



Magnolia Public Schools

Regular Finance Committee Meeting

Date and Time

Monday February 6, 2017 at 6:00 PM

Location

Teleconference: Dial:1.844.572.5683 Code:1948435

Regular Finance/Audit Committee Meeting

Access to the Board Meeting:

Any interested parties or community members from remote locations may attend the meeting at the following school sites or the addresses where the Board members are joining the meeting from:

Remotely by dialing in to the numbers provided above

- MPS Home Office: 250 East 1st Street Ste. 1500 Los Angeles, CA 90012
- 1020 South Olive Street, 7th Floor Los Angeles, CA 90015 (Ms. Noel Russell-Unterburger)
- 1363 Ridgecrest Rd Pinole CA 94564 (Serdar Orazov)
- 11935 Dorothy St. Los Angeles, CA 90049 (Dr. Saken Sherkhanov)

In compliance with the Americans with Disabilities Act (ADA) and upon request, Magnolia Public Schools may furnish reasonable auxiliary aids and services to qualified individuals with disabilities. Individuals who require appropriate alternative modification of the agenda in order to participate in committee meetings are invited to contact the MPS central office. If you need special assistance to attend the meeting or translation services, please notify Barbara Torres at (213) 628-3634 x100 to make arrangements and accommodate your disability.

Any public records relating to an agenda item for an open session of the Board which are distributed to all, or a majority of all, of the Board members shall be available for public inspection at 250 East 1st Street Ste 1500 Los Angeles, CA 90012.

Finance Committee Members:

Ms. Noel Russell-Unterburger, Chair

Mr. Serdar Orazov

Dr. Saken Sherkhanov (Interim)

CEO and Superintendent:
Dr. Caprice Young

Agenda

	Purpose	Presenter	Duration
I. Opening Items			
A. Call the Meeting to Order			
B. Record Attendance and Guests			
C. Public Comment			5
D. Approval of Agenda	Vote		1
E. Approve Minutes of Regular Finance Committee- January 18, 2017	Approve Minutes		1
II. Action Items- Recommendation to Full Board			
A. Approval of Revised 2016-17 budget for all MPS including CMO Allocation	Vote	Nanie Montijo	45
B. Approval of Filing for 2015-16 IRS Form 990 for MPS	Vote	Nanie Montijo	2
III. Discussion Item			
A. Financial Update- December 2016 Financials	Discuss	Kristin Dietz	15
B. Bridge Financing for MSA-1, MSA-SD, and MSA-SA Growth Projects	Discuss	Caprice Young	15
IV. Closing Items			
A. Adjourn Meeting	Vote		

Agenda Cover Sheets

Section: **II. Action Items- Recommendation to Full Board**
Item: A. Approval of Revised 2016-17 budget for all MPS including
CMO Allocation
Purpose: Vote
Key Result:
Submitted by:
Related Material: II A 2016-17 Revised Budget.pdf

Section: **II. Action Items- Recommendation to Full Board**
Item: B. Approval of Filing for 2015-16 IRS Form 990 for MPS
Purpose: Vote
Key Result:
Submitted by:
Related Material: II B 990 Filing 2015-16.pdf

Section: **III. Discussion Item**
Item: A. Financial Update- December 2016 Financials
Purpose: Discuss
Key Result:
Submitted by:
Related Material: III A Dec 2016 Financials.pdf

APPROVED



Magnolia Public Schools

Minutes

Regular Finance Committee Meeting

Date and Time

Wednesday January 18, 2017 at 5:00 PM

Location

Teleconference Dial: 1.844.572.5683 Code: 1948435

Regular Finance/Audit Committee Meeting

Finance Committee Members:

Ms. Noel Russell-Unterburger, Chair

Mr. Serdar Orazov

Dr. Saken Sherkhanov (Interim)

CEO and Superintendent:

Dr. Caprice Young

Committee Members Present

N. Russell-Unterburger (remote), S. Orazov (remote)

Committee Members Absent

Guests Present

S. Sherkhanov (remote)

I. Opening Items

A.Call the Meeting to Order

S. Sherkhanov called a meeting of the Finance/Audit committee of Magnolia Public Schools to order on Wednesday Jan 18, 2017 @ 5:05 PM at Teleconference Dial: 1.844.572.5683 Code: 1948435.

B.Record Attendance and Guests

S. Sherkhanov participated from the MPS Home Office, N. Unterburger and S. Orazov participated remotely. S. Orazov was part of the discussions but abstained from all votes. S. Sherkhanov is a interim member of the MPS Finance Committee.

C.Public Comment

There were no public comments.

D.Approval of Agenda

S. Sherkhanov made a motion to approve the agenda as presented.
S. Orazov seconded the motion.
The committee **VOTED** to approve the motion.

II. Consent Agenda

A.Approve Minutes of Regular Finance/Audit Committee- October 6, 2016

N. Russell-Unterburger made a motion to approve minutes from the Finance/Audit Committee Meeting on 10-06-16.
S. Orazov seconded the motion.
The committee **VOTED** to approve the motion.

B.Approve Minutes of Regular Finance/Audit Committee- December 8, 2016

N. Russell-Unterburger made a motion to approve minutes from the Finance/Audit Committee Meeting on 12-08-16.
S. Orazov seconded the motion.
The committee **VOTED** to approve the motion.

C.Approve Minutes of Regular Finance/Audit Committee- December 12, 2016

N. Russell-Unterburger made a motion to approve minutes from the Finance/Audit Committee Meeting on 12-12-16.
S. Orazov seconded the motion.
The committee **VOTED** unanimously to approve the motion.

III. Action Items- Recommendation to Full Board

A.Revised 16-17 budget for all MPS, Rev. of Teacher Effectiveness Funds Expense Table, CMO Allocation

K. Dietz, EdTec representative, explained the 2016-17 budget revisions. Staff addressed the STRS and PERS questions and agreed to present a report to the committee in regards to Paycom functions and the procedures that have been put in place to align with payroll reporting. C. Young, Chief External Officer, informed the committee of the positions that have terminated since the last approval of the 2016-17 budget. She explained that these positions are not being filled this year due to budget constraints. She also explained that the staff is working on having a larger reserve in the 2017-18 budget for unexpected expenses. The committee requested a budget comparison between the budgets of the following fiscal years 2014-15, 2015-16, and 2016-17 in which challenges and increases are presented. All questions were addressed.

N. Russell-Unterburger made a motion to recommend the approval of a temporary increase in the MPS home office budget of 3% to the 2016-17 budget through the end of the 2016-17 fiscal year with the expectations that no other increases will be needed for the approved budget.

S. Sherkhanov seconded the motion.
The committee **VOTED** to approve the motion.

Roll Call

N. Russell-Unterburger Aye

S. Orazov Abstain
S. Sherkhanov Aye

IV. Discussion Item

A.Financial Update- November 2016

The November 2016 financials were discussed along with item III A. Revised 2016-17 budget.

B.Intra Company Loans Update

This item was discussed along with item III A. Revised 2016-17 budget.

V. Closing Items

A.Adjourn Meeting

There being no further business to be transacted, and upon motion duly made, seconded and approved, the meeting was adjourned at 6:38 PM.

Respectfully Submitted,
N. Russell-Unterburger



Board Agenda Item #	Agenda # II A
Date:	February 6, 2017
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Nanie Montijo, Chief Financial Officer
RE:	Revised Budget

Proposed Board Recommendation

I move that the MPS Finance Committee recommend approval of the consolidated revised budget including a 3% increase in the Home Office revenues and expenses over 2016-17 board approved budget.

Background

The board approved MERF 2016-17 budget on September 8, 2016 and the school sites 2016-17 budgets on June 6, 2016. These budgets were based on estimates and available assumptions in June 2016. In order to align the budgets with current events and latest available assumptions, we request that the board approve the revised budgets presented herein.

The board directed staff that the maximum revision to the home office (MERF) budget should not exceed 3% over the board approved budget. The following summarizes the changes and budget cuts included in the proposed budget Home Office:

- Savings for not filling vacant positions for COO, Controller and Senior Financial Analyst: \$242k
- Unbudgeted Expenses including accrued vacation, PTO (sick time) pay out, severance pays, STRS/PERS/ H & W Benefits, etc.: \$342k
- Cuts from previous forecasted expenses including supplies, travel, consultants, professional development, marketing, etc.: \$183k

The proposed budget maintains the 5% net operating income for MERF in fiscal year 2016-17, which results in revised calculations of CMO fees to the school sites. The school sites updated ADA projections and revised CMO fees allocation in the proposed budget resulted in maintaining positive ongoing net income for all sites except for Santa Ana when adjusted to exclude the one time 13th month of payroll expense due to the shift in the teachers' contract. Santa Ana's approved budget reflected a net loss of \$550k while the proposed revised budget shows a projected net loss of \$154k.

Budget Implications

Three percent (3%) increase in 2016-17 MERF budget over board approved budget, or \$183k.

How Does This Action Relate/Affect/Benefit All MSAs?

Revised CMO Fees and Updated ADA projections have various impact on each school's budget. Details are contained in the December 2017 Financials Presentation.

Name of Staff Originator:

Nanie Montijo, Chief Financial Officer

Attachments

CMO Fees Summary

Savings and Additions

Year to date Actuals and Proposed Budget

CMO FEES SUMMARY Proposed vs Approved

	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD	Total
Proposed											
CMO Fee	1,013,267	918,273	918,273	75,995	75,995	75,995	633,292	1,013,267	1,013,267	337,375	6,074,999
Direct CMO Fee	41,388	34,536	35,271	14,807	14,022	13,621	22,779	38,555	72,367	22,916	310,263
Approved Budget											
CMO Fee	972,192	972,192	881,049	72,914	72,914	72,914	607,620	972,192	972,192	370,217	5,966,395
Direct CMO Fee	38,472	34,890	33,176	13,260	11,683	12,485	21,260	35,258	33,233	42,738	276,455
Variance											
CMO Fee	41,075	(53,918)	37,225	3,081	3,081	3,081	25,672	41,075	41,075	(32,843)	108,604
Direct CMO Fee	2,916	(354)	2,096	1,547	2,339	1,136	1,519	3,297	39,135	(19,822)	33,808
Total	43,991	(54,273)	39,320	4,628	5,420	4,216	27,191	44,372	80,210	(52,665)	142,412
Net Income Proposed	337,177	10,436	(94,419)	223,420	130,807	132,616	46,072	(22,148)	(199,416)	44,678	609,223
Net Income Approved	151,181	152,640	343,065	188,978	15,706	293,915	53,688	63,471	(550,228)	186,876	899,293
Variance	185,996	(142,204)	(437,485)	34,442	115,101	(161,299)	(7,616)	(85,618)	350,812	(142,198)	(290,069)

MERF		
Savings & Additional Expenses		
Savings - Approved vs. Proposed		
Salaries - Unfilled Positions	201,000.00	
Benefits - Unfilled Positions	40,884.00	
Total Savings	241,884.00	
Additional Expenses - Approved vs. Proposed		
PTO Payouts (unused sick time)	(21,750.00)	
Accrued Vacation	(61,887.45)	
Bonuses/Stipends	(19,799.07)	
Health Reimbursements	(6,900.00)	
STRS	(46,595)	
PERS	(23,362)	
H&W Benefits	(31,006)	
Salaries for non-budgeted employees	(70,613.52)	Two employees were supposed to leave by 7/1
Severance - OD & SM	(60,481.34)	
Total Additions	(342,394.66)	
Cuts/Additions from Previous Proposed Budget		
4330 - Office Supplies	(10,000.00)	
4420 - Computers	(5,000.00)	
5220 - Travel & Lodging	(22,000.00)	Cut from academic and parent & outreach departments
5822- Consultants - addition	51,024.70	NM contract and Account Temp Added
5822 - Consultants	(117,383.95)	Removed Grant Matching, OC Community Outreach, and part of Alfredo's additional outreach, See next tab
5851 - Marketing & Student Recruiting	(40,000.00)	Removed from External Affairs department budget
5863 - Professional Development	(25,000.00)	Removed from Academic and HR Department
5864 - Tuition Reimbursement	(15,000.00)	Removed from External Affairs department budget
Total Adjustment	(183,359.25)	

MERF

Budget vs. Actuals

As of most recent monthly close

	Budget						
	Actual YTD	Approved Budget	Proposed Revised Budget	Variance (Budget vs. Current Forecast)	Budget Remaining	Forecast Remaining	% of Forecast Spent
SUMMARY							
Revenue							
LCFF Entitlement	-	-	-	-	-	-	-
Federal Revenue	-	-	-	-	-	-	-
Other State Revenues	-	-	-	-	-	-	-
Local Revenues	3,008,303	6,242,850	6,410,367	167,517	3,234,547	3,402,064	47%
Fundraising and Grants	86,850	150,000	150,000	-	63,150	63,150	58%
Total Revenue	3,095,153	6,392,850	6,560,367	167,517	3,297,697	3,465,214	47%
Expenses							
Compensation and Benefits	1,937,146	3,467,487	3,567,998	(100,511)	1,530,341	1,630,851	54%
Books and Supplies	40,827	75,821	84,820	(8,999)	34,994	43,993	48%
Services and Other Operating Expenditures	1,273,893	2,537,455	2,616,824	(79,369)	1,263,562	1,342,931	49%
Depreciation	3,834	7,666	1,440	6,226	3,832	(2,394)	266%
Total Expenses	3,255,700	6,088,429	6,271,082	(182,653)	2,832,729	3,015,382	52%
Operating Income	(160,547)	30442131.33%	28928550.62%	(15,136)	464,969	449,833	-55%
Fund Balance							
Beginning Balance (Unaudited)		35,855	(285,175)				0%
Audit Adjustment		-	311,971				0%
Beginning Balance (Audited)		35,855	26,796				0%
Operating Income		304,421	289,286				0%
Ending Fund Balance		340,277	316,081				0%



Board Agenda Item #	Agenda # II B
Date:	February 6, 2017
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Nanie Montijo, Chief Financial Officer
RE:	2015 IRS Form 990 – Return of Organization Exempt from Income Tax

Proposed Board Recommendation

I move that the finance committee recommend approval to the full board to approve the filing of IRS Form 990 for fiscal year 2015-16 due February 15, 2017.

Background

Form 990 is an IRS form that provides the public financial information about a nonprofit organization. Certain tax-exempt organizations must file an annual reporting return with IRS. It provides information on the organization’s mission, programs and finances. In addition to Form 990, tax-exempt organizations are also subject to variety of disclosure and compliance requirements through various schedules attached to Form 990. Filing of schedules supplements, enhances and further clarifies disclosures and compliance reporting made in Form 990.

Form 990 is due on the 15th of the 5th month after the fiscal year, with up to 6 months of extensions. There is penalty of \$20 per day until form is filed.

A nonprofit organization that does not file annual returns or notices for three (3) consecutive years will have its tax-exempt status revoked as of due date of the third return or notice.

Budget Implications

None

How Does This Action Relate/Affect/Benefit All MSAs?

n/a

Name of Staff Originator:

Nanie Montijo, Chief Financial Officer

Attachments

Form 990 and schedules

Caution: Forms printed from within Adobe Acrobat products may not meet IRS or state taxing agency specifications. When using Acrobat 9.x products and later products, select "None" in the "Page Scaling" selection box in the Adobe "Print" dialog.

GOVERNMENT COPY

DRAFT

Form **8879-EO**

IRS e-file Signature Authorization for an Exempt Organization

OMB No. 1545-1878

For calendar year 2015, or fiscal year beginning JUL 1, 2015, and ending JUN 30, 2016

2015

Department of the Treasury
Internal Revenue Service

▶ **Do not send to the IRS. Keep for your records.**

▶ **Information about Form 8879-EO and its instructions is at www.irs.gov/form8879eo.**

Name of exempt organization

MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION

Employer identification number

95-4649884

Name and title of officer

**NAMIE MONTIJO
CFO**

Part I Type of Return and Return Information (Whole Dollars Only)

Check the box for the return for which you are using this Form 8879-EO and enter the applicable amount, if any, from the return. If you check the box on line **1a, 2a, 3a, 4a, or 5a**, below, and the amount on that line for the return being filed with this form was blank, then leave line **1b, 2b, 3b, 4b, or 5b**, whichever is applicable, blank (do not enter -0-). But, if you entered -0- on the return, then enter -0- on the applicable line below. **Do not** complete more than 1 line in Part I.

1a Form 990 check here ▶ <input checked="" type="checkbox"/>	b Total revenue , if any (Form 990, Part VIII, column (A), line 12)	1b <u>47,750,213.</u>
2a Form 990-EZ check here ▶ <input type="checkbox"/>	b Total revenue , if any (Form 990-EZ, line 9)	2b _____
3a Form 1120-POL check here ▶ <input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b _____
4a Form 990-PF check here ▶ <input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b _____
5a Form 8868 check here ▶ <input type="checkbox"/>	b Balance Due (Form 8868, Part I, line 3c or Part II, line 8c)	5b _____

Part II Declaration and Signature Authorization of Officer

Under penalties of perjury, I declare that I am an officer of the above organization and that I have examined a copy of the organization's 2015 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the organization's electronic return and, if applicable, the organization's consent to electronic funds withdrawal.

Officer's PIN: check one box only

I authorize VAVRINEK, TRINE, DAY & CO., LLP to enter my PIN 11111
ERO firm name Enter five numbers, but do not enter all zeros

as my signature on the organization's tax year 2015 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I also authorize the aforementioned ERO to enter my PIN on the return's disclosure consent screen.

As an officer of the organization, I will enter my PIN as my signature on the organization's tax year 2015 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I will enter my PIN on the return's disclosure consent screen.

Officer's signature ▶ ******* THIS IS NOT A FILEABLE COPY ***** Date ▶ _____

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit electronic filing identification number (EFIN) followed by your five-digit self-selected PIN.

33565600050
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2015 electronically filed return for the organization indicated above. I confirm that I am submitting this return in accordance with the requirements of **Pub. 4163**, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ _____ Date ▶ _____

**ERO Must Retain This Form - See Instructions
Do Not Submit This Form To the IRS Unless Requested To Do So**

Form **990**

Return of Organization Exempt From Income Tax
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

OMB No. 1545-0047

2015
Open to Public Inspection

Department of the Treasury
Internal Revenue Service

▶ Do not enter social security numbers on this form as it may be made public.
▶ Information about Form 990 and its instructions is at www.irs.gov/form990.

A For the 2015 calendar year, or tax year beginning **JUL 1, 2015** and ending **JUN 30, 2016**

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION Doing business as Number and street (or P.O. box if mail is not delivered to street address) Room/suite 13950 MILTON AVE City or town, state or province, country, and ZIP or foreign postal code WESTMINSTER, CA 92683 F Name and address of principal officer: NAMIE MONTIJO SAME AS C ABOVE	D Employer identification number 95-4649884 E Telephone number 714-892-5066 G Gross receipts \$ 47,750,213. H(a) Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number ▶
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) () ◀ (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		
J Website: ▶ N/A		
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶		
L Year of formation: 2005		M State of legal domicile: CA

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: MERF OPERATED ELEVEN MAGNOLIA SCIENCE ACADEMY (MSA) KINDERGARTEN THROUGH GRADE TWELVE CHARTER 2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets. 3 Number of voting members of the governing body (Part VI, line 1a) 3 9 4 Number of independent voting members of the governing body (Part VI, line 1b) 4 9 5 Total number of individuals employed in calendar year 2015 (Part V, line 2a) 5 490 6 Total number of volunteers (estimate if necessary) 6 50 7a Total unrelated business revenue from Part VIII, column (C), line 12 7a 0. 7b Net unrelated business taxable income from Form 990-T, line 34 7b 0.																									
Revenue	<table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Prior Year</th> <th style="text-align: center;">Current Year</th> </tr> </thead> <tbody> <tr> <td>8 Contributions and grants (Part VIII, line 1h)</td> <td style="text-align: right;">34,357,458.</td> <td style="text-align: right;">47,750,213.</td> </tr> <tr> <td>9 Program service revenue (Part VIII, line 2g)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)</td> <td style="text-align: right;">34,357,458.</td> <td style="text-align: right;">47,750,213.</td> </tr> </tbody> </table>		Prior Year	Current Year	8 Contributions and grants (Part VIII, line 1h)	34,357,458.	47,750,213.	9 Program service revenue (Part VIII, line 2g)	0.	0.	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	0.	0.	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	0.	0.	12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	34,357,458.	47,750,213.							
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11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	0.	0.																								
12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	34,357,458.	47,750,213.																								
Expenses	<table border="1" style="width:100%; border-collapse: collapse;"> <tbody> <tr> <td>13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>14 Benefits paid to or for members (Part IX, column (A), line 4)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)</td> <td style="text-align: right;">19,967,246.</td> <td style="text-align: right;">24,215,884.</td> </tr> <tr> <td>16a Professional fundraising fees (Part IX, column (A), line 11e)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>b Total fundraising expenses (Part IX, column (D), line 25) ▶ 0.</td> <td></td> <td></td> </tr> <tr> <td>17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)</td> <td style="text-align: right;">11,327,819.</td> <td style="text-align: right;">15,754,292.</td> </tr> <tr> <td>18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)</td> <td style="text-align: right;">31,295,065.</td> <td style="text-align: right;">39,970,176.</td> </tr> <tr> <td>19 Revenue less expenses. Subtract line 18 from line 12</td> <td style="text-align: right;">3,062,393.</td> <td style="text-align: right;">7,780,037.</td> </tr> </tbody> </table>	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0.	0.	14 Benefits paid to or for members (Part IX, column (A), line 4)	0.	0.	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	19,967,246.	24,215,884.	16a Professional fundraising fees (Part IX, column (A), line 11e)	0.	0.	b Total fundraising expenses (Part IX, column (D), line 25) ▶ 0.			17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	11,327,819.	15,754,292.	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	31,295,065.	39,970,176.	19 Revenue less expenses. Subtract line 18 from line 12	3,062,393.	7,780,037.	
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19 Revenue less expenses. Subtract line 18 from line 12	3,062,393.	7,780,037.																								
Net Assets or Fund Balances	<table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Beginning of Current Year</th> <th style="text-align: center;">End of Year</th> </tr> </thead> <tbody> <tr> <td>20 Total assets (Part X, line 16)</td> <td style="text-align: right;">24,530,921.</td> <td style="text-align: right;">42,219,287.</td> </tr> <tr> <td>21 Total liabilities (Part X, line 26)</td> <td style="text-align: right;">11,522,400.</td> <td style="text-align: right;">21,430,729.</td> </tr> <tr> <td>22 Net assets or fund balances. Subtract line 21 from line 20</td> <td style="text-align: right;">13,008,521.</td> <td style="text-align: right;">20,788,558.</td> </tr> </tbody> </table>		Beginning of Current Year	End of Year	20 Total assets (Part X, line 16)	24,530,921.	42,219,287.	21 Total liabilities (Part X, line 26)	11,522,400.	21,430,729.	22 Net assets or fund balances. Subtract line 21 from line 20	13,008,521.	20,788,558.													
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22 Net assets or fund balances. Subtract line 21 from line 20	13,008,521.	20,788,558.																								

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer NAMIE MONTIJO, CFO Type or print name and title	Date
Paid Preparer Use Only	Print/Type preparer's name MATTHEW S. MILLER	Preparer's signature Date Check if self-employed <input type="checkbox"/> PTIN P01385220
	Firm's name ▶ VAVRINEK, TRINE, DAY & CO., LLP Firm's address ▶ 10681 FOOTHILL BLVD SUITE 300 RANCHO CUCAMONGA, CA 91730	Firm's EIN ▶ 95-2648289 Phone no. 909-466-4410

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response or note to any line in this Part III [X]

1 Briefly describe the organization's mission: MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION PROVIDES COMMUNITY SUPPORT IN EDUCATIONAL AREAS, INCLUDING BUT NOT LIMITED TO, OPERATING PUBLIC CHARTER SCHOOLS WITH A MISSION TO PROVIDE COLLEGE PREPARATORY EDUCATIONAL PROGRAM EMPHASIZING SCIENCE, TECHNOLOGY, ENGINEERING, AND

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

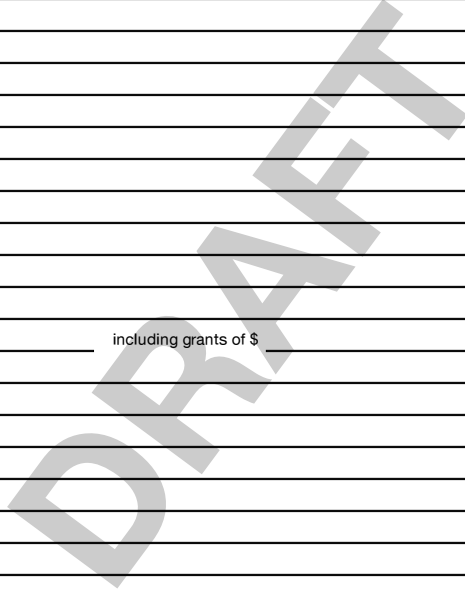
4a (Code:) (Expenses \$ 29,783,877. including grants of \$) (Revenue \$) MERF OPERATED ELEVEN MAGNOLIA SCIENCE ACADEMY (MSA) KINDERGARTEN THROUGH GRADE TWELVE CHARTER SCHOOLS SERVING 3,790 STUDENTS THROUGHOUT CALIFORNIA

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services (Describe in Schedule O.) (Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses 29,783,877.



MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2 Is the organization required to complete <i>Schedule B, Schedule of Contributors</i> ?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i>		X
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i>		X
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>		X
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i>	X	
b Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i>		X
c Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i>		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i>		X
e Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i>		X
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i>	X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i>	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i>		X
13 Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i>		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? <i>If "Yes," complete Schedule F, Parts II and IV</i>		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? <i>If "Yes," complete Schedule F, Parts III and IV</i>		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

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Part IV Checklist of Required Schedules (continued)

	Yes	No
20a Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i>		X
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		
21 Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22 Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>		X
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a</i>		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>		X
26 Did the organization report any amount on Part X, line 5, 6, or 22 for receivables from or payables to any current or former officers, directors, trustees, key employees, highest compensated employees, or disqualified persons? <i>If "Yes," complete Schedule L, Part II</i>		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i>		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
b A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>		X
29 Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
34 Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i>	X	
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?		X
b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19?	X	

Note. All Form 990 filers are required to complete Schedule O

Form 990 (2015)

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response or note to any line in this Part V

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable		
1b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable		
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	X	
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)	X	
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
b	If "Yes," has it filed a Form 990-T for this year? If "No," to line 3b, provide an explanation in Schedule O		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
b	If "Yes," enter the name of the foreign country: See instructions for filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR).		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
c	If "Yes," to line 5a or 5b, did the organization file Form 8886-T?		
6a	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
7	Organizations that may receive deductible contributions under section 170(c).		
a	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?		X
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
d	If "Yes," indicate the number of Forms 8282 filed during the year		
e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?		
h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?		
8	Sponsoring organizations maintaining donor advised funds. Did a donor advised fund maintained by the sponsoring organization have excess business holdings at any time during the year?		
9	Sponsoring organizations maintaining donor advised funds.		
a	Did the sponsoring organization make any taxable distributions under section 4966?		
b	Did the sponsoring organization make a distribution to a donor, donor advisor, or related person?		
10	Section 501(c)(7) organizations. Enter:		
a	Initiation fees and capital contributions included on Part VIII, line 12		
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
11	Section 501(c)(12) organizations. Enter:		
a	Gross income from members or shareholders		
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?		
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year		
13	Section 501(c)(29) qualified nonprofit health insurance issuers.		
a	Is the organization licensed to issue qualified health plans in more than one state? Note. See the instructions for additional information the organization must report on Schedule O.		
b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans		
c	Enter the amount of reserves on hand		
14a	Did the organization receive any payments for indoor tanning services during the tax year?		X
b	If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O		

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Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI

Section A. Governing Body and Management

		Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.		
1b	Enter the number of voting members included in line 1a, above, who are independent		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a significant diversion of the organization's assets?		X
6	Did the organization have members or stockholders?		X
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		X
7b	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		X
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
8a	The governing body?	X	
8b	Each committee with authority to act on behalf of the governing body?	X	
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Did the organization have local chapters, branches, or affiliates?		X
10b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	X	
11b	Describe in Schedule O the process, if any, used by the organization to review this Form 990.		
12a	Did the organization have a written conflict of interest policy? If "No," go to line 13	X	
12b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
12c	Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	X	
13	Did the organization have a written whistleblower policy?	X	
14	Did the organization have a written document retention and destruction policy?	X	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
15a	The organization's CEO, Executive Director, or top management official	X	
15b	Other officers or key employees of the organization	X	
	If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).		
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
16b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		

Section C. Disclosure

- 17** List the states with which a copy of this Form 990 is required to be filed **CA**
- 18** Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.
 Own website Another's website Upon request Other (explain in Schedule O)
- 19** Describe in Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
- 20** State the name, address, and telephone number of the person who possesses the organization's books and records: **THE ORGANIZATION - 714-892-5066**
13950 MILTON AVE, WESTMINSTER, CA 92683

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Form 990 (2015)

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Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Check if Schedule O contains a response or note to any line in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) DR. UMIT YAPENEL PRESIDENT	2.00	X		X				0.	0.	0.
(2) NOEL RUSSELL-UNTERBERGER TREASURER	2.00	X		X				0.	0.	0.
(3) SAKEN SHERKHANOV SECRETARY	2.00	X		X				0.	0.	0.
(4) NGUYEN HUYNH DIRECTOR	2.00	X						0.	0.	0.
(5) DR. MUSTAFA KAYNAK DIRECTOR	2.00	X						0.	0.	0.
(6) DR. REMZI OTEN DIRECTOR	2.00	X						0.	0.	0.
(7) DIANE GONZALEZ DIRECTOR	2.00	X						0.	0.	0.
(8) ALI KORKMAZ DIRECTOR	2.00	X						0.	0.	0.
(9) SERDAR ORAZOV DIRECTOR	2.00	X						0.	0.	0.
(10) CAPRICE YOUNG CEO	40.00			X				191,188.	0.	0.
(11) OSWALDO DIAZ CFO	40.00			X				121,000.	0.	13,960.

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Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
1b Sub-total							312,188.	0.	13,960.	
c Total from continuation sheets to Part VII, Section A							0.	0.	0.	
d Total (add lines 1b and 1c)							312,188.	0.	13,960.	

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **2**

	Yes	No
3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? <i>If "Yes," complete Schedule J for such individual</i>		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? <i>If "Yes," complete Schedule J for such individual</i>	X	
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? <i>If "Yes," complete Schedule J for such person</i>		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
NONE		

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **0**

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Part VIII Statement of Revenue

Check if Schedule O contains a response or note to any line in this Part VIII

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512 - 514	
Contributions, Gifts, Grants and Other Similar Amounts	1 a Federated campaigns	1a					
	b Membership dues	1b					
	c Fundraising events	1c					
	d Related organizations	1d					
	e Government grants (contributions)	1e	45,944,415.				
	f All other contributions, gifts, grants, and similar amounts not included above	1f	1,805,798.				
	g Noncash contributions included in lines 1a-1f: \$						
	h Total. Add lines 1a-1f		47,750,213.				
Program Service Revenue	2 a _____	Business Code					
	b _____						
	c _____						
	d _____						
	e _____						
	f All other program service revenue						
	g Total. Add lines 2a-2f						
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)						
	4 Income from investment of tax-exempt bond proceeds						
	5 Royalties						
	6 a Gross rents	(i) Real	(ii) Personal				
		b Less: rental expenses					
		c Rental income or (loss)					
		d Net rental income or (loss)					
	7 a Gross amount from sales of assets other than inventory	(i) Securities	(ii) Other				
		b Less: cost or other basis and sales expenses					
		c Gain or (loss)					
		d Net gain or (loss)					
	8 a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18	a					
		b Less: direct expenses	b				
		c Net income or (loss) from fundraising events					
	9 a Gross income from gaming activities. See Part IV, line 19	a					
b Less: direct expenses		b					
c Net income or (loss) from gaming activities							
10 a Gross sales of inventory, less returns and allowances	a						
	b Less: cost of goods sold	b					
	c Net income or (loss) from sales of inventory						
Miscellaneous Revenue		Business Code					
11 a _____							
	b _____						
	c _____						
	d All other revenue						
	e Total. Add lines 11a-11d						
12 Total revenue. See instructions.			47,750,213.	0.	0.	0.	

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Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21				
2 Grants and other assistance to domestic individuals. See Part IV, line 22				
3 Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	385,000.	235,000.	150,000.	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	18,246,221.	18,246,221.		
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	63,494.	63,494.		
9 Other employee benefits	2,541,709.	2,541,709.		
10 Payroll taxes	2,979,460.	2,979,460.		
11 Fees for services (non-employees):				
a Management	642,960.		642,960.	
b Legal	400,858.		400,858.	
c Accounting	879,975.		879,975.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)	1,801,116.		1,801,116.	
12 Advertising and promotion	156,605.		156,605.	
13 Office expenses	509,512.		509,512.	
14 Information technology	413,754.		413,754.	
15 Royalties				
16 Occupancy	1,785,885.		1,785,885.	
17 Travel	212,528.		212,528.	
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	45,187.		45,187.	
20 Interest	680,975.		680,975.	
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	543,494.		543,494.	
23 Insurance	190,090.		190,090.	
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a STUDENT SERVICES AND PR	2,088,886.	2,088,886.		
b STUDENT NUTRITION	1,312,016.	1,312,016.		
c BOOKS AND OTHER MATERIA	1,237,521.	1,237,521.		
d REPAIRS AND MAINTENANCE	645,536.	44,260.	601,276.	
e All other expenses	2,207,394.	1,035,310.	1,172,084.	
25 Total functional expenses. Add lines 1 through 24e	39,970,176.	29,783,877.	10,186,299.	0.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				

Check here if following SOP 98-2 (ASC 958-720)

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Part X Balance Sheet

Check if Schedule O contains a response or note to any line in this Part X

		(A)		(B)		
		Beginning of year		End of year		
Assets	1	Cash - non-interest-bearing	11,171,536.	1	16,203,446.	
	2	Savings and temporary cash investments		2		
	3	Pledges and grants receivable, net		3		
	4	Accounts receivable, net	4,170,911.	4	4,305,571.	
	5	Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5		
	6	Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L		6		
	7	Notes and loans receivable, net		7		
	8	Inventories for sale or use		8		
	9	Prepaid expenses and deferred charges	29,854.	9	141,671.	
	10a	Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 23,391,744.			
	b	Less: accumulated depreciation	10b 2,338,891.	8,921,210.	10c	21,052,853.
	11	Investments - publicly traded securities		11		
	12	Investments - other securities. See Part IV, line 11		12		
	13	Investments - program-related. See Part IV, line 11		13		
	14	Intangible assets		14		
	15	Other assets. See Part IV, line 11	237,410.	15	515,746.	
16	Total assets. Add lines 1 through 15 (must equal line 34)	24,530,921.	16	42,219,287.		
Liabilities	17	Accounts payable and accrued expenses	2,569,245.	17	3,178,148.	
	18	Grants payable		18		
	19	Deferred revenue	445,725.	19	507,918.	
	20	Tax-exempt bond liabilities		20		
	21	Escrow or custodial account liability. Complete Part IV of Schedule D		21		
	22	Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22		
	23	Secured mortgages and notes payable to unrelated third parties		23		
	24	Unsecured notes and loans payable to unrelated third parties	8,507,430.	24	17,744,663.	
	25	Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		25		
	26	Total liabilities. Add lines 17 through 25	11,522,400.	26	21,430,729.	
Net Assets or Fund Balances	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.					
	27	Unrestricted net assets	12,010,239.	27	20,788,558.	
	28	Temporarily restricted net assets	998,282.	28	0.	
	29	Permanently restricted net assets		29		
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.					
	30	Capital stock or trust principal, or current funds		30		
	31	Paid-in or capital surplus, or land, building, or equipment fund		31		
	32	Retained earnings, endowment, accumulated income, or other funds		32		
	33	Total net assets or fund balances	13,008,521.	33	20,788,558.	
	34	Total liabilities and net assets/fund balances	24,530,921.	34	42,219,287.	

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Part XI Reconciliation of Net Assets

Check if Schedule O contains a response or note to any line in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	47,750,213.
2	Total expenses (must equal Part IX, column (A), line 25)	2	39,970,176.
3	Revenue less expenses. Subtract line 2 from line 1	3	7,780,037.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	13,008,521.
5	Net unrealized gains (losses) on investments	5	
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	0.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	20,788,558.

Part XII Financial Statements and Reporting

Check if Schedule O contains a response or note to any line in this Part XII

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
2b	Were the organization's financial statements audited by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	X	
2c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? _____ If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	X	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? _____		X
3b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits _____		

Form 990 (2015)

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.
▶ Attach to Form 990 or Form 990-EZ.

OMB No. 1545-0047

2015

Open to Public Inspection

▶ Information about Schedule A (Form 990 or 990-EZ) and its instructions is at www.irs.gov/form990.

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION** Employer identification number **95-4649884**

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1 A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i)**.
- 2 A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E (Form 990 or 990-EZ).)
- 3 A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.
- 4 A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state: _____
- 5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II.)
- 6 A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.
- 7 An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 8 A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 9 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See **section 509(a)(2)**. (Complete Part III.)
- 10 An organization organized and operated exclusively to test for public safety. See **section 509(a)(4)**.
- 11 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in **section 509(a)(1)** or **section 509(a)(2)**. See **section 509(a)(3)**. Check the box in lines 11a through 11d that describes the type of supporting organization and complete lines 11e, 11f, and 11g.
 - a **Type I.** A supporting organization operated, supervised, or controlled by its supported organization(s), typically by giving the supported organization(s) the power to regularly appoint or elect a majority of the directors or trustees of the supporting organization. **You must complete Part IV, Sections A and B.**
 - b **Type II.** A supporting organization supervised or controlled in connection with its supported organization(s), by having control or management of the supporting organization vested in the same persons that control or manage the supported organization(s). **You must complete Part IV, Sections A and C.**
 - c **Type III functionally integrated.** A supporting organization operated in connection with, and functionally integrated with, its supported organization(s) (see instructions). **You must complete Part IV, Sections A, D, and E.**
 - d **Type III non-functionally integrated.** A supporting organization operated in connection with its supported organization(s) that is not functionally integrated. The organization generally must satisfy a distribution requirement and an attentiveness requirement (see instructions). **You must complete Part IV, Sections A and D, and Part V.**
 - e Check this box if the organization received a written determination from the IRS that it is a Type I, Type II, Type III functionally integrated, or Type III non-functionally integrated supporting organization.
 - f Enter the number of supported organizations
 - g Provide the following information about the supported organization(s).

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above (see instructions))	(iv) Is the organization listed in your governing document?		(v) Amount of monetary support (see instructions)	(vi) Amount of other support (see instructions)
			Yes	No		
Total						

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge ...						
4 Total. Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ...						
9 Net income from unrelated business activities, whether or not the business is regularly carried on ...						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2015 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage from 2014 Schedule A, Part II, line 14	15	%
16a 33 1/3% support test - 2015. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 33 1/3% support test - 2014. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
17a 10% -facts-and-circumstances test - 2015. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 10% -facts-and-circumstances test - 2014. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions		<input type="checkbox"/>

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						0.
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						0.
c Add lines 7a and 7b						0.
8 Public support. (Subtract line 7c from line 6.)						199873630

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
9 Amounts from line 6	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)	24631389.	30647486.	62487084.	34357458.	47750213.	199873630

14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

Section C. Computation of Public Support Percentage

15 Public support percentage for 2015 (line 8, column (f) divided by line 13, column (f))	15	100.00 %
16 Public support percentage from 2014 Schedule A, Part III, line 15	16	100.00 %

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2015 (line 10c, column (f) divided by line 13, column (f))	17	.00 %
18 Investment income percentage from 2014 Schedule A, Part III, line 17	18	%

19a 33 1/3% support tests - 2015. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

b 33 1/3% support tests - 2014. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

Part IV Supporting Organizations

(Complete only if you checked a box in line 11 on Part I. If you checked 11a of Part I, complete Sections A and B. If you checked 11b of Part I, complete Sections A and C. If you checked 11c of Part I, complete Sections A, D, and E. If you checked 11d of Part I, complete Sections A and D, and complete Part V.)

Section A. All Supporting Organizations

	Yes	No
1 Are all of the organization's supported organizations listed by name in the organization's governing documents? <i>If "No" describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain.</i>		
2 Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? <i>If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2).</i>		
3a Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? <i>If "Yes," answer (b) and (c) below.</i>		
b Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? <i>If "Yes," describe in Part VI when and how the organization made the determination.</i>		
c Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2)(B) purposes? <i>If "Yes," explain in Part VI what controls the organization put in place to ensure such use.</i>		
4a Was any supported organization not organized in the United States ("foreign supported organization")? <i>If "Yes," and if you checked 11a or 11b in Part I, answer (b) and (c) below.</i>		
b Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? <i>If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations.</i>		
c Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? <i>If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes.</i>		
5a Did the organization add, substitute, or remove any supported organizations during the tax year? <i>If "Yes," answer (b) and (c) below (if applicable). Also, provide detail in Part VI, including (i) the names and EIN numbers of the supported organizations added, substituted, or removed; (ii) the reasons for each such action; (iii) the authority under the organization's organizing document authorizing such action; and (iv) how the action was accomplished (such as by amendment to the organizing document).</i>		
b Type I or Type II only. Was any added or substituted supported organization part of a class already designated in the organization's organizing document?		
c Substitutions only. Was the substitution the result of an event beyond the organization's control?		
6 Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (i) its supported organizations, (ii) individuals that are part of the charitable class benefited by one or more of its supported organizations, or (iii) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? <i>If "Yes," provide detail in Part VI.</i>		
7 Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (defined in section 4958(c)(3)(C)), a family member of a substantial contributor, or a 35% controlled entity with regard to a substantial contributor? <i>If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).</i>		
8 Did the organization make a loan to a disqualified person (as defined in section 4958) not described in line 7? <i>If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).</i>		
9a Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? <i>If "Yes," provide detail in Part VI.</i>		
b Did one or more disqualified persons (as defined in line 9a) hold a controlling interest in any entity in which the supporting organization had an interest? <i>If "Yes," provide detail in Part VI.</i>		
c Did a disqualified person (as defined in line 9a) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? <i>If "Yes," provide detail in Part VI.</i>		
10a Was the organization subject to the excess business holdings rules of section 4943 because of section 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? <i>If "Yes," answer 10b below.</i>		
b Did the organization have any excess business holdings in the tax year? <i>(Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.)</i>		

Part IV Supporting Organizations (continued)

	Yes	No
11 Has the organization accepted a gift or contribution from any of the following persons?		
a A person who directly or indirectly controls, either alone or together with persons described in (b) and (c) below, the governing body of a supported organization?		
b A family member of a person described in (a) above?		
c A 35% controlled entity of a person described in (a) or (b) above? If "Yes" to a, b, or c, provide detail in Part VI.		
11a		
11b		
11c		

Section B. Type I Supporting Organizations

	Yes	No
1 Did the directors, trustees, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's directors or trustees at all times during the tax year? If "No," describe in Part VI how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove directors or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.		
2 Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? If "Yes," explain in Part VI how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.		
1		
2		

Section C. Type II Supporting Organizations

	Yes	No
1 Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? If "No," describe in Part VI how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).		
1		

Section D. All Type III Supporting Organizations

	Yes	No
1 Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (i) a written notice describing the type and amount of support provided during the prior tax year, (ii) a copy of the Form 990 that was most recently filed as of the date of notification, and (iii) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?		
2 Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? If "No," explain in Part VI how the organization maintained a close and continuous working relationship with the supported organization(s).		
3 By reason of the relationship described in (2), did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? If "Yes," describe in Part VI the role the organization's supported organizations played in this regard.		
1		
2		
3		

Section E. Type III Functionally-Integrated Supporting Organizations

1 Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions):			
a <input type="checkbox"/> The organization satisfied the Activities Test. Complete line 2 below.			
b <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete line 3 below.			
c <input type="checkbox"/> The organization supported a governmental entity. Describe in Part VI how you supported a government entity (see instructions).			
2 Activities Test. Answer (a) and (b) below.		Yes	No
a Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? If "Yes," then in Part VI identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.			
b Did the activities described in (a) constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? If "Yes," explain in Part VI the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.			
3 Parent of Supported Organizations. Answer (a) and (b) below.			
a Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? Provide details in Part VI.			
b Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? If "Yes," describe in Part VI the role played by the organization in this regard.			
2a			
2b			
3a			
3b			

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations

1 Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970. See instructions. All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

Section A - Adjusted Net Income		(A) Prior Year	(B) Current Year (optional)
1	Net short-term capital gain	1	
2	Recoveries of prior-year distributions	2	
3	Other gross income (see instructions)	3	
4	Add lines 1 through 3	4	
5	Depreciation and depletion	5	
6	Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6	
7	Other expenses (see instructions)	7	
8	Adjusted Net Income (subtract lines 5, 6 and 7 from line 4)	8	

Section B - Minimum Asset Amount		(A) Prior Year	(B) Current Year (optional)
1	Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):		
a	Average monthly value of securities	1a	
b	Average monthly cash balances	1b	
c	Fair market value of other non-exempt-use assets	1c	
d	Total (add lines 1a, 1b, and 1c)	1d	
e	Discount claimed for blockage or other factors (explain in detail in Part VI):		
2	Acquisition indebtedness applicable to non-exempt-use assets	2	
3	Subtract line 2 from line 1d	3	
4	Cash deemed held for exempt use. Enter 1-1/2% of line 3 (for greater amount, see instructions).	4	
5	Net value of non-exempt-use assets (subtract line 4 from line 3)	5	
6	Multiply line 5 by .035	6	
7	Recoveries of prior-year distributions	7	
8	Minimum Asset Amount (add line 7 to line 6)	8	

Section C - Distributable Amount			Current Year
1	Adjusted net income for prior year (from Section A, line 8, Column A)	1	
2	Enter 85% of line 1	2	
3	Minimum asset amount for prior year (from Section B, line 8, Column A)	3	
4	Enter greater of line 2 or line 3	4	
5	Income tax imposed in prior year	5	
6	Distributable Amount. Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions)	6	
7	<input type="checkbox"/> Check here if the current year is the organization's first as a non-functionally-integrated Type III supporting organization (see instructions).		

MAGNOLIA EDUCATIONAL AND RESEARCH

Schedule A (Form 990 or 990-EZ) 2015 FOUNDATION

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Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations (continued)

Section D - Distributions	Current Year
1 Amounts paid to supported organizations to accomplish exempt purposes	
2 Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	
3 Administrative expenses paid to accomplish exempt purposes of supported organizations	
4 Amounts paid to acquire exempt-use assets	
5 Qualified set-aside amounts (prior IRS approval required)	
6 Other distributions (describe in Part VI). See instructions.	
7 Total annual distributions. Add lines 1 through 6.	
8 Distributions to attentive supported organizations to which the organization is responsive (provide details in Part VI). See instructions.	
9 Distributable amount for 2015 from Section C, line 6	
10 Line 8 amount divided by Line 9 amount	

Section E - Distribution Allocations (see instructions)	(i) Excess Distributions	(ii) Underdistributions Pre-2015	(iii) Distributable Amount for 2015
1 Distributable amount for 2015 from Section C, line 6			
2 Underdistributions, if any, for years prior to 2015 (reasonable cause required-see instructions)			
3 Excess distributions carryover, if any, to 2015:			
a			
b			
c			
d From 2013			
e From 2014			
f Total of lines 3a through e			
g Applied to underdistributions of prior years			
h Applied to 2015 distributable amount			
i Carryover from 2010 not applied (see instructions)			
j Remainder. Subtract lines 3g, 3h, and 3i from 3f.			
4 Distributions for 2015 from Section D, line 7: \$			
a Applied to underdistributions of prior years			
b Applied to 2015 distributable amount			
c Remainder. Subtract lines 4a and 4b from 4.			
5 Remaining underdistributions for years prior to 2015, if any. Subtract lines 3g and 4a from line 2 (if amount greater than zero, see instructions).			
6 Remaining underdistributions for 2015. Subtract lines 3h and 4b from line 1 (if amount greater than zero, see instructions).			
7 Excess distributions carryover to 2016. Add lines 3j and 4c.			
8 Breakdown of line 7:			
a			
b			
c Excess from 2013			
d Excess from 2014			
e Excess from 2015			

Schedule A (Form 990 or 990-EZ) 2015

MAGNOLIA EDUCATIONAL AND RESEARCH

Schedule A (Form 990 or 990-EZ) 2015 FOUNDATION

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Part VI

Supplemental Information. Provide the explanations required by Part II, line 10; Part II, line 17a or 17b; Part III, line 12; Part IV, Section A, lines 1, 2, 3b, 3c, 4b, 4c, 5a, 6, 9a, 9b, 9c, 11a, 11b, and 11c; Part IV, Section B, lines 1 and 2; Part IV, Section C, line 1; Part IV, Section D, lines 2 and 3; Part IV, Section E, lines 1c, 2a, 2b, 3a and 3b; Part V, line 1; Part V, Section B, line 1e; Part V, Section D, lines 5, 6, and 8; and Part V, Section E, lines 2, 5, and 6. Also complete this part for any additional information. (See instructions.)

Lined area for supplemental information with a large diagonal 'DRAFT' watermark.

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Name of the organization

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Employer identification number

95-4649884

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(3) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

Special Rules

For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year ▶ \$ _____

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF. Schedule B (Form 990, 990-EZ, or 990-PF) (2015)

Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

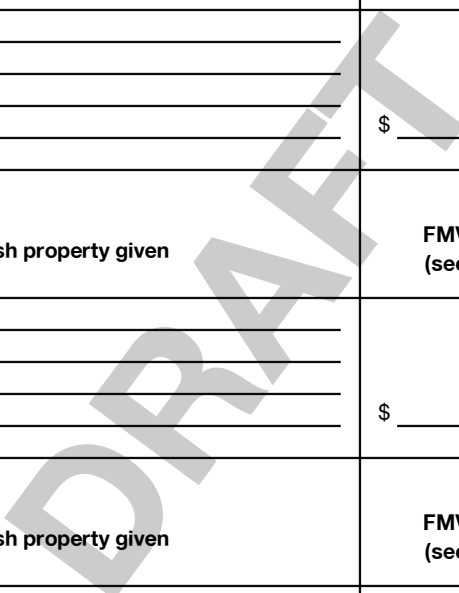
Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	CALIFORNIA STATE DEPARTMENT OF EDUCATION 1430 N ST SACRAMENTO, CA 95814	\$ 45,944,415.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	_____ _____ _____	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

Part II Noncash Property (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____



Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

Part III Exclusively religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than \$1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this info. once.) ▶ \$ _____
 Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	

SCHEDULE D
(Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

▶ **Complete if the organization answered "Yes" on Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.**
▶ **Attach to Form 990.**

OMB No. 1545-0047

2015

Open to Public Inspection

▶ **Information about Schedule D (Form 990) and its instructions is at www.irs.gov/form990.**

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION** **Employer identification number**
95-4649884

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" on Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate value of contributions to (during year)		
3 Aggregate value of grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?		<input type="checkbox"/> Yes <input type="checkbox"/> No

Part II Conservation Easements. Complete if the organization answered "Yes" on Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).
 Preservation of land for public use (e.g., recreation or education) Preservation of a historically important land area
 Protection of natural habitat Preservation of a certified historic structure
 Preservation of open space

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Tax Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ▶ _____

4 Number of states where property subject to conservation easement is located ▶ _____

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?

