



# Magnolia Public Schools

## Board Meeting

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### **Date and Time**

Thursday January 21, 2016 at 6:00 PM

### **Location**

MSA-6 3754 Dunn Drive, Los Angeles, CA 90034

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### **AGENDA**

#### **Regular Meeting of the MPS Board of Directors**

Join as an audio only caller:

US: +1-844-572-5683 extension 1948435

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:

- 6181 Albion Dr. Huntington Beach, CA 92647
- 7220 Trade St. San Diego, CA 92121
- 2451 Ridge Rd. Berkeley, CA 94709
- 449 36th Street #2 Brooklyn, NY 11232
- 1020 South Olive Street, 7th Floor Los Angeles, CA 90015
- 13950 Milton Ave Ste 200 Westminster, CA 92683
- Remotely by dialing in to the numbers provided above

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 Board meetings are invited to contact the MPS central office. If you need special assistance to attend the meeting, please notify Barbara Torres at (714) 892-5066 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 13950 Milton Ave Ste 200 Westminster, CA 92683.

MPS Board Members:

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Umit Yapanel, President  
Noel Russell- Unterburger, Treasurer  
Saken Sherkhanov, Secretary  
Ali Korkmaz  
Mustafa Kaynak  
Remzi Oten  
Serdar Orazov  
Diane Gonzalez  
Nguyen Huynh

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## Agenda

	Purpose	Presenter	Duration
<b>I. Opening Items</b>			
A. Record Attendance and Guests			
B. Call the Meeting to Order			
C. Approve Minutes of Regular Board Meeting, 09.10.15	Approve Minutes	Barbara Torres	
D. Approve Minutes of Regular Board Meeting, 12.10.15	Approve Minutes	Barbara Torres	5
<b>II. Action Items</b>			
A. Approval of Request for Allowance of Attendance Because of Emergency Conditions for MSA 1-8	Vote	David Yilmaz	5
B. Approval of 2015-16 Compliance Monitoring Certification for MSA 1-8	Vote	David Yilmaz	5
C. Approval of Changes in Home Visit Policy	Vote	Terri Boatman	5
D. Approval of Education Protection Account Expenditures (EPA)	Vote	Oswaldo Diaz	15
E. Approval of 2014-15 Unaudited Financials	Vote	Oswaldo Diaz	15
F. Approval of 2014-15 Audited Financial Statements	Vote	Oswaldo Diaz	15
G. Approval of 2015-16 First Interim Financial Report	Vote	Oswaldo Diaz	15
<b>III. Information Items</b>			
A. 18 month plans for MPS Board Committees	Discuss	Andy Gokce	15
<b>IV. Written Reports</b>			
A. MPS Financial Update	FYI	Oswaldo Diaz	5
B. MPS Facilities Update	FYI	Frank Gonzalez	5
<b>V. Closing Items</b>			
A. Adjourn Meeting	Vote		

## Agenda Cover Sheets

**Section:** **II. Action Items**  
**Item:** A. Approval of Request for Allowance of Attendance Because of  
Emergency Conditions for MSA 1-8  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II A ADA Funds.pdf

**Section:** **II. Action Items**  
**Item:** B. Approval of 2015-16 Compliance Monitoring Certification for  
MSA 1-8  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II B Compliance Forms.pdf

**Section:** **II. Action Items**  
**Item:** C. Approval of Changes in Home Visit Policy  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II C Home Visit Policy .pdf

**Section:** **II. Action Items**  
**Item:** D. Approval of Education Protection Account Expenditures (EPA)  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II D EPA Expenditures .pdf

**Section:** **II. Action Items**  
**Item:** E. Approval of 2014-15 Unaudited Financials  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II E Unaudited Financials.pdf

**Section:** **II. Action Items**

**Item:** F. Approval of 2014-15 Audited Financial Statements  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II F Audited Financials.pdf

**Section:** **II. Action Items**  
**Item:** G. Approval of 2015-16 First Interim Financial Report  
**Purpose:** Vote  
**Goal:**  
**Submitted by:**  
**Related Material:** II G First Interim Report.pdf  
2015-16 1st Interim MSASA-am\_151214 (4).xlsm.pdf

**Section:** **IV. Written Reports**  
**Item:** A. MPS Financial Update  
**Purpose:** FYI  
**Goal:**  
**Submitted by:**  
**Related Material:** IV A Finance Update.pdf



# Magnolia Public Schools

## Minutes

### Board Meeting

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#### **Date and Time**

Thursday September 10, 2015 at 6:00 PM

#### **Location**

MSA-4 11330 W. Graham Place B-9 Los Angeles, CA 90064

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#### **Board Members Present**

D. Gonzalez, M. Kaynak (remote), N. Russell-Unterburger (remote), R. Oten (remote), S. Sherkhanov, U. Yapanel (remote)

#### **Board Members Absent**

N. Huynh

#### **Guests Present**

Andy Gokce, B. Torres, Brad Plonka, C. Young, Jason Hernandez, Kelly Hourigan, Kenya Jackson, Lisa Ross, Michelle Crumpton, Mustafa Sahin, Oswaldo Diaz, Rasul Monoshev, Shazeen Mufti, Suat Acar

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### **I. Opening Items**

#### **A.Call the Meeting to Order**

U. Yapanel called a meeting of the board of directors of Magnolia Public Schools to order on Thursday Sep 10, 2015 @ 6:15 PM at MSA-4 11330 W. Graham Place B-9 Los Angeles, CA 90064.

This was a Regular Board Meeting.

#### **B.Flag Salute**

The Flag salute was led by K. Hourigan, Director of Student Services.

### **C. Record Attendance and Guests**

### **D. Approval of the Agenda**

U. Yapanel made a motion to move items II C and II D out of the Consent Agenda for further discussion. No other changes were made to the agenda. S. Sherkhonov made a motion to approve the agenda with the two changes. U. Yapanel seconded. The motion was approved unanimously.

### **E. Oral Communications**

There were no Oral Communications.

### **F. Public Comment**

There were no public comments.

### **G. Approve Minutes**

Minutes were approved as a consent item.

U. Yapanel made a motion to approve minutes from the Board Meeting on 08-13-15.

D. Gonzalez seconded the motion.

The board **VOTED** unanimously to approve the motion.

## **II. Consent Agenda**

### **A. Approval of the State Charter School Facilities Incentive Grants Program Agreements for MSA 2,4,5**

U. Yapanel made a motion to approve the State Charter School Facilities Incentive Grants Program Agreements for MSA 2, 4, and 5. S. Sherkhonov seconded. The motion was approved unanimously.

### **B. Approval of Legal Counsel to the Board**

S. Sherkhonov made a motion to approve the revised contract for Legal Counsel to the Board, Law Office of William M. Nassar & Associates . U. Yapanel seconded. The motion was approved unanimously.

### **C. Approval of Resolution Authorizing MPS Home Office Intra-Company Loan to MSA-Santa Ana**

S. Sherkhonov made a motion to postpone this item until the October Board meeting and direct staff to provide the information that the Board requested. D. Gonzalez seconded. This motion was approved unanimously.

### **D. Approval of Resolution Authorizing MPS Home Office Intra-Company Loan to MSA-Santa Clara**

S. Sherkhonov made a motion to move the approval of the Resolution Authorizing MPS Home Office Intra-Company Loan to MSA- Santa Clara item out of consent agenda and into a regular action item for further discussion. N. Unterburger seconded. The motion to move this item was approved unanimously.  
M. Kaynak arrived late.

### **E. Approval of Legal Counsel for San Diego Site Acquisition**

S. Sherkhonov made a motion to approve the Legal Counsel for San Diego Site Acquisition, Law Offices of Sheppard, Mullin, Richter & Hampton LLP. M. Kaynak seconded. This consent item was approved unanimously.

### **III. Action Items**

#### **A.Potential Las Vegas Expansion**

C. Young summarized to the Board the potential Nevada expansion. She explained the Nevada Achievement School District (Nevada ASD) law for low performing schools and the process to take over these schools. C. Young also explained that there are former Magnolia staff in Nevada, who are willing to come back and work for Magnolia in Nevada. Craig Hulse from Argentum Partners and Alison Serafin, Founder and President of Opportunity 180, briefed the Board on the Nevada project and addressed Board members' questions. O. Diaz, Chief Financial Officer, explained the expected revenue and expenses for this project. Magnolia can step down from the project at any point in the process. MPS Executive team members gave their feedback on the project. S. Sherkhanov moved to give direction to the staff to pursue and make proposal to the state of Nevada and update the board in the upcoming Board meetings to ask for direction. D. Gonzalez seconded. The motion was approved unanimously.

#### **B.Approval of New Board Member Appointment**

U. Yapanel gave a background description of both potential Board members. M. Kaynak made a motion to appoint S. Orazov for the Magnolia Public Schools Board. U. Yapanel seconded. This motion was approved with a 5:1 vote, R. Oten voting no. U. Yapanel made a motion to appoint A. Korkmaz as a Magnolia Public Schools Board member. M. Kaynak seconded. The motion was approved with 5 ayes and 1 abstained vote from S. Sherkhanov. S. Sherkhanov abstained because he nominated this new board member.

#### **C.Nomination of Board Members for San Diego Governance Committee**

M. Kaynak explained to the Board San Diego School District requirements of having a local governance board committee in San Diego. The Board needed to appoint two of it's members to the Committee. M. Kaynak volunteered. S. Sherkhanov made a motion to appoint M. Kaynak and S. Orazov as the committee members. S. Sherkhanov said he would support the committee if and when needed. D. Gonzalez seconded. The motion was approved unanimously.

#### **D.Approval of Salary Scale for Home Office Staff**

A. Gokce, Chief of Staff, presented the home office salary scales to the Board. He explained that the HR director conducted research and analysis of these salary ranges. C. Young, T. Boatman and A. Gokce addressed all Board member questions. S. Sherkhanov made a motion to approve the home office staff salary scale as presented. N. Unterburger seconded. M. Kaynak and U. Yapanel voted no. S. Sherkhanov abstained. This motion was approved with 2 nays, 3 ayes, 1 abstain.

### **IV. Information/Discussion Items**

#### **A.Unaudited 2014-15 Financials**

This item was postponed and will be discussed in the October Board meeting.

#### **B.Financial Update Budget Vs Actuals; MSA Santa Clara**

This item was postponed and will be discussed in the October Board meeting.

#### **C.Public Announcement of Reasons for Closed Session**

S. Sherkhanov informed the public that the Board was going into Closed Session to discuss the items written on the Agenda.

## **V. Closed Session**

### **A.CONFERENCE W LEGAL COUNSEL-ANTICIPATED LITIGATION**

Discussed in Closed Session.

### **B.CONFERENCE WITH REAL PROPERTY NEGOTIATOR**

Property:18220-18224 Sherman Way Agency Negotiator: Frank Gonzalez Under negotiation: Escrow Closure PUBLIC  
Discussed in Closed Session.

### **C.Public Employment- Title: Chief Growth Officer**

Discussed in Closed Session.

### **D.Update on Negotiation Regarding San Diego Site**

Update on Negotiation Regarding possible acquisition of 6365 Lake Atlin Ave. San Diego, CA 92119. Discussed in Closed Session.

### **E.Public Employee Discipline/Dismissal/Release**

Discussed in Closed Session.

## **VI. Public Announcement**

### **A.Announcement of Action(s) Taken in Closed Session**

S. Sherkhanov reported out to the public that the Board gave direction to the Personnel Committee to further investigate the personnel matter and report back to the full Board in the next Board meeting. The Board also approved the acquisition of 18220-18224 Sherman Way, Reseda, CA 91335. He also reported that the survey results for the Chief Growth Officer evaluation would be shared with the Chief Executive Officer, C. Young. No other actions were taken in Closed Session, all approved items were approved unanimously.

## **VII. Written Reports**

### **A.Update on Contracts Signed Over the Summer**

A written report for the Update on Contracts Signed Over the Summer was provided to the Board. There was no discussion on this item.

### **B.2015-16 Enrollment Update**

A written report for the 2015-16 Enrollment Update was provided to the Board. There was no discussion on this item.

### **C.Teaching Positions Filled Update**

A written report for Teaching Positions Filled Update was provided to the Board. There was not discussion on this item.

### **D.Monthly Academic Report**

A written Academic report was provided to the Board. There was no discussion on this item.

### **E.Monthly Financial Report**

A written Financial report was provided to the Board. There was no discussion on this item.

**F.Monthly Facilities Report**

A written Facilities report was provided to the Board. There was no discussion on this item.

**VIII. 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 10:45 PM.

Respectfully Submitted,  
U. Yapanel



# Magnolia Public Schools

## Minutes

### Board Meeting

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#### **Date and Time**

Thursday December 10, 2015 at 6:00 PM

#### **Location**

MSA-6 3754 Dunn Drive, Los Angeles, CA 90034 Teleconference Info: 1-844-572-5683 extension 1948435 Online/App <http://lifesizecloud.com/1948435>

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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:

- MSA-1 school site: 18238 Sherman Way, Reseda, CA, 91335
- MSA-6 school site: 3754 Dunn Dr., Los Angeles, CA, 90034
- 7220 Trade St. San Diego, CA 92121
- 449 36th Street #2 Brooklyn, NY 11232
  
- 1020 South Olive Street, 7th Floor Los Angeles, CA 90015
- 2451 Ridge Rd. Berkeley, CA 94709
- Remotely by dialing in to the numbers provided above

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#### **Board Members Present**

A. Korkmaz (remote), D. Gonzalez, M. Kaynak (remote), N. Huynh (remote), R. Oten (remote), S. Sherkhanov, U. Yapanel

**Board Members Absent**

N. Russell-Unterburger, S. Orazov

**Guests Present**

A. Gokce, A. Rubalcava, B. Torres, C. Young, L. Schlottman, O. Diaz, R. Monoshev

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**I. Opening Items**

**A.Roll call and establishment of quorum**

**B.Call the Meeting to Order**

D. Gonzalez called a meeting of the board of directors of Magnolia Public Schools to order on Thursday Dec 10, 2015 @ 6:20 PM at MSA-6 3754 Dunn Drive, Los Angeles, CA 90034 Teleconference Info: 1-844-572-5683 extension 1948435 Online/App <http://lifesizecloud.com/1948435>.

**C.Approve Minutes of Regular Board Meeting November 12, 2015**

D. Gonzalez made a motion to approve minutes from the Board Meeting on 11-12-15.

S. Orazov seconded the motion.

The board **VOTED** unanimously to approve the motion.

**D.Flag Salute**

A. Rubalcava lead the Flag salute.

**II. Action Items**

**A.Approval of 2014-15 Unaudited Financials**

Approval of the 2014-15 Unaudited Financials were postponed and will be presented at the next MPS Board Meeting.

**B.Approval of 2014-15 Audited Financials**

Approval of the 2014-15 Audited Financials were postponed and will be presented at the next MPS Board Meeting.

**C.Approval of 1st Interim Report FY 2015-16**

Approval of the 1st Interim Report FY 2015-16 was postponed and will be presented on the next MPS board meeting.

**D.Approval of Search Engine Optimization and Reputation Enhancement Software Services**

A. Rubalcava, Chief External Officer, gave a brief introduction of the Search Engine and Reputation Enhancement Software Services. R. Sosikian from RegisterEverywhere.com gave a more detailed report on the company and the services the company would be providing. He explained the role of the webmaster and explained how the system works. He also informed the Board regarding the proposal he provided, how our website is performing now and what can be expected once this software begins to work. A. Rubalcava and R. Sosikian

addressed all board members' questions and concerns. The Board asked if it would be okay to approve this contract without obtaining multiple bids. A. Gokce, Chief of Staff, informed the Board that per advice from Magnolia legal counsel, professional services do not need to be bid.

S. Sherkhanov made a motion to approve the search engine optimization and reputation enhancement software services.

A. Korkmaz seconded the motion.

The board **VOTED** to approve the motion.

**Roll Call**

S. Orazov	Aye
U. Yapanel	Aye
R. Oten	Aye
N. Russell-Unterburger	Absent
M. Kaynak	No
N. Huynh	Aye
D. Gonzalez	Aye
S. Sherkhanov	Aye
A. Korkmaz	Aye

**E.Approval of Magnolia Science Academy-4 Technology Plan**

M. Avsar, College Counselor of MSA-4 representing the school principal Lisa Ross, explained to the Board the technology plan and the need for the iPads. He explained that the state tests require online systems and these iPads will support this process. M. Crumpton, Chief Academic Officer, explained the use of the iPads and the safety control that teachers have over the outside use of the iPads. M. Avsar, C. Young and M. Crumpton addressed all Board members' questions.

N. Huynh made a motion to approve the Magnolia Science Academy-4 Technology Plan.

S. Sherkhanov seconded the motion.

The board **VOTED** unanimously to approve the motion.

**F.Approval of Magnolia Science Academy-3 Denial of Receiving IPADS from LAUSD**

S. Keskinturk, Principal, explained that the iPads are ineffective and MSA-3 would like to deny the iPads from LAUSD.

R. Oten made a motion to approve the Magnolia Science Academy-3 Denial of Receiving iPads from LAUSD.

N. Huynh seconded the motion.

The board **VOTED** unanimously to approve the motion.

**G.Approval of MSA-SA Fiscal Corrective Action Plan (FCAP)**

L. Schlottman, Principal, explained the evidence that will be sent to the CDE to show them how MPS is currently working on enrollment and that MPS did revise the budget and MSA-SA is operating on a revised budget. A. Gokce explained the concerns that the CDE can discuss and he explained the solutions that have been taking place to improve enrollment such as advertisement and news coverage. O. Diaz explained the budget documents that are being worked on and will be included in the files that will be sent to CDE.

U. Yapanel made a motion to approve the MSA-Santa Ana Fiscal Corrective Action Plan (FCAP).

D. Gonzalez seconded the motion.

The board **VOTED** unanimously to approve the motion.

**III. Information Items**

## **A.San Diego Governance Committee Report Regarding Facilities, Finance and Academic Updates**

S. Gokhan, principal, gave a brief report on what was discussed in the San Diego Governance Committee. He addressed Board member questions. No actions were taken as this was an informational item.

### **IV. Closed Session**

#### **A.Public Employment Performance Evaluation: Chief Executive Officer**

This item wa discussed in closed session.

### **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 9:30 PM.

Respectfully Submitted,  
U. Yapanel



# MAGNOLIA PUBLIC SCHOOLS

## Board Of Directors

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Board Agenda Item #	II. A
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	David Yilmaz, Director of Accountability
RE:	Request for ADA funds for the day our LA schools were closed due to emergency

### Proposed Board Recommendation

I move that the board approve the filing of request for allowance of attendance because of emergency conditions for MSA-1 through 8.

### Background

Magnolia Science Academy 1-8 were closed on December 15, 2015. LAUSD Superintendent Cortines ordered that all schools in the District, both charter and traditional, be closed due to terrorist threat. Our schools need to file a request to the CDE in order to be entitled to apportionment and instructional time credit for the day mentioned above. We need board approval and signature of the majority of the board members before we can file this request with the Los Angeles County, which will then forward it to the CDE.

### Budget Implications

Once approved, the schools will receive ADA funds for one (1) school day (for December 15, 2015.)

### Name of Staff Originator:

David Yilmaz (Director of Accountability) and Lydiatt Vega (Executive Office Manager)

### Attachments

- Form J-13A for MSA-1 through MSA-8
- ADA summaries for MSA-1 through MSA-8

**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy

School District (or Charter School) Address: 18238 Sherman Way, Reseda, CA 91335

County-District Code: 19 64733 6119945

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):**

LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School(s): Magnolia Science Academy

School Code(s): CDS Code- 19 64733 6119945, Location Code 8454.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy

School Code(s): CDS- 19 64733 6119945, Location Code 8454.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 523.57 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 523.57 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA):  
ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy      Date 12/15/15      Actual Attendance 0

## LOST OR DESTROYED ATTENDANCE RECORDS

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:

N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:

N/A





**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-2

School District (or Charter School) Address: 17125 Victory Blvd., Van Nuys, CA 91406

County-District Code: 19 64733 0115212

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-2

**School Code(s):** CDS Code- 19 64733 0115212, Location Code 8461.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-

School Code(s): CDS- 19 64733 0115212, Location Code 8461

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 466.19 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 466.19 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 466.19

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-2      Date: 12/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

\_\_\_\_\_  
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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_



**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-3

School District (or Charter School) Address: 1254 E. Helmick Street, Carson, CA 90746

County-District Code: 19 64733 0115030

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

### SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-3

**School Code(s):** CDS Code- 19 64733 0115030, Location Code 8464.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-3

School Code(s): CDS- 19 64733 0115030, Location Code 8464

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 443.05 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 443.05 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 443.05

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-3      Date: 12/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_



**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-4

School District (or Charter School) Address: 11330 W. Graham Place B-9, Los Angeles, CA 90064

County-District Code: 19 64733 0117622

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-4

**School Code(s):** CDS Code- 19 64733 0117622, Location Code 8011.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-4

School Code(s): CDS- 19 64733 0117622, Location Code 8011.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 176.76 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 176.76 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 176.76

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-4      Date: 12/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

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\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_



**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-5

School District (or Charter School) Address: 18230 Kittridge Street, Reseda, CA 91335

County-District Code: 19 64733 0117630

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-5

**School Code(s):** CDS Code- 19 64733 0117630, Location Code 8012.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-5

School Code(s): CDS- 19 64733 0117630, Location Code 8012.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 141.48 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 141.48 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 141.48

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-5      Date: 20/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

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\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF CHARTER SCHOOL GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the Magnolia Science Academy-5 charter school, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

\_\_\_\_\_  
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Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this 21st day of January, 2016.

Signature, Title \_\_\_\_\_  
of Los Angeles County, California

Contact/Individual responsible for preparing this form:

Name: Lydiett Vega Title: Executive Office Manager

Phone: (818) 609-0507x109 Fax: (714) 362-9588 E-mail: lvega@magnoliapublicschools.org

**Approval by Superintendent of Authorized Local Educational Agency (LEA)**

Signature, Title \_\_\_\_\_  
of \_\_\_\_\_ (LEA).

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_  
Date: \_\_\_\_\_

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_  
of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-6

School District (or Charter School) Address: 3754 Dunn Drive, Los Angeles, CA 90034

County-District Code: 19 64733 0117648

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-6

**School Code(s):** CDS Code- 19 64733 0117648, Location Code 8013.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-6

School Code(s): CDS- 19 64733 0117648, Location Code 8013.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 165.24 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 165.24 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 165.24

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-6      Date: 12/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

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\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF CHARTER SCHOOL GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the Magnolia Science Academy-6 charter school, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this 21st day of January, 2016.

Signature, Title \_\_\_\_\_  
of Los Angeles County, California

Contact/Individual responsible for preparing this form:

Name: Lydiett Vega Title: Executive Office Manager

Phone: (818) 609-0507x109 Fax: (714) 362-9588 E-mail: lvega@magnoliapublicschools.org

**Approval by Superintendent of Authorized Local Educational Agency (LEA)**

Signature, Title \_\_\_\_\_  
of \_\_\_\_\_ (LEA).

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_  
Date: \_\_\_\_\_

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_  
of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-7

School District (or Charter School) Address: 18355 Roscoe Blvd., Northridge, CA 91325

County-District Code: 19 64733 0117655

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-7

**School Code(s):** CDS Code- 19 64733 0117655, Location Code 8014.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-7

School Code(s): CDS- 19 64733 0117655, Location Code 8014.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 281.48 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 281.48 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 281.48

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-7      Date: 12/15/2015      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_



**REQUEST FOR ALLOWANCE OF ATTENDANCE  
BECAUSE OF EMERGENCY CONDITIONS  
Form J-13A (Rev. 01-05)**

School District (or Charter School) Name: Magnolia Science Academy-8 (Bell)

School District (or Charter School) Address: 6411 Orchard Avenue, Bell, CA 90201

County-District Code: 19 64733 0122747

County Name: Los Angeles

This form replaces the Form J-13A (Rev. 4-90) and should be used to obtain approval of attendance and instructional time credit under one or more of the following conditions:

- When one or more schools were closed because of conditions described in *Education Code* Section 41422
- When one or more schools were kept open but experienced a material decrease in attendance because of conditions described in *Education Code* Section 46392
- When attendance records have been lost or destroyed as described in *Education Code* Section 46391

Approved credit for instructional time may be used in conjunction with regular instructional days to satisfy the requirements of *Education Code* Section 37202 (equal length of instructional time among schools within a district).

A separate form should be submitted for each emergency event, but credit may be requested for more than one school and under one or more of the foregoing conditions on the same form. Each separate form must include the affidavit of the governing board members and the county superintendent before it can be approved by the State Superintendent of Public Instruction.

The original form (with the board members' affidavit) and two copies should be filed with the county superintendent of schools. If the county superintendent approves the request, he or she should execute the affidavit certifying that approval and forward all pages of the original and one copy of the form to:

Office of Principal Apportionment and Special Education  
School Fiscal Services Division  
California Department of Education  
1430 N Street, Suite 3800  
Sacramento, CA 95814

This form consists of five preprinted pages. Pages 1 and 5 (5C for charter schools) must accompany all submissions. Page 4 (Lost or Destroyed Attendance Records) will not need to be submitted by most districts. Multiple copies of Pages 2 and/or 3 may have to be submitted when claims are made on a school-by-school basis.

## SCHOOL CLOSURE

**Nature of Emergency (describe):** LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

**Name of School(s):** Magnolia Science Academy-8

**School Code(s):** CDS Code- 19 64733 0122747, Location Code 5166.

We request that apportionments be maintained and instructional time credited for the above named school(s) without regard to the fact that the school(s) were closed on (dates):  
Tuesday, December 15, 2015

because of the described emergency. Approval of this request authorizes the local educational agency to disregard these days in the computation of average daily attendance (ADA) (per Section 41422) and obtain credit for instructional time for the days and the instructional minutes that would have been regularly offered on those days pursuant to *Education Code* Section 46200, et seq.

If the school closure resulted from a power outage or impassable roads caused by inclement weather, state the number of school closure days for the same conditions in each of the last five years:

N/A

**MATERIAL DECREASE**

Nature of Emergency (describe): LEVEL 1 TERRORIST THREAT. Supt. Cortines ordered that all schools in the District both charter and traditional be closed.

Name of School: Magnolia Science Academy-8

School Code(s): CDS- 19 64733 0122747, Location Code 5166.

We request the substitution of estimated days of attendance for actual days of attendance in accordance with the provisions of Section 46392. Approval of this request will authorize use of the estimated days of attendance in the computation of apportionments for the foregoing school(s) for (dates) 12/15/2015 during which school attendance was materially decreased because of the described emergency.

Estimated attendance for each day (October or May ADA): 484.90 students per day. Estimated daily attendance multiplied by number of days of material decrease, yields 484.90 days of attendance requested.

State method of determining estimated daily attendance (October or May ADA): October ADA 484.90

ADA for school month beginning on October 1, 2015 and ending on October 31, 2015.

Actual apportionable attendance for days of material decrease: 0

Site: Magnolia Science Academy-8      Date: 12/15/15      Actual Attendance 0

**LOST OR DESTROYED ATTENDANCE RECORDS**

We request the use of estimated attendance in lieu of attendance that cannot be verified because of the loss or destruction of attendance records. This request is made in accordance with Section 46391. The entire period covered by the lost or destroyed records commences with \_\_\_\_\_, 2\_\_\_\_, up to and including, \_\_\_\_\_, 2\_\_\_\_\_.

Describe circumstances and extent of records loss or destruction:  
N/A

Describe how it is proposed to reconstruct attendance records or estimate attendance in the absence of records:  
N/A

**AFFIDAVIT OF GOVERNING BOARD MEMBERS**

We, members constituting a majority of the governing board of the \_\_\_\_\_ school district, hereby swear (or affirm) that the foregoing statements are true and are based on official district records.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Printed Names

Signatures

**At least a majority of the members of the governing board shall execute this affidavit.**

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_

**AFFIDAVIT OF COUNTY SUPERINTENDENT OF SCHOOLS**

The information and statements contained in the foregoing request are true and correct to the best of my knowledge and belief.

Signature, County Superintendent of Schools \_\_\_\_\_

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

Subscribed and sworn (or affirmed) before me, this \_\_\_\_ day of \_\_\_\_\_, 2\_\_\_\_.

Signature, Title \_\_\_\_\_

of \_\_\_\_\_ County, California

Contact/Individual responsible for preparing this form:

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

Phone: \_\_\_\_\_ Fax : \_\_\_\_\_ E-mail: \_\_\_\_\_



# ADA Summary Report

**School Name:** Magnolia Science Academy-1  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	11314
Actual:	10995
ADA:	523.57
ADA%:	97.18%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-A	0	0	0	0	0	0	0	0	0	0	28	0	28	0	0	0	5	1	582	588	0	588	27.714	98.98%
	6-B	0	0	0	0	0	0	0	0	0	0	28	0	28	0	0	0	10	16	562	588	0	588	26.762	95.58%
	6-C	0	0	0	0	1	0	0	0	0	1	28	1	29	0	0	0	15	1	591	607	2	609	28.143	97.36%
	<b>Sub Total:</b>	0	0	0	0	1		0	0	0	0	84	1	85	0	0	0	30	18	1735	1783	2	1785	82.619	97.31%
07	7-A	0	0	0	0	0	0	1	0	0	0	30	0	30	1	0	0	17	1	596	614	16	630	28.381	97.07%
	7-B	0	0	0	0	0	0	0	0	0	0	27	0	27	0	0	0	36	2	529	567	0	567	25.19	93.3%
	7-C	0	0	0	0	0	0	0	0	0	0	28	0	30	0	0	0	10	1	583	594	36	630	27.762	98.15%
	<b>Sub Total:</b>	0	0	0	0	0		1	0	0	0	85	0	87	1	0	0	63	4	1708	1775	52	1827	81.333	96.17%
08	8-A	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	7	1	538	546	0	546	25.619	98.53%
	8-B	0	0	0	0	0	0	0	0	0	0	22	0	22	0	0	0	10	0	452	462	0	462	21.524	97.84%
	8-C	0	0	0	0	0	0	0	0	0	0	24	0	24	0	0	0	11	0	493	504	0	504	23.476	97.82%
	8-D	0	0	0	0	0	0	0	0	0	0	25	0	25	0	0	0	12	0	513	525	0	525	24.429	97.71%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	97	0	97	0	0	0	40	1	1996	2037	0	2037	95.048	97.98%
09	9-A	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	5	1	477	483	0	483	22.714	98.76%
	9-B	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	6	3	474	483	0	483	22.571	98.14%
	9-C	0	0	0	0	0	0	0	0	0	0	25	0	25	0	0	0	7	0	518	525	0	525	24.667	98.67%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	71	0	71	0	0	0	18	4	1469	1491	0	1491	69.952	98.52%
10	10-A	0	0	0	0	0	0	1	0	0	0	25	0	25	1	0	0	3	0	508	511	14	525	24.19	99.41%
	10-B	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	11	0	472	483	0	483	22.476	97.72%
	10-C	0	0	0	0	0	0	0	0	0	0	22	0	22	0	0	0	21	10	431	462	0	462	20.524	93.29%

<b>10</b>	<b>Sub Total:</b>	0	0	0	0	0	1	0	0	0	70	0	70	1	0	0	35	10	1411	1456	14	1470	67.19	96.81%
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<b>11</b>	11-A	0	0	0	0	0	0	0	0	0	0	22	0	22	0	0	0	4	0	458	462	0	462	21.81	99.13%
	11-B	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	13	0	533	546	0	546	25.381	97.62%
	11-C	0	0	0	0	0	0	0	0	0	0	24	0	24	0	0	0	28	3	473	504	0	504	22.524	93.85%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	72	0	72	0	0	0	45	3	1464	1512	0	1512	69.714	96.87%

<b>12</b>	12-A	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	25	1	688	714	0	714	32.762	96.36%
	12-B	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	20	2	524	546	0	546	24.952	95.97%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	60	0	60	0	0	0	45	3	1212	1260	0	1260	57.714	96.16%

<b>Total:</b>	0	0	0	0	1	2	0	0	0	539	1	542	2	0	0	276	43	10995	11314	68	11382	523.571	97.18%
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\* No attendance data was found for 0 pupil days.  
 Total number of missing Leave Code =0  
 Total number of missing Entry Code =0  
 Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

## ADA Summary Report

**School Name:** Magnolia Science Academy-2  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	10228
Actual:	9790
ADA:	466.19
ADA%:	95.72%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-A	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	9	3	681	693	0	693	32.429	98.27%
	6-B	0	0	0	0	0	0	0	0	0	0	31	0	31	0	0	0	19	4	628	651	0	651	29.905	96.47%
	6-C	0	0	0	0	0	0	0	0	0	0	32	0	32	0	0	0	13	2	657	672	0	672	31.286	97.77%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	96	0	96	0	0	0	<b>41</b>	<b>9</b>	<b>1966</b>	<b>2016</b>	<b>0</b>	<b>2016</b>	<b>93.619</b>	<b>97.5%</b>

07	7-A	0	0	0	0	0	0	1	0	0	0	35	0	35	1	0	0	16	5	706	727	8	735	33.619	97.11%
	7-B	0	0	0	0	0	0	0	0	0	0	35	0	35	0	0	0	21	12	702	735	0	735	33.429	95.51%
	7-C	0	0	0	0	0	0	0	0	0	0	35	0	35	0	0	0	19	2	714	735	0	735	34	97.14%
	<b>Sub Total:</b>	0	0	0	0	0		1	0	0	0	105	0	105	1	0	0	<b>56</b>	<b>19</b>	<b>2122</b>	<b>2197</b>	<b>8</b>	<b>2205</b>	<b>101.048</b>	<b>96.59%</b>

08	8-A	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	14	4	696	714	0	714	33.143	97.48%
	8-B	0	0	0	0	0	0	0	0	0	0	35	0	35	0	0	0	28	4	703	735	0	735	33.476	95.65%
	8-C	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	23	1	690	714	0	714	32.857	96.64%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	103	0	103	0	0	0	<b>65</b>	<b>9</b>	<b>2089</b>	<b>2163</b>	<b>0</b>	<b>2163</b>	<b>99.476</b>	<b>96.59%</b>

09	9-A	0	2	0	0	0	0	0	0	0	0	23	2	25	0	0	0	36	4	485	525	0	525	23.095	92.38%
	9-B	0	2	0	0	0	0	0	0	0	0	25	2	27	0	0	1	26	7	506	540	27	567	24.095	93.7%
	<b>Sub Total:</b>	0	4	0	0	0		0	0	0	0	48	4	52	0	0	1	<b>62</b>	<b>11</b>	<b>991</b>	<b>1065</b>	<b>27</b>	<b>1092</b>	<b>47.19</b>	<b>93.04%</b>

10	10-A	0	0	0	0	0	0	1	0	0	0	23	0	23	1	0	0	15	0	460	475	8	483	21.905	96.84%
	10-B	0	0	0	0	0	0	1	0	0	0	23	0	23	1	0	0	20	9	435	464	19	483	20.714	93.75%
	<b>Sub Total:</b>	0	0	0	0	0		2	0	0	0	46	0	46	2	0	0	<b>35</b>	<b>9</b>	<b>895</b>	<b>939</b>	<b>27</b>	<b>966</b>	<b>42.619</b>	<b>95.3%</b>

11	11-A	0	0	0	0	0	0	0	0	0	0	20	0	20	0	0	0	26	1	393	420	0	420	18.714	93.57%
	11-B	0	0	0	0	0	0	0	0	0	0	20	0	20	0	0	0	31	1	388	420	0	420	18.476	92.38%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	40	0	40	0	0	0	<b>57</b>	<b>2</b>	<b>781</b>	<b>840</b>	<b>0</b>	<b>840</b>	<b>37.19</b>	<b>92.98%</b>

12	12-12 A	0	0	0	0	0	0	0	0	0	0	24	0	24	0	0	0	27	3	474	504	0	504	22.571	94.05%
	12-12 B	0	0	0	0	0	0	0	0	0	0	24	0	24	0	0	0	22	10	472	504	0	504	22.476	93.65%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	48	0	48	0	0	0	<b>49</b>	<b>13</b>	<b>946</b>	<b>1008</b>	<b>0</b>	<b>1008</b>	<b>45.048</b>	<b>93.85%</b>

<b>Total:</b>	0	4	0	0	0		3	0	0	0	486	4	490	3	0	1	365	72	9790	10228	62	10290	466.19	95.72%
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\* No attendance data was found for 1 pupil days.  
Total number of missing Leave Code =0  
Total number of missing Entry Code =0  
Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

