

Treasurer Financial Report

February 11, 2019

Nathan Alley, Lincoln Academy Board Treasurer

*Finance Committee: (Staff) Janelle Johnson, Cindie Poulter,
Larisa Rogers, Jeanne Coyle
(Parents) Jeff Baucum*

- PPR revenues from 5A funds increased to \$407 (from \$400) for 2018-19.
- Discussions are still taking place for determining the proposed use of the additional 5A funds. We will not decide on this in February. Funds will become available in April.
- Because of the school cancellation due to inclement weather. The regularly scheduled finance committee meeting on Feb 7, 2019, was also cancelled. For this reason, I will not be presenting an opinion to the board.

2018-2019 Budget & 5-Year Projections

LINCOLN ACADEMY CHARTER SCHOOL

5 Year Plan 2018 - 2023

DRAFT BASED ON BUDGETING 12/10/18

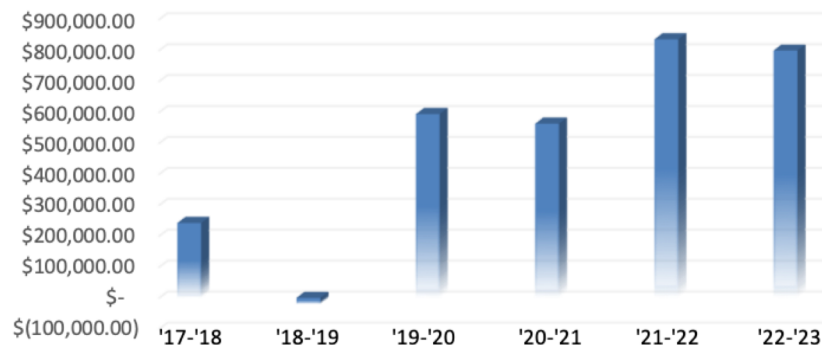
School Year	School Year	School Year	School Year	School Year	School Year
Prior Year 2017-18	Current 2018-19	2019-20	2020-21	2021-22	2022-23
Actuals	1	2	3	4	5

EXECUTIVE SUMMARY

STUDENT ONE DAY COUNT	690.0	703.0	725.0	723.0	723.0	723.0
PPR	\$ 7,473.15	\$ 7,945	\$ 8,199	\$ 8,461	\$ 8,732	\$ 9,011
Capital Reserves	\$ 463,350.00	\$ 463,350	\$ 463,350	\$ 463,350	\$ 463,350	\$ 463,350
School Obligation	\$ 7,785,168.00	\$ 7,785,168	\$ 7,785,168	\$ 7,785,168	\$ 7,785,168	\$ 7,785,168
Operating Debt Ratio (<18% of Rev)	11.2%	10.2%	9.8%	9.4%	5.5%	5.4%
Debt Service Coverage (>1.0; 1.1 better)	1.31	0.64	1.86	1.84	2.99	2.91
Unrestricted Cash as % of Exp (8% < 17%)	32.6%	22.6%	33.8%	41.3%	54.4%	64.1%
Days Unrestricted Cash on Hand (>40)	148	115	153	180	228	264
REVENUE OVER EXPENSES	\$ 241,626.98	\$ (281,696)	\$ 674,460	\$ 644,865	\$ 919,817	\$ 886,477
Operating Margin	3.5%	-3.7%	8.4%	7.9%	11.0%	10.4%
CARRYFORWARD	\$ 2,887,030.98	\$ 2,605,335	\$ 3,279,795	\$ 3,924,660	\$ 4,844,477	\$ 5,730,954

- 2018-2019 Projecting a loss of \$256k
 - \$375k for Fire Alarms upgrade
- 2019-2020 is the final year of classroom growth. Student increases will level out after that
- 2020-2021 is the final year of payments for the temporary building.
- Operating margins have skyrocketed because of the election measures. These numbers will level off once the additional revenue is apportioned.