6 Staff and volunteer hours devoted to monitoring, inspecting, handling of violations, and enforcing conservation easements during the year ▶ _____

7 Amount of expenses incurred in monitoring, inspecting, handling of violations, and enforcing conservation easements during the year ▶ \$ _____

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?

9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items.

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenue included on Form 990, Part VIII, line 1

(ii) Assets included in Form 990, Part X

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:

a Revenue included on Form 990, Part VIII, line 1

b Assets included in Form 990, Part X

MAGNOLIA EDUCATIONAL AND RESEARCH
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Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a Public exhibition
- b Scholarly research
- c Preservation for future generations
- d Loan or exchange programs
- e Other _____

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" on Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No

b If "Yes," explain the arrangement in Part XIII and complete the following table:

	Amount
c Beginning balance	1c
d Additions during the year	1d
e Distributions during the year	1e
f Ending balance	1f

2a Did the organization include an amount on Form 990, Part X, line 21, for escrow or custodial account liability? Yes No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided on Part XIII

Part V Endowment Funds. Complete if the organization answered "Yes" on Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment _____ %
- b Permanent endowment _____ %
- c Temporarily restricted endowment _____ %

The percentages on lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

	Yes	No
(i) unrelated organizations	3a(i)	
(ii) related organizations	3a(ii)	
b If "Yes" on line 3a(ii), are the related organizations listed as required on Schedule R?	3b	

4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11a. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		2,386,854.		2,386,854.
b Buildings		5,961,968.	439,212.	5,522,756.
c Leasehold improvements		384,879.	384,879.	0.
d Equipment				
e Other		14,658,043.	1,514,800.	13,143,243.
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10c.)				21,052,853.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part VII Investments - Other Securities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11b. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 12.) ▶		

Part VIII Investments - Program Related.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11c. See Form 990, Part X, line 13.

(a) Description of investment	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 13.) ▶		

Part IX Other Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11d. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 15.) ▶	

Part X Other Liabilities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11e or 11f. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 25.) ▶	

2. Liability for uncertain tax positions. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total revenue, gains, and other support per audited financial statements		1	47,750,213.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:			
a	Net unrealized gains (losses) on investments	2a		
b	Donated services and use of facilities	2b		
c	Recoveries of prior year grants	2c		
d	Other (Describe in Part XIII.)	2d		
e	Add lines 2a through 2d	2e		0.
3	Subtract line 2e from line 1		3	47,750,213.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b	4c		0.
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)		5	47,750,213.

Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total expenses and losses per audited financial statements		1	39,970,176.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:			
a	Donated services and use of facilities	2a		
b	Prior year adjustments	2b		
c	Other losses	2c		
d	Other (Describe in Part XIII.)	2d		
e	Add lines 2a through 2d	2e		0.
3	Subtract line 2e from line 1		3	39,970,176.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b	4c		0.
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)		5	39,970,176.

Part XIII Supplemental Information.

Provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

PART X, LINE 2:

MERF HAS ADOPTED FINANCIAL ACCOUNTING STANDARDS BOARD (FASB) ACCOUNTING STANDARDS CODIFICATION (ASC) TOPIC 740 THAT CLARIFIES THE ACCOUNTING FOR UNCERTAINTY IN TAX POSITIONS TAKEN OR EXPECTED TO BE TAKEN ON A TAX RETURN AND PROVIDES THAT THE TAX EFFECTS FROM AN UNCERTAIN TAX POSITION CAN BE RECOGNIZED IN THE CONSOLIDATED FINANCIAL STATEMENTS ONLY IF, BASED ON ITS MERITS, THE POSITION IS MORE LIKELY THAN NOT TO BE SUSTAINED ON AUDIT BY THE TAXING AUTHORITIES. MERF MANAGEMENT HAS DETERMINED THAT ALL INCOME TAX POSITIONS ARE MORE LIKELY THAN NOT OF BEING SUSTAINED UPON POTENTIAL AUDIT OR EXAMINATION; THEREFORE, NO DISCLOSURES OF UNCERTAIN INCOME TAX POSITIONS ARE REQUIRED.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part XIII Supplemental Information *(continued)*

DRAFT

**SCHEDULE J
(Form 990)**

Compensation Information

OMB No. 1545-0047

2015

Open to Public Inspection

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 23.

▶ Attach to Form 990.

▶ Information about Schedule J (Form 990) and its instructions is at www.irs.gov/form990.

Department of the Treasury
Internal Revenue Service

Name of the organization
**MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION**

Employer identification number
95-4649884

Part I Questions Regarding Compensation

1a Check the appropriate box(es) if the organization provided any of the following to or for a person listed on Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

- | | |
|--------------------------------------------------------------------|--------------------------------------------------------------------------|
| <input type="checkbox"/> First-class or charter travel | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees |
| <input type="checkbox"/> Discretionary spending account | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

b If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all directors, trustees, and officers, including the CEO/Executive Director, regarding the items checked in line 1a?

3 Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.

- | | |
|--------------------------------------------------------------|-------------------------------------------------------------------------------------|
| <input type="checkbox"/> Compensation committee | <input checked="" type="checkbox"/> Written employment contract |
| <input type="checkbox"/> Independent compensation consultant | <input type="checkbox"/> Compensation survey or study |
| <input type="checkbox"/> Form 990 of other organizations | <input checked="" type="checkbox"/> Approval by the board or compensation committee |

4 During the year, did any person listed on Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:

- a** Receive a severance payment or change-of-control payment?
- b** Participate in, or receive payment from, a supplemental nonqualified retirement plan?
- c** Participate in, or receive payment from, an equity-based compensation arrangement?
- If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

Only section 501(c)(3), 501(c)(4), and 501(c)(29) organizations must complete lines 5-9.

5 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

- a** The organization?
- b** Any related organization?
- If "Yes" to line 5a or 5b, describe in Part III.

6 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

- a** The organization?
- b** Any related organization?
- If "Yes" on line 6a or 6b, describe in Part III.

7 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described on lines 5 and 6? If "Yes," describe in Part III

8 Were any amounts reported on Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III

9 If "Yes" to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?

	Yes	No
1b		
2		
4a		X
4b		X
4c		X
5a		X
5b		X
6a		X
6b		X
7		X
8		X
9		

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2015

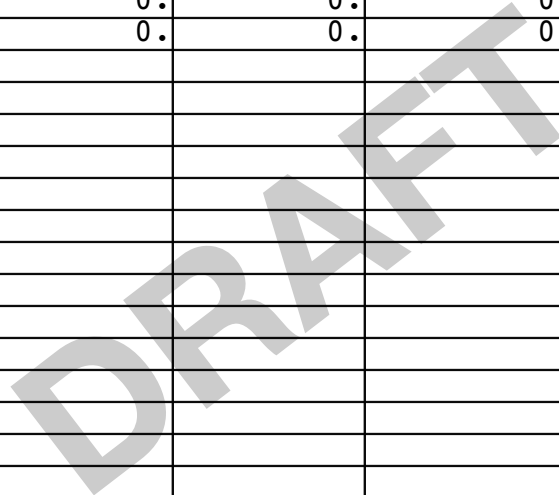
MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees. Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported on Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

Note: The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual.

(A) Name and Title		(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation in column (B) reported as deferred on prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
(1) CAPRICE YOUNG CEO	(i)	191,188.	0.	0.	0.	0.	191,188.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							



SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

▶ Information about Schedule O (Form 990 or 990-EZ) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Open to Public
Inspection

Name of the organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-------------------------------------------------------------------------------------	-----------------------------------------------------

FORM 990, PART I, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

SCHOOLS SERVING 3,790 STUDENTS THROUGHOUT CALIFORNIA DEDICATED TO
INSPIRING STUDENTS TO CHOOSE CAREER PATHS IN SCIENCE, TECHNOLOGY,
ENGINEERING, AND MATH (STEM), WHILE PROVIDING A ROBUST, STANDARDS-BASED
EDUCATION PROGRAM WITHIN A SUPPORTIVE CULTURE OF EXCELLENCE.

FORM 990, PART III, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

MATH (STEM) IN A SAFE ENVIRONMENT THAT CULTIVATES RESPECT FOR SELF AND
OTHERS.

FORM 990, PART VI, SECTION B, LINE 11:

OFFICERS REVIEWED THE RETURN AND WILL SHARE WITH THE BOARD AT THE NEXT
REGULARLY SCHEDULED MEETING.

FORM 990, PART VI, SECTION B, LINE 12C:

ALL BOARD MEMBERS, EXECUTIVE STAFF AND PRINCIPALS ARE REQUIRED TO SUBMIT
REPORTS THAT DOCUMENT ANY POSSIBLE CONFLICTS OF INTEREST USING THE FORM 700
AS REQUIRED BY OUR OVERSIGHT AGENCY.

FORM 990, PART VI, SECTION B, LINE 15:

THE COMPENSATION COMMITTEE WHICH IS A SUBCOMMITTEE OF THE BOARD OF
DIRECTORS SETS THE COMPENSATION FOR THE TOP OFFICIALS. KEY EMPLOYEE
COMPENSATION IS SET BY THE CEO.

FORM 990, PART VI, SECTION C, LINE 18:

ALL TAX RETURNS ARE MAINTAINED AT THE CORPORATE OFFICE AND ARE

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION**

Employer identification number
95-4649884

AVAILABLE UPON REQUEST.

FORM 990, PART VI, SECTION C, LINE 19:

ALL GOVERNING DOCUMENTS ARE MAINTAINED AT THE CORPORATE OFFICE AND ARE
AVAILABLE UPON REQUEST.

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**SCHEDULE R
(Form 990)**

Department of the Treasury
Internal Revenue Service

Related Organizations and Unrelated Partnerships

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 33, 34, 35b, 36, or 37.
▶ Attach to Form 990.

▶ Information about Schedule R (Form 990) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Open to Public Inspection

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION** Employer identification number **95-4649884**

Part I Identification of Disregarded Entities Complete if the organization answered "Yes" on Form 990, Part IV, line 33.

(a) Name, address, and EIN (if applicable) of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity

Part II Identification of Related Tax-Exempt Organizations Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
						Yes	No
MAGNOLIA PROPERTY MANAGEMENT - 45-4683724 250 E FIRST ST LOS ANGELES, CA 90012	EDUCATIONAL FACILITIES	CALIFORNIA	501(C)(3)	LINE 9			X

For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule R (Form 990) 2015

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part III Identification of Related Organizations Taxable as a Partnership Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	

Part IV Identification of Related Organizations Taxable as a Corporation or Trust Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership	(i) Section 512(b)(13) controlled entity?	
								Yes	No

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part V Transactions With Related Organizations Complete if the organization answered "Yes" on Form 990, Part IV, line 34, 35b, or 36.

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

	Yes	No
a Receipt of (i) interest, (ii) annuities, (iii) royalties, or (iv) rent from a controlled entity		X
b Gift, grant, or capital contribution to related organization(s)		X
c Gift, grant, or capital contribution from related organization(s)		X
d Loans or loan guarantees to or for related organization(s)		X
e Loans or loan guarantees by related organization(s)		X
f Dividends from related organization(s)		X
g Sale of assets to related organization(s)		X
h Purchase of assets from related organization(s)		X
i Exchange of assets with related organization(s)		X
j Lease of facilities, equipment, or other assets to related organization(s)		X
k Lease of facilities, equipment, or other assets from related organization(s)		X
l Performance of services or membership or fundraising solicitations for related organization(s)		X
m Performance of services or membership or fundraising solicitations by related organization(s)		X
n Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		X
o Sharing of paid employees with related organization(s)		X
p Reimbursement paid to related organization(s) for expenses		X
q Reimbursement paid by related organization(s) for expenses		X
r Other transfer of cash or property to related organization(s)		X
s Other transfer of cash or property from related organization(s)		X

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of related organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1)			
(2)			
(3)			
(4)			
(5)			
(6)			

Application for Extension of Time To File an Exempt Organization Return

Department of the Treasury
Internal Revenue Service

▶ **File a separate application for each return.**
▶ **Information about Form 8868 and its instructions is at www.irs.gov/form8868.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box **X**
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Electronic filing (e-file) . You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

	Enter filer's identifying number	
Type or print	Name of exempt organization or other filer, see instructions. MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number (EIN) or 95-4649884
File by the due date for filing your return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. 13950 MILTON AVE	Social security number (SSN)
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. WESTMINSTER, CA 92683	

Enter the Return code for the return that this application is for (file a separate application for each return)

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

THE ORGANIZATION

- The books are in the care of ▶ **13950 MILTON AVE - WESTMINSTER, CA 92683**
Telephone No. ▶ **714-892-5066** Fax No. ▶ _____
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until **FEBRUARY 15, 2017**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
 ▶ calendar year _____ or
 ▶ tax year beginning **JUL 1, 2015**, and ending **JUN 30, 2016**.

2 If the tax year entered in line 1 is for less than 12 months, check reason: Initial return Final return Change in accounting period

3a If this application is for Forms 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	0.
b If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	0.
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$	0.

Caution. If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

Caution: Forms printed from within Adobe Acrobat products may not meet IRS or state taxing agency specifications. When using Acrobat 9.x products and later products, select "None" in the "Page Scaling" selection box in the Adobe "Print" dialog.

STATE COPY

DRAFT

California Exempt Organization Annual Information Return

Calendar Year 2015 or fiscal year beginning (mm/dd/yyyy) **07/01/2015**, and ending (mm/dd/yyyy) **06/30/2016**

Corporation/Organization name
MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION

California corporation number
2017318

Additional information. See instructions.

FEIN
95-4649884

Street address (suite or room)
13950 MILTON AVE

PMB no.

City
WESTMINSTER

State
CA

ZIP code
92683

Foreign country name

Foreign province/state/country

Foreign postal code

- A** First Return Yes No
- B** Amended Return Yes No
- C** IRC Section 4947(a)(1) trust Yes No
- D** Final Information Return?
 - Dissolved Surrendered (Withdrawn) Merged/Reorganized
 - Enter date: (mm/dd/yyyy)
- E** Check accounting method: (1) Cash (2) Accrual (3) Other
- F** Federal return filed? (1) 990T (2) 990-PF (3) Sch H (990) (4) Other 990 series
- G** Is this a group filing? See instructions Yes No
- H** Is this organization in a group exemption Yes No
If "Yes," what is the parent's name?
- I** Did the organization have any changes to its guidelines not reported to the FTB? See instructions Yes No
- J** If exempt under R&TC Section 23701d, has the organization engaged in political activities? See instructions. Yes No
- K** Is the organization exempt under R&TC Section 23701g? Yes No
If "Yes," enter the gross receipts from nonmember sources \$ _____
- L** If organization is exempt under R&TC Section 23701d and meets the filing fee exception, check box. No filing fee is required.
- M** Is the organization a Limited Liability Company? Yes No
- N** Did the organization file Form 100 or Form 109 to report taxable income? Yes No
- O** Is the organization under audit by the IRS or has the IRS audited in a prior year? Yes No
- P** Is a federal Form 1023/1024 pending? Yes No
Date filed with IRS _____

Part I Complete Part I unless not required to file this form. See General Instructions B and C.

Receipts and Revenues	1	Gross sales or receipts from other sources. From Side 2, Part II, line 8	1	00
	2	Gross dues and assessments from members and affiliates	2	00
	3	Gross contributions, gifts, grants, and similar amounts received STMT 1	3	47,750,213.00
	4	Total gross receipts for filing requirement test. Add line 1 through line 3. This line must be completed. If the result is less than \$50,000, see General Instruction B	4	47,750,213.00
	5	Cost of goods sold	5	00
	6	Cost or other basis, and sales expenses of assets sold	6	00
	7	Total costs. Add line 5 and line 6	7	00
	8	Total gross income. Subtract line 7 from line 4	8	47,750,213.00
Expenses	9	Total expenses and disbursements. From Side 2, Part II, line 18	9	39,970,176.00
	10	Excess of receipts over expenses and disbursements. Subtract line 9 from line 8	10	7,780,037.00
Filing Fee	11	Total payments	11	00
	12	Use tax. See General Instruction K	12	00
	13	Payment balance. If line 11 is more than line 12, subtract line 12 from line 11	13	00
	14	Use tax balance. If line 12 is more than line 11, subtract line 11 from line 12	14	00
	15	Filing fee \$10 or \$25. See General Instruction F	15	10.00
	16	Penalties and Interest. See General Instruction J	16	00
	17	Balance due. Add line 12, line 15, and line 16. Then subtract line 11 from the result	17	10.00

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here

Signature of officer **CFO** Title Date _____

Preparer's signature _____ Date _____ Check if self-employed

Paid Preparer's Use Only

Firm's name (or yours, if self-employed) and address **VAVRINEK, TRINE, DAY & CO., LLP** Telephone **95-2648289**
10681 FOOTHILL BLVD SUITE 300
RANCHO CUCAMONGA, CA 91730 FEIN **909-466-4410**

May the FTB discuss this return with the preparer shown above? See instructions Yes No

Part II Organizations with gross receipts of more than \$50,000 and private foundations regardless of amount of gross receipts - complete Part II or furnish substitute information.

528951 11-25-15

Receipts from Other Sources	1	Gross sales or receipts from all business activities. See instructions	•	1	00
	2	Interest	•	2	00
	3	Dividends	•	3	00
	4	Gross rents	•	4	00
	5	Gross royalties	•	5	00
	6	Gross amount received from sale of assets (See Instructions)	•	6	00
	7	Other income	•	7	00
	8	Total gross sales or receipts from other sources. Add line 1 through line 7. Enter here and on Side 1, Part I, line 1	•	8	00
	9	Contributions, gifts, grants, and similar amounts paid	•	9	00
	10	Disbursements to or for members	•	10	00
	11	Compensation of officers, directors, and trustees	•	11	385,000.00
	12	Other salaries and wages	•	12	18,246,221.00
	13	Interest	•	13	680,975.00
	14	Taxes	•	14	2,979,460.00
	15	Rents	•	15	1,785,885.00
	16	Depreciation and depletion (See instructions)	•	16	543,494.00
	17	Other Expenses and Disbursements	•	17	15,349,141.00
	18	Total expenses and disbursements. Add line 9 through line 17. Enter here and on Side 1, Part I, line 9	•	18	39,970,176.00

Schedule L Balance Sheets		Beginning of taxable year		End of taxable year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		11,171,536.		• 16,203,446.
2	Net accounts receivable		4,170,911.		• 4,305,571.
3	Net notes receivable				•
4	Inventories				•
5	Federal and state government obligations				•
6	Investments in other bonds				•
7	Investments in stock				•
8	Mortgage loans				•
9	Other investments				•
10 a	Depreciable assets	9,329,854.		21,004,890.	
b	Less accumulated depreciation	(1,795,398.)	7,534,456.	(2,338,891.)	18,665,999.
11	Land		1,386,754.		• 2,386,854.
12	Other assets STMT 4		267,264.		• 657,417.
13	Total assets		24,530,921.		42,219,287.
Liabilities and net worth					
14	Accounts payable		2,569,245.		• 3,178,148.
15	Contributions, gifts, or grants payable				•
16	Bonds and notes payable				•
17	Mortgages payable				•
18	Other liabilities STMT 5		8,953,155.		18,252,581.
19	Capital stock or principal fund				•
20	Paid-in or capital surplus. Attach reconciliation				•
21	Retained earnings or income fund		13,008,521.		• 20,788,558.
22	Total liabilities and net worth		24,530,921.		42,219,287.

Schedule M-1 Reconciliation of income per books with income per return					
Do not complete this schedule if the amount on Schedule L, line 13, column (d), is less than \$50,000.					
1	Net income per books	• 7,780,037.	7	Income recorded on books this year not included in this return.	•
2	Federal income tax	•	8	Deductions in this return not charged against book income this year	•
3	Excess of capital losses over capital gains	•	9	Total. Add line 7 and line 8	
4	Income not recorded on books this year	•	10	Net income per return.	
5	Expenses recorded on books this year not deducted in this return	•		Subtract line 9 from line 6	7,780,037.
6	Total. Add line 1 through line 5	7,780,037.			

FORM 199	CASH CONTRIBUTIONS INCLUDED ON PART I, LINE 3	STATEMENT 1
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CONTRIBUTOR'S NAME	CONTRIBUTOR'S ADDRESS	DATE OF GIFT	AMOUNT
CALIFORNIA STATE DEPARTMENT OF EDUCATION	1430 N ST SACRAMENTO, CA 95814	07/01/15	45,944,415.
TOTAL INCLUDED ON LINE 3			45,944,415.

FORM 199	COMPENSATION OF OFFICERS, DIRECTORS AND TRUSTEES	STATEMENT 2
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NAME AND ADDRESS	TITLE AND AVERAGE HRS WORKED/WK	COMPENSATION
DR. UMIT YAPENEL 13950 MILTON AVE WESTMINSTER, CA 92683	PRESIDENT 2.00	0.
NOEL RUSSELL-UNTERBERGER 13950 MILTON AVE WESTMINSTER, CA 92683	TREASURER 2.00	0.
SAKEN SHERKHANOV 13950 MILTON AVE WESTMINSTER, CA 92683	SECRETARY 2.00	0.
NGUYEN HUYNH 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.
DR. MUSTAFA KAYNAK 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.
DR. REMZI OTEN 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.
DIANE GONZALEZ 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.

ALI KORKMAZ 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.
SERDAR ORAZOV 13950 MILTON AVE WESTMINSTER, CA 92683	DIRECTOR 2.00	0.
CAPRICE YOUNG 13950 MILTON AVE WESTMINSTER, CA 92683	CEO 40.00	235,000.
OSWALDO DIAZ 13950 MILTON AVE WESTMINSTER, CA 92683	CFO 40.00	150,000.
TOTAL TO FORM 199, PART II, LINE 11		<u>385,000.</u>

FORM 199	OTHER EXPENSES	STATEMENT	3
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DESCRIPTION	AMOUNT
STUDENT SERVICES AND PR	2,088,886.
STUDENT NUTRITION	1,312,016.
BOOKS AND OTHER MATERIA	1,237,521.
REPAIRS AND MAINTENANCE	645,536.
PENSION PLAN CONTRIBUTIONS	63,494.
OTHER EMPLOYEE BENEFITS	2,541,709.
MANAGEMENT FEES	642,960.
LEGAL FEES	400,858.
ACCOUNTING FEES	879,975.
OTHER PROFESSIONAL FEES	1,801,116.
ADVERTISING AND PROMOTION	156,605.
OFFICE EXPENSES	509,512.
INFORMATION TECHNOLOGY	413,754.
TRAVEL	212,528.
CONFERENCES AND CONVENTIONS	45,187.
INSURANCE	190,090.
ALL OTHER EXPENSES	2,207,394.
TOTAL TO FORM 199, PART II, LINE 17	<u>15,349,141.</u>

FORM 199	OTHER ASSETS	STATEMENT	4
DESCRIPTION	BEG. OF YEAR	END OF YEAR	
PREPAID EXPENSES AND DEFERRED CHARGES	29,854.	141,671.	
DEBT ISSUE COSTS	126,849.	371,596.	
SECURITY DEPOSITS	110,561.	144,150.	
TOTAL TO FORM 199, SCHEDULE L, LINE 12	267,264.	657,417.	

FORM 199	OTHER LIABILITIES	STATEMENT	5
DESCRIPTION	BEG. OF YEAR	END OF YEAR	
DEFERRED REVENUE	445,725.	507,918.	
UNSECURED NOTES AND LOANS PAYABLE	8,507,430.	17,744,663.	
TOTAL TO FORM 199, SCHEDULE L, LINE 18	8,953,155.	18,252,581.	

FORM 199	FUND BALANCES	STATEMENT	6
DESCRIPTION	BEG. OF YEAR	END OF YEAR	
UNRESTRICTED ASSETS	12,010,239.	20,788,558.	
TEMPORARILY RESTRICTED ASSETS	998,282.	0.	
TOTAL TO FORM 199, SCHEDULE L, LINE 21	13,008,521.	20,788,558.	

Corporation Depreciation and Amortization

Attach to Form 100 or Form 100W.

FORM 199

FEIN 95-4649884

Corporation name

MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION

California corporation number

2017318

Part I Election To Expense Certain Property Under IRC Section 179

Table with 5 rows for election details and 13 rows for property descriptions. Includes fields for maximum deduction, total cost, threshold cost, reduction in limitation, and dollar limitation.

Part II Depreciation and Election of Additional First Year Depreciation Deduction Under R&TC Section 24356

Table with 8 columns: (a) Description property, (b) Date acquired, (c) Cost or other basis, (d) Depreciation allowed or allowable in earlier years, (e) Depreciation Method, (f) Life or rate, (g) Depreciation for this year, (h) Additional first year depreciation. Includes a 'SEE STATEMENT' row and a total row for column (g) and (h).

Part III Summary

Summary table with 3 rows. Row 16: Total IRC Section 179 expense and depreciation. Row 17: Total depreciation claimed for federal purposes. Row 18: Depreciation adjustment.

Part IV Amortization

Table with 7 columns: (a) Description of property, (b) Date acquired, (c) Cost or other basis, (d) Amortization allowed or allowable in earlier years, (e) R&TC section, (f) Period or percentage, (g) Amortization for this year. Includes total and adjustment rows.

CA 3885		DEPRECIATION				STATEMENT 7	
ASSET NO./ DESCRIPTION	DATE IN SERVICE	COST OR BASIS	PRIOR DEPR	METHOD	LIFE	DEPRE- CIATION	BONUS
1 LAND	06/30/14	2,386,854.		L		0.	
2 BUILDING IMPROVEMENTS	06/30/14	5,961,968.	286,341.	SL	39.00	152,871.	
3 LEASEHOLD IMPROVEMENTS	01/01/10	384,879.	384,457.	SL	39.00	422.	
4 COMPUTER AND EQUIPMENT	01/01/10	2,618,137.	1124599.	SL	5.00	390,201.	
5 WORK IN PROGRESS	06/30/15	12,039,906.			.000	0.	
TOTAL DEPR TO FORM 3885		<u>23,391,744.</u>	<u>1795397.</u>			<u>543,494.</u>	

DRAFT

Voucher at bottom of page.

DO NOT MAIL A PAPER COPY OF THE CORPORATE OR EXEMPT ORGANIZATION TAX RETURN WITH THE PAYMENT VOUCHER.
If the amount of payment is zero, do not mail this voucher.

WHERE TO FILE: Using black or blue ink, make check or money order payable to the "Franchise Tax Board." Write the corporation number or FEIN and "2015 FTB 3586" on the check or money order. Detach voucher below. Enclose, but **do not** staple, payment with voucher and mail to:
**FRANCHISE TAX BOARD
PO BOX 942857
SACRAMENTO CA 94257-0531**

Make all checks or money orders payable in U.S. dollars and drawn against a U.S. financial institution.

WHEN TO FILE: **Fiscal year - See instructions.**
Calendar year corporations - File and Pay by March 15, 2016.
Calendar year exempt organizations - File and Pay by May 16, 2016

When the due date falls on a weekend or holiday, the deadline to file and pay without penalty is extended to the next business day.

Due to the Emancipation Day holiday on April 16, 2016, tax returns filed and payments mailed or submitted on April 18, 2016, will be considered timely.

ONLINE SERVICES: Corporations can make payments online with Web Pay for Businesses. After a one-time online registration, corporations can make an immediate payment or schedule payments up to a year in advance. Go to ftb.ca.gov for more information.

539035
12-09-15

--- DETACH HERE --- IF NO PAYMENT IS DUE, DO NOT MAIL THIS VOUCHER --- DETACH HERE ---

CAUTION: You may be required to pay electronically, see instructions.

TAXABLE YEAR **2015** **Payment Voucher for Corporations and Exempt Organizations e-filed Returns**

CALIFORNIA FORM
3586 (e-file)

0000000 MAGN 95-4649884 2017318 15 FORM 3
TYB 07-01-2015 TYE 06-30-2016
MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION

13950 MILTON AVE
WESTMINSTER CA 92683

(714) 892-5066

Amount of Payment 10.

TAXABLE YEAR
2015

California e-file Return Authorization for Exempt Organizations

FORM
8453-EO

Exempt Organization name MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Identifying number 95-4649884
---------------------------------------------------------------------------------	-----------------------------------------

Part I Electronic Return Information (whole dollars only)

1 Total gross receipts (Form 199, line 4)	1 47,750,213.00
2 Total gross income (Form 199, line 8)	2 47,750,213.00
3 Total expenses and disbursements (Form 199, line 9)	3 39,970,176.00

Part II Settle Your Account Electronically for Taxable Year 2015

4 <input type="checkbox"/> Electronic funds withdrawal	4a Amount	4b Withdrawal date (mm/dd/yyyy)
---------------------------------------------------------------	------------------	----------------------------------------

Part III Banking Information (Have you verified the exempt organization's banking information?)

5 Routing number _____	7 Type of account: <input type="checkbox"/> Checking <input type="checkbox"/> Savings
6 Account number _____	

Part IV Declaration of Officer

I authorize the exempt organization's account to be settled as designated in Part II. If I check Part II, Box 4, I authorize an electronic funds withdrawal for the amount listed on line 4a.

Under penalties of perjury, I declare that I am an officer of the above exempt organization and that the information I provided to my electronic return originator (ERO), transmitter, or intermediate service provider and the amounts in Part I above agree with the amounts on the corresponding lines of the exempt organization's 2015 California electronic return. To the best of my knowledge and belief, the exempt organization's return is true, correct, and complete. If the exempt organization is filing a balance due return, I understand that if the Franchise Tax Board (FTB) does not receive full and timely payment of the exempt organization's fee liability, the exempt organization will remain liable for the fee liability and all applicable interest and penalties. I authorize the exempt organization return and accompanying schedules and statements be transmitted to the FTB by the ERO, transmitter, or intermediate service provider. **If the processing of the exempt organization's return or refund is delayed, I authorize the FTB to disclose to the ERO or intermediate service provider the reason(s) for the delay.**

Sign Here _____ _____ **CFO**

Signature of officer Date Title

Part V Declaration of Electronic Return Originator (ERO) and Paid Preparer.

I declare that I have reviewed the above exempt organization's return and that the entries on form FTB 8453-EO are complete and correct to the best of my knowledge. (If I am only an intermediate service provider, I understand that I am not responsible for reviewing the exempt organization's return. I declare, however, that form FTB 8453-EO accurately reflects the data on the return.) I have obtained the organization officer's signature on form FTB 8453-EO before transmitting this return to the FTB; I have provided the organization officer with a copy of all forms and information that I will file with the FTB, and I have followed all other requirements described in FTB Pub. 1345, 2015 e-file Handbook for Authorized e-file Providers. I will keep form FTB 8453-EO on file for **four** years from the due date of the return or **four** years from the date the exempt organization return is filed, whichever is later, and I will make a copy available to the FTB upon request. If I am also the paid preparer, under penalties of perjury, I declare that I have examined the above exempt organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I make this declaration based on all information of which I have knowledge.

ERO	Date	Check if also paid preparer <input type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's PTIN
Must Sign Firm's name (or yours if self-employed) and address	VAVRINEK, TRINE, DAY & CO., LLP			FEIN 95-2648289
	10681 FOOTHILL BLVD SUITE 300			ZIP code 91730
	RANCHO CUCAMONGA, CA			

Under penalties of perjury, I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I make this declaration based on all information of which I have knowledge.

Paid Preparer	Date	Check if self-employed <input type="checkbox"/>	Paid preparer's PTIN
Must Sign Firm's name (or yours if self-employed) and address	VAVRINEK, TRINE, DAY & CO., LLP		P01385220
	10681 FOOTHILL BLVD SUITE 300		FEIN 95-2648289
	RANCHO CUCAMONGA, CA		ZIP code 91730

MAIL TO:
 Registry of Charitable Trusts
 P.O. Box 903447
 Sacramento, CA 94203-4470
 Telephone: (916) 445-2021

WEB SITE ADDRESS:
<http://ag.ca.gov/charities/>

**ANNUAL
 REGISTRATION RENEWAL FEE REPORT
 TO ATTORNEY GENERAL OF CALIFORNIA**

Sections 12586 and 12587, California Government Code
 11 Cal. Code Regs. sections 301-307, 311 and 312

Failure to submit this report annually no later than four months and fifteen days after the end of the organization's accounting period may result in the loss of tax exemption and the assessment of a minimum tax of \$800, plus interest, and/or fines or filing penalties as defined in Government Code section 12586.1. IRS extensions will be honored.

State Charity Registration Number: CT 108570 MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION <small>Name of Organization</small> 13950 MILTON AVE <small>Address (Number and Street)</small> WESTMINSTER, CA 92683 <small>City or Town, State and ZIP Code</small>	Check if: <input type="checkbox"/> Change of address <input type="checkbox"/> Amended report Corporate or Organization No. <u>2017318</u> Federal Employer I.D. No. <u>95-4649884</u>
----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

ANNUAL REGISTRATION RENEWAL FEE SCHEDULE (11 Cal. Code Regs. sections 301-307, 311 and 312)
 Make Check Payable to Attorney General's Registry of Charitable Trusts

Gross Annual Revenue	Fee	Gross Annual Revenue	Fee	Gross Annual Revenue	Fee
Less than \$25,000	0	Between \$100,001 and \$250,000	\$50	Between \$1,000,001 and \$10 million	\$150
Between \$25,000 and \$100,000	\$25	Between \$250,001 and \$1 million	\$75	Between \$10,000,001 and \$50 million	\$225
				Greater than \$50 million	\$300

PART A - ACTIVITIES

For your most recent full accounting period (beginning 07/01/2015 ending 06/30/2016) list:
 Gross annual revenue \$ 47,750,213. Total assets \$ 42,219,287.

PART B - STATEMENTS REGARDING ORGANIZATION DURING THE PERIOD OF THIS REPORT

Note: If you answer "yes" to any of the questions below, you must attach a separate sheet providing an explanation and details for each "yes" response. Please review RRF-1 instructions for information required.

	Yes	No
1. During this reporting period, were there any contracts, loans, leases or other financial transactions between the organization and any officer, director or trustee thereof either directly or with an entity in which any such officer, director or trustee had any financial interest?		X
2. During this reporting period, was there any theft, embezzlement, diversion or misuse of the organization's charitable property or funds?		X
3. During this reporting period, did non-program expenditures exceed 50% of gross revenues?		X
4. During this reporting period, were any organization funds used to pay any penalty, fine or judgment? If you filed a Form 4720 with the Internal Revenue Service, attach a copy.		X
5. During this reporting period, were the services of a commercial fundraiser or fundraising counsel for charitable purposes used? If "yes," provide an attachment listing the name, address, and telephone number of the service provider.		X
6. During this reporting period, did the organization receive any governmental funding? If so, provide an attachment listing the name of the agency, mailing address, contact person, and telephone number.		X
7. During this reporting period, did the organization hold a raffle for charitable purposes? If "yes," provide an attachment indicating the number of raffles and the date(s) they occurred.		X
8. Does the organization conduct a vehicle donation program? If "yes," provide an attachment indicating whether the program is operated by the charity or whether the organization contracts with a commercial fundraiser for charitable purposes.		X
9. Did your organization have prepared an audited financial statement in accordance with generally accepted accounting principles for this reporting period?	X	

Organization's area code and telephone number 714-892-5066

Organization's e-mail address _____

I declare under penalty of perjury that I have examined this report, including accompanying documents, and to the best of my knowledge and belief, it is true, correct and complete.

NAMIE MONTIJO

CFO

Signature of authorized officer

Printed Name

Title

Date

Application for Extension of Time To File an Exempt Organization Return

Department of the Treasury
Internal Revenue Service

▶ **File a separate application for each return.**
▶ **Information about Form 8868 and its instructions is at www.irs.gov/form8868.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box **X**
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Electronic filing (e-file) . You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

		Enter filer's identifying number
Type or print	Name of exempt organization or other filer, see instructions. MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number (EIN) or 95-4649884
<small>File by the due date for filing your return. See instructions.</small>	Number, street, and room or suite no. If a P.O. box, see instructions. 13950 MILTON AVE	Social security number (SSN)
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. WESTMINSTER, CA 92683	

Enter the Return code for the return that this application is for (file a separate application for each return)

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

THE ORGANIZATION

- The books are in the care of ▶ **13950 MILTON AVE - WESTMINSTER, CA 92683**
Telephone No. ▶ **714-892-5066** Fax No. ▶ _____
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until **FEBRUARY 15, 2017**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
 ▶ calendar year _____ or
 ▶ tax year beginning **JUL 1, 2015**, and ending **JUN 30, 2016**.

2 If the tax year entered in line 1 is for less than 12 months, check reason: Initial return Final return Change in accounting period

3a If this application is for Forms 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	0.
b If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	0.
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$	0.

Caution. If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

Form **990**

Return of Organization Exempt From Income Tax
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

OMB No. 1545-0047

2015
Open to Public Inspection

Department of the Treasury
Internal Revenue Service

▶ Do not enter social security numbers on this form as it may be made public.
▶ Information about Form 990 and its instructions is at www.irs.gov/form990.

A For the 2015 calendar year, or tax year beginning **JUL 1, 2015** and ending **JUN 30, 2016**

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION Doing business as Number and street (or P.O. box if mail is not delivered to street address) Room/suite 13950 MILTON AVE City or town, state or province, country, and ZIP or foreign postal code WESTMINSTER, CA 92683 F Name and address of principal officer: NAMIE MONTIJO SAME AS C ABOVE	D Employer identification number 95-4649884 E Telephone number 714-892-5066 G Gross receipts \$ 47,750,213. H(a) Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number ▶
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) () ◀ (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		
J Website: ▶ N/A		
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶		
L Year of formation: 2005		M State of legal domicile: CA

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: MERF OPERATED ELEVEN MAGNOLIA SCIENCE ACADEMY (MSA) KINDERGARTEN THROUGH GRADE TWELVE CHARTER 2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets. 3 Number of voting members of the governing body (Part VI, line 1a) 3 9 4 Number of independent voting members of the governing body (Part VI, line 1b) 4 9 5 Total number of individuals employed in calendar year 2015 (Part V, line 2a) 5 490 6 Total number of volunteers (estimate if necessary) 6 50 7a Total unrelated business revenue from Part VIII, column (C), line 12 7a 0. 7b Net unrelated business taxable income from Form 990-T, line 34 7b 0.																									
Revenue	<table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Prior Year</th> <th style="text-align: center;">Current Year</th> </tr> </thead> <tbody> <tr> <td>8 Contributions and grants (Part VIII, line 1h)</td> <td style="text-align: right;">34,357,458.</td> <td style="text-align: right;">47,750,213.</td> </tr> <tr> <td>9 Program service revenue (Part VIII, line 2g)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)</td> <td style="text-align: right;">34,357,458.</td> <td style="text-align: right;">47,750,213.</td> </tr> </tbody> </table>		Prior Year	Current Year	8 Contributions and grants (Part VIII, line 1h)	34,357,458.	47,750,213.	9 Program service revenue (Part VIII, line 2g)	0.	0.	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	0.	0.	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	0.	0.	12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	34,357,458.	47,750,213.							
	Prior Year	Current Year																								
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11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	0.	0.																								
12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	34,357,458.	47,750,213.																								
Expenses	<table border="1" style="width:100%; border-collapse: collapse;"> <tbody> <tr> <td>13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>14 Benefits paid to or for members (Part IX, column (A), line 4)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)</td> <td style="text-align: right;">19,967,246.</td> <td style="text-align: right;">24,215,884.</td> </tr> <tr> <td>16a Professional fundraising fees (Part IX, column (A), line 11e)</td> <td style="text-align: right;">0.</td> <td style="text-align: right;">0.</td> </tr> <tr> <td>b Total fundraising expenses (Part IX, column (D), line 25) ▶ 0.</td> <td></td> <td></td> </tr> <tr> <td>17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)</td> <td style="text-align: right;">11,327,819.</td> <td style="text-align: right;">15,754,292.</td> </tr> <tr> <td>18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)</td> <td style="text-align: right;">31,295,065.</td> <td style="text-align: right;">39,970,176.</td> </tr> <tr> <td>19 Revenue less expenses. Subtract line 18 from line 12</td> <td style="text-align: right;">3,062,393.</td> <td style="text-align: right;">7,780,037.</td> </tr> </tbody> </table>	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0.	0.	14 Benefits paid to or for members (Part IX, column (A), line 4)	0.	0.	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	19,967,246.	24,215,884.	16a Professional fundraising fees (Part IX, column (A), line 11e)	0.	0.	b Total fundraising expenses (Part IX, column (D), line 25) ▶ 0.			17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	11,327,819.	15,754,292.	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	31,295,065.	39,970,176.	19 Revenue less expenses. Subtract line 18 from line 12	3,062,393.	7,780,037.	
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19 Revenue less expenses. Subtract line 18 from line 12	3,062,393.	7,780,037.																								
Net Assets or Fund Balances	<table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Beginning of Current Year</th> <th style="text-align: center;">End of Year</th> </tr> </thead> <tbody> <tr> <td>20 Total assets (Part X, line 16)</td> <td style="text-align: right;">24,530,921.</td> <td style="text-align: right;">42,219,287.</td> </tr> <tr> <td>21 Total liabilities (Part X, line 26)</td> <td style="text-align: right;">11,522,400.</td> <td style="text-align: right;">21,430,729.</td> </tr> <tr> <td>22 Net assets or fund balances. Subtract line 21 from line 20</td> <td style="text-align: right;">13,008,521.</td> <td style="text-align: right;">20,788,558.</td> </tr> </tbody> </table>		Beginning of Current Year	End of Year	20 Total assets (Part X, line 16)	24,530,921.	42,219,287.	21 Total liabilities (Part X, line 26)	11,522,400.	21,430,729.	22 Net assets or fund balances. Subtract line 21 from line 20	13,008,521.	20,788,558.													
	Beginning of Current Year	End of Year																								
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21 Total liabilities (Part X, line 26)	11,522,400.	21,430,729.																								
22 Net assets or fund balances. Subtract line 21 from line 20	13,008,521.	20,788,558.																								

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer NAMIE MONTIJO, CFO Type or print name and title	Date
Paid Preparer Use Only	Print/Type preparer's name MATTHEW S. MILLER	Preparer's signature Date Check if self-employed <input type="checkbox"/> PTIN P01385220
	Firm's name ▶ VAVRINEK, TRINE, DAY & CO., LLP Firm's address ▶ 10681 FOOTHILL BLVD SUITE 300 RANCHO CUCAMONGA, CA 91730	Firm's EIN ▶ 95-2648289 Phone no. 909-466-4410

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response or note to any line in this Part III [X]

1 Briefly describe the organization's mission: MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION PROVIDES COMMUNITY SUPPORT IN EDUCATIONAL AREAS, INCLUDING BUT NOT LIMITED TO, OPERATING PUBLIC CHARTER SCHOOLS WITH A MISSION TO PROVIDE COLLEGE PREPARATORY EDUCATIONAL PROGRAM EMPHASIZING SCIENCE, TECHNOLOGY, ENGINEERING, AND

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 29,783,877. including grants of \$) (Revenue \$) MERF OPERATED ELEVEN MAGNOLIA SCIENCE ACADEMY (MSA) KINDERGARTEN THROUGH GRADE TWELVE CHARTER SCHOOLS SERVING 3,790 STUDENTS THROUGHOUT CALIFORNIA

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services (Describe in Schedule O.) (Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses 29,783,877.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2 Is the organization required to complete <i>Schedule B, Schedule of Contributors?</i>	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i>		X
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i>		X
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>		X
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i>	X	
b Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i>		X
c Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i>		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i>		X
e Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i>		X
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i>	X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i>	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i>		X
13 Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i>		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? <i>If "Yes," complete Schedule F, Parts II and IV</i>		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? <i>If "Yes," complete Schedule F, Parts III and IV</i>		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part IV Checklist of Required Schedules (continued)

	Yes	No
20a Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i>		X
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		
21 Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22 Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>		X
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a</i>		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>		X
26 Did the organization report any amount on Part X, line 5, 6, or 22 for receivables from or payables to any current or former officers, directors, trustees, key employees, highest compensated employees, or disqualified persons? <i>If "Yes," complete Schedule L, Part II</i>		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i>		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
b A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>		X
29 Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
34 Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i>	X	
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?		X
b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19?	X	

Note. All Form 990 filers are required to complete Schedule O

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response or note to any line in this Part V

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable		
1b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable		
1c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	X	
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
2b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)	X	
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
3b	If "Yes," has it filed a Form 990-T for this year? If "No," to line 3b, provide an explanation in Schedule O		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
4b	If "Yes," enter the name of the foreign country: See instructions for filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR).		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
5b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
5c	If "Yes," to line 5a or 5b, did the organization file Form 8886-T?		
6a	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?		X
6b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
7	Organizations that may receive deductible contributions under section 170(c).		
7a	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?		X
7b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
7c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
7d	If "Yes," indicate the number of Forms 8282 filed during the year		
7e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
7f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
7g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?		
7h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?		
8	Sponsoring organizations maintaining donor advised funds. Did a donor advised fund maintained by the sponsoring organization have excess business holdings at any time during the year?		
9	Sponsoring organizations maintaining donor advised funds.		
9a	Did the sponsoring organization make any taxable distributions under section 4966?		
9b	Did the sponsoring organization make a distribution to a donor, donor advisor, or related person?		
10	Section 501(c)(7) organizations. Enter:		
10a	Initiation fees and capital contributions included on Part VIII, line 12		
10b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
11	Section 501(c)(12) organizations. Enter:		
11a	Gross income from members or shareholders		
11b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?		
12b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year		
13	Section 501(c)(29) qualified nonprofit health insurance issuers.		
13a	Is the organization licensed to issue qualified health plans in more than one state? Note. See the instructions for additional information the organization must report on Schedule O.		
13b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans		
13c	Enter the amount of reserves on hand		
14a	Did the organization receive any payments for indoor tanning services during the tax year?		X
14b	If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O		

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI

Section A. Governing Body and Management

		Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.		
1b	Enter the number of voting members included in line 1a, above, who are independent		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a significant diversion of the organization's assets?		X
6	Did the organization have members or stockholders?		X
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		X
7b	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		X
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
8a	The governing body?	X	
8b	Each committee with authority to act on behalf of the governing body?	X	
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Did the organization have local chapters, branches, or affiliates?		X
10b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	X	
11b	Describe in Schedule O the process, if any, used by the organization to review this Form 990.		
12a	Did the organization have a written conflict of interest policy? If "No," go to line 13	X	
12b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
12c	Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	X	
13	Did the organization have a written whistleblower policy?	X	
14	Did the organization have a written document retention and destruction policy?	X	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
15a	The organization's CEO, Executive Director, or top management official	X	
15b	Other officers or key employees of the organization	X	
	If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).		
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
16b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		

Section C. Disclosure

- 17** List the states with which a copy of this Form 990 is required to be filed **CA**
- 18** Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.
 Own website Another's website Upon request Other (explain in Schedule O)
- 19** Describe in Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
- 20** State the name, address, and telephone number of the person who possesses the organization's books and records: **THE ORGANIZATION - 714-892-5066**
13950 MILTON AVE, WESTMINSTER, CA 92683

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Form 990 (2015)

95-4649884 Page 7

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Check if Schedule O contains a response or note to any line in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) DR. UMIT YAPENEL PRESIDENT	2.00	X		X				0.	0.	0.
(2) NOEL RUSSELL-UNTERBERGER TREASURER	2.00	X		X				0.	0.	0.
(3) SAKEN SHERKHANOV SECRETARY	2.00	X		X				0.	0.	0.
(4) NGUYEN HUYNH DIRECTOR	2.00	X						0.	0.	0.
(5) DR. MUSTAFA KAYNAK DIRECTOR	2.00	X						0.	0.	0.
(6) DR. REMZI OTEN DIRECTOR	2.00	X						0.	0.	0.
(7) DIANE GONZALEZ DIRECTOR	2.00	X						0.	0.	0.
(8) ALI KORKMAZ DIRECTOR	2.00	X						0.	0.	0.
(9) SERDAR ORAZOV DIRECTOR	2.00	X						0.	0.	0.
(10) CAPRICE YOUNG CEO	40.00			X				191,188.	0.	0.
(11) OSWALDO DIAZ CFO	40.00			X				121,000.	0.	13,960.

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Part VIII Statement of Revenue

Check if Schedule O contains a response or note to any line in this Part VIII

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512 - 514	
Contributions, Gifts, Grants and Other Similar Amounts	1 a Federated campaigns	1a					
	b Membership dues	1b					
	c Fundraising events	1c					
	d Related organizations	1d					
	e Government grants (contributions)	1e	45,944,415.				
	f All other contributions, gifts, grants, and similar amounts not included above	1f	1,805,798.				
	g Noncash contributions included in lines 1a-1f: \$						
	h Total. Add lines 1a-1f		47,750,213.				
Program Service Revenue	2 a _____	Business Code					
	b _____						
	c _____						
	d _____						
	e _____						
	f All other program service revenue						
	g Total. Add lines 2a-2f						
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)						
	4 Income from investment of tax-exempt bond proceeds						
	5 Royalties						
	6 a Gross rents	(i) Real	(ii) Personal				
		b Less: rental expenses					
		c Rental income or (loss)					
		d Net rental income or (loss)					
	7 a Gross amount from sales of assets other than inventory	(i) Securities	(ii) Other				
		b Less: cost or other basis and sales expenses					
		c Gain or (loss)					
		d Net gain or (loss)					
	8 a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18	a					
		b Less: direct expenses	b				
		c Net income or (loss) from fundraising events					
	9 a Gross income from gaming activities. See Part IV, line 19	a					
b Less: direct expenses		b					
c Net income or (loss) from gaming activities							
10 a Gross sales of inventory, less returns and allowances	a						
	b Less: cost of goods sold	b					
	c Net income or (loss) from sales of inventory						
Miscellaneous Revenue		Business Code					
11 a _____							
	b _____						
	c _____						
	d All other revenue						
	e Total. Add lines 11a-11d						
12 Total revenue. See instructions.			47,750,213.	0.	0.	0.	

