

# **City of Cape Coral Charter School Authority**

**FY 2021-2023**

**Budget Workshop No. 2**

**May 22, 2020**



# Enrollment Forecast

Enrollment is the key driver of our funding; therefore, it is very important to maximize the number of students while adhering to class size limitations imposed by the State of Florida.

School	FY 2016 Actual	FY 2017 Actual	FY 2018 at Close	FY 2019 at Close	FY 2020 Adopted	FY 2020 at 12/19	FY 2021 Proposed	FY 2022 Proposed	FY 2023 Proposed
Oasis Elementary North (CME)	743.65	748.51	740.00	745.57	766.00	771.00	766.00	766.00	766.00
Oasis Elementary South (OES)	850.02	855.17	840.00	857.23	880.00	889.00	871.00	871.00	871.00
Oasis Middle School	830.89	831.06	806.00	835.76	840.00	833.86	840.00	840.00	840.00
Oasis High School	746.61	718.62	690.00	698.57	715.00	685.86	685.00	700.00	715.00
<b>Total:</b>	<b>3,171.17</b>	<b>3,153.36</b>	<b>3,076.00</b>	<b>3,137.13</b>	<b>3,201.00</b>	<b>3,179.72</b>	<b>3,162.00</b>	<b>3,177.00</b>	<b>3,192.00</b>

Note: Enrollment reflected an increase in FY 2020 at both Elementary Schools due to VPK closures.



# Revenues

- Major Revenues (State Shared) are budgeted at 95%
- Florida Education Finance (FEFP) reflects an increase of \$100 per full-time equivalent (FTE)
- Safe School Funds are used to offset School Resource Officers (\$145k)
- Best & Brightest and School Recognition Funds will be discontinued
- Discretionary Capital remains in “Restricted” Fund Balance in the amount of \$1,697,980
- Public Education Capital Outlay is estimated to increase \$11 million across all charter schools and updated as funds are announced

## Changes:

- Increased Misc. Reimbursable Revenue by \$67,500 to OMS for half the cost of AC in gymnasium (cost to be shared with P&R); will shift out to FY 2023 at recommendation by City Facilities
- Misc. adjustments to revenues needed



# Budget Overview

## Revenues

Revenues by Category - Sources	FY 2019	FY 2020	FY 2020	FY 2021	% Change	% Change	FY 2022	FY 2023
	Actual	Adopted	Amended	Requested	FY 2020 Adopted	FY 2020 Amended	Requested	Requested
Intergovernmental	\$(23,463,905)	\$(22,902,035)	\$(22,961,519)	\$(22,442,792)	-2.01%	-2.26%	\$(22,848,023)	\$(23,256,233)
PECO Fixed Capital	(1,527,869)	(1,527,869)	(1,541,438)	(1,559,741)	2.09%	1.19%	(1,559,741)	(1,559,741)
Charges for Service	(756,774)	(778,535)	(810,535)	(858,500)	10.27%	5.92%	(871,645)	(884,975)
Miscellaneous	(427,451)	(292,001)	(380,070)	(448,797)	53.70%	18.08%	(365,762)	(379,377)
Transfers In	(250,750)	(128,410)	(50,000)	(52,000)	-59.50%	4.00%	(55,000)	(58,000)
<b>Total Revenues:</b>	<b>\$(26,426,748)</b>	<b>\$(25,628,850)</b>	<b>\$(25,743,562)</b>	<b>\$(25,361,830)</b>	<b>-1.04%</b>	<b>-1.48%</b>	<b>\$(25,700,171)</b>	<b>\$(26,138,326)</b>

## Expenditures

Expenditures by Category - Uses	FY 2019	FY 2020	FY 2020	FY 2021	% Change	% Change	FY 2022	FY 2023
	Actual	Adopted	Amended	Requested	FY 2020 Adopted	FY 2020 Amended	Requested	Requested
Personnel	\$ 16,647,523	\$ 17,973,862	\$ 18,118,812	\$ 18,222,802	1.39%	0.57%	\$ 18,646,462	\$ 19,178,897
Operating	7,984,860	8,214,336	8,333,829	8,366,494	1.85%	0.39%	8,233,035	8,132,455
Capital	1,534,108	485,724	490,925	416,492	-14.25%	-15.16%	440,692	427,392
Debt Service	316,951	348,859	343,468	90,381	-74.09%	-73.69%	40,213	23,501
<b>Total Expenditures:</b>	<b>\$ 26,483,442</b>	<b>\$ 27,022,781</b>	<b>\$ 27,287,034</b>	<b>\$ 27,096,169</b>	<b>0.27%</b>	<b>-0.70%</b>	<b>\$ 27,360,402</b>	<b>\$ 27,762,245</b>

Needed from Reserves: \$ 56,694 \$ 1,393,931 \$ 1,543,472 \$ 1,734,339

**At Budget Workshop No. 1** \$ 2,034,497

\$ 1,898,174 \$ 1,850,700



# Personnel Overview

## Personnel costs include:

- 3% Increase to Payroll
- 5% Increase to Health Care
- Florida Retirement System (FRS) employer contribution remains consistent at 8.47% and 3% per employee
- Workers Compensation rates reflect a slight reduction based on information provided by National Council on Compensation (NCCI)
- Increase to Add-Pays at OHS

