

# Heartwood Charter School

## Agenda for the Meeting of the Heartwood Charter School Board of Directors

Location: 170 Liberty School Road, Petaluma, CA 94930

Call in location: 55 Fire Rd, Woodacre, CA 94973

The meeting may be joined by phone: [\(US\) +1 301-715-8592](tel:+13017158592) Passcode: 575445

Or by video conference

Join Zoom Meeting: <https://us06web.zoom.us/j/87918262498?pwd=Qnq0ri5dc4Ma626YRW7UXmbGLQgIHL.1&jst=2>

**Tuesday March 10, 2026**

**9:30 AM Public Session**

Call to Order

- I. Roll Call
- II. Regular Meeting
  - A. Agenda Adjustments and Approval
- III. Approval of Meeting Minutes
- IV. Correspondence
- V. Public Comment
- VI. Reports and Information
  - A. Director's Report
    1. Staffing
    2. Academics
  - B. Finance
    1. Budget Report
- VII. Action Items
  - A. The Board will consider the personnel actions and approve, defer or agree to study further.
  - B. The Board will consider enrollment limits for individual Bothin and Homeschool classes for the 2026-27 school year, and approve, defer or agree to study further.
  - C. The Board will consider the budget reallocations for 2025-26 and approve, defer or agree to study further.
  - D. The Board will consider the 2<sup>nd</sup> Interim Budget report and approve, defer, or agree to study further.
- VIII. Consent Items
- IX. Board Discussion – this time is reserved for Board members to address colleagues and staff about matters they believe need study or action. The President will direct what action he or she feels should be taken on any item introduced by a Board member.
  - A. 2025 Audit Finding and Resolution
  - B. School initiatives for academic improvement
  - C. School initiatives for administrative capability and reliable results
  - D. School initiatives for community engagement
  - E. Renewal
- X. Closed Session
  - A. Public Employee Performance Evaluation (Gov. Code section 54957(b)(1).)
  - B. Public Employee Discipline/Dismissal/Release (Gov. Code section 54957(b).)
- XI. Open Session
- XII. Action Taken in Closed Session
- XIII. Dates and Future Agenda Items conditions
- XIV. Adjourn



## Heartwood Charter School Governing Board

### Bothin Program Class Enrollment Limits 2026-27

12/09/2025 [Approved](#)

#### 2026-27 School Year

Class	Enrollment Status	Possible Advancement
TK 1 (youngest)	Open to capacity of 10 (minimum 10)	--
TK 2	Open to capacity limit of 16	--
K	Open to capacity limit of 20	16
1	Open to capacity limit of 24	19
2	Open to capacity limit of 22	19
3	Frozen enrollment and currently closed	20
4	Frozen enrollment and currently closed	26
5	Open to capacity limit of 21	18
6	Open to capacity limit of 21	18
7	Frozen enrollment and currently closed	19
8	Frozen enrollment and currently closed	19

**Open classes** may have room for additional students up to the stated capacity limit. Individual classes may have different size limits. Once the limit is reached, the classes are closed. Student withdrawals may be filled up to the limit.

**Closed classes** are currently closed to new students, but withdrawals may be filled up to the stated limit.

**Frozen enrollment classes** are currently closed to new students and only currently enrolled students will be admitted. There is not a stated class size limit, and withdrawals will not be filled. Additional students may be admitted if recommended by Administration and approved by the Governing Board.

**Limited classes** are closed with a limited number of new students allowed. After the new student limit is reached, the class will be again closed and frozen. There is not a stated class size limit, and withdrawals will not be filled.

# Heartwood Charter School

## Board Budget Report

March 10, 2026

### Budget Forecast for 2025-26 School Year

**For the remainder of 2025-26 enrollment figures are expected to remain steady near 1<sup>st</sup> half levels.**

Enrollment was updated for the 2<sup>nd</sup> Interim allowing for possible seasonal declines.

**The 2024-25 audit finding correction** for over statement of Unduplicated Pupil Count will result in a reduction of 20 students, estimated to be a reduction of approximately \$15,000 in revenue.