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Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21				
2 Grants and other assistance to domestic individuals. See Part IV, line 22				
3 Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	385,000.	235,000.	150,000.	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	18,246,221.	18,246,221.		
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	63,494.	63,494.		
9 Other employee benefits	2,541,709.	2,541,709.		
10 Payroll taxes	2,979,460.	2,979,460.		
11 Fees for services (non-employees):				
a Management	642,960.		642,960.	
b Legal	400,858.		400,858.	
c Accounting	879,975.		879,975.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)	1,801,116.		1,801,116.	
12 Advertising and promotion	156,605.		156,605.	
13 Office expenses	509,512.		509,512.	
14 Information technology	413,754.		413,754.	
15 Royalties				
16 Occupancy	1,785,885.		1,785,885.	
17 Travel	212,528.		212,528.	
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	45,187.		45,187.	
20 Interest	680,975.		680,975.	
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	543,494.		543,494.	
23 Insurance	190,090.		190,090.	
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a STUDENT SERVICES AND PR	2,088,886.	2,088,886.		
b STUDENT NUTRITION	1,312,016.	1,312,016.		
c BOOKS AND OTHER MATERIA	1,237,521.	1,237,521.		
d REPAIRS AND MAINTENANCE	645,536.	44,260.	601,276.	
e All other expenses	2,207,394.	1,035,310.	1,172,084.	
25 Total functional expenses. Add lines 1 through 24e	39,970,176.	29,783,877.	10,186,299.	0.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				

Check here if following SOP 98-2 (ASC 958-720)

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Part X Balance Sheet

Check if Schedule O contains a response or note to any line in this Part X

		(A)		(B)	
		Beginning of year		End of year	
Assets	1 Cash - non-interest-bearing	11,171,536.	1	16,203,446.	
	2 Savings and temporary cash investments		2		
	3 Pledges and grants receivable, net		3		
	4 Accounts receivable, net	4,170,911.	4	4,305,571.	
	5 Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5		
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L		6		
	7 Notes and loans receivable, net		7		
	8 Inventories for sale or use		8		
	9 Prepaid expenses and deferred charges	29,854.	9	141,671.	
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 23,391,744.			
	b Less: accumulated depreciation	10b 2,338,891.	8,921,210.	10c	21,052,853.
	11 Investments - publicly traded securities		11		
	12 Investments - other securities. See Part IV, line 11		12		
	13 Investments - program-related. See Part IV, line 11		13		
	14 Intangible assets		14		
	15 Other assets. See Part IV, line 11	237,410.	15	515,746.	
16 Total assets. Add lines 1 through 15 (must equal line 34)	24,530,921.	16	42,219,287.		
Liabilities	17 Accounts payable and accrued expenses	2,569,245.	17	3,178,148.	
	18 Grants payable		18		
	19 Deferred revenue	445,725.	19	507,918.	
	20 Tax-exempt bond liabilities		20		
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21		
	22 Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22		
	23 Secured mortgages and notes payable to unrelated third parties		23		
	24 Unsecured notes and loans payable to unrelated third parties	8,507,430.	24	17,744,663.	
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		25		
	26 Total liabilities. Add lines 17 through 25	11,522,400.	26	21,430,729.	
Net Assets or Fund Balances	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.				
	27 Unrestricted net assets	12,010,239.	27	20,788,558.	
	28 Temporarily restricted net assets	998,282.	28	0.	
	29 Permanently restricted net assets		29		
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.				
	30 Capital stock or trust principal, or current funds		30		
	31 Paid-in or capital surplus, or land, building, or equipment fund		31		
	32 Retained earnings, endowment, accumulated income, or other funds		32		
33 Total net assets or fund balances	13,008,521.	33	20,788,558.		
34 Total liabilities and net assets/fund balances	24,530,921.	34	42,219,287.		

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Part XI Reconciliation of Net Assets

Check if Schedule O contains a response or note to any line in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	47,750,213.
2	Total expenses (must equal Part IX, column (A), line 25)	2	39,970,176.
3	Revenue less expenses. Subtract line 2 from line 1	3	7,780,037.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	13,008,521.
5	Net unrealized gains (losses) on investments	5	
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	0.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	20,788,558.

Part XII Financial Statements and Reporting

Check if Schedule O contains a response or note to any line in this Part XII

	Yes	No
1 Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a Were the organization's financial statements compiled or reviewed by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
b Were the organization's financial statements audited by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	X	
c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? _____ If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	X	
3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? _____		X
b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits _____		

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Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge ...						
4 Total. Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ...						
9 Net income from unrelated business activities, whether or not the business is regularly carried on ...						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2015 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage from 2014 Schedule A, Part II, line 14	15	%
16a 33 1/3% support test - 2015. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 33 1/3% support test - 2014. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
17a 10% -facts-and-circumstances test - 2015. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 10% -facts-and-circumstances test - 2014. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions		<input type="checkbox"/>

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						0.
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						0.
c Add lines 7a and 7b						0.
8 Public support. (Subtract line 7c from line 6.)						199873630

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2011	(b) 2012	(c) 2013	(d) 2014	(e) 2015	(f) Total
9 Amounts from line 6	24631389.	30647486.	62487084.	34357458.	47750213.	199873630
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)	24631389.	30647486.	62487084.	34357458.	47750213.	199873630

14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

Section C. Computation of Public Support Percentage

15 Public support percentage for 2015 (line 8, column (f) divided by line 13, column (f))	15	100.00 %
16 Public support percentage from 2014 Schedule A, Part III, line 15	16	100.00 %

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2015 (line 10c, column (f) divided by line 13, column (f))	17	.00 %
18 Investment income percentage from 2014 Schedule A, Part III, line 17	18	%

19a 33 1/3% support tests - 2015. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

b 33 1/3% support tests - 2014. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

Part IV Supporting Organizations

(Complete only if you checked a box in line 11 on Part I. If you checked 11a of Part I, complete Sections A and B. If you checked 11b of Part I, complete Sections A and C. If you checked 11c of Part I, complete Sections A, D, and E. If you checked 11d of Part I, complete Sections A and D, and complete Part V.)

Section A. All Supporting Organizations

	Yes	No
1 Are all of the organization's supported organizations listed by name in the organization's governing documents? <i>If "No" describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain.</i>		
2 Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? <i>If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2).</i>		
3a Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? <i>If "Yes," answer (b) and (c) below.</i>		
b Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? <i>If "Yes," describe in Part VI when and how the organization made the determination.</i>		
c Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2)(B) purposes? <i>If "Yes," explain in Part VI what controls the organization put in place to ensure such use.</i>		
4a Was any supported organization not organized in the United States ("foreign supported organization")? <i>If "Yes," and if you checked 11a or 11b in Part I, answer (b) and (c) below.</i>		
b Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? <i>If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations.</i>		
c Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? <i>If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes.</i>		
5a Did the organization add, substitute, or remove any supported organizations during the tax year? <i>If "Yes," answer (b) and (c) below (if applicable). Also, provide detail in Part VI, including (i) the names and EIN numbers of the supported organizations added, substituted, or removed; (ii) the reasons for each such action; (iii) the authority under the organization's organizing document authorizing such action; and (iv) how the action was accomplished (such as by amendment to the organizing document).</i>		
b Type I or Type II only. Was any added or substituted supported organization part of a class already designated in the organization's organizing document?		
c Substitutions only. Was the substitution the result of an event beyond the organization's control?		
6 Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (i) its supported organizations, (ii) individuals that are part of the charitable class benefited by one or more of its supported organizations, or (iii) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? <i>If "Yes," provide detail in Part VI.</i>		
7 Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (defined in section 4958(c)(3)(C)), a family member of a substantial contributor, or a 35% controlled entity with regard to a substantial contributor? <i>If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).</i>		
8 Did the organization make a loan to a disqualified person (as defined in section 4958) not described in line 7? <i>If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).</i>		
9a Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? <i>If "Yes," provide detail in Part VI.</i>		
b Did one or more disqualified persons (as defined in line 9a) hold a controlling interest in any entity in which the supporting organization had an interest? <i>If "Yes," provide detail in Part VI.</i>		
c Did a disqualified person (as defined in line 9a) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? <i>If "Yes," provide detail in Part VI.</i>		
10a Was the organization subject to the excess business holdings rules of section 4943 because of section 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? <i>If "Yes," answer 10b below.</i>		
b Did the organization have any excess business holdings in the tax year? <i>(Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.)</i>		

Part IV Supporting Organizations (continued)

	Yes	No
11 Has the organization accepted a gift or contribution from any of the following persons?		
a A person who directly or indirectly controls, either alone or together with persons described in (b) and (c) below, the governing body of a supported organization?		
b A family member of a person described in (a) above?		
c A 35% controlled entity of a person described in (a) or (b) above? If "Yes" to a, b, or c, provide detail in Part VI.		
11a		
11b		
11c		

Section B. Type I Supporting Organizations

	Yes	No
1 Did the directors, trustees, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's directors or trustees at all times during the tax year? If "No," describe in Part VI how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove directors or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.		
2 Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? If "Yes," explain in Part VI how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.		
1		
2		

Section C. Type II Supporting Organizations

	Yes	No
1 Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? If "No," describe in Part VI how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).		
1		

Section D. All Type III Supporting Organizations

	Yes	No
1 Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (i) a written notice describing the type and amount of support provided during the prior tax year, (ii) a copy of the Form 990 that was most recently filed as of the date of notification, and (iii) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?		
2 Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? If "No," explain in Part VI how the organization maintained a close and continuous working relationship with the supported organization(s).		
3 By reason of the relationship described in (2), did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? If "Yes," describe in Part VI the role the organization's supported organizations played in this regard.		
1		
2		
3		

Section E. Type III Functionally-Integrated Supporting Organizations

1 Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions):			
a <input type="checkbox"/> The organization satisfied the Activities Test. Complete line 2 below.			
b <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete line 3 below.			
c <input type="checkbox"/> The organization supported a governmental entity. Describe in Part VI how you supported a government entity (see instructions).			
2 Activities Test. Answer (a) and (b) below.		Yes	No
a Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? If "Yes," then in Part VI identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.			
b Did the activities described in (a) constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? If "Yes," explain in Part VI the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.			
3 Parent of Supported Organizations. Answer (a) and (b) below.			
a Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? Provide details in Part VI.			
b Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? If "Yes," describe in Part VI the role played by the organization in this regard.			
2a			
2b			
3a			
3b			

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations

1 Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970. See instructions. All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

Section A - Adjusted Net Income		(A) Prior Year	(B) Current Year (optional)
1	Net short-term capital gain	1	
2	Recoveries of prior-year distributions	2	
3	Other gross income (see instructions)	3	
4	Add lines 1 through 3	4	
5	Depreciation and depletion	5	
6	Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6	
7	Other expenses (see instructions)	7	
8	Adjusted Net Income (subtract lines 5, 6 and 7 from line 4)	8	

Section B - Minimum Asset Amount		(A) Prior Year	(B) Current Year (optional)
1	Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):		
a	Average monthly value of securities	1a	
b	Average monthly cash balances	1b	
c	Fair market value of other non-exempt-use assets	1c	
d	Total (add lines 1a, 1b, and 1c)	1d	
e	Discount claimed for blockage or other factors (explain in detail in Part VI):		
2	Acquisition indebtedness applicable to non-exempt-use assets	2	
3	Subtract line 2 from line 1d	3	
4	Cash deemed held for exempt use. Enter 1-1/2% of line 3 (for greater amount, see instructions).	4	
5	Net value of non-exempt-use assets (subtract line 4 from line 3)	5	
6	Multiply line 5 by .035	6	
7	Recoveries of prior-year distributions	7	
8	Minimum Asset Amount (add line 7 to line 6)	8	

Section C - Distributable Amount			Current Year
1	Adjusted net income for prior year (from Section A, line 8, Column A)	1	
2	Enter 85% of line 1	2	
3	Minimum asset amount for prior year (from Section B, line 8, Column A)	3	
4	Enter greater of line 2 or line 3	4	
5	Income tax imposed in prior year	5	
6	Distributable Amount. Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions)	6	
7	<input type="checkbox"/> Check here if the current year is the organization's first as a non-functionally-integrated Type III supporting organization (see instructions).		

MAGNOLIA EDUCATIONAL AND RESEARCH

Schedule A (Form 990 or 990-EZ) 2015 FOUNDATION

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Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations (continued)

Section D - Distributions	Current Year
1 Amounts paid to supported organizations to accomplish exempt purposes	
2 Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	
3 Administrative expenses paid to accomplish exempt purposes of supported organizations	
4 Amounts paid to acquire exempt-use assets	
5 Qualified set-aside amounts (prior IRS approval required)	
6 Other distributions (describe in Part VI). See instructions.	
7 Total annual distributions. Add lines 1 through 6.	
8 Distributions to attentive supported organizations to which the organization is responsive (provide details in Part VI). See instructions.	
9 Distributable amount for 2015 from Section C, line 6	
10 Line 8 amount divided by Line 9 amount	

Section E - Distribution Allocations (see instructions)	(i) Excess Distributions	(ii) Underdistributions Pre-2015	(iii) Distributable Amount for 2015
1 Distributable amount for 2015 from Section C, line 6			
2 Underdistributions, if any, for years prior to 2015 (reasonable cause required-see instructions)			
3 Excess distributions carryover, if any, to 2015:			
a			
b			
c			
d From 2013			
e From 2014			
f Total of lines 3a through e			
g Applied to underdistributions of prior years			
h Applied to 2015 distributable amount			
i Carryover from 2010 not applied (see instructions)			
j Remainder. Subtract lines 3g, 3h, and 3i from 3f.			
4 Distributions for 2015 from Section D, line 7: \$			
a Applied to underdistributions of prior years			
b Applied to 2015 distributable amount			
c Remainder. Subtract lines 4a and 4b from 4.			
5 Remaining underdistributions for years prior to 2015, if any. Subtract lines 3g and 4a from line 2 (if amount greater than zero, see instructions).			
6 Remaining underdistributions for 2015. Subtract lines 3h and 4b from line 1 (if amount greater than zero, see instructions).			
7 Excess distributions carryover to 2016. Add lines 3j and 4c.			
8 Breakdown of line 7:			
a			
b			
c Excess from 2013			
d Excess from 2014			
e Excess from 2015			

Schedule A (Form 990 or 990-EZ) 2015

MAGNOLIA EDUCATIONAL AND RESEARCH

Schedule A (Form 990 or 990-EZ) 2015 FOUNDATION

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Part VI **Supplemental Information.** Provide the explanations required by Part II, line 10; Part II, line 17a or 17b; Part III, line 12; Part IV, Section A, lines 1, 2, 3b, 3c, 4b, 4c, 5a, 6, 9a, 9b, 9c, 11a, 11b, and 11c; Part IV, Section B, lines 1 and 2; Part IV, Section C, line 1; Part IV, Section D, lines 2 and 3; Part IV, Section E, lines 1c, 2a, 2b, 3a and 3b; Part V, line 1; Part V, Section B, line 1e; Part V, Section D, lines 5, 6, and 8; and Part V, Section E, lines 2, 5, and 6. Also complete this part for any additional information. (See instructions.)

Lined area for supplemental information with a large diagonal 'DRAFT' watermark.

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Name of the organization

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Employer identification number

95-4649884

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(3) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

Special Rules

For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year ▶ \$ _____

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF. Schedule B (Form 990, 990-EZ, or 990-PF) (2015)

Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

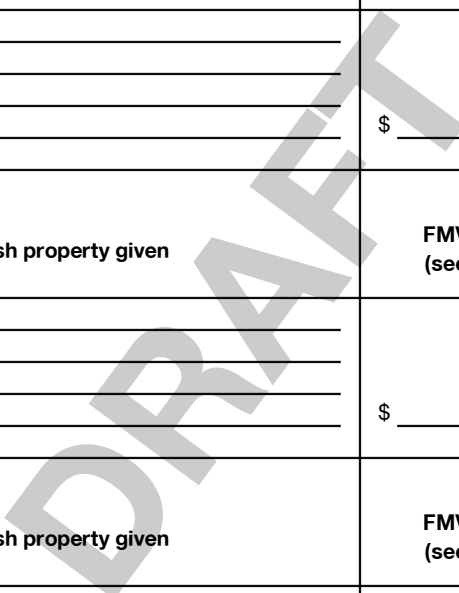
Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	CALIFORNIA STATE DEPARTMENT OF EDUCATION 1430 N ST SACRAMENTO, CA 95814	\$ 45,944,415.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

Part II Noncash Property (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____
	_____ _____ _____	\$ _____	_____



Name of organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-----------------------------------------------------------------------------	-----------------------------------------------------

Part III Exclusively religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than \$1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this info. once.) ▶ \$ _____
Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	

SCHEDULE D (Form 990)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes" on Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b. Attach to Form 990.

OMB No. 1545-0047

2015

Open to Public Inspection

Information about Schedule D (Form 990) and its instructions is at www.irs.gov/form990.

Name of the organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION

Employer identification number 95-4649884

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" on Form 990, Part IV, line 6.

Table with 3 columns: Question, (a) Donor advised funds, (b) Funds and other accounts. Rows include total number at end of year, aggregate value of contributions, grants, and end of year, and two yes/no questions about donor property and grant fund usage.

Part II Conservation Easements. Complete if the organization answered "Yes" on Form 990, Part IV, line 7.

Table with 3 columns: Question, (a) Donor advised funds, (b) Funds and other accounts. Rows include purpose of easements, total number and acreage, number of easements on historic structures, and monitoring details.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 8.

Table with 3 columns: Question, (a) Donor advised funds, (b) Funds and other accounts. Rows include reporting requirements for art and historical treasures.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a Public exhibition
- b Scholarly research
- c Preservation for future generations
- d Loan or exchange programs
- e Other _____

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" on Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No

b If "Yes," explain the arrangement in Part XIII and complete the following table:

	Amount
c Beginning balance	1c
d Additions during the year	1d
e Distributions during the year	1e
f Ending balance	1f

2a Did the organization include an amount on Form 990, Part X, line 21, for escrow or custodial account liability? Yes No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided on Part XIII

Part V Endowment Funds. Complete if the organization answered "Yes" on Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment %
- b Permanent endowment %
- c Temporarily restricted endowment %

The percentages on lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		
3a(ii)		
3b		

b If "Yes" on line 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11a. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		2,386,854.		2,386,854.
b Buildings		5,961,968.	439,212.	5,522,756.
c Leasehold improvements		384,879.	384,879.	0.
d Equipment				
e Other		14,658,043.	1,514,800.	13,143,243.
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10c.)				21,052,853.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part VII Investments - Other Securities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11b. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 12.) ▶		

Part VIII Investments - Program Related.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11c. See Form 990, Part X, line 13.

(a) Description of investment	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 13.) ▶		

Part IX Other Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11d. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 15.) ▶	

Part X Other Liabilities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11e or 11f. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 25.) ▶	

2. Liability for uncertain tax positions. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total revenue, gains, and other support per audited financial statements		1	47,750,213.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:			
a	Net unrealized gains (losses) on investments	2a		
b	Donated services and use of facilities	2b		
c	Recoveries of prior year grants	2c		
d	Other (Describe in Part XIII.)	2d		
e	Add lines 2a through 2d		2e	0.
3	Subtract line 2e from line 1		3	47,750,213.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b		4c	0.
5	Total revenue. Add lines 3 and 4c . (This must equal Form 990, Part I, line 12.)		5	47,750,213.

Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total expenses and losses per audited financial statements		1	39,970,176.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:			
a	Donated services and use of facilities	2a		
b	Prior year adjustments	2b		
c	Other losses	2c		
d	Other (Describe in Part XIII.)	2d		
e	Add lines 2a through 2d		2e	0.
3	Subtract line 2e from line 1		3	39,970,176.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b		4c	0.
5	Total expenses. Add lines 3 and 4c . (This must equal Form 990, Part I, line 18.)		5	39,970,176.

Part XIII Supplemental Information.

Provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

PART X, LINE 2:

MERF HAS ADOPTED FINANCIAL ACCOUNTING STANDARDS BOARD (FASB) ACCOUNTING STANDARDS CODIFICATION (ASC) TOPIC 740 THAT CLARIFIES THE ACCOUNTING FOR UNCERTAINTY IN TAX POSITIONS TAKEN OR EXPECTED TO BE TAKEN ON A TAX RETURN AND PROVIDES THAT THE TAX EFFECTS FROM AN UNCERTAIN TAX POSITION CAN BE RECOGNIZED IN THE CONSOLIDATED FINANCIAL STATEMENTS ONLY IF, BASED ON ITS MERITS, THE POSITION IS MORE LIKELY THAN NOT TO BE SUSTAINED ON AUDIT BY THE TAXING AUTHORITIES. MERF MANAGEMENT HAS DETERMINED THAT ALL INCOME TAX POSITIONS ARE MORE LIKELY THAN NOT OF BEING SUSTAINED UPON POTENTIAL AUDIT OR EXAMINATION; THEREFORE, NO DISCLOSURES OF UNCERTAIN INCOME TAX POSITIONS ARE REQUIRED.

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part XIII Supplemental Information *(continued)*

DRAFT

**SCHEDULE J
(Form 990)**

Compensation Information

OMB No. 1545-0047

2015

Open to Public Inspection

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 23.

▶ Attach to Form 990.

▶ Information about Schedule J (Form 990) and its instructions is at www.irs.gov/form990.

Department of the Treasury
Internal Revenue Service

Name of the organization
**MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION**

Employer identification number
95-4649884

Part I Questions Regarding Compensation

1a Check the appropriate box(es) if the organization provided any of the following to or for a person listed on Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

- | | |
|--------------------------------------------------------------------|--------------------------------------------------------------------------|
| <input type="checkbox"/> First-class or charter travel | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees |
| <input type="checkbox"/> Discretionary spending account | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

b If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all directors, trustees, and officers, including the CEO/Executive Director, regarding the items checked in line 1a?

3 Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.

- | | |
|--------------------------------------------------------------|-------------------------------------------------------------------------------------|
| <input type="checkbox"/> Compensation committee | <input checked="" type="checkbox"/> Written employment contract |
| <input type="checkbox"/> Independent compensation consultant | <input type="checkbox"/> Compensation survey or study |
| <input type="checkbox"/> Form 990 of other organizations | <input checked="" type="checkbox"/> Approval by the board or compensation committee |

4 During the year, did any person listed on Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:

a Receive a severance payment or change-of-control payment?

b Participate in, or receive payment from, a supplemental nonqualified retirement plan?

c Participate in, or receive payment from, an equity-based compensation arrangement?

If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

Only section 501(c)(3), 501(c)(4), and 501(c)(29) organizations must complete lines 5-9.

5 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

a The organization?

b Any related organization?

If "Yes" to line 5a or 5b, describe in Part III.

6 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

a The organization?

b Any related organization?

If "Yes" on line 6a or 6b, describe in Part III.

7 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described on lines 5 and 6? If "Yes," describe in Part III

8 Were any amounts reported on Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III

9 If "Yes" to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?

	Yes	No
1b		
2		
4a		X
4b		X
4c		X
5a		X
5b		X
6a		X
6b		X
7		X
8		X
9		

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2015

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

95-4649884

Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees. Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported on Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

Note: The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual.

(A) Name and Title		(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation in column (B) reported as deferred on prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
(1) CAPRICE YOUNG CEO	(i)	191,188.	0.	0.	0.	0.	191,188.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
	(i)							
	(ii)							
	(i)							
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	(i)							
	(ii)							
	(i)							
	(ii)							

DRAFT

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

▶ Information about Schedule O (Form 990 or 990-EZ) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Open to Public
Inspection

Name of the organization MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION	Employer identification number 95-4649884
-------------------------------------------------------------------------------------	-----------------------------------------------------

FORM 990, PART I, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

SCHOOLS SERVING 3,790 STUDENTS THROUGHOUT CALIFORNIA DEDICATED TO
INSPIRING STUDENTS TO CHOOSE CAREER PATHS IN SCIENCE, TECHNOLOGY,
ENGINEERING, AND MATH (STEM), WHILE PROVIDING A ROBUST, STANDARDS-BASED
EDUCATION PROGRAM WITHIN A SUPPORTIVE CULTURE OF EXCELLENCE.

FORM 990, PART III, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

MATH (STEM) IN A SAFE ENVIRONMENT THAT CULTIVATES RESPECT FOR SELF AND
OTHERS.

FORM 990, PART VI, SECTION B, LINE 11:

OFFICERS REVIEWED THE RETURN AND WILL SHARE WITH THE BOARD AT THE NEXT
REGULARLY SCHEDULED MEETING.

FORM 990, PART VI, SECTION B, LINE 12C:

ALL BOARD MEMBERS, EXECUTIVE STAFF AND PRINCIPALS ARE REQUIRED TO SUBMIT
REPORTS THAT DOCUMENT ANY POSSIBLE CONFLICTS OF INTEREST USING THE FORM 700
AS REQUIRED BY OUR OVERSIGHT AGENCY.

FORM 990, PART VI, SECTION B, LINE 15:

THE COMPENSATION COMMITTEE WHICH IS A SUBCOMMITTEE OF THE BOARD OF
DIRECTORS SETS THE COMPENSATION FOR THE TOP OFFICIALS. KEY EMPLOYEE
COMPENSATION IS SET BY THE CEO.

FORM 990, PART VI, SECTION C, LINE 18:

ALL TAX RETURNS ARE MAINTAINED AT THE CORPORATE OFFICE AND ARE

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION**

Employer identification number
95-4649884

AVAILABLE UPON REQUEST.

FORM 990, PART VI, SECTION C, LINE 19:

ALL GOVERNING DOCUMENTS ARE MAINTAINED AT THE CORPORATE OFFICE AND ARE
AVAILABLE UPON REQUEST.

DRAFT

**SCHEDULE R
(Form 990)**

Department of the Treasury
Internal Revenue Service

Related Organizations and Unrelated Partnerships

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 33, 34, 35b, 36, or 37.
▶ Attach to Form 990.

▶ Information about Schedule R (Form 990) and its instructions is at www.irs.gov/form990.

OMB No. 1545-0047

2015

Open to Public Inspection

Name of the organization **MAGNOLIA EDUCATIONAL AND RESEARCH FOUNDATION** Employer identification number **95-4649884**

Part I Identification of Disregarded Entities Complete if the organization answered "Yes" on Form 990, Part IV, line 33.

(a) Name, address, and EIN (if applicable) of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity

Part II Identification of Related Tax-Exempt Organizations Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
						Yes	No
MAGNOLIA PROPERTY MANAGEMENT - 45-4683724 250 E FIRST ST LOS ANGELES, CA 90012	EDUCATIONAL FACILITIES	CALIFORNIA	501(C)(3)	LINE 9			X

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part III Identification of Related Organizations Taxable as a Partnership Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	

Part IV Identification of Related Organizations Taxable as a Corporation or Trust Complete if the organization answered "Yes" on Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership	(i) Section 512(b)(13) controlled entity?	
								Yes	No

MAGNOLIA EDUCATIONAL AND RESEARCH
FOUNDATION

Part V Transactions With Related Organizations Complete if the organization answered "Yes" on Form 990, Part IV, line 34, 35b, or 36.

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

	Yes	No
a Receipt of (i) interest, (ii) annuities, (iii) royalties, or (iv) rent from a controlled entity		X
b Gift, grant, or capital contribution to related organization(s)		X
c Gift, grant, or capital contribution from related organization(s)		X
d Loans or loan guarantees to or for related organization(s)		X
e Loans or loan guarantees by related organization(s)		X
f Dividends from related organization(s)		X
g Sale of assets to related organization(s)		X
h Purchase of assets from related organization(s)		X
i Exchange of assets with related organization(s)		X
j Lease of facilities, equipment, or other assets to related organization(s)		X
k Lease of facilities, equipment, or other assets from related organization(s)		X
l Performance of services or membership or fundraising solicitations for related organization(s)		X
m Performance of services or membership or fundraising solicitations by related organization(s)		X
n Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		X
o Sharing of paid employees with related organization(s)		X
p Reimbursement paid to related organization(s) for expenses		X
q Reimbursement paid by related organization(s) for expenses		X
r Other transfer of cash or property to related organization(s)		X
s Other transfer of cash or property from related organization(s)		X

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(a) Name of related organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1)			
(2)			
(3)			
(4)			
(5)			
(6)			



Business and Development Specialists
for Charter Schools

MEMORANDUM

TO: Caprice Young, CEO, Magnolia Public Schools
FROM: EdTec
SUBJECT: December 2016 Financial Presentation
DATE: 02/01/2017

2017-18 California State Budget Summary

Governor proposes a cautious budget; no additional funding toward LCFF implementation.

LCFF

- No funding toward implementation
- Cost of Living Adjustment of 1.48% over the 2016-17 targets
 - Increase on average of \$120 per ADA (will vary based on school specific targets)
 - Applies to other state programs as well
- June Deferral: One-third of June LCFF payment will be deferred to July and will be paid along with the July 2017 apportionment

One Time Funds

- Approximately \$48 per ADA (down from \$214 per ADA in 2016-17)

School Facilities

- Up to \$500M available after accountability provisions on bond funds are enacted

This is the first step in iterative process involving Governor and Legislature that will result in final budget being approved in June. EdTec will continue to monitor developments and provide updates

SUMMARY OF RESULTS – CURRENT FORECAST VS. BOARD APPROVED BUDGET

For purposes of this narrative, the Current Forecast is the Proposed Revised Budget. Any reference to the Current Forecast is referring to the Proposed Revised Budget.

MAGNOLIA PUBLIC SCHOOLS - CONSOLIDATED

Board Approved Budget vs. Proposed Budget

	Budget				
	Approved Budget	November Forecast	Proposed Revised Budget	(November Forecast vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY					
Revenue					
LCFF Entitlement	33,973,830	34,512,586	34,523,569	10,983	549,739
Federal Revenue	3,351,379	4,433,475	4,434,404	929	1,083,025
Other State Revenues	4,188,588	5,469,987	5,466,121	(3,865)	1,277,534
Local Revenues	6,682,886	7,157,141	7,080,455	(76,687)	397,569
Fundraising and Grants	382,518	377,648	386,755	9,107	4,237
Total Revenue	48,579,200	51,950,837	51,891,304	(59,533)	3,312,104
Expenses					
Compensation and Benefits (excl adjustment)	25,599,982	28,122,686	26,871,597	1,251,089	(1,271,615)
Books and Supplies	3,270,502	3,868,772	3,780,627	88,145	(510,125)
Services and Other Operating Expenditures	17,681,744	18,674,043	18,434,384	239,660	(752,640)
Depreciation	823,259	794,178	804,525	(10,347)	18,734
Total Expenses	47,375,486	51,459,679	49,891,132	1,568,547	(2,515,646)
Operating Income Before One-Time Adjustment	1,203,714	491,158	2,000,172	1,509,014	796,458
One-Time Compensation Adjustment			(1,101,603)		
Operating Income (including adjustment)			898,569		
Fund Balance					
Beginning Balance (Unaudited)	20,766,592	20,749,323	20,749,323		
Audit Adjustment	284,225	(88,347)	(127,921)		
Beginning Balance (Audited)	21,050,817	20,660,975	20,621,401		
Operating Income (including Depreciation)	1,203,714	491,158	898,569		
Ending Fund Balance	22,254,531	21,152,133	21,519,970		
Capital Outlay	13,743,061	970,200	1,050,224		

	2016/17 Proposed Revised Budget MSA-1	2016/17 Proposed Revised Budget MSA-2	2016/17 Proposed Revised Budget MSA-3	2016/17 Proposed Revised Budget MSA-4	2016/17 Proposed Revised Budget MSA-5	2016/17 Proposed Revised Budget MSA-6	2016/17 Proposed Revised Budget MSA-7	2016/17 Proposed Revised Budget MSA-8	2016/17 Proposed Revised Budget MSA-SA	2016/17 Proposed Revised Budget MSA-SD	2016/17 Current Forecast - MSA-SC	2016/17 Proposed Revised Budget MERF	2016/17 Proposed Revised Budget - Total
SUMMARY													
Revenue													
LCFF Entitlement	5,305,480	4,295,058	4,352,807	1,818,445	1,660,532	1,518,270	2,599,553	4,440,491	5,465,892	3,067,041	-	-	34,523,569
Federal Revenue	1,202,884	522,541	493,745	247,687	164,096	161,359	421,493	297,469	783,158	139,972	-	-	4,434,404
Other State Revenues	1,158,352	544,067	879,335	267,852	177,416	253,252	622,567	620,258	556,982	386,040	-	-	5,466,121
Local Revenues	84,550	77,280	40,114	22,430	178,813	10,512	71,193	70,411	26,185	88,597	-	6,410,367	7,080,455
Fundraising and Grants	69,360	27,722	19,018	12,374	500	11,100	25,000	20,000	27,854	23,827	-	150,000	386,755
Total Revenue	7,820,626	5,466,669	5,785,019	2,368,788	2,181,357	1,954,494	3,739,806	5,448,629	6,860,071	3,705,478	-	6,560,367	51,891,304
Expenses													
Compensation and Benefits (excl adjustment)	3,562,432	2,938,373	3,184,511	1,212,821	1,152,508	1,035,074	1,633,722	2,701,941	3,723,254	2,158,964	-	3,567,998	26,871,597
Books and Supplies	647,387	451,104	401,887	132,807	171,807	154,776	306,250	420,157	829,376	180,455	-	84,820	3,780,627
Services and Other Operating Expenditures	2,929,102	1,848,804	2,087,914	701,330	655,357	555,450	1,626,862	2,142,840	2,087,914	1,181,986	-	2,616,824	18,434,384
Depreciation	146,166	53,602	19,096	15,656	4,774	28,726	36,918	84,873	373,813	39,460	-	1,440	804,525
Total Expenses	7,285,087	5,291,884	5,693,409	2,062,614	1,984,245	1,774,026	3,603,752	5,349,811	7,014,357	3,560,866	-	6,271,082	49,891,132
Operating Income Before One-Time Adjustment	535,539	174,785	91,611	306,175	197,112	180,468	136,054	98,817	(154,287)	144,612	-	289,286	2,000,172
One-Time Compensation Adjustment	(198,362)	(164,349)	(186,030)	(82,695)	(66,305)	(47,852)	(89,982)	(120,965)	(45,129)	(99,934)	-	-	(1,101,603)
Operating Income (including adjustment)	337,177	10,436	(94,419)	223,480	130,807	132,616	46,072	(22,148)	(199,416)	44,678	-	289,286	898,569
Fund Balance													
Beginning Balance (Unaudited)	3,197,834	1,210,746	976,777	763,641	1,144,335	1,006,776	939,109	3,061,348	8,291,101	1,173,620	(730,789)	(285,175)	20,749,323
Audit Adjustment	(37,421)	(69,796)	(1,355)	(101,149)	(66,819)	(61,339)	8,244	(90,501)	7,820	960	(791)	284,225	(127,921)
Beginning Balance (Audited)	3,160,413	1,140,950	975,422	662,491	1,077,516	945,437	947,353	2,970,847	8,298,921	1,174,581	(731,580)	(950)	20,621,401
Operating Income (including Depreciation)	337,177	10,436	(94,419)	223,480	130,807	132,616	46,072	(22,148)	(199,416)	44,678	-	289,286	898,569
Ending Fund Balance	3,497,590	1,151,386	881,003	885,971	1,208,323	1,078,053	993,425	2,948,699	8,099,505	1,219,259	(731,580)	288,335	21,519,970
Ending Fund Balance as a % of Expenses	48%	22%	15%	43%	61%	61%	28%	55%	115%	34%		5%	43%
Capital Outlay	540,000	14,982	70,000	-	27,793	-	198,325	84,000	115,124	-	-	-	1,050,224
Total ADA	522.1	442.0	443.9	186.2	177.7	167.9	284.7	477.7	606.0	413.0	0.0	0.0	3,721

Consolidated Net Income before one-time compensation adjustments* is forecasted for the year at **\$2,000,172**. Net income, adjusted for one-time compensation expense correction is **\$898,569**. This is a decrease \$305,145 from the board approved budget, and an increase of \$407,411 from the November forecast.

*During this current year, Magnolia is recognizing an additional month of payroll and related benefits due to an accounting change based on the reporting method recommended by the auditors. This results in additional one-time expenses being recognized in the current year.

The main drivers of the changes between the original approved budget and proposed revised budget are:

- One-Time Funding added at \$214.55/PY ADA based on preliminary entitlements.
- College Readiness Block Grant Revenue (\$75,000/site) added to MSA-1, 2, 3, 4, and SA along with corresponding expenses.
- Expenses were updated based on prior year actuals and latest assumptions across all sites during budget revision meetings.
- Enrollment and FRL/UPP rates updated for all sites based on actual data
- Salaries updated to reflect actual staff in contracted positions and health benefits per master benefits list received from HR
- Revenue rates for Lottery, Special Ed, Title I/II, Summer Program adjusted per updated assumptions/data
- Option 3 COP Grant adjusted to match preliminary entitlements

ACCOMPLISHMENTS

- No uncategorized in December
- CMO staff have proposed a revised CMO budget with 3% increase over board-approved budget as directed by the Board (including a PTO reserve)
- S&P has taken MPS off credit watch and affirmed BB rating

OPPORTUNITIES AND RISKS

Increase in ADA and Resulting Revenues

On a consolidated basis, Cumulative Average Daily Attendance at the end of Month 5 is +27.90 higher than forecast. These numbers have not yet been certified by the State, but if these numbers hold steady through P2 reporting, 8 of the 10 MPS schools will realize higher than forecasted revenues. See tables beginning on Page 39 for further details.

Hourly Employees & Benefits

Hourly employees at school sites are exceeding the 20-hour limit, which will make them eligible for PERS. Others are exceeding the 29-hour limit, which will make them eligible for PERS and health benefits. This will have a negative budget impact. HR is reconciling which employees will need to receive benefits and EdTec will analyze the fiscal impact FY16-17.

MSA-1, 2, and 3 CDS Numbers

MSA-1, 2, and 3 will need to change CDS codes as of the new fiscal year due to change in authorizer. MPS will need to work with CDE to make sure that all appropriate revenue and grants get properly transferred to the new CDS codes.

Expense Risks – MERF Proposed Budget

The current MERF proposed budget does not include expansion of the FCMAT contract yet as amount and timing of expense are not yet known. Legal expenses are currently tracking higher than originally expected due to OIG related concerns, and there is risk of exceeding budget in this line item.

STRS/PERS Corrections

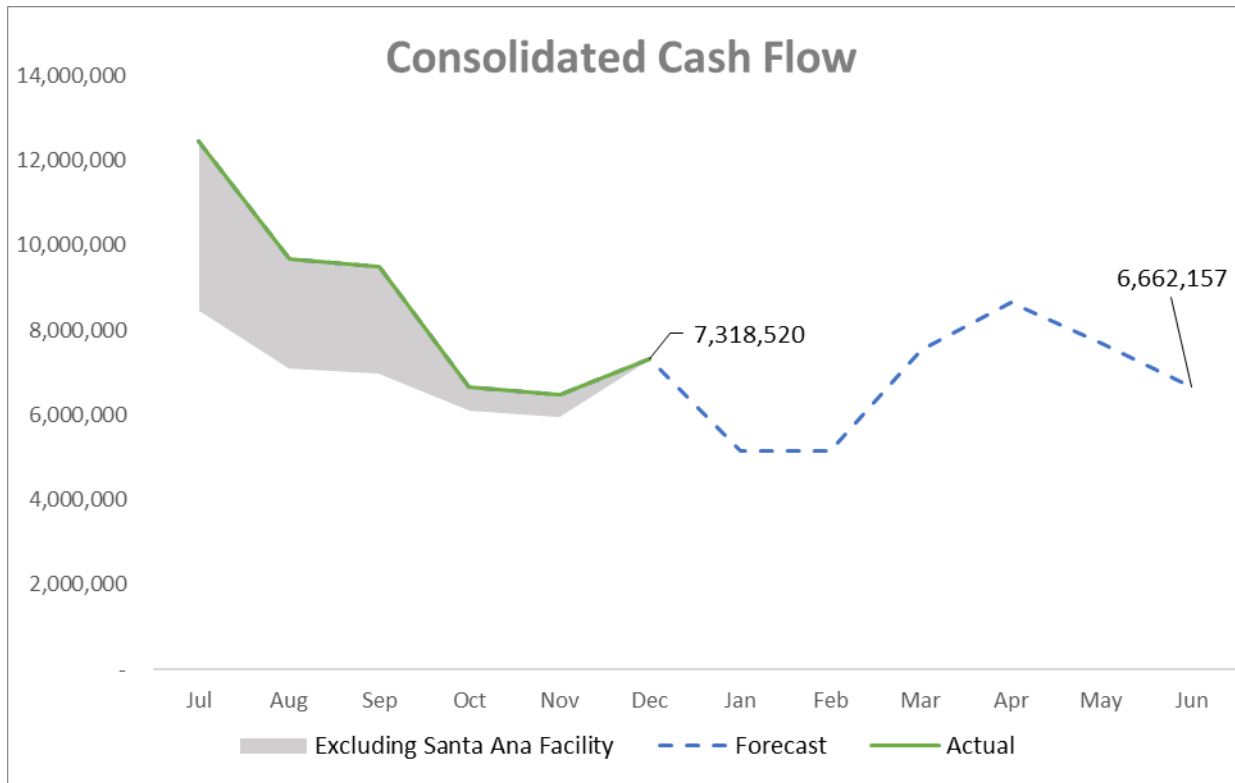
MPS management believes there may be prior year STRS and PERS eligibility inaccuracies which, when corrected, would result in additional expense for the organization. Further analysis is needed in order to determine the order of magnitude of this potential liability. Limited staffing resources at MERF have delayed this research. Any known errors related to current year eligibility or rate variances have been corrected.

Emergency Check Request Tracking

Site	July	August	September	October	November	December	Trend
MERF	10	10	7	2	1	3	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-1	8	2	8	1	1	1	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-2	17	8	12	2	1	0	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-3	2	3	9	5	3	12	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-4	0	1	16	0	0	0	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-5	0	1	5	0	0	0	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-6	0	1	0	0	0	0	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-7	6	2	2	1	0	1	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-8	2	2	21	1	0	0	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-SA	13	9	10	5	2	1	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
MSA-SD	11	13	1	1	3	3	■ ■ ■ ■ ■ ■ ■ ■ ■ ■
Total	69	52	91	18	11	21	■ ■ ■ ■ ■ ■ ■ ■ ■ ■

Emergency check requests have increased 91% since November. ECRs were more than 20 (21 total), and an additional charge was incurred. Communications with principals regarding the cost of ECRs have been effective in reducing the number of requests. December spike in ECRs was a result of the holidays and the rush to send payments before office closures.

CASH FLOW SUMMARY



The ending cash balance at 12/31 was \$7,318,520, where \$282,690.04 was restricted Prop 1D money for MSA-Santa Ana. Projected ending cash balance at 6/30 is \$6,662,157.

Cash Flow Notes

- MSA-SC loss is continuing to be analyzed by finance team, auditors and legal.
- MSA-SA will need operating loans to cover cash needs until February. These have already been approved by the board.
- MERF has received CMO fees through June (excluding MSA-SA) to maintain a positive cash balance.
- MSA-SA, MSA-SD and MSA-1 are expected to need intercompany borrowing to keep capital plan construction on track.

November Forecast vs. Proposed Budget (December Forecast) Variance Analysis

LCFF Entitlement \$10,983

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
(6,291)	9,375	49,664	(9,518)	(2,929)	(6,834)	(11,156)	(1,556)	(11,382)	1,610

CALPADS was certified, and the unduplicated count, free and reduced lunch, and English learners were updated for each site. The unduplicated count drives a portion of LCFF funding and the following were adjusted to match actuals:

Site	Forecast	Actual	Variance
MSA-1	502	480	(22)
MSA-2	408	427	19
MSA-3	331	382	51
MSA-4	148	138	(10)
MSA-5	174	165	(9)
MSA-6	150	140	(10)
MSA-7	236	224	(12)
MSA-8	468	462	(6)
MSA-SA	532	526	(6)
MSA-SD	99	105	6
Total	3,048	3,049	(1)

Federal Revenue \$929

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
885	-	44	-	-	-	-	-	-	-

MSA-1 and MSA-3 received prior year Federal revenue that was not accrued.

State Revenue \$3,865

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
-	-	-	-	(5,145)	-	-	-	1,280	-

MSA-5 removed State child nutrition revenue as it a part of LAUSD food services.

MSA-SA had prior year state revenue that was not accrued.

Other Local Revenue 24,306

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
-	7,299	-	207	7,554	-	0	225	9,020	-

MSA-2, 4, 5 and 8 Option 3 SpEd Grants were updated to match entitlements, resulting in an overall increase of \$15K

MSA-SA received a reimbursement from Anaheim for incorrectly deducting FY14-15 district oversight fees.

Donations/Fundraising \$9,107

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
-	-	-	-	-	-	-	-	5,279	3,827

MSA-SA and MSA-SD fundraising increased to match actuals

Compensation and Benefits \$4,055

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
48,676	19,689	(7)	(84,234)	(0)	0	18,684.0	(3,634)	7,184	(2,304)

MSA-1 has savings due to employee taking leave and position not being fully refilled. A placeholder office position was removed from the budget as it was filled by a previous new hire.

MSA-2 filled two placeholders for special education aide positions that were hired at a lower rate than budgeted

MSA-4 had one employee on a service break that returned to the school, this was not originally forecasted. Another employee left, and was removed from the budget, however, that position has since been replaced.

MSA-7 has a teacher who went on maternity leave and the payroll was reduced. However, there was a corresponding increase for substitute expense

MSA-8 paid out additional stipends that were not budgeted

MSA-SA had a Spanish teacher who left, and the position has been prorated until it is filled. H&W benefits were adjusted for 9 employees. 4 support staff employees left and were

replaced at a lower rate. 4 employees are receiving PERS that were not previously forecasted and the budget has been updated to reflect these benefits.

MSA-SD paid out an additional stipend and there was a H&W benefit adjustment for one employee.

Books and Supplies \$78,145

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
-	14,982	(0)	-	27,793	-	-	-	36,749	(1,379)

MSA-2, 5, and SA had capital expenditures in non-capitalized equipment, resulting in budget shift to capital expense.

MSA-SD increased other food based on current spending.

Services and Operating \$31,160

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
(72,331)	(27,779)	(58,628)	52,367	53,226	57,842	18,381.9	13,151	(22,363)	17,293

CMO Fees were updated based on the MERF budget changes and calculated based on P-1 (uncertified) ADA. This resulted in an overall savings of 100K across the sites.

MSA-1 had an increase of 9K in equipment leases based on actual lease costs.

MSA-2 had an increase of \$3K in equipment leases base on actual costs

MSA-4 had an increase of 6K to payroll fees based on actual expenses.

MSA-5 had an increase of 4K to payroll fees based on actual expenses.

MSA-7 increased substitute expenditures \$18K to cover the teacher on maternity leave.

MSA-SA had an increase of \$25K to repairs and mantainence for their old site, which was deducted from their security deposit

Depreciation \$12,427

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
-	-	-	-	-	-	-	-	(10,347)	-

Depreciation was updated per the fixed asset schedule for MSA-SA.

Magnolia Science Academy - 1

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	1,984,936	5,251,881	5,311,771	5,305,480	(6,291)	53,599
Federal Revenue	185,427	695,788	1,201,999	1,202,884	885	507,096
Other State Revenues	492,590	898,245	1,158,352	1,158,352	-	260,107
Local Revenues	80,754	60,107	84,550	84,550	-	24,443
Fundraising and Grants	23,463	56,000	69,360	69,360	-	13,360
Total Revenue	2,767,171	6,962,021	7,826,032	7,820,626	(5,406)	858,605
Expenses						
Compensation and Benefits (excl adjustment)	1,791,082	3,362,064	3,809,470	3,562,432	247,038	(200,367)
Books and Supplies	233,692	539,025	647,387	647,387	-	(108,362)
Services and Other Operating Expenditures	1,201,856	2,727,983	2,856,771	2,929,102	(72,331)	(201,119)
Depreciation	90,882	181,768	146,166	146,166	-	35,602
Total Expenses	3,317,512	6,810,840	7,459,794	7,285,087	174,707	(474,247)
Operating Income Before One-Time Adjustment	(550,341)	151,181	366,237	535,539	169,301	384,358
One-Time Compensation Adjustment				(198,362)		
Operating Income (including adjustment)				337,177		
Fund Balance						
Beginning Balance (Unaudited)	3,197,834	3,197,834	3,197,834	3,197,834		
Audit Adjustment	(37,421)	-	(37,421)	(37,421)		
Beginning Balance (Audited)	3,160,413	3,197,834	3,160,413	3,160,413		
Operating Income (including Depreciation)	(550,341)	151,181	366,237	337,177		
Ending Fund Balance	2,610,072	3,349,015	3,526,650	3,497,590		
Capital Outlay	27,331	100,000	540,000	540,000		
Total ADA		518.2	522.1	522.1		

Summary of Results

Forecasting a net income of **\$535,539** before one-time adjustments and **\$337,177** including adjustments; this is an increase of **\$185,996** from the board approved budget and a decrease of **\$29,061** from the November Forecast. Enrollment increased by 4 for a total of 541 students, but there was a 3% reduction in FRL to 88% and a reduction of 3% in unduplicated count to 89%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Entitlement \$53,599

A reduction in FRL and Unduplicated which was offset by an increase in enrollment, resulted in increased LCFF entitlement by **\$53,599** from approved budget.

Federal Revenue \$507,096

MSA-1 was awarded the Charter School Facilities Incentive Grant (CSFIG), which is a 3-year federal grant program to assist in facility needs. MSA-1 will receive **\$500K** each year for three years to toward the new construction costs for the facility at MSA-1. NSLP Revenue increased by **\$6k** due to the increase in enrollment, with a corresponding increase in food expenses.

Adjusted CDE preliminary entitlement for Title I and Title III which resulted in decrease of \$4.5k from approved budget. Prior year 15-16 National School Lunch Program under accrued \$2k and received FY 15-16 Title III not accrued. Removed FY 16-17 Title III - Immigrant of \$1.1k from the budget since none of the schools will be participating this year. Added AP reimbursements of \$5.1k not previously budgeted.

State Revenue \$260,107

Added a one-time fund for College Readiness Grant of \$75k and one-time Mandate Block Funding of \$115k that were not previously budgeted. State Lottery revenue increased by \$14k due to increase in enrollment. Increase of \$57k for SB740 from approved budget for this year to reimburse for rent per CSFA.

Other Local Revenue \$24,443

Summer Program revenue was \$21K higher than budgeted. Increased other local revenue by \$10k due to refunds not previously budgeted. Decreased COP Option 3 Step Grant by \$7k to match preliminary entitlement.

Donations/Fundraising \$13,360

Fundraising and Donations increased by \$13k based on prior year actuals.

Compensation and Benefits (-\$398,729)

Certificated payroll increased \$176K due to one-time adjustment for July payroll, with a corresponding increase in STRS expense for \$22K. Teachers and administrators are earning salaries higher pay than budgeted, and an IT/Tutor, PT office manager and an additional TA were added to the budget. This resulted in a \$111K increase in salaries and a \$39K increase in benefits. Health benefits were estimated at 40 employees receiving H&W at an average cost of \$8,100. Revised budget is based on a per employee cost, with 42 employees receiving benefits at an average cost of \$9,241 per employee. This resulted in \$50K increase. MSA-1 is not a part of School Employer's Fund (SEF) like other MPS sites, and state unemployment rate is 6.20% of first \$7k per calendar year. Budget was based on 0.05% SEF rate (which is the rate applicable to all other MPS schools), which resulted in an increase of \$30K. Savings of \$55k due to one teacher leaving in December but added a substitute; also prorated the Dean of Culture's pay since she is going on maternity leave in February. Increased budget by \$6k due to SpEd Aide but was offset by removal of an office manager position.

Books and Supplies (-\$108,362)

Textbook and other reference materials purchase not previously budgeted, which resulted in an increase of \$52K. Instructional materials and supplies increased by \$25K and Office Supplies increased by \$7.8k based on prior year actuals. Student food increased by \$19K due to enrollment increase. Other Food (food for events, PD, etc.) increased by \$5K based on prior year actuals.

Services and Operating (-\$201,119)

Direct and Indirect CMO Fees increased by \$44k due to updated calculation of CMO Fees based on ADA and updated home office budget. Insurance increased by \$4k per updated premium from CharterSafe. Rent increased \$36k due to increase in rent for bungalows not previously budgeted. Operations & Housekeeping increased by \$21k, Utilities increased by \$6k, Repairs and Maintenance increased by \$10k, Accounting Fees increased by \$5k, School Programs increased by \$15k, Consultants increased by \$16k, Field Trip Expenses increased by \$12k, Legal Fees increased by \$20k, Marketing and Student Recruiting increased by \$5k, Professional Development increased by \$31k, Special Education contract instructors decreased by \$25k and Substitutes increased by \$24k based on prior year actuals. Also, increased prior year expenses – not accrued by \$18k to match actuals previously not budgeted. Increased Bad Debt Expense by \$2k for prior year 15-16 State nutrition over accrued. Increased Equipment Leases by \$5k per review of actuals and discussion with principal.

