

Career Academy of Utah

Financial Executive Summary

March 20, 2023

stride

Career Academy of Utah Forecast v. Budget

Career Academy of Utah Forecast vs. Budget Report FY 2022-2023

For Period Ended February 28, 2023

| | Full Year | | | |
|---------------------------------|--------------------|------------------|-----------|--------------|
| | Full Year Forecast | Full Year Budget | Variance | % Variance |
| K-5 Average Enrollment | 56 | 50 | 6 | 11.4% |
| MS Average Enrollment | 70 | 50 | 21 | 41.9% |
| Total Average Enrollment | 126 | 100 | 27 | 26.6% |

FUNDING SOURCES:

| | | | | | |
|---|---------------------|---------------------|---------------------|---------------|--|
| Basic Formula Funding - HS | \$ 756,256 | \$ 540,482 | \$ 215,773 | 39.9% | Forecast based on allotment memo |
| State Restricted Funds - Non-SPED | \$ 150,000 | \$ 150,000 | \$ (0) | 0.0% | Implementation Grant |
| Stride Contribution | \$ 550,000 | \$ 840,000 | \$ (290,000) | -34.5% | Reduction based on projected cash needs |
| Total Funding | \$ 1,504,094 | \$ 1,530,482 | \$ (26,388) | -1.7% | |
| Instruction: Teachers | \$ 702,653 | \$ 881,972 | \$ (179,319) | -20.3% | Timing of filling open positions |
| Instruction: Students | \$ 23,283 | \$ 14,651 | \$ 8,632 | 58.9% | Aligned with enrollment change |
| Student and Family Services | \$ 40,260 | \$ 32,005 | \$ 8,255 | 25.8% | Aligned with enrollment change |
| School Administration & Governance | \$ 429,725 | \$ 490,017 | \$ (60,291) | -12.3% | Timing of filling open positions |
| Technology | \$ 4,850 | \$ - | \$ 4,850 | 0.0% | |
| Insurance / Facilities / Other | \$ 79,390 | \$ 111,837 | \$ (32,447) | -29.0% | Moved facility projected start to June - final set up dollars moved to July FY24 |
| Total School Expenditures This Period | \$ 1,280,160 | \$ 1,530,482 | \$ (250,322) | -16.4% | |
| Surplus (Deficit) This Period | \$ 223,933 | \$ 0 | \$ 223,933 | 100.0% | |

Career Academy of Utah YTD v. Budget YTD

Career Academy of Utah Actuals vs. Budget Report FY 2022-2023

For Period Ended February 28, 2023

| | Year To Date | | | |
|--|--------------------|---------------------|---------------------|---------------|
| | YTD Actuals | YTD Budget | Variance | % Variance |
| K-5 YTD Average Enrollment | 56 | 50 | 6 | 11.4% |
| MS YTD Average Enrollment | 70 | 50 | 21 | 41.9% |
| Total YTD Average Enrollment | 126 | 100 | 27 | 26.6% |
| FUNDING SOURCES: | | | | |
| Basic Formula Funding - K-8 and HS | \$ 506,837 | \$ 360,321 | \$ 146,516 | 40.7% |
| State Restricted Funds - Non-SPED | \$ 126,786 | \$ 100,000 | \$ 26,786 | 26.8% |
| Total Funding | \$ 633,623 | \$ 468,655 | \$ 164,968 | 35.2% |
| Instruction: Teachers | \$ 424,772 | \$ 523,843 | \$ (99,072) | -18.9% |
| Instruction: Students | \$ 4,935 | \$ 2,943 | \$ 1,992 | 67.7% |
| Student and Family Services | \$ 27,128 | \$ 16,260 | \$ 10,868 | 66.8% |
| School Administration & Governance | \$ 213,367 | \$ 291,884 | \$ (78,517) | -26.9% |
| Technology | \$ 4,658 | \$ 2,168 | \$ - | 0.0% |
| Insurance / Facilities / Other | \$ 7,396 | \$ 50,896 | \$ (43,500) | -85.5% |
| Total School Expenditures This Period | \$ 682,256 | \$ 887,996 | \$ (208,229) | -23.4% |
| Surplus (Deficit) This Period | \$ (48,633) | \$ (419,341) | \$ 373,197 | -89.0% |

