



Treasurer Financial Report

October 11th, 2019

Finance Committee:

Jeff Baucum, Lincoln Academy Board Treasurer

Nathan Alley, Lincoln Academy Board At-Large

*(Staff) Janelle Johnson, Cindie Poulter, Larisa Rogers,
Jeanne Coyle, Lori Woods*

The Mission of Lincoln Academy is to help students attain their highest social and academic potential through an academically rigorous, content-rich educational program in a safe, orderly, and caring environment.

2019-20 LA Budget Review

September 2019

- **Revenues**: PPR rates are expected to be slightly over budgeted estimates; Mill levy funding is expected to meet budget. Overall, we believe the revenues will exceed budgeted forecasts.
- **Salaries & Benefits**: On budget – will be reviewing PERA costs over the next month against estimations.
- **Purchased Services**: On target to Budget. No significant issues.
- **Materials**: Tech is over budget by \$7k but will be offset by savings in Textbook costs as LA shifts to more electronic format. Overall on target against Budget
- **Capital**: Lockers installation was completed on budget. Costs for the Building B new decking will exceed estimates by \$3k due to railing requirements. However, capital expenditures, will in total, meet forecasts presented from the facilities committee.
- **Margin**: Currently Projecting a negative margin (Loss) of \$138k on the year. This is in relation to the Fire Alarm project expenses bleeding into the 19-20 school year.

2019-2020 LA Budget Highlights

- Salary increases
 - 5A mill levy override allowed Administration to increase overall salaries by approximately 10% from the previous year.
 - Benefits (incl PARA) will increase proportionately with salary increases and PARA investments increased by about ½%.
- Early Debt Payoff
 - The planned early lump sum payment of \$175k for the Building C loan will be made in October 2019. We will complete payment on the loan with a final payment in July 2020.
- Property Improvements
 - The 5B Bond related projects will likely add value to the property (and organizations overall asset value), but the income/expense will not go through the school's financials. The expenses will take place at the district level.

Statement

The finance committee believes that Lincoln Academy is in a very good financial position regarding the 2019-2020 school year. The school has a robust carry-forward that will allow leadership and Board of Directors to plan for the next five to ten years of operational and capital requirements, including in the areas of the educational environment and employee salaries. With the completion of the fire alarm project this year, Lincoln Academy can look forward to utilizing the generous district Bond issuance later in the school year to invest into the facility. The finance committee hopes to complete the loan for building C within the next 18 months, freeing up funding for other budget priorities.

We continue to support a conservative fiscal approach, as the school looks forward to future dynamic opportunity in academic leadership, student support and the Lincoln community.