3.5%
Support services			
2100 Students	169,150	169,150	0.0%
2200 Instruction	99,000	99,000	0.0%
2300 General administration	5,000	5,000	0.0%
2400 School administration	202,330	202,330	0.0%
2500 Central services	271,715	271,715	0.0%
2600 Operation & maintenance of plant	374,283	374,283	0.0%
2900 Other support services	0	0	
3000 Operation of noninstructional services	224,360	224,360	0.0%
4000 Facilities acquisition & construction	0	0	
5000 Debt service	174,000	174,000	0.0%
610 School-sponsored cocurricular activities	0	0	
620 School-sponsored athletics	0	0	
630, 700, 800, 900 Other programs	89,375	89,375	0.0%
Regular education subtotal	3,316,137	3,375,519	1.8%
200 Special education			
1000 Instruction	80,600	80,600	0.0%
Support services			
2100 Students	34,000	34,000	0.0%
2200 Instruction	0	0	
2300 General administration	0	0	
2400 School administration	0	0	
2500 Central services	0	0	
2600 Operation & maintenance of plant	0	0	
2900 Other support services	0	0	
3000 Operation of noninstructional services	0	0	
4000 Facilities acquisition & construction	0	0	
5000 Debt service	0	0	
Special education subtotal	114,600	114,600	0.0%
400 Pupil transportation	76,700	76,700	0.0%
530 Dropout prevention programs	0	0	
540 Joint career & tech. ed. & voc. ed. center	0	38,374	
550 K-3 Reading	48,655	40,807	-16.1%
Total	3,556,092	3,646,000	2.5%

The budget of Challenge School, Inc. (d.b.a. Challenge School) for fiscal year 2023 was officially proposed by the Governing Board on June 29, 2022. The complete budget may be reviewed by contacting Challenge School Inc Board of Directors at 6029385411 or info@challengecharterschool.net.

Special education programs	Totals		% Increase/decrease
	Prior year 2022	Budget year 2023	
Total all disability classifications	114,600	114,600	0.0%
Gifted education	0	0	
ELL incremental costs	0	0	
ELL compensatory instruction	0	0	
Remedial education	0	0	
Vocational and technical ed.	0	0	
Career education	0	0	
Total	114,600	114,600	0.0%

Expenses by project			
	Totals		% Increase/decrease
	Prior year 2022	Budget year 2023	
Schoolwide	3,556,092	3,646,000	2.5%
Classroom Site Project	371,960	380,000	2.2%
Instructional Improvement	22,310	22,000	-1.4%
English Language Learner	0	0	
ELL Compensatory Instruction	0	0	
Federal projects	500,038	378,200	-24.4%
State projects	0	0	
Capital acquisitions	116,000	0	-100.0%
Total expenses	4,566,400	4,426,200	-3.1%

Average teacher salary	
Average salary of all teachers employed in the budget year 2023	48,800
Average salary of all teachers employed in the prior year 2022	48,200
Increase in average teacher salary from the prior year 2022	600
Percentage increase	1.2%

Total teacher compensation includes a rich benefit package valued at approximately 30% of base amounts in additional compensation. Challenge Charter School greatly values our employees and this percentage increase plus our benefit package provides for continued competitive compensation packages while remaining a fiscally responsible entity. Presenting the average in this way for our small school/staff does not always accurately reflect the growth of salaries for returning team members between years since the average is affected greatly by senior teachers retiring and newer teachers joining the