PLC CHARTER SCHOOLS

Detailed Business Plan
Financial Sustainability
Part A

April 26th, 2012

PLC Charter Schools
Renewal Budget Plan

	Actual	Projected Financial Information		
	FY 2011	FY 2012	FY 2013	FY 2014
ADM:		843.99	1072.54	1162.78
REVENUE				
State Equalization Assistance	$ 5,678,025	$ 4,646,817	$ 5,898,970	$ 6,395,290
Classroom Site Fund	$ 240,155	$ 213,524	$ 235,980	$ 255,835
Instructional Improvement Fund	$ 39,066	$ 39,066	$ 39,191	$ 42,488
Federal Funds/Grants	$ 873,457	$ 606,431	$ 568,823	$ 570,223
Other State Funds/Grants (SEI)	$ -	$ 124,943	$ -	$ -
Food Service (e.g., NSLP, food sales)	$ 16,013	$ -	$ -	$ -
Extracurricular Tax Credits	$ 19,708	$ 3,040	$ 4,500	$ 5,000
Contributions and Donations	$ 25,872	$ 5,077	$ 6,000	$ 6,500
Fundraising	$ -	$ -	$ -	$ -
Earnings on Investments	$ -	$ -	$ -	$ -
Student Activities	$ 43,313	$ -	$ -	$ -
Kindergarten Tuition (Applies only to FY10	$ -	$ -	$ -	$ -
& FY11 unless expanded by Legislature)	$ -	$ -	$ -	$ -
Other	$ 159,982	$ 16,432	$ 19,000	$ 19,500
TOTAL REVENUE	$ 7,095,590	$ 5,655,329	$ 6,772,464	$ 7,294,836
EXPENSES				
Instructional				
Salaries	$ 1,992,107	$ 1,591,420	$ 1,809,814	$ 1,914,814
Payroll Taxes	$ 175,873	$ 163,916	$ 204,871	$ 216,757
Employee Benefits	$ 341,478	$ 463,581	$ 595,429	$ 706,566
Performance Pay with Tax & Benefits	$ 83,607	$ 85,409	$ 94,392	$ 102,334
Tutoring Pay with Tax & Benefits		$ 82,316	$ 82,629	$ 47,028
Purchased Services (Consultants)		$ -	$ -	$ -
Purchased Services (Special Education)	$ 193,539	$ 55,500	$ 58,614	$ 60,000
Technology		$ 15,000	$ 17,000	$ 19,000
Textbooks/Curriculum/Library	$ 46,281	$ 139,000	$ 250,000	$ 250,000
Instructional Supplies	$ 74,653	$ 36,000	$ 45,749	$ 49,598
Temporary Teachers	$ 26,193	$ 22,680	$ 28,822	$ 31,247
Contracted Teachers	$ 49,421	$ 80,000	$ -	$ -
Professional Development	$ 17,684	$ 15,000	$ 17,000	$ 19,000
Travel	$ -	$ -	$ -	$ -
Other	$ -	$ -	$ -	$ -
Total Instructional	$ 3,000,835	$ 2,749,823	$ 3,204,319	$ 3,416,344
Non-Instructional				
Salaries	$ 1,032,367	$ 818,301	$ 916,310	$ 916,310
Payroll Taxes	$ 86,624	$ 84,285	$ 103,726	$ 103,726
Employee Benefits	$ 168,190	$ 238,371	$ 298,571	$ 298,571
Purchased Services	$ 79,776	$ 30,000	$ 10,000	$ 10,000
Rent/Bond Payment	$ 822,410	$ 1,011,198	$ 1,396,422	$ 1,638,833
Repairs and Maintenance	$ 139,204	$ 42,100	$ 45,000	$ 50,000
Property, Casualty, Liability Insurance	$ 57,488	$ 23,600	$ 64,970	$ 64,970
Interest/Property Taxes	$ 10,728	$ -	$ -	$ -
Communications	$ 39,495	$ 21,100	$ 23,000	$ 25,000
Utilities	$ 132,329	$ 105,841	$ 134,453	$ 140,714
Furniture and Other Equipment	$ -	$ 4,950	$ 10,000	$ 50,000
Note/Loan/Non-Facility Lease Payments	$ 12,376	$ 15,453	$ 15,453	$ 15,453
Payroll Fees	$ 10,935	$ 8,904	$ 7,000	$ 7,000
Audit	$ 19,400	$ 9,353	$ 14,000	$ 14,000
Legal	$ 71,456	$ 30,600	$ 8,500	$ 8,500
Advertising/Marketing	$ 15,055	$ 3,475	$ 4,000	$ 4,000
Travel	$ 970	$ 3,844	$ 3,900	$ 4,000
Printing and Postage	$ 2,659	$ 1,512	$ 1,800	$ 1,900
Supplies	$ 46,745	$ 17,000	$ 20,000	$ 22,000
Network Support	$ 25,329	$ 26,400	$ 30,800	$ 30,800
SDMS Software & Support	$ 12,000	$ 17,500	$ 8,500	$ 8,500
Food	$ 19,078	$ 5,368	$ 5,400	$ 5,500
Transportation	$ 119,536	$ 6,870	$ 7,500	$ 8,500

