

Finance Report May 2021

Edge High School

Cash Flow

- Beginning cash of \$12,599, Ending Cash of \$25,866
- Restricted Cash of \$156,803 Classroom Site, \$13,519 Instructional Improvement, \$32,682 Tax Credit
 - Restricted monies will be significantly lower in end of year activity in June

Revenues

- Tax credit revenues were less in April than in the prior year, but still greater for the full year
- State Equalization, State Restricted and Federal were all as expected.
- Federal for the year is significantly greater than the prior year as a result of PPP Loan Contribution Revenue, ESSER, ESSER 2 and Enrollment Stability Recovery Funds
- State Equalization is significantly less than prior year from the 30 ADM decrease year over year

Expenses

- Expenses for the month were very similar to the prior year. Salaries are greater monthly than the prior year from salary increases
- Purchased services were less year over year from Special Education Services and Legal Settlement

Budget

- The budget reflects the revision approved in April. Budgeted expenses are in line with this revision. The budget does not include the possible bond fees listed in the next section.

Charter Board Financial Framework

- The prospective financial framework through fiscal year 2021 quarter 4 is available with the board materials.
- The school may leave Intervention Status. To do so, all metrics must be Approaches, or better.
- Notes
 - Unrestricted Days Liquidity – Meets or Approaches. Will exceed 15 days (Approaches), but may exceed 30 (Meets)
 - Adjusted Net Income – Meets, Will exceed \$1
 - Lease Adjusted Debt Service Coverage Ratio – Approaches, if remains at or above 1.0 (this will be close, monitoring)
 - 3 year ADM Trend – Approaches, -8.8% (Decrease between 5%-14.99% Approaches)

- Going Concern, Default – Meets, school is able to operate for the upcoming year and has not received notice of default

Bond Status

As of May 1, 2021 Greenwich Investment Management and Kutak Rock LLP staff is still working with Russo, Russo & Slania P.C. with regards to IDA approval of the bond interest rate restructuring. We anticipate fees to be below \$20,000 and annual interest rate savings would be approximately \$35,000 in the first year. The transaction is going in front of the IDA board for review and approval on May 14, 2021.

Grant Status

Entitlement grants (IDEA, ESEA Consolidated Title I, II, and IV) were all submitted in advance of the May 1, 2021 due date.

The School has elected to apply for the stand alone Targeted Support and Improvement (TSI) Grant application, which we have previously combined with our Comprehensive Support and Improvement (CSI) Grant application. This was selected as CSI Grad Rate schools will be reidentified in August and we are not able to apply and spend those monies until 10/1/2021. Applying for TSI now would allow access to up to \$10,000 on 7/1/21.