

Twin Ridges Home Study

Second Interim Budget Assumptions

2019-2020

The budget for Twin Ridges Home Study is based on current year actual ADA of 150.24 for an increase since First Interim of 14.34. Total revenue is budgeted at \$1,493,840.00, which includes additional federal and state dollars based over the base LCFF and EPA dollars, some of which are restricted. This is an increase from the First Interim Budget by \$133,111.00 due to increase in enrollment and ADA. Our services and operations expenses have increased by \$47,272.00 which is due to Nevada County Charter Business Services fee of \$25,000.00 for budgeting as well as the fine tuning of the Student Budget Tracking spreadsheet which has more accurately portrayed student expenses. It is necessary to have precise calculations for student budgets to adhere to SB740's requirement that at least 80 percent of total revenues must be spent on instruction or classroom support to receive full funding.

We are still able to hold our required reserves; however, if we continue with deficit spending, our additional reserves will dwindle. The County Office recommends total reserves up to 20%. Our total reserves in this budget are 12.79%.

In this current budget, please note the deficit spending of \$45,574.00. This level of deficit spending is not sustainable and needs to be corrected in future years in order for the viability of our school. Due to our size and potential for ADA fluctuation and being a home based school, there are specific instructional expenditure minimums we must meet in order to continue receiving 100% of our available funding. In this budget, we have estimated for dollars spent by students for enrichment classes as well as materials and supplies. Due to the nature of our program, these can fluctuate, and we will be adjusting at each interim in order to have the most accurate information in our budget.

Looking forward, we will need to closely monitor staffing as well as expenditures to ensure a healthy budget.

Please note the Second Interim Budget was generated by Maureen Davies, Business Services Advisor for Charter Business Services with information provided by Jennifer Dearduff and Holly Arellano.

Respectfully Submitted-

Holly Arellano

