



**KANSAS CITY  
INTERNATIONAL  
ACADEMY**

# **SY24-25 Budget**

PREPARED **JUNE 2024** BY

**EdOps**

# Executive Summary

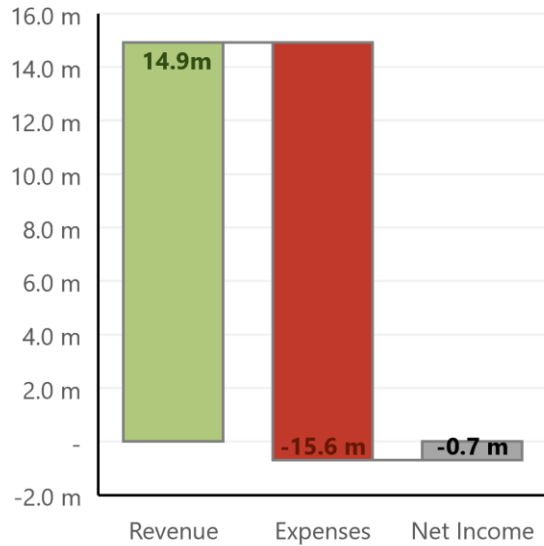
The FY25 budget reflects Kansas City International's financial plan for July 1, 2024-June 2025 fiscal year. The school is required to provide a board approved 1-year budget.

We developed this budget using historical revenue and expense information, as well as inputs about enrollment, staffing and programmatic changes from school staff.

The FY25 budget includes a budget shortfall, due to the strong beginning fund balance. Year end cash is projected at \$7.3M with nearly \$800k in facilities projects. Year end fund balance is estimated at 47%.

# FY25 KPIs

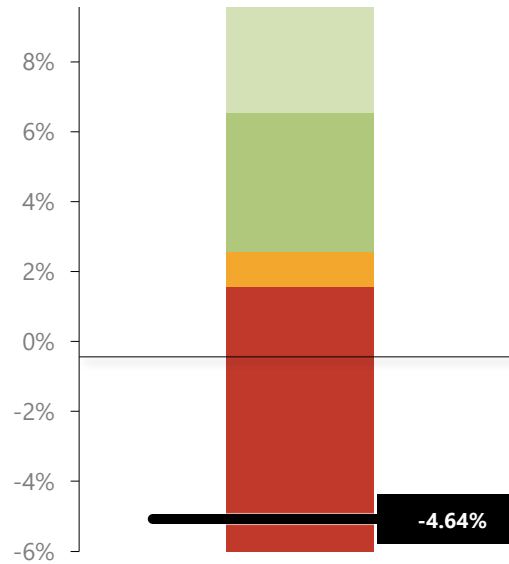
## NET INCOME



Revenue	14,912,597
Expenses	15,603,853
<b>Net Income</b>	<b>-691,256</b>

The forecasted net income is -\$691,256 on \$14,912,597 in revenue. This yields -4.64% in gross margin.

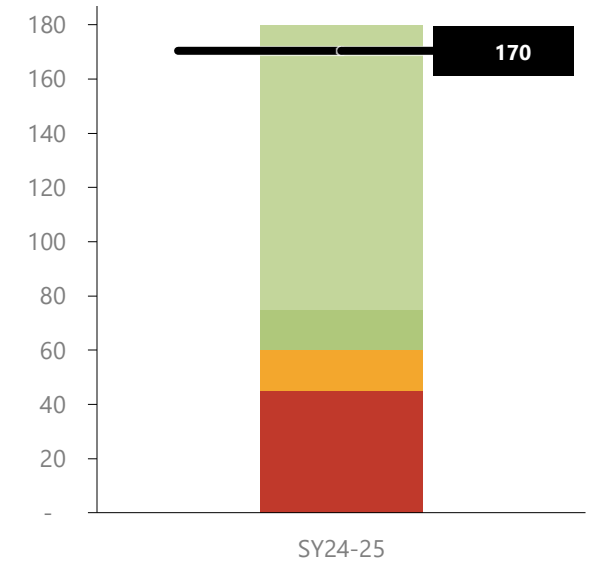
## GROSS MARGIN



Revenue	14,912,597
Expenses	15,603,853
Net Income	-691,256
<b>Gross Margin</b>	<b>-4.64%</b>

Gross Margin = Net Income / Revenue

## DAYS OF CASH



<b>Starting Cash</b>	<b>7,979,043</b>
Net Income	-691,256
<b>Net Annual Cash Increase</b>	<b>-691,256</b>
<b>Ending Cash</b>	<b>7,287,787</b>

We are predicting 170 days of cash at 6/30/25. This is based upon ending the year with 7,287,787 in cash.