Career Academy of Utah Proposed Budget Summary (in \$000s)

| | Proposed Budget | Approved Budget | Variance |
|---------------------------------|--------------------|--------------------|-----------------|
| Revenues | | | |
| Basic Formula | \$ 756 | \$ 540 | \$ 216 |
| Implementation Grant | \$ 150 | \$ 150 | \$ - |
| Fed Funds -Idea | \$ 48 | | \$ 48 |
| Stride Cash Contribution | \$ 550 | \$ 840 | \$ (290) |
| Total Operating Revenues | \$ 1,504 | \$ 1,530 | \$ (26) |
| Operating Expenses | | | |
| Salaries | \$ 762 | \$ 942 | \$ (180) |
| Instruction - Salaries | 512 | 609 | (97) |
| Support - Salaries | 16 | 43 | (27) |
| Admin - Salaries | 234 | 290 | (56) |
| Employee Benefits | 167 | 261 | \$ (94) |
| Purchased Prof and Tech Serv* | \$ 165 | \$ 31 | \$ 134 |
| K12 Charges | | | |
| Non K12 Charges | 165 | 31 | 134 |
| Purchased Property Services | \$ 14 | \$ 69 | \$ (55) |
| K12 Charges | | | |
| Non K12 Charges | 14 | 69 | (55) |
| Other Purchased Services | 32 | 54 | (22) |
| Supplies | 19 | 37 | (18) |
| Property | 51 | 74 | (23) |
| Other Objects | 70 | 63 | 7 |
| Total Expenditures | \$ 1,280 | \$ 1,530 | \$ (251) |
| Total Gain/(Loss) | \$ 224 | \$ (0) | \$ 223 |

Career Academy of Utah Cash Flow

Career Academy of Utah Simple Cash Flow by Month FY 2022-2023

For Period Ended February 28, 2023

| | Actual July | Actual August | Actual September | Actual October | Actual November | Actual December | Budget January | Budget February | Budget March | Budget April | Budget May | Budget June |
|-------------------------------|----------------|------------------|---------------------|-------------------|--------------------|--------------------|-------------------|--------------------|-----------------|-----------------|---------------|----------------|
| Beginning Cash Balance | \$ 403,991 | \$ 811,007 | \$ 755,024 | \$ 1,468,126 | \$ 1,740,326 | \$ 1,685,242 | \$ 1,604,363 | \$ 665,785 | \$ 643,575 | \$ 1,041,049 | \$ 872,218 | \$ 698,860 |
| State and Federal Funding | \$ 345,136 | \$ - | \$ 774,884 | \$ 351,517 | \$ 39,979 | \$ 7,812 | \$ 7,812 | \$ 157,812 | \$ 12,286 | \$ 12,286 | \$ 12,286 | \$ 12,286 |
| Grant Reimbursement | \$ 75,000 | | | | | | | | | | | |
| Loan payment deduction | | | | | | | | \$ - | \$ (13,209) | \$ (6,604) | \$ (6,604) | \$ (6,604) |
| Stride Contribution | | | | | | | | | \$ 550,000 | | | |
| Total | \$ 420,136 | \$ - | \$ 774,884 | \$ 351,517 | \$ 39,979 | \$ 7,812 | \$ 7,812 | \$ 157,812 | \$ 549,077 | \$ 5,682 | \$ 5,682 | \$ 5,682 |
| Payments - Non-K12 | \$ (13,120) | \$ (55,983) | \$ (61,782) | \$ (79,317) | \$ (95,063) | \$ (88,692) | \$ (110,757) | \$ (180,022) | \$ (151,603) | \$ (174,513) | \$ (179,040) | \$ (172,726) |
| USBE repayment | | | | | | | \$ (835,633) | | | | | |
| Payments - K12 | | | | | | | | | | | | |
| Total | \$ (13,120) | \$ (55,983) | \$ (61,782) | \$ (79,317) | \$ (95,063) | \$ (88,692) | \$ (946,390) | \$ (180,022) | \$ (151,603) | \$ (174,513) | \$ (179,040) | \$ (172,726) |
| Ending Cash Balance | \$ 811,007 | \$ 755,024 | \$ 1,468,126 | \$ 1,740,326 | \$ 1,685,242 | \$ 1,604,363 | \$ 665,785 | \$ 643,575 | \$ 1,041,049 | \$ 872,218 | \$ 698,860 | \$ 531,815 |