## ADA Summary Report

**School Name:** Magnolia Science Academy-3  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	9545
Actual:	9304
ADA:	443.05
ADA%:	97.48%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-Cobr	0	0	0	0	0	0	1	0	0	0	30	0	30	1	0	0	6	8	610	624	6	630	29.048	97.76%
	6-Sidw	0	0	0	0	0	0	0	0	0	0	30	0	30	0	0	0	8	0	622	630	0	630	29.619	98.73%
	6-Tai	0	1	0	0	0	0	0	0	0	0	28	1	29	0	0	1	5	1	586	593	16	609	27.905	98.82%
	<b>Sub Total:</b>	0	1	0	0	0		1	0	0	0	88	1	89	1	0	1	19	9	1818	1847	22	1869	86.571	98.44%

07	7-Cobr	0	1	0	0	0	0	0	1	0	0	31	1	32	1	0	2	17	1	640	660	12	672	30.476	96.97%
	7-Sidw	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	12	1	680	693	0	693	32.381	98.12%
	7-Tai	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	5	5	704	714	0	714	33.524	98.6%
	<b>Sub Total:</b>	0	1	0	0	0		0	1	0	0	98	1	99	1	0	2	34	7	2024	2067	12	2079	96.381	97.9%

08	8-Cob	0	0	0	0	0	0	2	0	0	0	33	0	33	2	0	0	11	0	660	671	22	693	31.429	98.36%
	8-Sidw	0	0	0	0	0	0	0	0	0	0	32	0	32	0	0	0	17	5	650	672	0	672	30.952	96.73%
	8-Taip	0	0	0	0	0	0	0	0	0	0	31	0	31	0	0	0	16	2	633	651	0	651	30.143	97.24%
	<b>Sub Total:</b>	0	0	0	0	0		2	0	0	0	96	0	96	2	0	0	44	7	1943	1994	22	2016	92.524	97.44%

09	9-Cobr	0	1	0	0	1	0	0	2	0	1	24	2	26	2	0	0	4	2	494	500	46	546	23.524	98.8%
	9-Tai	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	10	1	535	546	0	546	25.476	97.99%
	<b>Sub Total:</b>	0	1	0	0	1		0	2	0	0	50	2	52	2	0	0	14	3	1029	1046	46	1092	49	98.39%

10	10-Cob	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	18	2	526	546	0	546	25.048	96.34%
	10-Tai	0	0	0	0	0	0	1	0	0	0	21	0	21	1	0	0	5	9	418	432	9	441	19.905	96.76%
	<b>Sub Total:</b>	0	0	0	0	0		1	0	0	0	47	0	47	1	0	0	23	11	944	978	9	987	44.952	96.55%

11	11-Cobr	0	0	0	0	0	0	0	0	0	0	21	0	22	0	0	0	10	6	442	458	4	462	21.048	96.51%
	11-Taip	0	0	0	0	0	0	0	0	0	0	21	0	21	0	0	0	14	4	423	441	0	441	20.143	95.92%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	42	0	43	0	0	0	24	10	865	899	4	903	41.19	96.21%

12	12-Cobr	0	0	0	0	0	0	0	0	0	0	18	0	18	0	0	0	12	6	360	378	0	378	17.143	95.24%
	12-Taip	0	0	0	0	0	0	0	0	0	0	16	0	16	0	0	0	14	1	321	336	0	336	15.286	95.54%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	34	0	34	0	0	0	26	7	681	714	0	714	32.429	95.39%

<b>Total:</b>	0	3	0	0	1		4	3	0	0		455	4	460	7	0	3	184	54	9304	9545	115	9660	443.048	97.48%
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\* No attendance data was found for 3 pupil days.  
Total number of missing Leave Code =0  
Total number of missing Entry Code =0  
Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

## ADA Summary Report

**School Name:** Magnolia Science Academy-4  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	3877
Actual:	3712
ADA:	176.76
ADA%:	95.74%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-MIT	0	1	1	0	0	0	0	0	0	0	11	2	13	0	0	2	2	2	258	264	9	273	12.286	97.73%
	<b>Sub Total:</b>	0	1	1	0	0		0	0	0	0	11	2	13	0	0	2	2	2	258	264	9	273	12.286	97.73%
07	7-UCSD	0	0	0	0	0	0	0	0	0	0	24	0	24	0	0	0	6	0	498	504	0	504	23.714	98.81%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	24	0	24	0	0	0	6	0	498	504	0	504	23.714	98.81%
08	8-LMU	0	1	0	0	0	0	0	0	0	0	33	1	34	0	0	0	21	0	686	707	7	714	32.667	97.03%
	<b>Sub Total:</b>	0	1	0	0	0		0	0	0	0	33	1	34	0	0	0	21	0	686	707	7	714	32.667	97.03%
09	9-UCLA	0	2	0	0	0	0	1	0	0	0	20	2	22	1	0	0	13	10	421	444	18	462	20.048	94.82%
	9-USC	0	0	0	0	0	0	0	0	0	0	20	0	20	0	0	0	9	8	403	420	0	420	19.19	95.95%
	<b>Sub Total:</b>	0	2	0	0	0		1	0	0	0	40	2	42	1	0	0	22	18	824	864	18	882	39.238	95.39%
10	10-CORN	0	1	0	0	0	0	0	0	0	0	26	1	27	0	0	4	20	9	518	551	16	567	24.667	94.01%
	<b>Sub Total:</b>	0	1	0	0	0		0	0	0	0	26	1	27	0	0	4	20	9	518	551	16	567	24.667	94.01%
11	11-HARV	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	19	12	515	546	0	546	24.524	94.32%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	26	0	26	0	0	0	19	12	515	546	0	546	24.524	94.32%
12	12-PRIN	0	0	0	0	0	0	0	0	0	0	21	0	21	0	0	0	22	6	413	441	0	441	19.667	93.65%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	21	0	21	0	0	0	22	6	413	441	0	441	19.667	93.65%
<b>Total:</b>		0	5	1	0	0		1	0	0	0	181	6	187	1	0	6	112	47	3712	3877	50	3927	176.762	95.74%

\* No attendance data was found for 6 pupil days.  
 Total number of missing Leave Code =0  
 Total number of missing Entry Code =0  
 Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

# ADA Summary Report

**School Name:** Magnolia Science Academy-5  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	3108
Actual:	2971
ADA:	141.48
ADA%:	95.59%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-A	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	7	5	471	483	0	483	22.429	97.52%
	6-B	0	0	0	0	0	0	0	0	0	0	22	0	22	0	0	0	22	4	436	462	0	462	20.762	94.37%
	6-C	0	0	0	0	0	0	0	0	0	0	19	0	19	0	0	0	3	2	394	399	0	399	18.762	98.75%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	64	0	64	0	0	0	32	11	1301	1344	0	1344	61.952	96.88%
07	7-A	0	0	0	0	0	0	0	0	0	0	21	0	21	0	0	0	25	6	410	441	0	441	19.524	92.97%
	7-B	0	0	0	0	0	0	0	0	0	0	20	0	20	0	0	0	9	6	405	420	0	420	19.286	96.43%
	7-C	0	0	0	0	0	0	0	0	0	0	20	0	20	0	0	0	8	11	401	420	0	420	19.095	95.48%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	61	0	61	0	0	0	42	23	1216	1281	0	1281	57.905	94.96%
08	8-A	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	22	7	454	483	0	483	21.619	94%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	22	7	454	483	0	483	21.619	94%
<b>Total:</b>		0	0	0	0	0	0	0	0	0	0	148	0	148	0	0	0	96	41	2971	3108	0	3108	141.476	95.59%

\* No attendance data was found for 0 pupil days.  
 Total number of missing Leave Code =0  
 Total number of missing Entry Code =0  
 Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd** :# no Attendance Data

**Exc** :Excused Absences  
**Unex** :Unexcused absences  
**Actual** : Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE** : Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

# ADA Summary Report

**School Name:** Magnolia Science Academy-6  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	3502
Actual:	3470
ADA:	165.24
ADA%:	99.09%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-MIT	0	0	1	0	0	0	0	0	0	0	30	1	31	0	0	1	1	0	639	641	10	651	30.429	99.69%
	6-USC	0	0	0	0	0	0	0	0	0	0	31	0	31	0	0	0	11	0	640	651	0	651	30.476	98.31%
	<b>Sub Total:</b>	0	0	1	0	0		0	0	0	0	61	1	62	0	0	1	12	0	1279	1292	10	1302	60.905	99%

07	7-HAR	0	1	0	0	0	0	0	0	0	0	27	1	28	0	0	1	3	0	582	586	2	588	27.714	99.32%
	7-STAN	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	4	0	542	546	0	546	25.81	99.27%
	<b>Sub Total:</b>	0	1	0	0	0		0	0	0	0	53	1	54	0	0	1	7	0	1124	1132	2	1134	53.524	99.29%

08	8-UCLA	0	0	1	0	0	0	0	0	0	0	25	1	26	0	0	1	5	0	530	536	10	546	25.238	98.88%
	8-Yale	0	0	0	1	0	0	0	0	0	0	25	1	26	0	0	0	5	0	537	542	4	546	25.571	99.08%
	<b>Sub Total:</b>	0	0	1	1	0		0	0	0	0	50	2	52	0	0	1	10	0	1067	1078	14	1092	50.81	98.98%

<b>Total:</b>	0	1	2	1	0		0	0	0	0	0	164	4	168	0	0	3	29	0	3470	3502	26	3528	165.238	99.09%
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\* No attendance data was found for 3 pupil days.  
 Total number of missing Leave Code = 0  
 Total number of missing Entry Code = 0  
 Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** :# of stds withdrawing  
**Cur** :# of stds remaining close of month  
**nAd** :# no Attendance Data

**Exc**: Excused Absences  
**Unex**: Unexcused absences  
**Actual**: Actual attendance  
**Max**: Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total**: Inst.days \* NumOfStds

## ADA Summary Report

**School Name:** Magnolia Science Academy-7  
**Report Start Date:** October 01, 2015  
**Report End Date:** October 31, 2015

Average Daily Attendance	
Max pup:	6110
Actual:	5911
ADA:	281.48
ADA%:	96.74%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
00	KG-A	0	0	0	0	0	0	0	0	0	0	23	0	23	0	0	0	24	0	459	483	0	483	21.857	95.03%
	KG-TK	0	0	0	0	0	0	0	0	0	0	2	0	2	0	0	0	1	0	41	42	0	42	1.952	97.62%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	25	0	25	0	0	0	25	0	500	525	0	525	23.81	96.33%
01	1-A	0	0	0	0	0	0	0	0	0	0	27	0	27	0	0	0	16	0	551	567	0	567	26.238	97.18%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	27	0	27	0	0	0	16	0	551	567	0	567	26.238	97.18%
02	2-A	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	17	0	529	546	0	546	25.19	96.89%
	2-B	0	0	0	0	0	0	0	0	0	0	27	0	27	0	0	0	12	0	555	567	0	567	26.429	97.88%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	53	0	53	0	0	0	29	0	1084	1113	0	1113	51.619	97.39%
03	3-A	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	19	1	526	546	0	546	25.048	96.34%
	3-B	0	0	0	0	0	0	0	0	0	0	25	0	25	0	0	0	13	5	507	525	0	525	24.143	96.57%
	3-C	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	28	0	518	546	0	546	24.667	94.87%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	77	0	77	0	0	0	60	6	1551	1617	0	1617	73.857	95.93%
04	4-A	0	0	0	0	0	0	0	0	0	0	28	1	29	0	0	2	6	4	596	608	1	609	28.381	98.03%
	4-B	0	0	0	0	0	0	0	0	0	0	29	0	29	0	0	0	21	5	583	609	0	609	27.762	95.73%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	57	1	58	0	0	2	27	9	1179	1217	1	1218	56.143	96.88%
05	5-A	0	0	0	0	0	0	0	0	0	0	26	0	26	0	0	0	18	0	528	546	0	546	25.143	96.7%
	5-B	0	0	0	0	0	0	0	0	0	0	25	0	25	0	0	0	7	0	518	525	0	525	24.667	98.67%
	<b>Sub Total:</b>	0	0	0	0	0	0	0	0	0	0	51	0	51	0	0	0	25	0	1046	1071	0	1071	49.81	97.68%
	<b>Total:</b>	0	0	0	0	0	0	0	0	0	0	290	1	291	0	0	2	182	15	5911	6110	1	6111	281.476	96.74%

\* No attendance data was found for 2 pupil days.  
Total number of missing Leave Code =0  
Total number of missing Entry Code =0  
Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE** : Days Not Enrolled  
**Total** :Inst.days \* NumOfStds

# ADA Summary Report

School Name: Magnolia Science Academy-8  
 Report Start Date: October 01, 2015  
 Report End Date: October 31, 2015

Average Daily Attendance	
Max pup:	10364
Actual:	10183
ADA:	484.9
ADA%:	98.25%
Inst. days:	21

Grd	Group	E1	E2	E3	E4	E5	L1	L2	L3	L4	L5	Lst	Add	Ros	Rem	Cur	nAd	EXC	UNEX	ACTUAL	MAX	DNE	TOTAL	ADA	ADA %
06	6-A	0	1	0	0	0	0	0	0	0	0	32	1	33	0	0	0	8	1	675	684	9	693	32.143	98.68%
	6-B	0	0	0	0	0	0	0	0	0	0	33	0	33	1	0	0	12	0	680	692	1	693	32.381	98.27%
	6-C	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	1	0	692	693	0	693	32.952	99.86%
	6-D	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	9	0	684	693	0	693	32.571	98.7%
	6-E	0	0	0	0	0	0	0	0	0	0	32	0	32	0	0	0	7	0	665	672	0	672	31.667	98.96%
	<b>Sub Total:</b>	0	1	0	0	0		0	0	0	0	1	163	1	164	1	0	0	37	1	3396	3434	10	3444	161.714
07	7-A	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	12	4	677	693	0	693	32.238	97.69%
	7-B	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	3	0	690	693	0	693	32.857	99.57%
	7-C	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	13	2	699	714	0	714	33.286	97.9%
	7-D	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	8	1	705	714	0	714	33.571	98.74%
	7-E	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	11	2	701	714	0	714	33.381	98.18%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	0	168	0	168	0	0	0	47	9	3472	3528	0	3528	165.333
08	8-A	0	0	0	0	0	0	0	0	0	0	31	0	31	0	0	0	10	4	637	651	0	651	30.333	97.85%
	8-B	0	0	0	0	0	0	0	0	0	0	31	0	31	0	0	0	16	1	634	651	0	651	30.19	97.39%
	8-C	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	26	9	658	693	0	693	31.333	94.95%
	8-D	0	0	0	0	0	0	0	0	0	0	34	0	34	0	0	0	10	1	703	714	0	714	33.476	98.46%
	8-E	0	0	0	0	0	0	0	0	0	0	33	0	33	0	0	0	9	1	683	693	0	693	32.524	98.56%
	<b>Sub Total:</b>	0	0	0	0	0		0	0	0	0	0	162	0	162	0	0	0	71	16	3315	3402	0	3402	157.857
<b>Total:</b>	0	1	0	0	0		0	0	0	0	1	493	1	494	1	0	0	155	26	10183	10364	10	10374	484.905	98.25%

\* No attendance data was found for 0 pupil days.  
Total number of missing Leave Code =0  
Total number of missing Entry Code =0  
Report Date: December 17, 2015

**Lst** :# of stds brought forward  
**Add** :# of stds enrolling  
**Ros** :# of stds on rosters  
**Rem** : # of stds withdrawing  
**Cur** : # of stds remaining close of month  
**nAd**:# no Attendance Data

**Exc**: Excused Absences  
**Unex** :Unexcused absences  
**Actual**: Actual attendance  
**Max** : Max possible attendance (Pupil + Exc +  
**DNE**: Days Not Enrolled  
**Total** :Inst.days \* NumOfStds



# MAGNOLIA PUBLIC SCHOOLS

## Board Of Directors

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Board Agenda Item #	II. B
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	David Yilmaz, Director of Accountability
RE:	Approval of 2015-16 Compliance Monitoring Certification for MSA 1-8

### Proposed Board Recommendation

I move that the board approve the 2015-16 compliance monitoring certification for MSA-1-8.

### Background

This is an annual item that the Board needs to approve for LAUSD- authorized MPS schools. LAUSD requires that each charter school get this certification approved by their board and submit it before March 15 along with approved board agenda and minutes. This document certifies that the charter school meets all compliance requirements indicated on the document. The school principals fill out this document and the Home Office ensures the compliance items are met. The Board Chair needs to sign each certification upon Board approval.

### Budget Implications

There are no budget implications.

### Name of Staff Originator:

David Yilmaz, Director of Accountability

### Attachments

-Charter school compliance monitoring forms for MSA-1 through MSA-8

**LOS ANGELES UNIFIED SCHOOL DISTRICT**  
**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
***Charter Schools Division***

333 South Beaudry Avenue, 20<sup>th</sup> Floor, Los Angeles, CA 90017  
Office: (213) 241-0399 ♦ Prop. 39: (213) 241-5130 ♦ Fax: (213) 241-2054

**RAMON C. CORTINES**  
*Superintendent of Schools*

**DR. RUTH PEREZ**  
*Deputy Superintendent of Instruction*



**GEORGE BARTLESON**  
*Chief of School Choice*

**JOSÉ COLE-GUTIÉRREZ**  
*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

Dear Charter School Governing Board President and Charter School Leaders:

As part of its oversight responsibility set forth in California Education Code § 47604.3, the LAUSD, through the Charter Schools Division (CSD), monitors each charter public school's compliance with applicable legal, charter, and policy requirements. Similar to last year, the CSD's compliance oversight process encompasses two important actions by each charter school:

- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

The CSD is very much aware and acknowledges that governing boards provide fiduciary oversight and hire a leader (or leaders) to execute day-to-day operations and appropriately delegated functions. As part of the District's oversight process, this certification is intended to serve as a formal acknowledgement from charter school governing boards of their review and appropriate due diligence in these key areas as part of their own organizational oversight function. This annual certification also provides charter governing boards an opportunity to confirm with their school leadership that systems are/remain in place to fulfill these critical requirements that impact students, staff, and the public.

- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Parent Compact	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>• Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Forms 700	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

MAGNOLIA SCIENCE ACADEMY-1 (8454)
Name and Location Code of Charter School
UMIT YAPANEL
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of</p> <p><u>MAGNOLIA SCIENCE ACADEMY-1</u> reviewed the school's compliance-related</p> <p><small>Name of Charter School</small> policies, systems, and procedures.**</p>		
UMIT YAPANEL		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

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**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
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*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

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- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

## COMPLIANCE MONITORING AND CERTIFICATION OF BOARD COMPLIANCE REVIEW 2015-2016\*

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Parent Compact	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Forms 700	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

MAGNOLIA SCIENCE ACADEMY-2 (8461)
Name and Location Code of Charter School
UMIT YAPANEL
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of</p> <p style="text-align: right; margin-right: 100px;"><small>Date(s)</small></p> <p><u>MAGNOLIA SCIENCE ACADEMY-2</u> reviewed the school's compliance-related</p> <p style="text-align: center;"><small>Name of Charter School</small></p> <p><b>policies, systems, and procedures.**</b></p>		
UMIT YAPANEL		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

**LOS ANGELES UNIFIED SCHOOL DISTRICT**  
**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
***Charter Schools Division***

333 South Beaudry Avenue, 20<sup>th</sup> Floor, Los Angeles, CA 90017  
Office: (213) 241-0399 ♦ Prop. 39: (213) 241-5130 ♦ Fax: (213) 241-2054

**RAMON C. CORTINES**  
*Superintendent of Schools*

**DR. RUTH PEREZ**  
*Deputy Superintendent of Instruction*



**GEORGE BARTLESON**  
*Chief of School Choice*

**JOSÉ COLE-GUTIÉRREZ**  
*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

Dear Charter School Governing Board President and Charter School Leaders:

As part of its oversight responsibility set forth in California Education Code § 47604.3, the LAUSD, through the Charter Schools Division (CSD), monitors each charter public school's compliance with applicable legal, charter, and policy requirements. Similar to last year, the CSD's compliance oversight process encompasses two important actions by each charter school:

- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

The CSD is very much aware and acknowledges that governing boards provide fiduciary oversight and hire a leader (or leaders) to execute day-to-day operations and appropriately delegated functions. As part of the District's oversight process, this certification is intended to serve as a formal acknowledgement from charter school governing boards of their review and appropriate due diligence in these key areas as part of their own organizational oversight function. This annual certification also provides charter governing boards an opportunity to confirm with their school leadership that systems are/remain in place to fulfill these critical requirements that impact students, staff, and the public.

- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	X	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	X	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	X	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	X	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	X	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	X	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	X	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	X	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	X	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	X	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	X	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	X	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	X	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	X	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	X	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	X	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	X	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	X	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	X	<input type="checkbox"/>

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Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	X	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	X	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	X	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	X	<input type="checkbox"/>
	Parent Compact	X	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	X	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	X	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	X	<input type="checkbox"/>

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Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	X	<input type="checkbox"/>
	Forms 700	X	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	X	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	X	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	X	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	X	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	X	<input type="checkbox"/>

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Magnolia Science Academy-3 (8464)
Name and Location Code of Charter School
Dr. Umit Yapanel
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	X	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of  <small>Date(s)</small>  <b>Magnolia Science Academy-3</b> reviewed the school's compliance-related  <small>Name of Charter School</small>  <b>policies, systems, and procedures.**</b></p>		
Dr. Umit Yapanel		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

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**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

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Best wishes,

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Director

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	x	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	x	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	x	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	x	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	x	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	x	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	x	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	x	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	X	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	X	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	X	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	X	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	X	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	X	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	X	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	X	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	X	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	X	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	X	<input type="checkbox"/>

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9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	x	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	x	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	x	<input type="checkbox"/>
	Parent Compact	x	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	x	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	x	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	x	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>• Political Reform Act, Gov. Code §§ 81000-91015</li> <li>• Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	x	<input type="checkbox"/>
	Forms 700	x	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	x	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	x	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	x	<input type="checkbox"/>
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Magnolia Science Academy 4 (8011)
Name and Location Code of Charter School
Umit Yapanel, PhD
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
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<b>Printed Name of Governing Board Chair</b>	<b>Signature of Governing Board Chair</b>	<b>Date Signed</b>

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**2015-2016**

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As part of its oversight responsibility set forth in California Education Code § 47604.3, the LAUSD, through the Charter Schools Division (CSD), monitors each charter public school's compliance with applicable legal, charter, and policy requirements. Similar to last year, the CSD's compliance oversight process encompasses two important actions by each charter school:

- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

The CSD is very much aware and acknowledges that governing boards provide fiduciary oversight and hire a leader (or leaders) to execute day-to-day operations and appropriately delegated functions. As part of the District's oversight process, this certification is intended to serve as a formal acknowledgement from charter school governing boards of their review and appropriate due diligence in these key areas as part of their own organizational oversight function. This annual certification also provides charter governing boards an opportunity to confirm with their school leadership that systems are/remain in place to fulfill these critical requirements that impact students, staff, and the public.

- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Parent Compact	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>• Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Forms 700	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	<input checked="" type="checkbox"/>	<input type="checkbox"/>

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MAGNOLIA SCIENCE ACADEMY-5 (8012)
Name and Location Code of Charter School
UMIT YAPANEL
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of</p> <p style="text-align: center;"><small>Date(s)</small></p> <p><u>Magnolia Science Academy-5</u> reviewed the school's compliance-related</p> <p style="text-align: center;"><small>Name of Charter School</small></p> <p><b>policies, systems, and procedures.**</b></p>		
UMIT YAPANEL		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

**LOS ANGELES UNIFIED SCHOOL DISTRICT**  
**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
***Charter Schools Division***

333 South Beaudry Avenue, 20<sup>th</sup> Floor, Los Angeles, CA 90017  
Office: (213) 241-0399 ♦ Prop. 39: (213) 241-5130 ♦ Fax: (213) 241-2054

**RAMON C. CORTINES**  
*Superintendent of Schools*

**DR. RUTH PEREZ**  
*Deputy Superintendent of Instruction*



**GEORGE BARTLESON**  
*Chief of School Choice*

**JOSÉ COLE-GUTIÉRREZ**  
*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

Dear Charter School Governing Board President and Charter School Leaders:

As part of its oversight responsibility set forth in California Education Code § 47604.3, the LAUSD, through the Charter Schools Division (CSD), monitors each charter public school's compliance with applicable legal, charter, and policy requirements. Similar to last year, the CSD's compliance oversight process encompasses two important actions by each charter school:

- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

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- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Parent Compact	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Forms 700	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	<input checked="" type="checkbox"/>	<input type="checkbox"/>

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Magnolia Science Academy-6 Palms (8013)
Name and Location Code of Charter School
UMIT YAPANEL
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of  <small style="margin-left: 400px;">Date(s)</small>  <u>Magnolia Science Academy-6 Palms</u> reviewed the school's compliance-related  <small style="margin-left: 100px;">Name of Charter School</small>  <b>policies, systems, and procedures.**</b></p>		
UMIT YAPANEL		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

**LOS ANGELES UNIFIED SCHOOL DISTRICT**  
**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
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**RAMON C. CORTINES**  
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**DR. RUTH PEREZ**  
*Deputy Superintendent of Instruction*



**GEORGE BARTLESON**  
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*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

Dear Charter School Governing Board President and Charter School Leaders:

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- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

The CSD is very much aware and acknowledges that governing boards provide fiduciary oversight and hire a leader (or leaders) to execute day-to-day operations and appropriately delegated functions. As part of the District's oversight process, this certification is intended to serve as a formal acknowledgement from charter school governing boards of their review and appropriate due diligence in these key areas as part of their own organizational oversight function. This annual certification also provides charter governing boards an opportunity to confirm with their school leadership that systems are/remain in place to fulfill these critical requirements that impact students, staff, and the public.

- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

## COMPLIANCE MONITORING AND CERTIFICATION OF BOARD COMPLIANCE REVIEW 2015-2016\*

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016" form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Completed and signed "Criminal Background Clearance Certification" for each faculty and staff member to certify criminal background clearance prior to employment	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	<input checked="" type="checkbox"/>	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Parent Compact	<input checked="" type="checkbox"/>	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>• Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	Forms 700	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

MAGNOLIA SCIENCE ACADEMY-7 (8014)
Name and Location Code of Charter School
UMIT YAPANEL
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of</p> <p style="text-align: right; margin-right: 100px;"><small>Date(s)</small></p> <p><u>MAGNOLIA SCIENCE ACADEMY-7</u> reviewed the school's compliance-related</p> <p style="text-align: center;"><small>Name of Charter School</small></p> <p><b>policies, systems, and procedures.**</b></p>		
UMIT YAPANEL		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

**LOS ANGELES UNIFIED SCHOOL DISTRICT**  
**DIVISION OF INSTRUCTION ♦ OFFICE OF SCHOOL CHOICE**  
***Charter Schools Division***

333 South Beaudry Avenue, 20<sup>th</sup> Floor, Los Angeles, CA 90017  
Office: (213) 241-0399 ♦ Prop. 39: (213) 241-5130 ♦ Fax: (213) 241-2054

**RAMON C. CORTINES**  
*Superintendent of Schools*

**DR. RUTH PEREZ**  
*Deputy Superintendent of Instruction*



**GEORGE BARTLESON**  
*Chief of School Choice*

**JOSÉ COLE-GUTIÉRREZ**  
*Director, Charter Schools Division*

**CHARTER SCHOOL COMPLIANCE MONITORING**  
**2015-2016**

Dear Charter School Governing Board President and Charter School Leaders:

As part of its oversight responsibility set forth in California Education Code § 47604.3, the LAUSD, through the Charter Schools Division (CSD), monitors each charter public school's compliance with applicable legal, charter, and policy requirements. Similar to last year, the CSD's compliance oversight process encompasses two important actions by each charter school:

- (1) **Certification of Board Compliance Review**: As part of the Governing Board's fulfillment of its fiduciary governance responsibility to ensure that the charter school complies with all applicable laws and other requirements, it is critical that the school's Governing Board periodically review, discuss, monitor, and modify, if necessary, the school's policies and systems for compliance with such requirements. **Please complete and sign the certification at the end of the attached document, *Compliance Monitoring and Certification of Board Compliance Review 2015-2016*, and return the entire document, including the relevant Board agenda(s) and minutes that document the Governing Board's review of these compliance items as attachments, to your assigned CSD administrator immediately after your next Board meeting (i.e., in the fall) and no later than March 14, 2016.**

The CSD is very much aware and acknowledges that governing boards provide fiduciary oversight and hire a leader (or leaders) to execute day-to-day operations and appropriately delegated functions. As part of the District's oversight process, this certification is intended to serve as a formal acknowledgement from charter school governing boards of their review and appropriate due diligence in these key areas as part of their own organizational oversight function. This annual certification also provides charter governing boards an opportunity to confirm with their school leadership that systems are/remain in place to fulfill these critical requirements that impact students, staff, and the public.

- (2) **Documentation of Compliance**: As we have historically done, the CSD will review documentation of compliance with several key legal requirements as part of this year's annual performance-based oversight visit to each charter school. To facilitate effective and efficient compliance review on the day of the visit, please adhere to the guidance provided in the *Annual Performance-Based Oversight Visit Preparation Guide 2015-2016* for the preparation of the school's compliance documentation. Please ensure that this documentation is current, complete, and accurate. The "Supporting Documentation" column of the table in the attached *Compliance Monitoring and Certification of Board Compliance Review 2015-2016* may provide useful support and assistance in this endeavor.

We appreciate your continued collaboration and cooperation as we work together so that all youth achieve in healthy and safe environments. Should you have questions, please contact your assigned CSD administrator.

Best wishes,

José Cole-Gutiérrez  
Director

Magnolia Science Academy #8 (5166)
Name and Location Code of Charter School
Umit Yapanel
Name of Governing Board Chair

**COMPLIANCE MONITORING AND  
CERTIFICATION OF BOARD COMPLIANCE REVIEW  
2015-2016\***

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
1. The charter school maintains timely and current verification of <b>criminal background and TB clearances</b> for all employees (including substitutes, part-time staff, and temporary employees) and contracting entities (service providers, vendors, and independent contractors). See, e.g., CA Ed. Code § 47605(b)(5)(F); CA Ed. Code §§ 45122.1 and 45125.1; CA Ed. Code § 49406.	Documentation that the school has at least one DOJ-confirmed Custodian of Records	X	<input type="checkbox"/>
	Completed and signed “Certification of Clearances, Credentialing, NCLB Qualifications, and Mandated Reporter Training 2015-2016” form	X	<input type="checkbox"/>
	Completed and signed “Criminal Background Clearance Certification” for each faculty and staff member to certify criminal background clearance prior to employment	X	<input type="checkbox"/>
	Certification of timely DOJ and TB clearance by all contracting entities	X	<input type="checkbox"/>
	Documentation of compliance with applicable volunteer clearance requirements, including tuberculosis (TB) risk assessment/clearance requirements under AB 1667	X	<input type="checkbox"/>
2. Teachers of core/college preparatory subjects (including but not limited to English language arts, social studies, science, and mathematics) hold an EL Certification and a valid Commission on <b>Teacher Credentialing</b> Certificate, permit, or other documents equivalent to that which a teacher in other public schools would be required to hold per NCLB. See Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	For each certificated staff member: Credential(s) appropriate for the position(s) to which the person has been assigned	X	<input type="checkbox"/>
	Master schedule that shows all assignment(s) of each certificated staff member	X	<input type="checkbox"/>
3. The Charter Schools Division has been provided with, and parents have access to,	Accurate and updated school contact information	X	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
the school's most current <b>contact information</b> for each Governing Board member and the <b>2015-2016 Board meetings calendar</b> . See current <i>District Required Language for Independent Charter School Petitions (New and Renewal) and Material Revisions (DRL)</i> .	List/roster of Governing Board members and contact information	X	<input type="checkbox"/>
	Calendar of Governing Board meeting dates	X	<input type="checkbox"/>
4. Charter school complies with the <b>pre- and post-lottery and enrollment forms</b> guidelines. See <i>Admissions Requirements and Materials</i> (August 2011).	Lottery form and enrollment packet	X	<input type="checkbox"/>
5. Charter school shall ensure that staff receives annual <b>training on the charter school's health, safety, and emergency procedures</b> , and shall maintain a calendar for, and conduct, emergency response drills for students and staff including, but not limited to: a. School Safety Plan (see, e.g., CA Ed Code 32280-32289) b. Child Abuse Mandated Reporter training (see AB 1432 (2014); Ed. Code § 44691; Penal Code § 11165.7) c. Bloodborne Pathogens training (see 8 CCR § 5193)	Comprehensive Health, Safety, and Emergency Plan	X	<input type="checkbox"/>
	Documentation of emergency drills and preparedness training	X	<input type="checkbox"/>
	Documentation of timely and compliant Child Abuse Mandated Reporter training	X	<input type="checkbox"/>
	Documentation of annual Bloodborne Pathogens training	X	<input type="checkbox"/>
6. The charter school has either implemented the LAUSD <b>English Learner Master Plan</b> or its own master plan in accordance to English Language Master Plan requirements. See current DRL.	EL Certification Form	X	<input type="checkbox"/>
	EL Master Plan (if the school has not adopted the LAUSD EL Master Plan)	X	<input type="checkbox"/>
7. The charter school's school climate and student discipline systems and procedures align with LAUSD's <b>Discipline Foundation Policy</b> and <b>School Climate Bill of Rights</b> . See current DRL.	Description of the school-wide student behavior and discipline system that aligns with Discipline Foundation Policy and School Climate Bill of Rights	X	<input type="checkbox"/>
	Evidence of the tiered behavior intervention, alternatives to suspension, and school positive behavior support that the school provides	X	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
8. Charter School shall maintain all data involving placement, tracking, and monitoring of student <b>suspensions, expulsions, and reinstatements</b> , and make such outcome data readily available to the LAUSD upon request. The charter school submits student suspension and expulsion data to the Office of Data and Accountability on a monthly basis. See current DRL.	Monthly suspension and expulsion reports	X	<input type="checkbox"/>
9. Charter School ensures that any and all school <b>communications, including the Parent Student Handbook</b> , are consistent with the provisions of school's approved charter as well as applicable law	Parent Student Handbook	X	<input type="checkbox"/>
10. Parents receive <b>notifications and communications</b> in accordance with state and federal law, including required NCLB notice regarding teachers who do not hold a valid Commission on Teacher Credentialing Certificate, permit, or other document, including EL authorization, equivalent to that which a teacher in other public schools would be required to hold. Ed. Code § 47605(1); <a href="#">NCLB HQ Resources (CDE)</a> .	Evidence of notification of parents' Title 1 "Right to Know" teacher qualifications and Not Highly Qualified status.	X	<input type="checkbox"/>
	Evidence of Title 1/NCLB parent notification (for non-NCLB compliant teachers/paraprofessionals)	X	<input type="checkbox"/>
	Parent Compact	X	<input type="checkbox"/>
11. The charter school's occupancy and use of <b>facilities shall be in compliance</b> with applicable building codes, standards and regulations adopted by the city and/or county agencies responsible for building and safety standards, and the Americans with Disability Act. See Ed. Code § 47610; current DRL.	Current and appropriate Certificate of Occupancy or equivalent for any school site not located on District property	X	<input type="checkbox"/>
12. The charter school complies with all <b>federal and state laws related to public entities</b> , including, but not limited to: <ul style="list-style-type: none"> <li>Ralph M. Brown Act, Gov. Code §§ 54950-54963</li> </ul>	Board meeting agendas and minutes for the past 12 months	X	<input type="checkbox"/>
	Verification of compliant public posting of Board agendas	X	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Magnolia Science Academy #8 (5166)
Name and Location Code of Charter School
Umit Yapanel
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
<ul style="list-style-type: none"> <li>Political Reform Act, Gov. Code §§ 81000-91015</li> <li>Public Records Act, Gov. Code §§ 6250-6276.48</li> </ul> <p>See current DRL.</p>	Evidence of Brown Act training	X	<input type="checkbox"/>
	Forms 700	X	<input type="checkbox"/>
	School policy for responding to Public Records Act requests	X	<input type="checkbox"/>
13. The charter school ensures that its <b>Articles of Incorporation</b> are current and appropriate for the operation of the charter school.	Corporate papers, including any and all Articles of Incorporation (initial documents and any subsequent amendments), for entities affiliated with the charter school	X	<input type="checkbox"/>
14. <b>By-laws</b> are current and consistent with approved charter, Governing Board-approved, and signed by the Governing Board secretary.	Current and signed Board-approved bylaws	X	<input type="checkbox"/>
15. The charter school meets the provisions of eligibility and/or is a participant of state and <b>federal programs and/or grants</b> , including but not limited to, the following: Title I, II, III, and other programs, child nutrition programs, Prop 20 – State Lottery, Education Protection Act, Special Education §56000, SB 740, and all other federal and state programs in which the charter school participates.	[See “Fiscal Review” in the <i>Annual Performance-Based Oversight Visit Preparation Guide</i> for list of documentation to be provided to the CSD Fiscal Team]	X	<input type="checkbox"/>
16. The charter school, as a recipient of federal reimbursement for the National School Lunch/Breakfast program and/or as a school on District property, has adopted a <b>Local School Wellness Policy</b> . See Healthy, Hunger Free Kids Act of 2010 (Public Law 111–296); Child Nutrition and WIC Reauthorization Act of 2004.  Note: Even if the charter school is not participating in the National School Lunch or Breakfast program, and is not located on District property, development and adoption of an equivalent Wellness Policy likely would benefit the school and its students.	Local School Wellness Policy, including evidence of stakeholder input in the development of the policy and annual progress report	X	<input type="checkbox"/>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**

Magnolia Science Academy #8 (5166)
Name and Location Code of Charter School
Umit Yapanel
Name of Governing Board Chair

Compliance Requirements*	Supporting Documentation	COMPLIANT	NON-COMPLIANT
17. The governing board oversees the development of and approves/adopts the <b>stakeholder engagement</b> process, goals, actions, measurable outcomes, and expenditures in the school's Local Control Accountability Plan (LCAP) and annual updates in consultation with teachers, staff, administrators, parents, and students. See Ed. Code § 47606.5.	Documentation of stakeholder engagement, including Board Meeting Agendas, Board Minutes, and LCAP	X	<input type="checkbox"/>

<b>CERTIFICATION OF BOARD COMPLIANCE REVIEW</b>		
<p>The undersigned hereby certifies that, on _____, the Governing Board of</p> <p><u>Magnolia Science Academy #8 Bell</u> reviewed the school's compliance-related policies, systems, and procedures.**</p> <p><small>Name of Charter School</small> <span style="margin-left: 100px;"><small>Date(s)</small></span></p>		
Umit Yapanel		
<small>Printed Name of Governing Board Chair</small>	<small>Signature of Governing Board Chair</small>	<small>Date Signed</small>

**\*NOTE: This list of compliance requirements is not exhaustive; the school must be in compliance with all applicable requirements at all times, and all compliance remains subject to further oversight.**



# MAGNOLIA PUBLIC SCHOOLS

## Board Of Directors

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Board Agenda Item #	II. C
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Terri Boatman, Director of Human Resources
RE:	Approval of Changes to the Home Visit Policy

### Proposed Board Recommendation

I move that the Board approve changes to the Home Visit Policy.