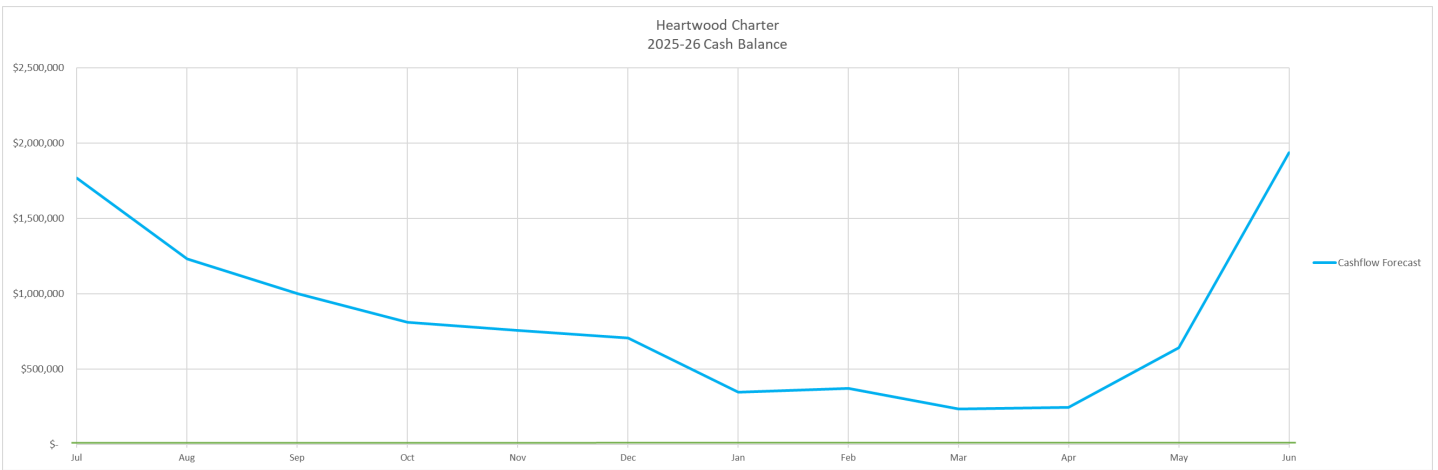
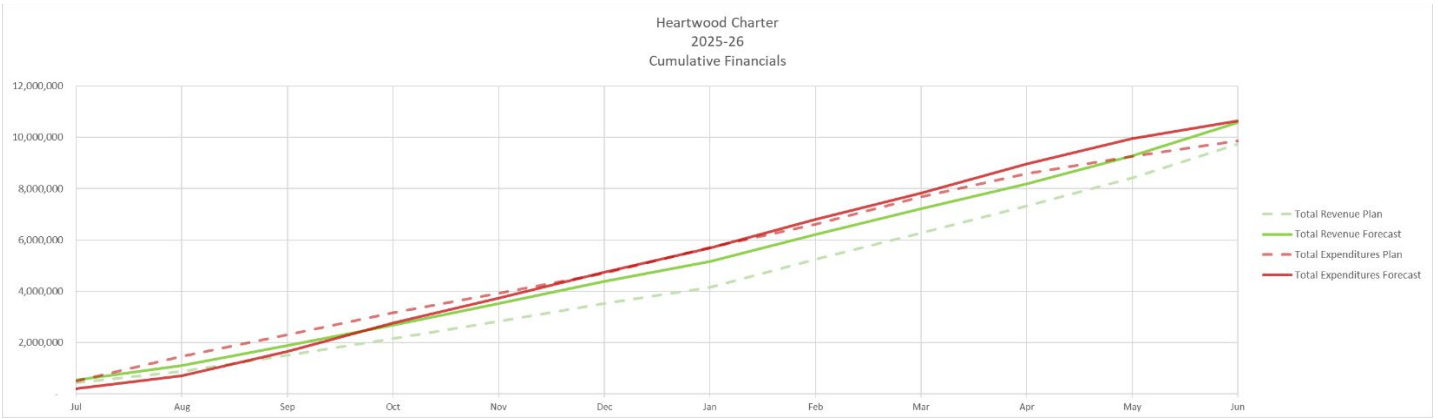
**Revenues are forecast to be slightly higher** than that proposed in the Annual Budget.

**Abnormally reduced revenue in the 1<sup>st</sup> half will be returning to levels corresponding to current enrollment in the 2<sup>nd</sup> half.** As explained in previous reports, the delayed work sample collection for last year's P-2 report resulted in reduced funding for the first half of 2025-26, but will catch up thereafter.

**Several expense areas are showing significant cost overage in the current year.** A number of budget items are continuing to show upward pressure. Forecast values are estimated.

Expense	Budgeted	Forecast at Yearend
Rent	\$243,288	\$271,800
Food	\$60,000	\$93,000
Furnishings	\$10,000	\$31,400
Legal	\$63,000	\$85,000
Insurance	\$87,000	\$109,000
Dues and Memberships	\$4,000	\$14,000
Janitorial	\$38,000	\$60,860
Teaching Assistants	\$75,932	\$99,000
Enrichment	\$346,762	\$380,955
Special Ed Contractors	\$1,000,000	\$1,200,000

**The 2<sup>nd</sup> Interim Budget Report forecasts a balanced budget for 2025-26.** Many expense items continue to arrive higher than budgeted, but the higher expenses are still expected to fall within revenues, aided by unfilled staff positions.



**Special Education contract costs continue to be elevated in February 2026.** The annual tendency for special education costs to widen from forecast may be beginning, and may be indicating a significantly higher total expense again this year. Cost containment efforts are continuing, but the initial efforts will likely not appear in the cost reports until April. The contract costs are still offset by **continued open positions in Sped staffing.** **Filling the open positions without corresponding contract expense reduction could result in an overall budget deficit.**

Cost containment efforts include the recent hire of one education specialist (started March 1) to defer contracted services, as well as possible training of staff to avoid contracting behavioral aides. It is still too early to tell if the overruns can be resolved, or if we are facing a structural cost problem.

Careful cost management must be employed for the remainder of the year in order to achieve the forecasted balanced budget at yearend.

**Budget Preview for 2026-27**

**Revenues**

The governor has proposed an annual funding increase of 2.41% which would apply to the base allocation as well as special education. In addition, some new one-time grant funding programs were proposed, as well as