Depreciation (-\$35,602)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy - 2

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	1,665,533	4,518,778	4,285,683	4,295,058	9,375	(223,720)
Federal Revenue	124,243	344,735	522,541	522,541	-	177,806
Other State Revenues	181,250	355,213	544,067	544,067	-	188,854
Local Revenues	52,465	93,069	69,981	77,280	7,299	(15,789)
Fundraising and Grants	10,335	25,000	27,722	27,722	-	2,722
Total Revenue	2,033,826	5,336,795	5,449,995	5,466,669	16,674	129,874
Expenses						
Compensation and Benefits (excl adjustment)	1,536,023	2,987,228	3,122,411	2,938,373	184,038	48,855
Books and Supplies	221,407	259,858	466,086	451,104	14,982	(191,246)
Services and Other Operating Expenditures	767,269	1,903,069	1,821,025	1,848,804	(27,779)	54,265
Depreciation	16,998	34,000	53,602	53,602	-	(19,602)
Total Expenses	2,541,697	5,184,155	5,463,126	5,291,884	171,242	(107,728)
Operating Income Before One-Time Adjustment	(507,871)	152,640	(13,131)	174,785	187,916	22,145
One-Time Compensation Adjustment				(164,349)		
Operating Income (including adjustment)				10,436		
Fund Balance						
Beginning Balance (Unaudited)	1,210,746	1,210,746	1,210,746	1,210,746		
Audit Adjustment	(69,796)	-	(69,796)	(69,796)		
Beginning Balance (Audited)	1,140,950	1,210,746	1,140,950	1,140,950		
Operating Income (including Depreciation)	(507,871)	152,640	(13,131)	10,436		
Ending Fund Balance	633,080	1,363,386	1,127,820	1,151,386		
Capital Outlay	14,982	20,000	-	14,982		
Total ADA		470.0	442.0	442.0		

Summary of Results

MSA-2 is currently forecasting a net income of **\$174,785** before one-time adjustments and \$10,436 including adjustments; this is a reduction of \$142,204 from the board approved budget and an increase of \$23,567 from the November forecast. Enrollment has been reduced by -29 to 458, from 487 originally budgeted. There was a 9% increase in FRL to 93% and an increase of 7% in unduplicated count to 93%. This positively impacts LCFF, Nutrition and certain other revenues.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF/State Aid (-\$233,720)

LCFF revenue reduced (\$233k), due to reduction of -28 ADA, offset by an increase in FRL and unduplicated count.

Federal Revenue \$177,806

Addition of National School Lunch Program (NSLP) for MSA-2 this year increased forecast by \$165k. This was not in the board approved budget because participation in this program was not known at that time. Title I in the current forecast has increased by \$11.7k per the CDE preliminary entitlement published in July. Special Ed rates also changed slightly from what was

originally budgeted. Removed Title III of \$727 from budget since none of the schools will be participating this year.

State Revenue \$188,854

Largest increases in State Revenue come from addition of two one-time funds not previously budgeted: One-Time mandated funding \$100k and College Readiness Grant \$75k. Estimated Lottery rates also have increased since the board approved budget, resulting in estimated increase of \$7.3k. Special Ed AB602 funding rates have reduced from the board approved budget and with reduced ADA result in decreased revenue of \$9k.

Other Local Revenue (-\$15,789)

Summer Program revenue was \$16K higher than budgeted, while uniforms and field trip revenue have been removed from the board approved budget, a reduction of \$46k. The addition of the Nutrition program also brought increased estimated local food service revenue of \$5k. Increased COP Option 3 Step Grant to \$9k to match preliminary entitlement.

Donations/Fundraising \$2,722

Fundraising increased by \$2.7K based on prior year actuals and budget meeting with the principal.

Compensation and Benefits (-\$115,494)

Certificated payroll increased \$141K due to the one-time adjustment of July Payroll, with a corresponding increase in STRS for \$18K. Health benefits increased \$20K because the budget estimated 37 employees receiving H&W at a cost of \$8,100, but it is now based on per employee cost. 34 people are receiving H&W benefits, with an average cost of \$9,379 per employee. There was a \$60K reduction because of two employee terminations. A teacher was replaced at a higher rate which was offset by 2 SpEd Aides who were hired less than budgeted, savings of \$20k.

Books and Supplies (-\$191,246)

Largest increase in Books and Supplies is the addition of food supplies expense not previously budgeted - \$193k. Also, while textbooks increased by \$45k due to purchases that were originally intended to occur in FY15-16 and were carried over to the current year, many line items were reduced by \$32k during budget review with the principal. Classroom Furniture, Equipment and Supplies went over budget by \$2k for Amazon purchases. Moved \$15k to capital expenditures for security cameras.

Services and Operating \$54,265

Direct and Indirect CMO Fees decreased \$54K due to updated calculation of CMO Fees based on ADA and updated home office budget. Travel and conference fees decreased by \$26k upon review of prior year actuals. Removed rent of \$180k. Increased Operations & Housekeeping by \$130k. Audit fees increased \$6.6K based on PY actuals and legal increased by \$10k based on anticipated additional needs related to renewal. Consultants and professional development increased \$46K to cover the costs funded by the Educator Effectiveness and College Readiness, not previously budgeted. Special Education contract instructors increased \$25K based on PY

actuals. Substitutes, Communications and several other line items also decreased by \$50k due to budget review with principal and examination of final prior year expenses. Increased PY expenses – not accrued by \$27k to match actuals received by 21st Century, Lifetouch Publishing and cleaning services. Increased Equipment Leases by \$3k based on trends.

Depreciation (-\$19,602)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy -3

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining
SUMMARY							
Revenue							
LCFF Entitlement	1,630,048	4,245,387	4,303,143	4,352,807	49,664	107,420	2,722,759
Federal Revenue	139,364	574,033	493,701	493,745	44	(80,288)	354,381
Other State Revenues	276,823	694,406	879,335	879,335	-	184,929	602,512
Local Revenues	36,369	24,785	40,114	40,114	-	15,329	3,745
Fundraising and Grants	13,965	19,018	19,018	19,018	-	-	5,053
Total Revenue	2,096,570	5,557,629	5,735,311	5,785,019	49,708	227,390	3,688,449
Expenses							
Compensation and Benefits (excl adjustment)	1,658,719	2,812,109	3,370,534	3,184,511	186,023	(372,402)	1,711,822
Books and Supplies	138,052	454,542	401,887	401,887	(0)	52,654	263,836
Services and Other Operating Expenditures	808,852	1,935,913	2,029,286	2,087,914	(58,628)	(152,001)	1,279,062
Depreciation	6,000	12,000	19,096	19,096	-	(7,096)	13,096
Total Expenses	2,611,623	5,214,564	5,820,804	5,693,409	127,395	(478,845)	3,267,816
Operating Income Before One-Time Adjustment	(515,053)	343,065	(85,492)	91,611	177,103	(251,455)	420,634
One-Time Compensation Adjustment				(186,030)			
Operating Income (including adjustment)				(94,419)			
Fund Balance							
Beginning Balance (Unaudited)	976,777	976,777	976,777	976,777			
Audit Adjustment	(1,355)	-	(1,355)	(1,355)			
Beginning Balance (Audited)	975,422	976,777	975,422	975,422			
Operating Income (including Depreciation)	(515,053)	343,065	(85,492)	(94,419)			
Ending Fund Balance	460,369	1,319,842	889,930	881,003			
Capital Outlay	-	70,000	70,000	70,000			
Total ADA		434.3	443.9	443.9			

Summary of Results

MSA-3 is currently forecasting a net income of **\$91,611** before one-time adjustments and a loss of **(\$94,419)** including adjustments; this is a reduction of **\$437,485** from the board approved budget and a reduction of **\$8,927** from the November forecast. Enrollment has increased by **+10** to **460**, from **450** originally budgeted. There was a **4%** increase in FRL to **83%** and an increase of **3%** in unduplicated count to **83%**. This increase positively impacts LCFF, Nutrition and certain other revenues.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Entitlement \$107,420

LCFF revenue increased \$107k, due to increase of 9.6 ADA, FRL rate and unduplicated count.

Federal Revenue (-\$80,288)

National School Lunch Program (NSLP) decreased based on prior year actual participation and on reduced FRL \$89K. This is offset in part by reduced food expenses. Title I in the current forecast has increased by \$6k per the CDE preliminary entitlement published in July. Special Ed

rate also changed slightly from what was originally budgeted. Removed FY16-17 Title III of \$242 from budget since none of the schools will be participating this year. Added AP reimbursements of \$4k not previously budgeted.

State Revenue \$184,929

Largest increases in State Revenue come from addition of two one-time funds not previously budgeted: One-Time mandated funding \$96k and College Readiness Grant \$75k. Estimated Lottery rates also have increased since the board approved budget, along with increased ADA results in estimated increase of \$13k. State Nutrition revenue decreased by \$7k due to decreased FRL and participation based on prior year final numbers. Received \$7k for PY15-16 Assesment Reimbursements and Lottery under accrued.

Other Local Revenue \$15,329

Summer Program revenue was \$17.7K higher than budgeted. Reduced COP Option 3 Grant by \$2k.

Compensation and Benefits (-\$558,432)

Certificated payroll increased \$164K due to the one-time adjustment of July Payroll, with a corresponding increase in STRS for \$21K. There was an additional \$228K due to the addition of two SpEd Aides, an office manager, and three additional deans. The additional salary changes resulted in a \$40K increase to STRS/PERS benefits. Health benefits increased \$51K because the budget estimated 44 employees receiving H&W at a cost of \$8,100, but it is now based on per employee cost. 40 people are receiving H&W benefits, with an average cost of \$8,707 per employee. There was an additional \$43K increase as two teachers were replaced and two part time employees are now full time.

Books and Supplies \$52,654

Change primarily due to reduced food expenses due to anticipated reduced participation per prior year actuals \$65k. Classroom furniture and other food increased per budget review with principal \$12k.

Services and Operating (-\$152,001)

Direct and Indirect CMO Fees increased \$39K due to updated calculation of CMO Fees based on ADA and updated home office budget. Rent decreased by \$44k per info received from MPS Facilities team. Audit fees increased \$5K based on PY actuals and legal increased by \$30k based on anticipated needs related to renewal. Consultants and professional development increased \$90K to cover the costs funded by the Educator Effectiveness and College Readiness, not previously budgeted. Field Trip expenses increased \$5k and Substitute expenses increased \$20k. Marketing decreased by \$15k due to review of anticipated needs in this area and review of prior year actual spending. Special Education contract instructors increased \$7K based on PY actuals. Prior year un-accrued expenses totaled \$13k, increasing forecasted expenses.

Depreciation (-\$7,096)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy - 4

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	657,969	1,772,032	1,827,963	1,818,445	(9,518)	46,413
Federal Revenue	77,221	252,308	247,687	247,687	-	(4,621)
Other State Revenues	103,615	141,453	267,852	267,852	-	126,399
Local Revenues	22,200	20,867	22,223	22,430	207	1,563
Fundraising and Grants	9,816	10,000	12,374	12,374	-	2,374
Total Revenue	870,821	2,196,660	2,378,099	2,368,788	(9,311)	172,128
Expenses						
Compensation and Benefits (excl adjustment)	578,372	1,172,519	1,211,281	1,212,821	(1,539)	(40,302)
Books and Supplies	56,006	158,736	132,807	132,807	-	25,930
Services and Other Operating Expenditures	257,515	667,206	753,697	701,330	52,367	(34,124)
Depreciation	4,608	9,221	15,656	15,656	-	(6,435)
Total Expenses	896,501	2,007,682	2,113,441	2,062,614	50,828	(54,931)
Operating Income Before One-Time Adjustment	(25,680)	188,978	264,658	306,175	41,517	117,197
One-Time Compensation Adjustment				(82,695)		
Operating Income (including adjustment)				223,480		
Fund Balance						
Beginning Balance (Unaudited)	763,641	567,722	763,641	763,641		
Audit Adjustment	(101,149)	-	(101,149)	(101,149)		
Beginning Balance (Audited)	662,491	567,722	662,491	662,491		
Operating Income (including Depreciation)	(25,680)	188,978	264,658	223,480		
Ending Fund Balance	636,811	756,700	927,150	885,971		
Capital Outlay	-	-	-	-		
Total ADA		180.5	186.2	186.2		

Summary of Results

Forecasting a net income of **\$306,175** before one-time adjustments and **\$223,480** including adjustments; this is an increase of **\$34,502** from the board approved budget and a decrease of **\$41,178** from the November forecast. Enrollment increased by 6 for a total of 193 students, but there was a 1% decrease in FRL to 73% and a decrease of 2% in unduplicated count to 72%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Entitlement \$46,413

Total enrollment increased by 6 students but reduction in FRL and unduplicated increased LCFF entitlement by **\$46,413** from approved budget.

Federal Revenue (-\$4,621)

NSLP Revenue decreased by **\$3k** due to the decrease in FRL%, with a corresponding decrease in food expenses. Adjusted CDE preliminary entitlement for Title I and Title III which resulted in decrease of **\$1.5k** from approved budget. Removed Title III of **\$81** from budget since none of the schools will be participating this year. Added AP reimbursements of **\$1k** not previously budgeted.

State Revenue \$126,399

One-Time Funds at \$214/ADA were not previously budgeted, resulting in an increase of \$40K. State Lottery increased \$6k due to the increase in enrollment. Added a one-time fund for College Readiness Grant of \$75k. Special Education rate decreased from \$569 per ADA to \$563 resulting in a decrease of \$4k from approved budget. Increased by \$10k for prior year lottery and federal nutrition under accrued.

Other Local Revenue \$1,563

Summer Program Revenue increased \$6K as actual revenue was higher than budgeted. Reduced COP Option 3 Step Grant to \$5k to match preliminary entitlement.

Donations/Fundraising \$2,374

Fundraising increased by \$2.3k to match actuals.

Compensation and Benefits (-\$122,997)

Certificated payroll increased \$74K due to the one-time adjustment of July Payroll. Three teachers left, which resulted in a savings of \$80K. This offset the \$50K increase with the addition of the office technician and two part time SpEd Aides. Health benefits increased \$10K because the budget estimated 14 employees receiving H&W at a cost of \$8,100, but it is now based on per employee cost. 12 people are receiving H&W benefits, with an average cost of \$8,667 per employee. One employee had a service break in September but was removed from the budget. He then returned so added him back into the budget for December financials. Hired a teacher to replace one that got terminated back in August who was removed from the budget. Both these employees increased the budget by \$84k. One employee had a service break but was on the term'd list back in sept so removed him from budget. Added him in again for December financials. Hired another teacher to replace someone who got term'd back in August.

Books and Supplies \$25,930

Office Supplies increased by \$4k, Non Instructional Student Materials & Supplies decreased \$26k, Classroom Furniture decreased \$3k, Computers decreased \$20k and Other Food (food for events, PD, etc.) increased \$4k. Student Food increased \$15k due to prior year actuals.

Services and Operating (-\$34,124)

Direct and Indirect CMO Fees increased \$5K due to updated calculation of CMO Fees based on ADA and updated home office budget. Insurance decreased by \$3k due to updated premium by CharterSafe. Accounting fees increased \$4k, Equipment Leases increased \$2k, Consultants increased by \$8k, Other Professional Services increased by \$9k, Legal Fees increased by \$10k, Payroll Fees increased by \$6k, Marketing and Student Recruiting increased by \$13k, Transportation-Students increased by \$2k, Postage and Delivery decreased by \$2k based on PY actuals. Rent decreased by \$46k based on actual contract. Increased Professional Development by \$25k due to College Readiness.

Depreciation (-\$6,435)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy -5

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	585,337	1,539,136	1,663,461	1,660,532	(2,929)	121,396
Federal Revenue	45,062	176,079	164,096	164,096	-	(11,983)
Other State Revenues	68,507	150,386	182,562	177,416	(5,145)	27,030
Local Revenues	22,784	11,120	171,259	178,813	7,554	167,693
Fundraising and Grants	339	500	500	500	-	-
Total Revenue	722,029	1,877,220	2,181,878	2,181,357	(520)	304,137
Expenses						
Compensation and Benefits (excl adjustment)	532,439	1,064,348	1,218,812	1,152,508	66,305	(88,159)
Books and Supplies	64,745	185,900	199,400	171,607	27,793	14,293
Services and Other Operating Expenditures	183,837	594,065	708,583	655,357	53,226	(61,292)
Depreciation	8,598	17,201	4,774	4,774	-	12,427
Total Expenses	789,618	1,861,515	2,131,570	1,984,245	147,324	(122,731)
Operating Income Before One-Time Adjustment	(67,589)	15,706	50,308	197,112	146,804	181,406
One-Time Compensation Adjustment				(66,305)		
Operating Income (including adjustment)				130,807		
Fund Balance						
Beginning Balance (Unaudited)	1,144,335	951,134	1,144,335	1,144,335		
Audit Adjustment	(66,819)	-	(66,819)	(66,819)		
Beginning Balance (Audited)	1,077,516	951,134	1,077,516	1,077,516		
Operating Income (including Depreciation)	(67,589)	15,706	50,308	130,807		
Ending Fund Balance	1,009,927	966,840	1,127,824	1,208,323		
Capital Outlay	27,793	-	-	27,793		
Total ADA		168.9	177.7	177.7		

Summary of Results

Forecasting a net income of **\$197,112** before one-time adjustments and **\$130,807** including adjustments; this is an increase of **\$115,101** from the board approved budget and an increase of **\$80,499** from the November forecast. Enrollment increased by 12 for a total of 187 students and there was a 4% increase in FRL to 85% and 2% increase in unduplicated count to 88%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Entitlement \$121,396

Total enrollment increased by 12 students, as well as FRL and unduplicated which increased LCFF entitlement by 121k.

Federal Revenue (-\$11,983)

Special Education rate decreased from \$202 per ADA to \$193 resulting in a decrease of \$5k from approved budget. Adjusted CDE preliminary entitlement for Title I and Title III which resulted in an increase of \$44k from approved budget. Also included PY Title I payable of \$51k. Removed Title III of \$485 from budget since none of the schools will be participating this year.

State Revenue \$27,030

One-Time Funds at \$214/ADA were not previously budgeted, resulting in an increase of \$30K. State Lottery increased \$7k due to the increase in enrollment. Special Education rate decreased from \$569 per ADA to \$563 resulting in a decrease of \$14k from approved budget. NSLP increased by \$5k due to increase in enrollment. Other State Apportionments – Prior Year increased by \$4k due to PY property tax and star reimbursement not accrued. Increased by \$334 for FY15-16 Assessment Reimbursements. Removed Fed NSLP of \$5k.

Other Local Revenue \$167,693

Increased COP Option 3 Grant by \$160,000 from approved budget. Increased the budget by \$8k for Microsoft Settlement.

Compensation and Benefits (-\$154,464)

Certificated payroll increased \$64K due to the one-time adjustment of July Payroll. One additional teacher was hired and teacher and administrators are earning a higher salary than budgeted, resulting in a \$73K increase. The July payroll and additional teacher resulted in a \$15K increase in STRS benefits.

Books and Supplies \$14,293

Approved Textbooks decreased by \$25k, Educational Software increased by \$5k, Instructional Materials and Supplies decreased by \$8k, Non Instructional Student Materials and Supplies decreased by \$3k, Noncapitalized Equipment decreased by \$5k, Computers increased by \$9k, Non Classroom related Furniture, Equipment and Supplies increased by \$13k, Student Food increased by \$20k and Other Food (food for events, PD, etc.) increased by \$3k due to prior year actuals. Moved \$28k to Capital Expenditure for laptops.

Services and Operating (-\$61,292)

Direct and Indirect CMO Fees increased \$5K due to updated calculation of CMO Fees based on ADA and updated home office budget. Insurance decreased by \$8k due to updated premium by CharterSafe. Repairs and Maintenance increased \$15k, Accounting fees increased \$3k, Other Professional Services decreased by \$23k, Field Trip Expenses increased by \$1k, Legal Fees increased by \$10k, Marketing and Student Recruiting increased by \$50k, Special Education Contract Instructors increased by \$25k, and Substitutes increased by \$5k based on PY actuals. Increased Prior Year Expense – Not accrued to \$31k for LAUSD food services, Hess Associates, Legal Fees and CharterSafe WC expenses not previously accrued. Decreased Rent by \$24k per Facility Use Agreement. Reallocated \$4k from Field Trip expenses to Non-classroom furniture. Overstated Other Professional Services so reduced the budget by \$20k. Payroll Fees increased by \$4k based on trends

Depreciation \$12,427

Depreciation decreased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy – 6

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	576,102	1,575,467	1,525,104	1,518,270	(6,834)	(57,197)
Federal Revenue	69,168	137,828	161,359	161,359	-	23,531
Other State Revenues	92,502	214,078	253,252	253,252	-	39,175
Local Revenues	6,392	14,120	10,512	10,512	-	(3,608)
Fundraising and Grants	4,511	10,000	11,100	11,100	-	1,100
Total Revenue	748,676	1,951,493	1,961,328	1,954,494	(6,834)	3,001
Expenses						
Compensation and Benefits (excl adjustment)	503,076	965,253	1,082,926	1,035,074	47,852	(69,821)
Books and Supplies	72,130	110,183	154,776	154,776	-	(44,593)
Services and Other Operating Expenditures	220,291	575,774	613,291	555,450	57,842	20,324
Depreciation	3,184	6,368	28,726	28,726	-	(22,358)
Total Expenses	798,680	1,657,578	1,879,719	1,774,026	105,694	(116,447)
Operating Income Before One-Time Adjustment	(50,005)	293,915	81,608	180,468	98,860	(113,447)
One-Time Compensation Adjustment				(47,852)		
Operating Income (including adjustment)				132,616		
Fund Balance						
Beginning Balance (Unaudited)	1,006,776	938,327	1,006,776	1,006,776		
Audit Adjustment	(61,339)	-	(49,511)	(61,339)		
Beginning Balance (Audited)	945,437	938,327	957,265	945,437		
Operating Income (including Depreciation)	(50,005)	293,915	81,608	132,616		
Ending Fund Balance	895,432	1,232,242	1,038,873	1,078,053		
Capital Outlay	-	20,000	-	-		
Total ADA		173.7	167.9	167.9		

Summary of Results

Forecasting a net income of **\$180,468** before one-time adjustments and \$132,616 including adjustments; this is a decrease of \$161,299, from the Board Approved Budget and a decrease of \$51,008 from the November Forecast. Enrollment decreased by 6 at 174, and there was a 7% reduction in FRL to 78% as well as a 7% reduction in unduplicated count to 80%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Entitlement (-\$57,197)

Total enrollment decreased by 6 students along with a reduction in FRL and unduplicated count which decreased LCFF entitlement by \$57k.

Federal Revenue \$23,531

Special Education rate decreased from \$202 per ADA to \$193 resulting in a decrease of \$3k from approved budget. Adjusted CDE preliminary entitlement for Title I and Title III which resulted in an increase of \$8k from approved budget. NSLP Revenue increased by \$18k due to prior year actuals.

State Revenue \$39,175

One-Time Funds at \$214/ADA were not previously budgeted, resulting in an increase of \$36K. School Facilities Apportionment increased \$5k. State Lottery increased \$4k, due to the rate of \$189/ADA vs. the budgeted rate of \$162/ADA. Special Education rate decreased from \$569 per ADA to \$563 resulting in a decrease of \$6k from approved budget.

Other Local Revenue (-\$3,608)

Reduced COP Option 3 Step Grant by \$3.6k to match preliminary entitlement.

Donations/Fundraising \$1,100

Donations increased by \$1k to match actuals.

Compensation and Benefits (-\$117,673)

Certificated payroll increased \$47K due to the one-time adjustment of July payroll, with a corresponding \$6K increase in STRS. Seven teachers left and were replaced by employees at a higher rate, resulting in an increase of \$37k. Administrators and classified employees are earning a higher salary than budgeted leading to an increase of \$10K. Lastly, a TA was hired that was not initially budgeted, resulting in a \$15K increase.

Books and Supplies (-\$44,593)

Approved Textbooks increased \$40k, Books and Other Reference Materials decreased \$2k, Educational Software increased \$6k, Instructional Materials and Supplies increased \$4k based on prior year actuals. Student Food decreased \$17k due to decrease in enrollment and lower FRL%.

Services and Operating \$20,324

Direct and Indirect CMO Fees increased \$4K due to updated calculation of CMO Fees based on ADA and updated home office budget. Travel and Conferences decreased by \$3k, Travel and Lodging increased by \$3k, Consultants increased by \$6k, Marketing and Student Recruitment increased by \$8k, Professional Development increased by \$4k, and Substitutes decreased by \$5k based on PY actuals. Increased Insurance budget by \$1k due to updated premium by CharterSafe. Removed \$40k of added cushion/padding from Miscellaneous Operating Expenses from the budget. Prior year expenses increased by \$4k for expenses previously not accrued. Increased budget by \$826 for CCSA membership renewal.

Depreciation (-\$22,358)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy - 7

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	973,035	2,671,595	2,610,709	2,599,553	(11,156)	(72,042)
Federal Revenue	90,979	346,072	421,493	421,493	-	75,421
Other State Revenues	275,896	578,580	622,567	622,567	-	43,988
Local Revenues	50,191	54,198	71,193	71,193	0	16,996
Fundraising and Grants	5,148	50,000	25,000	25,000	-	(25,000)
Total Revenue	1,395,248	3,700,444	3,750,962	3,739,806	(11,156)	39,362
Expenses						
Compensation and Benefits (excl adjustment)	806,061	1,710,715	1,742,388	1,633,722	108,666	76,993
Books and Supplies	151,490	333,447	306,250	306,250	-	27,197
Services and Other Operating Expenditures	700,873	1,557,568	1,645,244	1,626,862	18,382	(69,294)
Depreciation	22,513	45,027	36,918	36,918	-	8,109
Total Expenses	1,680,938	3,646,756	3,730,800	3,603,752	127,048	43,004
Operating Income Before One-Time Adjustment	(285,690)	53,688	20,162	136,054	115,892	82,366
One-Time Compensation Adjustment				(89,982)		
Operating Income (including adjustment)				46,072		
Fund Balance						
Beginning Balance (Unaudited)	939,109	922,760	939,109	939,109		
Audit Adjustment	8,244	-	8,244	8,244		
Beginning Balance (Audited)	947,353	922,760	947,353	947,353		
Operating Income (including Depreciation)	(285,690)	53,688	20,162	46,072		
Ending Fund Balance	661,664	976,448	967,515	993,425		
Capital Outlay						
	-	60,000	198,325	198,325		
Total ADA		291.4	284.7	284.7		

Summary of Results

Forecasting a net income of **\$136,054** before one-time adjustments and \$46,072 including adjustments; this is a decrease of \$7,616 from the board approved budget and an increase of \$25,910 from the November forecast. Enrollment decreased by 7 to 295, and there was a 4% reduction in the unduplicated to 76%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Revenue (-\$72,042)

Enrollment and unduplicated count decrease led to a decrease in LCFF.

Federal Revenue \$75,421

NSLP Revenue decreased by \$64K per PY actuals, with a corresponding decrease in food expense. MSA-7 was awarded the Charter School Facilities Incentive Grant (CSFIG), which is a 3-year federal grant program to assist in facility needs. MSA-7 will receive \$138K each year for three years to cover construction costs for modulars at MSA-7. Title II decreased by \$131 based on preliminary apportionment and removed Title III of \$313 from the budget.

State Revenue \$43,988

Special Education Revenue decreased by \$11K per PY actuals. NSLP decreased 5K, with a corresponding decrease in food expense. Increase of \$60K for one-time funds that were not previously budgeted. Preliminary entitlement released at 214.55 per PY ADA.

Other Local Revenue \$16,996

Summer Program revenue was \$15K higher than budgeted. Received credit for prior year expenses of \$9k. Special Education Option 3 Grant reduced by \$7K from the approved budget based on preliminary entitlements.

Donations/Fundraising (-\$25,000)

Fundraising reduction of \$25K based on prior year actuals

Compensation and Benefits (-\$12,989)

Certificated compensation increased by \$94K, largely due to the one-time adjustment for July payroll in the amount of \$89K. Contracted actual salaries were \$5K higher than budget due to additional stipends that were not budgeted. Classified payroll reduced \$40K as two positions were budgeted that were no longer needed, which had a corresponding reduction in benefits of \$10K. Classified salaries were further reduced \$18K as hourly employees were updated based on hours worked. Added two art teachers and 1 teachers assistant replaced at a higher hourly rate which increased the budget by \$3K. Certificated salaries were reduced \$14K from the November forecast as one teach went on maternity leave, which resulted in a corresponding increase in substitute expenses.

Books and Supplies \$27,197

Textbook and other reference materials purchase not previously budgeted, which resulted in an increase of \$29K. Student food decreased by \$63K based on PY Actuals and corresponding revenue decrease. Other Food (food for events, PD, etc.) increased by \$5K based on prior year actuals. Other materials and supplies decreased \$2K based on actual school needs.

Services and Operating (-\$69,294)

Direct and Indirect CMO Fees increased \$27K due to updated calculation of CMO Fees based on ADA and updated home office budget. Audit fees increased \$4.5K based on PY actuals. Consultants increased by \$4K to cover the cost of an art program consultant that was not previously budgeted. PY expenses not accrued reduced by \$9K due writing off PY expenses. Special Education contract instructors increased \$28K based on PY actuals. Substitutes increased \$18K to cover the teacher on maternity leave, with a corresponding decrease in salaries.

Depreciation \$8,109

Depreciation decreased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy - 8

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	1,691,123	4,438,632	4,442,047	4,440,491	(1,556)	1,859
Federal Revenue	212,012	296,081	297,469	297,469	-	1,388
Other State Revenues	239,761	508,978	620,258	620,258	-	111,280
Local Revenues	42,971	90,229	70,186	70,411	225	(19,818)
Fundraising and Grants	3,614	20,000	20,000	20,000	-	-
Total Revenue	2,189,480	5,353,920	5,449,960	5,448,629	(1,331)	94,709
Expenses						
Compensation and Benefits (excl adjustment)	1,359,482	2,842,777	2,819,272	2,701,941	117,331	140,836
Books and Supplies	104,431	297,700	420,157	420,157	-	(122,457)
Services and Other Operating Expenditures	845,115	2,081,816	2,155,991	2,142,840	13,151	(61,024)
Depreciation	34,078	68,156	84,873	84,873	-	(16,717)
Total Expenses	2,343,106	5,290,449	5,480,294	5,349,811	130,483	(59,362)
Operating Income Before One-Time Adjustment	(153,625)	63,471	(30,334)	98,817	129,152	35,347
One-Time Compensation Adjustment				(120,965)		
Operating Income (including adjustment)				(22,148)		
Fund Balance						
Beginning Balance (Unaudited)	3,061,348	3,019,921	3,061,348	3,061,348		
Audit Adjustment	(90,501)	-	(90,501)	(90,501)		
Beginning Balance (Audited)	2,970,847	3,019,921	2,970,847	2,970,847		
Operating Income (including Depreciation)	(153,625)	63,471	(30,334)	(22,148)		
Ending Fund Balance	2,817,222	3,083,391	2,940,513	2,948,699		
Capital Outlay						
	77,808	84,000	84,000	84,000		
Total ADA		477.7	477.7	477.7		

Summary of Results

Forecasting a net income of **\$98,817** before one-time adjustments and a loss of (\$22,148) including adjustments; this is a decrease of \$85,618 from the board approved budget and an increase of \$8,187 from the November forecast. Enrollment remains the same at 495, but there was a 1% reduction in the unduplicated to 93%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Revenue \$1,859

Rate adjustment led to increase in LCFF.

Federal Revenue \$1,388

Special Education rate decreased from \$202 per ADA to \$193 resulting in a decrease of \$741 from approved budget. Adjusted CDE preliminary entitlement for Title I and Title III which resulted in an increase of \$2k from approved budget. Removed Title III of \$151 from the budget.

State Revenue \$111,280

One-Time Funds at \$214.55 per PY ADA were not previously budgeted, resulting in an increase of \$96K. State Lottery increased \$13K, due to the rate of \$189/ADA vs. the budgeted rate of \$162/ADA.

Other Local Revenue (-\$19,818)

Uniform revenue reduced \$30K as uniforms will no longer be sold through the school. Corresponding decrease in uniform expense. Summer Program Revenue increased (\$17K) as actual revenue was higher than budgeted. SpEd Option 3 Grant decreased 6K as it is now based on the entitlement.

Compensation and Benefits \$19,871

Certificated payroll increased \$120K due to one-time adjustment for July payroll. This was offset by \$137K due to lower stipends than budgeted as well as two positions removed from the staff list, with a corresponding benefits change of \$20K. A classified employee was reclassified as a certificated employee, with a net change of zero to overall payroll budget, but a shift of \$56K between the budget categories. Classified payroll increased \$20K due to part-time janitor hired that was not budgeted. Health & Welfare Benefits decreased by \$3K due to PPO adjustments.

Books and Supplies (-\$122,457)

Educational software increased \$5K for Accelerated Reader and Discover Education. \$8K in Uniform Expense removed as MPS will no longer be selling uniforms for revenue. Non-capitalized equipment increased \$15K due to speakers needing replacement in classrooms. Student food increased \$100K due to updated agreement with LAUSD. Agreement has CEP Free at 69.1% and Full 30.9%. MSA-8 actual numbers based on the forms collected is 90% Free and Reduced. Regional Director and Principal are working to get the LAUSD agreement updated.

Services and Operating (-\$61,024)

Direct and Indirect CMO Fees increased \$44K due to updated calculation of CMO Fees based on ADA and updated home office budget. Audit fees increased \$6K based on PY actuals. Professional Development increased \$6K to include Edge Coaching contract for principal. Prior year expenses (not accrued) increased \$6K from due to Sch4 Expenses from LACOE, Hess & Associates, and employee reimbursements.

Depreciation (\$16,717)

Depreciation increased to match updated fixed asset schedule and calculated depreciation for the year.

Magnolia Science Academy – Santa Ana

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	808,470	4,595,312	5,477,274	5,465,892	(11,382)	870,580
Federal Revenue	88,965	394,527	783,158	783,158	-	388,631
Other State Revenues	94,689	345,918	555,702	556,982	1,280	211,064
Local Revenues	15,739	16,505	17,164	26,185	9,020	9,680
Fundraising and Grants	27,854	22,000	22,575	27,854	5,279	5,854
Total Revenue	1,035,717	5,374,262	6,855,873	6,860,071	4,198	1,485,809
Expenses						
Compensation and Benefits (excl adjustment)	1,640,642	3,059,757	3,775,567	3,723,254	52,313	(663,497)
Books and Supplies	425,583	691,730	866,125	829,376	36,749	(137,646)
Services and Other Operating Expenditures	762,482	1,775,769	2,065,550	2,087,914	(22,363)	(312,145)
Depreciation	198,617	397,234	363,466	373,813	(10,347)	23,420
Total Expenses	3,027,325	5,924,489	7,070,710	7,014,357	56,352	(1,089,868)
Operating Income Before One-Time Adjustment	(1,991,608)	(550,228)	(214,837)	(154,287)	60,550	395,941
One-Time Compensation Adjustment				(45,129)		
Operating Income (including adjustment)				(199,416)		
Fund Balance						
Beginning Balance (Unaudited)	8,291,101	8,212,887	8,291,101	8,291,101		
Audit Adjustment	7,820	-	7,820	7,820		
Beginning Balance (Audited)	8,298,921	8,212,887	8,298,921	8,298,921		
Operating Income (including Depreciation)	(1,991,608)	(550,228)	(214,837)	(199,416)		
Ending Fund Balance	6,307,313	7,662,659	8,084,084	8,099,505		
Capital Outlay	37,249	13,389,061	77,875	115,124		
Total ADA		511.5	606.0	606.0		

Summary of Results

Forecasting a net loss of **(\$154,287)** before one-time adjustments and **(\$199,416)** including adjustments; this is an increase of \$350,812 from the board approved budget and an increase of \$15,421 from the November forecast. Enrollment increase of 98 from the approved budget to 628 students. Unduplicated increased 4% to 84%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Revenue \$870,580

Enrollment increase led to an increase in LCFF.

Federal Revenue \$388,631

NSLP Revenue increased \$43K due to enrollment. Implementation Grant previously expected to be spent in 15-16, however, actual balance of \$261K. Remaining revenue will be recognized in 16-17 as all remaining funds were spent as of September 30, 2016. Increase of \$85K due to Title I preliminary apportionment released at \$219,592 (originally budgeted/estimated at \$134K).

Other State Revenue \$211,064

Special Education, NSLP, Mandate Cost Reimbursements, and State Lottery increased \$130K due to enrollment. \$75K added for College Readiness Grant, which will be used to cover college counselor salary. Increase of \$6K for PY revenue not accrued.

Other Local Revenue \$9,680

Anaheim was incorrectly deducting district oversight fees from in lieu property taxes, even though MSA-SA is authorized by the state. Anaheim reimbursed MSA-SA for these incorrect deductions FY14-15 and FY15-16. FY14-15 was not accrued and booked to other local.

Donations/Fundraising \$5,854

Fundraising has exceeded the budget and increased to match actuals.

Compensation and Benefits (-\$708,626)

Certificated payroll increased \$392,473 due to 5 additional teachers hired with the increased enrollment as well as one additional dean. Classified payroll increased 238K as an additional office manager was hired as well as additional support staff. There was a corresponding benefits increase with increased staff of \$100K. Currently, hourly employees are still trending low, and this may reduce further in upcoming forecasts. A Spanish left, and the placeholder position was prorated, reducing the budget by \$21K.

Books and Supplies (-\$137,646)

Textbooks increased \$4.8K based on actual McGraw-Hill Purchase order, which was covered by PCSGP grant. Custodial supplies increased \$20K, which includes one-time purchases for the new site. Art & Music supplies increased \$10K to include instrument purchases for the music program. Office supplies increased \$12.8K based on PY and CY expenditures. Non-Capitalized equipment and classroom furniture increased 32K for one-time purchases for new building. Computers increased \$16K to meet the 1:1 student ratio. MSA-SA may purchase MSA-SC chromebooks at fair market value if they are still viable. Student food increased \$63K due to enrollment and other food increased \$3K for parent meetings.

Services and Operating (-\$312,145)

Direct and Indirect CMO Fees increased \$80K due to updated calculation of CMO Fees based on ADA and updated home office budget. Insurance decreased \$11K based on updated CharterSafe allocation. Utilities increased \$90K based on actual invoices for new school site. Rent increased \$37K for July & August Rent as well as additional charges for remaining in the building. Repairs and maintenance increased \$25K due to repairs needed at the old site, which was deducted from the security deposit. After school program increased \$5K and district oversight fee increased \$8K due to increased LCFF. Fines & Penalties increased \$29K for the estimated property tax for the new school site. The school site was not exempt for the year as it was not placed in service until September. Technology services increased \$44K due to one-time tech purchases for new site and increased CoolSIS expense for higher student enrollment.

Depreciation \$23,420

Depreciation decreased to match updated fixed asset schedule and calculated depreciation for the year. Estimated depreciation on new school building, and may change.

Note regarding expenses:

MSA-SA incurred expenses related to opening the new school, some of which are still being analyzed in terms of proper funding source (Prop 1D vs. operating budget) and accounting treatment. This includes approximately \$135k in furniture and equipment expenses. This could have an impact on the bottom line, depending on whether they will ultimately be expensed or capitalized.

Magnolia Science Academy – San Diego

	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
LCFF Entitlement	1,311,974	3,365,610	3,065,431	3,067,041	1,610	(298,569)
Federal Revenue	14,237	133,928	139,972	139,972	-	6,044
Other State Revenues	102,450	301,331	386,040	386,040	-	84,709
Local Revenues	72,465	55,036	88,597	88,597	-	33,561
Fundraising and Grants	23,827	20,000	20,000	23,827	3,827	3,827
Total Revenue	1,524,953	3,875,905	3,700,040	3,705,478	5,437	(170,428)
Expenses						
Compensation and Benefits (excl adjustment)	1,101,627	2,155,725	2,256,594	2,158,964	97,630	(3,239)
Books and Supplies	80,218	163,559	179,076	180,455	(1,379)	(16,896)
Services and Other Operating Expenditures	503,485	1,325,125	1,199,279	1,181,986	17,293	143,139
Depreciation	22,310	44,619	39,460	39,460	-	5,159
Total Expenses	1,707,640	3,689,029	3,674,409	3,560,866	113,544	128,163
Operating Income Before One-Time Adjustment	(182,686)	186,876	25,631	144,612	118,981	(42,264)
One-Time Compensation Adjustment				(99,934)		
Operating Income (including adjustment)				44,678		
Fund Balance						
Beginning Balance (Unaudited)	1,173,620	1,053,661	1,173,620	1,173,620		
Audit Adjustment	960	-	960	960		
Beginning Balance (Audited)	1,174,581	1,053,661	1,174,581	1,174,581		
Operating Income (including Depreciation)	(182,686)	186,876	25,631	44,678		
Ending Fund Balance	991,894	1,240,537	1,200,211	1,219,259		
Capital Outlay						
Total ADA		453.6	413.0	413.0		

Summary of Results

Forecasting a net income of **\$144,612** before one-time adjustments and **\$44,678** including adjustments; this is a reduction of **\$142,198** from the board approved budget and an increase of **\$19,047** from the November forecast. Enrollment decreased by 42 from the approved budget to 428 students. Unduplicated increased 2% to 25%.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

LCFF Revenue (-\$298,569)

Enrollment decrease led to a decrease in LCFF

Federal Revenue \$6,044

Special Education rate adjustment resulted in increase of **\$3,939** from approved budget. Adjusted CDE preliminary entitlement for Title I and Title III which resulted in an increase of **\$2.1k** from approved budget.

Other State Revenue \$84,709

Special Education revenue reduced \$13K with decreased enrollment. One-time funding increased \$89K at 214.55/PY ADA based on preliminary entitlement. State revenue increased by \$5K from the previous forecast due to PY state revenue not accrued.

Other Local Revenue \$33,561

Summer Program Revenue increased \$10K based on actual revenue. Other local revenue increased \$23K from school sales and \$10K from the Microsoft Refund.

Fundraising Revenue \$3,827

Increased based on actuals.

Compensation and Benefits (-\$103,173)

Certificated payroll increased \$100K due to one-time July payroll adjustment, however, full-time Special Ed Teachers were removed and replaced with support staff, which led to a savings of \$30K. Classified Payroll increased with the addition of a school psychologist, with a corresponding decrease of \$15K in Special Ed contract instructors. H&W benefits increased \$22K as benefits are now being tracked on a per employee basis rather than an average cost. Accounts for employees opting in or moving to the family plan.

Books and Supplies (-\$16,896)

Textbooks increased \$8K based on CY actuals. Custodial supplies decreased \$3K based on PY actuals. Uniform expenses increased \$13K based on CY actuals, but will not be sold based on new MPS policy. Non-capitalized equipment reduced by \$2K. Other food increased \$1K based on actual expenditures.

Services and Operating \$143,139

Direct CMO Fee reduced \$33K due to lower enrollment and maxed at 11% LCFF. Shared staff fee decreased \$20K as a result of staff leaving in January, reducing overall fee to sites. Rent reduced \$25K based on actual lease agreement and repairs & maintenance reduced \$20K based on CY spending. Consultants decreased \$40K as school is no longer hiring a contracted counselor. Prior year expenses not accrued increased \$8K due to district oversight, SubReady, Ricoh, Mission Janitorial, Hess & Associates, and teacher reimbursements. SpEd contractors decreased \$15K based on PY actuals and less amount paid out for psych services now that school psychologist is on staff. Substitutes reduced \$6K based on PY actuals.

Depreciation \$5,159

Depreciation decreased to match updated fixed asset schedule and calculated depreciation for the year.

MERF

	Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)
SUMMARY						
Revenue						
Local Revenues	3,008,303	6,242,850	6,511,359	6,410,367	(100,992)	167,517
Fundraising and Grants	86,850	150,000	150,000	150,000	-	-
Total Revenue	3,095,153	6,392,850	6,661,359	6,560,367	(100,992)	167,517
Expenses						
Compensation and Benefits (excl adjustment)	1,937,146	3,467,487	3,713,429	3,567,998	145,432	(100,511)
Books and Supplies	40,827	75,821	94,820	84,820	10,000	(8,999)
Services and Other Operating Expenditures	1,273,893	2,537,455	2,825,323	2,616,824	208,500	(79,369)
Depreciation	3,834	7,666	1,440	1,440	-	6,226
Total Expenses	3,255,700	6,088,429	6,635,013	6,271,082	363,931	(182,653)
Operating Income Before One-Time Adjustment	(160,547)	304,421	26,346	289,286	262,939	(15,136)
One-Time Compensation Adjustment				-		
Operating Income (including adjustment)				289,286		
Fund Balance						
Beginning Balance (Unaudited)	(285,175)	(285,175)	(285,175)	(285,175)		
Audit Adjustment	284,225	284,225	311,971	284,225		
Beginning Balance (Audited)	(950)	(950)	26,796	(950)		
Operating Income	(160,547)	304,421	26,346	289,286		
Ending Fund Balance	(161,497)	303,471	53,142	288,335		
Capital Outlay	-	-	-	-		

Summary of Results

Forecasting a net income of \$289,286, a reduction of \$15,136 from the board approved budget and an increase of \$262,939 from the November forecast.

Cumulative Changes from Board Approved Budget to Proposed Revised Budget

Note: the following changes were presented in the November presentation and are included again here for your reference

Other Local Revenue \$167,517

Other Local revenue increased \$25K due to refunds and return of security deposit that was not on the Balance Sheet. CMO Fee (Indirect): Increase of \$109K based on increased expenses, which are discussed further below. CMO Fee (Shared Staff): Increased \$34K based on actual contracted salaries and H&W benefits, which were higher than the approved budget.

Compensation and Benefits (-\$100,511)

Increased \$22K due to accrued PTO not budgeted, which is paid at the end of each fiscal year for unused sick time (estimated at 6 unused days per employee at a rate of \$125/per day, but actuals could differ). Accrued vacation previously not booked to the balance sheet, but accrued liability is \$62K as of September, which has been added to the forecast on a per employee basis. Bonuses for two employees were not budgeted, with a corresponding increase of \$20K to the proposed budget. Increased \$71K due to two employees who were expected to leave

prior to July 2016, but actually left in August/September, and their payroll and vacation payouts were not budgeted. Severance for two employees was not budgeted, increase of \$60K. STRS and PERS is now offered to all home office employees, with a corresponding increase of \$70K. Health & Welfare increased \$38K as it is based on a per employee basis with more employees opting-in as well as enrolling in the family plan. Due to these increased expenses from the approved budget, MERF did not fill vacant positions and have delayed the hiring of a payroll associate and purchasing associate, which led to a savings of \$242K. [See figure 1.1]

Savings - Approved vs. Proposed	
Salaries - Unfilled Positions	201,000.00
Benefits - Unfilled Positions	40,884.00
Total Savings	241,884.00
Additional Expenses - Approved vs. Proposed	
PTO Payouts (unused sick time)	(21,750.00)
Accrued Vacation	(61,887.45)
Bonuses/Stipends	(19,799.07)
Health Reimbursements	(6,900.00)
STRS	(46,595)
PERS	(23,362)
H&W Benefits	(31,006)
Salaries for non-budgeted employees	(70,613.52)
Severance - OD & SM	(60,481.34)
Total Additions	(342,394.66)
Net Change	(100,510.66)

Figure 1.1: Savings and Additional Expenses – Compensation & Benefits

Books and Supplies (-\$8,999)

Educational software decreased 7K based on needs of the Academic Department. Office supplies increased \$6K based on PY actuals. Non-capital expenditures in the amount of \$1K were removed from the budget. Other food increased \$11K based on PY and CY actuals.

Services and Operating (-\$79,369)

Travel and conferences decreased \$66K due to less travel expected up north and a decrease in departmental travel budgets. Operations and housekeeping increased \$13K due to the removal of Santa Clara junk. Audit fees increased \$19K based on VTD PY actuals and contract. School programs increased \$4K for additional community outreach. Consultants decreased \$12K based on a reduction of community outreach and based on actual contracts. Legal fees increased \$85K based on PY actuals as well as expected increase in legal fees with renewals and OIG. Licenses and other fees increased \$4K for use tax, which is paid by MERF. Marketing and

student recruiting reduced \$37K in order to cut expenses from the MERF budget. Prior year expenses (not accrued) increased \$17K from as a result of prior year expenses that were not accrued for in the amount of \$41K, including CoolSIS, Cannon, reimbursements, CalNET, EDD and First Student. Professional development decreased \$51K based on projected department needs as well as STEAM expo. Tuition Reimbursement increased \$38K based on actual participation. Staff recruiting increased \$21K for Department of Justice, fingerprinting and recruiting events. This was budgeted under 5822, but was moved to a new object code. Technology services and communications each increased by \$19K based on updated IT budget.

Depreciation \$6,226

Depreciation decreased to match updated fixed asset schedule and calculated depreciation for the year.

Budget Cuts from the November Forecast

In the January meeting, the board approved a 3% increase in expenses from the approved budget. The finance team worked to identify potential areas for budget cuts in the November forecast to meet this request. In addition to not filling the vacant positions for COO, Controller, and Senior Financial Analyst, the following adjustments were made to the budget:

Cuts from November Forecast	
4330 - Office Supplies	(5,000.00)
4420 - Computers	(5,000.00)
5220 - Travel & Lodging	(22,000.00)
5822 - Consultants	(56,359.25)
5851 - Marketing & Student Recruiting	(40,000.00)
5863 - Professional Development	(35,000.00)
5864 - Tuition Reimbursement	(15,000.00)
Total Cuts	(178,359.25)

There was also a \$40K decrease in prior year expenses (not accrued) due a write off as well as an audit adjustment.

MERF did cut \$364K in expenses from the November Forecast, however, these cuts result in potential risks to MERF. MSA-4 and 5 are up for renewal next year, and MERF will not have the funds to hire outside consultant help. MERF has less employees on staff, and should more requests come from FCMAT or the OIG, they will have limited manpower to fulfill these requests. Legal fees could also further impact the budget.

Capital Expenditures – Actuals YTD

Capital expenditures are currently hitting MERF as an expense, but will need to be allocated to school sites as capital costs and later depreciated. The actual classified salary and contracted expenses incurred through December 2016 are overstated by \$113K, and will be reclassified to capital expenditure once the Facility Team provides appropriate allocations at year end.