### Background

It was brought to the attention of Magnolia that the process of compensating employees for Home Visits via expense reimbursement was out of compliance. Reimbursements should be paid as wages since this is for work actually performed and mileage should be compensated as well.

We propose that the Home Visit compensation be changed as follows:

- Employees will be paid \$50.00 for each home visit he/she completes.
- The \$50.00 will be processed on the next payroll cycle following the visit.
- Employees must submit the Home Visit form to the Principal for approval.
- The employee who drives to the home visit should be reimbursed mileage under the Magnolia Mileage Reimbursement Policy.
- Employees should report mileage to the home from the school.
- Copies of a Google Maps supporting the mileage should be included with the Home Visit form.

We believe that this increase in the amount from \$30 to \$50 will actually compensate employees for the time spent in preparation for the home visit, and travel time.

### Budget Implications

Schools have already budgeted \$30.00 for home visits. This will increase by \$20.00 for the remainder of the school year.

### Name of Staff Originator:

Terri F. Boatman, Director of Human Resources

### Attachments

Redlined version of current policy highlighting changes.



# MAGNOLIA PUBLIC SCHOOLS

13950 Milton Ave. 200B Westminster, CA 92683

P: (714) 892-5066 F: (714) 362-9588

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Redlined changes

## MAGNOLIA PUBLIC SCHOOLS (MPS) HOME VISIT POLICY

### **I. Introduction**

Research has shown that one of the keys to successful teaching and schooling is creating personal connections with students inside and outside of school. Knowing the students' outside interests, families, and home routines, and then using this information to connect in meaningful, individualized ways can have huge rewards in helping to create happier, healthier, and smarter kids. Recognizing these facts, MPS uses home visits as one of the important features of its education program to not only improve student and school performance, but also to identify and intervene early with low-achieving students.

### **II. Why Home Visits?**

Research has shown that one of the keys to successful teaching and schooling is creating personal connections with students. MPS teachers visit students at their homes to enhance student learning and involvement. Family visits offer invaluable insights about students. They can provide new understanding about students' learning styles. Visits might also reveal the emotional and social needs and behaviors of students. It is helpful to know if they react to problems with tears, anger, or withdrawal, and how they socialize with peers. Through family visits, teachers can identify students' latest interests or concerns, such as a new hobby, an upcoming trip, or a change in the family.

#### ***Family Involvement:***

Research clearly shows that school programs, that emphasize family involvement and relate well to their community, have students who outperform those in schools lacking these qualities. Not only do students flourish, but also the schools are strengthened when families seize an active interest in their children's education. The results include (a) improved academic achievement, (b) better attendance, improved behavior, (c) higher quality of education, and (d) safe and disciplined learning environment.

Research by the Southwest Educational Developmental Laboratory found a positive and convincing relationship between family and community involvement and benefits to students, including academic achievement. Studies concluded that students with involved parents, no matter what income level or background, are more likely to have success in school.<sup>1</sup>

For most students home and school are two different domains. Especially for minority students even the people, languages, foods, rules, duties, and concerns are different in these two worlds. They do not intersect considerably. Parents and the teachers are critical partners in educating the "whole child." However, parent conferences and other school-hosted meetings do not provide sufficient means for the parties to communicate enough and effectively and to show the student that they are on the same team. Home visits are the teachers' attempt to break the virtual border between the partners, which is most of the time successful.

#### ***Personal Connections:***

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<sup>1</sup> Source: <http://www.sedl.org/connections/resources/evidence.pdf>

Key to a child's school success are the relationships established between the teacher and student, and the teacher and the student's family. Family visits offer a good way to develop these relationships on safe, "home" territory. Research has shown that one of the keys to successful teaching and schooling is creating personal connections with students inside and outside of school (Epstein 1998; Heath, 1983; Moll, Amanti, Neff, & González, 1992). Knowing the students' outside interests, families, and home routines, and then using this information to connect in meaningful ways can have huge rewards in helping to construct happier, healthier, and smarter kids.<sup>2</sup>

### ***Proactive or Remedial?***

MPS aims to be proactive in terms of prevention and teaching appropriate behavior by means of character education and college counseling classes and the active participation of teachers by setting up role models for the students and by effective communication through home visits.

As the famous saying goes, a good start leads to a great finish. The most important time of the academic year for the students is the beginning which mostly determines the end of year results. A home visit in the beginning of the year will help students succeed.

Home visits also ease teachers' job substantially. Spending little time visiting homes of prospective or new students results in saving a lot of time throughout the year which would otherwise be spent on fixing problems and a healthy, stress-free academic year. Teachers can focus on raising the quality of their education instead of trying to minimize problems and maintain a healthy personal life.

### **III. Home Visit Specifics**

#### ***Which students?***

MPS aims to visit not only low-achieving but all our students because every student benefits from home visits. Often, home visits reveal new ways or opportunities that school can offer to a high-achieving student in order for him/her to thrive more. Visit preferences in the case of limited resources (staff, time, etc.) will be given in the following order:

- New students
- Low-achieving students
- Seniors (for college guidance)
- Subgroups: Foster youth (FY), students with disabilities (SWD), English learners (EL), low income/socioeconomically disadvantaged (SED)
- All other students

Some parents may reject home visits due to their home condition or other reasons. For such parents/guardians, MPS will arrange other ways of communication, including but not limited to, inviting the parent/guardian to school or meeting at a public place.

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<sup>2</sup> Source: <http://crede.berkeley.edu/research/pdd/pb1.shtml>

***How often?***

Students may be visited once a year or more, depending on circumstances. Each MPS school site will set annual percentage targets for home visits, depending on their resources.

***Scheduling***

Scheduling can be done in person, through phone, email, mail, or other means. Usually parent orientation meetings, back to school nights, parent-teacher conferences, and other parent involvement activities provide opportunities to schedule home visits in person.

***Who Can Do a Home Visit?***

Teacher, administrator, counselor, education specialist, nurse, attendance liaison, parent liaison, outreach consultant, and any MPS staff person informed of the home visit policy and procedures.

***Compensation***

Visits will be compensated until the school budget for home visits has been exhausted. Each staff member will be compensated \$ ~~\$50.30~~ per home visit made ~~for time.~~ Employees will also be reimbursed for mileage driven to and from the home from their school location, and travel. If follow-up visits are made to a family in the same school year, the original visit and one follow-up visit will be compensated. All visits including follow-ups will be compensated. A Home Visit Form needs to be completed and submitted by each staff member in order to receive compensation.

Compensation will be paid on the next pay check following the home visit. Mileage must be submitted in the Paycom system and will be paid on the next paycheck following approval.

**IV. Home Visit Procedures****➤ Before the Visit:*****Parent/Guardian Notification***

- Contact family a week to 10 days in advance of the visit and follow up with a phone call.
- Convey purpose of the visit.
- Time options and days should be available to best meet the needs of individual parents.
- Home visits must occur in the enrolled child's home unless family feels more comfortable meeting somewhere in the community (i.e., café, library, conference room, etc.)

***Review of Student's Background***

- Review student's records, family history, and cultural background as available in student's file.
- Check for special needs (translation, etc.)

***Developing a Plan for the Visit***

- Plan your route to visit and know your destination.

- Leave schedule of home visits with the office staff. Inform them of any changes to your schedule.
  - Take necessary records, forms, paperwork, and informational material with you. Ex: emergency card, attendance record, grade report, resources, brochures, etc.
  - Review the Home Visit Procedures, Etiquette, and Safety Tips.
  - Schedule to be on time.
- **Arrival:**
- Set the tone (warm introduction, thank family for time and participation, etc.)
  - Establish rapport/develop caring relationship.
  - Include all family members in the home who would like to participate.
- **During the Visit**
- Review purpose of visit; allow family input.
  - Keep good eye contact, sit near the parent, look at and relate to them, talk to child(ren).
  - Get to know the family. Ask open ended questions such as “Tell me about your child. What does he/she like best about school? Do you have any concerns?” to elicit feedback from parents regarding child’s interests, concerns, and progress in program and at home.
  - Establish social connection; be a good model when you interact with them by being willing to share about yourself in an appropriate way.
  - Observe family interaction in its cultural context; show enthusiasm and acceptance; reinforce positive parenting.
  - Establish goals.
  - Share school rules and expectations to encourage consistency between home and school.
  - Share resources; answer questions.
  - Provide information about future school activities and events and parental involvement opportunities.
- **Concluding the Visit**
- Summarize visit.
  - Discuss next steps.
  - If applicable, discuss date and plans for the next visit.
  - Provide business cards, contact information. Make yourself available for follow-up and future contact.
  - Make closing remarks, shake hands, thank, and say goodbye.
  - Keep visit to a reasonable amount of time. (30-45 minutes; no more than 1.5 hours.)

➤ **After the Visit**

- Document visit (see Appendix A: Home Visit Form.)
- Evaluate visit and share necessary information with the appropriate staff (grade level team, counselor, administrator, etc.)
- Follow through on referrals, action items, etc.

V. **Home Visit Etiquette**

➤ **“DO”s and “DON’T”s:**

**DO**

- Be a good listener.
- Have specific goals or objectives for each visit.
- Be flexible.
- Be prompt to your home visits.
- Realize the limitations of your role.
- Help parents become more independent.
- Keep language appropriate.
- Dress appropriately and comfortably.
- Be confident.
- Remember that small improvements lead to big ones.
- Be yourself.
- Respect cultural and ethnic values.
- Monitor your own behavior-the parent is observing you.

**DON’T**

- Impose values.
- Bring visitors without the parent’s permission.
- Socialize excessively at the beginning of the visit.
- Exclude other members of the family from the visit.
- Talk about families in public.
- Be the center of attention.
- Expect perfection from the parent.
- Ask the parent to do something you wouldn’t do.

➤ **Safety Tips:**

- Maintain appropriate appearance and grooming in order to protect an image of cleanliness, dress, and neatness. Keep jewelry to a minimum.
- Limit valuables or money on your person when visiting students' homes; leave purse in your trunk.
- Carry necessary cash, keys, and driver license on person. Lock vehicle when traveling and when you return to it after a visit. Check inside and under your vehicle before entering it.
- Remove yourself from dangerous situations.
- Travel in pairs when possible.
- Survey the neighborhood.
- Identify safe areas (i.e., restaurants, telephones, restrooms, police stations.)
- Trust your instincts.
- Consider a neutral meeting location if visit cannot be made safely at home (i.e., library, conference rooms, restaurants.)
- Ask family members to come out to meet you if you feel uncomfortable with the area. Enter a home only after an adult gives you permission to do so.
- Stay alert. Carefully consider your safety before entering a home.
- When there is a suspicion of weapons, illicit drugs, or alcohol present, the home visit is not to be made.
- Staff may request that family members keep animals chained during home visits. If animals are not adequately restrained or if the family member refuses to do so, the home visit is not to be made.
- Keep car in good repair.
- Keep emergency supplies in car, include all-weather gear.
- Attend safety seminars.
- Staff shall carry a cell phone on all home visits. Cell phones shall be set to vibrate and shall not be answered during a visit, unless it is an emergency.



APPENDIX A: HOME VISIT FORM

**Person making the home visit:**

Date of Visit: \_\_\_\_\_

Name: _____	School: _____
Title: _____	Email: _____

**Student:**

Name: _____	Date of Birth: _____	Grade: _____
Check all that apply: <input type="checkbox"/> New student <input type="checkbox"/> Senior		
Subgroups: <input type="checkbox"/> FY <input type="checkbox"/> SWD <input type="checkbox"/> EL <input type="checkbox"/> SED		

**Notes:**

1. How is the family’s experience about their child’s social, emotional, and academic growth? What questions, concerns or suggestions does the family have?

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2. What school resources did I present to the parents? (Tutoring/clubs, homework assistance, etc.)

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3. Additional information and/or follow-up needed:

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# MAGNOLIA PUBLIC SCHOOLS

## Board Of Directors

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Board Agenda Item #	II.D.
Date:	01.21.2015
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	Approval of Education Protection Account Expenditures (EPA)

### **Proposed Board Recommendation**

I move that the Board of Directors approve the Education Protection Account Expenses.

### **Background**

Proposition 30, *The Schools and Local Public Safety Protection Act of 2012*, approved by the voters on November 6, 2012, temporarily increases the state's sales tax rate for all taxpayers and the personal income tax rates for upper-income taxpayers.

The new revenues generated from Proposition 30 are deposited into a newly created state account called the Education Protection Account (EPA). School districts, county offices of education, and charter schools (LEAs) will receive funds from the EPA based on their proportionate share of the statewide revenue limit amount. A corresponding reduction is made to an LEA's revenue limit EPA entitlement.

Proposition 30 provides that all K-14 local education agencies have the sole authority to determine how the funds received from the EPA are spent, but with these provisions:

- The spending plan must be approved by the governing board during a public meeting.
- EPA funds cannot be used for the salaries or benefits of administrators or any other administrative costs. (Refer to the attached list of functions for which EPA funds may be used.)
- Each year, the local agency must publish on its website an accounting of how much money was received from the EPA and how the funds were expended.

### **Budget Implication:**

EPA expense will be funded with general purpose state aid funding pursuant to Proposition 30.

### **Name of Staff Originator:**

Oswaldo Diaz, Chief Financial Officer

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-1**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	734,667.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>734,667.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	734,667.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>734,667.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

# MAGNOLIA SCIENCE ACADEMY -2

Expenditures through: June 30, 2016

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	614,847.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>614,847.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	614,847.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>614,847.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-3**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	604,166.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>604,166.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	604,166.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>604,166.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-4**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	
Revenue Limit Sources	8010-8099	310,237.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>310,237.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	310,237.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>310,237.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-5**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	
Revenue Limit Sources	8010-8099	143,461.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>143,461.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	143,461.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>143,461.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-6**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	
Revenue Limit Sources	8010-8099	212,848.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>212,848.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	212,848.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>212,848.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-7**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	
Revenue Limit Sources	8010-8099	361,572.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>361,572.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	361,572.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>361,572.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

# MAGNOLIA SCIENCE ACADEMY -8

Expenditures through: June 30, 2016

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	632,849.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>632,849.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	632,849.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>632,849.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

# MAGNOLIA SCIENCE ACADEMY -SANTA ANA

Expenditures through: June 30, 2016

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	31,422.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>31,422.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	31,422.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>31,422.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

2015-16 Education Protection Account  
Program by Resource Report  
Expenditures by Function - Detail

**MAGNOLIA SCIENCE ACADEMY-SANTA CLARA**  
**Expenditures through: June 30, 2016**  
**For Fund 01, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	
Revenue Limit Sources	8010-8099	404,818.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>404,818.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	404,818.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>404,818.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>

# MAGNOLIA SCIENCE ACADEMY -SAN DIEGO

Expenditures through: June 30, 2016

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	371,909.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>371,909.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	371,909.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>371,909.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>



# MAGNOLIA PUBLIC SCHOOLS

## Board Of Directors

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Board Agenda Item #	II.E.
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	Approval of 2014-15 Unaudited Financial Statements

### Proposed Board Recommendation

I move that the Board approve the 2014-15 unaudited financial statements as presented.

### Background

The Unaudited Actuals report is part of an ongoing series of state-required reports for the 2014-15 fiscal year. Pursuant to Education Code Section 42100 and by Education Code Section 1628, Magnolia Public Schools have submitted the completed unaudited actuals forms to their authorizing agencies by September 15, 2015. The authorizing agencies will submit the forms to their county offices of education, who will in turn submit the forms to the California Department of Education by October 15, 2015.

Unaudited Actuals are based on the preliminary year-end close and will be revised to include accrual adjustments and final audit adjustments.

### Revenues

The major source of revenue to Magnolia Public Schools (MPS) is the Local Control Funding Formula (LCFF) apportionment calculated on a base revenue formula per unit of Average Daily Attendance (ADA). These unrestricted revenues are based upon each school's ADA multiplied by the LCFF applicable to each of the schools.

Consolidated revenue increased 3.59% from \$32.3 million for FY 2013-14 to \$33.4 million for FY 2014-15. The revenue increase is primarily due to the increase in the 2014-15 LCFF Gap Funding percentage. Consolidated revenue increased 1.0% or \$330,000 compared to budget projections, mainly due to a slight overall increase in principal apportionments and federal revenues.

### Expense Variances between Budget and Unaudited Actuals

Total consolidated expenses increased 0.82% or \$265,000 compared to budget projections. Expense increase is primarily due to an increase in Service and Other Operating Services due to higher than anticipated legal and consulting costs resulting from the litigation with LAUSD and a



# MAGNOLIA PUBLIC SCHOOLS

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one-time indirect cost allocation. The overall consolidated expense increase in budget was offset by lower Salaries and Benefits and Books & Supplies.

## Year Over Year Expenditure Variances

Total salaries and benefits of \$17.7 million represent 55.67% of total consolidated expenses. The year-over-year increase of salaries and benefits totaling \$742,000 is primarily due to a 7.88% increase of certificated salaries and benefits compared to the previous FY 2013-14. The salaries and benefits increase is due in part to additional hiring of certificated teachers and school staff.

Services and Other Operating Expenses increased from \$7.24 million in FY 2013-14 to \$11.36 million in FY 2014-15. This increase is primarily due to a one time board approved CMO fee allocation totaling \$1.35 million. The purpose of the one-time indirect cost distribution was to allocate the deficit that had been accumulated over several years relating to un-allocated startup costs, waiving the CMO fees to schools that needed to build reserves, and increases in unrestricted operational costs. In addition, Services and Other Operating Expenses increased due to unanticipated legal and consulting fees totaling approximately \$0.8 million resulting from the litigation with LAUSD. Lastly, Services and Other Operating Expenses increased year over year due to school operating expenses based on the particular needs of each school.

## Budget Implications

There are no budget implications.

## Attachments

2014-15 Unaudited Actuals Report

## Name of Staff Originator:

Oswaldo Diaz, Chief Financial Officer



# UNAUDITED ACTUALS REPORT

July 1, 2014 - June 30, 2015

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*Prepared by:*

**Oswaldo Diaz**

*Chief Financial Officer*

*and*

**Brock Atar**

*Senior Financial Analyst*

**Terrence Lee**

*Senior Financial Analyst*

**Cafer Turan**

*Senior Financial Analyst*

**MAGNOLIA PUBLIC SCHOOLS**  
**Unaudited Consolidated Statement of Activities**

	Twelve Months Ended June 30		
	2015	2014	Variance
			%
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
<b>8000 - REVENUES</b>			
State Support	\$30,316,795	\$28,067,250	\$2,249,545
Federal Support	\$2,573,424	\$2,330,913	\$242,511
Local Support	\$567,357	\$1,900,516	( <b>\$1,333,159</b> )
<b>Total Income</b>	<b>\$33,457,575</b>	<b>\$32,298,679</b>	<b>\$1,158,896</b>
<b>Expense</b>			
<b>EXPENDITURES</b>			
Certificated Salaries	\$12,388,129	\$11,482,825	\$905,304
Classified Salaries	\$1,796,893	\$2,145,788	( <b>\$348,895</b> )
Employee Benefits	\$3,543,871	\$3,358,116	\$185,755
Books & Supplies	\$2,536,064	\$2,473,016	\$63,048
Services, Other Operating Exp	\$11,958,771	\$7,237,337	\$4,721,434
Capital Outlay	\$203,381	\$329,875	( <b>\$126,494</b> )
<b>Total Expense</b>	<b>\$32,427,109</b>	<b>\$27,026,957</b>	<b>\$5,400,152</b>
<b>Net Income</b>	<b>\$1,030,467</b>	<b>\$5,271,722</b>	<b>(<b>\$4,241,255</b>)</b>
			<b>-80.45%</b>

**MAGNOLIA PUBLIC SCHOOLS**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense Income	Actuals	Budget	Variance	%
<b>8000 - REVENUES</b>				
1 - Principal Apportionment	\$26,644,737	\$26,302,154	\$342,583	1.30%
2 - Federal Revenues	\$2,573,424	\$2,459,557	\$113,867	4.63%
3 - Other State Revenue	\$3,672,058	\$3,666,464	\$5,594	0.15%
4 - Local Revenue	\$567,357	\$699,478	( <b>\$132,121</b> )	-18.89%
<b>Total Income</b>	<b>\$33,457,575</b>	<b>\$33,127,653</b>	<b>\$329,923</b>	<b>1.00%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$12,388,129	\$12,578,459	( <b>\$190,330</b> )	-1.51%
2000 - Classified Salaries	\$1,796,893	\$1,701,419	\$95,474	5.61%
3000 - Employee Benefits	\$3,543,871	\$3,908,006	( <b>\$364,135</b> )	-9.32%
4000 - Books & Supplies	\$2,536,064	\$2,923,258	( <b>\$387,194</b> )	-13.25%
5000 - Services, Other Operating Exp	\$11,958,771	\$10,796,540	\$1,162,230	10.76%
6000 - Capital Outlay	\$203,381	\$254,644	( <b>\$51,263</b> )	-20.13%
<b>Total Expense</b>	<b>\$32,427,109</b>	<b>\$32,162,326</b>	<b>\$264,783</b>	<b>0.82%</b>
<b>Net Income</b>	<b>\$1,030,467</b>	<b>\$965,327</b>	<b>\$65,140</b>	<b>6.75%</b>

**MAGNOLIA SCIENCE ACADEMY - 1**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$4,122,660	\$4,073,485	\$49,175	1.21%
2 - Federal Revenues	\$510,646	\$663,056	(\$152,409)	-22.99%
3 - Other State Revenue	\$588,724	\$568,169	\$20,555	3.62%
4 - Local Revenue	\$73,556	\$75,000	(\$1,444)	-1.93%
<b>Total Income</b>	<b>\$5,295,587</b>	<b>\$5,379,710</b>	<b>(\$84,123)</b>	<b>-1.56%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,834,566	\$1,783,930	\$50,636	2.84%
2000 - Classified Salaries	\$493,599	\$359,250	\$134,349	37.40%
3000 - Employee Benefits	\$506,437	\$562,821	(\$56,384)	-10.02%
4000 - Books & Supplies	\$465,092	\$635,557	(\$170,465)	-26.82%
5000 - Services, Other Operating Exp	\$2,092,188	\$1,723,717	\$368,471	21.38%
6000 - Capital Outlay	\$26,486	\$20,000	\$6,486	32.43%
<b>Total Expense</b>	<b>\$5,418,368</b>	<b>\$5,085,275</b>	<b>\$333,093</b>	<b>6.55%</b>
<b>Net Income</b>	<b>(\$122,781)</b>	<b>\$294,435</b>	<b>(\$417,216)</b>	<b>-141.70%</b>

**MAGNOLIA SCIENCE ACADEMY - 2**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$3,336,116	\$3,264,887	\$71,229	2.18%
2 - Federal Revenues	\$228,498	\$225,983	\$2,515	1.11%
3 - Other State Revenue	\$381,971	\$389,726	(\$7,755)	-1.99%
4 - Local Revenue	\$53,781	\$87,000	(\$33,219)	-38.18%
<b>Total Income</b>	<b>\$4,000,366</b>	<b>\$3,967,596</b>	<b>\$32,770</b>	<b>0.83%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,562,748	\$1,679,402	(\$116,654)	-6.95%
2000 - Classified Salaries	\$104,174	\$72,750	\$31,424	43.19%
3000 - Employee Benefits	\$462,356	\$532,957	(\$70,601)	-13.25%
4000 - Books & Supplies	\$233,163	\$233,183	(\$20)	-0.01%
5000 - Services, Other Operating Exp	\$1,463,061	\$1,207,598	\$255,463	21.15%
6000 - Capital Outlay	\$26,572	\$26,491	\$81	0.31%
<b>Total Expense</b>	<b>\$3,852,074</b>	<b>\$3,752,381</b>	<b>\$99,694</b>	<b>2.66%</b>
<b>Net Income</b>	<b>\$148,292</b>	<b>\$215,215</b>	<b>(\$66,923)</b>	<b>-31.10%</b>

**MAGNOLIA SCIENCE ACADEMY - 3**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$3,404,296	\$3,418,522	(\$14,226)	-0.42%
2 - Federal Revenues	\$365,375	\$545,870	(\$180,495)	-33.07%
3 - Other State Revenue	\$438,986	\$485,291	(\$46,305)	-9.54%
4 - Local Revenue	\$2,641	\$60,000	(\$57,359)	-95.60%
<b>Total Income</b>	<b>\$4,211,298</b>	<b>\$4,509,683</b>	<b>(\$298,385)</b>	<b>-6.62%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,562,628	\$1,583,509	(\$20,881)	-1.32%
2000 - Classified Salaries	\$205,748	\$269,593	(\$63,845)	-23.68%
3000 - Employee Benefits	\$357,509	\$491,277	(\$133,768)	-27.23%
4000 - Books & Supplies	\$521,768	\$534,034	(\$12,266)	-2.30%
5000 - Services, Other Operating Exp	\$1,715,749	\$1,165,421	\$550,329	47.22%
6000 - Capital Outlay	\$27,500	\$20,000	\$7,500	37.50%
<b>Total Expense</b>	<b>\$4,390,902</b>	<b>\$4,063,834</b>	<b>\$327,069</b>	<b>8.05%</b>
<b>Net Income</b>	<b>(\$179,605)</b>	<b>\$445,849</b>	<b>(\$625,454)</b>	<b>-140.28%</b>

**MAGNOLIA SCIENCE ACADEMY - 4**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$1,701,297	\$1,674,360	\$26,937	1.61%
2 - Federal Revenues	\$138,951	\$140,535	(\$1,584)	-1.13%
3 - Other State Revenue	\$176,640	\$168,827	\$7,813	4.63%
4 - Local Revenue	\$62,141	\$25,088	\$37,053	147.69%
<b>Total Income</b>	<b>\$2,079,029</b>	<b>\$2,008,810</b>	<b>\$70,219</b>	<b>3.50%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$719,722	\$743,309	(\$23,587)	-3.17%
2000 - Classified Salaries	\$31,763	\$36,256	(\$4,493)	-12.39%
3000 - Employee Benefits	\$198,707	\$211,984	(\$13,277)	-6.26%
4000 - Books & Supplies	\$128,009	\$194,311	(\$66,302)	-34.12%
5000 - Services, Other Operating Exp	\$730,984	\$805,308	(\$74,324)	-9.23%
6000 - Capital Outlay	\$6,284	\$10,192	(\$3,908)	-38.34%
<b>Total Expense</b>	<b>\$1,815,469</b>	<b>\$2,001,361</b>	<b>(\$185,891)</b>	<b>-9.29%</b>
<b>Net Income</b>	<b>\$263,559</b>	<b>\$7,449</b>	<b>\$256,110</b>	<b>3438.10%</b>

**MAGNOLIA SCIENCE ACADEMY - 5**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$780,024	\$783,896	(\$3,872)	-0.49%
2 - Federal Revenues	\$78,761	\$59,061	\$19,700	33.35%
3 - Other State Revenue	\$143,106	\$116,811	\$26,295	22.51%
4 - Local Revenue	\$17,933	\$15,588	\$2,345	15.04%
<b>Total Income</b>	<b>\$1,019,824</b>	<b>\$975,356</b>	<b>\$44,468</b>	<b>4.56%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$400,508	\$391,772	\$8,736	2.23%
2000 - Classified Salaries	\$58,596	\$55,504	\$3,092	5.57%
3000 - Employee Benefits	\$123,011	\$137,970	(\$14,959)	-10.84%
4000 - Books & Supplies	\$36,655	\$54,900	(\$18,245)	-33.23%
5000 - Services, Other Operating Exp	\$392,704	\$509,746	(\$117,041)	-22.96%
6000 - Capital Outlay	\$7,232	\$15,000	(\$7,768)	-51.79%
<b>Total Expense</b>	<b>\$1,018,706</b>	<b>\$1,164,892</b>	<b>(\$146,186)</b>	<b>-12.55%</b>
<b>Net Income</b>	<b>\$1,118</b>	<b>(\$189,536)</b>	<b>\$190,653</b>	<b>100.59%</b>

**MAGNOLIA SCIENCE ACADEMY - 6**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$1,155,329	\$1,087,860	\$67,469	6.20%
2 - Federal Revenues	\$104,470	\$94,358	\$10,112	10.72%
3 - Other State Revenue	\$203,448	\$194,941	\$8,508	4.36%
4 - Local Revenue	\$30,257	\$19,502	\$10,755	55.15%
<b>Total Income</b>	<b>\$1,493,504</b>	<b>\$1,396,661</b>	<b>\$96,843</b>	<b>6.93%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$454,676	\$461,992	(\$7,316)	-1.58%
2000 - Classified Salaries	\$53,851	\$52,350	\$1,501	2.87%
3000 - Employee Benefits	\$149,574	\$150,774	(\$1,200)	-0.80%
4000 - Books & Supplies	\$76,722	\$82,141	(\$5,419)	-6.60%
5000 - Services, Other Operating Exp	\$329,245	\$495,369	(\$166,124)	-33.54%
6000 - Capital Outlay	\$8,461	\$8,461	\$0	0.00%
<b>Total Expense</b>	<b>\$1,072,529</b>	<b>\$1,251,087</b>	<b>(\$178,558)</b>	<b>-14.27%</b>
<b>Net Income</b>	<b>\$420,975</b>	<b>\$145,573</b>	<b>\$275,401</b>	<b>189.18%</b>

**MAGNOLIA SCIENCE ACADEMY - 7**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$2,049,711	\$2,142,066	(\$92,355)	-4.31%
2 - Federal Revenues	\$246,531	\$234,528	\$12,003	5.12%
3 - Other State Revenue	\$587,056	\$592,014	(\$4,958)	-0.84%
4 - Local Revenue	\$60,292	\$78,000	(\$17,708)	-22.70%
<b>Total Income</b>	<b>\$2,943,589</b>	<b>\$3,046,607</b>	<b>(\$103,018)</b>	<b>-3.38%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$736,143	\$768,733	(\$32,590)	-4.24%
2000 - Classified Salaries	\$295,856	\$352,350	(\$56,494)	-16.03%
3000 - Employee Benefits	\$251,582	\$284,889	(\$33,307)	-11.69%
4000 - Books & Supplies	\$285,181	\$247,174	\$38,007	15.38%
5000 - Services, Other Operating Exp	\$1,197,716	\$976,157	\$221,558	22.70%
6000 - Capital Outlay	\$13,600	\$41,000	(\$27,400)	-66.83%
<b>Total Expense</b>	<b>\$2,780,078</b>	<b>\$2,670,303</b>	<b>\$109,774</b>	<b>4.11%</b>
<b>Net Income</b>	<b>\$163,511</b>	<b>\$376,304</b>	<b>(\$212,792)</b>	<b>-56.55%</b>

**MAGNOLIA SCIENCE ACADEMY - 8**  
**Unaudited Consolidated Statement of Activities**  
**(For the Twelve months ended June 30, 2015)**

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$3,611,558	\$3,493,326	\$118,232	3.38%
2 - Federal Revenues	\$306,665	\$303,482	\$3,183	1.05%
3 - Other State Revenue	\$557,626	\$595,731	(\$38,104)	-6.40%
4 - Local Revenue	\$60,208	\$50,000	\$10,208	20.42%
<b>Total Income</b>	<b>\$4,536,057</b>	<b>\$4,442,539</b>	<b>\$93,518</b>	<b>2.11%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,705,076	\$1,766,875	(\$61,799)	-3.50%
2000 - Classified Salaries	\$213,584	\$201,570	\$12,014	5.96%
3000 - Employee Benefits	\$514,219	\$530,195	(\$15,976)	-3.01%
4000 - Books & Supplies	\$430,702	\$484,351	(\$53,649)	-11.08%
5000 - Services, Other Operating Exp	\$1,657,113	\$1,419,868	\$237,245	16.71%
6000 - Capital Outlay	\$6,354	\$10,000	(\$3,646)	-36.46%
<b>Total Expense</b>	<b>\$4,527,048</b>	<b>\$4,412,859</b>	<b>\$114,189</b>	<b>2.59%</b>
<b>Net Income</b>	<b>\$9,009</b>	<b>\$29,680</b>	<b>(\$20,671)</b>	<b>-69.65%</b>

**MAGNOLIA SCIENCE ACADEMY - SA**  
 Unaudited Consolidated Statement of Activities  
 (For the Twelve months ended June 30, 2015)

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$1,155,757	\$912,643	\$243,114	26.64%
2 - Federal Revenues	\$443,864	\$42,897	\$400,967	934.71%
3 - Other State Revenue	\$176,590	\$205,621	(\$29,031)	-14.12%
4 - Local Revenue	\$29,745	\$68,300	(\$38,555)	-56.45%
<b>Total Income</b>	<b>\$1,805,956</b>	<b>\$1,229,461</b>	<b>\$576,495</b>	<b>46.89%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$718,744	\$657,484	\$61,260	9.32%
2000 - Classified Salaries	\$52,285	\$42,496	\$9,789	23.04%
3000 - Employee Benefits	\$163,502	\$157,620	\$5,882	3.73%
4000 - Books & Supplies	\$109,178	\$124,850	(\$15,672)	-12.55%
5000 - Services, Other Operating Exp	\$687,978	\$710,331	(\$22,353)	-3.15%
6000 - Capital Outlay	\$24,892	\$18,500	\$6,392	34.55%
<b>Total Expense</b>	<b>\$1,756,579</b>	<b>\$1,711,281</b>	<b>\$45,298</b>	<b>2.65%</b>
<b>Net Income</b>	<b>\$49,377</b>	<b>(\$481,820)</b>	<b>\$531,197</b>	<b>110.25%</b>

**MAGNOLIA SCIENCE ACADEMY - SC**  
 Unaudited Consolidated Statement of Activities  
 (For the Twelve months ended June 30, 2015)

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$3,084,298	\$3,145,558	(\$61,260)	-1.95%
2 - Federal Revenues	\$55,081	\$63,924	(\$8,843)	-13.83%
3 - Other State Revenue	\$115,052	\$110,206	\$4,846	4.40%
4 - Local Revenue	\$76,909	\$94,000	(\$17,091)	-18.18%
<b>Total Income</b>	<b>\$3,331,340</b>	<b>\$3,413,688</b>	<b>(\$82,348)</b>	<b>-2.41%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,468,789	\$1,470,128	(\$1,339)	-0.09%
2000 - Classified Salaries	\$143,594	\$163,982	(\$20,388)	-12.43%
3000 - Employee Benefits	\$429,557	\$467,866	(\$38,309)	-8.19%
4000 - Books & Supplies	\$102,373	\$138,941	(\$36,568)	-26.32%
5000 - Services, Other Operating Exp	\$1,044,006	\$1,133,498	(\$89,492)	-7.90%
6000 - Capital Outlay	\$36,000	\$25,000	\$11,000	44.00%
<b>Total Expense</b>	<b>\$3,224,319</b>	<b>\$3,399,415</b>	<b>(\$175,096)</b>	<b>-5.15%</b>
<b>Net Income</b>	<b>\$107,021</b>	<b>\$14,273</b>	<b>\$92,748</b>	<b>649.80%</b>

**MAGNOLIA SCIENCE ACADEMY - SD**  
 Unaudited Consolidated Statement of Activities  
 (For the Twelve months ended June 30, 2015)

Ordinary Income/Expense	Actuals	Budget	Variance	%
<b>Income</b>				
8000 - REVENUES				
1 - Principal Apportionment	\$2,243,691	\$2,305,551	(\$61,860)	-2.68%
2 - Federal Revenues	\$94,582	\$85,863	\$8,719	10.15%
3 - Other State Revenue	\$302,859	\$239,128	\$63,731	26.65%
4 - Local Revenue	\$99,894	\$127,000	(\$27,106)	-21.34%
<b>Total Income</b>	<b>\$2,741,026</b>	<b>\$2,757,543</b>	<b>(\$16,517)</b>	<b>-0.60%</b>
<b>Expense</b>				
<b>EXPENDITURES</b>				
1000 - Certificated Salaries	\$1,224,529	\$1,271,325	(\$46,796)	-3.68%
2000 - Classified Salaries	\$143,843	\$95,318	\$48,525	50.91%
3000 - Employee Benefits	\$387,417	\$379,653	\$7,764	2.05%
4000 - Books & Supplies	\$147,221	\$193,816	(\$46,595)	-24.04%
5000 - Services, Other Operating Exp	\$648,025	\$649,527	(\$1,502)	-0.23%
6000 - Capital Outlay	\$20,000	\$60,000	(\$40,000)	-66.67%
<b>Total Expense</b>	<b>\$2,571,035</b>	<b>\$2,649,639</b>	<b>(\$78,604)</b>	<b>-2.97%</b>
<b>Net Income</b>	<b>\$169,991</b>	<b>\$107,904</b>	<b>\$62,087</b>	<b>57.54%</b>

**Magnolia Public Schools**  
**Unaudited Actuals**

**Actuals as of 06/30/2015 (12 months)**

School	Revenue	Expenses	Net Increase (Decrease) in Net Position	Beginning Net Position	Ending Net Position	Minimum Reserve Requirements (a)
MSA-1	5,295,587	5,418,368	(122,781)	2,223,916	2,101,135	270,918
MSA-2	4,000,366	3,852,074	148,292	839,408	987,700	192,604
MSA-3	4,211,298	4,390,902	(179,605)	692,891	513,286	219,545
MSA-4	2,079,029	1,815,469	263,559	238,592	502,151	90,773
MSA-5	1,019,824	1,018,706	1,118	889,514	890,631	50,935
MSA-6	1,493,504	1,072,529	420,975	64,462	485,437	53,626
MSA-7	2,943,589	2,780,078	163,511	598,512	762,024	139,004
MSA-8	4,536,057	4,527,048	9,009	2,887,458	2,896,467	226,352
MSA-SA	1,805,956	1,756,579	49,377	2,247,638	2,297,015	87,829
MSA-SC	3,331,340	3,224,319	107,021	366,924	473,945	161,216
MSA-SD	2,741,026	2,571,035	169,991	445,310	615,301	77,131

**Notes:**

(a) Minimum reserve requirements have been met by all schools.