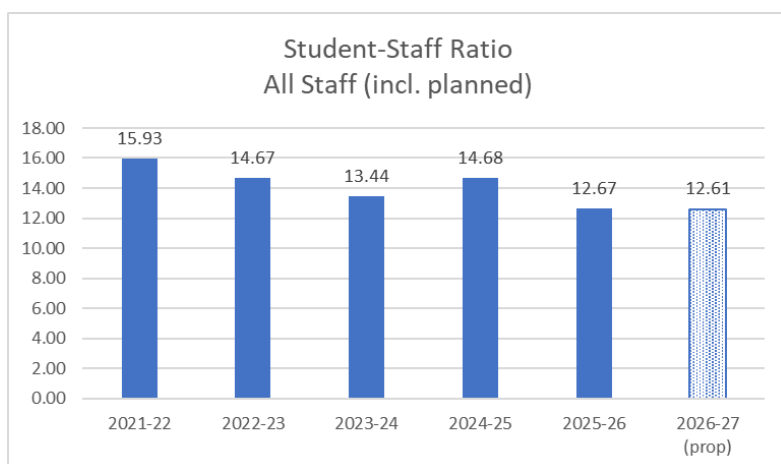
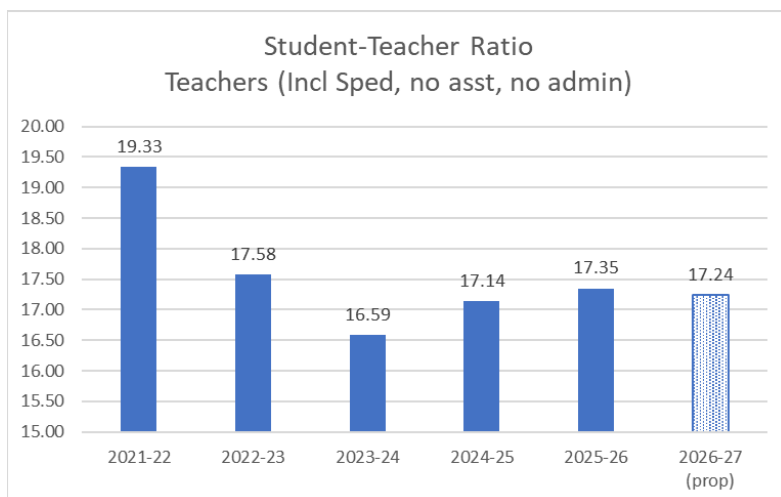
an extension of the Learning Recovery Emergency Block Grant. These are in addition to the ongoing Art and Music in Schools annual grant.

## Expenses

**The current year elevated expense trends are expected to materialize further in 2026-27.** Previous year expenses will be assessed to better forecast 2026-27 costs for each budget line item. However, total expenditures are not known at this time, and will still not be fully known at the time of budget approval in June.

## Staffing

**Staffing costs are one of the largest expense categories, and the addition of staff creates a significant burden.** Generally, the school has been experiencing declining staffing efficiency. The ratio of students to teachers improved slightly in 2025-26, but the **ratio of students to all staff continued to decline** in 2025-26 and may again in 2026-27. This decline in staffing efficiency is a significant drag on budget outcomes for next year, and if it continues, could become a structural budget problem.



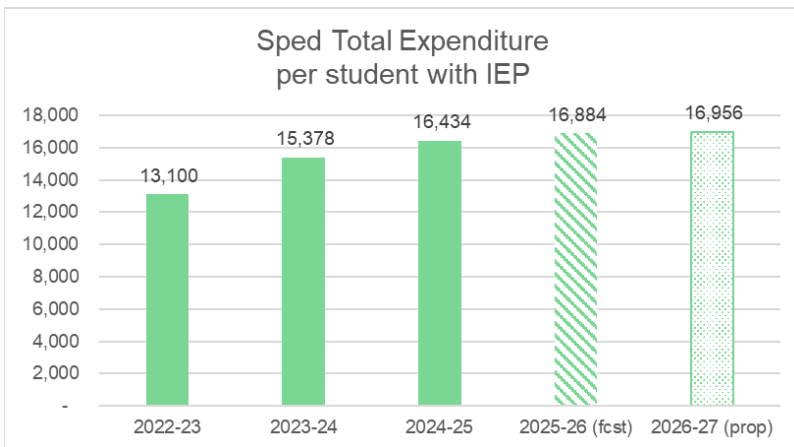
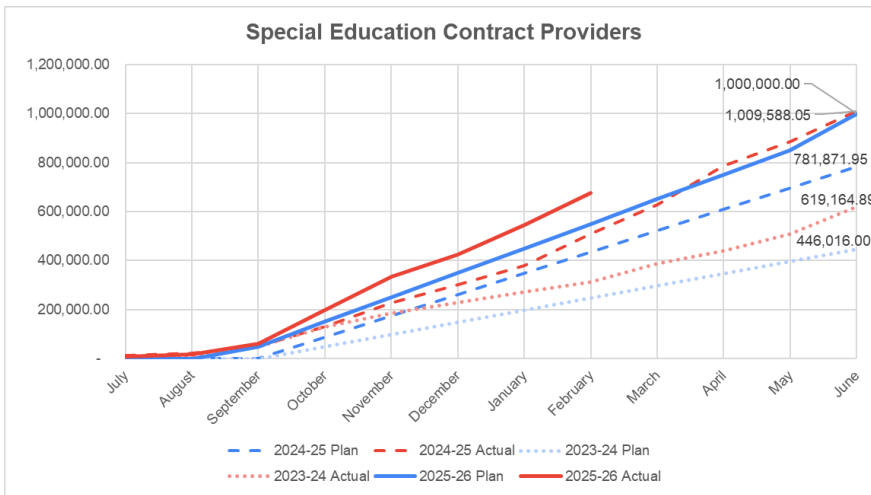
**The first review of 2026-27 staffing was completed, with requests made for increasing hours for 2 assistants on the Bothin campus, plus a possible behavioral aide.** The Special Education team is seeking a Mod-Severe Education Specialist, plus an Education Specialist focused on the Bothin campus. An Academic Specialist may

be substituted for the Education Specialist on the Bothin campus depending on candidates. This level of staffing may not be feasible and may result in a budget deficit.

