

Colorado Military Academy
Observations about the 2018-19 Budget

Enrollment increased to 750 from 564 students (assumes 3 classes of 25 students per grade level)

Three big drivers of the budget:

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| 1 Facility Loan Income covering startup costs no longer available = a loss of 11% of revenue | \$ (561,000) |
| 2 Facility Payment Cost increased from 14% to 19% of the total revenue | \$ (575,000) |
| 3 Reserve increased above 3% typical amount to build towards Facility Loan requirement - see Note | \$ (290,000) |

Two big revenue increases:

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| 1 Per Pupil Funding increased by about 2-3% more than typical | \$ 140,000 |
| 2 Mill Levy Equalization funds for CSI charter schools | \$ 200,000 |

One big cost commitment:

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| 1 Special Education costs were increased by \$120,000; SPED revenue remains at same level | \$ (120,000) |
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Teacher Salaries: Includes 5%+ in raises for returning teachers and extra stipends for math and science teachers

Note: The amount budgeted for reserves is sufficient to meet TABOR and loan requirements for the current year.
The Facility Loan requires us to establish enough in reserves to cover one year of loan payments (\$1.4 million) by 1st day of our 4th year.
We will need to budget for another \$700,000 increase in 2019-20.