Revenues:

State Equalization funding is based on FY2009-10 Basic Calculations for Equalization Assistance for Charter Schools. The first year assumes 200 full-time students ($1,362,340), the second year assumes 250 full-time students ($1,686,586) and the third year assumes 300 full-time students. We did not factor any Add-Ons such as ELL and DD, ED, MIMR, SLD, SLI, OHI students.

Expenses:

Personnel Costs

Superintendent @ 25%, $31,000 (included in RMG contract with PRA)
Principals (2) average cost: $60,000 each (included in RMG contract with PRA)
Teachers
Regular Education (1st yr- 8, 2nd yr 10, 3rd yr 12), average cost: $33,000
Lead, Special Education, and Curriculum Resources (1st yr- 2, 2nd yr - 2, 3rd yr - 3), average cost: $36,900
Front Desk staff (2) $11.00/hour
Bookkeeper @ 25% $12.50/hour (included in RMG contract with PRA)
Student Services @ 25%: $32,500 for Student Services manager and four staff (included in RMG contract with PRA)

Employee Benefits @ 27.1% of salaries include Arizona State Retirement, FICA and health insurance

Purchased Services from Education Service Provider- Personnel: Personnel provided through PRA agreement with RMG: Business services includes human resources, payroll, finance, maintenance, and technology.

Purchased Services from Education Service Provider- Curriculum Support: Curriculum support: includes teacher and staff training and support in delivering RMG developed curriculum, the fee is based on 10% of equalization assistance

Purchased Services from Education Service Provider- Contracted Services: Costs are based on RMG expenses for current active schools ($10,712, per school cost equals $3,571)

SAIS software: RMG uses Schoolmaster software to upload student information to ADE; the annual software cost is $800

Instructional Aides/Books/Library/Software: In addition to the start-up costs of $61,500, the standard curriculum software, RMG continually supplements and upgrades instructional software to enhance our curriculum delivery, the costs represent RMG estimates for year one $11,000.

Marketing & Advertising: RMG incurs $82,450 per year for marketing costs. The PRA assessment is 25% of the total costs. Marketing includes TV, Radio and billboard advertising. $20,613

Other (printing, postage): postage and printing costs for routine business activity based on current activity of other schools. $1,500

Supplies: RMG incurs approximately $8,700 per year per school for supplies. This includes paper, toner, envelopes, cleaning supplies.

Phone communications: based on RMG total phone costs, PRA share will be $4,350 per year.

Custodial & Landscaping services: outside services will cost $600/year, custodial services are provided by RMG thru the PRA agreement

Property/Casualty Insurance: Insurance is obtained by RMG for all the schools. PRA's prorated cost is estimated to be ($42,000/4) $10,500.

Utilities: Based on the utility costs for the other schools, we estimate PRA's annual utility costs will be $20,000.

Rent/Lease: RMG will contract with Mission Rose Development, LLC to lease the building for PRA. The monthly lease will be approximately $19,000 per month for 12,000 sq ft. ($1.58/sq ft).

Fees/Permits and dues: Fees and permits for PRA will be approximately $1,500 per year.

Accounting services (Payroll processing): RMG will contract with Paychex to process payroll for Pima Rose Academy. $350 per bi-weekly payroll.

Upgrades (internet connectivity): Monthly internet connection (fiber optic) costs are $934/mo., annual costs are $11,208 through a contract with Qwest.

Leases (Computers, Office Equip): RMG will obtain leases, loans and working capital to finance 174 computers, 174 student and staff desks and office furniture. The total cost is estimated to be $300,000.

Reserves for computer upgrades, replacements and building maintenance: RMG will set aside $20,000 the first year and higher amounts in subsequent years for computer upgrades, replacements and building maintenance.

Other (security, copier lease): The current monthly costs for PRA security ($113/mo) and copier maintenance ($130) total $2,916 per year.