**MSA-1**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1845401		Magnolia Science Academy	1845401			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
ASSETS						AS OF 6/30/15
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			1,824,498.74
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			415,422.82
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			39,035.00
		Other Current	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			374,818.00
	c)	Less - Accumulated Depreciation-Land Improvements	9425			(374,818.00)
	d)	Buildings	9430			-
	e)	Less - Accumulated Depreciation-Buildings	9435			-
	f)	Equipment	9440			283,867.00
	g)	Less - Accumulated Depreciation-Equipment	9445			(243,982.00)
	h)	Work in Progress	9450			-
<b>TOTAL ASSETS</b>						2,318,841.56
LIABILITIES						
		Accounts Payable	9500			217,706.88
		Due to Grantor Governments	9590			-
		Current Loans	9640			-
		Unearned Revenue (terminology changed from Deferred Revenue)	9650			
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
<b>TOTAL LIABILITIES</b>						217,706.88
<b>NET POSITION, June 30</b>						2,101,134.68
<b>DIFF BET. FUND END BAL &amp; FUND EQTY ( this should be zero)</b>						-



F. NET POSITION						
1)	Beginning Net Position					
	a)	As of June 30 - Unaudited	9791			2,319,569.88
	b)	Audit Adjustments	9793			(95,653.88)
	d)	Other Restatements	9795			-
	e)	Adjusted Beginning Net Position				<b>2,223,916.00</b>
2)	<b>Ending Net Position, June 30</b>					<b>2,101,134.68</b>
	a)	Net Investment in Capital Assets	9796			-
	b)	Restricted Net Position	9797			-
	c)	Unrestricted Net Position	9790			<b>2,101,134.68</b>
						<b>UNAUTED ACTUALS</b>
<b>Revenues (DETAILS)</b>			<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>	
1)	Revenue Limit Sources					
	Principal Apportionment					
		General Purpose Entitlement-Net State Aid	8011	0000		2,493,593.00
		State Aid - PY adjustments	8019	0000		(13,255.00)
		Education Protection Account (EPA)	8012	1400		781,115.00
	Revenue Limit Transfers					
		Unrestricted Revenue Limit Transfers - Current Year	8091	0000		
		All Other Revenue Limit Transfer- Current Year	8091	0000		
		Transfers to Charter Schools in lieu of Property Taxes	8096	0000		841,892.00
		In Lieu of PropTax - PY adjustments	8096	0000		19,315.00
		Property Taxes Transfers	8097	0000		-
		Revenue Limit Transfers - Prior Years	8099	0000		-
	<b>TOTAL REVENUE LIMIT SOURCES</b>					<b>4,122,660.00</b>
2)	<b>Federal Revenue</b>					
		Special Ed: IDEA Basic Local Assistance - CY	8181	3310		97,396.72
		Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310		228.58
		Special Education Discretionary Grants	8182	3310		-
		Breakfast, Milk, Pregnant & Lactating Students	8220	5310		200,929.00
		NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010		196,858.00
		NCLB: T1,Part A Basic School Support	8290	3020		-
		NCLB: Title I, Part D, Local Delinquent Programs	8290	3025		-
		Carl D. Perkins Career & Technical Education :Secondary	8290	3550		-
		NCLB:TII, Part A, Teacher Quality	8290	4035		1,174.00
		NCLB:TII, Part A, Administrator Training	8290	4036		
		NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045		
		NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046		
		NCLB:TIII,Immigrant Education Program	8290	4201		2,214.00
		NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203		11,846.00
		NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610		-
		<u>Other Federal Revenues:</u>	8290	5810		-
	Others (please insert description below)					





		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				26,917.00	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		26,917.00	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				-	
		EE Ben - PERS - Classified - Instruction	3202	1000		-	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		-	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				49,117.00	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		41,656.00	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		7,461.00	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				13,056.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		13,056.00	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
		EE Ben - OASDI Medicare - Certificated				-	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				-	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Classified				-	
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
		EE Ben - Health & Welfare Benefits - Certificated				164,511.00	
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		139,522.00	
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv and	3401	2100		24,989.00	
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-	
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-	
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-	
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-	
		EE Ben - Health & Welfare Benefits - Classified				43,732.00	
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-	
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-	
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		43,732.00	
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-	
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-	
		EE Ben - Unemployment Insurance - Certificated				28,151.00	
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		23,874.00	
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		4,277.00	
		EE Ben - Unemployment Insurance - Cert - Instructional Library, I	3501	2420		-	
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-	
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-	
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-	
		EE Ben - Unemployment Insurance - Classified				7,483.00	
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-	
		EE Ben - Unemployment Insurance - Class - Instructional Supv at	3502	2100		-	
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		7,483.00	
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-	
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-	
		EE Ben - Workers' Compensation - Certificated				-	
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		-	
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-	
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-	
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-	
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-	
		EE Ben - Workers' Compensation - Classified				17,545.00	
		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		14,880.00	
		EE Ben - Workers' Compensation - Class - Instructional Supervi	3602	2100		2,665.00	
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	

		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & O	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Admini	3602	2100		-
		EE Ben - OPEB, Allocated				4,529.00
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		4,529.00
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				-
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision an	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media,	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Ser	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administratic	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				-
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Oper	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administrat	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>506,437.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		28,620.00
		Books and Other Reference Materials	4200	1000		11,925.00
		Materials and Supplies	4300	1000		145,589.00
		Noncapitalized Equipment	4400	1000		14,393.00
		Other Supplies	4300	2700		3,331.00
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		261,234.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>465,092.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		11,658.00
		Due and Memberships	5300	7200		34,245.00
		Insurance	5400	7200		27,473.00
		Operation and Housekeeping Services	5500	8100		60,605.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		609,655.00
		Transfers of Direct Cost	5800	8100		-

		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		1,294,052.00
		Communications	5900	8100		13,334.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>2,051,022.00</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		26,486.00
		<b>TOTAL DEPRECIATION</b>				<b>26,486.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		41,166.00
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>5,418,368.00</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-2**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1846101		<b>Magnolia Science Academy #2</b>	1846101			-
<b>FI CHARTER SCHOOL - FUND 62</b>						
<b>FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)</b>						
<b>BALANCE SHEET - FULL ACCRUAL</b>						
						<b>UNAUDITED ACTUALS</b>
<b>ASSETS</b>						<b>AS OF 6/30/15</b>
Cash			<b>Object Codes</b>	<b>Resource Codes</b>		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			571,070.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			368,093.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			103,066.00
		Other Current	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	<b>Less - Accumulated Depreciation-Land Improvements</b>	9425			-
	d)	Buildings	9430			-
	e)	<b>Less - Accumulated Depreciation-Buildings</b>	9435			-
	f)	Equipment	9440			198,584.00
	g)	<b>Less - Accumulated Depreciation-Equipment</b>	9445			(158,227.00)
	h)	Work in Progress	9450			-
		<b>TOTAL ASSETS</b>				<b>1,082,586.00</b>
<b>LIABILITIES</b>						
		Accounts Payable	9500			44,884.01
		Due to Grantor Governments	9590			-
		Current Loans	9640			50,002.00
		Unearned Revenue ( <b>terminology changed from Deferred Revenue</b> )	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
		<b>TOTAL LIABILITIES</b>				<b>94,886.01</b>
		<b>NET POSITION, June 30</b>				<b>987,699.99</b>
		<b>DIFF BET. FUND END BAL &amp; FUND EQTY ( this should be zero)</b>				<b>-</b>



F. NET POSITION						
1)	Beginning Net Position					
	a)	As of June 30 - Unaudited	9791			848,549.30
	b)	Audit Adjustments	9793			(9,141.00)
	d)	Other Restatements	9795			-
	e)	Adjusted Beginning Net Position				<b>839,408.30</b>
2)	<b>Ending Net Position, June 30</b>					<b>987,699.99</b>
	a)	Net Investment in Capital Assets	9796			-
	b)	Restricted Net Position	9797			-
	c)	Unrestricted Net Position	9790			<b>987,699.99</b>
						<b>UNAUTED ACTUALS</b>
<b>Revenues (DETAILS)</b>			<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>	
1)	Revenue Limit Sources					
	Principal Apportionment					
		General Purpose Entitlement-Net State Aid	8011	0000		1,961,811.00
		State Aid - PY adjustments	8019	0000		(17,532.00)
		Education Protection Account (EPA)	8012	1400		653,720.00
	Revenue Limit Transfers					
		Unrestricted Revenue Limit Transfers - Current Year	8091	0000		
		All Other Revenue Limit Transfer- Current Year	8091	0000		2,117.00
		Transfers to Charter Schools in lieu of Property Taxes	8096	0000		720,590.00
		In Lieu of PropTax - PY adjustments	8096	0000		15,410.00
		Property Taxes Transfers	8097	0000		-
		Revenue Limit Transfers - Prior Years	8099	0000		-
	<b>TOTAL REVENUE LIMIT SOURCES</b>					<b>3,336,116.00</b>
2)	<b>Federal Revenue</b>					
		Special Ed: IDEA Basic Local Assistance - CY	8181	3310		83,363.57
		Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310		182.37
		Special Education Discretionary Grants	8182	3310		-
		Breakfast, Milk, Pregnant & Lactating Students	8220	5310		-
		NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010		133,388.00
		NCLB: T1,Part A Basic School Support	8290	3020		-
		NCLB: Title I, Part D, Local Delinquent Programs	8290	3025		-
		Carl D. Perkins Career & Technical Education :Secondary	8290	3550		-
		NCLB:TII, Part A, Teacher Quality	8290	4035		2,219.00
		NCLB:TII, Part A, Administrator Training	8290	4036		
		NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045		
		NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046		-
		NCLB:TIII,Immigrant Education Program	8290	4201		2,975.00
		NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203		6,370.00
		NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610		-
		<b>Other Federal Revenues:</b>	8290	5810		-
		Others (please insert description below)				-



			Tuition	8710	0000		
			All Other Transfers In	8781-8783	0000		
			Transfers of Apportionments				
			Special Education SELPA Transfers				
			From Districts or Charter Schools	8791	6500		-
			From County Offices	8792	6500		
			From JPAs	8793	6500		
			Other Transfers of Apportionments				
			From Districts or Charter Schools	8791	0000		
			From County Offices	8792	0000		
			From JPAs	8793	0000		
			All Other Transfers in from All Others	8799	0000		
			<b>TOTAL OTHER LOCAL REVENUE</b>				<b>53,781.00</b>
			<b>TOTAL REVENUES</b>				<b>4,000,366.10</b>
			<b>Expeses by Sub-object</b>				
				SACS Object	FUNC		UNAUTED ACTUALS AS OF JUNE 30 2015
	1)		<b>Certificated Salaries</b>				
			Teachers' Salaries	1100	1000		1,366,092.04
			Pupil Support Salaries	1200	3110/3140		-
			Librarians	1200	2420		-
			Supervisors' and Administrators' Salaries	1300	2700		196,656.00
			Guidance, Welfare, & Counseling Services	1200	3110		-
			Physical/Mental, Health Services	1200	3140		-
			Other Certificated Salaries	1900	2100		-
			<b>TOTAL CERTIFICATED SALARIES</b>				<b>1,562,748.04</b>
	2)		<b>Classified Salaries</b>				
			Classified Instructional Salaries	2100	1000		-
			Classified Supervisors' and Administrators' Salaries	2300	2100		-
			Clerical, Technical and Office Salaries	2400	2700		33,337.00
			Classified Transportation Salaries	2200	3600		-
			Classified Food Services Salaries	2200	3700		-
			Classified Maintenance & Operations	2200	8100		-
			Other Classified	2900	2100		70,837.00
			<b>TOTAL CLASSIFIED SALARIES</b>				<b>104,174.00</b>
	3)		<b>Employee Benefits</b>				
			EE Ben - STRS - Certificated				130,422.00
			EE Ben - STRS - Certificated - Instruction	3101	1000		114,198.00
			EE Ben - STRS - Certificated - Instructional Supv and Adm	3101	2100		-
			EE Ben - STRS - Certificated - Instructional Library, Media, & Tec	3101	2420		-
			EE Ben - STRS - Certificated - School Administration	3101	2700		16,224.00
			EE Ben - STRS - Certificated - Guidance & Counseling Services	3101	3110		-
			EE Ben - STRS - Certificated - Health Services	3101	3140		-
			EE Ben - STRS - Certificated - Other General Admin	3101	2100		-
			EE Ben - STRS - Classified				-
			EE Ben - STRS - Classified - Instruction	3102	1000		-
			EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-
			EE Ben - STRS - Classified - School Administration	3102	2700		-
			EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-
			EE Ben - STRS - Classified - Food Services	3102	3700		-

		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				-	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		-	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				5,012.00	
		EE Ben - PERS - Classified - Instruction	3202	1000		-	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		5,012.00	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				-	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				3,052.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		984.00	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		2,068.00	
		EE Ben - OASDI Medicare - Certificated				32,732.00	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		30,047.00	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		2,685.00	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				854.00	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		169.00	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		685.00	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Classified				-	
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-	
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
		EE Ben - Health & Welfare Benefits - Certificated				245,689.00	
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		223,414.00	
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv and	3401	2100		-	
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-	
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		22,275.00	
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-	
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-	
		EE Ben - Health & Welfare Benefits - Classified				7,425.00	
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-	
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-	
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		7,425.00	
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-	
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-	
		EE Ben - Unemployment Insurance - Certificated				813.00	
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		728.00	
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-	
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-	
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		85.00	
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-	
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-	
		EE Ben - Unemployment Insurance - Classified				26.00	
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-	
		EE Ben - Unemployment Insurance - Class - Instructional Supv at	3502	2100		-	
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		26.00	
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-	
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-	
		EE Ben - Workers' Compensation - Certificated				18,558.00	
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		16,912.00	
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-	
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-	
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		1,646.00	
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-	
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-	
		EE Ben - Workers' Compensation - Classified				549.00	
		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-	
		EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100		-	
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		549.00	

		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & O	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Admini	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				17,224.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		17,224.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision an	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media,	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Ser	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administratic	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				-
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Oper	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administrat	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>462,356.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		14,921.00
		Books and Other Reference Materials	4200	1000		40,867.00
		Materials and Supplies	4300	1000		93,485.00
		Noncapitalized Equipment	4400	1000		8,111.00
		Other Supplies	4300	2700		-
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		75,779.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>233,163.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		16,316.00
		Due and Memberships	5300	7200		3,294.00
		Insurance	5400	7200		23,093.00
		Operation and Housekeeping Services	5500	8100		514.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		147,812.00
		Transfers of Direct Cost	5800	8100		-

		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		1,224,843.16
		Communications	5900	8100		13,828.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,429,700.16</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		26,572.00
		<b>TOTAL DEPRECIATION</b>				<b>26,572.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		33,361.21
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>3,852,074.41</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-3**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1846401		Magnolia Science Academy 3	1846401			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
ASSETS						AS OF 6/30/15
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			313,439.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			347,342.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			-
		Other Current	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	Less - Accumulated Depreciation-Land Improvements	9425			-
	d)	Buildings	9430			-
	e)	Less - Accumulated Depreciation-Buildings	9435			-
	f)	Equipment	9440			136,648.00
	g)	Less - Accumulated Depreciation-Equipment	9445			(125,557.00)
	h)	Work in Progress	9450			-
<b>TOTAL ASSETS</b>						671,872.00
<b>LIABILITIES</b>						
		Accounts Payable	9500			158,585.79
		Due to Grantor Governments	9590			-
		Current Loans	9640			-
		Unearned Revenue (terminology changed from Deferred Revenue)	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
<b>TOTAL LIABILITIES</b>						158,585.79
<b>NET POSITION, June 30</b>						513,286.21



<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>				<b>(179,604.79)</b>
<b>F. NET POSITION</b>				
1)	Beginning Net Position			
a)	As of June 30 - Unaudited	9791		691,634.00
b)	Audit Adjustments	9793		1,257.00
d)	Other Restatements	9795		-
e)	Adjusted Beginning Net Position			<b>692,891.00</b>
2)	<b>Ending Net Position, June 30</b>			<b>513,286.21</b>
a)	Net Investment in Capital Assets	9796		-
b)	Restricted Net Position	9797		-
c)	Unrestricted Net Position	9790		<b>513,286.21</b>
				<b>UNAUDITED ACTUALS</b>
<b>Revenues (DETAILS)</b>		<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>
1)	Revenue Limit Sources			
	Principal Apportionment			
	General Purpose Entitlement-Net State Aid	8011	0000	2,044,124.00
	State Aid - PY adjustments	8019	0000	(10,451.00)
	Education Protection Account (EPA)	8012	1400	642,363.00
	Revenue Limit Transfers			
	Unrestricted Revenue Limit Transfers - Current Year	8091	0000	
	All Other Revenue Limit Transfer- Current Year	8091	0000	
	Transfers to Charter Schools in lieu of Property Taxes	8096	0000	712,958.00
	In Lieu of PropTax - PY adjustments	8096	0000	15,302.00
	Property Taxes Transfers	8097	0000	-
	Revenue Limit Transfers - Prior Years	8099	0000	-
	<b>TOTAL REVENUE LIMIT SOURCES</b>			<b>3,404,296.00</b>
2)	<b>Federal Revenue</b>			
	Special Ed: IDEA Basic Local Assistance - CY	8181	3310	82,480.67
	Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310	181.09
	Special Education Discretionary Grants	8182	3310	-
	Breakfast, Milk, Pregnant & Lactating Students	8220	5310	199,980.00
	NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010	80,071.00
	NCLB: T1,Part A Basic School Support	8290	3020	-
	NCLB: Title I, Part D, Local Delinquent Programs	8290	3025	-
	Carl D. Perkins Career & Technical Education :Secondary	8290	3550	-
	NCLB:TII, Part A, Teacher Quality	8290	4035	2,475.00
	NCLB:TII, Part A, Administrator Training	8290	4036	
	NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045	
	NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046	
	NCLB:TIII,Immigrant Education Program	8290	4201	187.00
	NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203	-
	NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610	-
	Other Federal Revenues:	8290	5810	-
	Others (please insert description below)			-





		EE Ben - STRS - Classified - School Administration	3102	2700		-
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-
		EE Ben - STRS - Classified - Food Services	3102	3700		-
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-
		EE Ben - PERS - Certificated				4,046.00
		EE Ben - PERS - Certificated - Instruction	3201	1000		-
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-
		EE Ben - PERS - Certificated - School Administration	3201	2700		4,046.00
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-
		EE Ben - PERS - Certificated - Health Services	3201	3140		-
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-
		EE Ben - PERS - Classified				-
		EE Ben - PERS - Classified - Instruction	3202	1000		-
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-
		EE Ben - PERS - Classified - School Administration	3202	2700		-
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-
		EE Ben - PERS - Classified - Food Services	3202	3700		-
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-
		EE Ben - OASDI Reg - Certificated				20,921.00
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		15,394.00
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		5,527.00
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-
		EE Ben - OASDI Reg - Classified				18,551.00
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		18,551.00
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-
		EE Ben - OASDI Medicare - Certificated				-
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		-
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-
		EE Ben - OASDI Medicare - Classified				-
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert				-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				88,279.00
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		64,960.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		23,319.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				78,285.00
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		78,285.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				-
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		-
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				852.00
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		852.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				9,550.00
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		7,028.00
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		2,522.00
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				8,470.00

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		8,470.00
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				757.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		757.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				-
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>357,509.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		102,991.00
		Books and Other Reference Materials	4200	1000		8,570.00
		Materials and Supplies	4300	1000		51,601.00
		Noncapitalized Equipment	4400	1000		17,757.00
		Other Supplies	4300	2700		5,836.00
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		335,013.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>521,768.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		6,364.00
		Due and Memberships	5300	7200		38,035.00
		Insurance	5400	7200		23,510.00

		Operation and Housekeeping Services	5500	8100		1,272.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		428,528.00
		Transfers of Direct Cost	5800	8100		-
		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		1,156,711.00
		Communications	5900	8100		27,335.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,681,755.00</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		27,500.00
		<b>TOTAL DEPRECIATION</b>				<b>27,500.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		33,994.45
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>4,390,902.45</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-4**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1801101		Magnolia Science Academy 4	1801101			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
ASSETS						AS OF 6/30/15
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			352,619.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			142,432.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			24,822.00
		Other Curre	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	Less - Accumulated Depreciation-Land Improvements	9425			-
	d)	Buildings	9430			-
	e)	Less - Accumulated Depreciation-Buildings	9435			-
	f)	Equipment	9440			-
	g)	Less - Accumulated Depreciation-Equipment	9445			-
	h)	Work in Progress	9450			-
						24,313.00
		<b>TOTAL ASSETS</b>				544,186.00
LIABILITIES						
		Accounts Payable	9500			41,772.00
		Due to Grantor Governments	9590			-
		Current Loans	9640			262.72
		Unearned Revenue (terminology changed from Deferred Revenue)	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
		<b>TOTAL LIABILITIES</b>				42,034.72
		<b>NET POSITION, June 30</b>				502,151.28



<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>				<b>263,559.28</b>
<b>F. NET POSITION</b>				
1)	Beginning Net Position			
a)	As of June 30 - Unaudited	9791		238,923.42
b)	Audit Adjustments	9793		(331.42)
d)	Other Restatements	9795		-
e)	Adjusted Beginning Net Position			<b>238,592.00</b>
2)	<b>Ending Net Position, June 30</b>			<b>502,151.28</b>
a)	Net Investment in Capital Assets	9796		-
b)	Restricted Net Position	9797		-
c)	Unrestricted Net Position	9790		<b>502,151.28</b>
				<b>UNAUDITED ACTUALS</b>
<b>Revenues (DETAILS)</b>		<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>
1)	Revenue Limit Sources			
	Principal Apportionment			
	General Purpose Entitlement-Net State Aid	8011	0000	1,019,862.00
	State Aid - PY adjustments	8019	0000	(7,082.00)
	Education Protection Account (EPA)	8012	1400	329,851.00
	Revenue Limit Transfers			
	Unrestricted Revenue Limit Transfers - Current Year	8091	0000	
	All Other Revenue Limit Transfer- Current Year	8091	0000	
	Transfers to Charter Schools in lieu of Property Taxes	8096	0000	351,586.00
	In Lieu of PropTax - PY adjustments	8096	0000	7,080.00
	Property Taxes Transfers	8097	0000	-
	Revenue Limit Transfers - Prior Years	8099	0000	-
	<b>TOTAL REVENUE LIMIT SOURCES</b>			<b>1,701,297.00</b>
2)	<b>Federal Revenue</b>			
	Special Ed: IDEA Basic Local Assistance - CY	8181	3310	40,674.25
	Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310	83.79
	Special Education Discretionary Grants	8182	3310	-
	Breakfast, Milk, Pregnant & Lactating Students	8220	5310	35,709.00
	NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010	61,467.12
	NCLB: T1,Part A Basic School Support	8290	3020	-
	NCLB: Title I, Part D, Local Delinquent Programs	8290	3025	-
	Carl D. Perkins Career & Technical Education :Secondary	8290	3550	-
	NCLB:TII, Part A, Teacher Quality	8290	4035	1,017.00
	NCLB:TII, Part A, Administrator Training	8290	4036	
	NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045	
	NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046	
	NCLB:TIII,Immigrant Education Program	8290	4201	-
	NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203	
	NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610	-
	<u>Other Federal Revenues:</u>	8290	5810	-
	Others (please insert description below)			-





		EE Ben - STRS - Classified - School Administration	3102	2700		-	
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
		EE Ben - STRS - Classified - Food Services	3102	3700		-	
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				-	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		-	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				3,739.00	
		EE Ben - PERS - Classified - Instruction	3202	1000		-	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		3,739.00	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				-	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				3,648.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		3,648.00	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
		EE Ben - OASDI Medicare - Certificated				15,391.00	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		15,391.00	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				3,000.00	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		3,000.00	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				90,000.00
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		90,000.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				9,948.00
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		9,948.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				278.00
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		278.00
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				102.00
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		102.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				6,792.00
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		6,792.00
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				1,200.00

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		1,200.00
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				4,112.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		4,112.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				1,200.00
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		1,200.00
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>198,707.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		20,258.00
		Books and Other Reference Materials	4200	1000		11,640.00
		Materials and Supplies	4300	1000		19,308.00
		Noncapitalized Equipment	4400	1000		-
		Other Supplies	4300	2700		24,540.00
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		52,263.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>128,009.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		1,766.00
		Due and Memberships	5300	7200		3,448.00
		Insurance	5400	7200		13,445.00

		Operation and Housekeeping Services	5500	8100		5,290.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		149,014.00
		Transfers of Direct Cost	5800	8100		-
		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		534,917.04
		Communications	5900	8100		6,091.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>713,971.04</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		6,284.00
		<b>TOTAL DEPRECIATION</b>				<b>6,284.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		17,012.99
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>1,815,469.43</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-5**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1801201		Magnolia Science Academy 5	1801201			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
<b>ASSETS</b>						<b>AS OF 6/30/15</b>
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			925,100.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			65,721.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			180,693.00
		Other Curre	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	<b>Less - Accumulated Depreciation-Land Improvements</b>	9425			-
	d)	Buildings	9430			-
	e)	<b>Less - Accumulated Depreciation-Buildings</b>	9435			-
	f)	Equipment	9440			-
	g)	<b>Less - Accumulated Depreciation-Equipment</b>	9445			-
	h)	Work in Progress	9450			-
						28,207.00
		<b>TOTAL ASSETS</b>				1,199,721.00
<b>LIABILITIES</b>						
		Accounts Payable	9500			308,350.00
		Due to Grantor Governments	9590			-
		Current Loans	9640			739.86
		Unearned Revenue ( <b>terminology changed from Deferred Revenue</b> )	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
		<b>TOTAL LIABILITIES</b>				309,089.86
		<b>NET POSITION, June 30</b>				890,631.14



<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>				<b>1,117.52</b>
<b>F. NET POSITION</b>				
1)	Beginning Net Position			
	a)	As of June 30 - Unaudited	9791	900,877.62
	b)	Audit Adjustments	9793	(11,364.00)
	d)	Other Restatements	9795	-
	e)	Adjusted Beginning Net Position		<b>889,513.62</b>
2)	<b>Ending Net Position, June 30</b>			<b>890,631.14</b>
	a)	Net Investment in Capital Assets	9796	-
	b)	Restricted Net Position	9797	-
	c)	Unrestricted Net Position	9790	<b>890,631.14</b>
				<b>UNAUTED ACTUALS</b>
<b>Revenues (DETAILS)</b>		<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>
1)	Revenue Limit Sources			
	Principal Apportionment			
		General Purpose Entitlement-Net State Aid	8011 0000	457,859.00
		State Aid - PY adjustments	8019 0000	(8,434.00)
		Education Protection Account (EPA)	8012 1400	152,531.00
	Revenue Limit Transfers			
		Unrestricted Revenue Limit Transfers - Current Year	8091 0000	
		All Other Revenue Limit Transfer- Current Year	8091 0000	
		Transfers to Charter Schools in lieu of Property Taxes	8096 0000	169,658.00
		In Lieu of PropTax - PY adjustments	8096 0000	8,410.00
		Property Taxes Transfers	8097 0000	-
		Revenue Limit Transfers - Prior Years	8099 0000	-
	<b>TOTAL REVENUE LIMIT SOURCES</b>			<b>780,024.00</b>
2)	<b>Federal Revenue</b>			
		Special Ed: IDEA Basic Local Assistance - CY	8181 3310	19,627.38
		Special Ed: IDEA Basic Local Assistance - PY adjustments	8181 3310	99.53
		Special Education Discretionary Grants	8182 3310	-
		Breakfast, Milk, Pregnant & Lactating Students	8220 5310	-
		NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290 3010	57,684.00
		NCLB: T1,Part A Basic School Support	8290 3020	-
		NCLB: Title I, Part D, Local Delinquent Programs	8290 3025	-
		Carl D. Perkins Career & Technical Education :Secondary	8290 3550	-
		NCLB:TII, Part A, Teacher Quality	8290 4035	1,350.00
		NCLB:TII, Part A, Administrator Training	8290 4036	
		NCLB:TII, Part D, Enhancing Education Through Technology, For	8290 4045	
		NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290 4046	
		NCLB:TIII,Immigrant Education Program	8290 4201	-
		NCLB:TIII, Limited English Proficient (LEP) Student Program	8290 4203	
		NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290 4610	-
		Other Federal Revenues:	8290 5810	-
	Others (please insert description below)			-





		EE Ben - STRS - Classified - School Administration	3102	2700		-
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-
		EE Ben - STRS - Classified - Food Services	3102	3700		-
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-
		EE Ben - PERS - Certificated				-
		EE Ben - PERS - Certificated - Instruction	3201	1000		-
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-
		EE Ben - PERS - Certificated - School Administration	3201	2700		-
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-
		EE Ben - PERS - Certificated - Health Services	3201	3140		-
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-
		EE Ben - PERS - Classified				<b>3,898.00</b>
		EE Ben - PERS - Classified - Instruction	3202	1000		-
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-
		EE Ben - PERS - Classified - School Administration	3202	2700		3,898.00
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-
		EE Ben - PERS - Classified - Food Services	3202	3700		-
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-
		EE Ben - OASDI Reg - Certificated				-
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-
		EE Ben - OASDI Reg - Classified				<b>3,000.00</b>
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		3,000.00
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-
		EE Ben - OASDI Medicare - Certificated				<b>8,308.00</b>
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		8,308.00
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-
		EE Ben - OASDI Medicare - Classified				<b>1,682.00</b>
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		1,682.00
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert				-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				<b>58,434.00</b>
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		58,434.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				<b>6,492.00</b>
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		6,492.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				<b>200.00</b>
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		200.00
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				<b>32.00</b>
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		32.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				<b>3,730.00</b>
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		3,730.00
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				<b>414.00</b>

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		414.00
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				4,900.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		4,900.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				552.00
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		552.00
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>123,011.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		-
		Books and Other Reference Materials	4200	1000		1,344.00
		Materials and Supplies	4300	1000		17,007.00
		Noncapitalized Equipment	4400	1000		-
		Other Supplies	4300	2700		2,058.00
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		16,246.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>36,655.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		2,034.00
		Due and Memberships	5300	7200		2,257.00
		Insurance	5400	7200		5,275.00

		Operation and Housekeeping Services	5500	8100		-
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		102,940.00
		Transfers of Direct Cost	5800	8100		-
		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		267,163.92
		Communications	5900	8100		5,234.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>384,903.92</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		7,232.00
		<b>TOTAL DEPRECIATION</b>				<b>7,232.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		7,800.48
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>1,018,706.40</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-6**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)





<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>				<b>420,974.69</b>
<b>F. NET POSITION</b>				
1)	Beginning Net Position			
a)	As of June 30 - Unaudited	9791		70,336.00
b)	Audit Adjustments	9793		(5,874.00)
d)	Other Restatements	9795		-
e)	Adjusted Beginning Net Position			<b>64,462.00</b>
2)	<b>Ending Net Position, June 30</b>			<b>485,436.69</b>
a)	Net Investment in Capital Assets	9796		-
b)	Restricted Net Position	9797		-
c)	Unrestricted Net Position	9790		<b>485,436.69</b>
				<b>UNAUDITED ACTUALS</b>
<b>Revenues (DETAILS)</b>		<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>
1)	Revenue Limit Sources			
	Principal Apportionment			
	General Purpose Entitlement-Net State Aid	8011	0000	665,057.00
	State Aid - PY adjustments	8019	0000	(5,158.00)
	Education Protection Account (EPA)	8012	1400	226,305.00
	Revenue Limit Transfers			
	Unrestricted Revenue Limit Transfers - Current Year	8091	0000	
	All Other Revenue Limit Transfer- Current Year	8091	0000	
	Transfers to Charter Schools in lieu of Property Taxes	8096	0000	263,969.00
	In Lieu of PropTax - PY adjustments	8096	0000	5,156.00
	Property Taxes Transfers	8097	0000	-
	Revenue Limit Transfers - Prior Years	8099	0000	-
	<b>TOTAL REVENUE LIMIT SOURCES</b>			<b>1,155,329.00</b>
2)	<b>Federal Revenue</b>			
	Special Ed: IDEA Basic Local Assistance - CY	8181	3310	30,538.04
	Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310	61.02
	Special Education Discretionary Grants	8182	3310	-
	Breakfast, Milk, Pregnant & Lactating Students	8220	5310	35,527.00
	NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010	38,040.00
	NCLB: T1,Part A Basic School Support	8290	3020	-
	NCLB: Title I, Part D, Local Delinquent Programs	8290	3025	-
	Carl D. Perkins Career & Technical Education :Secondary	8290	3550	-
	NCLB:TII, Part A, Teacher Quality	8290	4035	304.00
	NCLB:TII, Part A, Administrator Training	8290	4036	
	NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045	
	NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046	
	NCLB:TIII,Immigrant Education Program	8290	4201	-
	NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203	
	NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610	-
	Other Federal Revenues:	8290	5810	-
	Others (please insert description below)			-