CMO Fee Analysis

CMO Fee (Indirect Costs)

The CMO fees are calculated by redistributing total home office expenses to school sites based on a tier factor driven by Average Daily Attendance (ADA). The home office allocation expense takes into account that MSA-SD is capped at 11% LCFF, as well as the capping of those schools that have reached a minimum threshold of reserves in order to mitigate financial burden. The expenses to be allocated are calculated as follows:

$$\text{Home Office Expense Allocation} = \text{Allowable Expenses} - \text{Fundraising \& Other Revenue} - \text{Direct CMO Fee} + 5\% \text{ Reserve}$$

Shared Staff Fee

Four home office employees fill in the gaps at school sites and are charged a separate fee to account for these costs:

Employee	Title	% Salary Allocated	Funded by Revenue	Sites Responsible
Suat Acar	Regional Director	86%	Unrestricted	LAUSD Sites
Erdinc Acar	Regional Director	50%	Unrestricted	MSA-SA & MSA-SD
Kelly Hourigan	COO	15%	Special Ed.	All Sites
Victoria Marzouk	Director of Special Programs	100%	Special Ed.	All Sites

CMO Fees: As a % of Revenue

	% LCFF	% Total Revenue*
CMO Fee	17.60%	13.54%
CMO + Shared Staff Fee	18.50%	14.23%

*Total revenue excludes facility grants awarded to MSA-1 and MSA-7

ADA Analysis

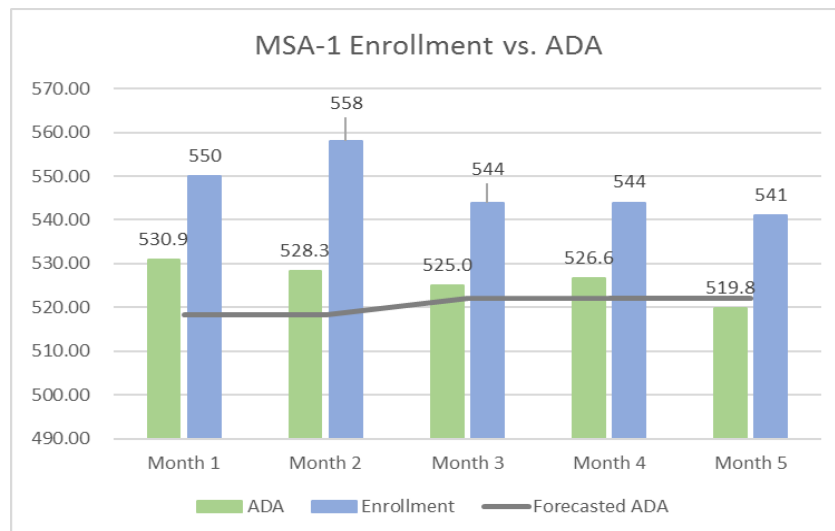
ADA drives revenue and decreases in enrollment or attendance can negatively affect the forecast. Below is a summary of sites and how their current ADA compares to the forecast. Since ADA is variable, with decreases usually seen during the holiday months, the forecast is only updated with material changes and when the P-1 is certified.

Summary

There will likely be a revenue increase on most sites as cumulative P-1 (uncertified) ADA is trending higher than the forecast.

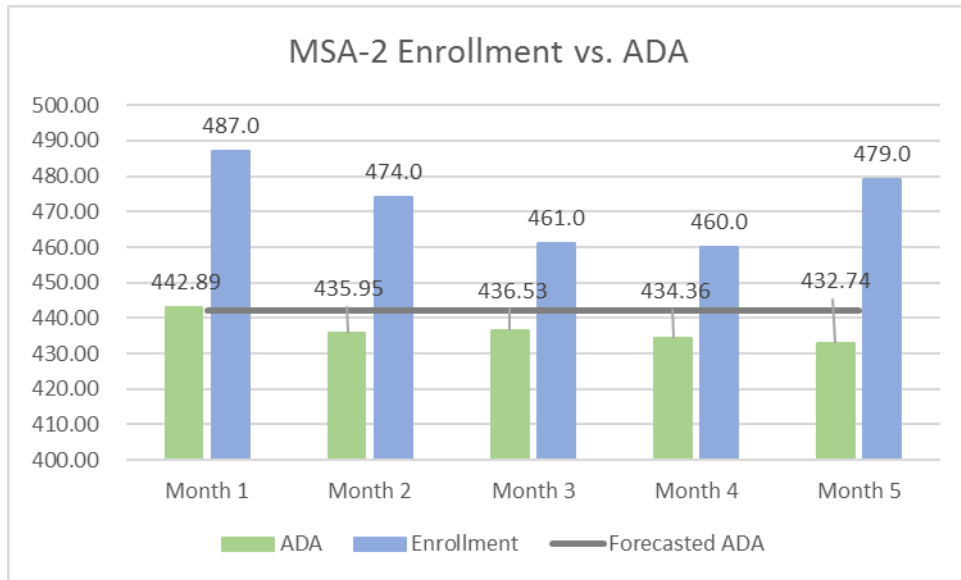
Site	Forecasted		
	ADA	P1	Variance
MSA-1	522.07	524.39	2.33
MSA-2	441.97	437.57	(4.40)
MSA-3	443.90	446.89	2.99
MSA-4	186.25	187.61	1.37
MSA-5	177.65	177.66	0.01
MSA-6	167.91	172.58	4.67
MSA-7	284.68	288.61	3.94
MSA-8	477.68	488.49	10.82
MSA-SA	606.02	612.65	6.63
MSA-SD	413.02	412.58	(0.44)
Total	3,721.13	3,749.03	27.90

MSA-1



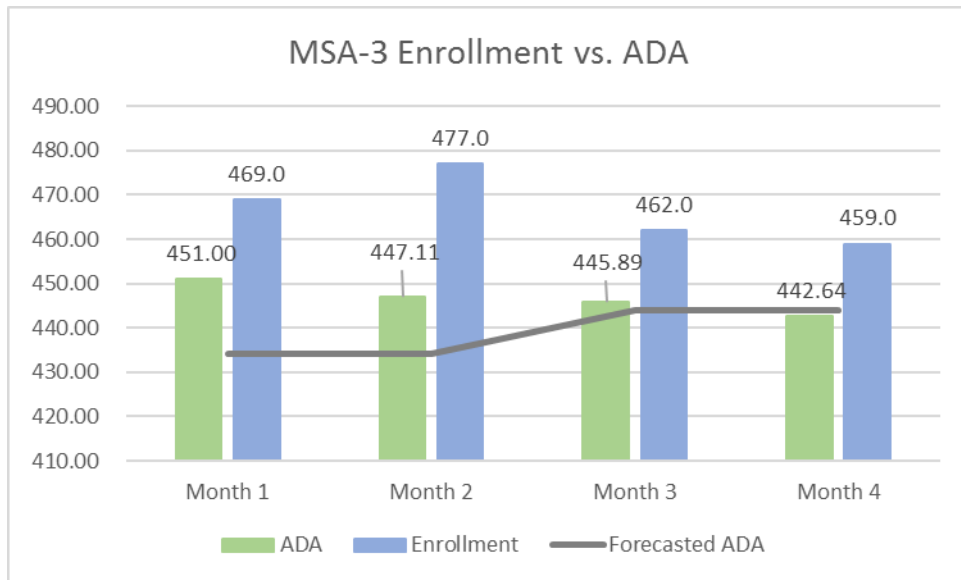
MSA-1 has an actual cumulative ADA of 526.03, a 3.97 increase from the current forecast.

MSA-2



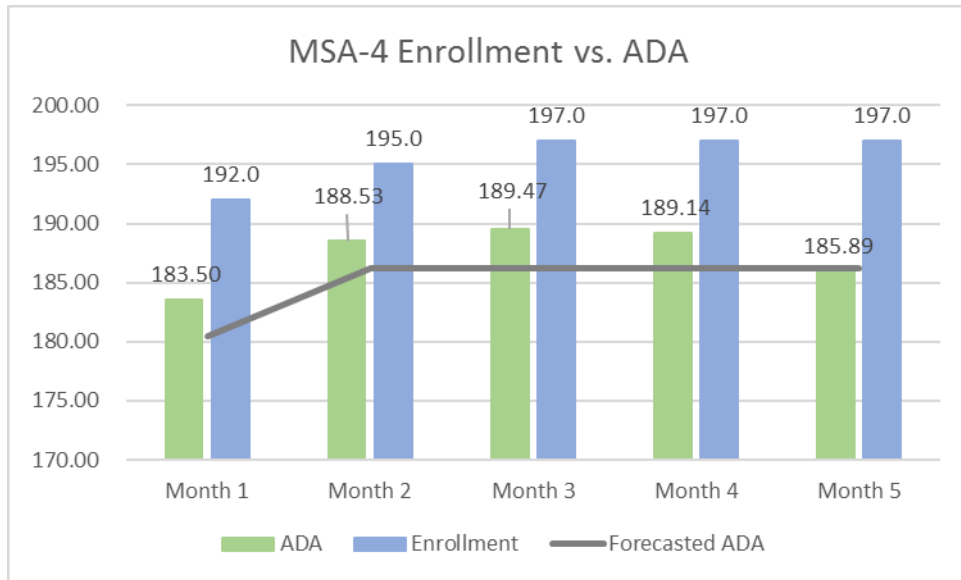
MSA-2 has an actual cumulative ADA of 436.54, a 5.43 decrease from the current forecast

MSA-3



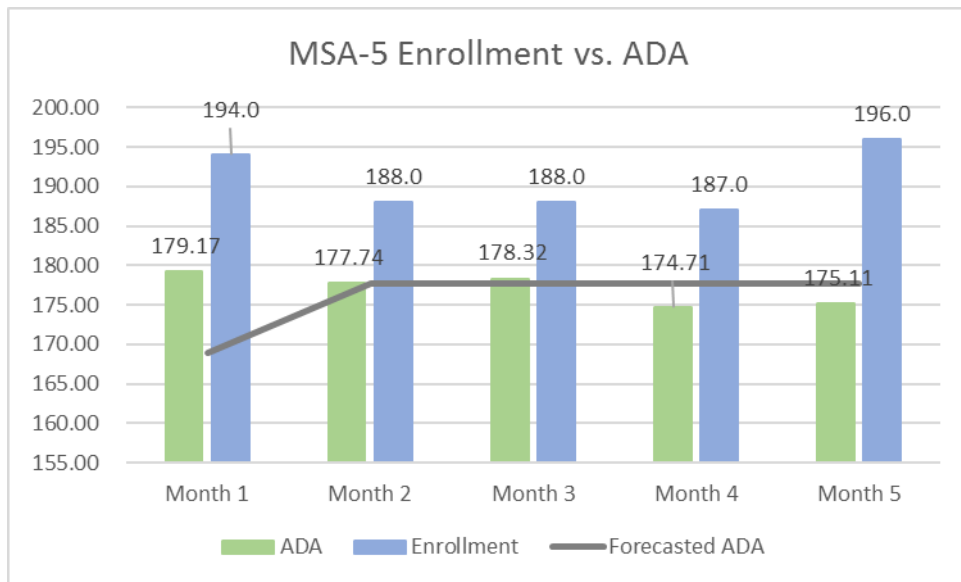
MSA-3 has an actual cumulative ADA of 446.89, a 2.99 increase from the current forecast. Month 5 was not yet available.

MSA-4



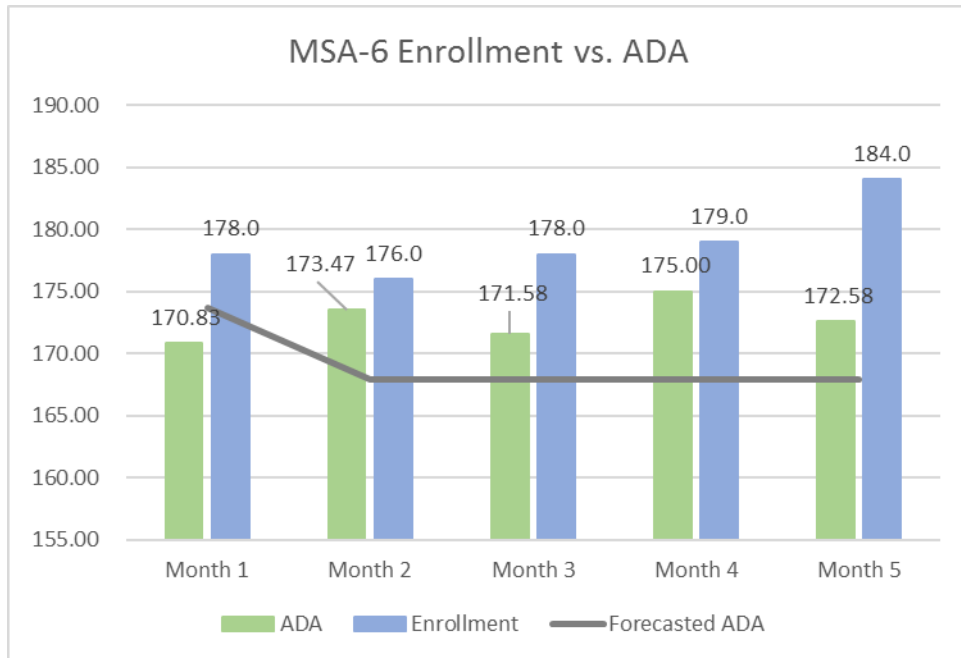
MSA-4 has an actual cumulative ADA of 187.25, a 1.00 increase from the current forecast

MSA-5



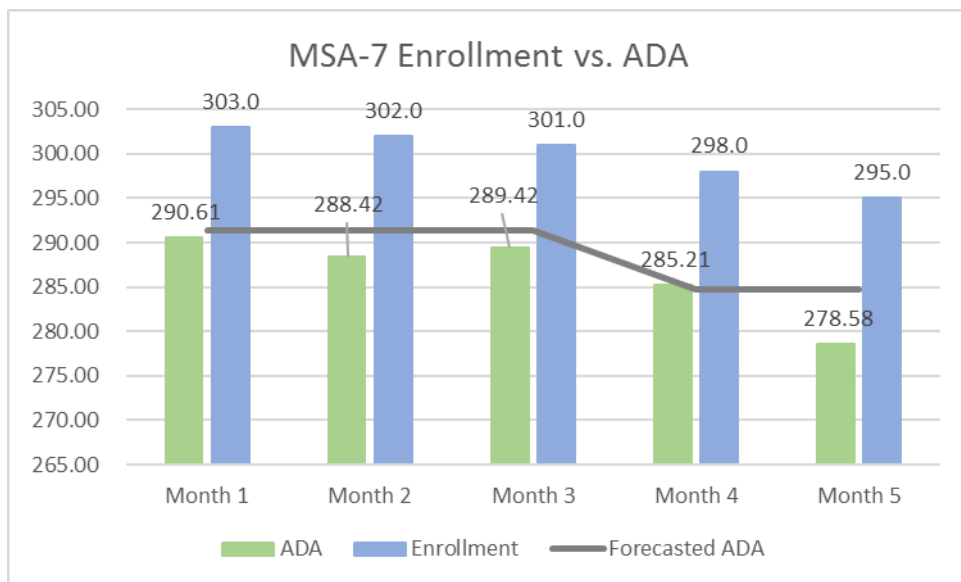
MSA-5 has an actual cumulative ADA of 177.11, a .54 decrease from the current forecast.

MSA-6



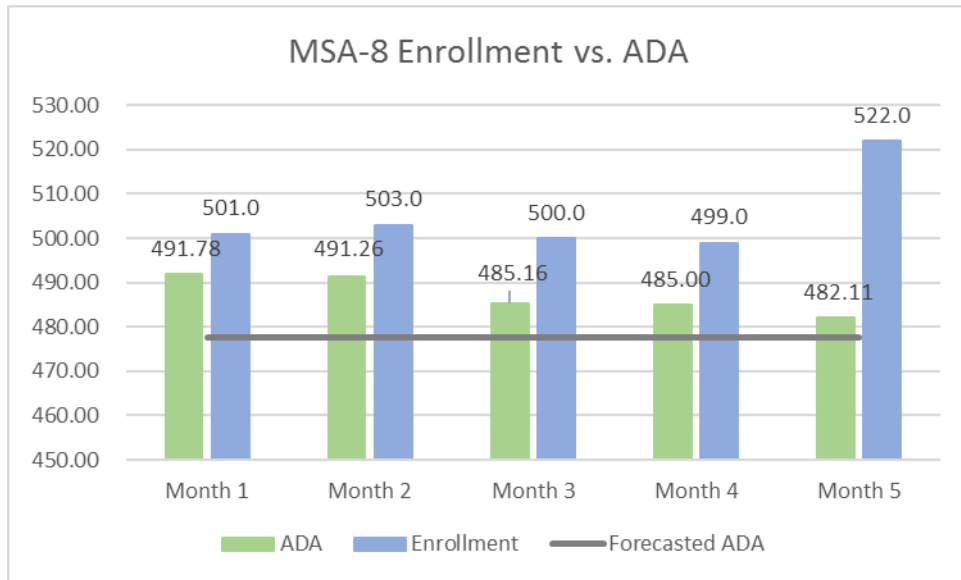
MSA-6 has an actual cumulative ADA of 172.58, a 4.67 increase from the current forecast.

MSA-7



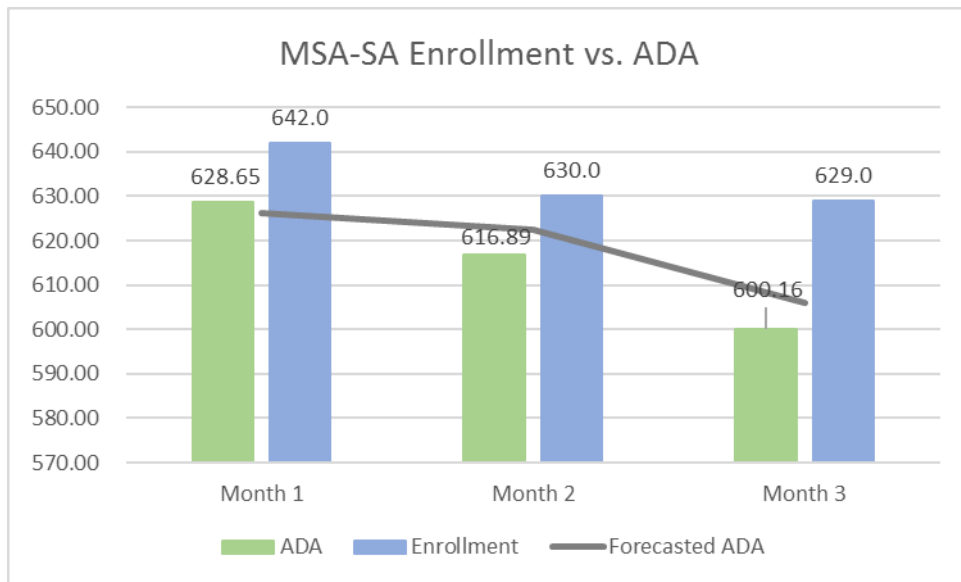
MSA-7 has an actual cumulative ADA of 284.68, a 1.80 increase from the current forecast.

MSA-8



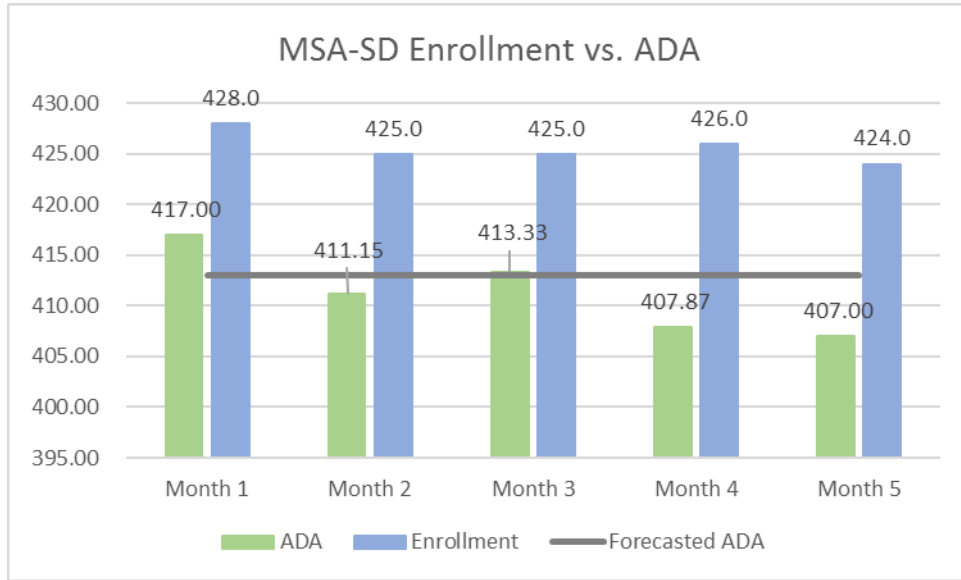
MSA-8 has an actual cumulative ADA of 487.12, a 9.45 increase from the current forecast.

MSA-SA



MSA-SA has an actual cumulative ADA of 615.47, a 9.45 increase from the current forecast. Month 4 and 5 were not available.

MSA-SD

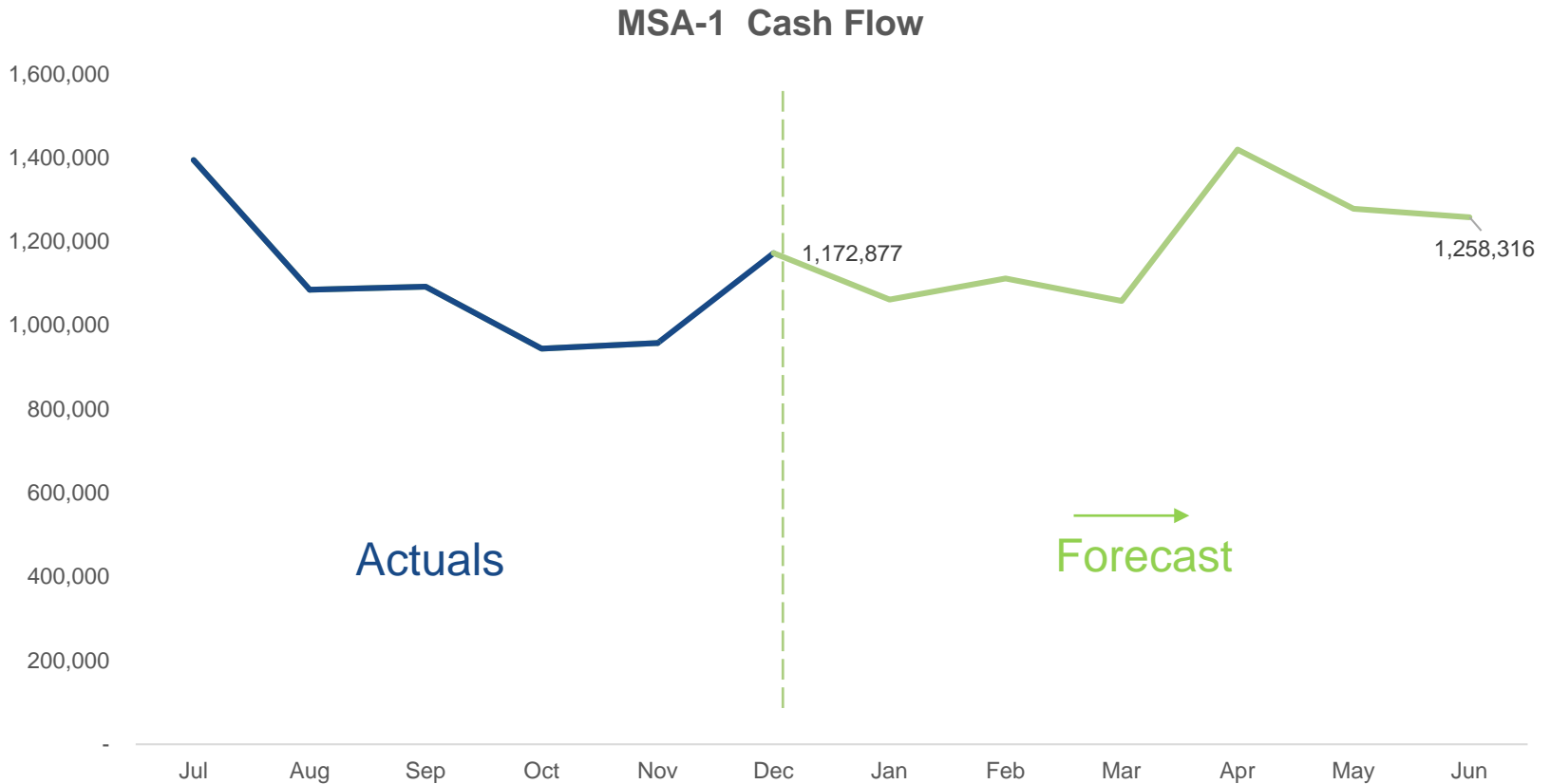


MSA-SD has an actual cumulative ADA of 411.88, a 1.14 decrease from the current forecast.

Exhibits

MSA-1 Cash Flow Forecast

Ending cash balance as of 12/31 was 1,172,877, and forecasted ending cash balance at 6/30 is \$1,258,316

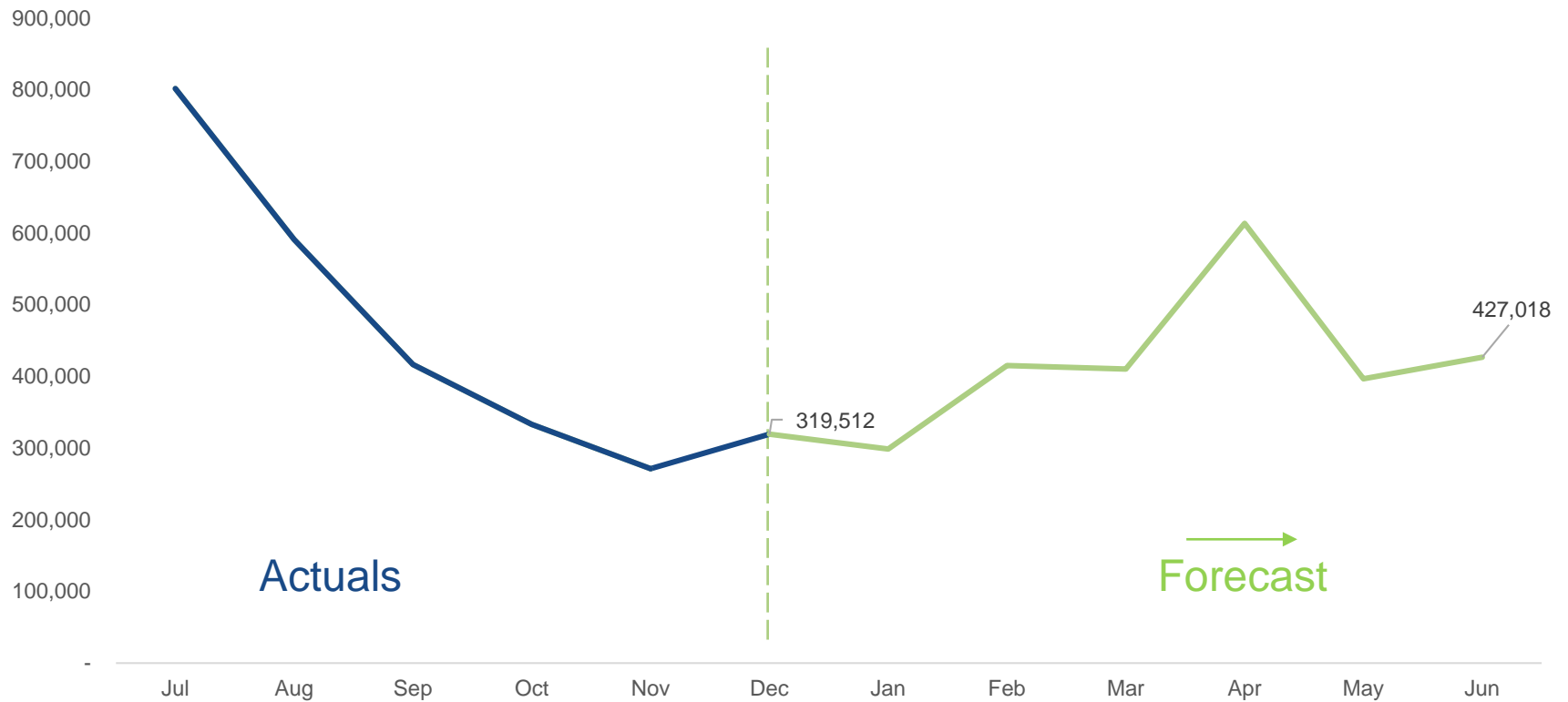


MSA-2 Cash Flow Forecast

Ending cash balance as of 12/31 was \$319,512, and forecasted ending cash balance at 6/30 is \$427,018



MSA-2 Cash Flow

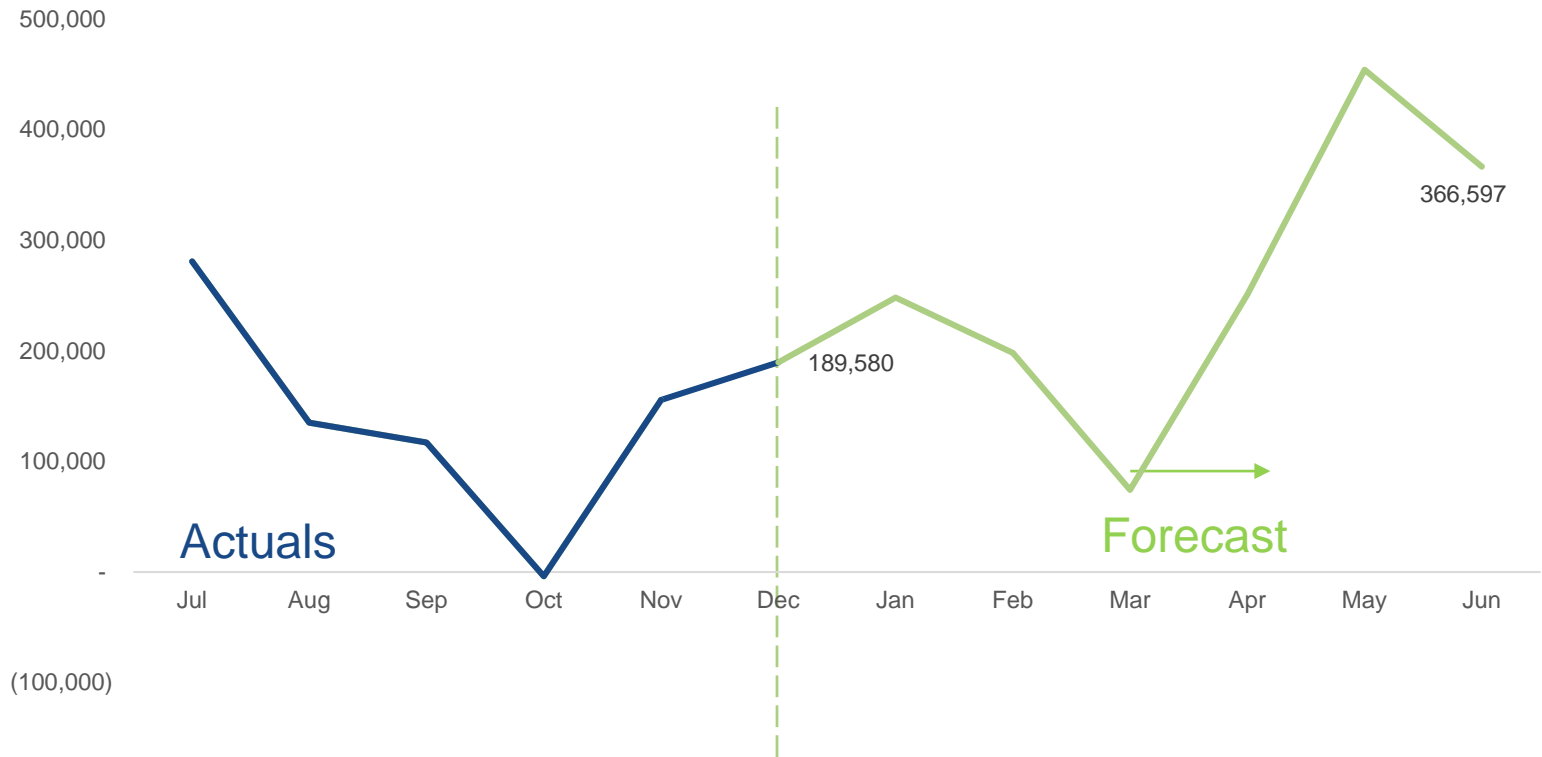


MSA-3 Cash Flow Forecast

Ending cash balance as of 12/31 was \$189,580 and forecasted ending cash balance at 6/30 is \$366,597

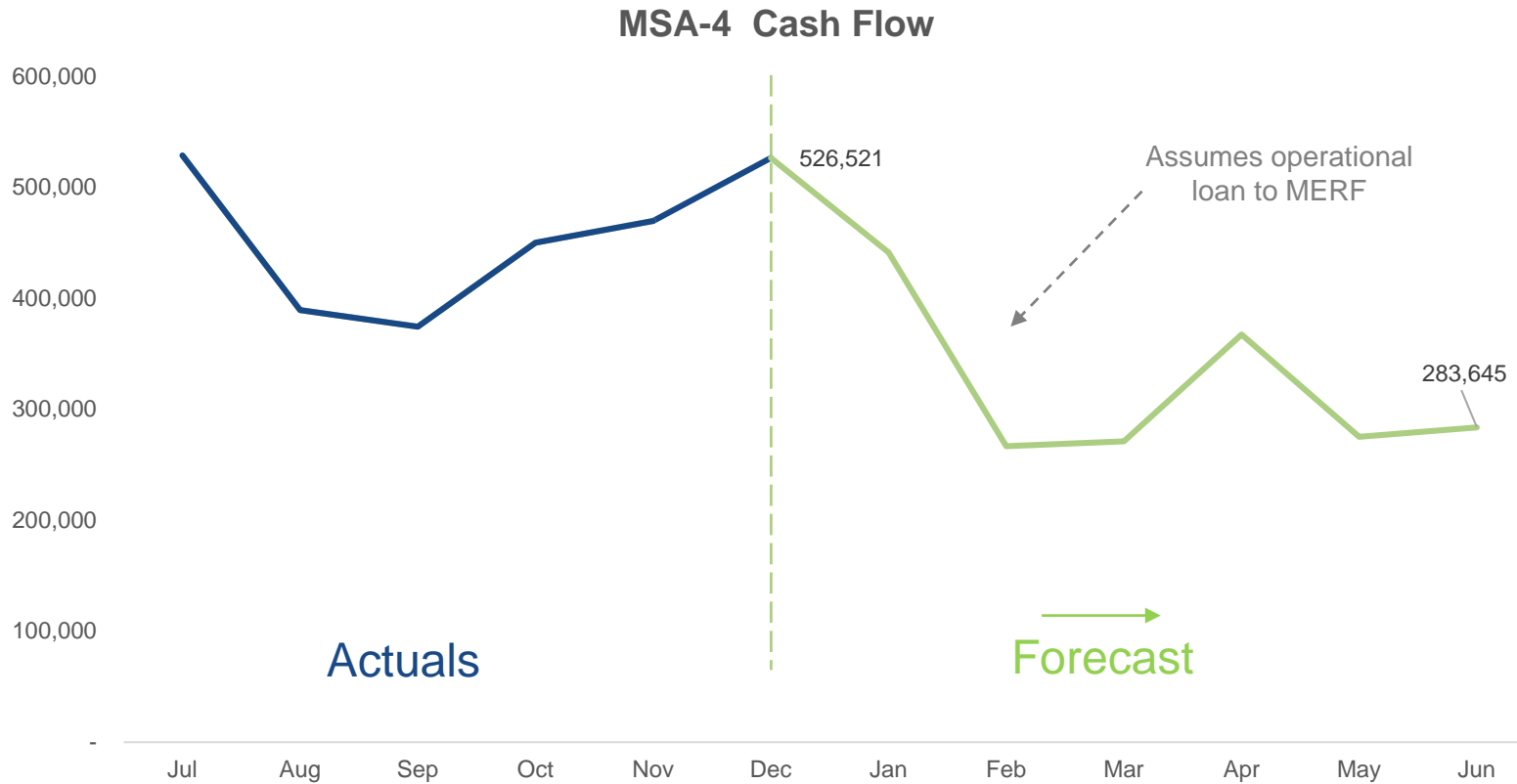


MSA-3 Cash Flow



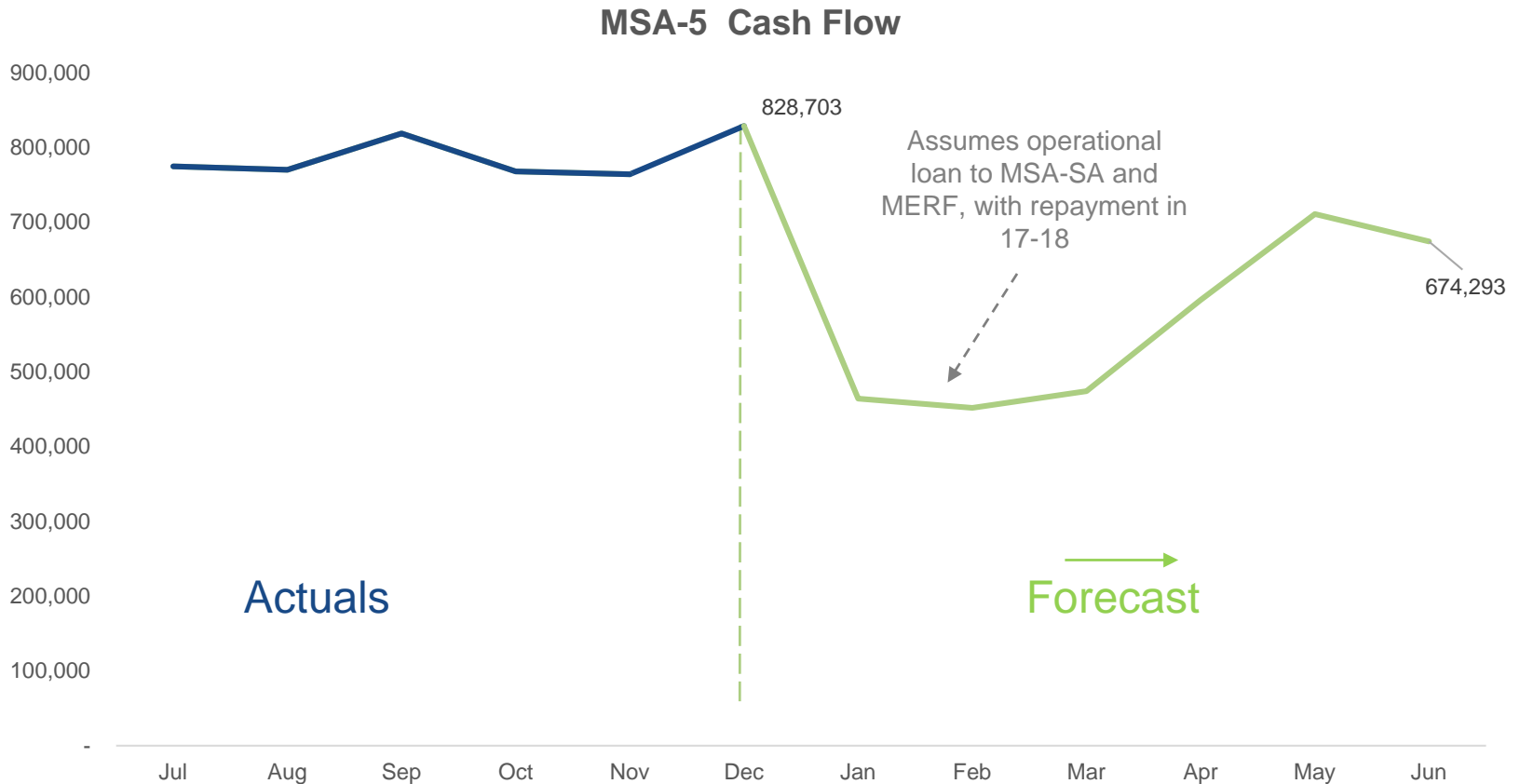
MSA-4 Cash Flow Forecast

Ending cash balance as of 12/31 was \$526,521, and forecasted ending cash balance as of 6/30 is \$283,645



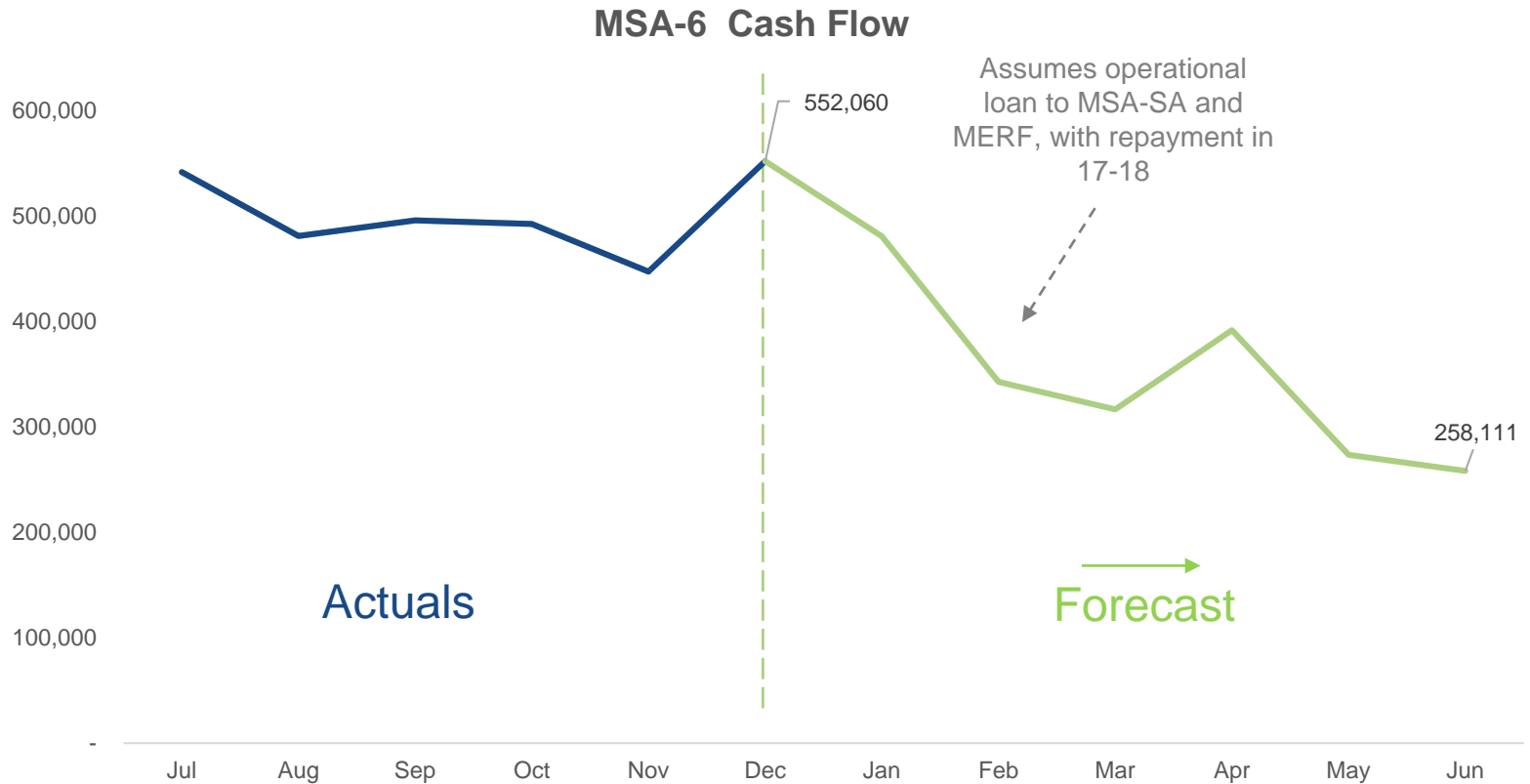
MSA-5 Cash Flow Forecast

Ending cash balance as of 12/31 was \$828,703 and forecasted ending cash balance as of 6/30 is \$674,293



MSA-6 Cash Flow Forecast

Ending cash balance as of 12/31 was \$552,060 and forecasted ending cash balance as of 6/30 is \$258,111

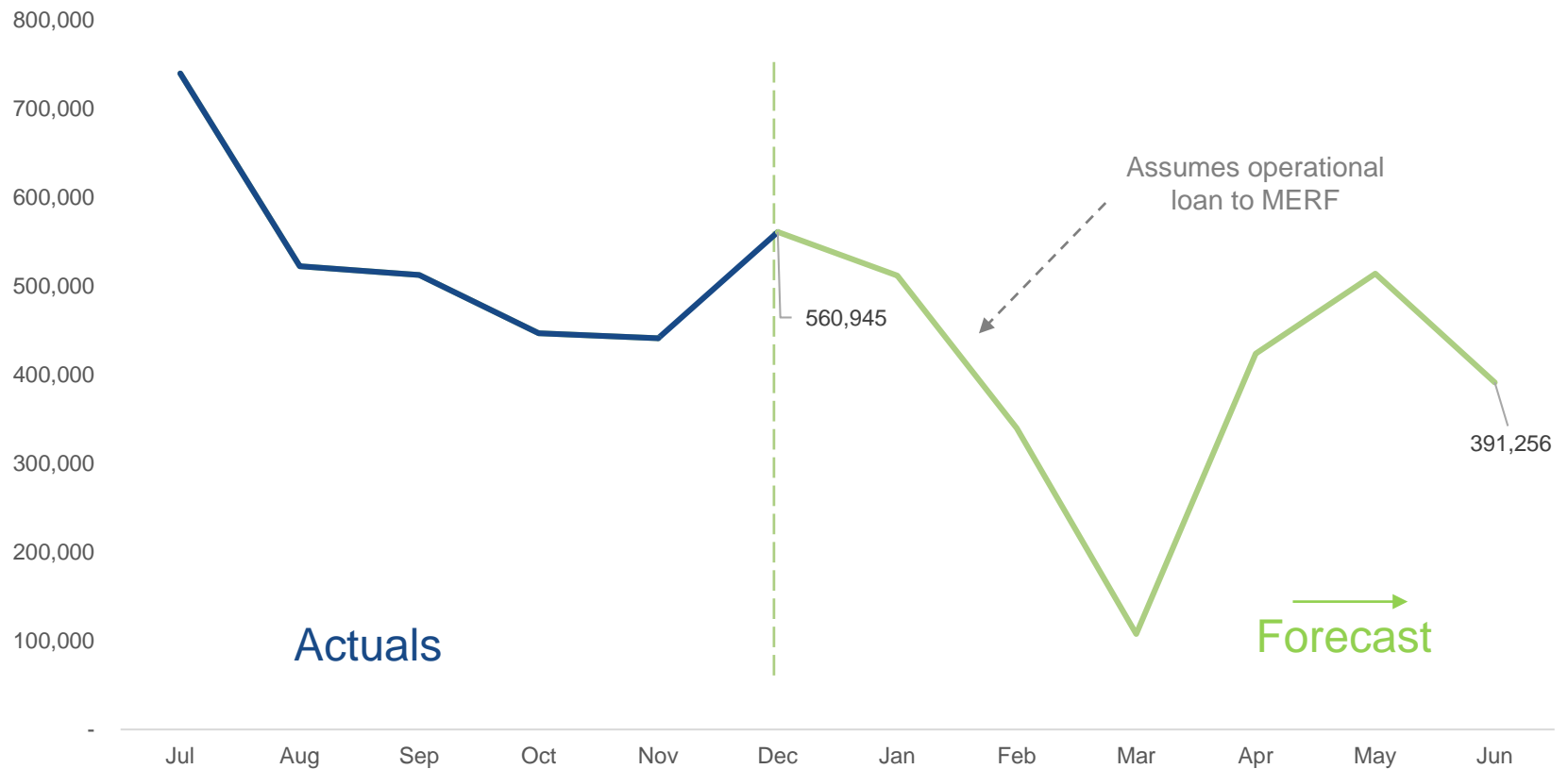


MSA-7 Cash Flow Forecast

Ending cash balance as of 12/31 was \$560,945 and forecasted ending cash balance as of 6/30 is \$391,256

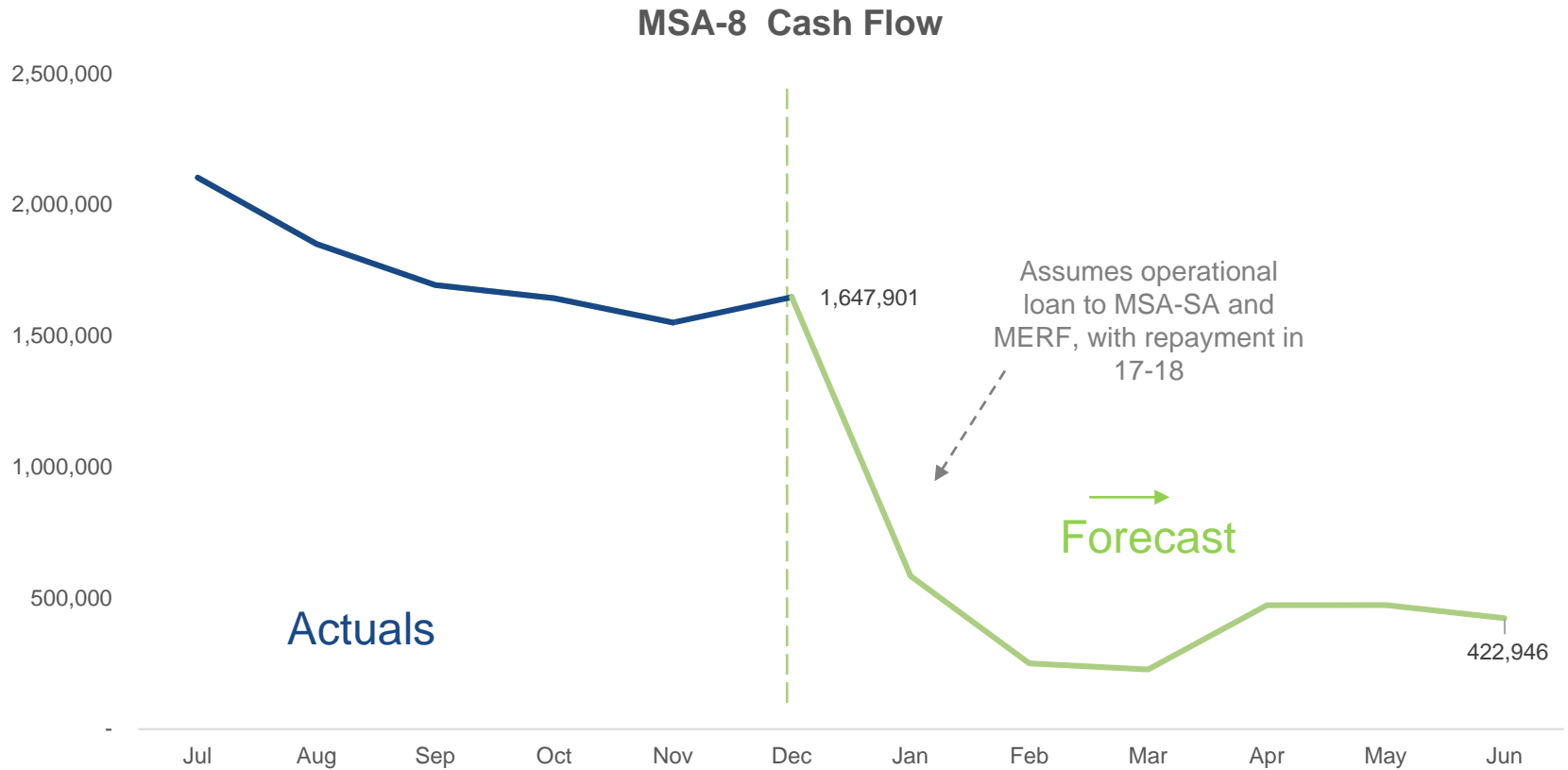


MSA-7 Cash Flow



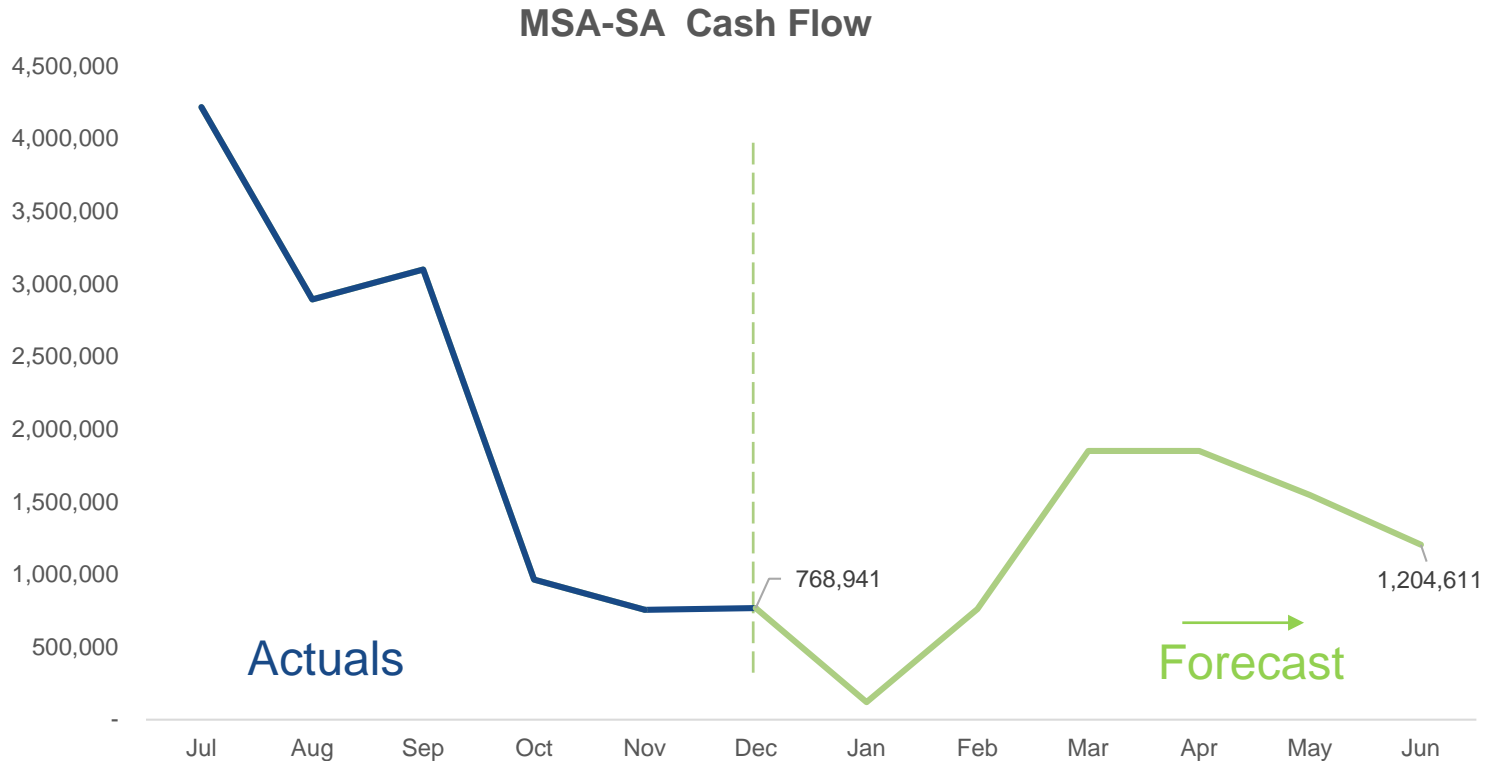
MSA-8 Cash Flow Forecast

Ending cash balance as of 12/31 was \$1,647,901, and forecasted ending cash balance as of 6/30 is \$422,946



