



COMPASS
CHARTER SCHOOLS



2021-22 Finance Update
May 2022

(855) 937- 4227

CompassCharters.org

COMPASS
CHARTER SCHOOLS



Agenda

- Mission and Vision
- Values
- Enrollment Update
- Fiscal Impacts
- Funding Determination
- Q & A



Our Mission and Vision

MISSION STATEMENT

Our mission is to inspire and develop innovative, creative, self-directed learners, one scholar at a time.



VISION STATEMENT

Our vision is to create a collaborative virtual learning community, inspiring scholars to appreciate the ways in which arts and sciences nurture a curiosity for life-long learning, and prepare scholars to take responsibility for their future success.



Our Values

COMPASS CHARTERS

-  **A**chievement: Engage in and take charge of your learning.
-  **R**espect: Be respectful in all interactions with fellow scholars, learning coaches, faculty, and staff.
-  **T**eamwork: Work cooperatively with all persons involved in your education. *Teamwork makes the Dreamwork*
-  **I**ntegrity: Behave following strong ethical principles, values, and academic honesty.
-  **C**ommunication: Frequently and proactively communicate with all persons involved in your education.



2021 – 22 Local Control Funding Rates

Grade Span	LCFF Base Grant
TK-3	\$8,093
4-6	\$8,215
7-8	\$8,458
9-12	\$9,802

Grade Span	Grade Span Adjustment
TK-3	\$842
9-12	\$255



FY 22 Revenue

Los Angeles	San Diego	YOLO	Home Office	Total
\$10,601,585	\$10,624,703	\$7,424,568	\$0	\$28,650,856

FY 22 Expenses

Los Angeles	San Diego	YOLO	Home Office	Total
\$10,428,240	\$11,354,263	\$7,228,420	\$0	\$29,010,964

FY 22 Ending surplus/deficit Based on 2nd Interim Reports

Los Angeles	San Diego	YOLO	Home Office	Total
\$172,305	(\$729,561)	\$196,148	\$0	(\$360,108)