# SY25 Budget

## REVENUE

Local Revenue	1,556,375
State Revenue	11,692,564
Federal Revenue	1,570,658
Private Grants and Donations	67,000
Earned Fees	26,000
<b>Total Revenue</b>	<b>14,912,597</b>

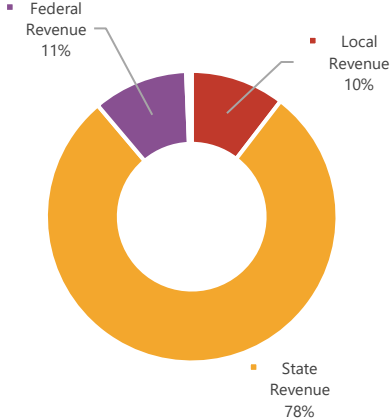
## EXPENSES

Salaries	8,117,290
Benefits and Taxes	2,181,829
Staff-Related Costs	152,341
Rent	3,000
Occupancy Service	682,018
Student Expense, Direct	975,202
Student Expense, Indirect	821,675
Office & Business Expense	559,243
Transportation	1,029,302
Interest	288,292
Facility Improvements	793,660
<b>Total Expenses</b>	<b>15,603,853</b>
<b>Net Income</b>	<b>(691,256)</b>

## REVENUE

We have budgeted **\$14,912,597** in revenue based upon FY23 FWADA, 12 ADA Summer School and a WADA payment of \$12,443 per student.

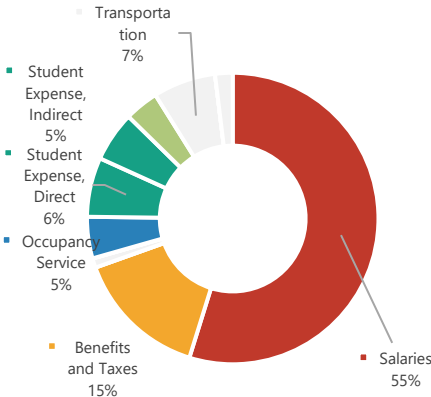
The largest components of revenue are \$12m (78.4%) in State Revenue and \$1.6m (10.5%) in Federal Revenue.



## EXPENSES

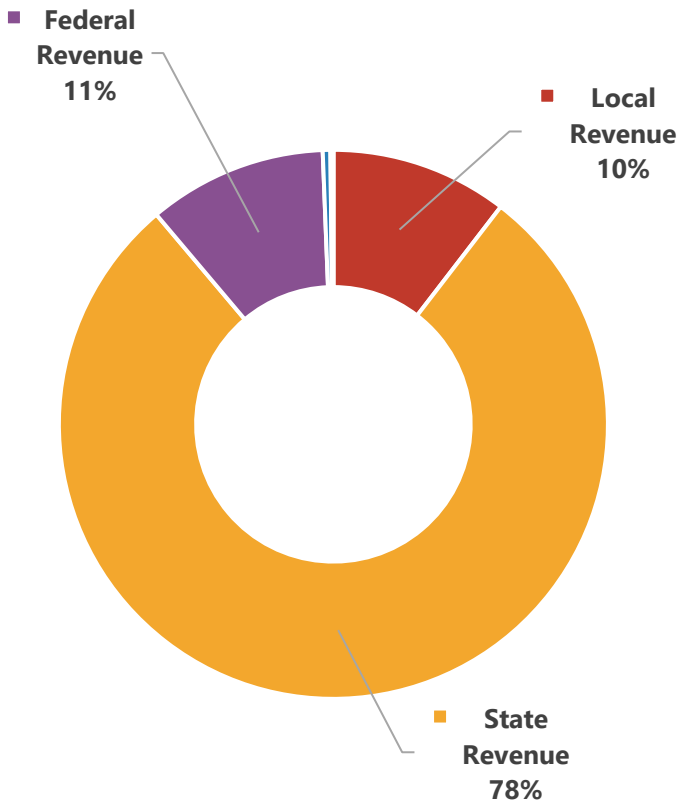
We have budgeted **\$15,603,853** in expenses based on 126 staff.

The largest components of expense are \$8,117,290 (52.0%) in Salaries and \$2,181,829 (14.0%) in Benefits and Taxes.



# Revenue | Overview

## SY25 BUDGETED REVENUE %



## COMMENTS

We have budgeted **\$14,912,600** in revenue for SY24-25, which is \$595k less than the amount forecasted for the year before.

The largest components of revenue are State Revenue (78.4%) and Federal Revenue (10.5%).