MSA-SA Cash Flow Forecast

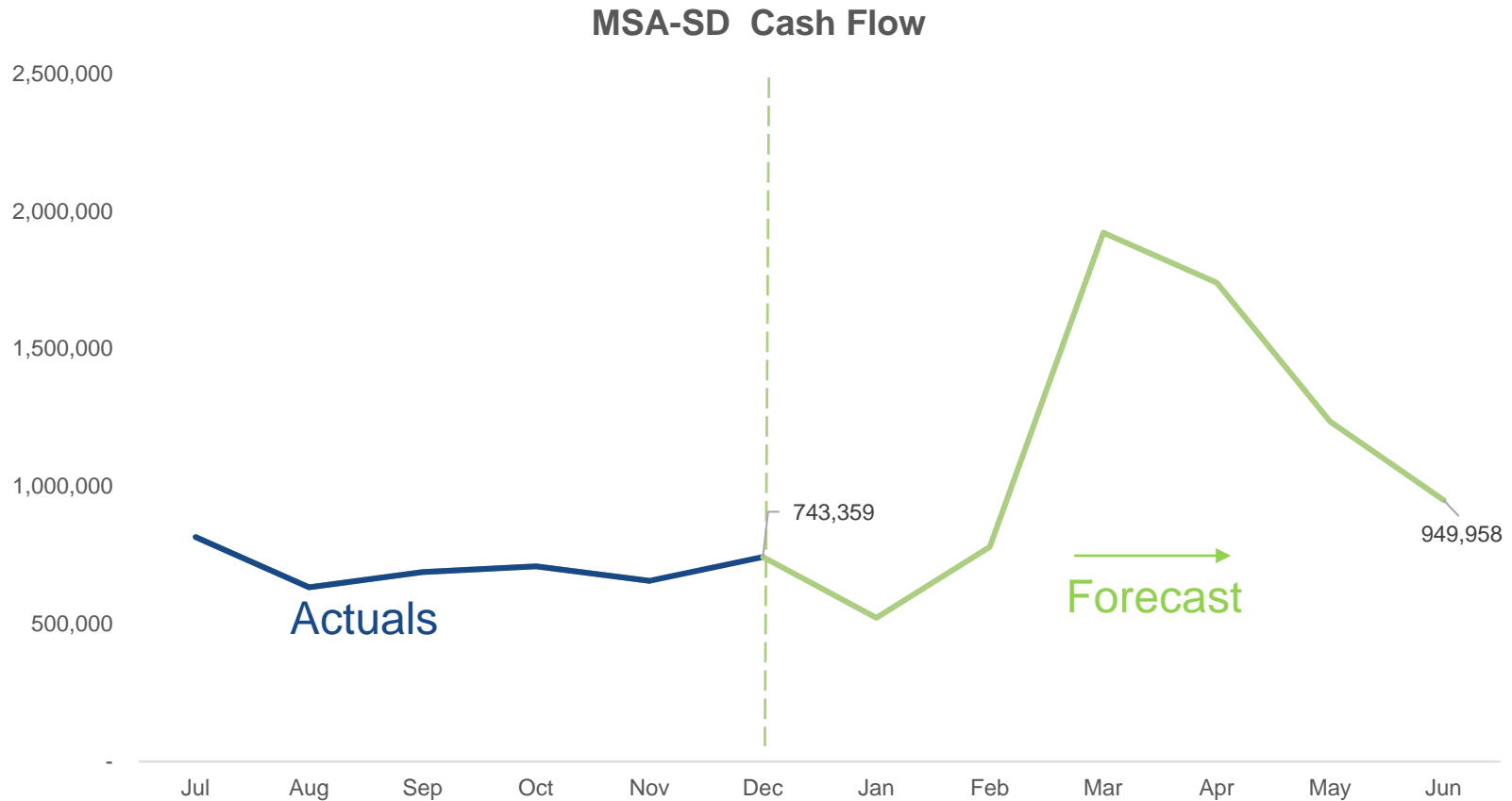
Ending cash balance as of 12/31 was \$768,941, and forecasted ending cash balance as of 6/30 is \$1,204,611



Operating cash balance at 12/31 is \$486,251 and Prop 1D cash balance is \$282,690

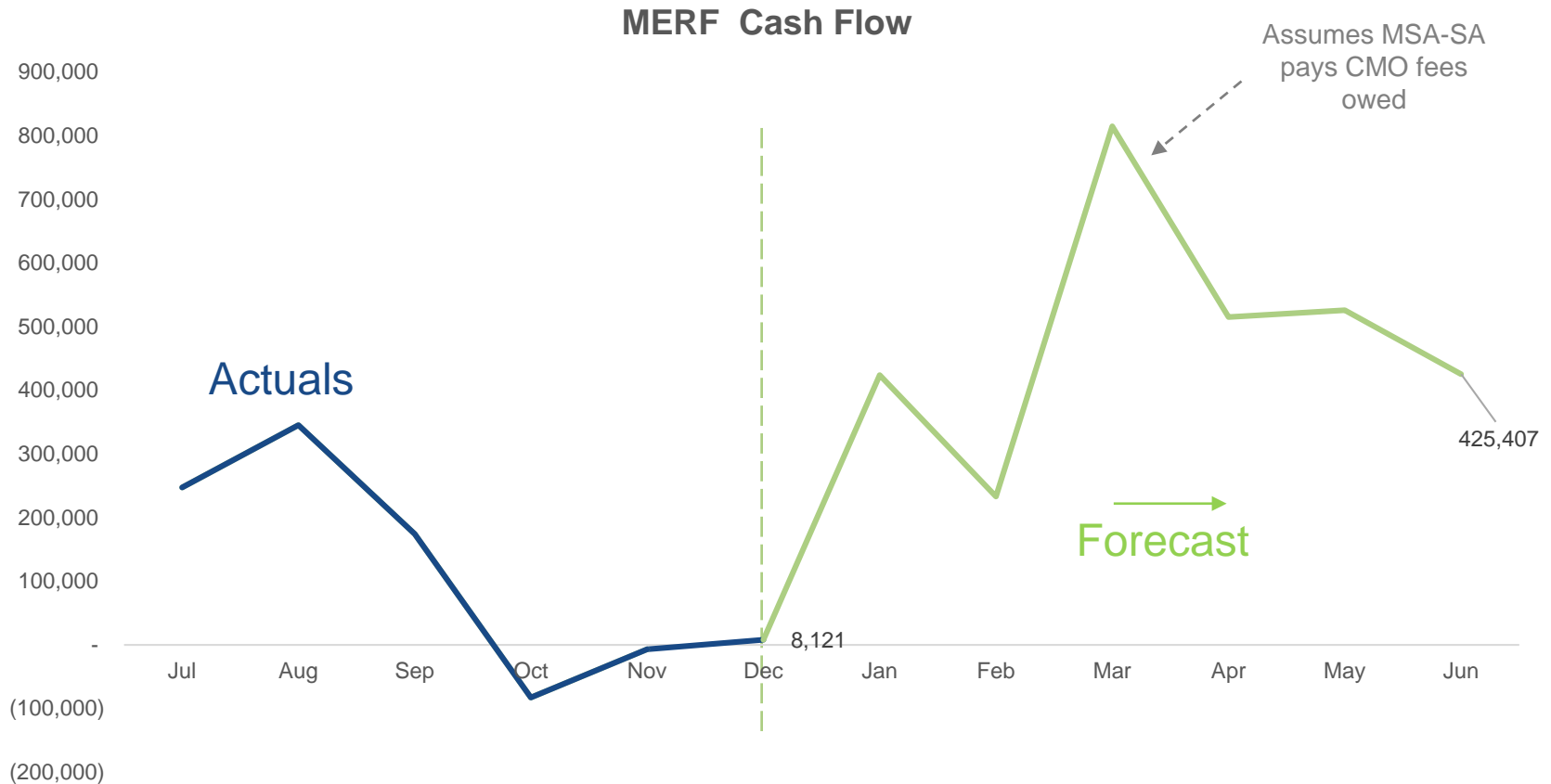
MSA-SD Cash Flow Forecast

Ending cash balance as of 12/31 was \$743,359 and forecasted ending cash balance as of 6/30 is \$949,958



MERF Cash Flow Forecast

Ending cash balance as of 12/31 was \$8,121 and forecasted ending cash balance as of 6/30 is \$425,407



Assumes operating loans from school sites totaling \$900K to remain cash positive

Balance Sheet

Total Assets as of 12/31 was \$37M



	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SC	MSA-SD	MERF	Total
12/31/2016													
Assets													
Cash Balances	\$ 1,172,877	\$ 319,512	\$ 189,580	\$ 526,521	\$ 828,703	\$ 552,060	\$ 560,945	\$ 1,647,901	\$ 768,941	\$ -	\$ 743,359	\$ 8,121	\$ 7,318,520
Accounts Receivable	384	291	762	136	16,646	(396)	(3,731)	(5,531)	16,374	201,615	(139)	98,615	\$ 325,026
Prepays Deposits	39,035	-	-	-	-	-	4,000	-	19,690	56,590	25,000	16,000	\$ 160,315
Fixed Assets, Net	3,621,938	167,016	75,544	59,536	(1,688)	63,216	16,288	106,617	17,055,134	135,351	319,022	15,329	\$ 21,633,304
Intercompany Receivable	680,505	291,621	368,670	203,595	236,540	400,000	365,689	1,126,145	12,640	33,781	165,282	3,794,320	\$ 7,678,786
Total Assets	\$ 5,514,739	\$ 778,440	\$ 634,555	\$ 789,788	\$ 1,080,202	\$ 1,014,880	\$ 943,191	\$ 2,875,131	\$17,872,779	\$427,337	\$1,252,524	\$ 3,932,385	\$ 37,115,951
Liabilities & Equity													
AP & Accrued Expenses	\$ 126,841	\$ 141,745	\$ 72,157	\$ 27,068	\$ 88,346	\$ 46,057	\$ 157,789	\$ 133,023	\$ 169,195	\$400,926	\$ 107,127	\$ 227,801	\$ 1,698,076
Deferred Revenue	-	-	-	-	-	-	-	-	61,355	-	-	-	\$ 61,355
Intercompany Balances Payable	5,157	6,090	102,029	125,908	9,721	73,390	123,738	2,694	2,636,845	747,883	1,698	3,843,633	\$ 7,678,786
Loans and other payables	2,800,000	12,508	-	-	-	-	-	-	8,735,320	35,646	151,806	22,448	\$ 11,757,728
Temporarily Restricted	120,195	93,549	102,835	72,231	53,216	64,308	73,273	99,897	5,842,987	85,451	187,098	-	\$ 6,795,041
Beginning Net Assets - Audited	3,040,218	1,047,401	872,587	590,260	1,024,300	881,130	874,080	2,870,950	2,455,934	(817,028)	987,482	(950)	\$ 13,826,363
Net Income (Loss) to Date	(577,672)	(522,853)	(515,053)	(25,680)	(95,382)	(50,005)	(285,690)	(231,433)	(2,028,857)	(25,540)	(182,686)	(160,547)	\$ (4,701,398)
Total Liabilities & Equity	\$ 5,514,739	\$ 778,440	\$ 634,555	\$ 789,788	\$ 1,080,202	\$ 1,014,880	\$ 943,191	\$ 2,875,131	\$17,872,779	\$427,337	\$1,252,524	\$ 3,932,385	\$ 37,115,951

Intercompany borrowing at \$7.68M as of 12/31

Intercompany Balances

Total intercompany receivable/payable is \$7.68M at 12/31



Intercompany Borrowing (excluding CMO Fees)

	Due To											
	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SC	MSA-SD	MERF
MSA-1		-	-	1,837.66	-	-	-	-	2,254.67	-	-	1,064.66
MSA-2	-		-	1,490.34	2,179.78	-	-	-	-	-	2,419.98	-
MSA-3	-	-		-	-	-	-	-	503.88	-	2,411.47	99,113.52
MSA-4	-	-	-		-	-	-	-	2,061.37	-	-	-
MSA-5	-	-	-	-		-	-	-	-	2,857.26	5,233.30	1,630.42
MSA-6	-	-	-	-	-		-	-	-	669.38	-	817.80
MSA-7	-	-	-	-	-	-		-	-	790.99	-	122,947.42
MSA-8	-	-	-	-	-	-	-		-	2,002.49	-	691.70
MSA-SA	-	-	-	-	-	-	-	-		14,120.98	-	2,076,628.35
MSA-SC	-	-	-	-	-	-	-	-	-		-	747,883.01
MSA-SD	-	-	-	-	-	-	-	-	-	-		1,697.54
MERF	390,802.55	128,922.04	-	200,266.75	100,000.00	400,000.00	-	772,758.59	7,819.75	13,340.25	959.83	-

Prepaid CMO Fee and (Payables)

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
289,703	162,699	368,670	(123,847)	134,360	(71,903)	365,689	353,386	(546,096)	154,257

Intercompany Balances

FY16-17 intercompany borrowing totals \$3M



Intercompany Borrowing (excluding CMO Fees)

	Due To											MERF	
	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SC	MSA-SD		
MSA-1	-	-	-	-	-	-	-	-	-	-	-	-	1,065
MSA-2	-	-	-	-	-	-	-	-	-	-	-	-	-
MSA-3	-	-	-	-	-	-	-	-	-	-	-	-	1,355
MSA-4	-	-	-	-	-	-	-	-	2,061	-	-	-	-
MSA-5	-	-	-	-	-	-	-	-	-	-	-	-	1,630
MSA-6	-	-	-	-	-	-	-	-	-	-	-	-	818
MSA-7	-	-	-	-	-	-	-	-	-	-	-	-	2,947
MSA-8	-	-	-	-	-	-	-	-	-	-	-	-	692
MSA-SA	-	-	-	-	-	-	-	-	-	-	-	-	1,380,000
MSA-SC	-	-	-	-	-	-	-	-	-	-	-	-	18,127
MSA-SD	-	-	-	-	-	-	-	-	-	-	-	-	-
MERF	57,894	2,510	-	-	-	100,000	-	160,000	7,820	13,340	960	-	-

Prepaid CMO Fee and (Payables)

MSA-1	MSA-2	MSA-3	MSA-4	MSA-5	MSA-6	MSA-7	MSA-8	MSA-SA	MSA-SD
405,080	405,080	69,448	30,381	30,390	30,390	253,175	405,080	(486,096)	154,257

Balance Sheet - Cumulative

YTD Change from 6/30/16



	12/31/2016	6/30/2016	YTD Change
Assets			
Cash Balances	\$ 7,318,520	\$14,371,421	\$ (7,052,901)
Accounts Receivable	325,026	4,447,242	(4,122,216)
Prepays Deposits	160,315	144,150	16,165
Fixed Assets, Net	21,633,304	16,692,757	4,940,547
Intercompany Receivable	7,678,786	4,831,068	2,847,718
Total Assets	\$ 37,115,951	\$40,486,638	\$ (3,370,687)
Liabilities & Equity			
AP & Accrued Expenses	\$ 1,698,076	\$ 3,178,148	\$ (1,480,072)
Deferred Revenue	61,355	61,355	-
Intercompany Balances Payable	7,678,786	4,831,068	2,847,718
Loans and other payables	11,757,728	11,794,663	(36,935)
Temporarily Restricted	6,795,041	6,795,758	(717)
Beginning Net Assets - Audited	13,826,363	5,845,609	7,980,755
Net Income (Loss) to Date	(4,701,398)	7,980,037	(12,681,435)
Total Liabilities & Equity	\$ 37,115,951	\$40,486,638	\$ (3,370,687)

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

	Budget vs. Actual			Budget				Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	1,984,936	5,251,881	5,311,771	5,305,480	(6,291)	53,599	3,320,544	37%	
Federal Revenue	185,427	695,788	1,201,999	1,202,884	885	507,096	1,017,457	15%	
Other State Revenues	492,590	898,245	1,158,352	1,158,352	-	260,107	665,762	43%	
Local Revenues	80,754	60,107	84,550	84,550	-	24,443	3,796	96%	
Fundraising and Grants	23,463	56,000	69,360	69,360	-	13,360	45,896	34%	
Total Revenue	2,767,171	6,962,021	7,826,032	7,820,626	(5,406)	858,605	5,053,454	35%	
Expenses									
Compensation and Benefits (excl adjustment)	1,791,082	3,362,064	3,809,470	3,562,432	247,038	(200,367)	1,969,712	50%	
Books and Supplies	233,692	539,025	647,387	647,387	-	(108,362)	413,695	36%	
Services and Other Operating Expenditures	1,201,856	2,727,983	2,856,771	2,929,102	(72,331)	(201,119)	1,727,246	41%	
Depreciation	90,882	181,768	146,166	146,166	-	35,602	55,284	62%	
Total Expenses	3,317,512	6,810,840	7,459,794	7,285,087	174,707	(474,247)	4,165,937	46%	
Operating Income Before One-Time Adjustment	(550,341)	151,181	366,237	535,539	169,301	384,358	887,517	-103%	
One-Time Compensation Adjustment				(198,362)					
Operating Income (including adjustment)				337,177					
Fund Balance									
Beginning Balance (Unaudited)	3,197,834	3,197,834	3,197,834	3,197,834				100%	
Audit Adjustment	(37,421)	-	(37,421)	(37,421)				100%	
Beginning Balance (Audited)	3,160,413	3,197,834	3,160,413	3,160,413				100%	
Operating Income (including Depreciation)	(550,341)	151,181	366,237	337,177				-163%	
Ending Fund Balance	2,610,072	3,349,015	3,526,650	3,497,590				75%	
Capital Outlay	27,331	100,000	540,000	540,000				0	
Total ADA		518.2	522.1	522.1				0%	

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	1,300,584	3,526,381	3,555,868	3,549,577	(6,291)	23,196	2,248,993	37%
8012	Education Protection Account Entitlement	182,830	741,455	746,978	746,978	-	5,523	564,148	24%
8019	State Aid - Prior Years	504	-	504	504	-	504	-	100%
8096	Charter Schools in Lieu of Property Taxes	501,018	984,045	1,008,421	1,008,421	-	24,376	507,402	50%
SUBTOTAL - LCFF Entitlement		1,984,936	5,251,881	5,311,771	5,305,480	(6,291)	53,599	3,320,544	37%
8100 Federal Revenue									
8181	Special Education - Entitlement	50,021	104,677	103,560	103,560	-	(1,117)	53,539	48%
8220	Child Nutrition Programs	23,697	264,295	270,521	270,521	-	6,226	246,824	9%
8291	Title I	106,522	207,826	208,420	208,420	-	594	101,898	51%
8292	Title II	-	8,236	8,236	8,236	-	0	8,236	0%
8293	Title III	-	46,254	39,962	39,962	-	(6,292)	39,962	0%
8296	Other Federal Revenue	2,632	64,500	564,500	564,500	-	500,000	561,868	0%
8297	PY Federal - Not Accrued	2,554	-	1,669	2,554	885	2,554	-	100%
8299	All Other Federal Revenue	-	-	5,130	5,130	-	5,130	5,130	0%
SUBTOTAL - Federal Income		185,427	695,788	1,201,999	1,202,884	885	507,096	1,017,457	15%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	295	-	295	295	-	295	-	100%
8381	Special Education - Entitlement (State)	146,062	294,859	292,124	292,124	-	(2,735)	146,062	50%
8520	Child Nutrition - State	2,063	22,591	23,543	23,543	0	952	21,481	9%
8545	School Facilities Apportionments	194,535	332,166	389,070	389,070	-	56,904	194,535	50%
8550	Mandated Cost Reimbursements	14,635	14,680	129,649	129,649	-	114,969	115,014	11%
8560	State Lottery Revenue	-	83,949	98,670	98,670	-	14,721	98,670	0%
8590	All Other State Revenue	37,500	-	75,000	75,000	-	75,000	37,500	50%
8596	ASES	97,500	150,000	150,000	150,000	-	-	52,500	65%
SUBTOTAL - Other State Income		492,590	898,245	1,158,352	1,158,352	0	260,107	665,762	43%

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
8600	Other Local Revenue								
8634	Food Service Sales	3,542	7,000	7,000	7,000	-	-	3,458	51%
8682	Summer Program	34,822	13,600	34,822	34,822	-	21,222	-	100%
8690	Other Local Revenue	29,311	19,000	29,649	29,649	-	10,649	338	99%
8714	COP Option 3 Grants	13,080	20,507	13,080	13,080	-	(7,427)	(0)	100%
	SUBTOTAL - Local Revenues	80,754	60,107	84,550	84,550	-	24,443	3,796	96%
8800	Donations/Fundraising								
8801	Donations - Parents	19	2,750	2,750	2,750	-	-	2,731	1%
8802	Donations - Private	4,948	53,250	58,664	47,903	(10,761)	(5,347)	42,955	10%
8803	Fundraising	18,496	-	7,946	18,706	10,761	18,706	210	99%
	SUBTOTAL - Fundraising and Grants	23,463	56,000	69,360	69,360	-	13,360	45,896	34%
TOTAL REVENUE		2,767,171	6,962,021	7,826,032	7,820,626	(5,406)	858,605	5,053,454	35%
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	1,002,515	1,889,346	2,091,799	2,073,041	18,758	(183,694)	1,070,525	48%
1300	Certificated Supervisor & Administrator Salaries	200,629	387,835	435,835	413,814	22,021	(25,978)	213,185	48%
	SUBTOTAL - Certificated Employees	1,203,144	2,277,182	2,527,634	2,486,855	40,779	(209,673)	1,283,711	48%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	72,022	173,174	212,822	200,822	12,000	(27,648)	128,800	36%
2900	Classified Other Salaries	93,695	187,025	200,520	218,892	(18,372)	(31,867)	125,197	43%
	SUBTOTAL - Classified Employees	165,717	360,199	413,342	419,713	(6,372)	(59,514)	253,996	39%

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
Employee Benefits Summary									
3100	STRS	151,353	275,673	315,460	310,425	5,036	(34,752)	159,072	49%
3200	PERS	19,481	21,860	45,625	45,968	(343)	(24,108)	26,487	42%
3300	OASDI-Medicare-Alternative	32,528	67,519	69,187	69,147	40	(1,628)	36,619	47%
3400	Health & Welfare Benefits	200,739	324,000	373,638	364,858	8,780	(40,858)	164,119	55%
3500	Unemployment Insurance	1,745	1,345	31,468	31,100	368	(29,755)	29,355	6%
3600	Workers Comp Insurance	16,375	34,286	33,115	32,728	387	1,558	16,353	50%
SUBTOTAL - Employee Benefits		422,220	724,683	868,494	854,225	14,269	(129,542)	432,005	49%
4000 Books & Supplies									
4100	Approved Textbooks & Core Curricula Materials	91,854	40,000	91,854	91,854	-	(51,854)	-	100%
4200	Books & Other Reference Materials	4,750	10,000	10,000	10,000	-	-	5,250	47%
4315	Custodial Supplies	6,502	20,000	20,000	20,000	-	-	13,498	33%
4320	Educational Software	15,573	20,000	20,000	20,000	-	-	4,427	78%
4325	Instructional Materials & Supplies	14,984	25,000	49,415	49,415	-	(24,415)	34,432	30%
4326	Art & Music Supplies	1,702	5,000	5,000	5,000	-	-	3,298	34%
4330	Office Supplies	9,510	9,200	17,000	17,000	-	(7,800)	7,490	56%
4345	Non Instructional Student Materials & Supplies	2,308	20,000	20,000	20,000	-	-	17,692	12%
4346	Teacher Supplies	3,311	5,000	5,000	5,000	-	-	1,689	66%
4350	Uniforms	-	1,500	1,500	1,500	-	-	1,500	0%
4400	Noncapitalized Equipment	-	30,000	30,000	30,000	-	-	30,000	0%
4420	Computers (individual items less than \$5k)	31,362	33,500	33,500	33,500	-	-	2,138	94%
4430	Non Classroom Related Furniture, Equipment & Sup	2,184	20,000	20,000	20,000	-	-	17,816	11%
4700	Food	44,061	296,825	316,118	316,118	-	(19,293)	272,056	14%
4720	Other Food	5,591	3,000	8,000	8,000	-	(5,000)	2,409	70%
SUBTOTAL - Books and Supplies		233,692	539,025	647,387	647,387	-	(108,362)	413,695	36%

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual							
		Actual				Budget			
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5000	Services & Other Operating Expenses								
5101	Shared Management Fee - CMO	486,096	972,192	949,506	1,013,267	(63,761)	(41,075)	527,171	48%
5102	Direct CMO Fee (Shared Staff)	-	38,472	41,484	41,388	95	(2,916)	41,388	0%
5210	Conference Fees	303	20,000	20,000	20,000	-	-	19,697	2%
5215	Travel - Mileage, Parking, Tolls	1,026	2,000	2,000	2,000	-	-	974	51%
5220	Travel and Lodging	-	2,000	2,000	2,000	-	-	2,000	0%
5300	Dues & Memberships	3,766	7,854	7,854	7,854	-	-	4,088	48%
5450	Insurance - Other	22,669	27,941	32,069	32,069	-	(4,128)	9,400	71%
5500	Operations & Housekeeping	18,815	29,400	50,000	50,000	-	(20,600)	31,185	38%
5510	Utilities - Gas and Electric	28,766	54,000	60,000	60,000	-	(6,000)	31,234	48%
5605	Equipment Leases	10,308	15,000	11,000	20,000	(9,000)	(5,000)	9,692	52%
5610	Rent	223,505	442,888	478,664	478,664	-	(35,776)	255,158	47%
5615	Repairs and Maintenance - Building	19,653	40,000	50,000	50,000	-	(10,000)	30,347	39%
5617	Repairs and Maintenance - Other Equipment	637	2,000	2,000	2,000	-	-	1,363	32%

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5803	Accounting Fees	-	5,000	10,000	10,000	-	(5,000)	10,000	0%
5809	Banking Fees	372	1,500	1,500	1,500	-	-	1,128	25%
5813	School Programs - After School Program	76,410	150,000	150,000	150,000	-	-	73,590	51%
5814	School Programs - Academic Competitions	2,562	5,000	5,000	5,000	-	-	2,438	51%
5819	School Programs - Other	7,857	13,000	28,000	28,000	-	(15,000)	20,143	28%
5820	Consultants - Non Instructional - Custom 1	2,833	15,000	15,000	15,000	-	-	12,168	19%
5822	Consultants - Non Instructional - Custom 3	2,661	77,565	94,000	94,000	-	(16,435)	91,339	3%
5824	District Oversight Fees	24,349	52,519	53,118	53,055	63	(536)	28,706	46%
5830	Field Trips Expenses	7,183	21,765	33,765	33,765	-	(12,000)	26,582	21%
5843	Interest - Loans Less than 1 Year	97,370	192,000	192,000	192,000	-	-	94,630	51%
5845	Legal Fees	2,325	20,000	40,000	40,000	-	(20,000)	37,675	6%
5851	Marketing and Student Recruiting	5,247	15,000	20,000	20,000	-	(5,000)	14,753	26%
5857	Payroll Fees	9,585	26,400	26,400	26,400	-	-	16,815	36%
5861	Prior Yr Exp (not accrued)	18,219	-	18,491	18,219	272	(18,219)	-	100%
5863	Professional Development	23,869	119,100	150,100	150,100	-	(31,000)	126,231	16%
5869	Special Education Contract Instructors	20,032	100,000	75,000	75,000	-	25,000	54,968	27%
5872	Special Education Encroachment	39,217	79,907	79,137	79,137	-	770	39,920	50%
5884	Substitutes	8,280	54,280	30,000	30,000	-	24,280	21,720	28%
5887	Technology Services	21,136	46,200	46,200	46,200	-	-	25,064	46%
5898	Bad Debt Expense	2,484	-	2,484	2,484	-	(2,484)	-	100%
5899	Miscellaneous Operating Expenses	0	-	-	-	-	-	(0)	
5900	Communications	11,307	70,000	70,000	70,000	-	-	58,693	16%
5915	Postage and Delivery	3,017	10,000	10,000	10,000	-	-	6,983	30%
SUBTOTAL - Services & Other Operating Exp.		1,201,856	2,727,983	2,856,771	2,929,102	(72,331)	(201,119)	1,727,246	41%

MAGNOLIA PUBLIC SCHOOLS - MSA-1

Budget vs. Actuals
As of December 2016 Close

13th Month

198362

		Budget vs. Actual		Budget		Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget				
6000	Capital Outlay								
6100	Sites & Improvement of Sites	-	60,000	-	-	-	60,000	-	
6200	Buildings & Improvement of Buildings	-	-	500,000	500,000	-	(500,000)	500,000	0%
6400	Equipment	27,331	40,000	40,000	40,000	-	-	12,669	68%
	SUBTOTAL - Capital Outlay	27,331	100,000	540,000	540,000	-	(440,000)	512,669	5%
TOTAL EXPENSES		3,253,961	6,729,072	7,853,628	7,877,283	(23,655)	(1,148,211)	4,623,321	41%
6900	Total Depreciation (includes Prior Years)	90,882	181,768	146,166	146,166	-	35,602	55,284	62%
TOTAL EXPENSES including Depreciation		3,317,512	6,810,840	7,459,794	7,483,449	(23,655)	(672,609)	4,165,937	44%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

	Budget vs.							
	Actual			Budget				
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
SUMMARY								
Revenue								
LCFF Entitlement	1,665,533	4,518,778	4,285,683	4,295,058	9,375	(223,720)	2,629,525	39%
Federal Revenue	124,243	344,735	522,541	522,541	-	177,806	398,299	24%
Other State Revenues	181,250	355,213	544,067	544,067	-	188,854	362,817	33%
Local Revenues	52,465	93,069	69,981	77,280	7,299	(15,789)	24,816	68%
Fundraising and Grants	10,335	25,000	27,722	27,722	-	2,722	17,387	37%
Total Revenue	2,033,826	5,336,795	5,449,995	5,466,669	16,674	129,874	3,432,843	37%
Expenses								
Compensation and Benefits (excl adjustment)	1,536,023	2,987,228	3,122,411	2,938,373	184,038	48,855	1,566,699	52%
Books and Supplies	221,407	259,858	466,086	451,104	14,982	(191,246)	229,697	49%
Services and Other Operating Expenditures	767,269	1,903,069	1,821,025	1,848,804	(27,779)	54,265	1,081,535	42%
Depreciation	16,998	34,000	53,602	53,602	-	(19,602)	36,604	32%
Total Expenses	2,541,697	5,184,155	5,463,126	5,291,884	171,242	(107,728)	2,914,536	48%
Operating Income Before One-Time Adjustment	(507,871)	152,640	(13,131)	174,785	187,916	22,145	518,307	-291%
One-Time Compensation Adjustment				(164,349)				
Operating Income (including adjustment)				10,436				
Fund Balance								
Beginning Balance (Unaudited)	1,210,746	1,210,746	1,210,746	1,210,746				100%
Audit Adjustment	(69,796)	-	(69,796)	(69,796)				100%
Beginning Balance (Audited)	1,140,950	1,210,746	1,140,950	1,140,950				100%
Operating Income (including Depreciation)	(507,871)	152,640	(13,131)	10,436				-4866%
Ending Fund Balance	633,080	1,363,386	1,127,820	1,151,386				55%
Capital Outlay	14,982	20,000	-	14,982				1
Total ADA		470.0	442.0	442.0				0%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	1,063,890	2,968,874	2,813,240	2,822,615	9,375	(146,259)	1,758,725	38%
8012	Education Protection Account Entitlement	158,113	657,483	618,331	618,331	-	(39,152)	460,218	26%
8019	State Aid - Prior Years	402	-	402	402	-	402	-	100%
8096	Charter Schools in Lieu of Property Taxes	443,128	892,421	853,709	853,709	-	(38,712)	410,581	52%
SUBTOTAL - LCFF Entitlement		1,665,533	4,518,778	4,285,683	4,295,058	9,375	(223,720)	2,629,525	39%
8100 Federal Revenue									
8181	Special Education - Entitlement	44,242	94,931	93,918	93,918	-	(1,013)	49,676	47%
8220	Child Nutrition Programs	-	-	165,224	165,224	-	165,224	165,224	0%
8291	Title I	80,001	143,672	155,425	155,425	-	11,753	75,424	51%
8292	Title II	-	2,088	2,088	2,088	-	-	2,088	0%
8293	Title III	-	1,197	-	-	-	(1,197)	-	
8296	Other Federal Revenue	-	102,847	102,847	102,847	-	-	102,847	0%
8299	All Other Federal Revenue	-	-	3,040	3,040	-	3,040	3,040	0%
SUBTOTAL - Federal Income		124,243	344,735	522,541	522,541	-	177,806	398,299	24%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	3,353	-	-	-	-	-	(3,353)	
8381	Special Education - Entitlement (State)	129,185	267,404	258,371	258,371	-	(9,033)	129,185	50%
8520	Child Nutrition - State	-	-	15,114	15,114	-	15,114	15,114	0%
8550	Mandated Cost Reimbursements	11,211	11,676	112,050	112,050	-	100,374	100,839	10%
8560	State Lottery Revenue	-	76,133	83,532	83,532	-	7,399	83,532	0%
8590	All Other State Revenue	37,500	-	75,000	75,000	-	75,000	37,500	50%
SUBTOTAL - Other State Income		181,250	355,213	544,067	544,067	-	188,854	362,817	33%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8634	Food Service Sales	238	-	5,000	5,000	-	5,000	4,762	5%
8636	Uniforms	-	30,900	-	-	-	(30,900)	-	
8682	Summer Program	30,210	13,600	30,210	30,210	-	16,610	-	100%
8690	Other Local Revenue	827	20,881	20,881	20,881	-	-	20,054	4%
8693	Field Trips	-	15,450	-	-	-	(15,450)	-	
8714	COP Option 3 Grants	21,189	12,238	13,890	21,189	7,299	8,951	-	100%
	SUBTOTAL - Local Revenues	52,465	93,069	69,981	77,280	7,299	(15,789)	24,816	68%
8800	Donations/Fundraising								
8801	Donations - Parents	85	550	550	550	-	-	465	15%
8802	Donations - Private	192	24,450	18,440	15,440	(3,000)	(9,010)	15,249	1%
8803	Fundraising	10,059	-	8,732	11,732	3,000	11,732	1,673	86%
	SUBTOTAL - Fundraising and Grants	10,335	25,000	27,722	27,722	-	2,722	17,387	37%
TOTAL REVENUE		2,033,826	5,336,795	5,449,995	5,466,669	16,674	129,874	3,432,843	37%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	802,662	1,636,384	1,629,672	1,633,872	(4,200)	2,512	831,210	49%
1300	Certificated Supervisor & Administrator Salaries	164,768	311,892	358,258	358,258	-	(46,366)	193,490	46%
SUBTOTAL - Certificated Employees		967,431	1,948,276	1,987,930	1,992,130	(4,200)	(43,854)	1,024,699	49%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	91,735	187,500	200,732	200,732	-	(13,232)	108,996	46%
2900	Classified Other Salaries	102,390	191,105	231,195	216,515	14,680	(25,410)	114,125	47%
SUBTOTAL - Classified Employees		194,125	378,605	431,926	417,246	14,680	(38,642)	223,121	47%
Employee Benefits Summary									
3100	STRS	120,860	242,200	245,870	246,398	(528)	(4,199)	125,538	49%
3200	PERS	22,527	28,074	46,503	44,465	2,039	(16,391)	21,938	51%
3300	OASDI-Medicare-Alternative	31,197	58,961	63,535	62,480	1,055	(3,519)	31,283	50%
3400	Health & Welfare Benefits	185,512	299,700	315,195	308,674	6,521	(8,974)	123,162	60%
3500	Unemployment Insurance	74	1,163	4,204	4,199	5	(3,036)	4,125	2%
3600	Workers Comp Insurance	14,298	30,249	27,248	27,130	118	3,119	12,832	53%
SUBTOTAL - Employee Benefits		374,467	660,347	702,555	693,346	9,209	(32,998)	318,879	54%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	50,215	25,000	69,000	69,000	-	(44,000)	18,785	73%
4200	Books & Other Reference Materials	5,812	10,000	6,000	6,000	-	4,000	188	97%
4315	Custodial Supplies	100	6,000	6,000	6,000	-	-	5,900	2%
4320	Educational Software	14,075	30,000	17,900	17,900	-	12,100	3,825	79%
4325	Instructional Materials & Supplies	10,769	25,558	10,000	11,000	(1,000)	14,558	231	98%
4326	Art & Music Supplies	-	1,500	-	-	-	1,500	-	-
4330	Office Supplies	11,926	27,200	30,000	29,000	1,000	(1,800)	17,074	41%
4340	Professional Development Supplies	440	2,300	2,300	2,300	-	-	1,860	19%
4345	Non Instructional Student Materials & Supplies	8,144	9,058	9,500	9,500	-	(442)	1,356	86%
4346	Teacher Supplies	288	250	737	737	-	(487)	449	39%
4350	Uniforms	-	500	-	-	-	500	-	-
4400	Noncapitalized Equipment	15,848	30,000	30,830	15,848	14,982	14,152	-	100%
4410	Classroom Furniture, Equipment & Supplies	10,079	15,000	10,079	10,079	-	4,921	-	100%
4420	Computers (individual items less than \$5k)	2,037	-	2,100	2,100	-	(2,100)	63	97%
4430	Non Classroom Related Furniture, Equipment & Sup	5,657	10,000	5,918	5,918	-	4,083	261	96%
4700	Food	80,298	64,492	257,723	257,723	-	(193,230)	177,424	31%
4720	Other Food	5,718	3,000	8,000	8,000	-	(5,000)	2,282	71%
	SUBTOTAL - Books and Supplies	221,407	259,858	466,086	451,104	14,982	(191,246)	229,697	49%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5000	Services & Other Operating Expenses								
5101	Shared Management Fee - CMO	486,096	972,192	893,653	918,273	(24,620)	53,918	432,177	53%
5102	Direct CMO Fee (Shared Staff)	-	34,890	35,119	34,536	583	354	34,536	0%
5210	Conference Fees	310	20,000	5,000	5,000	-	15,000	4,690	6%
5215	Travel - Mileage, Parking, Tolls	1,319	5,000	2,500	2,500	-	2,500	1,181	53%
5220	Travel and Lodging	-	5,000	3,000	3,000	-	2,000	3,000	0%
5225	Travel - Meals & Entertainment	-	6,000	-	-	-	6,000	-	
5300	Dues & Memberships	3,461	6,000	6,000	6,000	-	-	2,539	58%
5450	Insurance - Other	16,820	24,209	22,975	22,975	-	1,234	6,155	73%
5500	Operations & Housekeeping	7,071	-	130,000	130,000	-	(130,000)	122,929	5%
5605	Equipment Leases	7,204	12,000	7,052	10,000	(2,948)	2,000	2,796	72%
5610	Rent	-	179,794	-	-	-	179,794	-	
5615	Repairs and Maintenance - Building	4,214	5,000	5,000	5,000	-	-	787	84%
5617	Repairs and Maintenance - Other Equipment	-	2,000	-	-	-	2,000	-	
5803	Accounting Fees	-	8,345	15,000	15,000	-	(6,655)	15,000	0%
5809	Banking Fees	372	1,000	1,000	1,000	-	-	628	37%
5813	School Programs - After School Program	640	3,605	3,605	3,605	-	-	2,965	18%
5814	School Programs - Academic Competitions	250	1,000	1,000	1,000	-	-	750	25%
5815	Consultants - Instructional	-	5,000	-	-	-	5,000	-	
5819	School Programs - Other	3,566	13,000	13,000	13,000	-	-	9,434	27%
5820	Consultants - Non Instructional - Custom 1	14,639	23,000	23,000	23,000	-	-	8,361	64%
5822	Consultants - Non Instructional - Custom 3	2,651	67,234	89,000	89,000	-	(21,766)	86,349	3%
5824	District Oversight Fees	20,382	45,188	42,857	42,951	(94)	2,237	22,568	47%

MAGNOLIA PUBLIC SCHOOLS - MSA-2

Budget vs. Actuals
As of December 2016 Close

13th month

164349

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5830	Field Trips Expenses	5,676	25,000	20,000	20,000	-	5,000	14,324	28%
5843	Interest - Loans Less than 1 Year	51	-	58	58	-	(58)	7	88%
5845	Legal Fees	9,525	30,000	40,000	40,000	-	(10,000)	30,475	24%
5851	Marketing and Student Recruiting	20,259	24,000	24,000	24,000	-	-	3,741	84%
5857	Payroll Fees	7,962	21,327	21,327	21,327	-	-	13,366	37%
5861	Prior Yr Exp (not accrued)	27,403	-	26,703	27,403	(700)	(27,403)	-	100%
5863	Professional Development	14,384	77,100	101,000	101,000	-	(23,900)	86,616	14%
5869	Special Education Contract Instructors	23,535	80,000	105,000	105,000	-	(25,000)	81,465	22%
5872	Special Education Encroachment	34,685	72,467	70,458	70,458	-	2,009	35,772	49%
5884	Substitutes	11,249	45,000	35,000	35,000	-	10,000	23,751	32%
5887	Technology Services	35,153	53,316	53,316	53,316	-	-	18,163	66%
5899	Miscellaneous Operating Expenses	(0)	-	-	-	-	-	0	
5900	Communications	4,806	30,000	20,000	20,000	-	10,000	15,194	24%
5915	Postage and Delivery	3,585	5,402	5,402	5,402	-	-	1,817	66%
SUBTOTAL - Services & Other Operating Exp.		767,269	1,903,069	1,821,025	1,848,804	(27,779)	54,265	1,081,535	42%
6000	Capital Outlay								
6100	Sites & Improvement of Sites	-	20,000	-	-	-	20,000	-	
6400	Equipment	14,982	-	-	14,982	(14,982)	(14,982)	-	100%
SUBTOTAL - Capital Outlay		14,982	20,000	-	14,982	(14,982)	5,018	-	100%
TOTAL EXPENSES		2,539,681	5,170,155	5,409,523	5,417,612	(8,089)	(247,457)	2,877,932	47%
6900	Total Depreciation (includes Prior Years)	16,998	34,000	53,602	53,602	-	(19,602)	36,604	32%
TOTAL EXPENSES including Depreciation		2,541,697	5,184,155	5,463,126	5,456,233	6,893	(272,077)	2,914,536	47%

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

	Budget vs. Actual		Budget					Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance	Variance			
					(Previous vs. Proposed Budget)	(Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	1,630,048	4,245,387	4,303,143	4,352,807	49,664	107,420	2,722,759	37%	
Federal Revenue	139,364	574,033	493,701	493,745	44	(80,288)	354,381	28%	
Other State Revenues	276,823	694,406	879,335	879,335	-	184,929	602,512	31%	
Local Revenues	36,369	24,785	40,114	40,114	-	15,329	3,745	91%	
Fundraising and Grants	13,965	19,018	19,018	19,018	-	-	5,053	73%	
Total Revenue	2,096,570	5,557,629	5,735,311	5,785,019	49,708	227,390	3,688,449	36%	
Expenses									
Compensation and Benefits (excl adjustment)	1,658,719	2,812,109	3,370,534	3,184,511	186,023	(372,402)	1,711,822	52%	
Books and Supplies	138,052	454,542	401,887	401,887	(0)	52,654	263,836	34%	
Services and Other Operating Expenditures	808,852	1,935,913	2,029,286	2,087,914	(58,628)	(152,001)	1,279,062	39%	
Depreciation	6,000	12,000	19,096	19,096	-	(7,096)	13,096	31%	
Total Expenses	2,611,623	5,214,564	5,820,804	5,693,409	127,395	(478,845)	3,267,816	46%	
Operating Income Before One-Time Adjustment	(515,053)	343,065	(85,492)	91,611	177,103	(251,455)	420,634	-562%	
One-Time Compensation Adjustment				(186,030)					
Operating Income (including adjustment)				(94,419)					
Fund Balance									
Beginning Balance (Unaudited)	976,777	976,777	976,777	976,777				100%	
Audit Adjustment	(1,355)	-	(1,355)	(1,355)				100%	
Beginning Balance (Audited)	975,422	976,777	975,422	975,422				100%	
Operating Income (including Depreciation)	(515,053)	343,065	(85,492)	(94,419)				545%	
Ending Fund Balance	460,369	1,319,842	889,930	881,003				52%	
Capital Outlay	-	70,000	70,000	70,000				-	
Total ADA		434.3	443.9	443.9				0%	

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	1,055,771	2,817,402	2,841,941	2,891,605	49,664	74,203	1,835,834	37%
8012	Education Protection Account Entitlement	150,153	603,366	603,366	603,366	-	-	453,213	25%
8019	State Aid - Prior Years	399	-	399	399	-	399	-	100%
8096	Charter Schools in Lieu of Property Taxes	423,725	824,619	857,437	857,437	-	32,818	433,712	49%
SUBTOTAL - LCFF Entitlement		1,630,048	4,245,387	4,303,143	4,352,807	49,664	107,420	2,722,759	37%
8100 Federal Revenue									
8181	Special Education - Entitlement	42,305	87,719	86,783	86,783	-	(937)	44,478	49%
8220	Child Nutrition Programs	8,295	299,549	210,236	210,236	0	(89,313)	201,941	4%
8291	Title I	86,350	149,718	155,755	155,755	-	6,037	69,405	55%
8292	Title II	-	6,110	6,110	6,110	-	-	6,110	0%
8293	Title III	-	437	-	-	-	(437)	-	-
8296	Other Federal Revenue	2,156	30,500	30,500	30,500	-	-	28,344	7%
8297	PY Federal - Not Accrued	258	-	214	258	44	258	-	100%
8299	All Other Federal Revenue	-	-	4,104	4,104	-	4,104	4,104	0%
SUBTOTAL - Federal Income		139,364	574,033	493,701	493,745	44	(80,288)	354,381	28%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	6,765	-	6,765	6,765	-	6,765	-	100%
8381	Special Education - Entitlement (State)	123,529	247,088	247,058	247,058	-	(30)	123,529	50%
8520	Child Nutrition - State	656	25,955	18,925	18,925	-	(7,030)	18,269	3%
8545	School Facilities Apportionments	-	190,316	190,316	190,316	-	-	190,316	0%
8550	Mandated Cost Reimbursements	10,873	10,698	107,374	107,374	-	96,676	96,501	10%
8560	State Lottery Revenue	-	70,349	83,897	83,897	-	13,548	83,897	0%
8590	All Other State Revenue	37,500	-	75,000	75,000	-	75,000	37,500	50%
8596	ASES	97,500	150,000	150,000	150,000	-	-	52,500	65%
SUBTOTAL - Other State Income		276,823	694,406	879,335	879,335	-	184,929	602,512	31%

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8634	Food Service Sales	-	500	500	500	-	-	500	0%
8682	Summer Program	27,931	10,200	27,931	27,931	-	17,731	-	100%
8690	Other Local Revenue	1,755	5,000	5,000	5,000	-	-	3,245	35%
8714	COP Option 3 Grants	6,683	9,085	6,683	6,683	-	(2,402)	0	100%
8999	Uncategorized Revenue	0	-	-	-	-	-	(0)	
	SUBTOTAL - Local Revenues	36,369	24,785	40,114	40,114	-	15,329	3,745	91%
8800	Donations/Fundraising								
8801	Donations - Parents	-	14,518	6,300	1,900	(4,400)	(12,618)	1,900	0%
8802	Donations - Private	1,435	4,500	4,500	4,500	-	-	3,065	32%
8803	Fundraising	12,530	-	8,218	12,618	4,400	12,618	87	99%
	SUBTOTAL - Fundraising and Grants	13,965	19,018	19,018	19,018	-	-	5,053	73%
TOTAL REVENUE		2,096,570	5,557,629	5,735,311	5,785,019	49,708	227,390	3,688,449	36%