**Staff efficiency is critical to sustainable operation.**

### Special Education

**Special education expenses continued to rise in 2025-26, with another year of higher than expected expense.** Recent years have seen significant increases in students with IEP’s as well as in increase in more intensive needs. Special education contract expenses will need to be contained at 2025 levels or lower to avoid a budget deficit.



### Outcomes

Current budget drafts are showing narrow surplus or deficit figures. There may be opportunities to reduce some budget categories, as may be indicated by actual current year costs. **Persistent deficit readings may require resolution through program reductions.**

## Heartwood Charter School

### 2<sup>nd</sup> Interim Budget 2025-26

#### Budget Narrative and Assumptions

March 10, 2026

Second interim projections have changed somewhat compared to first interim projections, with a projected increase in operating income of \$19,872 that would bring operating income for the year up to \$430,000. Below is a summary of what is creating changes in each of the major categories. All numbers rounded to the nearest \$1,000.

**Revenues** – Increase of \$229,600, mainly due to a slight increase in enrollment and attendance.

- **LCFF**
  - o An increase of 200K due to slightly higher enrollment and very consistent attendance. Enrollment was strong, and attendance was maintained at a high level, with goals met or exceeded in both programs. The sudden enrollment decreases sometimes experienced in early August did not appear, and enrollment remained largely steady into the 2<sup>nd</sup> Interim Report period.
- **Federal**
  - o No change in Federal revenue projections.
- **State**
  - o A \$18k increase due to the same reason as LCFF.
- **Local**
  - o A \$11k increase in forecast fundraising donations.

**Expenses** – Increase of \$210K due mainly to higher personnel salaries and benefits, as well as increased professional and operating expenses.

- **Certificated Salaries**
  - o Increase of \$22k due to additional positions added late in hiring.
- **Classified Salaries**
  - o Decrease of \$55K due to reclassification of some hourly workers to teaching staff.
- **Benefits**
  - o Increase of \$58k to reflect slightly higher costs for health insurance and retirement contributions, as well as greater participation.
- **Books & Supplies**
  - o Increase of \$21k due to greater furnishing expenditures.
- **Services and Other Operating**
  - o Increase of \$162K due to increased rent, enrichment, janitorial and professional expenses. Further increases are expected in this area due to increasing Special Education costs.
- **Capital Outlay**
  - o There are no planned capital outlays.

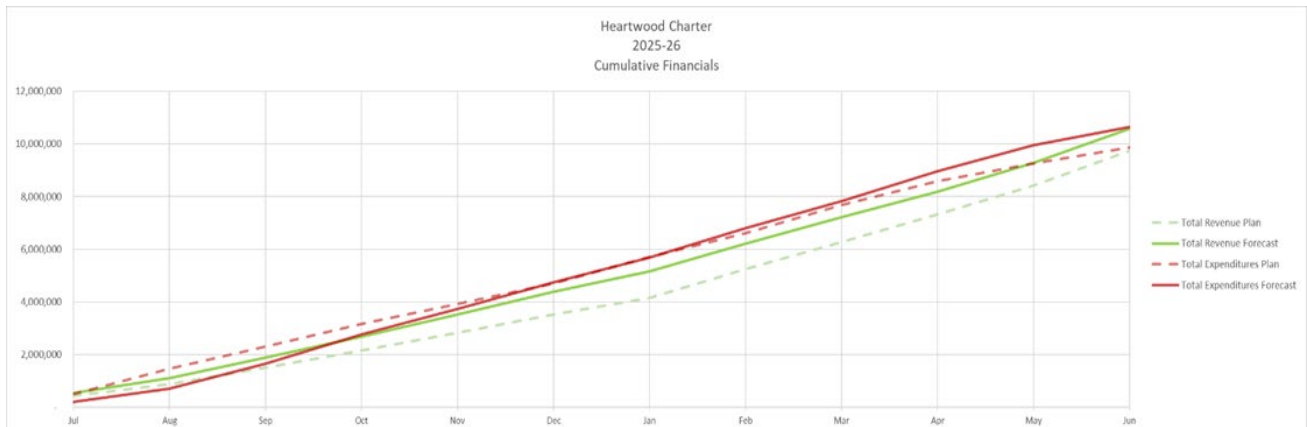
- **Other Outflows**
  - o No Change

**Cash Flow** – Adequate cash was available for all required transactions.

**Business Risks** – Risks stemming from the weak increase in state funding in 2025-26 were identified and planned for in the Adopted Budget for 2025-26. The planned mitigations played out largely as planned, and additional risks to funding are fading for the remainder of the year. Revenues should come close to the current forecast.

However There is still a significant risk of additional expenses in some areas, especially Special Education, the costs for which are usually higher in the final months, and which currently stand at 65% of planned expenditures at the midyear point.

**Cumulative Financials** – Planned and Actual Revenues and Expenses are shown below in a cumulative graph spanning the fiscal year. While revenues are higher than anticipated, expenses are also higher. The current forecast is for a moderate budget surplus this year.



**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
Second Interim Report Certification**

Charter School Name: Heartwood Charter School

(continued) \_\_\_\_\_

CDS #: 49707970139568

Charter Approving Entity: Liberty Elementary

County: Sonoma County

Charter #: 2071

Fiscal Year: 2025-26

**CERTIFICATION OF FINANCIAL CONDITION**

x  POSITIVE CERTIFICATION

As the Charter School Official, I certify that based upon current projections this charter will meet its financial obligations for the current fiscal year and subsequent two fiscal years.

\_\_\_\_\_ QUALIFIED CERTIFICATION

As the Charter School Official, I certify that based upon current projections this charter may not meet its financial obligations for the current fiscal year or two subsequent fiscal years.