Career Academy of Utah Balance Sheet

Career Academy of Utah Balance Sheet As of February 28, 2023

| Financial Row | Amount |
|--|---------------------|
| ASSETS | |
| Current Assets | |
| Bank | |
| UT8111 - Utah Zion Bank Checking 1530 | \$637,179.40 |
| Total Bank | \$637,179.40 |
| Other Current Asset | |
| UT8150 - Utah Prepaid Expenses | \$52,475.42 |
| Total Other Current Asset | \$52,475.42 |
| Total Current Assets | \$689,654.82 |
| Total ASSETS | \$689,654.82 |
| Liabilities & Equity | |
| Current Liabilities | |
| Accounts Payable | |
| 20080 - Accounts Payable - School - Trade | \$0.00 |
| Total Accounts Payable | \$0.00 |
| Other Current Liability | |
| UT9590 - Utah Other Current Liabilities | |
| UT9591 - Accrued Expense | \$250,851.84 |
| Total - UT9590 - Utah Other Current Liabilities | \$250,851.84 |
| UT9620 - Notes Payable, etc | \$300,000.00 |
| Total Other Current Liability | \$550,851.84 |
| Total Current Liabilities | \$550,851.84 |
| Equity | |
| Retained Earnings | \$187,436.80 |
| Net Income | (\$48,633.82) |
| Total Equity | \$138,802.98 |
| Total Liabilities & Equity | \$689,654.82 |

N2Y (vendor for Special Education), Zoom, Adobe Acrobat, Insurance, Oversight

Bonus, Related Services, Student ISP, etc.

\$300k loan

Career Academy of Utah

Appendix

February 13 , 2023

stride

Career Academy of Utah

Budget v. Forecast

State COA

| <u>Revenues</u> | <u>8+4 FCST</u> | <u>Approved Budget</u> | <u>Variance</u> | <u>Comments</u> |
|---------------------------------|---------------------|----------------------------|-----------------|---|
| Basic Formula | \$ 756 | \$ 540 | \$ 216 | Additional revenue streams on State of Utah Allotment Memo |
| Implementation Grant | \$ 150 | \$ 150 | \$ - | Aligned timing to Allotment Memo (Start Up Grant) |
| Fed Funds -Idea | \$ 48 | | \$ 48 | New award |
| Stride Cash Contribution | \$ 550 | \$ 840 | \$ (290) | Updated Stride Contribution amount |
| Total Operating Revenues | \$ 1,504 | \$ 1,530 | \$ (26) | |
| Operating Expenses | | | | |
| Salaries | \$ 762 | \$ 942 | \$ (180) | |
| Instruction - Salaries | 512 | 609 | (97) | Timing of filling open positions, realignment of staffing needs - removal of CRE teaching positions for remainder of FY23 |
| Support - Salaries | 16 | 43 | (27) | Duties are being covered by CRE Coordinator - R. Putnam (Stride Employee). Plan to add Counselor by end of FY23 |
| Admin - Salaries | 234 | 290 | (56) | Timing of filling open positions, realignment of staffing needs |
| Employee Benefits | 167 | 261 | \$ (94) | Reduction with salaries and alignment to YTD benefit trend |
| Purchased Prof and Tech Serv* | \$ 165 | \$ 31 | \$ 134 | |
| K12 Charges | | | | |
| Non K12 Charges | 165 | 31 | 134 | Correction/Addition of consulting costs, Increase in Special Education contracted services and legal expense assumption |
| Purchased Property Services | \$ 14 | \$ 69 | \$ (55) | |
| K12 Charges | | | | |
| Non K12 Charges | 14 | 69 | (55) | Reduction of rent - push office startup to Q4 |
| Other Purchased Services | 32 | 54 | (22) | Correction to Liability Insurance and Reduction of non-rent facility costs assuming office start up in Q4 |
| Supplies | 19 | 37 | (18) | Movement of facility to June/July |
| Property | 51 | 74 | (23) | Movement of facility to June/July |
| Other Objects | 70 | 63 | 7 | |
| Total Expenditures | \$ 1,280 | \$ 1,530 | \$ (251) | |
| Total Gain/(Loss) | \$ 224 | \$ (0) | \$ 223 | |