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	800,969	1,539,857	1,695,620	1,695,620	-	(155,763)	894,651	47%
1300	Certificated Supervisor & Administrator Salaries	234,725	250,512	454,829	454,829	-	(204,317)	220,104	52%
	SUBTOTAL - Certificated Employees	1,035,694	1,790,369	2,150,449	2,150,449	-	(360,080)	1,114,755	48%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	130,249	107,832	214,146	214,146	-	(106,315)	83,898	61%
2900	Classified Other Salaries	105,313	262,278	229,912	229,912	-	32,366	124,599	46%
	SUBTOTAL - Classified Employees	235,562	370,110	444,058	444,058	-	(73,948)	208,496	53%
Employee Benefits Summary									
3100	STRS	123,969	221,454	267,028	267,028	-	(45,573)	143,058	46%
3200	PERS	24,747	36,897	60,105	60,105	-	(23,208)	35,358	41%
3300	OASDI-Medicare-Alternative	36,017	60,337	67,720	67,727	(7)	(7,390)	31,710	53%
3400	Health & Welfare Benefits	187,789	303,750	347,668	347,668	(0)	(43,918)	159,879	54%
3500	Unemployment Insurance	66	1,106	4,291	4,291	(0)	(3,185)	4,225	2%
3600	Workers Comp Insurance	14,874	28,085	29,214	29,214	-	(1,129)	14,340	51%
	SUBTOTAL - Employee Benefits	387,464	651,630	776,027	776,034	(7)	(124,404)	388,570	50%

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	18,497	10,000	20,000	20,000	-	(10,000)	1,503	92%
4200	Books & Other Reference Materials	654	15,000	5,000	5,000	-	10,000	4,346	13%
4315	Custodial Supplies	-	77	77	77	-	-	77	0%
4320	Educational Software	10,480	16,000	16,000	16,000	-	-	5,520	66%
4325	Instructional Materials & Supplies	14,098	25,000	25,000	25,000	-	-	10,902	56%
4330	Office Supplies	5,850	20,200	20,200	20,200	-	-	14,350	29%
4345	Non Instructional Student Materials & Supplies	8,861	10,000	10,000	10,000	-	-	1,139	89%
4350	Uniforms	1,212	5,000	5,000	5,000	-	-	3,788	24%
4410	Classroom Furniture, Equipment & Supplies	4,379	-	5,000	5,000	-	(5,000)	621	88%
4420	Computers (individual items less than \$5k)	2,512	11,500	11,500	11,500	-	-	8,988	22%
4430	Non Classroom Related Furniture, Equipment & S	7,628	10,000	10,000	10,000	-	-	2,372	76%
4700	Food	57,119	329,264	264,110	264,110	(0)	65,154	206,991	22%
4720	Other Food	6,761	2,500	10,000	10,000	-	(7,500)	3,239	68%
	SUBTOTAL - Books and Supplies	138,052	454,542	401,887	401,887	(0)	52,654	263,836	34%
5000	Services & Other Operating Expenses								
5100	Subagreements for Services	-	-	-	-	-	-	-	-
5101	Shared Management Fee - CMO	440,524	881,049	860,141	918,273	(58,132)	(37,225)	477,749	48%
5102	Direct CMO Fee (Shared Staff)	-	33,176	35,273	35,271	1	(2,096)	35,271	0%
5200	Travel & Conferences	(75)	-	-	-	-	-	75	-
5210	Conference Fees	3,295	10,000	10,000	10,000	-	-	6,705	33%
5215	Travel - Mileage, Parking, Tolls	20	10,000	10,000	10,000	-	-	9,980	0%
5220	Travel and Lodging	-	505	505	505	-	-	505	0%
5300	Dues & Memberships	3,880	10,000	10,000	10,000	-	-	6,120	39%
5450	Insurance - Other	15,180	22,516	22,813	22,813	-	(297)	7,633	67%
5500	Operations & Housekeeping	478	5,000	5,000	5,000	-	-	4,522	10%
5605	Equipment Leases	8,263	15,600	15,600	15,600	-	-	7,337	53%
5610	Rent	-	253,755	210,000	210,000	-	43,755	210,000	0%
5615	Repairs and Maintenance - Building	5,013	10,500	10,500	10,500	-	-	5,487	48%
5617	Repairs and Maintenance - Other Equipment	-	1,500	1,500	1,500	-	-	1,500	0%
5803	Accounting Fees	-	5,000	10,000	10,000	-	(5,000)	10,000	0%
5809	Banking Fees	404	500	500	500	-	-	96	81%
5813	School Programs - After School Program	75,000	150,000	150,000	150,000	-	-	75,000	50%
5814	School Programs - Academic Competitions	-	500	500	500	-	-	500	0%
5820	Consultants - Non Instructional - Custom 1	2,742	12,000	12,000	12,000	-	-	9,258	23%
5822	Consultants - Non Instructional - Custom 3	33,560	75,944	114,944	114,944	-	(39,000)	81,384	29%
5824	District Oversight Fees	19,990	42,454	43,031	43,528	(497)	(1,074)	23,538	46%
5830	Field Trips Expenses	14,747	20,000	25,000	25,000	-	(5,000)	10,253	59%
5833	Fines and Penalties	72	100	100	100	-	-	28	72%
5845	Legal Fees	2,325	20,000	50,000	50,000	-	(30,000)	47,675	5%
5851	Marketing and Student Recruiting	3,680	30,000	15,000	15,000	-	15,000	11,320	25%
5857	Payroll Fees	8,787	24,000	24,000	24,000	-	-	15,213	37%
5861	Prior Yr Exp (not accrued)	13,043	-	13,258	13,258	-	(13,258)	215	98%

MAGNOLIA PUBLIC SCHOOLS - MSA-3

Budget vs. Actuals
As of December 2016 Close

13th Month

186030

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5863	Professional Development	15,687	42,100	93,100	93,100	-	(51,000)	77,413	17%
5869	Special Education Contract Instructors	10,764	51,500	58,500	58,500	-	(7,000)	47,736	18%
5872	Special Education Encroachment	33,167	66,961	66,768	66,768	-	193	33,601	50%
5875	Staff Recruiting	18	54	54	54	-	-	36	34%
5884	Substitutes	52,835	55,000	75,000	75,000	-	(20,000)	22,165	70%
5887	Technology Services	34,860	49,700	49,700	49,700	-	-	14,840	70%
5899	Miscellaneous Operating Expenses	0	-	-	-	-	-	(0)	
5900	Communications	7,563	30,000	30,000	30,000	-	-	22,437	25%
5915	Postage and Delivery	3,029	6,500	6,500	6,500	-	-	3,471	47%
SUBTOTAL - Services & Other Operating Exp.		808,852	1,935,913	2,029,286	2,087,914	(58,628)	(152,001)	1,279,062	39%
6000	Capital Outlay								
6100	Sites & Improvement of Sites	-	20,000	20,000	20,000	-	-	20,000	0%
6410	Computers (capitalizable items)	-	50,000	50,000	50,000	-	-	50,000	0%
SUBTOTAL - Capital Outlay		-	70,000	70,000	70,000	-	-	70,000	0%
TOTAL EXPENSES		2,605,623	5,272,564	5,871,708	5,930,342	(58,635)	(657,779)	3,324,719	44%
6900	Total Depreciation (includes Prior Years)	6,000	12,000	19,096	19,096	-	(7,096)	13,096	31%
TOTAL EXPENSES including Depreciation		2,611,623	5,214,564	5,820,804	5,879,439	(58,635)	(664,875)	3,267,816	44%

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

	Budget vs. Actual		Budget					Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	657,969	1,772,032	1,827,963	1,818,445	(9,518)	46,413	1,160,476	36%	
Federal Revenue	77,221	252,308	247,687	247,687	-	(4,621)	170,466	31%	
Other State Revenues	103,615	141,453	267,852	267,852	-	126,399	164,237	39%	
Local Revenues	22,200	20,867	22,223	22,430	207	1,563	231	99%	
Fundraising and Grants	9,816	10,000	12,374	12,374	-	2,374	2,557	79%	
Total Revenue	870,821	2,196,660	2,378,099	2,368,788	(9,311)	172,128	1,497,968	37%	
Expenses									
Compensation and Benefits (excl adjustment)	578,372	1,172,519	1,211,281	1,212,821	(1,539)	(40,302)	717,144	48%	
Books and Supplies	56,006	158,736	132,807	132,807	-	25,930	76,800	42%	
Services and Other Operating Expenditures	257,515	667,206	753,697	701,330	52,367	(34,124)	443,815	37%	
Depreciation	4,608	9,221	15,656	15,656	-	(6,435)	11,048	29%	
Total Expenses	896,501	2,007,682	2,113,441	2,062,614	50,828	(54,931)	1,248,808	43%	
Operating Income Before One-Time Adjustment	(25,680)	188,978	264,658	306,175	41,517	117,197	249,160	-8%	
One-Time Compensation Adjustment				(82,695)					
Operating Income (including adjustment)				223,480					
Fund Balance									
Beginning Balance (Unaudited)	763,641	567,722	763,641	763,641				100%	
Audit Adjustment	(101,149)	-	(101,149)	(101,149)				100%	
Beginning Balance (Audited)	662,491	567,722	662,491	662,491				100%	
Operating Income (including Depreciation)	(25,680)	188,978	264,658	223,480				-11%	
Ending Fund Balance	636,811	756,700	927,150	885,971				72%	
Capital Outlay	-	-	-	-					
Total ADA		180.5	186.2	186.2				0%	

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

		Budget vs. Actual							
		Actual				Budget			
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	423,190	1,168,273	1,198,751	1,189,233	(9,518)	20,960	766,043	36%
8012	Education Protection Account Entitlement	63,282	261,084	269,461	269,461	-	8,377	206,179	23%
8096	Charter Schools in Lieu of Property Taxes	171,497	342,675	359,751	359,751	-	17,076	188,254	48%
SUBTOTAL - LCFF Entitlement		657,969	1,772,032	1,827,963	1,818,445	(9,518)	46,413	1,160,476	36%
8100 Federal Revenue									
8181	Special Education - Entitlement	17,122	36,925	36,063	36,063	-	(862)	18,941	47%
8220	Child Nutrition Programs	2,004	25,038	21,841	21,841	(0)	(3,197)	19,836	9%
8291	Title I	45,122	59,536	58,233	58,233	-	(1,303)	13,111	77%
8292	Title II	-	2,380	2,380	2,380	-	-	2,380	0%
8293	Title III	-	323	-	-	-	(323)	-	-
8296	Other Federal Revenue	12,978	128,106	128,106	128,106	-	-	115,128	10%
8299	All Other Federal Revenue	-	-	1,064	1,064	-	1,064	1,064	0%
SUBTOTAL - Federal Income		77,221	252,308	247,687	247,687	(0)	(4,621)	170,466	31%
8300 Other State Revenues									
Hidden									
8319	Other State Apportionments - Prior Years	10,440	-	10,440	10,440	-	10,440	-	100%
8381	Special Education - Entitlement (State)	49,997	104,034	99,993	99,993	-	(4,041)	49,997	50%
8520	Child Nutrition - State	133	2,522	2,031	2,031	(0)	(491)	1,898	7%
8550	Mandated Cost Reimbursements	5,545	5,663	45,188	45,188	-	39,525	39,643	12%
8560	State Lottery Revenue	-	29,234	35,200	35,200	-	5,967	35,200	0%
8590	All Other State Revenue	37,500	-	75,000	75,000	-	75,000	37,500	50%
SUBTOTAL - Other State Income		103,615	141,453	267,852	267,852	(0)	126,399	164,237	39%

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8634	Food Service Sales	554	167	497	554	57	387	-	100%
8682	Summer Program	16,360	10,200	16,360	16,360	-	6,160	-	100%
8699	All Other Local Revenue	269	500	500	500	-	-	231	54%
8714	COP Option 3 Grants	5,017	10,000	4,867	5,017	150	(4,983)	-	100%
8999	Uncategorized Revenue	-	-	-	-	-	-	-	-
SUBTOTAL - Local Revenues		22,200	20,867	22,223	22,430	207	1,563	231	99%
8800	Donations/Fundraising								
8802	Donations - Private	-	10,000	-	-	-	(10,000)	-	-
8803	Fundraising	9,816	-	12,374	12,374	-	12,374	2,557	79%
SUBTOTAL - Fundraising and Grants		9,816	10,000	12,374	12,374	-	2,374	2,557	79%
TOTAL REVENUE		870,821	2,196,660	2,378,099	2,368,788	(9,311)	172,128	1,497,968	37%

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

		Budget vs. Actual							
		Actual				Budget			
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	297,835	566,257	610,860	675,264	(64,404)	(109,007)	377,429	44%
1300	Certificated Supervisor & Administrator Salaries	120,953	290,961	255,957	255,957	-	35,004	135,004	47%
SUBTOTAL - Certificated Employees		418,787	857,218	866,816	931,221	(64,404)	(74,002)	512,433	45%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	23,213	47,609	58,307	58,307	-	(10,698)	35,093	40%
2900	Classified Other Salaries	8,130	12,000	35,053	35,053	-	(23,053)	26,923	23%
SUBTOTAL - Classified Employees		31,343	59,609	93,360	93,360	-	(33,751)	62,017	34%
Employee Benefits Summary									
3100	STRS	50,138	107,838	107,882	115,984	(8,102)	(8,146)	65,846	43%
3200	PERS	2,399	5,328	5,200	5,200	-	129	2,800	46%
3300	OASDI-Medicare-Alternative	10,971	17,111	19,731	20,679	(948)	(3,568)	9,707	53%
3400	Health & Welfare Benefits	58,530	114,413	104,004	114,026	(10,023)	386	55,497	51%
3500	Unemployment Insurance	97	458	3,478	3,510	(32)	(3,051)	3,412	3%
3600	Workers Comp Insurance	6,105	10,544	10,812	11,537	(725)	(993)	5,432	53%
SUBTOTAL - Employee Benefits		128,241	255,692	251,105	270,935	(19,830)	(15,243)	142,694	47%

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	12,686	23,220	23,220	23,220	-	-	10,534	55%
4320	Educational Software	2,791	5,000	5,000	5,000	-	-	2,209	56%
4325	Instructional Materials & Supplies	1,224	15,000	15,000	15,000	-	-	13,776	8%
4330	Office Supplies	10,545	8,200	12,000	12,000	-	(3,800)	1,455	88%
4345	Non Instructional Student Materials & Supplies	769	35,000	9,000	9,000	-	26,000	8,232	9%
4400	Noncapitalized Equipment	869	1,000	1,000	1,000	-	-	131	87%
4410	Classroom Furniture, Equipment & Supplies	278	8,000	5,000	5,000	-	3,000	4,722	6%
4420	Computers (individual items less than \$5k)	8,900	29,500	10,000	10,000	-	19,500	1,100	89%
4700	Food	15,334	30,316	45,587	45,587	-	(15,270)	30,253	34%
4720	Other Food	2,611	3,500	7,000	7,000	-	(3,500)	4,389	37%
	SUBTOTAL - Books and Supplies	56,006	158,736	132,807	132,807	-	25,930	76,800	42%
5000	Services & Other Operating Expenses								
5101	Shared Management Fee - CMO	36,457	72,914	134,048	75,995	58,053	(3,081)	39,538	48%
5102	Direct CMO Fee (Shared Staff)	-	13,260	14,799	14,807	(8)	(1,547)	14,807	0%
5200	Travel & Conferences	426	4,000	4,000	4,000	-	-	3,574	11%
5210	Conference Fees	-	5,000	5,000	5,000	-	-	5,000	0%
5300	Dues & Memberships	3,060	3,400	3,400	3,400	-	-	340	90%
5450	Insurance - Other	8,066	14,446	11,056	11,056	-	3,390	2,990	73%
5500	Operations & Housekeeping	484	-	484	484	-	(484)	-	100%
5605	Equipment Leases	6,580	6,000	8,000	8,000	-	(2,000)	1,420	82%
5610	Rent	51,915	150,215	103,831	103,831	-	46,385	51,915	50%
5615	Repairs and Maintenance - Building	427	1,000	1,000	1,000	-	-	573	43%
5803	Accounting Fees	-	4,406	8,000	8,000	-	(3,594)	8,000	0%
5809	Banking Fees	389	515	515	515	-	-	126	75%
5814	School Programs - Academic Competitions	845	-	1,000	1,000	-	(1,000)	156	84%
5820	Consultants - Non Instructional - Custom 1	2,082	2,493	9,516	9,516	-	(7,023)	7,435	22%
5822	Consultants - Non Instructional - Custom 3	5,463	54,844	64,000	64,000	-	(9,156)	58,538	9%

MAGNOLIA PUBLIC SCHOOLS - MSA-4

Budget vs. Actuals
As of December 2016 Close

13th Month

82695

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5824	District Oversight Fees	8,118	17,720	18,280	18,184	95	(464)	10,066	45%
5830	Field Trips Expenses	665	20,000	20,000	20,000	-	-	19,335	3%
5833	Fines and Penalties	29	-	-	29	(29)	(29)	-	100%
5845	Legal Fees	2,500	5,000	15,000	15,000	-	(10,000)	12,500	17%
5851	Marketing and Student Recruiting	10,742	7,000	20,000	20,000	-	(13,000)	9,258	54%
5857	Payroll Fees	4,825	3,000	3,856	9,600	(5,744)	(6,600)	4,775	50%
5861	Prior Yr Exp (not accrued)	(2,091)	-	488	488	-	(488)	2,579	-428%
5863	Professional Development	294	29,000	54,000	54,000	-	(25,000)	53,706	1%
5869	Special Education Contract Instructors	15,598	50,000	50,000	50,000	-	-	34,402	31%
5872	Special Education Encroachment	13,424	28,192	28,192	28,192	-	-	14,768	48%
5884	Substitutes	11,460	25,200	25,200	25,200	-	-	13,740	45%
5887	Technology Services	33,166	57,000	57,000	57,000	-	-	23,834	58%
5893	Transportation - Student	30,405	65,000	67,000	67,000	-	(2,000)	36,595	45%
5898	Bad Debt Expense	32	-	32	32	-	(32)	-	100%
5900	Communications	10,896	24,000	24,000	24,000	-	-	13,104	45%
5915	Postage and Delivery	1,260	3,600	2,000	2,000	-	1,600	740	63%
SUBTOTAL - Services & Other Operating Exp.		257,515	667,206	753,697	701,330	52,367	(34,124)	443,815	37%
Hidden									
6000	Capital Outlay								
SUBTOTAL - Capital Outlay		-	-	-	-	-	-	-	-
TOTAL EXPENSES		891,893	1,998,462	2,097,785	2,129,653	(31,867)	(131,191)	1,237,760	42%
6900	Total Depreciation (includes Prior Years)	4,608	9,221	15,656	15,656	-	(6,435)	11,048	29%
TOTAL EXPENSES including Depreciation		896,501	2,007,682	2,113,441	2,145,309	(31,867)	(137,626)	1,248,808	42%

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

	Budget vs. Actual			Budget				Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	585,337	1,539,136	1,663,461	1,660,532	(2,929)	121,396	1,075,195	35%	
Federal Revenue	45,062	176,079	164,096	164,096	-	(11,983)	119,034	27%	
Other State Revenues	68,507	150,386	182,562	177,416	(5,145)	27,030	108,909	39%	
Local Revenues	22,784	11,120	171,259	178,813	7,554	167,693	156,030	13%	
Fundraising and Grants	339	500	500	500	-	-	161	68%	
Total Revenue	722,029	1,877,220	2,181,878	2,181,357	(520)	304,137	1,459,328	33%	
Expenses									
Compensation and Benefits (excl adjustment)	532,439	1,064,348	1,218,812	1,152,508	66,305	(88,159)	686,374	46%	
Books and Supplies	64,745	185,900	199,400	171,607	27,793	14,293	106,862	38%	
Services and Other Operating Expenditures	183,837	594,065	708,583	655,357	53,226	(61,292)	471,520	28%	
Depreciation	8,598	17,201	4,774	4,774	-	12,427	(3,824)	180%	
Total Expenses	789,618	1,861,515	2,131,570	1,984,245	147,324	(122,731)	1,260,933	40%	
Operating Income Before One-Time Adjustment	(67,589)	15,706	50,308	197,112	146,804	181,406	198,396	-34%	
One-Time Compensation Adjustment				(66,305)					
Operating Income (including adjustment)				130,807					
Fund Balance									
Beginning Balance (Unaudited)	1,144,335	951,134	1,144,335	1,144,335				100%	
Audit Adjustment	(66,819)	-	(66,819)	(66,819)				100%	
Beginning Balance (Audited)	1,077,516	951,134	1,077,516	1,077,516				100%	
Operating Income (including Depreciation)	(67,589)	15,706	50,308	130,807				-52%	
Ending Fund Balance	1,009,927	966,840	1,127,824	1,208,323				84%	
Capital Outlay	27,793	-	-	27,793				1	
Total ADA		168.9	177.7	177.7				0%	

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	383,709	988,758	1,074,007	1,071,078	(2,929)	82,319	687,369	36%
8012	Education Protection Account Entitlement	48,887	238,000	246,306	246,306	-	8,305	197,419	20%
8096	Charter Schools in Lieu of Property Taxes	152,741	312,377	343,149	343,149	-	30,771	190,407	45%
SUBTOTAL - LCFF Entitlement		585,337	1,539,136	1,663,461	1,660,532	(2,929)	121,396	1,075,195	35%
8100 Federal Revenue									
8181	Special Education - Entitlement	15,250	33,660	28,542	28,542	-	(5,118)	13,292	53%
8291	Title I	9,612	37,421	81,991	81,991	-	44,570	72,379	12%
8292	Title II	-	2,193	2,193	2,193	-	-	2,193	0%
8293	Title III	-	779	-	-	-	(779)	-	-
8296	Other Federal Revenue	18,573	102,026	102,026	102,026	-	-	83,453	18%
8297	PY Federal - Not Accrued	1,627	-	(50,656)	(50,656)	-	(50,656)	(52,283)	-3%
SUBTOTAL - Federal Income		45,062	176,079	164,096	164,096	-	(11,983)	119,034	27%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	4,395	-	4,395	4,395	-	4,395	-	100%
8381	Special Education - Entitlement (State)	44,529	94,836	80,611	80,611	-	(14,226)	36,082	55%
8520	Child Nutrition - State	-	-	5,145	-	(5,145)	-	-	-
8550	Mandated Cost Reimbursements	2,034	2,813	32,747	32,747	-	29,934	30,713	6%
8560	State Lottery Revenue	-	26,649	33,576	33,576	-	6,927	33,576	0%
8596	ASES	17,550	26,088	26,088	26,088	-	-	8,538	67%
SUBTOTAL - Other State Income		68,507	150,386	182,562	177,416	(5,145)	27,030	108,909	39%

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

		Budget vs. Actual		Budget				
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining
8600	Other Local Revenue							
8636	Uniforms	-	1,030	1,030	1,030	-	-	1,030 0%
8690	Other Local Revenue	11,027	3,090	11,027	11,027	-	7,937	- 100%
8714	COP Option 3 Grants	11,757	7,000	159,202	166,756	7,554	159,756	155,000 7%
8999	Uncategorized Revenue	-	-	-	-	-	-	-
	SUBTOTAL - Local Revenues	22,784	11,120	171,259	178,813	7,554	167,693	156,030 13%
8800	Donations/Fundraising							
8803	Fundraising	339	500	500	500	-	-	161 68%
	SUBTOTAL - Fundraising and Grants	339	500	500	500	-	-	161 68%
TOTAL REVENUE		722,029	1,877,220	2,181,878	2,181,357	(520)	304,137	1,459,328 33%

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	293,497	545,921	660,552	660,552	-	(114,631)	367,055	44%
1300	Certificated Supervisor & Administrator Salaries	84,409	159,738	180,746	180,746	-	(21,008)	96,338	47%
SUBTOTAL - Certificated Employees		377,906	705,659	841,298	841,298	-	(135,639)	463,392	45%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	22,302	49,725	51,242	51,242	-	(1,516)	28,940	44%
2900	Classified Other Salaries	9,008	53,750	54,450	54,450	-	(700)	45,442	17%
SUBTOTAL - Classified Employees		31,309	103,475	105,692	105,692	-	(2,216)	74,382	30%
Employee Benefits Summary									
3100	STRS	45,656	88,017	102,879	102,879	-	(14,862)	57,223	44%
3200	PERS	4,306	8,226	8,534	8,534	-	(308)	4,228	50%
3300	OASDI-Medicare-Alternative	8,311	18,648	20,062	20,062	-	(1,414)	11,751	41%
3400	Health & Welfare Benefits	61,590	130,613	126,213	126,213	-	4,400	64,622	49%
3500	Unemployment Insurance	118	405	3,471	3,471	(0)	(3,067)	3,354	3%
3600	Workers Comp Insurance	3,242	9,305	10,663	10,663	-	(1,358)	7,422	30%
SUBTOTAL - Employee Benefits		123,223	255,214	271,823	271,823	(0)	(16,609)	148,600	45%

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	21,233	45,000	20,000	22,000	(2,000)	23,000	767	97%
4200	Books & Other Reference Materials	619	7,500	7,500	5,500	2,000	2,000	4,881	11%
4315	Custodial Supplies	-	1,000	1,000	1,000	-	-	1,000	0%
4320	Educational Software	10,000	10,000	15,000	15,000	-	(5,000)	5,000	67%
4325	Instructional Materials & Supplies	4,301	23,000	8,646	8,646	-	14,355	4,344	50%
4330	Office Supplies	3,062	9,700	8,800	8,800	-	900	5,738	35%
4345	Non Instructional Student Materials & Supplies	287	7,500	5,000	5,000	-	2,500	4,713	6%
4350	Uniforms	709	200	2,000	2,000	-	(1,800)	1,291	35%
4400	Noncapitalized Equipment	20,455	10,000	20,455	20,455	-	(10,455)	-	100%
4420	Computers (individual items less than \$5k)	19,368	51,000	60,000	32,207	27,793	18,793	12,839	60%
4430	Non Classroom Related Furniture, Equipment & Sup	312	-	7,000	7,000	-	(7,000)	6,688	4%
4700	Food	(17,014)	20,000	40,000	40,000	-	(20,000)	57,014	-43%
4720	Other Food	1,412	1,000	4,000	4,000	-	(3,000)	2,588	35%
	SUBTOTAL - Books and Supplies	64,745	185,900	199,400	171,607	27,793	14,293	106,862	38%
5000	Services & Other Operating Expenses								
5101	Shared Management Fee - CMO	36,457	72,914	134,048	75,995	58,053	(3,081)	39,538	48%
5102	Direct CMO Fee (Shared Staff)	-	11,683	14,116	14,022	94	(2,339)	14,022	0%
5200	Travel & Conferences	537	5,000	5,000	5,000	-	-	4,463	11%
5210	Conference Fees	-	5,000	5,000	5,000	-	-	5,000	0%
5300	Dues & Memberships	2,441	5,000	5,000	5,000	-	-	2,559	49%
5450	Insurance - Other	2,708	14,300	6,237	6,237	-	8,063	3,529	43%
5605	Equipment Leases	2,391	6,600	6,600	6,600	-	-	4,209	36%
5610	Rent	-	135,000	110,971	110,971	-	24,029	110,971	0%
5615	Repairs and Maintenance - Building	8,005	-	15,000	15,000	-	(15,000)	6,995	53%
5617	Repairs and Maintenance - Other Equipment	-	3,000	3,000	3,000	-	-	3,000	0%
5803	Accounting Fees	-	1,952	5,000	5,000	-	(3,048)	5,000	0%
5809	Banking Fees	372	412	412	412	-	-	40	90%
5813	School Programs - After School Program	13,044	26,088	26,088	26,088	-	-	13,044	50%
5820	Consultants - Non Instructional - Custom 1	1,488	25,000	25,000	25,000	-	-	23,512	6%
5822	Consultants - Non Instructional - Custom 3	6,720	53,275	10,000	10,000	-	43,275	3,280	67%
5824	District Oversight Fees	6,958	15,391	16,635	16,605	29	(1,214)	9,647	42%
5830	Field Trips Expenses	498	8,000	4,000	4,000	-	4,000	3,502	12%
5845	Legal Fees	1,225	5,000	15,000	15,000	-	(10,000)	13,775	8%
5851	Marketing and Student Recruiting	417	10,000	60,000	60,000	-	(50,000)	59,583	1%
5857	Payroll Fees	3,994	3,750	3,750	8,000	(4,250)	(4,250)	4,006	50%
5861	Prior Yr Exp (not accrued)	31,727	-	31,027	31,727	(700)	(31,727)	-	100%
5863	Professional Development	12,249	37,100	37,100	37,100	-	-	24,851	33%
5869	Special Education Contract Instructors	28,605	40,000	65,000	65,000	-	(25,000)	36,395	44%
5872	Special Education Encroachment	11,956	25,699	25,699	25,699	-	-	13,744	47%
5875	Staff Recruiting	-	1,901	1,901	1,901	-	-	1,901	0%
5884	Substitutes	2,891	15,000	20,000	20,000	-	(5,000)	17,109	14%
5887	Technology Services	6,118	35,000	35,000	35,000	-	-	28,882	17%
5898	Bad Debt Expense	0	-	0	0	-	(0)	(0)	275%

MAGNOLIA PUBLIC SCHOOLS - MSA-5

Budget vs. Actuals
As of December 2016 Close

13th month

66305

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
5899	Miscellaneous Operating Expenses	0	-	-	-	-	-	(0)	
5900	Communications	1,907	30,000	20,000	20,000	-	10,000	18,093	10%
5915	Postage and Delivery	1,128	2,000	2,000	2,000	-	-	872	56%
SUBTOTAL - Services & Other Operating Exp.		183,837	594,065	708,583	655,357	53,226	(61,292)	471,520	28%
6000	Capital Outlay								
6400	Equipment	27,793	-	-	27,793	(27,793)	(27,793)	-	100%
SUBTOTAL - Capital Outlay		27,793	-	-	27,793	(27,793)	(27,793)	-	100%
TOTAL EXPENSES		808,813	1,844,314	2,126,796	2,073,570	53,226	(229,256)	1,264,757	39%
6900	Total Depreciation (includes Prior Years)	8,598	17,201	4,774	4,774	-	12,427	(3,824)	180%
TOTAL EXPENSES including Depreciation		789,618	1,861,515	2,131,570	2,050,550	81,019	(189,036)	1,260,933	39%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

	Budget vs.							
	Actual			Budget				
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
SUMMARY								
Revenue								
LCFF Entitlement	576,102	1,575,467	1,525,104	1,518,270	(6,834)	(57,197)	942,168	38%
Federal Revenue	69,168	137,828	161,359	161,359	-	23,531	92,191	43%
Other State Revenues	92,502	214,078	253,252	253,252	-	39,175	160,750	37%
Local Revenues	6,392	14,120	10,512	10,512	-	(3,608)	4,120	61%
Fundraising and Grants	4,511	10,000	11,100	11,100	-	1,100	6,589	41%
Total Revenue	748,676	1,951,493	1,961,328	1,954,494	(6,834)	3,001	1,205,818	38%
Expenses								
Compensation and Benefits (excl adjustment)	503,076	965,253	1,082,926	1,035,074	47,852	(69,821)	579,850	49%
Books and Supplies	72,130	110,183	154,776	154,776	-	(44,593)	82,646	47%
Services and Other Operating Expenditures	220,291	575,774	613,291	555,450	57,842	20,324	335,159	40%
Depreciation	3,184	6,368	28,726	28,726	-	(22,358)	25,542	11%
Total Expenses	798,680	1,657,578	1,879,719	1,774,026	105,694	(116,447)	1,023,197	45%
Operating Income Before One-Time Adjustment	(50,005)	293,915	81,608	180,468	98,860	(113,447)	182,621	-28%
One-Time Compensation Adjustment				(47,852)				
Operating Income (including adjustment)				132,616				
Fund Balance								
Beginning Balance (Unaudited)	1,006,776	938,327	1,006,776	1,006,776				100%
Audit Adjustment	(61,339)	-	(49,511)	(61,339)				100%
Beginning Balance (Audited)	945,437	938,327	957,265	945,437				100%
Operating Income (including Depreciation)	(50,005)	293,915	81,608	132,616				-38%
Ending Fund Balance	895,432	1,232,242	1,038,873	1,078,053				83%
Capital Outlay	-	20,000	-	-				
Total ADA		173.7	167.9	167.9				0%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	359,455	994,308	978,640	971,806	(6,834)	(22,502)	612,351	37%
8012	Education Protection Account Entitlement	54,597	251,311	221,995	221,995	-	(29,316)	167,398	25%
8019	State Aid - Prior Years	134	-	134	134	-	134	-	100%
8096	Charter Schools in Lieu of Property Taxes	161,916	329,848	324,335	324,335	-	(5,513)	162,419	50%
SUBTOTAL - LCFF Entitlement		576,102	1,575,467	1,525,104	1,518,270	(6,834)	(57,197)	942,168	38%
8100 Federal Revenue									
8181	Special Education - Entitlement	16,166	35,542	32,331	32,331	-	(3,211)	16,166	50%
8220	Child Nutrition Programs	4,592	31,452	49,812	49,812	-	18,360	45,220	9%
8291	Title I	48,411	47,977	58,499	58,499	-	10,522	10,088	83%
8292	Title II	-	2,363	717	717	-	(1,646)	717	0%
8293	Title III	-	494	-	-	-	(494)	-	
8296	Other Federal Revenue	-	20,000	20,000	20,000	-	-	20,000	0%
SUBTOTAL - Federal Income		69,168	137,828	161,359	161,359	-	23,531	92,191	43%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
8300	Other State Revenues								
8381	Special Education - Entitlement (State)	47,204	100,140	94,407	94,407	-	(5,733)	47,204	50%
8520	Child Nutrition - State	315	3,379	3,593	3,593	(0)	214	3,279	9%
8545	School Facilities Apportionments	42,562	80,000	85,125	85,125	-	5,125	42,563	50%
8550	Mandated Cost Reimbursements	2,382	2,419	38,352	38,352	-	35,932	35,970	6%
8560	State Lottery Revenue	-	28,139	31,735	31,735	-	3,596	31,735	0%
8590	All Other State Revenue	40	-	40	40	-	40	-	100%
	SUBTOTAL - Other State Income	92,502	214,078	253,252	253,252	(0)	39,175	160,750	37%
8600	Other Local Revenue								
8699	All Other Local Revenue	-	4,120	4,120	4,120	-	-	4,120	0%
8714	SpEd Option 3	6,392	10,000	6,392	6,392	-	(3,608)	-	100%
	SUBTOTAL - Local Revenues	6,392	14,120	10,512	10,512	-	(3,608)	4,120	61%
8800	Donations/Fundraising								
8802	Donations - Private	4,511	-	3,010	4,511	1,501	4,511	-	100%
8803	Fundraising	-	10,000	8,090	6,589	(1,501)	(3,411)	6,589	0%
	SUBTOTAL - Fundraising and Grants	4,511	10,000	11,100	11,100	-	1,100	6,589	41%
TOTAL REVENUE		748,676	1,951,493	1,961,328	1,954,494	(6,834)	3,001	1,205,818	38%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	228,694	500,008	473,509	473,509	-	26,499	244,815	48%
1300	Certificated Supervisor & Administrator Salaries	105,649	165,373	250,789	250,789	-	(85,416)	145,140	42%
SUBTOTAL - Certificated Employees		334,343	665,381	724,298	724,298	-	(58,917)	389,955	46%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	33,760	68,504	87,117	87,117	-	(18,613)	53,357	39%
2900	Classified Other Salaries	15,801	18,750	34,500	34,500	-	(15,750)	18,700	46%
SUBTOTAL - Classified Employees		49,560	87,254	121,617	121,617	-	(34,363)	72,057	41%
Employee Benefits Summary									
3100	STRS	41,516	82,447	92,228	92,228	-	(9,781)	50,711	45%
3200	PERS	4,656	5,869	9,490	9,490	-	(3,621)	4,834	49%
3300	OASDI-Medicare-Alternative	12,179	17,058	19,409	19,409	-	(2,351)	7,230	63%
3400	Health & Welfare Benefits	56,119	98,213	102,936	102,936	-	(4,723)	46,817	55%
3500	Unemployment Insurance	(0)	376	3,423	3,423	0	(3,047)	3,423	0%
3600	Workers Comp Insurance	4,703	8,655	9,525	9,525	-	(870)	4,822	49%
SUBTOTAL - Employee Benefits		119,173	212,618	237,011	237,011	0	(24,393)	117,838	50%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	43,195	5,000	45,000	45,000	-	(40,000)	1,805	96%
4200	Books & Other Reference Materials	-	3,000	1,000	1,000	-	2,000	1,000	0%
4320	Educational Software	11,870	20,000	14,000	14,000	-	6,000	2,130	85%
4325	Instructional Materials & Supplies	105	7,000	3,000	3,000	-	4,000	2,895	4%
4330	Office Supplies	3,489	4,200	4,200	4,200	-	-	711	83%
4335	PE Supplies	813	1,000	1,000	1,000	-	-	187	81%
4345	Non Instructional Student Materials & Supplies	1,448	3,000	2,500	2,500	-	500	1,052	58%
4346	Teacher Supplies	946	1,000	1,000	1,000	-	-	54	95%
4400	Noncapitalized Equipment	-	5,000	5,000	5,000	-	-	5,000	0%
4410	Classroom Furniture, Equipment & Supplies	133	2,000	2,000	2,000	-	-	1,867	7%
4420	Computers (individual items less than \$5k)	-	19,500	19,500	19,500	-	-	19,500	0%
4700	Food	10,082	39,483	56,076	56,076	-	(16,593)	45,994	18%
4720	Other Food	50	-	500	500	-	(500)	450	10%
	SUBTOTAL - Books and Supplies	72,130	110,183	154,776	154,776	-	(44,593)	82,646	47%
5000	Services & Other Operating Expenses								
5101	CMO Fees	36,457	72,914	134,048	75,995	58,053	(3,081)	39,538	48%
5102	Direct CMO Fee (Shared Staff)	-	12,485	13,341	13,621	(280)	(1,136)	13,621	0%
5200	Travel & Conferences	-	3,000	-	-	-	3,000	-	
5215	Travel - Mileage, Parking, Tolls	467	1,000	1,000	1,000	-	-	533	47%
5220	Travel and Lodging	-	-	3,000	3,000	-	(3,000)	3,000	0%
5300	Dues & Memberships	1,826	1,000	1,826	1,826	-	(826)	-	100%
5450	Insurance - Other	6,563	9,000	9,838	9,838	-	(838)	3,275	67%
5500	Operations & Housekeeping	376	4,000	4,000	4,000	-	-	3,624	9%
5510	Utilities - Gas and Electric	2,617	7,000	7,000	7,000	-	-	4,383	37%
5605	Equipment Leases	2,201	4,800	4,800	4,800	-	-	2,599	46%
5610	Rent	66,000	114,000	113,500	113,500	-	500	47,500	58%
5615	Repairs and Maintenance - Building	(79)	2,000	2,000	2,000	-	-	2,079	-4%
5803	Accounting Fees	-	4,500	4,500	4,500	-	-	4,500	0%
5809	Banking Fees	372	500	500	500	-	-	128	74%
5819	School Programs - Other	702	5,000	5,000	5,000	-	-	4,298	14%
5820	Consultants - Non Instructional - Custom 1	1,901	2,000	8,000	8,000	-	(6,000)	6,100	24%

Magnolia Public Schools - MSA-6

Budget vs. Actuals
As of December 2016 Close

13th month

47852

		Budget vs. Actual		Budget		Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget				
5822	Consultants - Non Instructional - Custom 3	2,000	23,583	23,583	23,583	-	-	21,583	8%
5824	District Oversight Fees	7,027	15,755	15,251	15,183	68	572	8,156	46%
5830	Field Trips Expenses	3,146	10,000	10,000	10,000	-	-	6,854	31%
5845	Legal Fees	2,000	10,000	10,000	10,000	-	-	8,000	20%
5851	Marketing and Student Recruiting	9,823	10,000	18,000	18,000	-	(8,000)	8,178	55%
5857	Payroll Fees	3,680	7,000	7,000	7,000	-	-	3,320	53%
5861	Prior Yr Exp (not accrued)	3,731	-	3,756	3,756	-	(3,756)	25	99%
5863	Professional Development	8,738	32,100	36,000	36,000	-	(3,900)	27,262	24%
5869	Special Education Contract Instructors	11,549	32,000	32,000	32,000	-	-	20,451	36%
5872	Special Education Encroachment	13,065	27,137	25,348	25,348	-	1,789	12,283	52%
5884	Substitutes	3,304	25,000	20,000	20,000	-	5,000	16,696	17%
5887	Technology Services	23,243	72,000	72,000	72,000	-	-	48,757	32%
5898	Bad Debt Expense	0	-	0	0	-	(0)	-	100%
5899	Miscellaneous Operating Expenses	0	40,000	-	-	-	40,000	(0)	
5900	Communications	8,175	24,000	24,000	24,000	-	-	15,825	34%
5915	Postage and Delivery	1,407	4,000	4,000	4,000	-	-	2,593	35%
SUBTOTAL - Services & Other Operating Exp.		220,291	575,774	613,291	555,450	57,842	20,324	335,159	40%
6000	Capital Outlay								
6100	Sites & Improvement of Sites	-	20,000	-	-	-	20,000	-	
SUBTOTAL - Capital Outlay		-	20,000	-	-	-	20,000	-	
TOTAL EXPENSES		795,496	1,671,210	1,850,993	1,793,152	57,842	(121,941)	997,656	44%
6900	Total Depreciation (includes Prior Years)	3,184	6,368	28,726	28,726	-	(22,358)	25,542	11%
TOTAL EXPENSES including Depreciation		798,680	1,657,578	1,879,719	1,821,878	57,842	(164,299)	1,023,197	44%

Magnolia Public Schools - MSA-7

Budget vs. Actuals
As of December 2016 Close

13th month

89982

	Budget vs. Actual			Budget				Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	973,035	2,671,595	2,610,709	2,599,553	(11,156)	(72,042)	1,626,518	37%	
Federal Revenue	90,979	346,072	421,493	421,493	-	75,421	330,514	22%	
Other State Revenues	275,896	578,580	622,567	622,567	-	43,988	346,672	44%	
Local Revenues	50,191	54,198	71,193	71,193	0	16,996	21,003	70%	
Fundraising and Grants	5,148	50,000	25,000	25,000	-	(25,000)	19,852	21%	
Total Revenue	1,395,248	3,700,444	3,750,962	3,739,806	(11,156)	39,362	2,344,558	37%	
Expenses									
Compensation and Benefits (excl adjustment)	806,061	1,710,715	1,742,388	1,633,722	108,666	76,993	917,643	49%	
Books and Supplies	151,490	333,447	306,250	306,250	-	27,197	154,760	49%	
Services and Other Operating Expenditures	700,873	1,557,568	1,645,244	1,626,862	18,382	(69,294)	925,989	43%	
Depreciation	22,513	45,027	36,918	36,918	-	8,109	14,405	61%	
Total Expenses	1,680,938	3,646,756	3,730,800	3,603,752	127,048	43,004	2,012,797	47%	
Operating Income Before One-Time Adjustment	(285,690)	53,688	20,162	136,054	115,892	82,366	331,762	-210%	
One-Time Compensation Adjustment				(89,982)					
Operating Income (including adjustment)				46,072					
Fund Balance									
Beginning Balance (Unaudited)	939,109	922,760	939,109	939,109				100%	
Audit Adjustment	8,244	-	8,244	8,244				100%	
Beginning Balance (Audited)	947,353	922,760	947,353	947,353				100%	
Operating Income (including Depreciation)	(285,690)	53,688	20,162	46,072				-620%	
Ending Fund Balance	661,664	976,448	967,515	993,425				67%	
Capital Outlay	-	60,000	198,325	198,325				-	
Total ADA		291.4	284.7	284.7				0%	

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	616,024	1,804,821	1,695,909	1,684,753	(11,156)	(120,069)	1,068,729	37%
8012	Education Protection Account Entitlement	87,841	387,438	364,640	364,640	-	(22,798)	276,799	24%
8019	State Aid - Prior Years	282	-	282	282	-	282	-	100%
8096	Charter Schools in Lieu of Property Taxes	268,888	479,335	549,878	549,878	-	70,543	280,990	49%
SUBTOTAL - LCFF Entitlement		973,035	2,671,595	2,610,709	2,599,553	(11,156)	(72,042)	1,626,518	37%
8100 Federal Revenue									
8181	Special Education - Entitlement	26,846	56,829	53,691	53,691	-	(3,137)	26,846	50%
8220	Child Nutrition Programs	4,960	169,792	105,994	105,994	0	(63,798)	101,034	5%
8291	Title I	55,637	80,679	84,709	84,709	-	4,030	29,072	66%
8292	Title II	-	1,258	1,127	1,127	-	(131)	1,127	0%
8293	Title III	-	313	-	-	-	(313)	-	-
8296	Other Federal Revenue	3,090	37,200	175,525	175,525	-	138,325	172,435	2%
8297	PY Federal - Not Accrued	446	-	446	446	-	446	-	100%
SUBTOTAL - Federal Income		90,979	346,072	421,493	421,493	0	75,421	330,514	22%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	896	-	896	896	-	896	-	100%
8381	Special Education - Entitlement (State)	78,389	167,864	156,778	156,778	-	(11,085)	78,389	50%
8520	Child Nutrition - State	390	13,246	7,940	7,940	-	(5,306)	7,550	5%
8545	School Facilities Apportionments	94,694	196,321	189,390	189,390	-	(6,931)	94,696	50%
8550	Mandated Cost Reimbursements	3,956	3,937	63,689	63,689	-	59,752	59,733	6%
8560	State Lottery Revenue	-	47,212	53,804	53,804	-	6,592	53,804	0%
8590	All Other State Revenue	71	-	71	71	-	71	-	100%
8596	ASES	97,500	150,000	150,000	150,000	-	-	52,500	65%
SUBTOTAL - Other State Income		275,896	578,580	622,567	622,567	-	43,988	346,672	44%

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8634	Food Service Sales	6,522	12,449	12,449	12,449	-	-	5,926	52%
8636	Uniforms	374	8,468	8,468	8,468	-	-	8,094	4%
8682	Summer Program	28,554	13,600	28,554	28,554	-	14,954	-	100%
8690	Other Local Revenue	8,777	7,140	15,759	15,759	-	8,619	6,982	56%
8699	All Other Local Revenue	90	-	90	90	-	90	-	100%
8714	SpEd Option 3	5,873	12,541	5,873	5,873	0	(6,668)	-	100%
	SUBTOTAL - Local Revenues	50,191	54,198	71,193	71,193	0	16,996	21,003	70%
8800	Donations/Fundraising								
8802	Donations - Private	500	-	500	500	-	500	-	100%
8803	Fundraising	4,648	50,000	24,500	24,500	-	(25,500)	19,852	19%
	SUBTOTAL - Fundraising and Grants	5,148	50,000	25,000	25,000	-	(25,000)	19,852	21%
TOTAL REVENUE		1,395,248	3,700,444	3,750,962	3,739,806	(11,156)	39,362	2,344,558	37%

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	425,143	863,926	935,257	920,976	14,281	(57,050)	495,833	46%
1300	Certificated Supervisor & Administrator Salaries	86,683	159,199	181,516	181,516	-	(22,316)	94,833	48%
SUBTOTAL - Certificated Employees		511,826	1,023,125	1,116,773	1,102,492	14,281	(79,367)	590,666	46%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	40,800	58,170	90,628	90,628	-	(32,458)	49,828	45%
2900	Classified Other Salaries	71,481	251,809	160,692	158,634	2,057	93,175	87,153	45%
SUBTOTAL - Classified Employees		112,281	309,979	251,320	249,262	2,057	60,717	136,981	45%
Employee Benefits Summary									
3100	STRS	60,938	119,347	133,321	131,525	1,797	(12,177)	70,586	46%
3200	PERS	12,940	22,847	27,262	27,262	-	(4,414)	14,321	47%
3300	OASDI-Medicare-Alternative	17,703	43,218	39,201	38,843	357	4,375	21,141	46%
3400	Health & Welfare Benefits	80,862	178,200	155,423	155,423	-	22,777	74,561	52%
3500	Unemployment Insurance	1,340	667	3,684	3,676	8	(3,009)	2,336	36%
3600	Workers Comp Insurance	8,171	13,331	15,405	15,221	184	(1,890)	7,050	54%
SUBTOTAL - Employee Benefits		181,954	377,610	374,296	371,950	2,346	5,661	189,995	49%

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	83,652	45,000	90,000	90,000	-	(45,000)	6,348	93%
4200	Books & Other Reference Materials	498	21,500	5,000	5,000	-	16,500	4,502	10%
4315	Custodial Supplies	1,912	8,000	8,000	8,000	-	-	6,088	24%
4320	Educational Software	10,888	10,000	10,888	10,888	-	(888)	-	100%
4325	Instructional Materials & Supplies	2,074	15,000	14,500	14,500	-	500	12,426	14%
4326	Art & Music Supplies	1,202	500	1,500	1,500	-	(1,000)	298	80%
4330	Office Supplies	6,449	13,200	13,200	13,200	-	-	6,751	49%
4335	PE Supplies	-	2,000	2,000	2,000	-	-	2,000	0%
4345	Non Instructional Student Materials & Supplies	1,224	1,000	1,500	1,500	-	(500)	276	82%
4346	Teacher Supplies	213	2,400	2,400	2,400	-	-	2,187	9%
4351	Yearbook	685	760	760	760	-	-	75	90%
4410	Classroom Furniture, Equipment & Supplies	1,919	4,700	4,400	4,400	-	300	2,481	44%
4420	Computers (individual items less than \$5k)	600	11,500	11,500	11,500	-	-	10,900	5%
4430	Non Classroom Related Furniture, Equipment & Supp	2,552	2,300	2,600	2,600	-	(300)	48	98%
4700	Food	36,278	195,487	132,702	132,702	(0)	62,785	96,424	27%
4720	Other Food	1,344	100	5,300	5,300	-	(5,200)	3,956	25%
	SUBTOTAL - Books and Supplies	151,490	333,447	306,250	306,250	(0)	27,197	154,760	49%

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5000	Services & Other Operating Expenses								
5101	CMO Fees	303,810	607,620	670,240	633,292	36,948	(25,672)	329,482	48%
5102	Direct CMO Fee (Shared Staff)	-	21,260	23,157	22,779	378	(1,519)	22,779	0%
5200	Travel & Conferences	-	407	-	-	-	407	-	-
5210	Conference Fees	120	4,000	4,000	4,000	-	-	3,880	3%
5215	Travel - Mileage, Parking, Tolls	1,032	1,500	1,500	1,500	-	-	468	69%
5220	Travel and Lodging	-	2,772	2,772	2,772	-	-	2,772	0%
5300	Dues & Memberships	2,156	9,000	9,000	9,000	-	-	6,844	24%
5450	Insurance - Other	11,210	14,905	16,642	16,642	-	(1,737)	5,432	67%
5500	Operations & Housekeeping	1,658	10,000	10,000	10,000	-	-	8,342	17%
5510	Utilities - Gas and Electric	22,832	55,680	55,680	55,680	-	-	32,848	41%
5605	Equipment Leases	4,146	8,400	8,400	8,400	-	-	4,254	49%
5610	Rent	151,787	261,761	260,628	260,628	-	1,133	108,841	58%
5615	Repairs and Maintenance - Building	8,265	23,000	23,000	23,000	-	-	14,735	36%
5617	Repairs and Maintenance - Other Equipment	-	2,000	2,000	2,000	-	-	2,000	0%
5803	Accounting Fees	-	5,500	10,000	10,000	-	(4,500)	10,000	0%
5809	Banking Fees	401	3,000	3,000	3,000	-	-	2,599	13%
5813	School Programs - After School Program	75,000	150,000	150,000	150,000	-	-	75,000	50%
5814	School Programs - Academic Competitions	214	108	200	214	(14)	(106)	-	100%
5819	School Programs - Other	-	8,000	8,000	8,000	-	-	8,000	0%
5820	Consultants - Non Instructional - Custom 1	3,362	8,584	8,584	8,584	-	-	5,222	39%
5822	Consultants - Non Instructional - Custom 3	1,120	6,000	10,000	10,000	-	(4,000)	8,880	11%