Highlighted year-to-year changes:

- \$1.4m decrease in Federal Revenue due to ESSER
- \$802k increase with a 13 increase WADA and updated per ADA State Revenue projections

## State Basic Formula

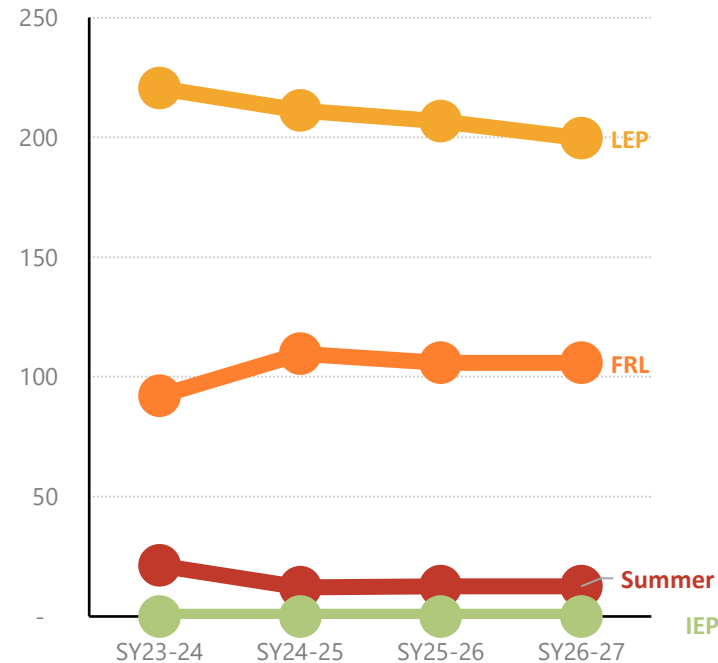
- Target 1<sup>st</sup>-day enrollment of 638 students
- 631 end of year student count, 89% attendance → ADA 568 → WADA=897
- DESE basic formula calculation allows charter schools to be paid on FWADA. FWADA is the use of the higher of the 2<sup>nd</sup> preceding year, 1<sup>st</sup> preceding or estimate of the current year WADA, less that year's summer school, plus current year summer school.
- **FY25 budgeted FWADA=910**

# Revenue | Enrollment Assumptions Detail

## WADA DETAIL

	FY 25
End of Year Enrollment	631
Attendance Rate	89%
Regular Term ADA	568
Summer ADA	12
FRL	110
LEP	207
WADA	897
FWADA	910
Per WADA amount	\$12,443

## SPECIAL POPULATIONS



### WADA

Weighted Average Daily Attendance is the ADA plus special populations Weights.

FY25 DESE threshold for FRL allows for a higher FRL weight

## FWADA

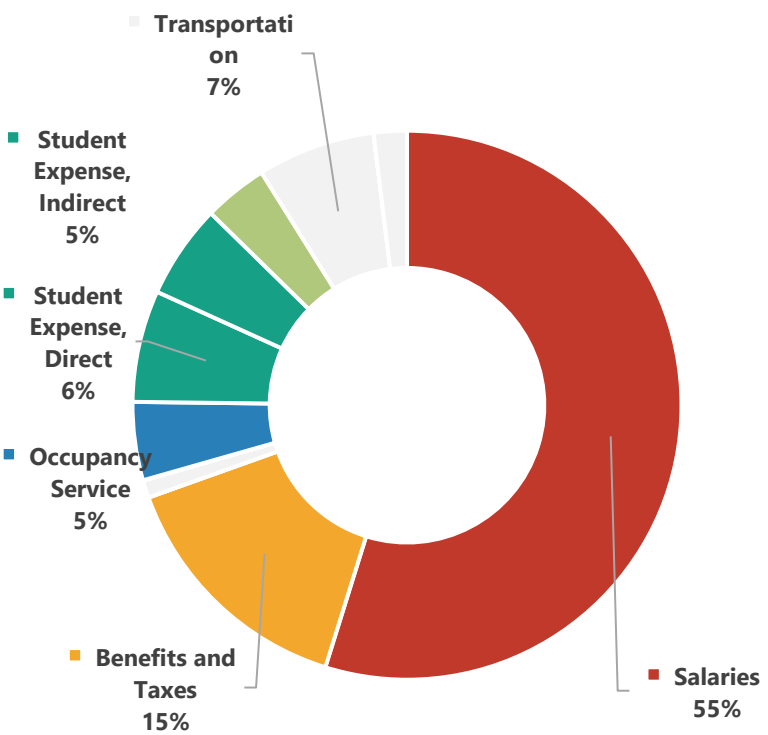
Weighted Average Daily Attendance is the ADA plus special populations Weights.

