



TO: Commissioners, Tennessee Public Charter School Commission

FROM: Melanie Harrell, Director of Finance and Operations

DATE: January 20, 2022

SUBJECT: Charter Commission Budget Updates

FY22 Budget to Actuals

- We have updated the current FY22 budget to actuals to reflect our current spending and drawdown.
- BEP passthrough and authorizer fee projections have been increased following the local revenue true up. Local districts reported higher than budgeted local revenues, which significantly increased the BEP allocation for Davidson County schools, and slightly increased them for Shelby County.
- While all revenue is available at the beginning of the year, we update the Committee on how these funds are drawn down and expended over time this year. We are currently not anticipating expending all ESSER administrative funds initially budgeted and have decreased the forecast accordingly.
- We are still projecting a significant surplus overall for FY22 and are now projecting savings in salaries and benefits due to waiting to hire two positions until next fiscal year. This change will allow us to ensure the positions are most responsive to agency needs following the end of legislative session.
- Due to the delay in our new office space on the 8th floor, we are securing additional space on the 5th floor for new staff and shared conference rooms. We are still waiting to hear from General Services about what additional costs this may add to our facilities rent and will be updating the Committee on any changes to forecasted expenditures at our April meeting.

FY23 Update

- Given our discussion last Committee meeting, we have provided two FY23 budget drafts that show the variation in current "known" enrollment projections compared to the increases possible with new schools.
- We will be bringing an updated budget for approval at our April meeting. We also anticipate needing to make additional updates at our July meeting following legislative session and finalized projections.