OPERATING MARGIN PER YEAR



Annual Budgeted P&L

	School Year Prior Year 2017-18 Actuals	School Year Current 2018-19 1	School Year 2019-20 2	School Year 2020-21 3	School Year 2021-22 4	School Year 2022-23 5
REVENUES	\$ 6,884,508	\$ 7,614,239	\$ 8,013,633	\$ 8,168,255	\$ 8,349,349	\$ 8,536,928
SALARIES	\$ 3,564,137	\$ 4,090,568	\$ 3,849,455	\$ 3,982,103	\$ 4,121,665	\$ 4,268,327
BENEFITS	\$ 858,186	\$ 1,067,717	\$ 967,353	\$ 1,010,642	\$ 1,056,366	\$ 1,104,626
TOTAL BENEFITS AND SALARY	\$ 4,422,323	\$ 5,158,285	\$ 4,816,807	\$ 4,992,746	\$ 5,178,031	\$ 5,372,954
PURCHASE SERVICES	\$ 1,908,908	\$ 2,054,358	\$ 2,121,790	\$ 2,123,557	\$ 1,837,772	\$ 1,856,994
CAPITAL OUTLAY	\$ 52,856	\$ 375,000	\$ 75,000	\$ 75,000	\$ 75,000	\$ 75,000
TOTAL EXPENDITURES	\$ 6,642,881	\$ 7,895,936	\$ 7,339,173	\$ 7,523,390	\$ 7,429,532	\$ 7,650,451
REVENUE OVER EXPENSES	\$ 241,627	\$ (281,696)	\$ 674,460	\$ 644,865	\$ 919,817	\$ 886,477
CARRY FORWARD	\$ 2,887,031	\$ 2,605,335	\$ 3,279,795	\$ 3,924,660	\$ 4,844,477	\$ 5,730,954

			Future Year Projections			
Fiscal Metrics	Actuals	Current Year Projection	Year 2	Year 3	Year 4	Year 5
Tabor Reserve Requirement	\$ 206,535	\$ 228,427	\$ 240,409	\$ 245,048	\$ 250,480	\$ 256,108
Bond Cash Reserve Requirement	\$ 754,467	\$ 834,437	\$ 878,206	\$ 895,151	\$ 914,997	\$ 935,554
Unrestricted Operating Funds (Reserves)	\$ 2,164,836	\$ 1,781,123	\$ 2,483,721	\$ 3,108,398	\$ 4,038,501	\$ 4,900,768
Expense cost per day	\$ 18,055	\$ 20,605	\$ 19,902	\$ 20,407	\$ 20,149	\$ 20,755
Salaries	52%	54%	48%	49%	49%	50%
Benefits	12%	14%	12%	12%	13%	13%
PURCHASE SERVICES	28%	27%	26%	26%	22%	22%
MATERIAL AND SUPPLIES	4%	4%	4%	4%	4%	4%
CAPITAL OUTLAY	1%	5%	1%	1%	1%	1%
Total Expenditures as % of Rev	96%	104%	92%	92%	89%	90%
Total Revenue per Student	\$ 9,978	\$ 10,831	\$ 11,053	\$ 11,298	\$ 11,548	\$ 11,808
Total Expense per Student	\$ 9,627	\$ 11,232	\$ 10,123	\$ 10,406	\$ 10,276	\$ 10,582
Salaries as % of Total Expenses	53.7%	51.8%	52.5%	52.9%	55.5%	55.8%
Debt costs	\$ 774,249	\$ 776,664	\$ 781,664	\$ 767,637	\$ 463,128	\$ 463,128
Debt cost as % of Revenue	11.2%	10.2%	9.8%	9.4%	5.5%	5.4%
Building costs	\$ 213,943	\$ 321,478	\$ 328,533	\$ 333,247	\$ 338,262	\$ 343,378
Facility and Debt costs as % of Revenue	14%	14%	14%	13%	10%	9%

Dec 2018 Report