DESE basic formula calculation now allows charter schools to be paid on FWADA.

FWADA is the use of the higher of the 2<sup>nd</sup> preceding year, 1<sup>st</sup> preceding or estimate of the current year WADA, less that year's summer school, plus current year summer school.

# Expenses | Overview

## SY25 BUDGETED EXPENSE %



## COMMENTS

We have budgeted **\$15,603,850** in expenses for SY24-25, which is \$773k more than the amount forecasted for the year before.

The largest components of expenses are Salaries (52.0%) and Benefits and Taxes (14.0%).

Highlighted year-to-year changes:

- \$229k increase in Student Expense, Indirect
- \$218k increase in Salaries
- \$162k decrease in Student Expense, Direct

# Profit and Loss Changes: Comp FY24 and FY25

Income Statement	SY23-24	SY24-25	Difference	Comments
Revenue				
Local Revenue	1,528,334	1,556,375	28,041	<b>Prop C:</b> FY24 WADA 896.48 X \$1,513; \$200k interest
State Revenue	10,890,789	11,692,564	801,775	<b>State Basic Formula funding:</b> \$12,443 rate; 910 FWADA
Federal Revenue	2,939,047	1,570,658	(1,368,389)	\$0 ESSER fund budgeted FY25
Private Grants and Donations	120,928	67,000	(53,928)	Donation based on confirmed donor on matching expense
Earned Fees	28,271	26,000	(2,271)	eRate Revenue
<b>Total Revenue</b>	<b>15,507,369</b>	<b>14,912,597</b>	<b>(594,772)</b>	
Operating Expense				
Salaries	7,899,104	8,117,290	(218,186)	Overall, 3% increase in salaries compared to FY24
Benefits and Taxes	2,045,660	2,181,829	(136,169)	7% increase benefits, includes Work Comp insurance
Staff-Related Costs	136,871	152,341	(15,470)	11% increase, Staff PD and recruitment
Rent	-	3,000	(3,000)	Storage rental fee
Occupancy Service	668,166	682,018	(13,852)	2% increase; less Security grant related expenses FY24
Student Expense, Direct	1,137,273	975,202	162,071	Down 14%, due to ESSER related expenses in FY24
Student Expense, Indirect	592,706	821,675	(228,969)	New Food Vendor; \$30k in capital food service equipment
Office & Business Expense	491,879	559,243	(67,364)	14% increase; Standard COL increase and staff tech
Transportation	927,945	1,029,302	(101,358)	11% increase; based on vendor rates and needed routes
Interest	137,470	288,292	(150,822)	Loan P&I
Facility Improvements	445,000	793,660	(348,660)	HVAC; 4 new classrooms (donor funded); Fence; Concrete repair; parking lot; building assessment
<b>Total Expenses</b>	<b>14,482,074</b>	<b>15,603,853</b>	<b>(1,121,779)</b>	
<b>Net Income</b>	<b>1,025,295</b>	<b>(691,256)</b>	<b>(1,716,550)</b>	



