

CERTIFICATION OF RESOLUTION
FIVE-YEAR FINANCIAL FORECAST
FALL 2024

Solon Academy
(An Ohio Non-Profit Corporation)

The Governing Authority (the "Board") of **Solon 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

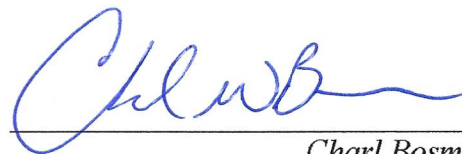
Motion to approve and adopt the Five-Year Financial Forecast, Fall 2024 (without / with) amendment(s)

Made by COOK

Seconded by WHEELER

Board Member Name	AYE	NAY	OTHER <i>(not present, abstain, etc.)</i>
Amy Allen	<u>AA</u>		
Kevin Cook	<u>CK</u>		
Sharonda Gilbert	<u>SG</u>		
Greg Wheeler	<u>GW</u>		
Charl Bosman, Chairman	<u>CB</u>		

As adopted on this 17th day of September, 2024.



*Charl Bosman, Chairman
Solon Academy*

FY2025 - October 2024 Submission								
IRN No.: 020076			County: Cuyahoga					
Type of School: Brick & Mortar			Solon Academy					
Contract Term: 06/30/27			Statement of Receipt, Disbursements, and Changes in Fund Cash Balances					
For the Fiscal Years Ended 2022 through 2024, Actual and								
the Fiscal Years Ending 2025 through 2029, Forecasted								
	Actual			Forecasted				
	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	FY2028	FY2029
Operating Receipts								
State Foundation Payments (3110, 3211)	-	165,751	619,126	776,496	816,929	876,785	876,785	876,785
Charges for Services (1500)								
Fees (1600, 1700)								
Other (1830, 1840, 1850, 1860, 1870, 1890, 3190)	-	-	(0)	0	(0)	(0)	(0)	0
Total Operating Receipts	-	165,751	619,126	776,496	816,929	876,785	876,785	876,785
Operating Disbursements								
100 Salaries and Wages	-	118,380	173,521	188,684	213,816	219,616	225,590	231,744
200 Employee Retirement and Insurance Benefits	-	35,517	49,643	62,445	71,139	73,077	75,073	77,128
400 Purchased Services	-	253,448	388,062	474,050	482,203	505,770	509,696	513,737
500 Supplies and Materials	-	43,591	31,917	54,031	38,366	39,517	40,702	41,923
600 Capital Outlay - New	-	7,299	19,465	-	-	-	-	-
700 Capital Outlay - Replacement	-	-	-	-	-	-	-	-
800 Other	-	2,815	2,060	2,122	2,186	2,251	2,319	2,389
819 Other Debt	-	(298,913)	(112,208)	51,557	58,935	86,704	74,165	61,109
Total Operating Disbursements	-	162,136	552,460	832,890	866,645	926,935	927,545	928,029
Excess of Operating Receipts Over (Under)								
Operating Disbursements	-	3,615	66,667	(56,394)	(49,716)	(50,149)	(50,760)	(51,244)
Nonoperating Receipts/(Disbursements)								
Federal Grants (all 4000 except fund 532)	-	1,140	7,607	48,590	49,848	50,305	50,776	51,260
State Grants (3200, except 3211)								
Restricted Grants (3219, Community School Facilities Grant)								
Donations (1820)								
Interest Income (1400)								
Debt Proceeds (1900)	-	25,000	-	-	-	-	-	-
Debt Principal Retirement	-	-	(25,000)	-	-	-	-	-
Interest and Fiscal Charges	-	(3,331)	(13,632)	-	-	-	-	-
Transfers - In	-	-	-	-	-	-	-	-
Transfers - Out	-	(1,460)	(1,884)	(969)	(132)	(156)	(16)	(16)
Total Nonoperating Revenues/(Expenses)	-	21,349	(32,909)	47,621	49,716	50,149	50,760	51,244
Excess of Operating and Nonoperating Receipts								
Over/(Under) Operating and Nonoperating								
Disbursements	-	24,964	33,757	(8,774)	(0)	0	(0)	0
Fund Cash Balance Beginning of Fiscal Year	-	-	24,964	58,721	49,947	49,947	49,947	49,947
Fund Cash Balance End of Fiscal Year	-	24,964	58,721	49,947	49,947	49,947	49,947	49,947