		EE Ben - STRS - Classified - School Administration	3102	2700		-	
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
		EE Ben - STRS - Classified - Food Services	3102	3700		-	
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				-	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		-	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				4,020.00	
		EE Ben - PERS - Classified - Instruction	3202	1000		-	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		4,020.00	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				-	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				3,934.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		3,934.00	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
		EE Ben - OASDI Medicare - Certificated				8,000.00	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		8,000.00	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				2,000.00	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		2,000.00	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				73,831.00
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		73,831.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				8,203.00
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		8,203.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				201.00
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		201.00
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				55.00
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		55.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				-
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		-
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				4,605.00

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		4,605.00	
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-	
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-	
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-	
		EE Ben - OPEB, Allocated				511.00	
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-	
		EE Ben - OPEB, Allocated - School Administration	3701	2700		511.00	
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
		EE Ben - OPEB, Active Employees				-	
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-	
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	
		EE Ben - Other Employment Benefits - Certificated				7,515.00	
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		7,515.00	
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-	
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-	
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-	
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-	
		EE Ben - Other Employment Benefits - Classified				835.00	
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-	
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		835.00	
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-	
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-	
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>149,574.00</b>	
	4)	<b>Books &amp; Supplies</b>					
		Approved Textbooks and Core Curricula Materials	4100	1000		9,098.00	
		Books and Other Reference Materials	4200	1000		7,477.00	
		Materials and Supplies	4300	1000		16,365.00	
		Noncapitalized Equipment	4400	1000		-	
		Other Supplies	4300	2700		13,548.00	
		Pupil Transportation	4300	3600		-	
		Food Service Supplies	4700	3700		30,234.00	
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>76,722.00</b>	
	5)	<b>Services and Other Operating Expenses</b>					
		Personal Services	5800	2700		-	
		Travel and Conference	5200	2700		1,916.00	
		Due and Memberships	5300	7200		3,118.00	
		Insurance	5400	7200		8,486.00	

		Operation and Housekeeping Services	5500	8100		8,597.00	
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		104,548.00	
		Transfers of Direct Cost	5800	8100		-	
		Transfer of Direct Costs - Interfund	5800	8100		-	
		Professional Consulting Services& Operating Exp	5800	8100		182,549.10	
		Communications	5900	8100		8,478.00	
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>317,692.10</b>	
	6)	<b>Depreciation</b>					
		Depreciation Expense	6900	8100		8,461.00	
		<b>TOTAL DEPRECIATION</b>				<b>8,461.00</b>	
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>					
		Tuition					
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-	
		Tuition, Excess Costs, and/or Deficit Payments				-	
		Payments to Districts or Charter School	7141			-	
		Payments to County Offices	7142			-	
		Payments to JPAs	7143			-	
		Other Transfers Out					
		All Other Transfers	7281-7283			-	
		All Other Transfers Out to All Others	7299			-	
		Debt Service					
		Debt Service-Interest	7438	9100		-	
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>					
		Transfers of Indirect Cost	7310			-	
		Transfers of Indirect Cost-Interfund	7350			-	
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>					
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		11,553.31	
		All Other Financing Uses	7699	9100		-	
		<b>TOTAL EXPENSES</b>				<b>1,072,529.41</b>	
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-	

**MSA-7**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1801401		Magnolia Science Academy 7	1801401			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
ASSETS						AS OF 6/30/15
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			925,689.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			491,451.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			137,118.00
		Other Curre	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	Less - Accumulated Depreciation-Land Improvements	9425			-
	d)	Buildings	9430			-
	e)	Less - Accumulated Depreciation-Buildings	9435			-
	f)	Equipment	9440			-
	g)	Less - Accumulated Depreciation-Equipment	9445			-
	h)	Work in Progress	9450			62,858.00
<b>TOTAL ASSETS</b>						1,617,116.00
<b>LIABILITIES</b>						
		Accounts Payable	9500			857,182.21
		Due to Grantor Governments	9590			-
		Current Loans	9640			(2,090.00)
		Unearned Revenue (terminology changed from Deferred Revenue)	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
<b>TOTAL LIABILITIES</b>						855,092.21
<b>NET POSITION, June 30</b>						762,023.79









		EE Ben - STRS - Classified - School Administration	3102	2700		-	
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
		EE Ben - STRS - Classified - Food Services	3102	3700		-	
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				-	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		-	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				8,442.00	
		EE Ben - PERS - Classified - Instruction	3202	1000		8,442.00	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		-	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				-	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				20,000.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		20,000.00	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
		EE Ben - OASDI Medicare - Certificated				11,115.00	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		11,115.00	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				1,961.00	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		1,961.00	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				96,755.00
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		96,755.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				21,454.00
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		21,454.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				400.00
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		400.00
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				119.00
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		119.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				8,002.00
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		8,002.00
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				1,415.00

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		1,415.00
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				12,881.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		12,881.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				3,220.00
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		3,220.00
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>251,582.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		57,560.00
		Books and Other Reference Materials	4200	1000		27,633.00
		Materials and Supplies	4300	1000		23,070.00
		Noncapitalized Equipment	4400	1000		1,540.00
		Other Supplies	4300	2700		27,794.00
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		147,584.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>285,181.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		2,236.00
		Due and Memberships	5300	7200		2,943.00
		Insurance	5400	7200		15,423.00

		Operation and Housekeeping Services	5500	8100		85,470.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		258,865.00
		Transfers of Direct Cost	5800	8100		-
		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		802,283.64
		Communications	5900	8100		9,998.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,177,218.64</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		13,600.00
		<b>TOTAL DEPRECIATION</b>				<b>13,600.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruction Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		20,497.14
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>2,780,077.78</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-8**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

1516601		Magnolia Sci Ac-Bell@SRMS#2	1516601			-
FI CHARTER SCHOOL - FUND 62						
FY15 UAR - FY15 UAR DUE DATE: 08/07/2015 (FRIDAY)						
BALANCE SHEET - FULL ACCRUAL						
						UNAUDITED ACTUALS
<b>ASSETS</b>						<b>AS OF 6/30/15</b>
Cash			Object Codes	Resource Codes		
	a)	In County Treasury	9110			-
	1)	Fair Value Adjustment to Cash in County Treasury	9111			-
	b)	In Banks	9120			2,421,557.00
	c)	In Revolving Fund	9130			-
	d)	with Fiscal Agent	9135			-
	e)	collection awaiting deposit	9140			-
		Investments	9150			-
		Accounts Receivable(Includes Pledges)	9200			430,124.00
		Due from Grantor Government	9290			-
		Stores	9320			-
		Prepaid Expenditures	9330			148,920.00
		Other Curre	9340			-
		Fixed Assets:				
	a)	Land	9410			-
	b)	Land Improvements	9420			-
	c)	<b>Less - Accumulated Depreciation-Land Improvements</b>	9425			-
	d)	Buildings	9430			-
	e)	<b>Less - Accumulated Depreciation-Buildings</b>	9435			-
	f)	Equipment	9440			39,398.00
	g)	<b>Less - Accumulated Depreciation-Equipment</b>	9445			(17,112.00)
	h)	Work in Progress	9450			-
<b>TOTAL ASSETS</b>						3,022,887.00
<b>LIABILITIES</b>						
		Accounts Payable	9500			126,420.03
		Due to Grantor Governments	9590			-
		Current Loans	9640			-
		Unearned Revenue ( <b>terminology changed from Deferred Revenue</b> )	9650			-
		Long-Term Liabilities:				
		Other Postemployment Benefits	9664			-
		Compensated Absences	9665			-
		COPs Payable	9666			-
		Capital Leases Payable	9667			-
		Lease Revenue Bonds Payable	9668			-
		Other General Long-Term Debt	9669			-
<b>TOTAL LIABILITIES</b>						126,420.03
<b>NET POSITION, June 30</b>						2,896,466.97



<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>					<b>9,008.97</b>
<b>F. NET POSITION</b>					
1)	Beginning Net Position				
	a)	As of June 30 - Unaudited	9791		2,866,475.93
	b)	Audit Adjustments	9793		20,982.07
	d)	Other Restatements	9795		-
	e)	Adjusted Beginning Net Position			<b>2,887,458.00</b>
2)	<b>Ending Net Position, June 30</b>				<b>2,896,466.97</b>
	a)	Net Investment in Capital Assets	9796		-
	b)	Restricted Net Position	9797		-
	c)	Unrestricted Net Position	9790		<b>2,896,466.97</b>
					<b>UNAUDITED ACTUALS</b>
<b>Revenues (DETAILS)</b>			<b>SACS Object</b>	<b>Resource Code</b>	<b>AS OF 6/30/15</b>
1)	Revenue Limit Sources				
	Principal Apportionment				
		General Purpose Entitlement-Net State Aid	8011	0000	2,156,099.00
		State Aid - PY adjustments	8019	0000	(20,293.00)
		Education Protection Account (EPA)	8012	1400	672,860.00
	Revenue Limit Transfers				
		Unrestricted Revenue Limit Transfers - Current Year	8091	0000	
		All Other Revenue Limit Transfer- Current Year	8091	0000	2,332.00
		Transfers to Charter Schools in lieu of Property Taxes	8096	0000	782,647.00
		In Lieu of PropTax - PY adjustments	8096	0000	17,913.00
		Property Taxes Transfers	8097	0000	-
		Revenue Limit Transfers - Prior Years	8099	0000	-
	<b>TOTAL REVENUE LIMIT SOURCES</b>				<b>3,611,558.00</b>
2)	<b>Federal Revenue</b>				
		Special Ed: IDEA Basic Local Assistance - CY	8181	3310	90,542.84
		Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310	211.98
		Special Education Discretionary Grants	8182	3310	-
		Breakfast, Milk, Pregnant & Lactating Students	8220	5310	-
		NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010	204,445.00
		NCLB: T1,Part A Basic School Support	8290	3020	-
		NCLB: Title I, Part D, Local Delinquent Programs	8290	3025	-
		Carl D. Perkins Career & Technical Education :Secondary	8290	3550	-
		NCLB:TII, Part A, Teacher Quality	8290	4035	3,036.00
		NCLB:TII, Part A, Administrator Training	8290	4036	
		NCLB:TII, Part D, Enhancing Education Through Technology, For	8290	4045	
		NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046	
		NCLB:TIII,Immigrant Education Program	8290	4201	279.00
		NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203	8,150.00
		NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610	-
		<u>Other Federal Revenues:</u>	8290	5810	-
		Others (please insert description below)			-





		EE Ben - STRS - Classified - School Administration	3102	2700		-	
		EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
		EE Ben - STRS - Classified - Food Services	3102	3700		-	
		EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
		EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
		EE Ben - PERS - Certificated				-	
		EE Ben - PERS - Certificated - Instruction	3201	1000		-	
		EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
		EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
		EE Ben - PERS - Certificated - School Administration	3201	2700		-	
		EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
		EE Ben - PERS - Certificated - Health Services	3201	3140		-	
		EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
		EE Ben - PERS - Classified				20,475.00	
		EE Ben - PERS - Classified - Instruction	3202	1000		-	
		EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
		EE Ben - PERS - Classified - School Administration	3202	2700		20,475.00	
		EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
		EE Ben - PERS - Classified - Food Services	3202	3700		-	
		EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
		EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
		EE Ben - OASDI Reg - Certificated				-	
		EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
		EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
		EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
		EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
		EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
		EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Reg - Classified				8,654.00	
		EE Ben - OASDI Reg - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		8,654.00	
		EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	
		EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
		EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
		EE Ben - OASDI Medicare - Certificated				35,497.00	
		EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		31,232.00	
		EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
		EE Ben - OASDI Medicare - Certificated - Instructional Library, Me	3301	2420		-	
		EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		4,265.00	
		EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
		EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
		EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
		EE Ben - OASDI Medicare - Classified				2,468.00	
		EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		-	
		EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
		EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		2,468.00	
		EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
		EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
		EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
		EE Ben - OASDI Medicare - Classified - Other General Administra	3302	2100		-	
		EE Ben - Retirement in Lieu of OASDI - Cert				-	
		EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	

		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Libran	3301	2420		-
		EE Ben - Retirement in Lieu of OASDI - Cert - School Administrat	3301	2700		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-
		EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adm	3301	2100		-
		EE Ben - Retirement in Lieu of OASDI - Classified				-
		EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-
		EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-
		EE Ben - Retirement in Lieu of OASDI - Class - School Administra	3302	2700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-
		EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-
		EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-
		EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-
		EE Ben - Health & Welfare Benefits - Certificated				<b>240,799.00</b>
		EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		211,039.00
		EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-
		EE Ben - Health & Welfare Benefits - Cert - Instructional Library, I	3401	2420		-
		EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		29,760.00
		EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseli	3401	3110		-
		EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-
		EE Ben - Health & Welfare Benefits - Cert - Other General Admin	3401	2100		-
		EE Ben - Health & Welfare Benefits - Classified				<b>24,800.00</b>
		EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		-
		EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-
		EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		24,800.00
		EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-
		EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-
		EE Ben - Health & Welfare Benefits - Class - Plant Maintenance &	3402	8100		-
		EE Ben - Health & Welfare Benefits - Class - Other General Admi	3402	2100		-
		EE Ben - Unemployment Insurance - Certificated				<b>849.00</b>
		EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		708.00
		EE Ben - Unemployment Insurance - Cert - Instructional Supv and	3501	2100		-
		EE Ben - Unemployment Insurance - Cert - Instructional Library, M	3501	2420		-
		EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		141.00
		EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-
		EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-
		EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100		-
		EE Ben - Unemployment Insurance - Classified				<b>118.00</b>
		EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		-
		EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-
		EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		118.00
		EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-
		EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-
		EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100		-
		EE Ben - Unemployment Insurance - Class - Other General Admi	3502	2100		-
		EE Ben - Workers' Compensation - Certificated				<b>18,345.00</b>
		EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		15,899.00
		EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-
		EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-
		EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		2,446.00
		EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110		-
		EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-
		EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-
		EE Ben - Workers' Compensation - Classified				<b>2,038.00</b>

		EE Ben - Workers' Compensation - Class - Instruction	3602	1000		-
		EE Ben - Workers' Compensation - Class - Instructional Supervision	3602	2100		-
		EE Ben - Workers' Compensation - Class - School Administration	3602	2700		2,038.00
		EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-
		EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-
		EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-
		EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-
		EE Ben - OPEB, Allocated				-
		EE Ben - OPEB, Allocated - Instruction	3701	1000		-
		EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-
		EE Ben - OPEB, Allocated - School Administration	3701	2700		-
		EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-
		EE Ben - OPEB, Allocated - Food Services	3701	3700		-
		EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-
		EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-
		EE Ben - OPEB, Active Employees				-
		EE Ben - OPEB, Active Emp - Instruction	3702	1000		-
		EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-
		EE Ben - OPEB, Active Emp - School Administration	3702	2700		-
		EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-
		EE Ben - OPEB, Active Emp - Food Services	3702	3700		-
		EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-
		EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-
		EE Ben - Other Employment Benefits - Certificated				24,216.00
		EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		20,796.00
		EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-
		EE Ben - Other Emp Benefits - Cert - Instructional Library, Media, and Technology	3901	2420		-
		EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		3,420.00
		EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-
		EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-
		EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-
		EE Ben - Other Employment Benefits - Classified				2,850.00
		EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-
		EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-
		EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		2,850.00
		EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-
		EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-
		EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-
		EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-
		<b>TOTAL EMPLOYEE BENEFITS</b>				<b>514,219.00</b>
	4)	<b>Books &amp; Supplies</b>				
		Approved Textbooks and Core Curricula Materials	4100	1000		92,030.00
		Books and Other Reference Materials	4200	1000		25,743.00
		Materials and Supplies	4300	1000		124,999.00
		Noncapitalized Equipment	4400	1000		4,347.00
		Other Supplies	4300	2700		-
		Pupil Transportation	4300	3600		-
		Food Service Supplies	4700	3700		183,583.00
		<b>TOTAL BOOKS AND SUPPLIES</b>				<b>430,702.00</b>
	5)	<b>Services and Other Operating Expenses</b>				
		Personal Services	5800	2700		-
		Travel and Conference	5200	2700		5,209.00
		Due and Memberships	5300	7200		3,747.00
		Insurance	5400	7200		25,234.00

		Operation and Housekeeping Services	5500	8100		207,552.00
		Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		16,805.00
		Transfers of Direct Cost	5800	8100		-
		Transfer of Direct Costs - Interfund	5800	8100		-
		Professional Consulting Services& Operating Exp	5800	8100		1,355,280.00
		Communications	5900	8100		7,170.00
		<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,620,997.00</b>
	6)	<b>Depreciation</b>				
		Depreciation Expense	6900	8100		6,354.00
		<b>TOTAL DEPRECIATION</b>				<b>6,354.00</b>
	7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>				
		Tuition				
		Tuition for Intruccion Under Interdistrict Attendance Agreements	7110			-
		Tuition, Excess Costs, and/or Deficit Payments				-
		Payments to Districts or Charter School	7141			-
		Payments to County Offices	7142			-
		Payments to JPAs	7143			-
		Other Transfers Out				
		All Other Transfers	7281-7283			-
		All Other Transfers Out to All Others	7299			-
		Debt Service				
		Debt Service-Interest	7438	9100		-
		<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>
		<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				
		Transfers of Indirect Cost	7310			-
		Transfers of Indirect Cost-Interfund	7350			-
		<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>
	8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>				
		Indirect Cost ( total charter school supervisorial oversight fees onl	5800	8100		36,116.06
		All Other Financing Uses	7699	9100		-
		<b>TOTAL EXPENSES</b>				<b>4,527,048.06</b>
		CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-
		CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USES				-

**MSA-SA**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy-Santa Ana

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

Charter Approving Entity: California Department of Education

County: Orange County

Charter #: 1686

This charter school uses the following basis of accounting:

(Please enter an "X" in the applicable box below; check only one box)

**Accrual Basis** (Applicable Capital Assets/Interest on Long-Term Debt/Long-Term Liabilities/Net Position objects are 6900, 7438, 9400-9489, 9660-9669, 9796, and 9797)

**Modified Accrual Basis** (Applicable Capital Outlay/Debt Service/Fund Balance objects are 6100-6170, 6200-6500, 7438, 7439, and 9711-9789)

Description	Object Code	Unrestricted	Restricted	Total
<b>A. REVENUES</b>				
<b>1. LCFF Sources</b>				
State Aid - Current Year	8011	863,019.00		863,019.00
Education Protection Account State Aid - Current Year	8012	31,422.00		31,422.00
State Aid - Prior Years	8019			0.00
Transfers to Charter Schools in Lieu of Property Taxes	8096	261,316.00		261,316.00
Other LCFF Transfers	8091, 8097			0.00
Total, LCFF Sources		1,155,757.00	0.00	1,155,757.00
<b>2. Federal Revenues (see NOTE in Section L)</b>				
No Child Left Behind	8290		403,994.00	403,994.00
Special Education - Federal	8181, 8182		21,764.00	21,764.00
Child Nutrition - Federal	8220		18,106.00	18,106.00
Other Federal Revenues	8110, 8260-8299			0.00
Total, Federal Revenues		0.00	443,864.00	443,864.00
<b>3. Other State Revenues</b>				
Special Education - State	StateRevSE		175,254.00	175,254.00
All Other State Revenues	StateRevAO		1,336.00	1,336.00
Total, Other State Revenues		0.00	176,590.00	176,590.00
<b>4. Other Local Revenues</b>				
All Other Local Revenues	LocalRevAO	29,745.04	0.00	29,745.04
Total, Local Revenues		29,745.04	0.00	29,745.04
<b>5. TOTAL REVENUES</b>				
		1,185,502.04	620,454.00	1,805,956.04
<b>B. EXPENDITURES (see NOTE in Section L)</b>				
<b>1. Certificated Salaries</b>				
Certificated Teachers' Salaries	1100	510,721.00	89,193.00	599,914.00
Certificated Pupil Support Salaries	1200			0.00
Certificated Supervisors' and Administrators' Salaries	1300	118,830.00		118,830.00
Other Certificated Salaries	1900			0.00
Total, Certificated Salaries		629,551.00	89,193.00	718,744.00
<b>2. Noncertificated Salaries</b>				
Noncertificated Instructional Salaries	2100			0.00
Noncertificated Support Salaries	2200			0.00
Noncertificated Supervisors' and Administrators' Salaries	2300			0.00
Clerical and Office Salaries	2400	32,801.00		32,801.00
Other Noncertificated Salaries	2900	19,484.00		19,484.00
Total, Noncertificated Salaries		52,285.00	0.00	52,285.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy-Santa Ana

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

Description	Object Code	Unrestricted	Restricted	Total
<b>3. Employee Benefits</b>				
STRS	3101-3102	36,202.00		36,202.00
PERS	3201-3202	3,585.00		3,585.00
OASDI / Medicare / Alternative	3301-3302	35,190.00		35,190.00
Health and Welfare Benefits	3401-3402	60,054.00		60,054.00
Unemployment Insurance	3501-3502	392.00		392.00
Workers' Compensation Insurance	3601-3602	7,743.00		7,743.00
OPEB, Allocated	3701-3702			0.00
OPEB, Active Employees	3751-3752	20,336.00		20,336.00
Other Employee Benefits	3901-3902			0.00
Total, Employee Benefits		163,502.00	0.00	163,502.00
<b>4. Books and Supplies</b>				
Approved Textbooks and Core Curricula Materials	4100	9,262.00		9,262.00
Books and Other Reference Materials	4200	10,591.00	651.00	11,242.00
Materials and Supplies	4300	50,752.00		50,752.00
Noncapitalized Equipment	4400			0.00
Food	4700	18,480.00	19,442.00	37,922.00
Total, Books and Supplies		89,085.00	20,093.00	109,178.00
<b>5. Services and Other Operating Expenditures</b>				
Subagreements for Services	5100			0.00
Travel and Conferences	5200	11,284.00		11,284.00
Dues and Memberships	5300	2,100.00		2,100.00
Insurance	5400	8,903.00		8,903.00
Operations and Housekeeping Services	5500	4,433.00		4,433.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	214,752.00		214,752.00
Transfers of Direct Costs	5700-5799	8,944.00		8,944.00
Professional/Consulting Services and Operating Expend.	5800	219,621.00	216,744.00	436,365.00
Communications	5900	1,197.00		1,197.00
Total, Services and Other Operating Expenditures		471,234.00	216,744.00	687,978.00
<b>6. Capital Outlay</b>				
(Objects 6100-6170, 6200-6500 modified accrual basis only)				
Land and Land Improvements	6100-6170			0.00
Buildings and Improvements of Buildings	6200			0.00
Books and Media for New School Libraries or Major				
Expansion of School Libraries	6300			0.00
Equipment	6400			0.00
Equipment Replacement	6500			0.00
Depreciation Expense (accrual basis only)	6900	24,892.00		24,892.00
Total, Capital Outlay		24,892.00	0.00	24,892.00
<b>7. Other Outgo</b>				
Tuition to Other Schools	7110-7143			0.00
Transfers of Pass-Through Revenues to Other LEAs	7211-7213			0.00
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE			0.00
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO			0.00
All Other Transfers	7281-7299			0.00
Transfers of Indirect Costs	7300-7399			0.00
Debt Service:				
Interest	7438			0.00
Principal (for modified accrual basis only)	7439			0.00
Total Debt Service		0.00	0.00	0.00
Total, Other Outgo		0.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		1,430,549.00	326,030.00	1,756,579.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy-Santa Ana

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Description	Object Code	Unrestricted	Restricted	Total
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		<b>(245,046.96)</b>	294,424.00	49,377.04
<b>D. OTHER FINANCING SOURCES / USES</b>				
1. Other Sources	8930-8979			0.00
2. Less: Other Uses	7630-7699			0.00
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	294,424.00	<b>(294,424.00)</b>	0.00
<b>4. TOTAL OTHER FINANCING SOURCES / USES</b>		294,424.00	<b>(294,424.00)</b>	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE /NET POSITION (C+D4)</b>		49,377.04	0.00	49,377.04
<b>F. FUND BALANCE / NET POSITION</b>				
1. Beginning Fund Balance/Net Position				
a. As of July 1	9791	202,078.00	2,040,698.00	2,242,776.00
b. Adjustments/Restatements	9793, 9795	4,862.00		4,862.00
c. Adjusted Beginning Fund Balance /Net Position		206,940.00	2,040,698.00	2,247,638.00
2. Ending Fund Balance /Net Position, June 30 (E+F1c)		256,317.04	2,040,698.00	2,297,015.04
<b>Components of Ending Fund Balance (Modified Accrual Basis only)</b>				
a. Nonspendable				
1. Revolving Cash (equals Object 9130)	9711			0.00
2. Stores (equals Object 9320)	9712			0.00
3. Prepaid Expenditures (equals Object 9330)	9713			0.00
4. All Others	9719			0.00
b. Restricted	9740			0.00
c. Committed				
1. Stabilization Arrangements	9750			0.00
2. Other Commitments	9760			0.00
d. Assigned	9780			0.00
e. Unassigned/Unappropriated				
1. Reserve for Economic Uncertainties	9789			0.00
2. Unassigned/Unappropriated Amount	9790M			0.00
<b>3. Components of Ending Net Position (Accrual Basis only)</b>				
a. Net Investment in Capital Assets	9796	0.00	2,040,698.00	2,040,698.00
b. Restricted Net Position	9797			0.00
c. Unrestricted Net Position	9790A	256,317.04	0.00	256,317.04

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy-Santa Ana

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Description	Object Code	Unrestricted	Restricted	Total
<b>G. ASSETS</b>				
1. Cash				
In County Treasury	9110			0.00
Fair Value Adjustment to Cash in County Treasury	9111			0.00
In Banks	9120	71,427.62	432,731.80	504,159.42
In Revolving Fund	9130			0.00
With Fiscal Agent/Trustee	9135			0.00
Collections Awaiting Deposit	9140			0.00
2. Investments	9150			0.00
3. Accounts Receivable	9200	647,282.01		647,282.01
4. Due from Grantor Governments	9290			0.00
5. Stores	9320			0.00
6. Prepaid Expenditures (Expenses)	9330	19,000.00		19,000.00
7. Other Current Assets	9340	27,000.00		27,000.00
8. Capital Assets (accrual basis only)	9400-9489	44,824.20	3,648,664.20	3,693,488.40
9. TOTAL ASSETS		809,533.83	4,081,396.00	4,890,929.83
<b>H. DEFERRED OUTFLOWS OF RESOURCES</b>				
1. Deferred Outflows of Resources				
	9490			0.00
2. TOTAL DEFERRED OUTFLOWS		0.00	0.00	0.00
<b>I. LIABILITIES</b>				
1. Accounts Payable				
	9500	148,213.35		148,213.35
2. Due to Grantor Governments				
	9590			0.00
3. Current Loans				
	9640	330,000.00		330,000.00
4. Unearned Revenue				
	9650			0.00
5. Long-Term Liabilities (accrual basis only)				
	9660-9669	75,004.00	2,040,698.00	2,115,702.00
6. TOTAL LIABILITIES		553,217.35	2,040,698.00	2,593,915.35
<b>J. DEFERRED INFLOWS OF RESOURCES</b>				
1. Deferred Inflows of Resources				
	9690			0.00
2. TOTAL DEFERRED INFLOWS		0.00	0.00	0.00
<b>K. FUND BALANCE /NET POSITION</b>				
Ending Fund Balance /Net Position, June 30 (G9 + H2) - (I6 + J2)				
(must agree with Line F2)				
		256,316.48	2,040,698.00	2,297,014.48

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy-Santa Ana

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**L. FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT**

**NOTE: IF YOUR CHARTER SCHOOL RECEIVED FEDERAL FUNDING, AS REPORTED IN SECTION A2, THE FOLLOWING ADDITIONAL INFORMATION MUST BE PROVIDED IN ORDER FOR THE CDE TO CALCULATE COMPLIANCE WITH THE FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT:**

**1. Federal Revenue Used for Capital Outlay and Debt Service**

Included in the Capital Outlay and Debt Service expenditures reported in sections B6 and B7 are the following amounts paid out of federal funds:

Federal Program Name (If no amounts, indicate "NONE")	Capital Outlay	Debt Service	Total
a. None			0.00
b. None			0.00
c. None			0.00
d. None			0.00
e. None			0.00
f. None			0.00
g. None			0.00
h. None			0.00
i. None			0.00
j. None			0.00
<b>TOTAL FEDERAL REVENUES USED FOR CAPITAL OUTLAY AND DEBT SERVICE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

**2. Community Services Expenditures**

Provide the amount of State and Local funds reported in Section B that were expended for Community Services Activities:

Objects of Expenditures	Amount (Enter "0.00" if none)
a. Certificated Salaries 1000-1999	0.00
b. Noncertificated Salaries 2000-2999	0.00
c. Employee Benefits except 3801-	0.00
d. Books and Supplies 4000-4999	0.00
e. Services and Other Operating Expenditures 5000-5999	0.00
<b>TOTAL COMMUNITY SERVICES EXPENDITURES</b>	<b>0.00</b>

**CHARTER SCHOOL UNAUDITED ACTUALS  
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Charter School Name: Magnolia Science Academy-Santa Ana

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**3. State and Local Expenditures to be Used for Annual NCLB Maintenance of Effort Calculation:**

Results of this calculation will be used for comparison with 2013-14 expenditures. Failure to maintain the required 90 percent expenditure level on either an aggregate or per capita expenditure basis will result in reduction to allocations for covered programs in 2016-17.

a. Total Expenditures (B8)	1,756,579.00
b. Less Federal Expenditures (Total A2) [Revenues are used as proxy for expenditures because most federal revenues are normally recognized in the period that qualifying expenditures are incurred]	443,864.00
c. Subtotal of State & Local Expenditures [a minus b]	1,312,715.00
d. Less Community Services [L2 Total]	0.00
e. Less Capital Outlay & Debt Service [Total B6 plus objects 7438 and 7439, less L1 Total]	24,892.00
<b>TOTAL STATE &amp; LOCAL EXPENDITURES SUBJECT TO MOE</b> [c minus d minus e]	<b>\$ 1,287,823.00</b>

**MSA-SC**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy Santa Clara

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

Charter Approving Entity: Santa Clara County Office of Education

County: Santa Clara

Charter #: 1116

**This charter school uses the following basis of accounting:**

**(Please enter an "X" in the applicable box below; check only one box)**

**Accrual Basis** (Applicable Capital Assets/Interest on Long-Term Debt/Long-Term Liabilities/Net Position objects are 6900, 7438, 9400-9489, 9660-9669, 9796, and 9797)

**Modified Accrual Basis** (Applicable Capital Outlay/Debt Service/Fund Balance objects are 6100-6170, 6200-6500, 7438, 7439, and 9711-9789)

Description	Object Code	Unrestricted	Restricted	Total
<b>A. REVENUES</b>				
<b>1. LCFF Sources</b>				
State Aid - Current Year	8011	599,956.00		599,956.00
Education Protection Account State Aid - Current Year	8012	404,818.00		404,818.00
State Aid - Prior Years	8019	(185.00)		(185.00)
Transfers to Charter Schools in Lieu of Property Taxes	8096	2,079,709.00		2,079,709.00
Other LCFF Transfers	8091, 8097			0.00
Total, LCFF Sources		3,084,298.00	0.00	3,084,298.00
<b>2. Federal Revenues (see NOTE in Section L)</b>				
No Child Left Behind	8290		32,683.00	32,683.00
Special Education - Federal	8181, 8182			0.00
Child Nutrition - Federal	8220		22,398.00	22,398.00
Other Federal Revenues	8110, 8260-8299			0.00
Total, Federal Revenues		0.00	55,081.00	55,081.00
<b>3. Other State Revenues</b>				
Special Education - State	StateRevSE			0.00
All Other State Revenues	StateRevAO	97,400.00	17,652.00	115,052.00
Total, Other State Revenues		97,400.00	17,652.00	115,052.00
<b>4. Other Local Revenues</b>				
All Other Local Revenues	LocalRevAO	76,909.00		76,909.00
Total, Local Revenues		76,909.00	0.00	76,909.00
<b>5. TOTAL REVENUES</b>				
		3,258,607.00	72,733.00	3,331,340.00
<b>B. EXPENDITURES (see NOTE in Section L)</b>				
<b>1. Certificated Salaries</b>				
Certificated Teachers' Salaries	1100	1,201,052.00		1,201,052.00
Certificated Pupil Support Salaries	1200			0.00
Certificated Supervisors' and Administrators' Salaries	1300	255,820.00	11,917.00	267,737.00
Other Certificated Salaries	1900			0.00
Total, Certificated Salaries		1,456,872.00	11,917.00	1,468,789.00
<b>2. Noncertificated Salaries</b>				
Noncertificated Instructional Salaries	2100			0.00
Noncertificated Support Salaries	2200			0.00
Noncertificated Supervisors' and Administrators' Salaries	2300			0.00
Clerical and Office Salaries	2400	66,192.00		66,192.00
Other Noncertificated Salaries	2900	77,402.00		77,402.00
Total, Noncertificated Salaries		143,594.00	0.00	143,594.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy Santa Clara

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Description	Object Code	Unrestricted	Restricted	Total
<b>3. Employee Benefits</b>				
STRS	3101-3102	127,177.00		127,177.00
PERS	3201-3202	7,580.00		7,580.00
OASDI / Medicare / Alternative	3301-3302	34,552.00		34,552.00
Health and Welfare Benefits	3401-3402	220,939.00	2,176.00	223,115.00
Unemployment Insurance	3501-3502	812.00		812.00
Workers' Compensation Insurance	3601-3602	16,284.47		16,284.47
OPEB, Allocated	3701-3702			0.00
OPEB, Active Employees	3751-3752			0.00
Other Employee Benefits	3901-3902	20,037.00		20,037.00
Total, Employee Benefits		427,381.47	2,176.00	429,557.47
<b>4. Books and Supplies</b>				
Approved Textbooks and Core Curricula Materials	4100	6,297.00	521.00	6,818.00
Books and Other Reference Materials	4200	8,408.00	12,911.00	21,319.00
Materials and Supplies	4300	34,808.00	16,550.00	51,358.00
Noncapitalized Equipment	4400			0.00
Food	4700		22,878.00	22,878.00
Total, Books and Supplies		49,513.00	52,860.00	102,373.00
<b>5. Services and Other Operating Expenditures</b>				
Subagreements for Services	5100			0.00
Travel and Conferences	5200	15,496.00		15,496.00
Dues and Memberships	5300	3,708.00		3,708.00
Insurance	5400	29,536.00		29,536.00
Operations and Housekeeping Services	5500	51,813.00		51,813.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	524,772.00		524,772.00
Transfers of Direct Costs	5700-5799	31,701.00		31,701.00
Professional/Consulting Services and Operating Expend.	5800	373,311.00	5,780.00	379,091.00
Communications	5900	7,889.00		7,889.00
Total, Services and Other Operating Expenditures		1,038,226.00	5,780.00	1,044,006.00
<b>6. Capital Outlay</b>				
(Objects 6100-6170, 6200-6500 modified accrual basis only)				
Land and Land Improvements	6100-6170			0.00
Buildings and Improvements of Buildings	6200			0.00
Books and Media for New School Libraries or Major				
Expansion of School Libraries	6300			0.00
Equipment	6400			0.00
Equipment Replacement	6500			0.00
Depreciation Expense (accrual basis only)	6900	36,000.00		36,000.00
Total, Capital Outlay		36,000.00	0.00	36,000.00
<b>7. Other Outgo</b>				
Tuition to Other Schools	7110-7143			0.00
Transfers of Pass-Through Revenues to Other LEAs	7211-7213			0.00
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE			0.00
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO			0.00
All Other Transfers	7281-7299			0.00
Transfers of Indirect Costs	7300-7399			0.00
Debt Service:				
Interest	7438			0.00
Principal (for modified accrual basis only)	7439			0.00
Total Debt Service		0.00	0.00	0.00
Total, Other Outgo		0.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		3,151,586.47	72,733.00	3,224,319.47

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

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CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