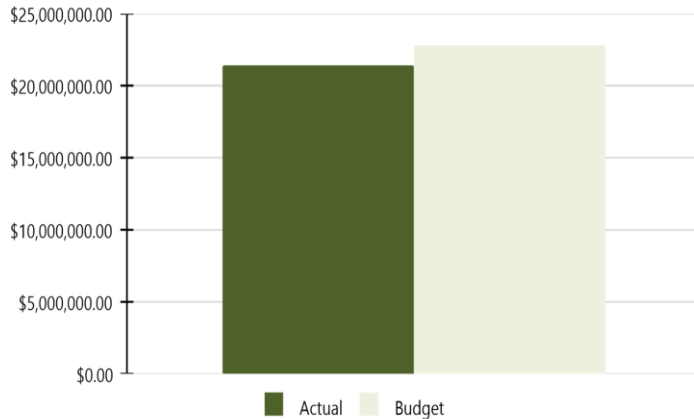
Based on second Interim reports



Compass Charter Schools Financial Snapshot

FY 2021-2022, July - April

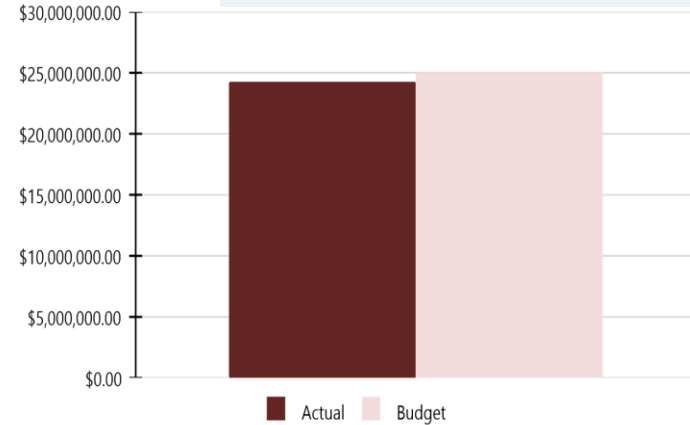
Revenue to Date



Revenue Summary


Actual	\$21,396,742
Budget	\$22,778,023
Actual to Budget	-6.1 %

Expense to Date



Expense Summary

Actual	\$24,252,501
Budget	\$25,009,999
Actual to Budget	-3.0 %

 Cash Balance
\$9,459,720



Actual to Budget Summary

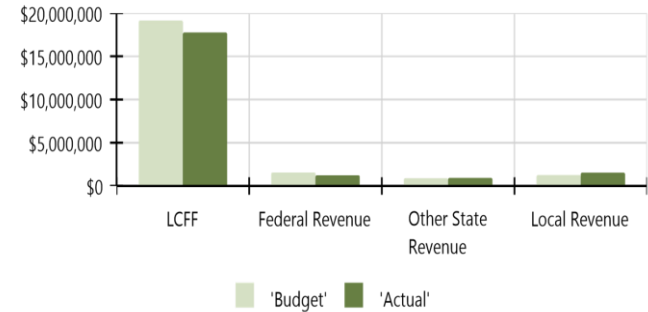
FY 2021-2022, July - April

This report displays all actual and budgeted revenue and expenditures by object code series and by month. This report can be useful in ensuring you receive your revenue in a timely manner and that you stay within the board approved expenditure levels.

Revenue	Expenses	Surplus / (Deficit)
\$21,396,742	\$24,252,501	(\$2,855,759)

Account Description	July - Last Closed			2021-2022		
	Actual	Budget	Variance \$	Total Budget	Actual to Total Budget %	Remaining Budget
LCFF	\$17,736,141	\$19,117,359	(\$1,381,219)	\$23,446,311	75.6 %	\$5,710,170
Federal Revenue	\$1,219,822	\$1,549,718	(\$329,896)	\$2,341,571	52.1 %	\$1,121,749
Other State Revenue	\$918,100	\$872,383	\$45,717	\$1,029,515	89.2 %	\$111,415
Local Revenue	\$1,522,680	\$1,238,562	\$284,117	\$1,833,459	83.0 %	\$310,780
Total Revenue	\$21,396,742	\$22,778,023	(\$1,381,281)	\$28,650,856	74.7 %	\$7,254,114

Revenue by Category



Account Description	July - Last Closed			2021-2022		
	Actual	Budget	Variance \$	Total Budget	Actual to Total Budget %	Remaining Budget
Certificated Salaries	\$9,384,433	\$9,514,881	\$130,448	\$11,619,107	80.8 %	\$2,234,674
Classified Salaries	\$2,776,248	\$2,818,335	\$42,087	\$3,399,578	81.7 %	\$623,329
Employee Benefits	\$3,996,010	\$3,924,683	(\$71,327)	\$4,674,080	85.5 %	\$678,071
Total Personnel Expenses	\$16,156,691	\$16,257,899	\$101,208	\$19,692,765	82.0 %	\$3,536,074
Books and Supplies	\$4,094,141	\$4,917,716	\$823,574	\$4,923,584	83.2 %	\$829,443
Services & Other Operating Expenses	\$4,001,668	\$3,834,385	(\$167,284)	\$4,394,615	91.1 %	\$392,947
Other Outgo	-	-	-	-	0.0 %	\$0
Total Operational Expenses	\$8,095,810	\$8,752,100	\$656,291	\$9,318,199	86.9 %	\$1,222,389
Total Expenses	\$24,252,501	\$25,009,999	\$757,499	\$29,010,964	83.6 %	\$4,758,463
Net Income	(\$2,855,759)	(\$2,231,977)	(\$623,782)	(\$360,108)	793.0 %	\$2,495,651

Expense by Category





Understanding the Financial Health of the Organization

Current Ratio (Liquidity)

Ability to pay short-term obligations

	Current:	Target:
	3.9	> 1.0

Formula:

$(\text{Current Assets}) / (\text{Current Liabilities})$

Defensive Interval

Months of continued operation without incoming funds

	Current:	Target:
	3.5	> 4 months

Formula:

$(\text{Cash} + \text{Securities} + \text{AR}) / (\text{Average Expenses for Past 12 Months})$

Cash Ratio

Ability to meet short-term obligations with cash

	Current:	Target:
	353.6 %	> 100.0 %

Formula:

