

PROJECTED CHILD CARE FACILITY ANNUAL OPERATING COSTS
Example – Somewhere, Mississippi

This operating statement is based on 9 infants and 51 preschoolers each day, 5 days per week, 52 weeks per year.

Income

Registration fee @ 60 x \$100/yr.	<u>\$ 6,000</u>
Tuition @60 x \$75/wk.	<u>\$ 234,000</u>
Supply fee @ 60 x \$25/semester x 2 semesters	<u>\$ 3,000</u>
TOTAL GROSS INCOME	<u>\$ 243,000</u>

Operating Expenses

Director	<u>\$ 20,000</u>
Caregivers/Instructors *	
6 @ \$14,500/yr. (40 hrs./wk.)	<u>\$ 87,000</u>
4 @ \$6.00/hr. (20 hrs./wk.)	<u>\$ 24,960</u>
Support Staff (cooking/cleaning)	
1 @ \$5.75/hr. (30 hrs./wk.)	<u>\$ 8,970</u>
Subtotal Salaries	<u>\$ 140,930</u>
Fringe Benefits/Cost of Employees @ 20% (a full benefits package would need to be calculated using a higher fringe %)	<u>\$ 28,186</u>
Total Salaries	<u>\$ 169,116</u>

Rent (@ \$1,000/month)	\$ 12,000
Licenses/Permits	
\$50 application fee (one time fee)	
\$150 Licensure fee	
\$30 business permit	\$ 230
Advertising/Promotion (@ \$10/month)	\$ 120
Utilities/Telephone	
Utilities @ \$400/month	
Telephone @ \$50/month	\$ 5,400
Professional Services	
Accountant/Attorney (@ \$100/month)	\$ 1,200
Supplies/Equipment (@ \$50/month/classroom)	\$ 3,000
Insurance	\$ 2,400
Maintenance/Repair (@ \$100/month)	\$ 1,200
Food Costs (@ \$3,570/month) **	\$ 42,840
Miscellaneous (@ \$100/month)	\$ 1,200
Other - \$7,500 Building Renovation Loan	\$ 1,069
Total Operating Expenses	\$ 70,659
TOTAL EXPENSES (SALARIES + OPERATING)	\$239,775
TOTAL NET INCOME (LOSS)	\$ 3,225

* Number of teachers required will vary depending on number of children, ages of children, and group sizes. Refer to the Mississippi Regulations Governing the Licensure of Child Care Facilities for grouping and caregiver variations and ratios listed below.

** Food costs are calculated using current USDA food reimbursement figures @ \$2.09 per hot meal and 57¢ per snack. Does not include food costs for staff and infants. Based on 1 hot meal and 2 snacks per day per child.