Description	Object Code	Unrestricted	Restricted	Total
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		107,020.53	0.00	107,020.53
<b>D. OTHER FINANCING SOURCES / USES</b>				
1. Other Sources	8930-8979			0.00
2. Less: Other Uses	7630-7699			0.00
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999			0.00
<b>4. TOTAL OTHER FINANCING SOURCES / USES</b>		0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE /NET POSITION (C+D4)</b>		107,020.53	0.00	107,020.53
<b>F. FUND BALANCE / NET POSITION</b>				
1. Beginning Fund Balance/Net Position				
a. As of July 1	9791	291,501.13	57,792.92	349,294.05
b. Adjustments/Restatements	9793, 9795	75,423.34	(57,792.92)	17,630.42
c. Adjusted Beginning Fund Balance /Net Position		366,924.47	0.00	366,924.47
2. Ending Fund Balance /Net Position, June 30 (E+F1c)		473,945.00	0.00	473,945.00
<b>Components of Ending Fund Balance (Modified Accrual Basis only)</b>				
a. Nonspendable				
1. Revolving Cash (equals Object 9130)	9711			0.00
2. Stores (equals Object 9320)	9712			0.00
3. Prepaid Expenditures (equals Object 9330)	9713			0.00
4. All Others	9719			0.00
b. Restricted	9740			0.00
c. Committed				
1. Stabilization Arrangements	9750			0.00
2. Other Commitments	9760			0.00
d. Assigned	9780			0.00
e. Unassigned/Unappropriated				
1. Reserve for Economic Uncertainties	9789			0.00
2. Unassigned/Unappropriated Amount	9790M			0.00
<b>3. Components of Ending Net Position (Accrual Basis only)</b>				
a. Net Investment in Capital Assets	9796	144,448.00		144,448.00
b. Restricted Net Position	9797			0.00
c. Unrestricted Net Position	9790A	329,497.00	0.00	329,497.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
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July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy Santa Clara

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

Description	Object Code	Unrestricted	Restricted	Total
<b>G. ASSETS</b>				
1. Cash				
In County Treasury	9110			0.00
Fair Value Adjustment to Cash in County Treasury	9111			0.00
In Banks	9120	170,245.00		170,245.00
In Revolving Fund	9130			0.00
With Fiscal Agent/Trustee	9135			0.00
Collections Awaiting Deposit	9140			0.00
2. Investments	9150			0.00
3. Accounts Receivable	9200	814,046.00		814,046.00
4. Due from Grantor Governments	9290			0.00
5. Stores	9320			0.00
6. Prepaid Expenditures (Expenses)	9330	1,174.00		1,174.00
7. Other Current Assets	9340	37,350.00		37,350.00
8. Capital Assets (accrual basis only)	9400-9489	144,448.00		144,448.00
9. TOTAL ASSETS		1,167,263.00	0.00	1,167,263.00
<b>H. DEFERRED OUTFLOWS OF RESOURCES</b>				
1. Deferred Outflows of Resources	9490			0.00
2. TOTAL DEFERRED OUTFLOWS		0.00	0.00	0.00
<b>I. LIABILITIES</b>				
1. Accounts Payable	9500	222,739.00		222,739.00
2. Due to Grantor Governments	9590			0.00
3. Current Loans	9640	383,990.00		383,990.00
4. Unearned Revenue	9650			0.00
5. Long-Term Liabilities (accrual basis only)	9660-9669	86,589.00		86,589.00
6. TOTAL LIABILITIES		693,318.00	0.00	693,318.00
<b>J. DEFERRED INFLOWS OF RESOURCES</b>				
1. Deferred Inflows of Resources	9690			0.00
2. TOTAL DEFERRED INFLOWS		0.00	0.00	0.00
<b>K. FUND BALANCE /NET POSITION</b>				
Ending Fund Balance /Net Position, June 30 (G9 + H2) - (I6 + J2) (must agree with Line F2)		473,945.00	0.00	473,945.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy Santa Clara

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

**L. FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT**

**NOTE: IF YOUR CHARTER SCHOOL RECEIVED FEDERAL FUNDING, AS REPORTED IN SECTION A2, THE FOLLOWING ADDITIONAL INFORMATION MUST BE PROVIDED IN ORDER FOR THE CDE TO CALCULATE COMPLIANCE WITH THE FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT:**

**1. Federal Revenue Used for Capital Outlay and Debt Service**

Included in the Capital Outlay and Debt Service expenditures reported in sections B6 and B7 are the following amounts paid out of federal funds:

Federal Program Name (If no amounts, indicate "NONE")	Capital Outlay	Debt Service	Total
a. none	\$		0.00
b. none			0.00
c. none			0.00
d. none			0.00
e. none			0.00
f. none			0.00
g. none			0.00
h. none			0.00
i. none			0.00
j. none			0.00
<b>TOTAL FEDERAL REVENUES USED FOR CAPITAL OUTLAY AND DEBT SERVICE</b>	0.00	0.00	0.00

**2. Community Services Expenditures**

Provide the amount of State and Local funds reported in Section B that were expended for Community Services Activities:

Objects of Expenditures	Amount (Enter "0.00" if none)
a. Certificated Salaries 1000-1999	0.00
b. Noncertificated Salaries 2000-2999	0.00
c. Employee Benefits except 3801-	0.00
d. Books and Supplies 4000-4999	0.00
e. Services and Other Operating Expenditures 5000-5999	0.00
<b>TOTAL COMMUNITY SERVICES EXPENDITURES</b>	<b>0.00</b>

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: Magnolia Science Academy Santa Clara

CDS #: Unaudited Financials FY14-15 Report- Rev 12 4 15

**3. State and Local Expenditures to be Used for Annual NCLB Maintenance of Effort Calculation:**

Results of this calculation will be used for comparison with 2013-14 expenditures. Failure to maintain the required 90 percent expenditure level on either an aggregate or per capita expenditure basis will result in reduction to allocations for covered programs in 2016-17.

a. Total Expenditures (B8)	3,224,319.47
b. Less Federal Expenditures (Total A2) [Revenues are used as proxy for expenditures because most federal revenues are normally recognized in the period that qualifying expenditures are incurred]	55,081.00
c. Subtotal of State & Local Expenditures [a minus b]	3,169,238.47
d. Less Community Services [L2 Total]	0.00
e. Less Capital Outlay & Debt Service [Total B6 plus objects 7438 and 7439, less L1 Total]	36,000.00
<b>TOTAL STATE &amp; LOCAL EXPENDITURES SUBJECT TO MOE</b> [c minus d minus e]	<b>\$ 3,133,238.47</b>

**MSA-SD**  
**Unaudited Actuals**

**as of 06/30/2015 (12 months)**  
(Prepared August 7, 2015)

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

Charter Approving Entity: San Diego Unified School District

County: San Diego County of Education

Charter #: 0698

This charter school uses the following basis of accounting:

(Please enter an "X" in the applicable box below; check only one box)

**Accrual Basis** (Applicable Capital Assets/Interest on Long-Term Debt/Long-Term Liabilities/Net Position objects are 6900, 7438, 9400-9489, 9660-9669, 9796, and 9797)

**Modified Accrual Basis** (Applicable Capital Outlay/Debt Service/Fund Balance objects are 6100-6170, 6200-6500, 7438, 7439, and 9711-9789)

Description	Object Code	Unrestricted	Restricted	Total
<b>A. REVENUES</b>				
<b>1. LCFF Sources</b>				
State Aid - Current Year	8011	430,163.00		430,163.00
Education Protection Account State Aid - Current Year	8012	373,559.00		373,559.00
State Aid - Prior Years	8019	(92,982.00)		(92,982.00)
Transfers to Charter Schools in Lieu of Property Taxes	8096	1,515,770.00		1,515,770.00
Other LCFF Transfers	8091, 8097	17,181.00		17,181.00
Total, LCFF Sources		2,243,691.00	0.00	2,243,691.00
<b>2. Federal Revenues (see NOTE in Section L)</b>				
No Child Left Behind	8290		26,920.00	26,920.00
Special Education - Federal	8181, 8182		44,649.00	44,649.00
Child Nutrition - Federal	8220		23,013.00	23,013.00
Other Federal Revenues	8110, 8260-8299	0.00		0.00
Total, Federal Revenues		0.00	94,582.00	94,582.00
<b>3. Other State Revenues</b>				
Special Education - State	StateRevSE		215,716.00	215,716.00
All Other State Revenues	StateRevAO	73,433.00	13,710.00	87,143.00
Total, Other State Revenues		73,433.00	229,426.00	302,859.00
<b>4. Other Local Revenues</b>				
All Other Local Revenues	LocalRevAO	99,894.00		99,894.00
Total, Local Revenues		99,894.00	0.00	99,894.00
<b>5. TOTAL REVENUES</b>				
		2,417,018.00	324,008.00	2,741,026.00
<b>B. EXPENDITURES (see NOTE in Section L)</b>				
<b>1. Certificated Salaries</b>				
Certificated Teachers' Salaries	1100	861,466.00	175,000.00	1,036,466.00
Certificated Pupil Support Salaries	1200	0.00		0.00
Certificated Supervisors' and Administrators' Salaries	1300	169,263.00	18,800.00	188,063.00
Other Certificated Salaries	1900			0.00
Total, Certificated Salaries		1,030,729.00	193,800.00	1,224,529.00
<b>2. Noncertificated Salaries</b>				
Noncertificated Instructional Salaries	2100			0.00
Noncertificated Support Salaries	2200			0.00
Noncertificated Supervisors' and Administrators' Salaries	2300			0.00
Clerical and Office Salaries	2400	61,731.00		61,731.00
Other Noncertificated Salaries	2900	82,112.00		82,112.00
Total, Noncertificated Salaries		143,843.00	0.00	143,843.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

Description	Object Code	Unrestricted	Restricted	Total
<b>3. Employee Benefits</b>				
STRS	3101-3102	95,465.00	7,520.00	102,985.00
PERS	3201-3202	6,793.00		6,793.00
OASDI / Medicare / Alternative	3301-3302	32,901.00		32,901.00
Health and Welfare Benefits	3401-3402	203,231.00	10,881.00	214,112.00
Unemployment Insurance	3501-3502	690.00		690.00
Workers' Compensation Insurance	3601-3602	14,005.00		14,005.00
OPEB, Allocated	3701-3702			0.00
OPEB, Active Employees	3751-3752			0.00
Other Employee Benefits	3901-3902	15,931.00		15,931.00
Total, Employee Benefits		369,016.00	18,401.00	387,417.00
<b>4. Books and Supplies</b>				
Approved Textbooks and Core Curricula Materials	4100	5,907.00		5,907.00
Books and Other Reference Materials	4200	8,458.00	1,350.00	9,808.00
Materials and Supplies	4300	62,694.00	13,710.00	76,404.00
Noncapitalized Equipment	4400	16,621.00		16,621.00
Food	4700	15,468.00	23,013.00	38,481.00
Total, Books and Supplies		109,148.00	38,073.00	147,221.00
<b>5. Services and Other Operating Expenditures</b>				
Subagreements for Services	5100			0.00
Travel and Conferences	5200	11,763.00		11,763.00
Dues and Memberships	5300	3,098.00		3,098.00
Insurance	5400	18,315.00		18,315.00
Operations and Housekeeping Services	5500	34,167.00		34,167.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	15,754.00		15,754.00
Transfers of Direct Costs	5700-5799			0.00
Professional/Consulting Services and Operating Expend.	5800	480,773.00	73,734.00	554,507.00
Communications	5900	10,421.00		10,421.00
Total, Services and Other Operating Expenditures		574,291.00	73,734.00	648,025.00
<b>6. Capital Outlay</b>				
(Objects 6100-6170, 6200-6500 modified accrual basis only)				
Land and Land Improvements	6100-6170			0.00
Buildings and Improvements of Buildings	6200			0.00
Books and Media for New School Libraries or Major				
Expansion of School Libraries	6300			0.00
Equipment	6400			0.00
Equipment Replacement	6500			0.00
Depreciation Expense (accrual basis only)	6900	20,000.00		20,000.00
Total, Capital Outlay		20,000.00	0.00	20,000.00
<b>7. Other Outgo</b>				
Tuition to Other Schools	7110-7143			0.00
Transfers of Pass-Through Revenues to Other LEAs	7211-7213			0.00
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE			0.00
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO			0.00
All Other Transfers	7281-7299			0.00
Transfers of Indirect Costs	7300-7399			0.00
Debt Service:				
Interest	7438			0.00
Principal (for modified accrual basis only)	7439			0.00
Total Debt Service		0.00	0.00	0.00
Total, Other Outgo		0.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		2,247,027.00	324,008.00	2,571,035.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

Description	Object Code	Unrestricted	Restricted	Total
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		169,991.00	0.00	169,991.00
<b>D. OTHER FINANCING SOURCES / USES</b>				
1. Other Sources	8930-8979			0.00
2. Less: Other Uses	7630-7699			0.00
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999			0.00
<b>4. TOTAL OTHER FINANCING SOURCES / USES</b>		0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE /NET POSITION (C+D4)</b>		169,991.00	0.00	169,991.00
<b>F. FUND BALANCE / NET POSITION</b>				
1. Beginning Fund Balance/Net Position				
a. As of July 1	9791	230,064.00	169,973.00	400,037.00
b. Adjustments/Restatements	9793, 9795	63,440.00	(18,167.00)	45,273.00
c. Adjusted Beginning Fund Balance /Net Position		293,504.00	151,806.00	445,310.00
2. Ending Fund Balance /Net Position, June 30 (E+F1c)		463,495.00	151,806.00	615,301.00
<b>Components of Ending Fund Balance (Modified Accrual Basis only)</b>				
a. Nonspendable				
1. Revolving Cash (equals Object 9130)	9711			0.00
2. Stores (equals Object 9320)	9712			0.00
3. Prepaid Expenditures (equals Object 9330)	9713			0.00
4. All Others	9719			0.00
b. Restricted	9740			0.00
c. Committed				
1. Stabilization Arrangements	9750			0.00
2. Other Commitments	9760			0.00
d. Assigned	9780			0.00
e. Unassigned/Unappropriated				
1. Reserve for Economic Uncertainties	9789			0.00
2. Unassigned/Unappropriated Amount	9790M			0.00
<b>3. Components of Ending Net Position (Accrual Basis only)</b>				
a. Net Investment in Capital Assets	9796			0.00
b. Restricted Net Position	9797		151,806.00	151,806.00
c. Unrestricted Net Position	9790A	463,495.00	0.00	463,495.00

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

Description	Object Code	Unrestricted	Restricted	Total
<b>G. ASSETS</b>				
1. Cash				
In County Treasury	9110	102,156.34		102,156.34
Fair Value Adjustment to Cash in County Treasury	9111			0.00
In Banks	9120	280,001.33	118,997.68	398,999.01
In Revolving Fund	9130			0.00
With Fiscal Agent/Trustee	9135			0.00
Collections Awaiting Deposit	9140			0.00
2. Investments	9150			0.00
3. Accounts Receivable	9200	249,856.53		249,856.53
4. Due from Grantor Governments	9290			0.00
5. Stores	9320			0.00
6. Prepaid Expenditures (Expenses)	9330			0.00
7. Other Current Assets	9340			0.00
8. Capital Assets (accrual basis only)	9400-9489	122,088.20	184,614.52	306,702.72
9. TOTAL ASSETS		754,102.40	303,612.20	1,057,714.60
<b>H. DEFERRED OUTFLOWS OF RESOURCES</b>				
1. Deferred Outflows of Resources	9490			0.00
2. TOTAL DEFERRED OUTFLOWS		0.00	0.00	0.00
<b>I. LIABILITIES</b>				
1. Accounts Payable	9500	287,667.40	0.00	287,667.40
2. Due to Grantor Governments	9590			0.00
3. Current Loans	9640			0.00
4. Unearned Revenue	9650	2,940.00		2,940.00
5. Long-Term Liabilities (accrual basis only)	9660-9669		151,806.10	151,806.10
6. TOTAL LIABILITIES		290,607.40	151,806.10	442,413.50
<b>J. DEFERRED INFLOWS OF RESOURCES</b>				
1. Deferred Inflows of Resources	9690			0.00
2. TOTAL DEFERRED INFLOWS		0.00	0.00	0.00
<b>K. FUND BALANCE /NET POSITION</b>				
Ending Fund Balance /Net Position, June 30 (G9 + H2) - (I6 + J2) (must agree with Line F2)		463,495.00	151,806.10	615,301.10

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

**L. FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT**

**NOTE: IF YOUR CHARTER SCHOOL RECEIVED FEDERAL FUNDING, AS REPORTED IN SECTION A2, THE FOLLOWING ADDITIONAL INFORMATION MUST BE PROVIDED IN ORDER FOR THE CDE TO CALCULATE COMPLIANCE WITH THE FEDERAL NO CHILD LEFT BEHIND (NCLB) MAINTENANCE OF EFFORT REQUIREMENT:**

**1. Federal Revenue Used for Capital Outlay and Debt Service**

Included in the Capital Outlay and Debt Service expenditures reported in sections B6 and B7 are the following amounts paid out of federal funds:

Federal Program Name (If no amounts, indicate "NONE")	Capital Outlay	Debt Service	Total
a. None	\$		0.00
b. None			0.00
c. None			0.00
d. None			0.00
e. None			0.00
f. None			0.00
g. None			0.00
h. None			0.00
i. None			0.00
j. None			0.00
<b>TOTAL FEDERAL REVENUES USED FOR CAPITAL OUTLAY AND DEBT SERVICE</b>	0.00	0.00	0.00

**2. Community Services Expenditures**

Provide the amount of State and Local funds reported in Section B that were expended for Community Services Activities:

Objects of Expenditures	Amount (Enter "0.00" if none)
a. Certificated Salaries 1000-1999	0.00
b. Noncertificated Salaries 2000-2999	0.00
c. Employee Benefits except 3801-	0.00
d. Books and Supplies 4000-4999	0.00
e. Services and Other Operating Expenditures 5000-5999	0.00
<b>TOTAL COMMUNITY SERVICES EXPENDITURES</b>	<b>0.00</b>

**CHARTER SCHOOL UNAUDITED ACTUALS  
FINANCIAL REPORT -- ALTERNATIVE FORM**

July 1, 2014 to June 30, 2015

Charter School Name: MAGNOLIA SCIENCE ACADEMY-SAN DIEGO

CDS #: 37683380109157

**3. State and Local Expenditures to be Used for Annual NCLB Maintenance of Effort Calculation:**

Results of this calculation will be used for comparison with 2013-14 expenditures. Failure to maintain the required 90 percent expenditure level on either an aggregate or per capita expenditure basis will result in reduction to allocations for covered programs in 2016-17.

a. Total Expenditures (B8)	2,571,035.00
b. Less Federal Expenditures (Total A2) [Revenues are used as proxy for expenditures because most federal revenues are normally recognized in the period that qualifying expenditures are incurred]	94,582.00
c. Subtotal of State & Local Expenditures [a minus b]	2,476,453.00
d. Less Community Services [L2 Total]	0.00
e. Less Capital Outlay & Debt Service [Total B6 plus objects 7438 and 7439, less L1 Total]	20,000.00
TOTAL STATE & LOCAL EXPENDITURES SUBJECT TO MOE [c minus d minus e]	\$ 2,456,453.00



# Magnolia Public Schools

Board Of Directors

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Board Agenda Item	II.F.
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	Approval of 2014-15 Audited Financial Statements

## **Proposed Board Recommendation**

I move that the Board of Directors approve the 2014-15 Audited Financial Statements as attached.

## **Background**

As defined by Education Code Section §41020, the independent financial audit report must be submitted by all MPS charter schools to their respective authorizing agencies, county superintendent of schools, California Department of Education, and the State Controller's office no later than December 15, 2015. Magnolia Public Schools have submitted all audited financial statements to their respective authorizing agencies.

## **Budget Implications:**

There are no budget implications.

## **Name of Staff Originator:**

Oswaldo Diaz, Chief Financial Officer



**MAGNOLIA EDUCATIONAL &  
RESEARCH FOUNDATION**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Magnolia Educational & Research Foundation and affiliates  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

### Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Magnolia Educational & Research Foundation (MERF) (A California Nonprofit Public Benefit Corporation) and affiliates, which are comprised of the consolidated statement of financial position as of June 30, 2015, and the related consolidated statements of activities and changes in net assets and cash flows for the year then ended, and the related notes to the consolidated financial statements, which collectively comprise the basic financial statements.

### Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to MERF and affiliate's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of MERF and affiliate's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of MERF and affiliates as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements that collectively comprise MERF and affiliate's basic financial statements. The supplementary information such as the Schedule of Expenditures of Federal Awards, as required by the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and other supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and other accompanying supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of MERF and affiliate's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering MERF and affiliate's internal control over financial reporting and compliance.

*Varrinck, Tin, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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*FINANCIAL STATEMENTS*

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**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 10,173,244
Restricted cash and cash equivalents	998,292
Accounts receivable	4,170,911
Prepaid expenses and other current assets	<u>29,854</u>
Total Current Assets	<u>15,372,301</u>

Non-Current Assets:

Debt issue costs, net	126,849
Security deposits	110,561
Fixed assets	10,716,608
Less: accumulated depreciation	<u>1,795,398</u>
Total Non-Current Assets	<u>9,158,620</u>
Total Assets	<u>\$ 24,530,921</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$ 2,569,245
Deferred revenue	445,725
Current portion of long-term obligations	<u>244,392</u>
Total Current Liabilities	<u>3,259,362</u>

Long-Term Obligations:

Non-current portion of long-term obligations	<u>8,263,038</u>
Total Liabilities	<u>11,522,400</u>

**NET ASSETS**

Unrestricted	12,010,239
Designated	<u>998,282</u>
Total Net Assets	<u>13,008,521</u>
Total Liabilities and Net Assets	<u>\$ 24,530,921</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**REVENUES**

State apportionments	\$ 26,635,709
Federal revenue	2,425,080
Other State revenue	4,313,775
Rent revenue	447,519
Local revenue	535,375
Total Revenues	<u>34,357,458</u>

**EXPENSES**

Program services:	
Salaries and benefits	19,967,246
Student services	2,190,954
Materials and supplies	985,129
Student nutrition	1,182,504
Other expenses	300,509
Subtotal	<u>24,626,342</u>

Management and general:

Depreciation	286,341
Occupancy	2,669,178
Operating expenses	3,704,719
Interest	8,485
Subtotal	<u>6,668,723</u>
Total Expenses	<u>31,295,065</u>

<b>CHANGE IN NET ASSETS</b>	3,062,393
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>9,946,128</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 13,008,521</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in net assets</b>	\$ 3,062,393
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	286,341
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	539,884
Pledge receivable	150,000
Prepaid expenses and other current assets	(29,854)
Security deposits	162,823
Increase in liabilities	
Accounts payable and accruals	335,939
Deferred revenue	116,704
Net Cash Provided by Operating Activities	<u>4,624,230</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	(627,399)
Change to capital assets, net	(21,298)
Net Cash Used by Investing Activities	<u>(648,697)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	(46,890)
Proceeds from long-term debt obligation	86,589
Cash restricted to meet debt obligation	(998,292)
Net Cash Used by Financing Activities	<u>(958,593)</u>

<b>NET INCREASE IN CASH</b>	<u>3,016,940</u>
<b>CASH AND CASH EQUIVALENTS,</b>	
<b>BEGINNING OF YEAR</b>	<u>7,156,304</u>
<b>CASH AND CASH EQUIVALENTS,</b>	
<b>END OF YEAR</b>	<u>\$ 10,173,244</u>

**Supplemental cash flow disclosure:**

Cash paid during the period for interest	<u>\$ 8,485</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

*Magnolia Educational & Research Foundation*

Magnolia Educational & Research Foundation (MERF) is a California not-for-profit organization. During the fiscal year ended June 30, 2015, MERF operated eleven Magnolia Science Academy (MSA) kindergarten through grade twelve charter 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.

To ensure students have the tools to succeed, the charter schools offer the following programs, which are mostly free of charge:

- Academic programs
- Student support programs
- After school programs
- Parent involvement programs

The charter schools operate under the approval of the California State Board of Education, Santa Clara County Office of Education, Los Angeles Unified School District and San Diego Unified School District. Each school receives public per-pupil funding from the State of California, in addition to grants from various government sources.

**Other Related Entities**

*MPM Sherman Way, LLC*

Magnolia Educational & Research Foundation, (MERF), formed the MPM Sherman Way, LLC (the LLC) exclusively for the acquisition of property and assets of Magnolia Science Academy Charter Schools, for charitable purposes as specified in Section 501(c)(3) of the Internal Revenue Service. The Charter Schools makes lease payments to the LLC, in accordance with the lease agreement specifically for the MSA 1 Reseda Project. Accordingly, the financial activities of the LLC have been included in the consolidated financial statements of MERF. MERF is the sole member of the LLC.

*Joint Powers Agency and Risk Management Pools*

Magnolia Science Academy Charter Schools are associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of MERF. Additional information is presented in Note 14 to the financial statements.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by MERF are described below to enhance the use of the consolidated financial statements to the reader.

**Financial Statement Presentation**

MERF is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. MERF had no temporarily or permanently restricted net assets, as of June 30, 2015. In addition, MERF is required to present a Statement of Cash Flows.

**Accounting Method - Basis of Accounting**

The financial statements were prepared on the accrual basis in accordance with the AICPA's Audit and Accounting Guide, Not-for-Profit Organizations accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or when the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as "net assets released from restrictions". MERF and the LLC had no temporarily or permanently restricted net assets at June 30, 2015.

In-kind contributions are recorded at their estimated fair values at the date of donation. Donated services are recorded if they create or enhance non-financial assets or require a specialized skill that MERF would otherwise need to purchase. As of June 30, 2015, no in-kind contributions of services were received.

Government grants are recognized as revenue in accordance with the terms of the applicable grant agreement, which generally require revenue recognition upon incurrence of expenses related to the specified services. Deferred revenue is recorded to the extent cash received on specific grants exceeds qualified expenses.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Income Taxes**

MERF is a nonprofit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as a public charity described in Section 509(a)(1) Type 1 supporting organizations and is exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. The statute of limitations for Federal and California State purposes is generally three and four years, respectively.

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.

**Cash and Cash Equivalents**

For purposes of the Consolidated Statement of Cash Flows, MERF considers all highly liquid investments available for current use with an initial maturity of three months or less to be considered as cash equivalents.

**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management had determined all accounts receivable are fully collectible and no allowance for bad debts has been established.

**Intra-company Receivable/Payable**

Intra-company receivable/payable results from a net cumulative difference between resources provided by MERF Headquarters to each individual charter school and reimbursement for those resources from each individual charter school to MERF Headquarters.

**Fixed Assets**

It is MERF's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Building and leasehold improvements, furniture, and equipment are depreciated using the straight-line method, from two to 30 years. Depreciation expense for the year ended June 30, 2015, was \$286,341.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates include the value of the beneficial interest in a charitable remainder trust.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of MERF and the LLC.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. MERF and the LLC do not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used. MERF and the LLC do not have permanently restricted net assets.

**Consolidation**

The consolidated financial statements include the accounts of MERF, the LLC, and all MSA charter schools. All significant intra-company accounts and transactions have been eliminated in consolidation.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 10,002,410</u>	<u>\$ 11,540,537</u>

The majority of MERF's cash is held in bank accounts, which are subject to federally insured limits of \$250,000. MERF has not experienced any losses in such accounts. At June 30, 2015, MERF had \$9,470,685 in excess of FDIC insured limits in bank accounts.

**NOTE 4 - RESTRICTED CASH AND CASH EQUIVALENTS**

At June 30, 2015, cash held for restricted purposes consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Facility reserve	<u>\$ 998,292</u>	<u>\$ 998,292</u>

**NOTE 5 - INVESTMENTS**

**Summary of Investments**

Two MSA charter schools have investments held in county investment pools. Investments as of June 30, 2015, are classified in the accompanying financial statements as follows:

*Magnolia Science Academy San Diego*

<u>Investment Type</u>	<u>Reported Amount</u>	<u>Fair Market Value</u>
San Diego County Treasury Investment Pool	<u>\$ 102,156</u>	<u>\$ 102,103</u>

*Magnolia Science Academy Santa Ana*

<u>Investment Type</u>	<u>Reported Amount</u>	<u>Fair Market Value</u>
Orange County Treasury Investment Pool	<u>\$ 68,678</u>	<u>\$ 68,550</u>

Deposits with county treasurer are an external investment pool sponsored by the County of San Diego and Orange, respectively. County deposits are not required to be categorized. The pools provided the fair value for these deposits.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The charter schools do not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The charter schools manage exposure to interest rate risk by investing in the County Pool.

***NOTE 6- MARKET VALUE OF FINANCIAL ASSETS AND LIABILITIES***

MERF determines the fair market values of certain financial instruments based on the fair value hierarchy established in FASB ASC 820-10-50, which requires an entity to maximize the use of observable inputs and minimize the use unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value.

The following provides a summary of the hierarchical levels used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 asset and liabilities may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities may include debt securities with quoted prices that are traded less frequently than exchange-traded instruments and other instruments whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data. This category generally includes U.S. Government and agency mortgage-backed debt securities, corporate debt securities, derivative contracts, residential mortgage, and loans held-for-sale.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. This category generally includes certain private equity investments, retained residual interests in securitizations, residential MSRs, asset-backed securities (ABS), highly structured or long-term derivative contracts and certain collateralized debt obligations (CDO) where independent pricing information was not able to be obtained for a significant portion of the underlying assets.

**Assets and Liabilities Recorded at Fair Value on a Recurring Basis**

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2015. MERF did not have any liabilities measured at fair value on a recurring basis as of June 30, 2015.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*Magnolia Science Academy San Diego*

Investment Type	Level	Fair Value	Weighted Average Maturity in Days
San Diego County Investment Pool	2	\$ 102,103	253

*Magnolia Science Academy Santa Ana*

Investment Type	Level	Fair Value	Weighted Average Maturity in Days
Orange County Investment Pool	2	\$ 68,550	278

**NOTE 7 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 2,501,465
Federal receivable	556,876
State receivable	174,872
Due From LACOE	360,947
Local receivable	415,598
Lottery	161,153
Total Accounts Receivable	\$ 4,170,911

**Revenue**

MERF received 94 percent of its revenue in the form of fees and grants from government programs for the year ended June 30, 2015. The balance due from those programs accounted for 96 percent of accounts receivable at June 30, 2015. Without these sources of revenue, MERF would have difficulty maintaining its operations.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 8 - FIXED ASSETS**

Fixed assets at June 30, 2015, consisted of the following:

Land	\$ 1,386,754
Building improvements	3,134,064
Leasehold improvements	402,722
Computer and equipment	1,962,040
Work in progress	<u>3,831,028</u>
Subtotal	10,716,608
Less: accumulated depreciation	<u>(1,795,398)</u>
Total Fixed Assets	<u>\$ 8,921,210</u>

During the year ended June 30, 2015, \$286,341 was charged to depreciation expense.

**NOTE 9 - ACCOUNTS PAYABLE AND ACCRUALS**

Accounts payable at June 30, 2015, consisted of the following:

Salaries and benefits	\$ 301,318
Vendor payables	729,537
Other payable	<u>1,538,390</u>
Total Accounts Payable and Accruals	<u>\$ 2,569,245</u>

**NOTE 10 - LONG-TERM OBLIGATIONS**

At June 30, 2015, MERF's long-term obligations summary is as follows:

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015	Due in One Year
Bonds payable	\$ 6,020,000	\$ -	\$ -	\$ 6,020,000	\$ 70,000
Revolving and CCSF loans	2,447,731	-	46,890	2,400,841	116,666
Notes payable	-	86,589	-	86,589	57,726
Total	<u>\$ 8,467,731</u>	<u>\$ 86,589</u>	<u>\$ 46,890</u>	<u>\$ 8,507,430</u>	<u>\$ 244,392</u>

**California School Finance Authority (CSFA) School Facility Revenue Bonds**

In June 2004, the CSFA issued \$6,020,000 in School Facilities Revenues, Series 2014A and Series 2014B for the purpose of a loan to MPM Sherman Way, LLC. The proceeds from the bonds will be used for the purpose of purchase, renovations, and improvement of charter school facilities. The bonds mature August 2044, with monthly interest payments due commencing July 1, 2044. At June 30, 2015, the principal balance outstanding was \$6,020,000.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The bonds mature through 2044 as follows:

<u>Repayment Year</u>	<u>Principal</u>	<u>Interest to Maturity</u>	<u>Total</u>
2016	\$ 70,000	\$ 372,896	\$ 442,896
2017	80,000	362,887	442,887
2018	85,000	357,287	442,287
2019	90,000	351,337	441,337
2020	100,000	345,037	445,037
2021-2025	580,000	1,639,436	2,219,436
2026-2030	760,000	1,458,835	2,218,835
2031-2035	1,260,000	1,202,035	2,462,035
2036-2040	1,460,000	967,197	2,427,197
2041-2044	1,535,000	247,186	1,782,186
Total	<u>\$ 6,020,000</u>	<u>\$ 7,304,133</u>	<u>\$ 13,324,133</u>

**Revolving Loans**

At June 30, 2015, MERF's revolving loans are as follows:

*Magnolia Science Academy 2*

Magnolia Science Academy 2 applied for, and was accepted into, the California School Finance Authority Charter School Revolving Loan Program. The Charter School received a loan in the amount of \$100,000. The loan bears an interest rate of 0.24 percent. The terms of the loan require four annual payments of \$25,000 over the next four years and are to be withheld from the apportionment payments. The maturity date is June 30, 2017.

Future payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Payments</u>
2016	\$ 25,000
2017	25,000
Total	<u>\$ 50,000</u>

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*Magnolia Science Academy Santa Ana*

Magnolia Science Academy Santa Ana received unsecured revolving loan payable to the California Department of Education totaling \$150,000 on November 30, 2012. The loan balance as of June 30, 2015, was \$75,000. The loan has an interest rate of 0.53 percent and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on October 30, 2013. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments.

Future payments are as follows:

Fiscal Year Ending June 30,	Payments
2016	\$ 25,000
2017	25,000
2018	25,000
Total	<u>\$ 75,000</u>

Magnolia Science Academy Santa Ana has been approved by the State of California's Charter School Facilities Program (CCSF) for \$17,413,956 for constructing a new facility, which will cost the same amount. The State will fund 50 percent of the total amount of \$17,413,956; the State will fund 50 percent of the total project cost through a loan in the amount of \$8,706,978 and the other 50 percent through a grant in the amount of \$8,706,978. The loan has an annual interest rate of 3.00 percent and it matures 30 years after the completion of the project. The outstanding loan balance as of June 30, 2015, was \$2,040,702.

*Magnolia Science Academy San Diego*

MSA SD Charter School has been approved by the State of California's Charter School Facilities Program (CCSF) for \$3,036,122 for constructing a new facility, which will cost the same amount. The State will fund 50 percent of the total amount of \$3,036,122; the State will fund 50 percent of the total project cost through a loan in the amount of \$1,518,061 and the other 50 percent through a grant in the amount of \$1,518,061. The loan has an annual interest rate of 2.00 percent and it matures 30 years after the completion of the project, which is estimated to be in the middle of calendar year 2016. The repayment schedule will be determined after completion of the project. The State Controller's Office will deduct the loan payments from the Charter School's State School Fund Apportionments. The outstanding loan balance as of June 30, 2015, was \$151,806.

*Magnolia Educational & Research Foundation*

In March 2010, Pacific Technology School - Orangevale received an unsecured revolving loan payable to the California Department of Education totaling \$250,000 on March 23, 2010. The loan balance as of March 1, 2015, was \$100,665. Due to the closure of the school, MERF has assumed the repayment of the loan, and has worked out a payment plan with the California School Finance Authority.

In March 2010, the California Department of Education (CDE) awarded a \$250,000 loan to Pacific Technology School - Orangevale (CDS Code: 09-76596-0119529) for a five-year tenet through the Charter School Revolving Loan Fund Program (CSRLF). Effective July 1, 2013, Assembly Bill 86 (Chapter 48, Statutes of 2013) authorized the transfer of the administration of the Charter School Revolving Loan Fund from the CDE to the California School Finance Authority (Authority). The outstanding loan balance was \$83,333. The current portion of long-term obligation as of June 30, 2015, is \$66,666.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*Pacific Technology School Orangevale Closure*

Pacific Technology School - Orangevale (PTS- Orangevale) closed in June 2013. Due to the closure, the school was unable to pay their fourth year through the intercept based on the original agreement. To repay the PTS-Orangevale revolving loan, MERF has been in communication with the California School Finance Authority to arrange a payment schedule of the remaining loan totaling \$100,000. The repayment schedule will be accordance to the document provided by the California School Finance Authority, and will include 18 monthly payments of \$5,593 that includes principal and interest.

**Notes Payable**

*Chrome Books*

The Charter School entered into a capital lease to purchase 450 chrome books for \$128,744. The terms of the loan require 36 monthly payments of \$4,276 with an interest rate of 8.00 percent and a maturity date of June 30, 2017. The balance outstanding as of June 30, 2015, is \$86,589. The current portion of the long-term obligation is \$57,726.