## Changes:

- Reduced Superintendent's Sr. Management Class 26.59% to 8.47%



# Position Summary

- **Oasis Elementary South (OES)**
  - Added 1 Teacher (partially offset by 1.5 Para I's)
- **Oasis Elementary North (CME)**
  - Added 1 Teacher
- **Oasis Middle School**
  - Added 3 Teachers
- Floating Teacher to be split with all schools

## Changes:

- Placed New Office Assistant at CME on hold
- Placed New Para I at OHS on hold
- Placed 2<sup>nd</sup> Transportation Supervisor hiring on hold
- Removed 2 New Bus Drivers (replaced with 40 hours for Sub-Bus Drivers)
- Removed Payroll Supervisor
- Removed Social Worker



# Operating Overview

Major operating expenditures include:

- Information technology refresh
- Adoption year for textbooks
- Painting of all school interiors
- Mini split ac units
- OMS gymnasium floor imprint of new logo
- CME airnasium resurface

Changes:

- Added web cameras \$16k
- Added site design of back field \$10k
- Shifted OHS technology funds \$52k to Elementary for 1:1
- Removed funding for cafeteria equipment \$19.9k
- Added \$9,000 for Covid-19 Precautions (Masks/Therm)



# Capital Overview

Major Capital expenses include:

- Purchase of 2 Buses
- Replace a/c unit OMS Gym (split with P&R)
- OHS Gym Scoreboards
- OMS Cafeteria Tables

Changes:

- Removed OMS egress door \$10k
- Removed cafeteria equipment \$10.4k
- Need to shift \$135,000 from Capital for OMS Gym AC to FY 23





# Items Continued to be Pushed Out

- Carpet exceeded \$1.0 mil and was placed on a 5-year replacement plan
- LED lighting project
- Resurface parking lot

# Debt Service Overview

- Debt Service Includes:
  - In FY 2020 the remaining balance for the 15 school buses purchased in 2012 was paid in full
  - FY 2021 and FY 2022 reflects last payments on the four 2015 Bus Purchase
  - Photo copy machine lease



# Fund Balance/Reserves

The Charter School Authority shall maintain, at a minimum, an unassigned fund balance in its operating fund equal to 5% of the annual expenditures.

## Fund Balance at 4/1/20

FL Class	\$	3,433,436
SBA		4,699,425
United		521,492
<b>Total Fund Balance:</b>	<b>\$</b>	<b><u>8,654,353</u></b>
Est. Year-End Add Back:		648,313
Total Fund Balance:	<b>\$</b>	<b><u>9,302,666</u></b>
Less Restricted Fund Balance		(1,697,980)
Unassigned Fund Balance:	<b>\$</b>	<b><u>7,604,686</u></b>

## Reserve Requirement:

	<b>Total</b>	<b>5% of</b>
<b>Year</b>	<b>Expenditures</b>	<b>Expenditures</b>
FY 2021	\$ 27,096,169	\$ 1,354,808
FY 2022	\$ 27,360,402	\$ 1,368,020
FY 2023	\$ 27,762,245	\$ 1,388,112

Unassigned Fund Balance:	\$	7,604,686
Less Reserve Requirement:		(1,354,808)
Less Use of Reserves:		<u>(1,734,339)</u>
<b>Remaining Fund Balance:</b>	<b>\$</b>	<b><u>4,515,539</u></b>

**Budget Workshop No. 1 Remaining Fund Balance: \$4,204,675**

# Items for Discussion

- Teacher Increases
  - Plan A: Only use what the Governor provides for base increases per statute
  - Plan B: Supplement Governor's allotment so that all teachers receive a maximum of 3%
  - Plan C: Give one time bonuses to teaching staff using a portion of 3% (since there is no longer Best & Brightest or School Recognition funds)
  - Other

# Summary

- Round table discussion
- Incorporate any changes resulting from our workshop as well as adjustments to funding
- Tentative Budget presented for approval in June 2020
- Adopted Budget will be presented in August 2020 for Governing Board Approval
- Adopted Budget will be incorporated into City of Cape Coral Public Hearings for final hearings and approval



# Teacher Increases – Plan A

- Only use what Governor provides for base increases per statute
- Wait until the funds are received and then make retro
  - Cost to bring teachers to \$47,500      \$593,623
  - Veteran Teachers a 3% increase      \$99,104
  - Don't know what the allocation will be.

# Teacher Increases – Plan B

- Supplement Governor's allotment so that all teachers receive a minimum of 3%
- Wait for allocation
  - Those teachers not at 3% but brought to \$47,500 will cost \$16,914
  - Veteran teachers 3% equates to \$99,104
  - Don't know what the allocation will be.

# Teacher Increases – Plan C

- Give one time bonuses to teaching staff using a portion of 3%
  - 3% set aside in budget for teachers in FY21 totals \$308,030, including overheads
  - 2% is \$205,354
  - 1% is \$102,677
- There are a total of 188 teachers
- Don't know what the allocation will be.



# Teacher Increases – Plan D

- Give VAM payouts duplicating last fiscal year
  - 28 Teachers were Effective
  - 132 Teachers were Highly Effective
    - Total payout was \$243,712
  - Don't know what allocation will be.