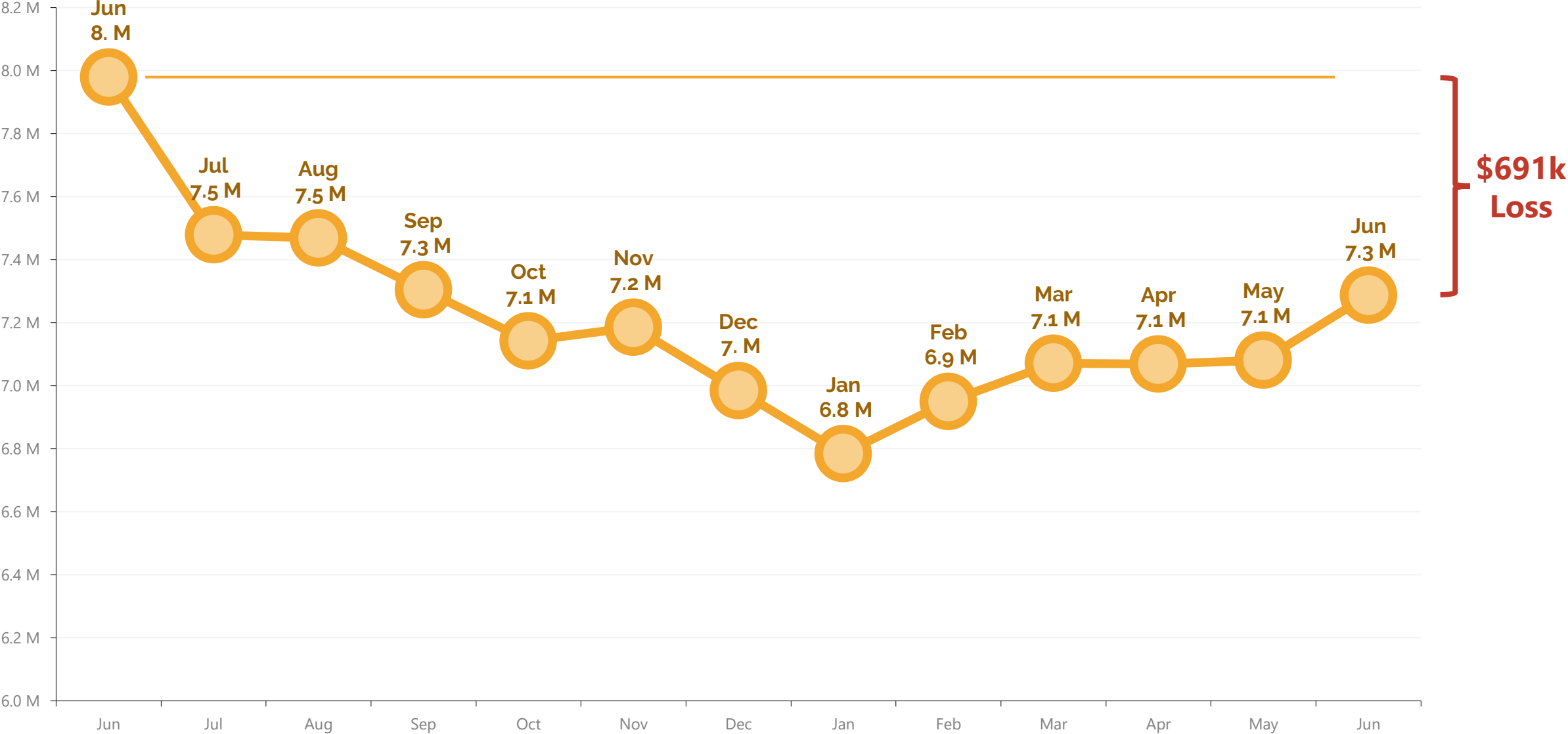


## **QUESTIONS?**

**Please contact your  
EdOps School Finance Manager:**

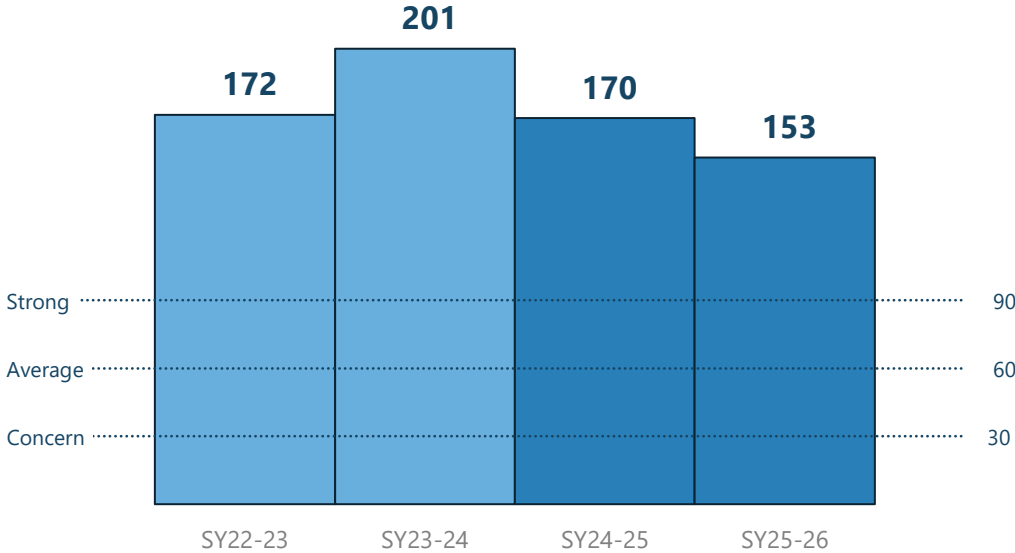
**Anne Nichols  
[anichols@ed-ops.com](mailto:anichols@ed-ops.com)**

# Appendix: Monthly Cash



# Days of Cash, In Context

## Historical Context: Days of Cash



### 170 DAYS OF CASH AT YEAR'S END

The budget predicts that we will end the year with 170 days of cash, which is 31 days worse than the cash forecast for 6/30/24.