



City of San Antonio

Agenda Memorandum

File Number:
{{item.tracking_number}}

Agenda Item Number: 5

Agenda Date: March 22, 2022

In Control: San Antonio Early Childhood Education Municipal Development Corporation Meeting

DEPARTMENT: Pre-K 4 SA

DEPARTMENT HEAD: Dr. Sarah Baray

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

FY 2022 Financial Report & Budget Re-Estimate and Proposed FY 2023 Annual Operating Budget

SUMMARY:

This item includes an overview of the Fiscal Year (FY) 2022 Financial Report & Budget Re-Estimate (Actuals through February with Annualized Projections) with an informational briefing on the Pre-K 4 SA FY 2022 Budget status through the current fiscal year (July through February).

Additionally, this item includes a briefing on the development of the proposed Pre-K 4 SA FY 2023 Operating Budget. The Board will consider the proposed FY 2023 Annual Operating Budget for adoption during the April 5, 2022 Board meeting.

BACKGROUND INFORMATION:

The Board adopted a budget on April 6, 2021 for the Pre-K 4 SA fiscal year that began on July 1, 2021. Total Appropriations approved by the Board are \$45,884,267. This includes funding for four Education Centers with a total enrollment of 2,000 students for the 2021-2022 school year, funding for year six of the competitive grants program and authorized 447 positions. On May 20, 2021, City Council approved the FY 2022 Pre-K 4 SA Annual Operating Budget.

As stated in the Pre-K 4 SA bylaws, an Annual Budget is required to be adopted by the Board by May 1 of each year and approved by City Council prior to the start of the new program year which begins on July 1, and ends June 30. This work session will present projected annual budgets for the remaining years of the program maintaining current levels of service so that the Board of Directors can provide input and guidance on budget priorities for the remainder of the 8-year program budget.

The proposed Pre-K 4 SA Annual Operating Budget for FY 2023, comprised of all funds, totals approximately \$52,554,780.

ISSUE:

This report will provide the Board with an informational briefing on the Pre-K 4 SA FY 2022 financial status of revenues and expenses through February (July to February) and projections for the remaining four months (March to June).

The Budget Re-Estimate addresses the following:

- Revised Sales Tax revenue to reflect the current projection as provided by the City's Office of Management & Budget
- Address wage increases approved by City Council in September 2021 and implemented in October 2021.
- Changes to City of San Antonio charges such as health benefit assessments, IT assessments and other fees.
- Address line item adjustments to certain appropriations as requested by the CEO.

Additionally, this item includes a briefing on the development of the proposed Pre-K 4 SA FY 2023 Annual Operating Budget. The Board will consider the proposed FY 2022 Annual Operating Budget for adoption during the April 5, 2022 Board meeting.

FISCAL IMPACT:

The FY 2022 Financial Report shows a favorable variance. The net ending Fund Balance based on this report is estimated to be \$17,848,215 and shows a favorable variance of \$12,357,267 when compared to the ending balance of \$5,490,948 with the Adopted Budget.

ALTERNATIVES:

This item is for informational purposes only.

RECOMMENDATION:

This item is for informational purposes only.