



Roseland Charter School

2022-2023

Unaudited Actuals Financial Report

Board of Directors Meeting
September 13, 2023

BACKGROUND INFORMATION

- The Unaudited Actuals Financial Report is the final report prepared by the District Business staff for the 2022-23 school year. This report summarizes all revenues, expenditures and the components of the ending fund for all transactions that occurred during the fiscal time period – July 1, 2022 to June 30, 2023. (*Education Code 42100(a), Government Code 7906(f)*)
- The final financial report for the 2021-22 school year will be the Audited Financial Statements, which will be prepared by the District's auditors after their Fall visit. The presentation of the Audited Financial Statements to this Board is anticipated to occur in the Winter 2022-23 (likely January 2023).

YEAR END CLOSING PROCESS

Final year-end closing transactions were processed by the Business staff in July and August, 2023.

- All purchase orders and invoices were either paid and closed, or transferred into the current school year (if supply or service orders were still pending)
 - Final expenses decreased by approximately \$197K (or approximately 0.8% of the budgeted expenses) from the Estimated Actuals presented to the Board in June 2023
- Adjusting entries were processed for Local Control Funding Formula (LCFF) and other revenues (categorical grants, scholarship donations) that were not identified during the May 2023 budget adoption period
 - Final revenues increased by approximately \$500K (or 2% of the budgeted revenues) from the Estimated Actuals presented to the Board in June 2023
 - New for 2022-23 due to interest rate fluctuations and the impact of the FASB ASC 820 Account Standards - An adjustment to the Fair Market Value of the cash in County Treasury was made that reduced the Charter's cash balances and local revenues by \$725K
- Depreciation for sites, buildings and equipment was calculated and expensed; accumulated depreciation transferred to the Ending Fund
- New for 2022-23 due to FASB ASC 842 Accounting Standards: the value of the RCP lease is reflected as an asset (building) in the Ending Fund; amortization for the RCP lease was calculated and expensed

UNAUDITED ACTUALS: REVENUE COMPARED TO EXPENDITURES

Revenues	
Local Control Funding Formula	\$ 17,455,160
Federal	\$ 3,227,375
RAMS Facility Grant	\$ 868,375
Other State	\$ 4,804,880
Scholarship & Other Donations	\$ 728,045
Special Education (Passed from RSD)	\$ 386,324
Other Local Revenue (Interest)	\$ 335,445
Subtotal before FMV Cash Adjustment	\$ 27,805,604
Fair Market Value Cash Adjustment	\$ (724,449)
TOTAL	\$ 27,081,155

Scholarship & Other Donations 3%	Special Education (Passed from RSD) 1%	Other Local Revenue (Interest) 1%	Local Control Funding Formula 63%	Federal 12%	RAMS Facility Grant 3%	Other State 17%
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Expenditures	
Books & Supplies	\$ 1,288,191
Salaries & Benefits (Contracted from RSD)	\$ 16,262,142
Charter MOU (Oversight fees to RSD)	\$ 214,920
Scholarships	\$ 641,197
Other Services & Operating	\$ 3,538,116
Debt Service - Interest Payments	\$ 276,504
Depreciation & Lease Amortization	\$ 2,243,266
TOTAL	\$ 24,464,336

Debt Service - Interest Payments 1%	Depreciation & Lease Amortization 9%	Books & Supplies 5%	Salaries & Benefits (Contracted from RSD) 67%	Scholarships 3%	Charter MOU (Oversight fees to RSD) 1%	Other Services & Operating 14%
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Excess Of Revenues Over Expenses: \$2,616,819	
Fund Balance:	
Beginning Adjusted Net Assets 7/1/22: \$35,793,029	Ending Net Assets 6/30/23: \$38,409,848