\_\_\_\_\_ NEGATIVE CERTIFICATION

As the Charter School Official, I certify that based upon current projections this charter will be unable to meet its financial obligations for the remainder of the current fiscal year or for the subsequent fiscal year.

To the entity that approved the charter school:

(  x  ) 2025-26 CHARTER SCHOOL SECOND INTERIM FINANCIAL REPORT -- ALTERNATIVE FORM: This report has been approved, and is hereby filed by the charter school pursuant to *Education Code* Section 47604.33.

Signed: \_\_\_\_\_ Date: \_\_\_\_\_

Charter School Official  
(Original signature required)

Print Name: \_\_\_\_\_ Title: \_\_\_\_\_

To the County Superintendent of Schools:

(  x  ) 2025-26 CHARTER SCHOOL SECOND INTERIM FINANCIAL REPORT -- ALTERNATIVE FORM: This report is hereby filed with the County Superintendent pursuant to *Education Code* Section 47604.33.

Signed: \_\_\_\_\_ Date: \_\_\_\_\_

Authorized Representative of  
Charter Approving Entity  
(Original signature required)

Print Name: \_\_\_\_\_ Title: \_\_\_\_\_

For additional information on the Second Interim Report, please contact:

For Approving Entity:

For Charter School:

\_\_\_\_\_  
Name

\_\_\_\_\_  
Name

\_\_\_\_\_  
Title

\_\_\_\_\_  
Title

\_\_\_\_\_  
Phone

\_\_\_\_\_  
Phone

\_\_\_\_\_  
E-mail

\_\_\_\_\_  
E-mail

This report has been verified for mathematical accuracy by the County Superintendent of Schools,

pursuant to *Education Code* Section 47604.33.

\_\_\_\_\_  
District Advisor

\_\_\_\_\_  
Date

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
Second Interim Report - Summary**

Charter School Name: Heartwood Charter School  
 (continued)  
 CDS #: 49707970139568  
 Charter Approving Entity: Liberty Elementary  
 County: Sonoma County  
 Charter #: 2071  
 Fiscal Year: 2025-26

Description	Object Code	1st Interim Budget (X)	Actuals thru 01/31 (Y)	2nd Interim Budget (Z)	2nd Interim vs. 1st Interim Increase, (Decrease)	
					\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>A. REVENUES</b>						
<b>1. LCFF/Revenue Limit Sources</b>						
State Aid - Current Year	8011	5,391,844.35	1,254,184.00	5,520,295.19	128,450.85	2.38%
Education Protection Account State Aid - Current Year	8012	148,416.00	34,749.00	151,296.00	2,880.00	1.94%
State Aid - Prior Years	8019	-	-	-	-	-
Transfers to Charter Schools Funding in Lieu of Property Taxes	8096	3,525,650.65	2,065,881.00	3,594,065.61	68,414.95	1.94%
Other LCFF Transfers	8091, 8097	-	-	-	-	-
Total, LCFF Sources		9,065,911.00	3,354,814.00	9,265,656.80	199,745.80	2.20%
<b>2. Federal Revenues</b>						
No Child Left Behind/Every Student Succeeds Act	8290	-	-	-	-	-
Special Education - Federal	8181, 8182	107,155.00	-	107,155.00	-	0.00%
Child Nutrition - Federal	8220	-	-	-	-	-
Donated Food Commodities	8221	-	-	-	-	-
Other Federal Revenues	8110, 8260-8299	-	-	-	-	-
Total, Federal Revenues		107,155.00	-	107,155.00	-	0.00%
<b>3. Other State Revenues</b>						
Special Education - State	StateRevSE	742,706.58	242,580.00	757,118.74	14,412.16	1.94%
All Other State Revenues	StateRevAO	637,998.68	235,007.00	642,089.63	4,090.94	0.64%
Total, Other State Revenues		1,380,705.26	477,587.00	1,399,208.36	18,503.10	1.34%
<b>4. Other Local Revenues</b>						
All Other Local Revenues	LocalRevAO	100,000.00	107,410.30	111,314.00	11,314.00	11.31%
Total, Local Revenues		100,000.00	107,410.30	111,314.00	11,314.00	11.31%
<b>5. TOTAL REVENUES</b>						
		10,653,771.26	3,939,811.30	10,883,334.16	229,562.90	2.15%
<b>B. EXPENDITURES</b>						
<b>1. Certificated Salaries</b>						
Certificated Teachers' Salaries	1100	3,984,740.15	2,226,710.52	4,006,671.94	21,931.79	0.55%
Certificated Pupil Support Salaries	1200	-	-	-	-	-
Certificated Supervisors' and Administrators' Salaries	1300	273,595.00	220,679.40	273,595.00	-	0.00%
Other Certificated Salaries	1900	-	-	-	-	-
Total, Certificated Salaries		4,258,335.15	2,447,389.92	4,280,266.94	21,931.79	0.52%
<b>2. Non-certificated Salaries</b>						
Non-certificated Instructional Aides' Salaries	2100	441,271.64	192,007.20	446,935.53	5,663.89	1.28%
Non-certificated Support Salaries	2200	-	-	-	-	-
Non-certificated Supervisors' and Administrators' Sal.	2300	130,407.00	115,332.06	130,407.00	-	0.00%
Clerical and Office Salaries	2400	511,136.06	209,549.55	450,896.00	(60,240.06)	-11.79%
Other Non-certificated Salaries	2900	-	-	-	-	-
Total, Non-certificated Salaries		1,082,814.70	516,888.81	1,028,238.53	(54,576.18)	-5.04%
<b>3. Employee Benefits</b>						
STRS	3101-3102	-	-	-	-	-
PERS	3201-3202	-	-	-	-	-
OASDI / Medicare / Alternative	3301-3302	408,597.96	221,380.01	406,100.67	(2,497.30)	-0.61%
Health and Welfare Benefits	3401-3402	270,917.56	273,959.00	335,120.64	64,203.08	23.70%
Unemployment Insurance	3501-3502	158,537.30	102,834.30	157,557.96	(979.33)	-0.62%
Workers' Compensation Insurance	3601-3602	74,776.10	43,063.00	74,319.08	(457.02)	-0.61%
OPEB, Allocated	3701-3702	-	-	-	-	-
OPEB, Active Employees	3751-3752	-	-	-	-	-
Other Employee Benefits	3901-3902	395,303.80	223,904.40	392,855.47	(2,448.33)	-0.62%
Total, Employee Benefits		1,308,132.72	865,140.71	1,365,953.82	57,821.11	4.42%
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	-	-	-	-	-
Books and Other Reference Materials	4200	7,490.78	-	-	(7,490.78)	(100%)
Materials and Supplies	4300	1,232,401.26	681,434.73	1,254,378.67	21,977.40	1.78%
Noncapitalized Equipment	4400	15,453.00	6,665.28	22,944.00	7,491.00	48.48%
Food	4700	57,477.00	50,092.92	57,477.00	-	0.00%
Total, Books and Supplies		1,312,822.04	738,192.93	1,334,799.67	21,977.62	1.67%

