



TO: Commissioners, Business Operations Committee

FROM: Melanie Harrell, Director of Finance and Operations

DATE: March 31, 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 adjusted slightly to reflect recent enrollment changes. Previously, 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. Any funds not used for administration will be reallocated to schools.
- We are still projecting a surplus overall for FY22.
- Due to the delay in our new office space on the 8<sup>th</sup> floor, we are securing additional space on the 5<sup>th</sup> floor for new staff and shared conference rooms. We have received our new estimate for rent and still anticipate being within budget for this fiscal year.
- We are still waiting on some reimbursements and authorizer fee revenue to be recorded by accounting. This means that our grant passthrough currently exceeds the revenue requested, though these reimbursements are pending.

### **FY23 Update**

- Given our discussion at our previous Committee meetings, we have provided a draft FY23 budget here to reflect our latest enrollment projections and updates to our anticipated expenses.
- We will bring an amended budget for approval at our July meeting, after the close of legislative session.
- The current draft budget anticipates an enrollment of approximately 3,900 students across nine (9) schools. We currently project a surplus of just under \$700,000. This amount is just under 25% of total projected revenue (excluding passthrough funds), which provides a cushion against uncertainty in enrollment variance.
- We will update the ESSER carryover amount, and the initial consolidated funding allocation, in our July budget. We have not currently received our initial funding allocations due to a delay in the federal appropriations.