

**CERTIFICATION OF RESOLUTION**  
**FIVE-YEAR FINANCIAL FORECAST**  
**FALL 2023**

**Franklin Learning Academy**  
*(An Ohio Non-Profit Corporation)*

The Governing Authority (the "Board") of **Franklin Learning Academy**, (the "School" and the "Corporation"), a non-profit corporation organized under the laws of the State of Ohio, hereby resolves as follows:

IT IS HEREBY RESOLVED that the Board adopts the Five-Year Financial Forecast prepared by the School's fiscal officer. The Five-Year Financial Forecast is attached hereto as Exhibit A and incorporated by reference herein.

IT IS FURTHER RESOLVED that the Board Chair is authorized and directed to sign any and all documents and/or forms to effectuate the purpose of this resolution.

---

**APPROVAL AND ADOPTION**

Motion to approve and adopt the Five-Year Financial Forecast, Fall 2023 (without with) amendment(s)

Made by Member Herod

Seconded by Member Simonis.

<b>Board Member</b> <i>Name</i>	<b>AYE</b>	<b>NAY</b>	<b>OTHER</b> <i>(not present, abstain, etc.)</i>
Sean Herod	✓		
Dedra Hurst	✓		
Scott Pullins			<i>not Present</i>
Heather Simonis	✓		
Kelly Dyer, Chair	✓		

As adopted on this 10 day of October, 2023.

Kelly Dyer

Kelly Dyer, *Chair*  
*Franklin Learning Academy*



FY2024 - October 2024 Submission  
 IRN No.: 20767  
 Type of School: Brick & Mortar  
 Contract Term: 06/30/28

County: Franklin

Franklin Learning Academy

Statement of Receipt, Disbursements, and Changes in Fund Cash Balances  
 For the Fiscal Years Ended 2021 through 2023, Actual and  
 the Fiscal Years Ending 2024 through 2028, Forecasted

	Actual			Forecasted				
	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	FY2028
<b>Staffing/Enrollment</b>								
Total Student FTE	-	-	-	34	82	131	155	179
Instructional Staff	-	-	-	2	3	5	6	7
Administrative Staff	-	-	-	2	2	2	2	2
Other Staff	-	-	-	-	-	-	-	-
<b>Purchased Services</b>								
Rent	-	-	-	42,715	96,337	152,956	181,281	209,606
Utilities	-	-	-	30,000	30,900	31,827	32,782	33,765
Other Facility Costs	-	-	-	46,000	47,380	48,801	50,265	51,773
Insurance	-	-	-	12,000	12,360	12,731	13,113	13,506
Management Fee	-	-	-	54,477	119,017	187,051	221,037	255,023
Sponsor Fee	-	-	-	9,153	20,644	32,776	38,846	44,916
Audit Fees	-	-	-	22,500	30,500	30,500	30,500	30,500
Transportation	-	-	-	-	-	-	-	-
Legal	-	-	-	60,000	42,000	43,260	44,558	45,895
Marketing	-	-	-	40,000	41,200	42,436	43,709	45,020
Consulting	-	-	-	50,022	50,817	51,636	52,480	53,349
Special Education Services	-	-	-	9,800	10,094	10,397	10,709	11,030
Technology Services	-	-	-	12,000	12,360	12,731	13,113	13,506
Food Services	-	-	-	-	34,440	56,670	67,053	77,435
Other	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	388,667	548,049	713,772	799,445	885,325
<b>Financial Metrics</b>								
Debt Service Payments	-	-	-	11,118	(64,256)	23,744	23,744	(103,818)
Debt Service Coverage	-	-	-	(17.89)	(2.11)	1.00	1.00	(1.34)
Growth in Enrollment	0.0%	0.0%	0.0%	0.0%	242.9%	158.8%	118.5%	115.6%
Growth in New Capital Outlay	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Growth in Operating Receipts	0.0%	0.0%	0.0%	0.0%	226.7%	158.9%	118.5%	115.6%
Growth in Non-Operating Receipts/Expenses	0.0%	0.0%	0.0%	0.0%	-28.6%	-72.5%	118.4%	-57.4%
Days of Cash	0.00	0.00	0.00	0.0%	30.82	14.26	12.03	12.03
Total Expenditures / FTE	\$0	\$0	\$0	\$16,883	\$8,828	\$9,956	\$9,927	\$9,228

**FY2024 - FY2028 Budget Assumptions:**  
 In January 2022, the ODE implemented increased state support as passed by legislation Ohio House Bill 110. Increased funding is expected over a six year period, FY2022-FY2027, with each community school generating a different base cost amount. FY2024 per pupil state aid funding is \$8,343, a 0.0% change vs. FY2023 per pupil state aid funding of \$8,343. Funded FTEs will grow to 82, 131, 155, and 179 in FY2025 - FY2028. Ohio House Bill 33 (Community Equity Funding) provides funding in FY2024 - FY2025 at \$650 per pupil. It is assumed that for every additional 25 students enrolled each year, one teacher will be added to the staff at a starting annual salary of \$50,000. Federal grants are inclusive of ESSER Funding starting in FY2021 and are able to be utilized through FY2024. Related expenses will also correspond in that time frame, then decline with the end of ESSER funding. Rent is assumed to be \$43K for FY2024, per the terms of the current lease agreement. Management fees for Accel Schools are included in this forecast at 15% of revenue per the terms of the management agreement. Sponsor Fees projected for FY2024 as a percent of state revenue at 3%. Food expense is expected to increase in relation to enrollment growth. Interest and fiscal expenses are not limited to debt; total includes loan interest, bank and credit card fees as well as other fiscal charges. A majority of operating expenses are assumed to grow 3% year over year.

Fiscal Year FY2024 - FY2028 Projected Debt					
Description	Beginning Year Balance	Principal Retirement	Interest Expense	Ending Year Balance	Debtor Creditor
Loan A	\$ -	\$ 38,450	\$ 112,082	\$ 38,450	Accel
Loan B	\$ -	\$ -	\$ -	\$ -	
Loan C	\$ -	\$ -	\$ -	\$ -	
Payables (Past Due 180+ days)					
<b>Total</b>	\$ -	\$ 38,450	\$ 112,082	\$ 38,450	