COMPONENTS OF ENDING FUND

Beginning Net Position (July 1, 2022): \$ 35,793,029				
Excess of Revenues over Expenses \$ 2,616,819				
Ending Net Position Before Designations (June 30, 2023) \$ 38,409,848				
Components of Net Ending Balance:	Unrestricted Assigned	Restricted	Net Investment in Capital Assets	Total
Revolving Cash Accounts/Associated Student Body Accounts	\$ 119,160			\$ 119,160
Economic Uncertainties- 5% Minimum	\$ 1,223,217			\$ 1,223,217
Special Education Reserve	\$ 300,000			\$ 300,000
One-Month Operating Expenses	\$ 1,500,000			\$ 1,500,000
Future Debt Service Payments (RAMS, RUP)	\$ 490,525			\$ 490,525
Tech Equipment (Replacement Chromebooks, Network Upgrades at RCP)	\$ 500,000			\$ 500,000
2019-20 LCFF - Carryover	\$ 250,000			\$ 250,000
Capital Facilities - (Cash Set-Aside for Construction Overages RAMS)	\$ 2,750,000			\$ 2,750,000
Capital Facilities - (Cash Set-Aside for RCP/Charter Construction)	\$ 2,000,000			\$ 2,000,000
Capital Facilities- (Cash Maintenance Reserve: SAB Grant Requirement)		\$ 2,774,655		\$ 2,774,655
Restricted Resources- See Balances by Grant/Resource below		\$ 5,837,290		\$ 5,837,290
Long-Term Debt (RUP & RAMS)			\$ (14,588,757)	\$ (14,588,757)
Land			\$ 130,535	\$ 130,535
Site Improvements			\$ 4,112,269	\$ 4,112,269
Depreciation (Sites)			\$ (1,178,613)	\$ (1,178,613)
Buildings			\$ 32,592,815	\$ 32,592,815
Depreciation (Buildings)			\$ (3,407,486)	\$ (3,407,486)
Equipment			\$ 458,734	\$ 458,734
Depreciation (Equipment)			\$ (339,058)	\$ (339,058)
Work in Progress (RAMS MPR)			\$ 2,884,563	\$ 2,884,563
Total Components/Designations	\$ 9,132,902	\$ 8,611,945	\$ 20,665,002	\$ 38,409,848

COMPONENTS OF ENDING FUND (continued) RESTRICTED RESOURCES ENDING BALANCES

Restricted Resources - Balances by Grant/Resource	
Grant	Amount
Expanded Learning Opportunity Program (2600)	\$ 82,464
Educator Effectiveness (6266)	\$ 278,179
Lottery Textbooks (6300)	\$ 123,679
Arts, Music and Instructional Mat. (6762)	\$ 789,824
Classified Schol Employee PD (7311)	\$ 5,020
A-G Success Grant (7412)	\$ 494,082
A-G Learning Loss Grant (7413)	\$ 569,882
Expanded Learning Grant (7425)	\$ 280,654
Expanded Learning Paraeducators (7426)	\$ 114,417
Learning Recovery (7435)	\$ 2,165,188
Other Restricted (7810)	\$ 21,220
Miscellaneous Local Donations (9010)	\$ 13,905
Roseland Scholarship (9050)	\$ 210,544
Bridge Scholarship (9051)	\$ 432,826
Designated Scholarship (9052)	\$ 69,098
Mentor Donations (9060)	\$ 10,128
RESIG Safety Credit (9090)	\$ 453
RCP Fire Insurance Settlement (9160)	\$ 175,727
Total	\$ 5,837,290

NEXT STEPS

1. Prepare First Interim Budget Report– reflecting Budget Revisions for 2023-24 through October 31, 2023
 - a. Present to Board of Directors during December 2022 meeting
 - b. Will include updated enrollment and attendance projections based on our actual counts
2. Present Audited Financial Report for 2022-23 to Board of Directors – final financial report for 2022-23 school year
 - a. Present to Board of Directors during January or February 2023
3. Prepare Second Interim Budget Report to Board of Directors – reflecting Budget Revisions through January 31, 2023
 - a. Present to Board of Directors during March 2023 meeting
4. Ongoing monitoring of revenues and expenditures for the 2023-24 school year:
 - a. Close attention is being paid to Charter enrollment and Average Daily Attendance (ADA) in order to maximize revenues

2023-24 Year	Week 1	Week 2	Week 3	Week 4
Charter-wide ADA	96.06%	94.65%	93.60%	93.39%

- b. Enhancements to ongoing procedures to process and monitor the costs for contracted salaries/benefits for all Charter workers, as well as for supplies and services obtained from vendors in order to ensure the most accurate budgeting for ongoing expenses
5. Ongoing planning for revenues and expenses for future school years:
 - a. COVID pandemic relief funding expires at the end of this year, so COVID funded positions will need to be laid off or transferred to other funding sources – 15.891 Full Time Equivalent (FTE) positions
 - b. Ongoing discussions regarding the management of the RCP facility ownership costs may result in adjustments to the planned costs for the lease for the RCP campus as well as adjustments to the lease amortization