**NOTE 11 - OPERATING LEASES**

Total rental and facility expenses were \$2,716,986 for year ended June 30, 2015. Future rental and facility expenses are as follows:

Fiscal Year Ending	Future Lease Commitments
2016	\$ 1,933,592
2017	292,300
2018	298,300
2019	304,300
2020	310,300
Total	<u>\$ 3,138,792</u>

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 12 - FAIR VALUE FINANCIAL INSTRUMENTS***

The carrying amounts and estimated fair values of MERF financial instruments as of June 30, 2015 are as follows:

	Carrying Amount	Fair Value
Cash and cash equivalents	\$ 10,173,244	\$ 10,173,244
Restricted cash and cash equivalents	998,292	998,292
Revolving loans	2,400,841	2,400,841
Notes payable	86,589	86,589
Bonds payable	6,020,000	6,020,000

***NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if Magnolia Science Academy charter schools chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. Magnolia Science Academy charter schools has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

Magnolia Science Academy charter schools contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. Magnolia Science Academy charter schools did not contribute more than five percent of the total contributions to the plan.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

Magnolia Science Academy charter schools contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and Magnolia Science Academy charter schools's total contributions were \$1,001,421.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. Magnolia Science Academy charter schools did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Magnolia Science Academy charter schools is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$94,508.

**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Magnolia Science Academy charter schools. These payments consist of State General Fund contributions to CalSTRS in the amount of \$461,694 (5.679 percent of Magnolia Science Academy charter schools' 2012-2013 creditable compensation subject to CalSTRS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

***NOTE 14 - PARTICIPATION IN JOINT POWERS AUTHORITY***

Magnolia Science Academy Charter Schools are participants in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between MERF and CharterSAFE is such that CharterSAFE is not considered a component unit of MERF for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and Magnolia Science Academy Charter Schools are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, Magnolia Science Academy Charter Schools made payments of \$344,113 to CharterSAFE for services received. At June 30, 2015, MERF had no recorded accounts receivable or accounts payable to CharterSAFE.

***NOTE 15 - CONTINGENCIES***

MERF has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 16 - SUBSEQUENT EVENTS***

MERF's management has evaluated events or transactions that may occur for potential recognition or disclosure in the consolidated financial statements from the balance sheet date through December 15, 2015, which is the date the consolidated financial statements were available to be issued. Management has determined that there were no subsequent events or transactions, other than those noted below, that would have a material impact on the current year consolidated financial statements.

**Purchase of Property**

In October 2015, MERF purchased the school site located at 18228 Sherman Way, Los Angeles, California for \$3.8 million.

**Facilities Agreements**

Magnolia Science Academy Santa Clara has renewed its facilities use lease agreement in Santa Clara, California. The terms of the new lease began August 1, 2015, and expire on July 31, 2018. The Charter School will make monthly rent and maintenance expense payments.

Magnolia Science Academy San Diego has renewed its Facilities Use Permit Agreement with SDUSD. The terms of the new lease began July 1, 2015, and expire on June 30, 2020, and are calculated at two percent of revenues of the Charter School in accordance with substantially rent-free facilities under Proposition 39. The Charter School will make ten equal monthly rent and maintenance expense payments.

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*SUPPLEMENTARY INFORMATION*

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**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grantor/Pass-Through Grantor/Program	CFDA Number	Pass-Through Entity Identifying Number	Program Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed through California Department of Education (CDE):			
Individuals with Disabilities Act (IDEA)			
Special Education (IDEA):			
Basic Local Assistance Entitlement, Part B, Section 611	84.027	13379	\$ 577,268
No Child Left Behind Act (NCLB)			
Title I, Part A, Basic Grants Low Income and Neglected	84.010	14981	1,000,056
Title I, Part G: Advanced Placement (AP) Test Fee Reimbursement Program	84.330B	14831	3,367
Title II, Part A, Improving Teacher Quality Local Grants	84.367	14341	13,882
Title III Cluster:			
Title III, Immigrant Education Program	84.365	15146	7,690
Title III, Limited English Proficient (LEP) Student Program	84.365	14346	16,726
Total Title III Cluster			<u>24,416</u>
Title V, Part B - Public Charter Schools Grant Program	84.282	14531	21,000
Total U.S. Department of Education			<u>1,639,989</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed through California Department of Education (CDE):			
Child Nutrition Cluster:			
Especially Needy Breakfast	10.553	13526	243,866
National School Lunch Program	10.555	13524	541,225
Total U.S. Department of Agriculture			<u>785,091</u>
Total Federal Programs			<u>\$ 2,425,080</u>

See accompanying note to supplementary information.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION  
(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE  
FOR THE YEAR ENDED JUNE 30, 2015**

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**ORGANIZATION**

MERF operates eleven schools in California under eleven charters. Each school is operated on the same tax identification number as MERF. Charters were granted for each school for up to five years, with an opportunity for renewal. Charters may be revoked by the charter authorizer for material violations of the charter, failure to meet or make progress toward student outcomes identified in the charter, failure to meet generally accepted standards of fiscal management, or violation of any provision of the law. As of June 30, 2015, the charter schools operated by MERF were as follows:

<b>Charter School Name</b>	<b>Charter Number</b>	<b>Sponsoring District</b>	<b>Charter Expiration</b>	<b>Grades Served</b>	<b>Number of Students Served</b>
Magnolia Science Academy	0438	Los Angeles USD	June 30, 2017	6-12	535
Magnolia Science Academy 2	0906	Los Angeles USD	June 30, 2017	6-12	429
Magnolia Science Academy 3	0917	Los Angeles USD	June 30, 2017	6-12	450
Magnolia Science Academy 4	0986	Los Angeles USD	June 30, 2018	6-12	196
Magnolia Science Academy 5	0987	Los Angeles USD	June 30, 2018	6-12	112
Magnolia Science Academy 6	0988	Los Angeles USD	June 30, 2019	6-8	145
Magnolia Science Academy 7	0989	Los Angeles USD	June 30, 2019	K-5	300
Magnolia Science Academy Bell	1236	Los Angeles USD	June 30, 2020	6-8	495
Magnolia Science Academy San Diego	0698	San Diego USD	June 30, 2020	6-8	365
Magnolia Science Academy Santa Ana	1686	CDE	June 30, 2019	K-12	165
Magnolia Science Academy Santa Clara	1116	Santa Clara COE	June 30, 2018	6-12	492

**BOARD OF DIRECTORS**

<b><u>MEMBER</u></b>	<b><u>OFFICE</u></b>	<b><u>TERM EXPIRES</u></b>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATING STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

	MERF	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5
<b>ASSETS</b>						
Current Assets:						
Cash and cash equivalents	\$ 184,383	\$ 1,737,714	\$ 571,069	\$ 183,685	\$ 352,618	\$ 925,625
Restricted cash and cash equivalents	-	-	-	-	-	-
Accounts receivable	-	440,019	362,421	360,992	142,430	66,084
Intra-company receivable	1,093,266	-	103,066	307,336	24,822	180,692
Prepaid expenses and other current assets	-	-	-	-	-	-
Total Current Assets	1,277,649	2,177,733	1,036,556	852,013	519,870	1,172,401
Non-Current Assets:						
Debt issue cost, net	-	-	-	-	-	-
Security deposits	1,525	39,035	-	-	-	-
Fixed assets	134,513	658,685	198,585	136,648	117,493	111,918
Less: accumulated depreciation	107,684	583,322	139,376	128,230	91,160	91,406
Total Non-Current Assets	28,354	114,398	59,209	8,418	26,333	20,512
Total Assets	\$ 1,306,003	\$ 2,292,131	\$ 1,095,765	\$ 860,431	\$ 546,203	\$ 1,192,913
<b>LIABILITIES</b>						
Current Liabilities:						
Accounts payable and accruals	\$ 200,348	\$ 64,913	\$ 51,506	\$ 63,602	\$ 79,383	\$ 337,641
Intra-company payable	897,894	-	-	-	-	-
Deferred revenue	88,785	-	-	-	-	-
Current portion of long-term obligations	66,666	-	25,000	-	-	-
Total Current Liabilities	1,253,693	64,913	76,506	63,602	79,383	337,641
Long-Term Obligations:						
Non-current portion of long-term obligations	16,667	-	25,000	-	-	-
Total Liabilities	1,270,360	64,913	101,506	63,602	79,383	337,641
<b>NET ASSETS</b>						
Unrestricted	35,643	2,227,218	994,259	796,829	466,820	855,272
Designated	-	-	-	-	-	-
Total Net Assets	35,643	2,227,218	994,259	796,829	466,820	855,272
Total Liabilities and Net Assets	\$ 1,306,003	\$ 2,292,131	\$ 1,095,765	\$ 860,431	\$ 546,203	\$ 1,192,913

See accompanying note to supplementary information.

MSA-6	MSA-7	MSA-Bell	MSA-SD	MSA-SA	MSA-SC	LLC	Elimination	Total
\$ 806,785	\$ 924,010	\$ 2,421,557	\$ 382,157	\$ 140,106	\$ 170,245	\$ 1,373,290	\$ -	\$ 10,173,244
-	-	-	118,998	432,732	-	446,562	-	998,292
229,670	502,994	422,414	248,652	578,641	816,594	-	-	4,170,911
-	133,118	148,920	-	-	-	-	(1,991,220)	-
8,000	-	-	-	19,000	2,854	-	-	29,854
<u>1,044,455</u>	<u>1,560,122</u>	<u>2,992,891</u>	<u>749,807</u>	<u>1,170,479</u>	<u>989,693</u>	<u>1,819,852</u>	<u>(1,991,220)</u>	<u>15,372,301</u>
-	-	-	-	-	-	126,849	-	126,849
-	4,000	-	-	27,000	39,001	-	-	110,561
62,699	110,112	39,399	586,778	3,788,424	250,536	4,520,818	-	10,716,608
62,699	59,072	17,417	258,217	94,867	81,587	80,361	-	1,795,398
-	55,040	21,982	328,561	3,720,557	207,950	4,567,306	-	9,158,620
<u>\$ 1,044,455</u>	<u>\$ 1,615,162</u>	<u>\$ 3,014,873</u>	<u>\$ 1,078,368</u>	<u>\$ 4,891,036</u>	<u>\$ 1,197,643</u>	<u>\$ 6,387,158</u>	<u>\$ (1,991,220)</u>	<u>\$ 24,530,921</u>
\$ 388,721	\$ 777,660	\$ 138,208	\$ 85,518	\$ 149,228	\$ 232,517	\$ -	\$ -	\$ 2,569,245
181,177	-	-	202,149	330,000	380,000	-	(1,991,220)	-
-	-	-	2,940	354,000	-	-	-	445,725
-	-	-	-	25,000	57,726	70,000	-	244,392
<u>569,898</u>	<u>777,660</u>	<u>138,208</u>	<u>290,607</u>	<u>858,228</u>	<u>670,243</u>	<u>70,000</u>	<u>(1,991,220)</u>	<u>3,259,362</u>
-	-	-	151,806	2,090,702	28,863	5,950,000	-	8,263,038
<u>569,898</u>	<u>777,660</u>	<u>138,208</u>	<u>442,413</u>	<u>2,948,930</u>	<u>699,106</u>	<u>6,020,000</u>	<u>(1,991,220)</u>	<u>11,522,400</u>
474,557	837,502	2,876,665	516,957	1,509,374	498,537	(79,404)	-	12,010,229
-	-	-	118,998	432,732	-	446,562	-	998,292
<u>474,557</u>	<u>837,502</u>	<u>2,876,665</u>	<u>635,955</u>	<u>1,942,106</u>	<u>498,537</u>	<u>367,158</u>	<u>-</u>	<u>13,008,521</u>
<u>\$ 1,044,455</u>	<u>\$ 1,615,162</u>	<u>\$ 3,014,873</u>	<u>\$ 1,078,368</u>	<u>\$ 4,891,036</u>	<u>\$ 1,197,643</u>	<u>\$ 6,387,158</u>	<u>\$ (1,991,220)</u>	<u>\$ 24,530,921</u>

**MAGNOLIA PUBLIC SCHOOLS**  
**(A California Nonprofit Public Benefit Corporation)**

**CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**JUNE 30, 2015**

	MERF	MSA-1	MSA-2	MSA-3	MSA-4	MSA-5
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>						
<b>REVENUES</b>						
State apportionments	\$ -	\$ 4,108,987	\$ 3,336,116	\$ 3,406,316	\$ 1,703,922	\$ 780,024
Federal revenue	-	600,269	222,128	490,995	138,952	78,761
Other State revenue	-	749,565	393,474	580,951	239,123	169,416
Rent revenue	-	-	-	-	-	-
Local revenue	4,812,297	71,342	53,812	16,668	30,265	6,657
Total Revenues	4,812,297	5,530,163	4,005,530	4,494,930	2,112,262	1,034,858
<b>EXPENSES</b>						
Program services:						
Salaries and benefits	1,490,317	2,756,741	2,190,290	2,345,482	1,036,532	619,946
Student services	29,922	368,240	320,550	352,586	153,122	84,723
Materials and supplies	29,191	190,130	127,386	142,912	30,916	37,620
Student nutrition	6,251	264,309	75,779	315,244	52,263	16,246
Other expenses	44,863	29,459	16,738	28,199	4,885	3,878
Subtotal	1,600,544	3,608,879	2,730,743	3,184,423	1,277,718	762,413
Management and general:						
Depreciation	36,278	5,820	7,720	22,673	4,264	14,927
Management fee	-	1,013,451	757,224	762,632	237,895	103,749
Occupancy	154,681	676,885	140,120	420,651	146,543	99,063
Operating expenses	1,432,967	221,826	214,576	541	217,380	85,552
Interest	3,685	-	296	72	234	3,396
Subtotal	1,627,611	1,917,982	1,119,936	1,206,569	606,316	306,687
Total Expenses	3,228,155	5,526,861	3,850,679	4,390,992	1,884,034	1,069,100
<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	1,584,142	3,302	154,851	103,938	228,228	(34,242)
<b>NET ASSETS (DEFICIT), BEGINNING OF YEAR</b>	(1,548,499)	2,223,916	839,408	692,891	238,592	889,514
<b>NET ASSETS, END OF YEAR</b>	\$ 35,643	\$ 2,227,218	\$ 994,259	\$ 796,829	\$ 466,820	\$ 855,272

See accompanying note to supplementary information.

MSA-6	MSA-7	MSA-Bell	MSA-SD	MSA-SA	MSA-SC	LLC	Elimination	Total
\$ 1,155,329	\$ 2,049,711	\$ 3,611,558	\$ 2,243,691	\$ 1,155,757	\$ 3,084,298	\$ -	\$ -	\$ 26,635,709
105,101	249,512	298,515	93,377	89,864	57,606	-	-	2,425,080
221,875	618,969	637,876	361,721	210,696	130,109	-	-	4,313,775
-	-	-	-	-	-	447,519	-	447,519
29,582	60,292	60,207	99,896	29,745	76,909	-	(4,812,297)	535,375
1,511,887	2,978,484	4,608,156	2,798,685	1,486,062	3,348,922	447,519	(4,812,297)	34,357,458
686,248	1,344,404	2,591,882	1,834,111	993,530	2,077,763	-	-	19,967,246
52,787	166,133	243,914	132,745	231,343	54,889	-	-	2,190,954
37,676	149,099	139,340	27,733	27,013	46,113	-	-	985,129
30,234	139,482	183,583	38,481	37,922	22,710	-	-	1,182,504
9,755	58,525	52,716	10,249	9,483	31,759	-	-	300,509
816,700	1,857,643	3,211,435	2,043,319	1,299,291	2,233,234	-	-	24,626,342
8,461	25,417	6,659	37,442	24,823	11,496	80,361	-	286,341
-	450,015	872,216	416,373	-	198,742	-	(4,812,297)	-
96,000	228,598	-	-	206,499	500,138	-	-	2,669,178
180,631	177,687	528,639	110,824	260,521	273,575	-	-	3,704,719
-	135	-	82	460	125	-	-	8,485
285,092	881,852	1,407,514	564,721	492,303	984,076	80,361	(4,812,297)	6,668,723
1,101,792	2,739,495	4,618,949	2,608,040	1,791,594	3,217,310	80,361	(4,812,297)	31,295,065
410,095	238,989	(10,793)	190,645	(305,532)	131,612	367,158	-	3,062,393
64,462	598,513	2,887,458	445,310	2,247,638	366,925	-	-	9,946,128
\$ 474,557	\$ 837,502	\$ 2,876,665	\$ 635,955	\$ 1,942,106	\$ 498,537	\$ 367,158	\$ -	\$ 13,008,521

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Schedule of Expenditures of Federal Awards**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the United States Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

**Local Education Agency Organization Structure**

This schedule provides information about the charter schools operated, members of the governing board, and members of the administration.

**Consolidating Statements**

The accompanying consolidating financial statements report the individual programs of MERF and are presented on the accrual basis of accounting. Eliminating entries in the consolidated financial statements are due to rent payments between the LLC and MSA 1 and CMO fees paid to MERF from the MSA charter schools in accordance with the structured fee schedule.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors  
Magnolia Educational & Research Foundation and affiliates  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the consolidated financial statements of Magnolia Educational & Research Foundation (MERF) (A California Nonprofit Public Benefit Corporation) and affiliates as of and for the year ended June 30, 2015, and the related notes to the consolidated financial statements, which collectively comprise MERF and affiliate's consolidated financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the consolidated financial statements, we considered MERF and affiliate's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of MERF and affiliate's internal control. Accordingly, we do not express an opinion on the effectiveness of MERF and affiliate's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of MERF and affiliate's consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether MERF and affiliate's consolidated financial statements are free from material misstatement, we performed tests of MERF and affiliate's compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of the consolidated financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of MERF and affiliates in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of MERF and affiliate's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering MERF and affiliate's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Varrick, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Governing Board  
Magnolia Educational & Research Foundation and affiliates  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

**Report on Compliance for Each Major Federal Program**

We have audited Magnolia Educational & Research Foundation' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Magnolia Educational & Research Foundation (MERF) (A California Nonprofit Public Benefit Corporation) and affiliates, major Federal programs for the year ended June 30, 2015. MERF and affiliate's major Federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its Federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of MERF and affiliate's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about MERF and affiliate's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of MERF and affiliate's compliance.

## Opinion on Each Major Federal Program

In our opinion, MERF and affiliates complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2015.

## Report on Internal Control Over Compliance

Management of MERF and affiliates is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered MERF and affiliate's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of MERF and affiliate's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Vannish, Tinn, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**FEDERAL AWARDS**

Internal control over major Federal programs:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Type of auditor's report issued on compliance for major Federal programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of OMB Circular A-133?	<u>No</u>

Identification of major Federal programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>Special Education Basic Assistance Entitlement, Part B, Section 611</u>
<u>10.553, 10.555</u>	<u>Child Nutrition Cluster</u>
<u>84.010</u>	<u>Title I, Part A, Basic Grants Low Income and Neglected</u>

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$ 300,000</u>
Auditee qualified as low-risk auditee?	<u>No</u>

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA EDUCATIONAL & RESEARCH FOUNDATION**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Educational & Research Foundation  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

In planning and performing our audit of the financial statements of Magnolia Educational & Research Foundation (MERF) for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of MERF.

**Cash Disbursements - MERF**

*Observation*

It was noted that there was no receipt for one of 16 items tested. The item in question was \$49.

*Recommendation*

All disbursements should be accompanied by invoices or receipts and signed receiving documentation. This reduces the risk of unauthorized spending, and items being paid for and not received.

*Corrective Action Plan*

The new third-party vendor handling the payments has procedures to collect all supporting documents and has a form for any lost invoices.

## **Cash Collections - MERF**

### *Observations*

1. Backup provided by sites tested was the "Bank Deposit Slip" and a "Cash and Checks Deposit Form", which sorts deposits by check and cash columns. The "Cash and Checks Deposit Form" is signed by the School Office Manager and the School Principal. Additionally, copies of some of the checks collected were provided and with backup for cash collections.
2. Bank reconciliations are not consistently being reviewed by Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
3. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were ten stale-dated checks totaling \$6,085.41. Five of the items are from calendar year 2011 and the other five are from calendar year 2014.
4. Three outstanding "credits" from 2009 through 2011 totaling \$98,615 were noted. As of June 30, 2015, the same amount was outstanding.

### *Recommendation*

1. The site front office should maintain the master receipt log or a receipt book and backup from individuals collecting funds on behalf of the charter school that would provide an audit trail to enable MERF in the verification that all monies received, and subsequently, deposited are intact and in a timely manner.
2. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.
3. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".
4. It is recommended that a review of the bank reconciliation be performed monthly and outstanding items be investigated and cleared. Outstanding credits from 2009 through 2011 overstate cash by \$98,615. This amount should be credited to cash and debited to fund balance in order to reduce overstated cash.

### *Corrective Action Plan.*

1. The school sites are responsible for keeping proper supporting documentation for the collection of money. MERF will be reviewing procedures with all principals to enhance the verification of deposits and will be tested periodically to double-check the collections.
2. A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.
3. The stale-dated checks will be written off and a procedure has been implemented to review in future checks outstanding.
4. The items are being reviewed and will be cleared appropriately to the correct charter school after supporting documents are validated.

## **General ledger system MERF**

### *Observations - MERF*

1. The Revolving Loan transferred and assumed by MERF was not recorded in the June 30, 2015, financial records. The general ledger for Pacific Technology School had an outstanding balance remaining in the amount of \$100,665. An audit adjustment has been made to record the activity for 2014-15.
2. Magnolia Properties Management Inc.'s activities, which include the California School Finance Authority (CSFA) Facility Revenue Bonds, have not been recorded monthly in the general ledger system.

### *Recommendation*

1. MERF should adjust the 2015-16 beginning balance to reflect the audit adjustment posted for recording the revolving loan balance.
2. Magnolia Properties Management Inc.'s financial activity should be monitored monthly and recorded on the general ledger system for internal reporting to the Board.

### *Corrective Action Plans*

1. MERF currently has the payments being made in the ledgers and will be posting the audit adjustment to record the remaining outstanding revolving debt.
2. MERF will be providing a monthly reconciliation of the activity from the Bank of New York accounts to be recorded by the back office provider in 2015-16. Prior year activity has been summarized on an excel system and reconciled monthly. All activity has been consolidated in the financial statements as of June 30, 2015.

## **Fixed Assets - MERF**

### *Observation*

It was noted within the recording and monitoring of the fixed assets of MSA charter schools that a tracking system was not properly maintained and up to date during the school year. In testing the validating of the fixed assets schedule, the charter school's general ledger amounts did not agree to the amounts recorded on the unaudited actuals prepared in August 2015. The tracking system has been subsequently implemented to monitor the purchases and deletions of capital assets.

### *Recommendation*

The charter schools need to continue to keep a current system to monitor and verify that all reported assets are included in the fixed assets schedule and should assign an individual to maintain and monitor the fixed assets schedule. A reconciliation of construction in progress accounts should be completed at least quarterly during the year to capture all completed projects as of the date of completion. Additionally, a review of existing fixed assets should be conducted for all MSA charter school locations.

### *Corrective Action Plan*

MERF is now using a fixed asset system provided by the back office provider for the 2015-16 year. Monthly reports are being reviewed to double check the posting of additions and deletions.

### **Cash Collections - MSA**

#### *Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

#### *Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

#### *Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.

### **Cash Disbursements - MSA**

#### *Observation*

It was noted that an "employee" (Teacher) of the charter school was paid outside of the payroll process as an "independent contractor" for a "home visit".

#### *Recommendation*

The charter school should take the necessary steps to implement procedures to prevent this type of situation from occurring in the future. The determination of an "independent contractor" versus an "employee" should be reviewed with all staff involved in consultant contracts to ensure the staff is aware of the IRS regulations.

#### *Corrective Action Plan*

Accounting staff are aware that employees need to be paid through the payroll process and not through the disbursements process.

### **Payroll - MSA**

#### *Observation*

It was noted that one of the employees tested received lower pay than what is on the May 2, 2014, Board approved pay scale for the employee's position.

*Recommendation*

A procedure should be in place to make sure that employee wages are being processed accurately through the personnel and payroll systems. Differences in pay should be investigated and resolved by paying employees the amount owed based on the May 2, 2014, Board approved pay scale. The charter schools should be aware that in case of retroactive payment, there may need to be a revision to the employee's W-2 (Form W-2C) and W-3 transmittal (Form W-3C); as well as Form 941X for quarter(s) affected among other necessary adjustments/corrections.

*Corrective Action Plan*

The charter school has reviewed the calculations and made corrections as required. The new process implemented for payroll has eliminated the manual system to an automated system starting 2016.

**Cash Collections - MSA 2**

*Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were four stale-dated checks totaling \$32,307.

*Recommendation*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".

*Corrective Action Plans*

1. A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.
2. The stale-dated checks will be written off and a procedure has been implemented to review in future checks outstanding.

**Cash Collections - MSA 3**

*Observations*

1. Teachers collecting funds at the charter schools do not use triplicate, pre-numbered receipts, logs, tally sheets or any sort of adequate cash collection backup.
2. Bank reconciliations are not consistently being reviewed by Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendations*

1. It is recommended that the charter school use triplicate, pre-numbered, receipt books. Tally sheets may also be used as the cash receipt control procedure. Two people should be involved: one person to make a mark on the tally sheet when an item is sold and issue the goods and another person to collect the cash. When it is not practical to use pre-numbered receipts due to high volume of collections for small amounts of cash collected, it is recommended that the individual collecting funds use a class roster or a log in lieu of triplicate, pre-numbered receipts. Documents mentioned are to be provided to the front office along with funds receipted.
2. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

*Corrective Action Plans*

1. The school sites are responsible for keeping proper supporting documentation for the collection of money. MERF will be reviewing procedures with all principals to enhance the verification of deposits and will be tested periodically to double-check the collections.
2. A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

**Cash Disbursements - MSA 3**

*Observation*

It was noted that an "employee" of the charter school was paid outside of the payroll process as an "independent contractor" for "referee services".

*Recommendation*

The charter school should take the necessary steps to implement procedures to prevent this type of situation from occurring in the future. The determination of an "independent contractor" versus an "employee" should be reviewed with all staff involved in consultation contracts to ensure the staff is aware of the IRS regulations. In addition, the charter school should perform a review of the procedures for determining who receives a Form 1099 to ensure all 1099's are properly issued.

*Corrective Action Plan*

Accounting staff is aware that employees are to be paid through the payroll process and not through the disbursements process.

**Cash Collections - MSA 4**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for managements review and signatures.

**Cash Collections - MSA 5**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

**Cash Collections - MSA 6**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

### **Cash Collections - MSA 7**

#### *Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

#### *Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

#### *Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

### **Cash Collections - MSA 8**

#### *Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were three stale-dated checks totaling \$2,503.
3. Teachers collecting funds at the charter school do not use triplicate, pre-numbered receipts, logs, tally sheets or any sort of adequate cash collection backup. Additionally, cash count sheets are not consistently being signed by a reviewer.

#### *Recommendations*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".
3. It is recommended that the charter school use triplicate, pre-numbered, receipt books. Tally sheets may also be used as the cash receipt control procedure, two people should be involved: one person to make a mark on the tally sheet when an item is sold and issue the goods and another person to collect the cash. When it is not practical to use pre-numbered receipts due to high volume of collections for small amounts of cash collected, it is recommended that the individual collecting funds use a class roster or a log in lieu of triplicate, pre-numbered receipts. Documents mentioned are provided to the front office along with funds receipted.

*Corrective Action Plans*

1. MERF confirmed that the months tested related to a transition period in which review of bank reconciliations was not being performed.
2. The stale-dated checks will be written off and a procedure has been implemented to review in future checks outstanding.
3. The school sites are responsible for keeping proper supporting documentation for the collection of money. MERF will be reviewing procedures with all principals to enhance the verification of deposits and will be tested periodically to double-check the collections.

**Cash Collections - MSA SA**

*Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were two stale-dated checks totaling \$361.

*Recommendations*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".

*Corrective Action Plans*

1. A new process has been implemented with the third-party back office provider to prepare all reconciliation for managements review and signatures.
2. The stale-dated checks will be written off and a procedure has been implemented to review future checks outstanding.

**Cash Collections - MSA SC**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

Governing Board  
Magnolia Educational & Research Foundation

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.

**Payroll - MSA SC**

*Observation*

The principal/management signed "At-Will Employment agreements" was not available for one of six employees tested

*Recommendation*

A procedure should be in place to make sure that the "At-Will Employment agreements" are being reviewed and approved by the site principal or other authorized management prior to employment.

*Corrective Action Plan*

The charter school has been able to locate a number of "At-Will Employment agreements"; however, this one was misplaced due to transition of records. The Principal has requested to upload all future agreements into CoolSIS for review by Human Resources.

**Cash Collections - MSA SD**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vannish, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY**

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**ANNUAL FINANCIAL REPORT**

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board of Directors  
Magnolia Science Academy  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The Schedule of Expenditures of Federal Awards, as required by the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and other supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and other supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 1,737,714
Accounts receivable	440,019
Total Current Assets	<u>2,177,733</u>

Non-Current Assets:

Security deposits	39,035
Fixed assets	658,685
Less: accumulated depreciation	583,322
Total Non-Current Assets	<u>114,398</u>
Total Assets	<u>\$ 2,292,131</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$ 64,913
Total Current Liabilities	<u>64,913</u>

**NET ASSETS**

Unrestricted	<u>2,227,218</u>
Total Net Assets	<u>2,227,218</u>
Total Liabilities and Net Assets	<u>\$ 2,292,131</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 4,108,987
Federal revenue	600,269
Other State revenue	749,565
Local revenue	71,342
Total Revenues	<u>5,530,163</u>

**EXPENSES**

Program services:

Salaries and benefits	2,756,741
Student services	368,240
Materials and supplies	190,130
Student nutrition	264,309
Other expenses	29,459
Subtotal	<u>3,608,879</u>

Management and general:

Depreciation	5,820
Management fee	1,013,451
Occupancy	676,885
Operating expenses	221,826
Subtotal	<u>1,917,982</u>
Total Expenses	<u>5,526,861</u>

**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

<u>3,302</u>
<u>2,223,916</u>
<u>\$ 2,227,218</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 3,302
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation expense	5,820
Changes in operating assets and liabilities:	
Increase in assets	
Accounts receivable	583,204
(Decrease) in liabilities	
Accounts payable and accruals	(232,740)
Net Cash Provided by Operating Activities	<u>359,586</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Change to capital assets, net	<u>(21,298)</u>
Net Cash Used in Investing Activities	<u>(21,298)</u>

**NET INCREASE IN CASH**

338,288

**CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR**

1,399,426

**CASH AND CASH EQUIVALENTS, END OF YEAR**

\$ 1,737,714

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy**

Charter school number authorized by the State: 0438

Magnolia Science Academy (Charter School) is a charter school located in Reseda, California that provides sixth through twelfth grade education to approximately 535 students. The Charter School was created under the approval of the Los Angeles Unified School District and the California State Board of Education, and receives public per-pupil funding to help support their operation. Los Angeles Unified School District renewed the charter agreement in 2012 for a period of five years ending in 2017. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**MPM Sherman Way, LLC**

The Foundation has the following consolidated affiliates (where the Foundation is the sole member) that were formed to provide assistance with funding capital improvement on behalf of the Foundation's activities. MPM Sherman Way LLC, a California limited liability company.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 10 to the financial statements.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets, as of June 30, 2015. In addition, the Charter School is required to present a Statement of Cash Flows.

**Accounting Method - Basis of Accounting**

The financial statements were prepared on the accrual basis in accordance with the AICPA's Audit and Accounting Guide, Not-for-Profit Organizations accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School are a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The Charter School have 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management had determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School' policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Furniture and equipment are depreciated using the straight-line method, over 3 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$5,820.

**Deferred Revenue**

Deferred revenue arises when resources are received by the Charter School prior to the incurrence of qualifying expenditures. In subsequent periods, when the obligation in which the resources were received are met, or when the Charter School have a legal claim to the resources, the liability for deferred revenue is removed from the Statement of Net Assets and revenue is recognized.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School' program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates include the value of the beneficial interest in a charitable remainder trust.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 1,737,714</u>	<u>\$ 1,924,499</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had a balance of \$1,875,004 in excess of FDIC insured limits. Management believes the Charter School is not exposed to any significant risk related to cash.

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 356,958
Federal receivable	54,892
Local receivable	<u>28,169</u>
Total Accounts Receivable	<u>\$ 440,019</u>

**NOTE 5 - FIXED ASSETS**

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 374,818
Building improvements	<u>283,867</u>
Subtotal	658,685
Less: accumulated depreciation	<u>(583,322)</u>
Total Fixed Assets	<u>\$ 75,363</u>

During the year ended June 30, 2015, \$5,820 was charged to depreciation expense.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 6 - ACCOUNTS PAYABLE**

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 22,515
Vendor payables	<u>42,398</u>
Total Accounts Payable	<u><u>\$ 64,913</u></u>

**NOTE 7 - OPERATING LEASES**

The Charter School leases its facilities in Reseda, California, under an operating lease until July 31, 2017, with monthly payments of \$37,293. The School also leases its gymnasium under an operating lease until July 31, 2017, with a monthly payment of \$11,773. Total rent and repair expense during the year ended June 30, 2015, was \$592,680.

As of October 15, 2015, the Charter School has completed a purchase on the Reseda school facilities. See Note 12 Subsequent Events for further information.

The future minimum lease commitments are as follows:

<b>MSA 1</b>	Facility Lease Payment	Gymnasium Payment	Total Operating Leases
<u>Fiscal Year</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
2016	<u>\$ 130,526</u>	<u>\$ 41,206</u>	<u>\$ 171,732</u>

**NOTE 8 - RELATED PARTY TRANSACTIONS**

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. Management fees paid to the Foundation for fiscal year ended June 30, 2015, were \$1,013,451.

**NOTE 9 - EMPLOYEE RETIREMENT SYSTEMS**

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2014, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2014, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	2% at 60	2% at 62
Benefit formula	5 Years of Service	5 Years of Service
Benefit vesting schedule	Monthly for Life	Monthly for Life
Benefit payments	60	62
Retirement age	2.0% - 2.4%	2.0% - 2.4%
Monthly benefits as a percentage of eligible compensation	8.15%	8.15%
Required employee contribution rate	8.88%	8.88%
Required employer contribution rate	5.95%	5.95%
Required State contribution rate		

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$151,396.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$26,917.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Academies. These payments consist of State General Fund contributions to CalSTRS in the amount of \$87,822 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

***NOTE 10 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School are a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between The Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$49,680 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

***NOTE 11 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. As of September 2015, the Office of Internal Investigation has started a review of prior year activity. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

Magnolia Science Academy has no outstanding claims or litigation.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 12 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions, other than those noted below, that would have a material impact on the current year financial statements.

**Purchase of Property**

In October 2015, Magnolia Educational & Research Foundation (MERF) purchased the school site located at 18228 Sherman Way, Los Angeles, California for \$3.8 million.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2015**

Federal Grantor/Pass-Through Grantor/Program	CFDA Number	Pass-Through Entity Identifying Number	Program Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed through California Department of Education (CDE):			
Individuals with Disabilities Act (IDEA)			
Special Education (IDEA):			
Basic Local Assistance Entitlement, Part B, Section 611	84.027	13379	\$ 103,140
No Child Left Behind Act (NCLB)			
Title I, Part A, Basic Grants Low Income and Neglected	84.010	14981	196,858
Title I, Part G: Advanced Placement (AP) Test Fee Reimbursement Program	84.330	14831	
Title II, Part A, Improving Teacher Quality Local Grants	84.367	14341	1,898
Title III Cluster:			
Title III, Immigrant Education Program	84.365	15146	1,490
Title III, Limited English Proficient (LEP) Student Program	84.365	14346	11,846
Total Title III Cluster			<u>13,336</u>
Total U.S. Department of Education			<u>315,232</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed through California Department of Education (CDE):			
Child Nutrition Cluster:			
Especially Needy Breakfast	10.553	13526	103,769
National School Lunch Program	10.555	13524	181,268
Total Child Nutrition Cluster			<u>285,037</u>
Total U.S. Department of Agriculture			<u>285,037</u>
Total Federal Programs			<u>\$ 600,269</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy (Charter Number 0438) was granted on July 1, 2002, by the Los Angeles Unified School District. The Charter School operates one school, grades four through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	81.52	80.95
Seventh and eighth	174.94	174.09
Ninth through twelfth	255.40	254.23
Total Regular ADA	<u>511.86</u>	<u>509.27</u>
Classroom based ADA		
Sixth	81.52	80.95
Seventh and eighth	174.94	174.09
Ninth through twelfth	255.40	254.23
Total Classroom based ADA	<u>511.86</u>	<u>509.27</u>

The Charter School did not operate a non-classroom based Instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87 Minutes Requirement	Reduced 1986-87 Minutes Requirement	2014-15 Actual Minutes	Number of Days		Status
				Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			70,723	179	N/A	Complied
Grade 7			70,723	179	N/A	Complied
Grade 8			70,723	179	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			70,723	179	N/A	Complied
Grade 10			70,723	179	N/A	Complied
Grade 11			70,723	179	N/A	Complied
Grade 12			70,723	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 2,101,135
Increase (decrease) the fund balance	
Cash	(86,785)
Accounts receivable	24,596
Accumulated depreciation	35,478
Accounts payable	152,794
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 2,227,218</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Schedule of Expenditures of Federal Awards**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the Charter School and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

**Local Education Agency Organization Structure**

This schedule provides information about the schools operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to Magnolia Science Academy.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

The Charter School must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Magnolia Science Academy's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Magnolia Science Academy's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Magnolia Science Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of Magnolia Science Academy's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Magnolia Science Academy's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Magnolia Science Academy in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannink, Tinn, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Governing Board  
Magnolia Science Academy  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

**Report on Compliance for Each Major Federal Program**

We have audited Magnolia Science Academy's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Magnolia Science Academy's (the Charter School) (A California Nonprofit Public Benefit Corporation) major Federal programs for the year ended June 30, 2015. Magnolia Science Academy's major Federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its Federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Magnolia Science Academy's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about Magnolia Science Academy's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of Magnolia Science Academy's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Magnolia Science Academy complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2015.