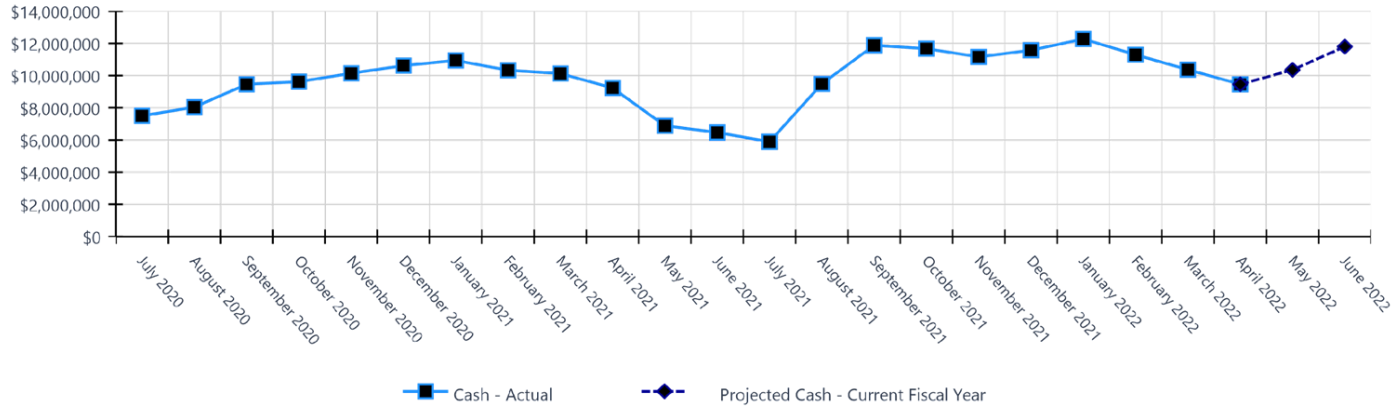
$(\text{Cash}) / (\text{Current Liabilities})$