Magnolia Public Schools - MSA-7

Budget vs. Actuals

As of December 2016 Close

13th month

89982

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5824	District Oversight Fees	11,846	27,250	26,107	25,996	112	1,255	14,149	46%
5830	Field Trips Expenses	3,788	10,000	10,000	10,000	-	-	6,212	38%
5845	Legal Fees	-	10,000	10,000	10,000	-	-	10,000	0%
5851	Marketing and Student Recruiting	(1,097)	3,000	3,000	3,000	-	-	4,097	-37%
5857	Payroll Fees	6,593	21,600	21,600	21,600	-	-	15,007	31%
5861	Prior Yr Exp (not accrued)	(8,942)	-	(9,642)	(8,942)	(700)	8,942	-	100%
5863	Professional Development	6,281	43,100	43,100	43,100	-	-	36,819	15%
5869	Special Education Contract Instructors	36,450	86,324	114,324	114,324	-	(28,000)	77,874	32%
5872	Special Education Encroachment	21,047	44,939	42,094	42,094	-	2,845	21,047	50%
5884	Substitutes	5,084	21,658	21,658	40,000	(18,342)	(18,342)	34,916	13%
5887	Technology Services	25,558	50,600	50,600	50,600	-	-	25,042	51%
5898	Bad Debt Expense	(1)	-	-	-	-	-	1	
5899	Miscellaneous Operating Expenses	0	-	-	0	(0)	(0)	-	100%
5900	Communications	6,033	32,000	32,000	32,000	-	-	25,967	19%
5915	Postage and Delivery	1,120	3,600	3,600	3,600	-	-	2,480	31%
SUBTOTAL - Services & Other Operating Exp.		700,873	1,557,568	1,645,244	1,626,862	18,382	(69,294)	925,989	43%
6000 Capital Outlay									
6200	Buildings & Improvement of Buildings	-	-	138,325	138,325	-	(138,325)	138,325	0%
6400	Equipment	-	60,000	-	-	-	60,000	-	
6410	Computers (capitalizable items)	-	-	60,000	60,000	-	(60,000)	60,000	0%
SUBTOTAL - Capital Outlay		-	60,000	198,325	198,325	-	(138,325)	198,325	0%
TOTAL EXPENSES		1,658,425	3,661,730	3,892,207	3,855,142	37,066	(193,412)	2,196,717	43%
6900	Total Depreciation (includes Prior Years)	22,513	45,027	36,918	36,918	-	8,109	14,405	61%
TOTAL EXPENSES including Depreciation		1,680,938	3,646,756	3,730,800	3,693,734	37,066	(46,978)	2,012,797	46%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

	Budget vs. Actual		Budget					
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance	Variance	Forecast Remaining	% of Forecast Spent
					(Previous vs. Proposed Budget)	(Budget vs. Proposed Budget)		
SUMMARY								
Revenue								
LCFF Entitlement	1,691,123	4,438,632	4,442,047	4,440,491	(1,556)	1,859	2,749,368	38%
Federal Revenue	212,012	296,081	297,469	297,469	-	1,388	85,457	71%
Other State Revenues	239,761	508,978	620,258	620,258	-	111,280	380,496	39%
Local Revenues	42,971	90,229	70,186	70,411	225	(19,818)	27,440	61%
Fundraising and Grants	3,614	20,000	20,000	20,000	-	-	16,387	18%
Total Revenue	2,189,480	5,353,920	5,449,960	5,448,629	(1,331)	94,709	3,259,148	40%
Expenses								
Compensation and Benefits (excl adjustment)	1,359,482	2,842,777	2,819,272	2,701,941	117,331	140,836	1,463,424	50%
Books and Supplies	104,431	297,700	420,157	420,157	-	(122,457)	315,727	25%
Services and Other Operating Expenditures	845,115	2,081,816	2,155,991	2,142,840	13,151	(61,024)	1,297,725	39%
Depreciation	34,078	68,156	84,873	84,873	-	(16,717)	50,795	40%
Total Expenses	2,343,106	5,290,449	5,480,294	5,349,811	130,483	(59,362)	3,127,671	44%
Operating Income Before One-Time Adjustment	(153,625)	63,471	(30,334)	98,817	129,152	35,347	131,478	-155%
One-Time Compensation Adjustment				(120,965)				
Operating Income (including adjustment)				(22,148)				
Fund Balance								
Beginning Balance (Unaudited)	3,061,348	3,019,921	3,061,348	3,061,348				100%
Audit Adjustment	(90,501)	-	(90,501)	(90,501)				100%
Beginning Balance (Audited)	2,970,847	3,019,921	2,970,847	2,970,847				100%
Operating Income (including Depreciation)	(153,625)	63,471	(30,334)	(22,148)				694%
Ending Fund Balance	2,817,222	3,083,391	2,940,513	2,948,699				96%
Capital Outlay	77,808	84,000	84,000	84,000				1
Total ADA		477.7	477.7	477.7				0%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

		Budget vs. Actual							% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	1,071,401	2,995,658	2,885,592	2,884,036	(1,556)	(111,622)	1,812,635	37%
8012	Education Protection Account Entitlement	156,481	657,309	633,310	633,310	-	(23,999)	476,829	25%
8019	State Aid - Prior Years	468	-	468	468	-	468	-	100%
8096	Charter Schools in Lieu of Property Taxes	462,773	785,666	922,677	922,677	-	137,012	459,904	50%
SUBTOTAL - LCFF Entitlement		1,691,123	4,438,632	4,442,047	4,440,491	(1,556)	1,859	2,749,368	38%
8100 Federal Revenue									
8181	Special Education - Entitlement	46,203	93,147	92,406	92,406	-	(741)	46,203	50%
8291	Title I	165,782	200,332	202,691	202,691	-	2,359	36,909	82%
8292	Title II	-	2,451	2,345	2,345	-	(106)	2,345	0%
8293	Title III	-	151	-	-	-	(151)	-	
8297	PY Federal - Not Accrued	27	-	27	27	-	27	-	100%
SUBTOTAL - Federal Income		212,012	296,081	297,469	297,469	-	1,388	85,457	71%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	420	-	420	420	-	420	-	100%
8381	Special Education - Entitlement (State)	134,912	275,141	269,825	269,825	-	(5,316)	134,912	50%
8550	Mandated Cost Reimbursements	6,809	6,453	109,613	109,613	-	103,159	102,804	6%
8560	State Lottery Revenue	-	77,383	90,281	90,281	-	12,897	90,281	0%
8590	All Other State Revenue	120	-	120	120	-	120	-	100%
8596	ASES	97,500	150,000	150,000	150,000	-	-	52,500	65%
SUBTOTAL - Other State Income		239,761	508,978	620,258	620,258	-	111,280	380,496	39%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8636	Uniforms	-	30,662	-	-	-	(30,662)	-	
8682	Summer Program	30,463	13,600	30,463	30,463	-	16,863	-	100%
8693	Field Trips	-	10,200	10,200	10,200	-	-	10,200	0%
8699	All Other Local Revenue	1,452	18,692	18,692	18,692	-	-	17,240	8%
8714	SpEd Option 3	11,056	17,075	10,831	11,056	225	(6,019)	-	100%
	SUBTOTAL - Local Revenues	42,971	90,229	70,186	70,411	225	(19,818)	27,440	61%
8800	Donations/Fundraising								
8803	Fundraising	3,614	20,000	20,000	20,000	-	-	16,387	18%
	SUBTOTAL - Fundraising and Grants	3,614	20,000	20,000	20,000	-	-	16,387	18%
TOTAL REVENUE		2,189,480	5,353,920	5,449,960	5,448,629	(1,331)	94,709	3,259,148	40%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

		Budget vs. Actual							
		Actual	Budget						
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	686,203	1,455,168	1,452,353	1,454,903	(2,550)	264	768,701	47%
1300	Certificated Supervisor & Administrator Salaries	167,091	425,165	347,203	347,203	-	77,962	180,112	48%
SUBTOTAL - Certificated Employees		853,294	1,880,332	1,799,556	1,802,106	(2,550)	78,226	948,812	47%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	63,907	185,996	129,851	129,851	-	56,144	65,944	49%
2900	Classified Other Salaries	132,174	137,069	275,393	275,892	(499)	(138,823)	143,718	48%
SUBTOTAL - Classified Employees		196,081	323,065	405,245	405,744	(499)	(82,679)	209,662	48%
Employee Benefits Summary									
3100	STRS	104,810	234,030	223,868	224,189	(321)	9,841	119,378	47%
3200	PERS	22,726	37,396	46,193	46,345	(153)	(8,949)	23,619	49%
3300	OASDI-Medicare-Alternative	27,161	53,218	58,643	58,718	(75)	(5,500)	31,557	46%
3400	Health & Welfare Benefits	140,336	291,600	256,840	256,840	-	34,760	116,504	55%
3500	Unemployment Insurance	43	1,102	4,102	4,104	(2)	(3,002)	4,060	1%
3600	Workers Comp Insurance	15,031	22,034	24,826	24,860	(34)	(2,827)	9,829	60%
SUBTOTAL - Employee Benefits		310,107	639,379	614,472	615,056	(584)	24,323	304,949	50%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	13,844	22,000	22,000	22,000	-	-	8,156	63%
4200	Books & Other Reference Materials	301	-	1,000	1,000	-	(1,000)	699	30%
4320	Educational Software	18,675	15,000	20,000	20,000	-	(5,000)	1,326	93%
4325	Instructional Materials & Supplies	7,896	35,000	33,669	33,669	-	1,331	25,773	23%
4326	Art & Music Supplies	735	15,000	15,000	15,000	-	-	14,265	5%
4330	Office Supplies	8,362	14,200	25,000	25,000	-	(10,800)	16,638	33%
4335	PE Supplies	331	-	331	331	-	(331)	-	100%
4345	Non Instructional Student Materials & Supplies	4,617	9,000	9,000	9,000	-	-	4,383	51%
4346	Teacher Supplies	1,681	5,000	5,000	5,000	-	-	3,319	34%
4350	Uniforms	-	8,000	-	-	-	8,000	-	
4351	Yearbook	-	5,000	5,000	5,000	-	-	5,000	0%
4400	Noncapitalized Equipment	2,829	-	14,781	14,641	140	(14,641)	11,812	19%
4410	Classroom Furniture, Equipment & Supplies	517	-	377	517	(140)	(517)	-	100%
4420	Computers (individual items less than \$5k)	5,355	11,500	11,500	11,500	-	-	6,145	47%
4430	Non Classroom Related Furniture, Equipment & Su	2,810	8,000	7,500	7,500	-	500	4,690	37%
4700	Food	35,410	140,000	240,000	240,000	-	(100,000)	204,590	15%
4720	Other Food	1,069	10,000	10,000	10,000	-	-	8,931	11%
	SUBTOTAL - Books and Supplies	104,431	297,700	420,157	420,157	(0)	(122,457)	315,727	25%
5000	Services & Other Operating Expenses								
5101	CMO Fees	486,096	972,192	1,027,701	1,013,267	14,434	(41,075)	527,171	48%
5102	Direct CMO Fee (Shared Staff)	-	35,258	37,956	38,555	(599)	(3,297)	38,555	0%
5210	Conference Fees	4,713	10,000	10,000	10,000	-	-	5,288	47%
5215	Travel - Mileage, Parking, Tolls	1,139	5,000	5,000	5,000	-	-	3,861	23%
5220	Travel and Lodging	4,266	10,000	10,000	10,000	-	-	5,734	43%
5300	Dues & Memberships	3,451	7,500	7,500	7,500	-	-	4,049	46%
5450	Insurance - Other	17,230	25,000	25,854	25,854	-	(854)	8,624	67%
5500	Operations & Housekeeping	177	35,000	35,000	35,000	-	-	34,823	1%
5605	Equipment Leases	34,692	50,000	50,000	50,000	-	-	15,308	69%
5610	Rent	51,982	228,961	228,961	228,961	-	-	176,979	23%
5617	Repairs and Maintenance - Other Equipment	1,104	3,000	3,000	3,000	-	-	1,896	37%
5803	Accounting Fees	-	9,021	15,000	15,000	-	(5,979)	15,000	0%

Magnolia Public Schools - MSA-8

Budget vs. Actuals
As of December 2016 Close

13th month

120965

		Budget vs. Actual							
		Actual	Budget						
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5809	Banking Fees	395	500	500	500	-	-	105	79%
5813	School Programs - After School Program	75,000	150,000	150,000	150,000	-	-	75,000	50%
5820	Consultants - Non Instructional - Custom 1	7,652	9,000	9,000	9,000	-	-	1,348	85%
5822	Consultants - Non Instructional - Custom 3	12,756	59,000	59,000	59,000	-	-	46,245	22%
5824	District Oversight Fees	20,794	45,554	44,420	44,405	16	1,149	23,611	47%
5830	Field Trips Expenses	-	30,000	30,000	30,000	-	-	30,000	0%
5845	Legal Fees	6,875	10,000	10,000	10,000	-	-	3,125	69%
5851	Marketing and Student Recruiting	1,861	8,000	8,000	8,000	-	-	6,139	23%
5857	Payroll Fees	7,362	20,784	20,784	20,784	-	-	13,422	35%
5861	Prior Yr Exp (not accrued)	6,306	-	5,606	6,306	(700)	(6,306)	-	100%
5863	Professional Development	12,412	105,000	111,000	111,000	-	(6,000)	98,588	11%
5869	Special Education Contract Instructors	16,086	64,512	64,512	64,512	-	-	48,426	25%
5872	Special Education Encroachment	36,223	73,785	72,446	72,446	-	1,338	36,223	50%
5884	Substitutes	14,820	64,750	64,750	64,750	-	-	49,930	23%
5887	Technology Services	17,850	38,000	38,000	38,000	-	-	20,150	47%
5898	Bad Debt Expense	(0)	-	-	-	-	-	0	
5899	Miscellaneous Operating Expenses	0	-	-	-	-	-	(0)	
5915	Postage and Delivery	3,872	12,000	12,000	12,000	-	-	8,128	32%
SUBTOTAL - Services & Other Operating Exp.		845,115	2,081,816	2,155,991	2,142,840	13,151	(61,024)	1,297,725	39%
6000	Capital Outlay								
6410	Computers (capitalizable items)	77,808	84,000	84,000	84,000	-	-	6,192	93%
SUBTOTAL - Capital Outlay		77,808	84,000	84,000	84,000	-	-	6,192	93%
TOTAL EXPENSES		2,386,836	5,306,293	5,479,421	5,469,903	9,518	(163,610)	3,083,068	44%
6900	Total Depreciation (includes Prior Years)	34,078	68,156	84,873	84,873	-	(16,717)	50,795	40%
TOTAL EXPENSES including Depreciation		2,343,106	5,290,449	5,480,294	5,470,776	9,518	(180,327)	3,127,671	43%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals
As of December 2016 Close

13th month

45129

	Budget vs. Actual		Budget					Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	808,470	4,595,312	5,477,274	5,465,892	(11,382)	870,580	4,657,422	15%	
Federal Revenue	88,965	394,527	783,158	783,158	-	388,631	694,193	11%	
Other State Revenues	94,689	345,918	555,702	556,982	1,280	211,064	462,293	17%	
Local Revenues	15,739	16,505	17,164	26,185	9,020	9,680	10,445	60%	
Fundraising and Grants	27,854	22,000	22,575	27,854	5,279	5,854	-	100%	
Total Revenue	1,035,717	5,374,262	6,855,873	6,860,071	4,198	1,485,809	5,824,354	15%	
Expenses									
Compensation and Benefits (excl adjustment)	1,640,642	3,059,757	3,775,567	3,723,254	52,313	(663,497)	2,127,741	44%	
Books and Supplies	425,583	691,730	866,125	829,376	36,749	(137,646)	403,793	51%	
Services and Other Operating Expenditures	762,482	1,775,769	2,065,550	2,087,914	(22,363)	(312,145)	1,325,432	37%	
Depreciation	198,617	397,234	363,466	373,813	(10,347)	23,420	175,196	53%	
Total Expenses	3,027,325	5,924,489	7,070,710	7,014,357	56,352	(1,089,868)	4,032,161	43%	
Operating Income Before One-Time Adjustment	(1,991,608)	(550,228)	(214,837)	(154,287)	60,550	395,941	1,792,192	1291%	
One-Time Compensation Adjustment				(45,129)					
Operating Income (including adjustment)				(199,416)					
Fund Balance									
Beginning Balance (Unaudited)	8,291,101	8,212,887	8,291,101	8,291,101				100%	
Audit Adjustment	7,820	-	7,820	7,820				100%	
Beginning Balance (Audited)	8,298,921	8,212,887	8,298,921	8,298,921				100%	
Operating Income (including Depreciation)	(1,991,608)	(550,228)	(214,837)	(199,416)				999%	
Ending Fund Balance	6,307,313	7,662,659	8,084,084	8,099,505				78%	
Capital Outlay	37,249	13,389,061	77,875	115,124				0	
Total ADA		511.5	606.0	606.0				0%	

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	681,484	3,517,160	4,208,989	4,197,607	(11,382)	680,447	3,516,124	16%
8012	Education Protection Account Entitlement	14,333	102,290	121,204	121,204	-	18,914	106,871	12%
8096	Charter Schools in Lieu of Property Taxes	112,653	975,862	1,147,081	1,147,081	-	171,219	1,034,428	10%
SUBTOTAL - LCFF Entitlement		808,470	4,595,312	5,477,274	5,465,892	(11,382)	870,580	4,657,422	15%
8100 Federal Revenue									
8181	Special Education - Entitlement	-	17,061	18,000	18,000	-	939	18,000	0%
8220	Child Nutrition Programs	-	183,550	227,287	227,287	-	43,737	227,287	0%
8291	Title I	83,954	134,489	219,592	219,592	-	85,103	135,638	38%
8292	Title II	613	2,362	2,362	2,362	-	-	1,749	26%
8293	Title III	-	2,665	-	-	-	(2,665)	-	
8296	Other Federal Revenue	4,236	54,400	54,400	54,400	-	-	50,164	8%
8297	PY Federal - Not Accrued	162	-	162	162	-	162	-	100%
8298	Implementation Grant	-	-	261,355	261,355	-	261,355	261,355	0%
SUBTOTAL - Federal Income		88,965	394,527	783,158	783,158	-	388,631	694,193	11%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	6,193	-	4,913	6,193	1,280	6,193	-	100%
8381	Special Education - Entitlement (State)	32,229	245,368	304,828	304,828	-	59,460	272,599	11%
8520	Child Nutrition - State	-	7,396	14,137	14,137	(0)	6,742	14,137	0%
8550	Mandated Cost Reimbursements	18,767	10,299	42,286	42,286	-	31,987	23,519	44%
8560	State Lottery Revenue	-	82,855	114,538	114,538	-	31,683	114,538	0%
8590	All Other State Revenue	37,500	-	75,000	75,000	-	75,000	37,500	50%
SUBTOTAL - Other State Income		94,689	345,918	555,702	556,982	1,280	211,064	462,293	17%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8634	Food Service Sales	4,681	15,900	15,900	15,900	-	-	11,220	29%
8636	Uniforms	397	-	397	397	-	397	-	100%
8660	Interest	516	533	533	533	-	-	17	97%
8690	Other Local Revenue	9,354	-	334	9,354	9,020	9,354	-	100%
8699	All Other Local Revenue	-	71	-	-	-	(71)	-	
8999	Uncategorized Revenue	791	-	-	-	-	-	(791)	
SUBTOTAL - Local Revenues		15,739	16,505	17,164	26,185	9,020	9,680	10,445	60%
8800	Donations/Fundraising								
8802	Donations - Private	27,844	-	22,565	27,844	5,279	27,844	-	100%
8803	Fundraising	10	22,000	10	10	-	(21,990)	-	100%
SUBTOTAL - Fundraising and Grants		27,854	22,000	22,575	27,854	5,279	5,854	-	100%
TOTAL REVENUE		1,035,717	5,374,262	6,855,873	6,860,071	4,198	1,485,809	5,824,354	15%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget				Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)		
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	905,461	1,787,100	2,046,663	2,038,608	8,056	(251,508)	1,133,146	44%
1300	Certificated Supervisor & Administrator Salaries	220,875	360,450	495,669	495,669	-	(135,219)	274,794	45%
SUBTOTAL - Certificated Employees		1,126,337	2,147,550	2,542,332	2,534,277	8,056	(386,727)	1,407,940	44%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	76,839	70,000	160,266	160,266	-	(90,266)	83,427	48%
2900	Classified Other Salaries	114,002	165,580	299,187	288,693	10,495	(123,113)	174,691	39%
SUBTOTAL - Classified Employees		190,841	235,580	459,453	448,959	10,495	(213,379)	258,118	43%
Employee Benefits Summary									
3100	STRS	133,737	249,908	301,347	300,333	1,013	(50,425)	166,597	45%
3200	PERS	11,454	8,428	8,841	30,386	(21,545)	(21,958)	18,932	38%
3300	OASDI-Medicare-Alternative	35,359	59,026	81,679	80,795	885	(21,768)	45,436	44%
3400	Health & Welfare Benefits	137,205	332,100	343,614	335,551	8,063	(3,451)	198,347	41%
3500	Unemployment Insurance	-	1,192	4,501	4,492	9	(3,300)	4,492	0%
3600	Workers Comp Insurance	5,711	23,831	33,800	33,591	209	(9,760)	27,880	17%
3900	Other Employee Benefits	-	2,142	-	-	-	2,142	-	-
SUBTOTAL - Employee Benefits		323,465	676,627	773,782	785,148	(11,366)	(108,521)	461,683	41%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	219,577	235,150	240,000	240,000	-	(4,850)	20,423	91%
4200	Books & Other Reference Materials	1,669	35,000	20,000	20,000	-	15,000	18,331	8%
4315	Custodial Supplies	17,756	10,000	30,000	30,000	-	(20,000)	12,244	59%
4320	Educational Software	5,036	10,000	10,000	10,000	-	-	4,964	50%
4325	Instructional Materials & Supplies	15,951	65,500	47,007	47,007	-	18,493	31,056	34%
4326	Art & Music Supplies	3,487	-	10,000	10,000	-	(10,000)	6,513	35%
4330	Office Supplies	14,734	2,200	15,000	15,000	-	(12,800)	266	98%
4335	PE Supplies	5,137	5,000	5,000	5,500	(500)	(500)	363	93%
4345	Non Instructional Student Materials & Supplies	5,824	11,185	10,185	10,185	-	1,000	4,362	57%
4346	Teacher Supplies	5,804	-	9,000	9,000	-	(9,000)	3,196	64%
4400	Noncapitalized Equipment	8,764	25	46,013	8,764	37,249	(8,739)	-	100%
4410	Classroom Furniture, Equipment & Supplies	20,001	3,000	24,121	24,121	-	(21,121)	4,120	83%
4420	Computers (individual items less than \$5k)	45,725	105,825	122,115	122,115	-	(16,290)	76,390	37%
4430	Non Classroom Related Furniture, Equipment & Sup.	2,493	-	2,493	2,493	-	(2,493)	-	100%
4700	Food	50,691	206,845	270,191	270,191	-	(63,345)	219,500	19%
4720	Other Food	2,934	2,000	5,000	5,000	-	(3,000)	2,066	59%
	SUBTOTAL - Books and Supplies	425,583	691,730	866,125	829,376	36,749	(137,646)	403,793	51%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5000	Services & Other Operating Expenses								
5101	CMO Fees	486,096	972,192	1,027,701	1,013,267	14,434	(41,075)	527,171	48%
5102	Direct CMO Fee (Shared Staff)	-	33,233	61,090	72,367	(11,278)	(39,135)	72,367	0%
5210	Conference Fees	1,004	8,809	8,809	8,809	-	-	7,805	11%
5215	Travel - Mileage, Parking, Tolls	1,915	20,000	10,000	10,000	-	10,000	8,085	19%
5300	Dues & Memberships	5,276	6,000	6,000	6,000	-	-	724	88%
5450	Insurance - Other	11,588	32,415	21,456	21,456	-	10,959	9,868	54%
5500	Operations & Housekeeping	21,238	8,500	25,000	25,000	-	(16,500)	3,762	85%
5510	Utilities - Gas and Electric	30,563	55,000	144,772	144,772	-	(89,772)	114,209	21%
5605	Equipment Leases	22,360	47,344	47,344	47,344	-	-	24,984	47%
5610	Rent	37,129	-	36,495	37,129	(633)	(37,129)	-	100%
5615	Repairs and Maintenance - Building	23,101	3,000	5,000	30,000	(25,000)	(27,000)	6,899	77%
5803	Accounting Fees	-	5,000	5,000	5,000	-	-	5,000	0%
5809	Banking Fees	3,769	2,856	7,243	7,243	-	(4,387)	3,475	52%
5813	School Programs - After School Program	315	10,000	15,000	15,000	-	(5,000)	14,685	2%
5814	School Programs - Academic Competitions	3,506	7,500	7,500	7,500	-	-	3,994	47%
5820	Consultants - Non Instructional - Custom 1	1,350	30,000	15,000	15,000	-	15,000	13,650	9%
5822	Consultants - Non Instructional - Custom 3	5,392	57,898	40,000	40,000	-	17,898	34,608	13%
5824	District Oversight Fees	-	46,872	54,773	54,659	114	(7,787)	54,659	0%
5830	Field Trips Expenses	8,139	19,000	19,000	19,000	-	-	10,861	43%
5833	Fines and Penalties	45	-	29,000	29,000	-	(29,000)	28,955	0%

Magnolia Public Schools - MSA-SA

Budget vs. Actuals

As of December 2016 Close

13th month

45129

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5843	Interest - Loans Less than 1 Year	106	227	141	141	-	86	35	75%
5845	Legal Fees	1,244	15,000	15,000	15,000	-	-	13,756	8%
5851	Marketing and Student Recruiting	5,500	30,000	20,000	20,000	-	10,000	14,500	28%
5857	Payroll Fees	12,729	21,600	21,600	21,600	-	-	8,871	59%
5861	Prior Yr Exp (not accrued)	340	-	340	340	-	(340)	-	100%
5863	Professional Development	13,203	35,575	41,575	41,575	-	(6,000)	28,372	32%
5869	Special Education Contract Instructors	17,888	224,000	224,000	224,000	-	-	206,112	8%
5872	Special Education Encroachment	-	-	12,913	12,913	-	(12,913)	12,913	0%
5884	Substitutes	-	51,150	55,000	55,000	-	(3,850)	55,000	0%
5887	Technology Services	34,000	20,000	64,000	64,000	-	(44,000)	30,000	53%
5900	Communications	13,493	4,800	17,000	17,000	-	(12,200)	3,507	79%
5915	Postage and Delivery	1,194	7,799	7,799	7,799	-	-	6,605	15%
SUBTOTAL - Services & Other Operating Exp.		762,482	1,775,769	2,065,550	2,087,914	(22,363)	(312,145)	1,325,432	37%
6000	Capital Outlay								
6200	Buildings & Improvement of Buildings	-	13,332,561	-	-	-	13,332,561	-	
6400	Equipment	37,249	-	-	37,249	(37,249)	(37,249)	-	100%
6410	Computers (capitalizable items)	-	56,500	77,875	77,875	-	(21,375)	77,875	0%
SUBTOTAL - Capital Outlay		37,249	13,389,061	77,875	115,124	(37,249)	13,273,937	77,875	32%
TOTAL EXPENSES		2,865,957	18,916,317	6,785,118	6,800,797	(15,679)	12,115,519	3,934,840	42%
6900	Total Depreciation (includes Prior Years)	198,617	397,234	363,466	373,813	10,347	23,420	175,196	53%
TOTAL EXPENSES including Depreciation		3,027,325	5,924,489	7,070,710	7,059,486	31,917	(1,134,997)	4,032,161	43%

Magnolia Public Schools - MSA-SD

13th month

99934

Budget vs. Actuals

As of December 2016 Close

	Budget vs. Actual			Budget				Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
LCFF Entitlement	1,311,974	3,365,610	3,065,431	3,067,041	1,610	(298,569)	1,755,067	43%	
Federal Revenue	14,237	133,928	139,972	139,972	-	6,044	125,735	10%	
Other State Revenues	102,450	301,331	386,040	386,040	-	84,709	283,590	27%	
Local Revenues	72,465	55,036	88,597	88,597	-	33,561	16,132	82%	
Fundraising and Grants	23,827	20,000	20,000	23,827	3,827	3,827	-	100%	
Total Revenue	1,524,953	3,875,905	3,700,040	3,705,478	5,437	(170,428)	2,180,524	41%	
Expenses									
Compensation and Benefits (excl adjustment)	1,101,627	2,155,725	2,256,594	2,158,964	97,630	(3,239)	1,157,271	51%	
Books and Supplies	80,218	163,559	179,076	180,455	(1,379)	(16,896)	100,237	44%	
Services and Other Operating Expenditures	503,485	1,325,125	1,199,279	1,181,986	17,293	143,139	678,501	43%	
Depreciation	22,310	44,619	39,460	39,460	-	5,159	17,151	57%	
Total Expenses	1,707,640	3,689,029	3,674,409	3,560,866	113,544	128,163	1,953,160	48%	
Operating Income Before One-Time Adjustment	(182,686)	186,876	25,631	144,612	118,981	(42,264)	227,364	-126%	
One-Time Compensation Adjustment				(99,934)					
Operating Income (including adjustment)				44,678					
Fund Balance									
Beginning Balance (Unaudited)	1,173,620	1,053,661	1,173,620	1,173,620				100%	
Audit Adjustment	960	-	960	960				100%	
Beginning Balance (Audited)	1,174,581	1,053,661	1,174,581	1,174,581				100%	
Operating Income (including Depreciation)	(182,686)	186,876	25,631	44,678				-409%	
Ending Fund Balance	991,894	1,240,537	1,200,211	1,219,259				81%	
Capital Outlay									
	-	-	-	-					
Total ADA		453.6	413.0	413.0				0%	

Magnolia Public Schools - MSA-SD

Budget vs. Actuals

As of December 2016 Close

13th month

99934

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
REVENUE									
LCFF Entitlement									
8011	Charter Schools LCFF - State Aid	395,094	812,986	514,613	516,223	1,610	(296,762)	121,129	77%
8012	Education Protection Account Entitlement	90,362	623,404	546,969	546,969	-	(76,435)	456,607	17%
8096	Charter Schools in Lieu of Property Taxes	826,518	1,929,220	2,003,849	2,003,849	-	74,629	1,177,331	41%
SUBTOTAL - LCFF Entitlement		1,311,974	3,365,610	3,065,431	3,067,041	1,610	(298,569)	1,755,067	43%
8100 Federal Revenue									
8181	Special Education - Entitlement	-	48,937	52,875	52,875	-	3,938	52,875	0%
8220	Child Nutrition Programs	722	24,079	24,125	24,125	-	46	23,403	3%
8291	Title I	13,515	24,624	26,810	26,810	-	2,187	13,295	50%
8292	Title II	-	669	662	662	-	(7)	662	0%
8293	Title III	-	120	-	-	-	(120)	-	-
8296	Other Federal Revenue	-	35,500	35,500	35,500	-	-	35,500	0%
SUBTOTAL - Federal Income		14,237	133,928	139,972	139,972	-	6,044	125,735	10%
8300 Other State Revenues									
8319	Other State Apportionments - Prior Years	5,571	-	5,571	5,571	-	5,571	-	100%
8381	Special Education - Entitlement (State)	91,071	221,038	207,749	207,749	-	(13,289)	116,678	44%
8520	Child Nutrition - State	44	3,881	1,872	1,872	(0)	(2,009)	1,828	2%
8550	Mandated Cost Reimbursements	5,764	2,938	92,787	92,787	-	89,849	87,023	6%
8560	State Lottery Revenue	-	73,475	78,061	78,061	-	4,586	78,061	0%
SUBTOTAL - Other State Income		102,450	301,331	386,040	386,040	(0)	84,709	283,590	27%

Magnolia Public Schools - MSA-SD

13th month

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Budget vs. Actuals

As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8636	Uniforms	-	-	-	-	-	-	-	
8660	Interest	552	1,836	1,836	1,836	-	-	1,284	30%
8682	Summer Program	20,404	10,200	20,404	20,404	-	10,204	-	100%
8690	Other Local Revenue	16,348	-	23,337	23,337	-	23,337	6,989	70%
8693	Field Trips	35,140	43,000	43,000	43,000	-	-	7,860	82%
8699	All Other Local Revenue	20	-	20	20	-	20	-	100%
8999	Uncategorized Revenue	-	-	-	-	-	-	-	
	SUBTOTAL - Local Revenues	72,465	55,036	88,597	88,597	-	33,561	16,132	82%
8800	Donations/Fundraising								
8803	Fundraising	23,827	20,000	20,000	23,827	3,827	3,827	-	100%
	SUBTOTAL - Fundraising and Grants	23,827	20,000	20,000	23,827	3,827	3,827	-	100%
TOTAL REVENUE		1,524,953	3,875,905	3,700,040	3,705,478	5,437	(170,428)	2,180,524	41%

Magnolia Public Schools - MSA-SD

13th month

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Budget vs. Actuals

As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1100	Teachers Salaries	542,603	1,264,738	1,138,266	1,140,266	(2,000)	124,472	597,663	48%
1300	Certificated Supervisor & Administrator Salaries:	177,282	338,000	393,114	393,114	-	(55,114)	215,832	45%
SUBTOTAL - Certificated Employees		719,885	1,602,738	1,531,380	1,533,380	(2,000)	69,358	813,495	47%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	73,548	62,033	152,183	152,183	-	(90,149)	78,635	48%
2900	Classified Other Salaries	34,756	32,842	71,352	71,352	-	(38,511)	36,596	49%
SUBTOTAL - Classified Employees		108,304	94,875	223,535	223,535	-	(128,660)	115,231	48%
Employee Benefits Summary									
3100	STRS	84,898	188,731	188,572	188,824	(252)	(93)	103,926	45%
3200	PERS	14,764	12,185	28,669	28,669	-	(16,483)	13,905	51%
3300	OASDI-Medicare-Alternative	22,003	36,871	41,629	41,658	(29)	(4,787)	19,655	53%
3400	Health & Welfare Benefits	140,537	202,500	220,171	220,171	-	(17,671)	79,634	64%
3500	Unemployment Insurance	909	849	2,877	2,878	(1)	(2,030)	1,970	32%
3600	Workers Comp Insurance	10,328	16,976	19,760	19,783	(23)	(2,807)	9,455	52%
SUBTOTAL - Employee Benefits		273,439	458,112	501,679	501,983	(304)	(43,870)	228,544	54%

Magnolia Public Schools - MSA-SD

13th month

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Budget vs. Actuals

As of December 2016 Close

		Budget vs. Actual			Budget				
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	18,074	10,000	18,074	18,074	-	(8,074)	-	100%
4200	Books & Other Reference Materials	337	10,000	10,000	10,000	-	-	9,663	3%
4315	Custodial Supplies	2,038	9,000	6,000	6,000	-	3,000	3,962	34%
4320	Educational Software	4,350	15,000	15,000	15,000	-	-	10,650	29%
4325	Instructional Materials & Supplies	2,610	18,700	18,700	18,700	-	-	16,090	14%
4326	Art & Music Supplies	747	2,200	2,200	2,200	-	-	1,453	34%
4330	Office Supplies	9,733	32,200	32,200	32,200	-	-	22,467	30%
4335	PE Supplies	1,481	5,000	4,000	4,000	-	1,000	2,519	37%
4345	Non Instructional Student Materials & Supplies	2,563	6,000	6,000	6,000	-	-	3,437	43%
4346	Teacher Supplies	854	-	1,000	1,000	-	(1,000)	146	85%
4350	Uniforms	13,716	-	13,337	13,716	(379)	(13,716)	-	100%
4410	Classroom Furniture, Equipment & Supplies	4,186	10,000	10,000	10,000	-	-	5,814	42%
4420	Computers (individual items less than \$5k)	2,024	15,500	10,000	10,000	-	5,500	7,976	20%
4430	Non Classroom Related Furniture, Equipment & Su	3,269	-	3,269	3,269	-	(3,269)	-	100%
4700	Food	12,097	27,959	27,297	27,297	-	662	15,200	44%
4720	Other Food	2,139	2,000	2,000	3,000	(1,000)	(1,000)	861	71%
	SUBTOTAL - Books and Supplies	80,218	163,559	179,076	180,455	(1,379)	(16,896)	100,237	44%

Magnolia Public Schools - MSA-SD

13th month

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Budget vs. Actuals

As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5000	Services & Other Operating Expenses								
5101	CMO Fees	185,109	370,217	337,197	337,375	(177)	32,843	152,266	55%
5102	Direct CMO Fee (Shared Staff)	-	42,738	41,636	22,916	18,720	19,822	22,916	0%
5210	Conference Fees	370	5,000	5,000	5,000	-	-	4,630	7%
5215	Travel - Mileage, Parking, Tolls	1,715	7,000	7,000	7,000	-	-	5,285	25%
5220	Travel and Lodging	9,670	20,000	20,000	20,000	-	-	10,330	48%
5300	Dues & Memberships	3,051	5,400	5,400	5,400	-	-	2,349	56%
5450	Insurance - Other	12,387	19,000	18,580	18,580	-	420	6,193	67%
5500	Operations & Housekeeping	3,382	-	5,000	5,000	-	(5,000)	1,618	68%
5510	Utilities - Gas and Electric	8,499	37,200	30,000	30,000	-	7,200	21,501	28%
5605	Equipment Leases	6,084	10,000	10,000	10,000	-	-	3,916	61%
5610	Rent	175,000	345,000	320,000	320,000	-	25,000	145,000	55%
5615	Repairs and Maintenance - Building	10,164	35,000	15,000	15,000	-	20,000	4,837	68%
5617	Repairs and Maintenance - Other Equipment	727	5,000	5,000	5,000	-	-	4,273	15%
5803	Accounting Fees	-	5,000	5,000	5,000	-	-	5,000	0%
5809	Banking Fees	372	1,000	1,000	1,000	-	-	628	37%
5814	School Programs - Academic Competitions	936	5,000	5,000	5,000	-	-	4,064	19%
5819	School Programs - Other	-	600	600	600	-	-	600	0%

Magnolia Public Schools - MSA-SD

13th month

99934

Budget vs. Actuals

As of December 2016 Close

		Budget vs. Actual			Budget		Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
		Actual YTD	Approved Budget June 6th	November Forecast	Proposed Budget					
5820	Consultants - Non Instructional - Custom 1	-	40,000	-	-	-	40,000	-		
5822	Consultants - Non Instructional - Custom 3	2,331	26,503	26,503	26,503	-	-	24,172	9%	
5824	District Oversight Fees	3,464	33,656	30,654	30,670	(16)	2,986	27,207	11%	
5830	Field Trips Expenses	-	45,000	45,000	45,000	-	-	45,000	0%	
5845	Legal Fees	-	25,000	25,000	25,000	-	-	25,000	0%	
5851	Marketing and Student Recruiting	7,145	24,000	24,000	24,000	-	-	16,855	30%	
5857	Payroll Fees	7,080	18,000	18,000	18,000	-	-	10,920	39%	
5861	Prior Yr Exp (not accrued)	8,806	-	7,572	8,806	(1,234)	(8,806)	-	100%	
5863	Professional Development	1,837	17,100	19,000	19,000	-	(1,900)	17,163	10%	
5869	Special Education Contract Instructors	12,400	70,000	55,000	55,000	-	15,000	42,600	23%	
5872	Special Education Encroachment	-	-	10,425	10,425	-	(10,425)	10,425	0%	
5875	Staff Recruiting	-	1,911	1,911	1,911	-	-	1,911	0%	
5884	Substitutes	2,961	25,000	19,000	19,000	-	6,000	16,039	16%	
5887	Technology Services	31,880	43,800	43,800	43,800	-	-	11,920	73%	
5900	Communications	5,851	42,000	37,000	37,000	-	5,000	31,149	16%	
5915	Postage and Delivery	2,264	-	5,000	5,000	-	(5,000)	2,736	45%	
SUBTOTAL - Services & Other Operating Exp.		503,485	1,325,125	1,199,279	1,181,986	17,293	143,139	678,501	43%	
6000	Capital Outlay									
SUBTOTAL - Capital Outlay		-	-	-	-	-	-	-		
TOTAL EXPENSES		1,685,330	3,644,410	3,634,949	3,621,339	13,610	23,070	1,936,009	47%	
6900	Total Depreciation (includes Prior Years)	22,310	44,619	39,460	39,460	-	5,159	17,151	57%	
TOTAL EXPENSES including Depreciation		1,707,640	3,689,029	3,674,409	3,660,800	13,610	28,229	1,953,160	47%	

MERF

Budget vs. Actuals
As of December 2016 Close

	Budget vs. Actual			Budget				Forecast Remaining	% of Forecast Spent
	Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)			
SUMMARY									
Revenue									
Local Revenues	3,008,303	6,242,850	6,511,359	6,410,367	(100,992)	167,517	3,402,064	47%	
Fundraising and Grants	86,850	150,000	150,000	150,000	-	-	63,150	58%	
Total Revenue	3,095,153	6,392,850	6,661,359	6,560,367	(100,992)	167,517	3,465,214	47%	
Expenses									
Compensation and Benefits (excl adjustment)	1,937,146	3,467,487	3,713,429	3,567,998	145,432	(100,511)	1,630,851	54%	
Books and Supplies	40,827	75,821	94,820	84,820	10,000	(8,999)	43,993	48%	
Services and Other Operating Expenditures	1,273,893	2,537,455	2,825,323	2,616,824	208,500	(79,369)	1,342,931	49%	
Depreciation	3,834	7,666	1,440	1,440	-	6,226	(2,394)	266%	
Total Expenses	3,255,700	6,088,429	6,635,013	6,271,082	363,931	(182,653)	3,015,382	52%	
Operating Income Before One-Time Adjustment	(160,547)	304,421	26,346	289,286	262,939	(15,136)	449,833	-55%	
One-Time Compensation Adjustment				-					
Operating Income (including adjustment)				289,286					
Fund Balance									
Beginning Balance (Unaudited)	(285,175)	(285,175)	(285,175)	(285,175)				100%	
Audit Adjustment	284,225	284,225	311,971	284,225				100%	
Beginning Balance (Audited)	(950)	(950)	26,796	(950)				100%	
Operating Income	(160,547)	304,421	26,346	289,286				-55%	
Ending Fund Balance	(161,497)	303,471	53,142	288,335				-56%	
Capital Outlay	-	-	-	-					

MERF

Budget vs. Actuals
As of December 2016 Close

Budget vs. Actual		Budget					
Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent

MERF

Budget vs. Actuals
As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
8600	Other Local Revenue								
8690	Other Local Revenue	3,890	-	3,890	3,890	-	3,890	-	100%
8699	All Other Local Revenue	21,216	-	21,216	21,216	-	21,216	-	100%
8701	CMO Fee - MSA-1	486,096	972,192	949,506	1,013,267	63,761	41,075	527,171	48%
8702	CMO Fee - MSA-2	486,096	972,192	893,653	918,273	24,620	(53,918)	432,177	53%
8703	CMO Fee - MSA-3	440,524	881,049	860,141	918,273	58,132	37,225	477,749	48%
8704	CMO Fee - MSA-4	36,457	72,914	134,048	75,995	(58,053)	3,081	39,538	48%
8705	CMO Fee - MSA-5	36,457	72,914	134,048	75,995	(58,053)	3,081	39,538	48%
8706	CMO Fee - MSA-6	36,457	72,914	134,048	75,995	(58,053)	3,081	39,538	48%
8707	CMO Fee - MSA-7	303,810	607,620	670,240	633,292	(36,948)	25,672	329,482	48%
8708	CMO Fee - MSA-8	486,096	972,192	1,027,701	1,013,267	(14,434)	41,075	527,171	48%
8709	CMO Fee - MSA-SA	486,096	972,192	1,027,701	1,013,267	(14,434)	41,075	527,171	48%
8712	CMO Fee - MSA-SD	185,109	370,217	337,197	337,375	177	(32,843)	152,266	55%
8713	Direct CMO Fee (Shared Staff)	-	276,455	317,971	310,263	(7,708)	33,808	310,263	0%
SUBTOTAL - Local Revenues		3,008,303	6,242,850	6,511,359	6,410,367	(100,992)	167,517	3,402,064	47%
8800	Donations/Fundraising								
8802	Donations - Private	85,850	150,000	149,000	149,000	-	(1,000)	63,150	58%
8803	Fundraising	1,000	-	1,000	1,000	-	1,000	-	100%
SUBTOTAL - Fundraising and Grants		86,850	150,000	150,000	150,000	-	-	63,150	58%
TOTAL REVENUE		3,095,153	6,392,850	6,661,359	6,560,367	(100,992)	167,517	3,465,214	47%

MERF

Budget vs. Actuals
As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
EXPENSES									
Compensation & Benefits									
Certificated Employees Summary									
1300	Certificated Supervisor & Administrator Salaries	331,900	592,000	664,134	625,571	38,563	(33,571)	293,671	53%
	SUBTOTAL - Certificated Employees	331,900	592,000	664,134	625,571	38,563	(33,571)	293,671	53%
Classified Employees Summary									
2400	Classified Clerical & Office Salaries	1,141,486	2,097,761	2,154,521	2,082,181	72,340	15,580	940,695	55%
2900	Classified Other Salaries	79,605	180,200	171,827	171,827	-	8,373	92,222	46%
	SUBTOTAL - Classified Employees	1,221,091	2,277,961	2,326,348	2,254,008	72,340	23,953	1,032,917	54%
Employee Benefits Summary									
3100	STRS	42,991	44,282	94,474	90,877	3,597	(46,595)	47,886	47%
3200	PERS	4,247	-	10,198	23,362	(13,164)	(23,362)	19,115	18%
3300	OASDI-Medicare-Alternative	83,745	197,565	181,377	175,277	6,100	22,288	91,531	48%
3400	Health & Welfare Benefits	186,678	226,800	275,146	257,806	17,340	(31,006)	71,128	72%
3500	Unemployment Insurance	1,133	13,034	16,207	15,410	796	(2,376)	14,277	7%
3600	Workers Comp Insurance	21,689	28,700	33,673	32,424	1,249	(3,725)	10,735	67%
3700	Retiree Benefits	43,671	87,146	111,873	93,262	18,611	(6,116)	49,590	47%
	SUBTOTAL - Employee Benefits	384,155	597,526	722,948	688,418	34,529	(90,892)	304,263	56%

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Budget vs. Actuals
As of December 2016 Close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
4000	Books & Supplies								
4100	Approved Textbooks & Core Curricula Materials	-	1,020	977	977	-	43	977	0%
4200	Books & Other Reference Materials	43	-	43	43	-	(43)	-	100%
4320	Educational Software	12,200	19,000	12,200	12,200	-	6,800	-	100%
4325	Instructional Materials & Supplies	-	102	-	-	-	102	-	
4330	Office Supplies	5,487	9,099	20,000	15,000	5,000	(5,901)	9,513	37%
4400	Noncapitalized Equipment	-	1,000	-	-	-	1,000	-	
4420	Computers (individual items less than \$5k)	1,481	5,000	10,000	5,000	5,000	-	3,519	30%
4720	Other Food	21,617	40,600	51,600	51,600	-	(11,000)	29,983	42%
	SUBTOTAL - Books and Supplies	40,827	75,821	94,820	84,820	10,000	(8,999)	43,993	48%

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Budget vs. Actuals
As of December 2016 Close

		Budget vs. Actual		Budget					
					Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent	
		Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget				
5000	Services & Other Operating Expenses								
5210	Conference Fees	7,590	38,796	23,796	23,796	-	15,000	16,206	32%
5215	Travel - Mileage, Parking, Tolls	24,243	31,820	53,320	53,320	-	(21,500)	29,077	45%
5220	Travel and Lodging	8,114	96,569	46,569	24,569	22,000	72,000	16,455	33%
5300	Dues & Memberships	7,566	10,200	10,200	10,200	-	-	2,634	74%
5450	Insurance - Other	336	14,688	14,688	14,688	-	-	14,352	2%
5500	Operations & Housekeeping	20,422	20,593	33,593	33,593	-	(13,000)	13,171	61%
5605	Equipment Leases	3,949	12,240	12,240	12,240	-	-	8,291	32%
5610	Rent	92,260	157,200	158,520	158,520	-	(1,320)	66,260	58%
5615	Repairs and Maintenance - Building	-	84	-	-	-	84	-	
5803	Accounting Fees	23,875	6,120	25,000	25,000	-	(18,880)	1,125	96%
5809	Banking Fees	8,484	18,275	18,275	18,275	-	(0)	9,791	46%
5812	Business Services	289,583	695,000	695,000	695,000	-	-	405,417	42%
5819	School Programs - Other	3,915	-	3,400	4,400	(1,000)	(4,400)	485	89%
5822	Consultants - Non Instructional - Custom 3	444,571	884,949	928,955	872,596	56,359	12,353	428,025	51%
5833	Fines and Penalties	575	321	970	970	-	(650)	396	59%
5843	Interest - Loans Less than 1 Year	74	111	111	111	-	-	37	67%

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Budget vs. Actuals
As of December 2016 Close

		Budget vs. Actual			Budget				
		Actual YTD	Approved Budget September 8th	November Forecast	Proposed Budget	Variance (Previous vs. Proposed Budget)	Variance (Budget vs. Proposed Budget)	Forecast Remaining	% of Forecast Spent
5845	Legal Fees	146,037	215,000	300,000	300,000	-	(85,000)	153,963	49%
5848	Licenses and Other Fees	3,489	-	4,000	4,000	-	(4,000)	511	87%
5851	Marketing and Student Recruiting	21,790	70,149	73,649	33,649	40,000	36,500	11,859	65%
5857	Payroll Fees	7,969	18,000	18,000	18,000	-	-	10,031	44%
5861	Prior Yr Exp (not accrued)	16,395	-	57,837	16,697	41,140	(16,697)	302	98%
5863	Professional Development	27,312	100,000	93,200	58,200	35,000	41,800	30,888	47%
5864	Professional Development - Other	12,754	50,000	102,500	87,500	15,000	(37,500)	74,746	15%
5875	Staff Recruiting	7,309	-	21,000	21,000	-	(21,000)	13,691	35%
5887	Technology Services	66,277	65,720	78,500	78,500	-	(12,780)	12,223	84%
5900	Communications	21,484	17,340	36,000	36,000	-	(18,660)	14,516	60%
5915	Postage and Delivery	7,520	14,280	16,000	16,000	-	(1,720)	8,480	47%
SUBTOTAL - Services & Other Operating Exp.		1,273,893	2,537,455	2,825,323	2,616,824	208,500	(79,369)	1,342,931	49%
6000	Capital Outlay								
SUBTOTAL - Capital Outlay		-	-	-	-	-	-	-	
TOTAL EXPENSES		3,251,866	6,080,763	6,633,573	6,269,641	363,931	(188,879)	3,017,775	52%
6900	Total Depreciation (includes Prior Years)	3,834	7,666	1,440	1,440	-	6,226	(2,394)	266%
TOTAL EXPENSES including Depreciation		3,255,700	6,088,429	6,635,013	6,271,082	363,931	(182,653)	3,015,382	52%