<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	-	-	-	-	
Travel and Conferences	5200	10,506.00	-	10,506.00	-	0.00%
Dues and Memberships	5300	5,625.96	14,731.00	14,731.00	9,105.04	161.84%
Insurance	5400	70,961.40	31,447.05	63,233.00	(7,728.40)	-10.89%
Operations and Housekeeping Services	5500	37,088.02	29,162.95	47,088.02	10,000.00	26.96%
Rentals, Leases, Repairs, and Noncap. Improvements	5600	244,902.00	155,437.31	244,902.00	-	0.00%
Transfers of Direct Costs	5700-5799	-	-	-	-	
Professional/Consulting Services and Operating Expend.	5800	1,597,992.47	868,965.78	1,748,284.00	150,291.53	9.41%
Communications	5900	8,318.71	9,186.76	9,186.76	868.05	10.43%
Total, Services and Other Operating Expenditures		1,975,394.56	1,108,930.85	2,137,930.78	162,536.21	8.23%
<b>6. Capital Outlay (Objects 6100-6170, 6200-6500 modified accrual basis only)</b>						
Land and Land Improvements	6100-6170	-	-	-	-	
Buildings and Improvements of Buildings	6200	-	-	-	-	
Books and Media for New School Libraries or Major						
Expansion of School Libraries	6300	-	-	-	-	
Equipment	6400	-	-	-	-	
Equipment Replacement	6500	-	-	-	-	
Depreciation Expense (for accrual basis only)	6900	-	-	-	-	
Total, Capital Outlay		-	-	-	-	
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	-	-	-	-	
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	
All Other Transfers	7281-7299	-	-	-	-	
Transfers of Indirect Costs	7300-7399	-	-	-	-	
Debt Service:						
Interest	7438	198.00	187.00	198.00	-	0.00%
Principal (for modified accrual basis only)	7439	-	-	-	-	
Total, Other Outgo		198.00	187.00	198.00	-	0.00%
<b>8. TOTAL EXPENDITURES</b>		9,937,697.17	5,676,730.22	10,147,387.73	209,690.56	2.11%
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		716,074.10	(1,736,918.92)	735,946.43	19,872.34	2.78%
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	-	-	-	-	
2. Less: Other Uses	7630-7699	-	-	-	-	
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-	-	
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		716,074.10	(1,736,918.92)	735,946.43	19,872.34	2.78%
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	3,032,238.30	2,746,875.81	2,746,875.81	(285,362.49)	-9.41%
b. Adjustments/Restatements	9793, 9795	-	-	-	-	
c. Adjusted Beginning Fund Balance		3,032,238.30	2,746,875.81	2,746,875.81		
2. Ending Fund Balance, June 30 (E + F.1.c.)		3,748,312.40	1,009,956.89	3,482,822.24		
Components of Ending Fund Balance :						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	-	-	-	-	
Stores (equals object 9320)	9712	-	-	-	-	
Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	
All Others	9719	-	-	-	-	
b. Restricted	9740	-	12,710.74	0.00	0.00	New
c. Committed						
Stabilization Arrangements	9750	-	-	-	-	
Other Commitments	9760	-	-	-	-	
d. Assigned						
Other Assignments	9780	-	-	-	-	
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	-	-	-	-	
Unassigned/Unappropriated Amount	9790	3,748,312.40	997,246.15	3,483,690.29	(264,622.11)	-7.06%