Monthly Cash Balance Over Time

Current fiscal year and prior year

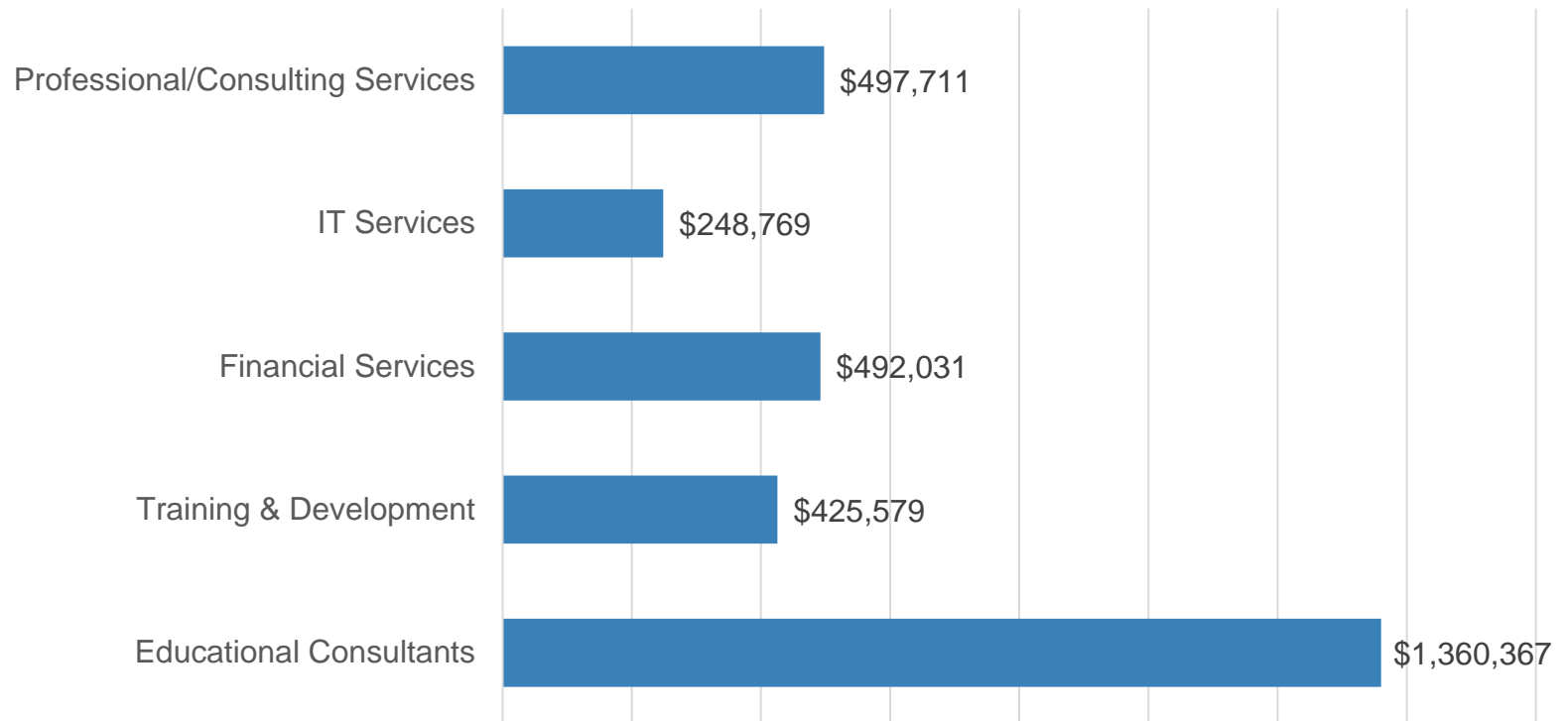


	Cash Amount	Actual or Projected
July 2020	\$7,501,632.16	Actual
August 2020	\$8,039,344.06	Actual
September 2020	\$9,459,703.09	Actual
October 2020	\$9,620,238.76	Actual
November 2020	\$10,141,784.16	Actual
December 2020	\$10,619,537.08	Actual
January 2021	\$10,943,389.04	Actual
February 2021	\$10,330,441.42	Actual
March 2021	\$10,129,997.15	Actual
April 2021	\$9,230,834.45	Actual
May 2021	\$6,886,351.68	Actual
June 2021	\$6,468,358.69	Actual

	Cash Amount	Actual or Projected
July 2021	\$5,888,993.16	Actual
August 2021	\$9,485,434.42	Actual
September 2021	\$11,881,276.91	Actual
October 2021	\$11,673,018.17	Actual
November 2021	\$11,157,901.31	Actual
December 2021	\$11,575,940.87	Actual
January 2022	\$12,274,921.27	Actual
February 2022	\$11,294,552.84	Actual
March 2022	\$10,367,581.00	Actual
April 2022	\$9,459,720.14	Actual
May 2022	\$10,355,047.00	Projected
June 2022	\$11,799,912.00	Projected



Top 5 Category 5000 Expenses – as of 04.30.22





Funding Determination Overview

To qualify for a recommendation of 100 percent funding to the SBE, an NCB charter school must meet the following criteria:

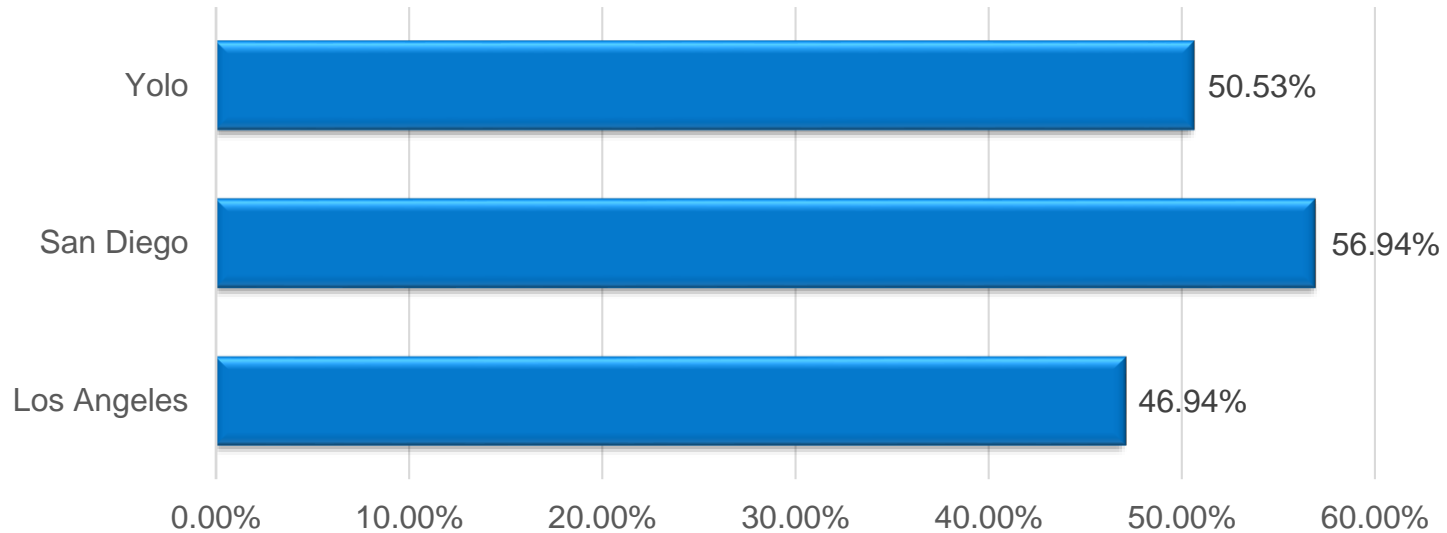
- Spend at least 40 percent of total public revenues (which includes federal revenues, state revenues, and local revenues from in-lieu property taxes) on salaries and benefits for all employees who possess a valid teaching certificate
- Spend at least 80 percent of total revenues on instruction and related services
 - Instruction/related services do not include:
 - Operations and Facilities;
 - Administration and All Other Activities; and
 - Other Outgo and Other Financing Uses.



