



Citizen Budget Oversight Committee Minutes

November 13, 2018

Attendees: Paul Brooks, Denise Parks, Michael Padovani, George Hantzandreu, Karen Thorpe, Jason Sheehan, Evan Winokur, Riccardo Stoeckicht, Kevin Smith and Richard Riggs, DOE

Kevin Smith made the first motion and George Hantzandreu seconded the motion to begin the meeting. All approved

Meeting began at 5:54 p.m. Minutes from August 15, 2018 were reviewed.

Jason Sheehan made the first motion and Kevin Smith seconded the motion to approve the minutes. All approved

Financials for August - October were reviewed:

Revenue:

- 64.43% of total budgeted revenues have been collected to date as of October 31, 2018.
- Revenues collected in August – October are \$4,040,073.
- \$83,913 in transportation income is from rental of Odyssey buses for Red Clay routes received in October. The Red Clay arrangement is expected to generate \$41,000 per month in gross transportation income.
- Projected cash on hand is \$2,756,243. This amount is after subtraction of the \$415,039 2% required reserve contingency.
- Conservative accounting is still being used. Expenses that are running high have been reflected in the budget but expected savings in other areas are not yet reflected until further into the year. The final cash position is expected to rise
- Enrollment target of 1,795 has been exceeded.



Expense:

- The final budgeted expenses are \$25,184,663 (including contingency).
- Expenses to date are \$10,031,649 plus encumbrances of \$63,885, representing 40.09% of the budget as of Oct 31, 2018.
- Salaries are trending higher due to teacher credentialing. State funding increases will mostly offset this additional cost.
- Teachers did vote to unionize. This will cause a rise in legal fees which will mostly affect next year's budget.
- The July bond payment of \$2,880,089 included \$120,000 for a required maintenance reserve building towards the 5 year required total of \$600,000. This money is held in a restricted escrow account held by the trustee and any withdrawal must be approved by the bond holders.
- A sales agreement has been executed for the St. Thomas property and the buyer is in their due diligence process. If the sale goes through it will alleviate the debt cost for the property and is expected to generate a modest profit.

Jason Sheehan made the first motion and Michael Padovani seconded the motion to adjourn the meeting. All approved.