Student Activities, Field Trips	$ 32,922	$ -	$ -	$ -
Fees and Dues	$ 5,835	$ 2,000	$ 2,500	$ 3,000
Depreciation	$ 497,069	$ 351,784	$ 350,000	$ 400,000
Other	$ 365,628	$ 9,306	$ 57,895	$ 8,395
Total Non-Instructional	$ 3,825,603	$ 2,889,116	$ 3,539,698	$ 3,839,670
TOTAL EXPENSES	$ 6,826,439	$ 5,638,938	$ 6,744,017	$ 7,256,014
Increase (Decrease) in Net Assets	$ 269,152	$ 16,391	$ 28,447	$ 38,822
Net Assets, Beginning of Year	$ (585,101)	$ (315,949)	$ (299,558)	$ (271,111)
Net Assets, End of Year	$ (315,949)	$ (299,558)	$ (271,111)	$ (232,290)

ASSUMPTIONS/NOTES

AAEM = Arts Academy at Estrella Mountain
AASC = Arts Academy at Scottsdale
AASM = Arts Academy at South Mountain

Revenue

State Equalization is calculated at $5,500 per student.
Revenue assumes no increase in state funding or weighted percentage.
ADM is calculated at 94% of enrollment based on historical data.
Classroom Site Fund revenue based on $190 per student.
FY11 Other Account includes AASM Early Childhood, Backpacks & Uniforms, After School Registration, Bus/Transportation Fees @ AASM, Event Income, Materials & Clubs @ AASC, Rentals, Sale of Used Furniture from AASM, Drama Class Fees from AASC, Lifetouch Reimbursement, Payroll Deductions for Charity.
FY11 - Food Service and Student Activities amounts are for AASC.
FY13 - Additional classrooms will add 243 students.
FY14 - Additional classrooms will add 96 students.

Expenses

Other (Non-Instructional) amounts includes Security, Rentals, Interest and New Construction costs.
FY11 - includes two PLC schools that were closed effective FY12.
FY11 - Interest/Property Taxes are for AASC.
FY11 - Student Activities, Field Trips (Non-Instructional) are for AASC.
FY12 - $51,143.50 for Math curriculum is included in the Textbooks/Curriculum/Library line item.
FY12 - Insurance expenses have been reimbursed through the bond operating account.
FY12 - Rental expenses decreased due to the closure of AASM and AASC moving to its own charter.
FY13 - $78,000.00 for Math curriculum is included in the Textbooks/Curriculum/Library line item.
FY13 - Charter acquired bond financing for additional building.
FY13 - Discontinued the use of contracted teaching staff.
FY14 - $45,000.00 for Math curriculum is included in the Textbooks/Curriculum/Library line item.

The 17% decrease in total expenses for FY12 is due to the closure of AASM and AASC moving to its own charter.
The 20% increase in total expenses for FY13 is due to the expansion of AAEM.