80/40 Funding Determination

All FDF tests passed

Percent spent on Certificated Employee Salaries & Benefits to Total Public Revenues (5 CCR 11963.3[c][1])



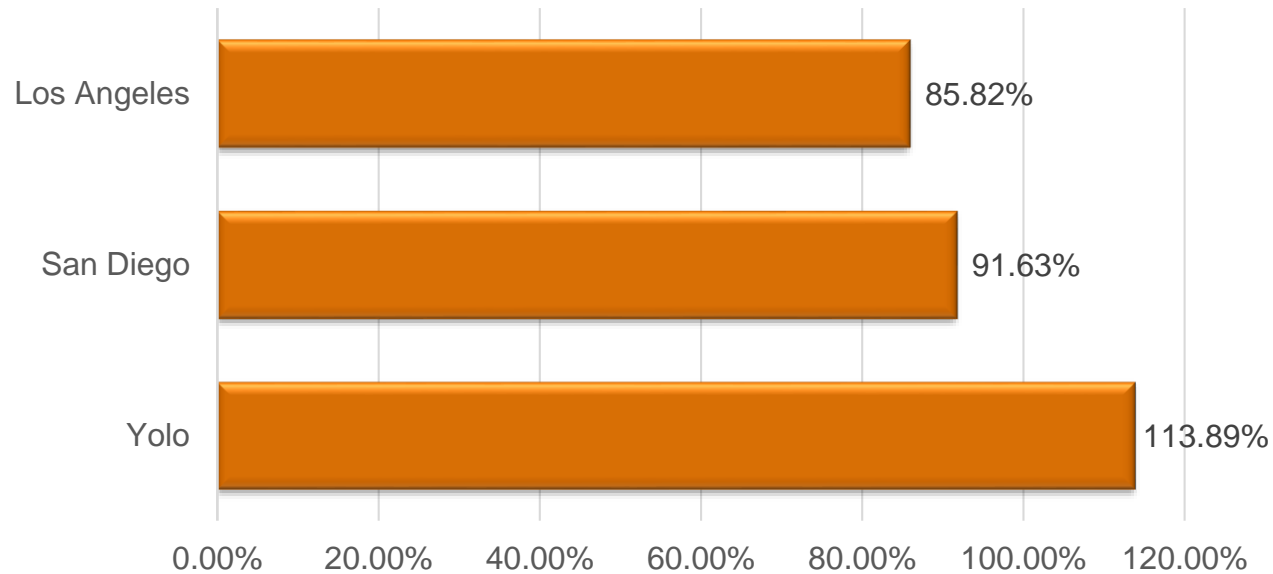
TARGET= 40%



80/40 Funding Determination

All FDF tests passed

Percent spent on Instruction & Instruction-Related Services to Total Revenues (5 CCR 11963.3[c][2])



TARGET= 80%



Questions?



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