3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)										
8980-8999	(1,015,080.49)	1,015,080.49	-	-	-	-	(1,292,040.56)	1,292,040.56	-	
4. TOTAL OTHER FINANCING SOURCES / USES										
	(1,015,080.49)	1,015,080.49	-	-	-	-	(1,292,040.56)	1,292,040.56	-	
E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)										
	716,074.10	(0.00)	716,074.10	(1,739,629.66)	2,710.74	(1,736,918.92)	746,814.48	(10,000.00)	736,814.48	
F. FUND BALANCE, RESERVES										
1. Beginning Fund Balance										
a. As of July 1	9791	3,032,238.30	-	3,032,238.30	2,746,875.81	-	2,746,875.81	2,746,875.81	-	2,746,875.81
b. Adjustments to Beginning Balance	9793, 9795	-	-	-	(10,000.00)	10,000.00	-	(10,000.00)	10,000.00	-
c. Adjusted Beginning Balance		3,032,238.30	-	3,032,238.30	2,736,875.81	10,000.00	2,746,875.81	2,736,875.81	10,000.00	2,746,875.81
2. Ending Fund Balance, June 30 (E + F.1.c.)										
		3,748,312.40	(0.00)	3,748,312.40	997,246.15	12,710.74	1,009,956.89	3,483,690.29	0.00	3,483,690.29
Components of Ending Fund Balance :										
a. Nonspendable										
	9711	-	-	-	-	-	-	-	-	-
	9712	-	-	-	-	-	-	-	-	-
	9713	-	-	-	-	-	-	-	-	-
	9719	-	-	-	-	-	-	-	-	-
b. Restricted	9740	-	-	-	12,710.74	12,710.74	-	0.00	-	0.00
c. Committed										
	9750	-	-	-	-	-	-	-	-	-
	9760	-	-	-	-	-	-	-	-	-
d. Assigned										
	9780	-	-	-	-	-	-	-	-	-
e. Unassigned/Unappropriated										
	9789	-	-	-	-	-	-	-	-	-
	9790	3,748,312.40	(0.00)	3,748,312.40	997,246.15	-	997,246.15	3,483,690.29	-	3,483,690.29

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
Second Interim Report - MYP**

Charter School Name: Heartwood Charter School  
(continued) \_\_\_\_\_  
CDS #: 49707970139568 \_\_\_\_\_  
Charter Approving Entity: Liberty Elementary \_\_\_\_\_  
County: Sonoma County \_\_\_\_\_  
Charter #: 2071 \_\_\_\_\_  
Fiscal Year: 2025-26 \_\_\_\_\_

This charter school uses the following basis of accounting:

- Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)
- Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	FY 2025-26			Totals for 2026-27	Totals for 2027-28
		Unrestricted	Restricted	Total		
<b>A. REVENUES</b>						
1. LCFF/Revenue Limit Sources						
State Aid - Current Year	8011	5,520,295.19	0.00	5,520,295.19	5,826,223.21	4,359,701.75
Education Protection Account State Aid - Current Year	8012	151,296.00	0.00	151,296.00	153,792.00	153,792.00
State Aid - Prior Years	8019	0.00	0.00	0.00	0.00	0.00
Transfers to Charter Schools in Lieu of Property Taxes	8096	3,594,065.61	0.00	3,594,065.61	3,677,769.03	5,442,360.93
Other LCFF Transfers	8091, 8097	0.00	0.00	0.00	0.00	0.00
Total, LCFF Sources		9,265,656.80	0.00	9,265,656.80	9,657,784.24	9,955,854.68
2. Federal Revenues						
No Child Left Behind/Every Student Succeeds Act	8290	0.00	0.00	0.00	0.00	0.00
Special Education - Federal	8181, 8182	0.00	107,155.00	107,155.00	115,275.00	116,145.00
Child Nutrition - Federal	8220	0.00	0.00	0.00	0.00	0.00
Donated Food Commodities	8221	0.00	0.00	0.00		
Other Federal Revenues	8110, 8260-8299	0.00	0.00	0.00	0.00	0.00
Total, Federal Revenues		0.00	107,155.00	107,155.00	115,275.00	116,145.00
3. Other State Revenues						
Special Education - State	StateRevSE	0.00	757,118.74	757,118.74	771,151.54	771,151.54
All Other State Revenues	StateRevAO	235,032.95	407,056.68	642,089.63	431,384.04	433,532.44
Total, Other State Revenues		235,032.95	1,164,175.41	1,399,208.36	1,202,535.58	1,204,683.98
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	111,314.00	0.00	111,314.00	100,000.00	100,000.00
Total, Local Revenues		111,314.00	0.00	111,314.00	100,000.00	100,000.00
5. TOTAL REVENUES		9,612,003.75	1,271,330.41	10,883,334.16	11,075,594.82	11,376,683.66
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	3,241,044.24	765,627.70	4,006,671.94	4,193,369.62	4,319,170.71
Certificated Pupil Support Salaries	1200	0.00	0.00	0.00	0.00	0.00
Certificated Supervisors' and Administrators' Salaries	1300	273,595.00	0.00	273,595.00	281,802.85	290,256.94
Other Certificated Salaries	1900	0.00	0.00	0.00	0.00	0.00
Total, Certificated Salaries		3,514,639.24	765,627.70	4,280,266.94	4,475,172.47	4,609,427.64
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	338,704.72	108,230.81	446,935.53	460,343.59	474,153.90
Non-certificated Support Salaries	2200	0.00	0.00	0.00	0.00	0.00
Non-certificated Supervisors' and Administrators' Sal.	2300	110,845.95	19,561.05	130,407.00	134,319.21	138,348.79
Clerical and Office Salaries	2400	450,896.00	0.00	450,896.00	464,422.88	478,355.57
Other Non-certificated Salaries	2900	0.00	0.00	0.00	0.00	0.00
Total, Non-certificated Salaries		900,446.67	127,791.86	1,028,238.53	1,059,085.68	1,090,858.25