FY2025 - October 2024 Submission

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Solon Academy

Statement of Receipt, Disbursements, and Changes in Fund Cash Balances

For the Fiscal Years Ended 2022 through 2024, Actual and

the Fiscal Years Ending 2025 through 2029, Forecasted

	Actual			Forecasted				
	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	FY2028	FY2029
Staffing/Enrollment								
Total Student FTE	-	22	65	82	87	87	87	87
Instructional Staff	-	2	4	5	5	5	5	5
Administrative Staff	-	1	1	1	1	1	1	1
Purchased Services								
Rent	-	24,528	89,975	116,474	122,539	131,518	131,518	131,518
Utilities	-	4,976	4,191	4,316	4,446	4,579	4,716	4,858
Other Facility Costs	-	18,962	8,299	17,648	8,178	8,423	8,676	8,936
Insurance	-	9,250	9,798	10,092	10,395	10,707	11,028	11,359
Management Fee	-	23,121	94,732	121,667	127,731	136,710	136,710	136,710
Sponsor Fee	-	4,906	18,456	23,295	24,508	26,304	26,304	26,304
Audit Fees	-	22,066	29,903	30,800	31,724	32,676	33,656	34,666
Legal	-	63,000	42,000	42,000	42,000	42,000	42,000	42,000
Marketing	-	33,362	22,012	10,000	10,300	10,609	10,927	11,255
Consulting	-	13,659	28,860	58,093	58,689	59,300	59,928	60,572
Special Education Services	-	10,021	15,521	10,986	11,316	11,655	12,005	12,365
Technology Services	-	10,440	10,440	11,484	11,829	12,183	12,549	12,925
Food Services	-	11,156	10,751	13,976	15,234	15,691	16,162	16,646
Other	-	4,000	3,125	3,219	3,315	3,415	3,517	3,623
Total	-	253,448	388,062	474,050	482,203	505,770	509,696	513,737
Financial Metrics								
Debt Service Payments	-	3,331	(11,368)	-	-	-	-	-
Debt Service Coverage	-	1.43	(6.53)	-	-	-	-	-
Growth in Enrollment	0.0%	0.0%	294.3%	126.8%	105.9%	100.0%	100.0%	100.0%
Growth in New Capital Outlay	0.0%	0.0%	266.7%	0.0%	0.0%	0.0%	0.0%	0.0%
Growth in Operating Receipts	0.0%	0.0%	373.5%	125.4%	105.2%	107.3%	100.0%	100.0%
Growth in Non-Operating Receipts/Expenses	0.0%	0.0%	-154.2%	-144.7%	104.4%	100.9%	101.2%	101.0%
Days of Cash	0.00	0.00	17.27	25.73	21.04	19.67	19.65	19.64
Total Expenditures / FTE	\$0	\$7,488	\$8,705	\$10,102	\$9,927	\$10,618	\$10,625	\$10,630

FY2025 - FY2029 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. FY2025 per pupil state aid funding is \$8,418, a -0.8% change vs. FY2024 per pupil state aid funding of \$8,487. Funded FTEs will grow to 87, 87, 87, and 87 in FY2026 - FY2029. 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. Rent is assumed to be \$116K for FY2025, 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 FY2025 as a percent of state revenue at 3%. Food expense is expected to align with enrollment. 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 FY2025 - FY2029 Projected Debt					
Description	Beginning Year Balance	Principal Retirement	Interest Expense	Ending Year Balance	Debtor Creditor
Loan A	\$ -	\$ -	\$ -	\$ -	
Loan B	\$ -	\$ -	\$ -	\$ -	
Loan C	\$ -	\$ -	\$ -	\$ -	
Payables (Past Due 180+ days)					
Total	\$ -	\$ -	\$ -	\$ -	