Description	Object Code	FY 2025-26			Totals for 2026-27	Totals for 2027-28
		Unrestricted	Restricted	Total		
3. Employee Benefits						
STRS	3101-3102	0.00	0.00	0.00	0.00	0.00
PERS	3201-3202	0.00	0.00	0.00	0.00	0.00
OASDI / Medicare / Alternative	3301-3302	337,754.07	68,346.60	406,100.67	423,370.75	436,071.87
Health and Welfare Benefits	3401-3402	150,147.67	184,972.98	335,120.64	345,295.86	352,201.78
Unemployment Insurance	3501-3502	130,308.08	27,249.89	157,557.96	164,135.08	168,965.05
Workers' Compensation Insurance	3601-3602	61,811.20	12,507.87	74,319.08	77,479.61	79,804.00
OPEB, Allocated	3701-3702	0.00	0.00	0.00	0.00	0.00
OPEB, Active Employees	3751-3752	0.00	0.00	0.00	0.00	0.00
Other Employee Benefits	3901-3902	173,262.65	219,592.82	392,855.47	406,519.36	418,714.94
Total, Employee Benefits		853,283.67	512,670.15	1,365,953.82	1,416,800.66	1,455,757.64
4. Books and Supplies						
Approved Textbooks and Core Curricula Materials	4100	0.00	0.00	0.00	0.00	0.00
Books and Other Reference Materials	4200	0.00	0.00	0.00	0.00	0.00
Materials and Supplies	4300	1,231,287.74	23,090.92	1,254,378.67	1,327,359.15	1,353,906.33
Noncapitalized Equipment	4400	22,944.00	0.00	22,944.00	15,762.00	16,077.24

Food	4700	57,477.00	0.00	57,477.00	58,626.54	59,799.07
Total, Books and Supplies		1,311,708.74	23,090.92	1,334,799.67	1,401,747.69	1,429,782.64
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	0.00	0.00	0.00	0.00	0.00
Travel and Conferences	5200	10,506.00	0.00	10,506.00	10,716.12	10,930.44
Dues and Memberships	5300	14,731.00	0.00	14,731.00	15,025.58	15,326.09
Insurance	5400	63,233.00	0.00	63,233.00	0.00	0.00
Operations and Housekeeping Services	5500	47,088.02	0.00	47,088.02	37,829.42	38,586.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	244,902.00	0.00	244,902.00	249,800.04	254,796.04
Transfers of Direct Costs	5700-5799	0.00	0.00	0.00		
Professional/Consulting Services and Operating Expend.	5800	604,093.66	1,144,190.34	1,748,284.00	1,675,957.32	1,708,434.51
Communications	5900	9,186.76	0.00	9,186.76	8,485.09	8,654.79
Total, Services and Other Operating Expenditures		993,740.44	1,144,190.34	2,137,930.78	1,997,813.57	2,036,727.88
<b>6. Capital Outlay (Obj. 6100-6170, 6200-6500 for mod. accr. basis only)</b>						
Land and Land Improvements	6100-6170	0.00	0.00	0.00	0.00	0.00
Buildings and Improvements of Buildings	6200	0.00	0.00	0.00	0.00	0.00
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	0.00	0.00	0.00	0.00	0.00
Equipment	6400	0.00	0.00	0.00	0.00	0.00
Equipment Replacement	6500	0.00	0.00	0.00	0.00	0.00
Depreciation Expense (for accrual basis only)	6900	0.00	0.00	0.00	0.00	0.00
Total, Capital Outlay		0.00	0.00	0.00	0.00	0.00
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	0.00	0.00	0.00		
Transfers of Pass-through Revenues to Other LEAs	7211-7213	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	0.00	0.00	0.00		
All Other Transfers	7280-7299	0.00	0.00	0.00	0.00	0.00
Transfers of Indirect Costs	7300-7399	0.00	0.00	0.00	0.00	0.00
Debt Service:						
Interest	7438	198.00	0.00	198.00	0.00	0.00
Principal (for modified accrual basis only)	7439	0.00	0.00	0.00	0.00	0.00
Total, Other Outgo		198.00	0.00	198.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		7,573,148.71	2,573,370.97	10,146,519.68	10,350,620.07	10,622,554.06
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		2,038,855.04	(1,302,040.56)	736,814.48	724,974.75	754,129.60

Description	Object Code	FY 2025-26			Totals for 2026-27	Totals for 2027-28
		Unrestricted	Restricted	Total		
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	0.00	0.00	0.00		
2. Less: Other Uses	7630-7699	0.00	0.00	0.00		
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	(1,292,040.56)	1,292,040.56	0.00		
4. TOTAL OTHER FINANCING SOURCES / USES		(1,292,040.56)	1,292,040.56	0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		746,814.48	(10,000.00)	736,814.48	724,974.75	754,129.60
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	2,746,875.81	0.00	2,746,875.81	3,483,690.29	4,208,665.04
b. Adjustments to Beginning Balance	9793, 9795	(10,000.00)	10,000.00	0.00		
c. Adjusted Beginning Balance		2,736,875.81	10,000.00	2,746,875.81	3,483,690.29	4,208,665.04
2. Ending Fund Balance, June 30 (E + F.1.c.)		3,483,690.29	0.00	3,483,690.29	4,208,665.04	4,962,794.64
Components of Ending Fund Balance:						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	0.00	0.00	0.00		
Stores (equals object 9320)	9712	0.00	0.00	0.00		
Prepaid Expenditures (equals object 9330)	9713	0.00	0.00	0.00		
All Others	9719	0.00	0.00	0.00		
b. Restricted	9740	0.00	0.00	0.00		
c. Committed						
Stabilization Arrangements	9750	0.00	0.00	0.00		
Other Commitments	9760	0.00	0.00	0.00		
d. Assigned						
Other Assignments	9780	0.00	0.00	0.00		
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	0.00	0.00	0.00		
Unassigned/Unappropriated Amount	9790	3,483,690.29	0.00	3,483,690.29	4,208,665.04	4,962,794.64