### **Report on Internal Control Over Compliance**

Management of Magnolia Science Academy is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Magnolia Science Academy's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Magnolia Science Academy's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

### Report on State Compliance

We have audited Magnolia Science Academy's (the Charter School) (A California Nonprofit Public Benefit Corporation) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Magnolia Science Academy's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Magnolia Science Academy's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about Magnolia Science Academy's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of Magnolia Science Academy's compliance with those requirements.

### Unmodified Opinion

In our opinion, Magnolia Science Academy complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Magnolia Science Academy' compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	Yes

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**FEDERAL AWARDS**

Internal control over major Federal programs:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Type of auditor's report issued on compliance for major Federal programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of OMB Circular A-133?	<u>No</u>

Identification of major Federal programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>Basic Local Assistance Entitlement, Part B, Section 611</u>
<u>10.553, 10.555</u>	<u>Child Nutrition Cluster</u>
<u>84.010</u>	<u>Title I, Part A, Basic Grants Low Income and Neglected</u>

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$ 300,000</u>
Auditee qualified as low-risk auditee?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**FEDERAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

In planning and performing our audit of the financial statements of Magnolia Science Academy, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.

**Cash Disbursements - MSA**

*Observation*

It was noted that an "employee" (Teacher) of the charter school was paid outside of the payroll process as an "independent contractor" for a "home visit".

*Recommendation*

The charter school should take the necessary steps to implement procedures to prevent this type of situation from occurring in the future. The determination of an "independent contractor" versus an "employee" should be reviewed with all staff involved in consultant contracts to ensure the staff is aware of the IRS regulations.

*Corrective Action Plan*

Accounting staff are aware that employees need to be paid through the payroll process and not through the disbursements process.

**Payroll - MSA**

*Observation*

It was noted that one of the employees tested received lower pay than what is on the May 2, 2014, Board approved pay scale for the employee's position.

*Recommendation*

A procedure should be in place to make sure that employee wages are being processed accurately through the personnel and payroll systems. Differences in pay should be investigated and resolved by paying employees the amount owed based on the May 2, 2014, Board approved pay scale. The charter schools should be aware that in case of retroactive payment, there may need to be a revision to the employee's W-2 (Form W-2C) and W-3 transmittal (Form W-3C); as well as Form 941X for quarter(s) affected among other necessary adjustments/corrections.

*Corrective Action Plan*

The charter school has reviewed the calculations and made corrections as required. The new process implemented for payroll has eliminated the manual system to an automated system starting 2016.

We will review the status of the current year comments during our next audit engagement.

*Varrinck, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 2**

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ANNUAL FINANCIAL REPORT

---

**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy 2  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 2 (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannink, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	571,069
Accounts receivable		362,421
Intra-company receivable		103,066
Total Current Assets		<u>1,036,556</u>

Non-Current Assets:

Fixed assets		198,585
Less: accumulated depreciation		139,376
Total Non-Current Assets		<u>59,209</u>
Total Assets	\$	<u>1,095,765</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$	51,506
Current portion of long-term obligations		25,000
Total Current Liabilities		<u>76,506</u>

Long-Term Obligations:

Non-current portion of long-term obligations		25,000
Total Liabilities		<u>101,506</u>

**NET ASSETS**

Unrestricted		994,259
Total Net Assets		<u>994,259</u>
Total Liabilities and Net Assets	\$	<u>1,095,765</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 3,336,116
Federal revenue	222,128
Other State revenue	393,474
Local revenue	<u>53,812</u>
Total Revenues	<u>4,005,530</u>

**EXPENSES**

Program services:

Salaries and benefits	2,190,290
Student services	320,550
Materials and supplies	127,386
Student nutrition	75,779
Other expenses	<u>16,738</u>

Subtotal	<u>2,730,743</u>
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Management and general:

Depreciation	7,720
Management fee	757,224
Occupancy	140,120
Operating expenses	214,576
Interest	<u>296</u>

Subtotal	<u>1,119,936</u>
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Total Expenses	<u>3,850,679</u>
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**CHANGE IN UNRESTRICTED**

<b>NET ASSETS</b>	<u>154,851</u>
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<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>839,408</u>
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<b>NET ASSETS, END OF YEAR</b>	<u>\$ 994,259</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Increase in unrestricted net assets</b>	\$ 154,851
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	7,720
Changes in operating assets and liabilities:	
Decrease in assets	
Accounts receivable	169,800
Intra-company receivable	20,103
Security deposits	21,310
Increase in liabilities	
Accounts payable and accruals	<u>(91,243)</u>
Net Cash Provided by Operating Activities	<u>282,541</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(41,723)</u>
Net Cash Used by Investing Activities	<u>(41,723)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	<u>(24,998)</u>
Net Cash Used by Financing Activities	<u>(24,998)</u>

<b>NET INCREASE IN CASH</b>	215,820
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>355,249</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 571,069</u>

**Supplemental cash flow disclosure:**

Cash paid during the period for interest	<u>\$ 296</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 2**

Charter school number authorized by the State: 0906

Magnolia Science Academy 2 (the Charter School) is a charter school located in Van Nuys, California that provides sixth through twelfth grade education to approximately 429 students. The Charter School was created under the approval of the Los Angeles Unified School District (LAUSD) and the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding. Magnolia Public Schools provides a college preparatory educational program emphasizing science, technology, engineering, and math (STEM) in a safe environment that cultivates respect for self and others. Graduates of Magnolia Public Schools are scientific thinkers who contribute to the global community as socially responsible and educated members of society.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tiered expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 13 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$7,720.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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Net assets of the Magnolia Science Academy 2 consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 571,069</u>	<u>\$ 637,167</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$620,780 in excess of insured limits.

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Federal receivable	\$ 1,474
Due from LACOE	<u>360,947</u>
Total Accounts Receivable	<u>\$ 362,421</u>

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 5 - INTRA-COMPANY RECEIVABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$103,066 from the Foundation.

***NOTE 6 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 198,585
Less: accumulated depreciation	<u>(139,376)</u>
Total Fixed Assets	<u>\$ 59,209</u>

During the year ended June 30, 2015, \$7,721 was charged to depreciation expense.

***NOTE 7 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Vendor payables	\$ 16,498
Salries and benefits	11,290
Due to LAUSD	<u>23,718</u>
	<u>\$ 51,506</u>

***NOTE 8 - REVOLVING LOAN***

The Charter School applied for, and was accepted into, the California School Finance Authority Charter School Revolving Loan Program. The Charter School received a loan in the amount of \$100,000. The loan bears an interest rate of 0.24 percent. The terms of the loan require four annual payments of \$25,000 over the next four years and are to be withheld from the apportionment payments. The maturity date is June 30, 2017.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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Future payments are as follows:

Fiscal Year Ending June 30,	Payments
2016	\$ 25,000
2017	25,000
Total	<u>\$ 50,000</u>

***NOTE 9 - FACILITIES USE AGREEMENT***

The Charter School renewed a Facilities Use Agreement with LAUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement are renewed annually and include rental fees shall be paid on the first of every month. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$139,606.

***NOTE 10 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. Management fees paid to the Foundation for fiscal year ended June 30, 2015, were \$757,224.

***NOTE 11 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2014, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2014, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date		
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$130,422.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$5,012.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$111,681 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The Charter School has elected to use social security as its alternative plan.

***NOTE 12 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. As of September 2015, the Office of Internal Investigation has started a review of prior year activity. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 13 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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During the year ended June 30, 2015, the Charter School made payments of \$42,200 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

***NOTE 14 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy 2 (Charter Number 0906) was granted on July 1, 2002, by the Los Angeles Unified School District. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	98.65	98.05
Seventh and eighth	181.87	180.39
Ninth through twelfth	157.59	156.23
Total Regular ADA	<u>438.11</u>	<u>434.67</u>
Classroom based ADA		
Sixth	98.65	98.05
Seventh and eighth	181.87	180.39
Ninth through twelfth	157.59	156.23
Total Classroom based ADA	<u>438.11</u>	<u>434.67</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	1986-87 Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 4 - 6	54,000	52,457				
Grade 6			63,702	179	N/A	Complied
Grades 7 - 8	54,000	52,457				
Grade 7			63,702	179	N/A	Complied
Grade 8			63,702	179	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			63,702	179	N/A	Complied
Grade 10			63,702	179	N/A	Complied
Grade 11			63,702	179	N/A	Complied
Grade 12			63,702	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 987,700
Increase (Decrease) in:	
Cash	(1)
Accounts receivable	(5,672)
Accumulated depreciation	18,852
Accounts payable and accrued payroll	<u>(6,620)</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 994,259</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Non-Profit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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*NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES*

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 2  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 2 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 2  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

### Report on State Compliance

We have audited Magnolia Science Academy 2's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter School did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Varrink, Tim, Day & Co., LLP*  
Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 2**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 2  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 2, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA 2**

*Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were four stale-dated checks totaling \$32,307.

*Recommendation*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".

*Corrective Action Plans*

1. A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.
2. The stale-dated checks will be written off and a procedure has been implemented to review in future checks outstanding.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 3**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy 3  
(A California Nonprofit Public Benefit Corporation)  
Carson, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 3 (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Varrink, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	183,685
Accounts receivable		360,992
Intra-company receivable		307,336
Total Current Assets		<u>852,013</u>

Non-Current Assets:

Fixed assets		136,648
Less: accumulated depreciation		<u>128,230</u>
Total Non-Current Assets		8,418
Total Assets	\$	<u>860,431</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$	<u>63,602</u>
Total Current Liabilities		<u>63,602</u>

**NET ASSETS**

Unrestricted		<u>796,829</u>
Total Net Assets		<u>796,829</u>
Total Liabilities and Net Assets	\$	<u>860,431</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 3,406,316
Federal revenue	490,995
Other State revenue	580,951
Local revenue	16,668
Total Revenues	<u>4,494,930</u>

**EXPENSES**

Program services:

Salaries and benefits	2,345,482
Student services	352,586
Materials and supplies	142,912
Student nutrition	315,244
Other expenses	28,199

Subtotal	<u>3,184,423</u>
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Management and general:

Depreciation	22,673
Management fee	762,632
Occupancy	420,651
Operating expenses	541
Debt service	72

Subtotal	<u>1,206,569</u>
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Total Expenses	<u>4,390,992</u>
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<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	<u>103,938</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>692,891</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 796,829</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 103,938
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation expense	22,673
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	135,497
Intra-company receivable	(82,636)
Security deposits	20,035
Increase (Decrease) in liabilities	
Accounts payable and accruals	<u>(229,704)</u>
Net Cash Used in Operating Activities	<u>(30,197)</u>
<b>NET DECREASE IN CASH</b>	<u>(30,197)</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>213,882</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 183,685</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 3**

Charter school number authorized by the State: 0917

Magnolia Science Academy 3 (the Charter School) is a charter school located in Carson, California that provides sixth through twelfth grade education to approximately 450 students. The Charter School was created under the approval of the Los Angeles Unified School District (LAUSD) and the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 12 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$22,673.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 183,685</u>	<u>\$ 313,439</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$305,378 in excess of insured limits.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 291,758
Federal receivable	48,274
State receivable	1,118
Lottery	<u>19,842</u>
Total Accounts Receivable	<u>\$ 360,992</u>

***NOTE 5 - INTRA-COMPANY RECEIVABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. On June 30, 2015, the Charter School had an intercompany receivable balance of \$307,336 from the Foundation.

***NOTE 6 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 136,648
Less: accumulated depreciation	<u>(128,230)</u>
Total Fixed Assets	<u>\$ 8,418</u>

During the year ended June 30, 2015, \$22,673 was charged to depreciation expense.

***NOTE 7 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 34,875
Vendor payables	<u>28,727</u>
Total Accounts Payable	<u>\$ 63,602</u>

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 8 - FACILITIES USE AGREEMENT***

The Charter School renewed a Facilities Use Agreement with LAUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement are renewed annually and include rental fees shall be paid on the first of every month. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$210,227.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2016	<u>\$ 210,227</u>

***NOTE 9 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. The amount of management fees paid to the Foundation for fiscal year ended June 30, 2015, is \$762,632.

***NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	2% at 60	2% at 62
Benefit formula	5 Years of Service	5 Years of Service
Benefit vesting schedule	Monthly for Life	Monthly for Life
Benefit payments	60	62
Retirement age	2.0% - 2.4%	2.0% - 2.4%
Monthly benefits as a percentage of eligible compensation	8.15%	8.15%
Required employee contribution rate	8.88%	8.88%
Required employer contribution rate	5.95%	5.95%
Required State contribution rate		

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$127,798.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$4,046.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$74,253 (5.679 percent of the Charter School's 201-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The Charter School has elected to use social security as its alternative plan.

***NOTE 11 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 12 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$41,530 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*NOTE 13 - SUBSEQUENT EVENTS*

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy 3 (Charter Number 0917) was granted on July 12, 2007, and renewed in 2012, for a period of five years expiring June 30, 2017, by the Los Angeles Unified School District. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	81.48	81.34
Seventh and eighth	177.46	177.74
Ninth through twelfth	174.53	173.15
Total Regular ADA	<u>433.47</u>	<u>432.23</u>
Classroom based ADA		
Sixth	81.48	81.34
Seventh and eighth	177.46	177.74
Ninth through twelfth	174.53	173.15
Total Classroom based ADA	<u>433.47</u>	<u>432.23</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			62,978	179	N/A	Complied
Grade 7			62,978	179	N/A	Complied
Grade 8			62,978	179	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			62,978	179	N/A	Complied
Grade 10			62,978	179	N/A	Complied
Grade 11			62,978	179	N/A	Complied
Grade 12			62,978	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 513,286
Increase in:	
Accounts receivable	13,650
Intra-company receivable	307,336
Accumulated depreciation	(2,673)
Decrease in:	
Cash	(129,754)
Accounts payable	94,984
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 796,829</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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*NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES*

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 3  
(A California Nonprofit Public Benefit Corporation)  
Carson, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 3 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannik, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 3  
(A California Nonprofit Public Benefit Corporation)  
Carson, California

### Report on State Compliance

We have audited Magnolia Science Academy 3's compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter School did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Varrinck, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 3**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 3  
(A California Nonprofit Public Benefit Corporation)  
Carson, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 3, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA 3**

*Observations*

1. Teachers collecting funds at the charter schools do not use triplicate, pre-numbered receipts, logs, tally sheets or any sort of adequate cash collection backup.
2. Bank reconciliations are not consistently being reviewed by Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendations*

1. It is recommended that the charter school use triplicate, pre-numbered, receipt books. Tally sheets may also be used as the cash receipt control procedure. Two people should be involved: one person to make a mark on the tally sheet when an item is sold and issue the goods and another person to collect the cash. When it is not practical to use pre-numbered receipts due to high volume of collections for small amounts of cash collected, it is recommended that the individual collecting funds use a class roster or a log in lieu of triplicate, pre-numbered receipts. Documents mentioned are to be provided to the front office along with funds receipted.
2. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

*Corrective Action Plans*

1. The school sites are responsible for keeping proper supporting documentation for the collection of money. MERF will be reviewing procedures with all principals to enhance the verification of deposits and will be tested periodically to double-check the collections.
2. A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

**Cash Disbursements - MSA 3**

*Observation*

It was noted that an "employee" of the charter school was paid outside of the payroll process as an "independent contractor" for "referee services".

*Recommendation*

The charter school should take the necessary steps to implement procedures to prevent this type of situation from occurring in the future. The determination of an "independent contractor" versus an "employee" should be reviewed with all staff involved in consultation contracts to ensure the staff is aware of the IRS regulations. In addition, the charter school should perform a review of the procedures for determining who receives a Form 1099 to ensure all 1099's are properly issued.

*Corrective Action Plan*

Accounting staff is aware that employees are to be paid through the payroll process and not through the disbursements process.

We will review the status of the current year comments during our next audit engagement.

*Vannink, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 4**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy 4  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 4 (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannish, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	352,618
Accounts receivable		142,430
Intra-company receivable		24,822
Total Current Assets		<u>519,870</u>

Non-Current Assets:

Fixed assets		117,493
Less: accumulated depreciation		<u>91,160</u>
Total Non-Current Assets		<u>26,333</u>
Total Assets	\$	<u>546,203</u>

**LIABILITIES**

Current Liabilities

Accounts payable and accruals	\$	79,383
Total Current Liabilities		<u>79,383</u>

**NET ASSETS**

Unrestricted		<u>466,820</u>
Total Net Assets		<u>466,820</u>
Total Liabilities and Net Assets	\$	<u>546,203</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 1,703,922
Federal revenue	138,952
Other State revenue	239,123
Local revenue	<u>30,265</u>
Total Revenues	<u>2,112,262</u>

**EXPENSES**

Program services:

Salaries and benefits	1,036,532
Student services	153,122
Materials and supplies	30,916
Student nutrition	52,263
Other expenses	<u>4,885</u>

Subtotal 1,277,718

Management and general:

Depreciation	4,264
Management fee	237,895
Occupancy	146,543
Operating expenses	217,380
Interest	<u>234</u>

Subtotal 606,316

Total Expenses 1,884,034

**CHANGE IN UNRESTRICTED NET ASSETS** 228,228

**NET ASSETS, BEGINNING OF YEAR** 238,592

**NET ASSETS, END OF YEAR** \$ 466,820

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
<b>Change in unrestricted net assets</b>	\$ 228,228
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	4,264
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	44,676
Intra-company receivable	(24,822)
Noncurrent receivable	19,225
Increase in liabilities	
Accounts payable and accruals	23,362
Net Cash Provided by Operating Activities	<u>294,933</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Capital expenditures	(24,863)
Net Cash Used in Investing Activities	<u>(24,863)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Loan principal payments	(20,103)
Net Cash Used in Financing Activities	<u>(20,103)</u>
<b>NET CHANGE IN CASH</b>	<u>249,967</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>102,651</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 352,618</u>
<b>Supplemental cash flow disclosure:</b>	
Cash paid during the period for interest	<u>\$ 234</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 4**

Charter school number authorized by the State: 0986

Magnolia Science Academy4 (the Charter School) is a charter school located in Los Angeles, California that provides sixth through twelfth grade education to approximately 196 students. The Charter School was created under the approval of the Los Angeles Unified School District (LAUSD) and the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's CMO, Charter School Management Organization, that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 13 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$4,264.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 352,618</u>	<u>\$ 565,596</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$551,050 in excess of insured limits.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 124,184
Federal receivable	6,812
State receivable	3,751
Lottery	<u>7,683</u>
Total Accounts Receivable	<u>\$ 142,430</u>

***NOTE 5 - INTRA-COMPANY RECEIVABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$24,822 from the Foundation.

***NOTE 6 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 117,493
Less: accumulated depreciation	<u>(91,160)</u>
Total Fixed Assets	<u>\$ 26,333</u>

During the year ended June 30, 2015, \$4,264 was charged to depreciation expense.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 7 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 31,298
Vendor payables	24,357
Due to LAUSD	<u>23,728</u>
Total Accounts Payable	<u>\$ 79,383</u>

***NOTE 8 - FACILITIES USE AGREEMENT***

The Charter School renewed a Facilities Use Agreement with LAUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement are renewed annually and include rental fees shall be paid on the first of every month. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$146,543.

***NOTE 9 - LOANS PAYABLE***

**California Department of Education**

The Charter School received an unsecured revolving loan payable to the California Department of Education totaling \$100,000 on May 25, 2010. The loan balance as of June 30, 2015 was \$20,000. The loan has an interest rate of 0.53% and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on August 20, 2010. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments. As of June 30, 2015, the loan has been paid in full.

***NOTE 10 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. The amount of management fees paid to the Foundation for fiscal year ended June 30, 2015 is \$237,895.

***NOTE 11 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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(CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$59,297.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter School's Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$3,739.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$33,234 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The Charter School has elected to use social security as its alternative plan.

***NOTE 12 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 13 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$21,438 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*NOTE 14 - SUBSEQUENT EVENTS*

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy (Charter Number 0986) was granted on May 8, 2008, by the Los Angeles Unified School District. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	22.50	21.59
Seventh and eighth	71.51	70.52
Ninth through twelfth	119.75	117.67
Total Regular ADA	<u>213.76</u>	<u>209.78</u>
Classroom based ADA		
Sixth	22.50	21.59
Seventh and eighth	71.51	70.52
Ninth through twelfth	119.75	117.67
Total Classroom based ADA	<u>213.76</u>	<u>209.78</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	1986-87 Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			70,435	179	N/A	Complied
Grade 7			70,435	179	N/A	Complied
Grade 8			70,435	179	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			70,435	179	N/A	Complied
Grade 10			70,435	179	N/A	Complied
Grade 11			70,435	179	N/A	Complied
Grade 12			70,435	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 502,151
Increase in:	
Fixed Assets	2,020
Accounts payables	(37,348)
Decrease in:	
Cash	(1)
Accounts receivable	(2)
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 466,820</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to Magnolia Science Academy 4.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 4  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 4 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Magnolia Science Academy 4's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Magnolia Science Academy 4's internal control. Accordingly, we do not express an opinion on the effectiveness of Magnolia Science Academy 4's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Magnolia Science Academy 4's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Academy in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Varrinck, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 4  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

### Report on State Compliance

We have audited Magnolia Science Academy 4's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter School did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Vannink, Tinn, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 4**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 4  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 4, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Academy.

**Cash Collections - MSA 4**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for managements review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 5**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy 5  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 5 (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Varrinck, Tinn, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 925,625
Accounts receivable	66,084
Intra-company receivable	180,692
Total Current Assets	<u>1,172,401</u>

Non-Current Assets:

Fixed assets	111,918
Less: accumulated depreciation	91,406
Total Non-Current Assets	<u>20,512</u>
Total Assets	<u>\$ 1,192,913</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$ 337,641
Total Current Liabilities	<u>337,641</u>

**NET ASSETS**

Unrestricted	<u>855,272</u>
Total Net Assets	<u>855,272</u>
Total Liabilities and Net Assets	<u>\$ 1,192,913</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 780,024
Federal revenue	78,761
Other State revenue	169,416
Local revenue	<u>6,657</u>
Total Revenues	<u>1,034,858</u>

**EXPENSES**

Program services:

Salaries and benefits	619,946
Student services	84,723
Materials and supplies	37,620
Student nutrition	16,246
Other expenses	<u>3,878</u>

Subtotal 762,413

Management and general:

Depreciation	14,927
Management fee	103,749
Occupancy	99,063
Operating expenses	85,552
Interest	<u>3,396</u>

Subtotal 306,687

Total Expenses 1,069,100

**CHANGE IN UNRESTRICTED NET ASSETS** (34,242)

**NET ASSETS, BEGINNING OF YEAR** 889,514

**NET ASSETS, END OF YEAR** \$ 855,272

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ (34,242)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	14,927
Changes in operating assets and liabilities:	
Decrease in assets	
Accounts receivable	166,035
Intra-company receivable	169,308
Increase in liabilities	
Accounts payable and accruals	278,735
Net Cash Provided by Operating Activities	<u>594,763</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(11,281)</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	<u>(16,688)</u>
Net Cash Used in Financing Activities	<u>(16,688)</u>

**NET CHANGE IN CASH**

<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>358,831</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 925,625</u>

**Supplemental cash flow disclosure:**

Cash paid during the period for interest	<u>\$ 3,396</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 5**

Charter school number authorized by the State: 0987

Magnolia Science Academy 5 (the Charter School), formerly located in Hollywood, now located in Reseda, California provides sixth through eighth grade education to approximately 112 students. The Charter School was created under the approval of the Los Angeles Unified School District and the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 12 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$14,927.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in bank	<u>\$ 925,625</u>	<u>\$ 1,020,968</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had a balance of \$994,710 in excess of FDIC insured limits. Management believes the Charter School is not exposed to any significant risk related to cash.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 44,351
Federal receivable	413
Other State receivable	1,146
Lottery	9,204
Local receivable	<u>10,970</u>
Total Accounts Receivable	<u>\$ 66,084</u>

***NOTE 5 - INTRA-COMPANY RECEIVABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$180,692 from the Foundation.

***NOTE 6 - FIXED ASSETS***

Property and equipment consisted of the following at June 30, 2015:

Software and equipment	\$ 111,918
Less: accumulated depreciation	<u>(91,406)</u>
Total Fixed Assets	<u>\$ 20,512</u>

During the year ended June 30, 2015, \$14,927 was charged to depreciation expense.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 7 - ACCOUNTS PAYABLE**

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 16,962
Vendor payables	30,276
Due to grantor	<u>290,403</u>
Total Accounts Payable	<u><u>\$ 337,641</u></u>

**NOTE 8 - LOANS PAYABLE**

**California Department of Education**

The Charter School received an unsecured revolving loan payable to the California Department of Education totaling \$100,000 on May 25, 2010. The loan has an interest rate of 0.53 percent and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on August 20, 2010. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments. The loan balance as of June 30, 2015, was paid in full.

**NOTE 9 - FACILITIES USE AGREEMENT**

The Charter School renewed a Facilities Use Agreement with LAUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement are renewed annually and include rental fees shall be paid on the first of every month. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$99,063.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2016	<u><u>\$ 100,168</u></u>

**NOTE 10 - RELATED PARTY TRANSACTIONS**

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. Management fees paid to the Foundation for fiscal year ended June 30, 2015, were \$103,749.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 11 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$31,370.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$3,899.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$15,034 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

***NOTE 12 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) DBA CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and the CharterSAFE is such that the CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

The CharterSAFE has budgeting and financial reporting requirements independent of member units and the CharterSAFE's financial statements are not presented in these financial statements; however, transactions between the CharterSAFE and the Charter School are included in these statements. Audited financial statements for the CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$9,421 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to the CharterSAFE.

***NOTE 13 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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*NOTE 14 - SUBSEQUENT EVENTS*

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy (Charter Number 0987) was granted on May 8, 2008, by the Los Angeles Unified School District. The Charter School has been approved for grades six through eight and operated one school, grades six through eight for the year ended June 30, 2015.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	67.94	67.59
Seventh and eighth	35.21	35.58
Total Regular ADA	<u>103.15</u>	<u>103.17</u>
Classroom based ADA		
Sixth	67.94	67.59
Seventh and eighth	35.21	35.58
Total Classroom based ADA	<u>103.15</u>	<u>103.17</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15	Number of Days		Status
	Minutes Requirement	Minutes Requirement	Actual Minutes	Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			60,666	179	N/A	Complied
Grade 7			60,666	179	N/A	Complied
Grade 8			60,666	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 890,631
Increase in:	
Cash	525
Accounts receivable	362
Accounts payable	(28,551)
Decrease in:	
Accumulated depreciation	<u>(7,695)</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 855,272</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 5  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 5 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannick, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 5  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

### Report on State Compliance

We have audited Magnolia Science Academy 5's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Vannish, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 5**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 5  
(A California Nonprofit Public Benefit Corporation)  
Reseda, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 5, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA 5**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 6**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy 6  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 6 (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannich, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	806,785
Accounts receivable		229,670
Prepaid expenses and other current assets		8,000
Total Current Assets		<u>1,044,455</u>

Non-Current Assets:

Fixed assets		62,699
Less: accumulated depreciation		<u>62,699</u>
Total Non-Current Assets		<u>-</u>
Total Assets	\$	<u>1,044,455</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$	388,721
Intra-company payable		181,177
Total Current Liabilities		<u>569,898</u>

**NET ASSETS**

Unrestricted		<u>474,557</u>
Total Net Assets		<u>474,557</u>
Total Liabilities and Net Assets	\$	<u>1,044,455</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 1,155,329
Federal revenue	105,101
Other State revenue	221,875
Local revenue	29,582
Total Revenues	<u>1,511,887</u>

**EXPENSES**

Program services:

Salaries and benefits	686,248
Student services	52,787
Materials and supplies	37,676
Student nutrition	30,234
Other expenses	9,755

Subtotal	<u>816,700</u>
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Management and general:

Depreciation	8,461
Occupancy	96,000
Operating expenses	180,631

Subtotal	<u>285,092</u>
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Total Expenses	<u>1,101,792</u>
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**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

410,095

64,462

\$ 474,557

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 410,095
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	8,461
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	93,655
Intra-company receivable	(294,100)
Prepaid expenses and other current assets	(8,000)
Increase in liabilities	
Accounts payable and accruals	288,436
Intra-company payable	173,719
Net Cash Provided by Operating Activities	<u>672,266</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	<u>(23,438)</u>
Net Cash Used in Financing Activities	<u>(23,438)</u>

**NET INCREASE IN CASH**

<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>157,957</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 806,785</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 6**

Charter school number authorized by the State: 0988

Magnolia Science Academy-6 (School) is a charter school located in Los Angeles, California that provides sixth through twelfth grade education to approximately 145 students. The School was created under the approval of the Los Angeles Unified School District and the California State Board of Education, and receives public per-pupil funding to help support their operation. The School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 14 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$8,461.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in bank	<u>\$ 806,785</u>	<u>\$ 847,430</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$597,430 in excess of insured limits.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 187,628
Federal receivable	8,578
State receivable	6,000
Lottery	5,694
Local receivable	21,770
Total Accounts Receivable	<u><u>\$ 229,670</u></u>

***NOTE 5 - PREPAID EXPENSES***

Prepaid expenses at June 30, 2015, consisted of the following:

Prepaid rent, insurance, and miscellaneous vendors	<u><u>\$ 8,000</u></u>
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***NOTE 6 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 62,699
Less: accumulated depreciation	<u>(62,699)</u>
Total Fixed Assets	<u><u>\$ -</u></u>

During the year ended June 30, 2015, \$8,461 was charged to depreciation expense.

***NOTE 7 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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Payroll and benefits	\$ 16,095
Vendor payables	30,724
Due to LAUSD	388
Due to grantor	<u>341,514</u>
Total Accounts Payable	<u><u>\$ 388,721</u></u>

**NOTE 8 - OPERATING LEASE**

The Charter School entered into an operating lease with First Lutheran Church of Culver City and Palms for the use of property located in Los Angeles, California at 3754 Dunn Drive for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement began August 1, 2014, and renew annually upon mutual agreement. Lease expense during the year ended June 30, 2015, was \$96,000.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2016	<u>\$ 107,000</u>

**NOTE 9 - LOANS PAYABLE**

**California Department of Education**

The Charter School received an unsecured revolving loan payable to the California Department of Education totaling \$100,000 on May 25, 2010. The loan has an interest rate of 0.53 percent and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on August 20, 2010. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments. The loan balance as of June 30, 2015, was paid in full.

**NOTE 10 - RELATED PARTY TRANSACTIONS**

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. The amount of management fees paid to the Foundation for fiscal year ended June 30, 2015, is \$150,563.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 11 - INTRA-COMPANY PAYABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$181,177 from the Foundation.

***NOTE 12 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date		
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$35,864.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$4,020.

**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$18,427 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

***NOTE 13 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 14 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$13,602 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

***NOTE 15 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy 6 (Charter Number 0988) was granted on May 8, 2008, by the Los Angeles Unified School District. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	51.18	50.84
Seventh and eighth	108.42	109.38
Total Regular ADA	<u>159.60</u>	<u>160.22</u>
Classroom based ADA		
Sixth	51.18	50.84
Seventh and eighth	108.42	109.38
Total Classroom based ADA	<u>159.60</u>	<u>160.22</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15	Number of Days		Status
	Minutes Requirement	Minutes Requirement	Actual Minutes	Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			62,229	179	N/A	Complied
Grade 7			62,229	179	N/A	Complied
Grade 8			62,229	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE	
Balance, June 30, 2015, Unaudited Actuals	\$ 485,437
Increase in:	
Accounts payables	(13,434)
Decrease in:	
Intra-company payable	<u>2,554</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 474,557</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 6  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 6 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Academy in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Varrinck, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 6  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

### Report on State Compliance

We have audited Magnolia Science Academy 6's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	Yes

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Non Classroom-Based Instruction/Independent Study and Determination of Funding for Non Classroom-Based Instruction.

*Vannick, Tinn, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 6**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 6  
(A California Nonprofit Public Benefit Corporation)  
Los Angeles, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 6, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Academy.

**Cash Collections - MSA 6**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY 7**

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**ANNUAL FINANCIAL REPORT**

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board of Directors  
Magnolia Science Academy 7  
(A California Non-Profit Public Benefit Corporation)  
Northridge, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy 7 (the Charter School) (A California Non-Profit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 924,010
Accounts receivable	502,994
Intra-company receivable	133,118
Total Current Assets	<u>1,560,122</u>

Non-Current Assets

Debt issue cost, net	
Security deposits	4,000
Fixed assets	110,112
Less: accumulated depreciation	<u>59,072</u>
Total Non-Current Assets	<u>55,040</u>
Total Assets	<u>\$ 1,615,162</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	<u>\$ 777,660</u>
Total Current Liabilities	<u>777,660</u>

**NET ASSETS**

Unrestricted	<u>837,502</u>
Total Net Assets	<u>837,502</u>
Total Liabilities and Net Assets	<u>\$ 1,615,162</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 2,049,711
Federal revenue	249,512
Other State revenue	618,969
Local revenue	60,292
Total Revenues	<u>2,978,484</u>

**EXPENSES**

Program services:

Salaries and benefits	1,344,404
Student services	166,133
Materials and supplies	149,099
Student nutrition	139,482
Other expenses	58,525

Subtotal	<u>1,857,643</u>
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Management and general:

Depreciation	25,417
Management fee	450,015
Occupancy	228,598
Operating expenses	177,687
Interest	135

Subtotal	<u>881,852</u>
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Total Expenses	<u>2,739,495</u>
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**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

238,989
<u>598,513</u>
<u>\$ 837,502</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 238,989
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	25,417
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	(19,707)
Intra-company receivable	(133,118)
Prepaid expenses and other current assets	20,259
Increase in liabilities	
Accounts payable and accruals	596,613
Net Cash Provided by Operating Activities	<u>728,453</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(33,706)</u>
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**CHANGE IN CASH**

694,747

**CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR**

229,263

**CASH AND CASH EQUIVALENTS, END OF YEAR**

\$ 924,010

**Supplemental cash flow disclosure:**

Cash paid during the period for interest	<u>\$ 135</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy 7**

Charter school number authorized by the State: 0989

Magnolia Science Academy 7 (Charter School) is a charter school located in Northridge, California that provides kindergarten through sixth grade education to approximately 300 students. The Charter School was created under the approval of the Los Angeles Unified School District and the California State Board of Education, and receives public per-pupil funding to help support their operation. Los Angeles Unified School District approved the charter on February 26, 2008, and renewed the charter agreement in 2014 for a period of five years ending in 2019. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**MPM Sherman Way, LLC**

The Foundation has the following consolidated affiliates (where the Foundation is the sole member) that were formed to provide assistance with funding capital improvement on behalf of the Foundation's activities. MPM Sherman Way LLC, a California limited liability company.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 12 to the financial statements.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets, as of June 30, 2015. In addition, the Charter School is required to present a Statement of Cash Flows.

**Accounting Method - Basis of Accounting**

The financial statements were prepared on the accrual basis in accordance with the AICPA's Audit and Accounting Guide, Not-for-Profit Organizations accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School are a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The Charter School have 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management had determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School' policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Furniture and equipment are depreciated using the straight-line method, over 3 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$25,417.

**Deferred Revenue**

Deferred revenue arises when resources are received by the Charter School prior to the incurrence of qualifying expenditures. In subsequent periods, when the obligation in which the resources were received are met, or when the Charter School have a legal claim to the resources, the liability for deferred revenue is removed from the Statement of Net Assets and revenue is recognized.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School' program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates include the value of the beneficial interest in a charitable remainder trust.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**Net Asset Classes**

Magnolia Science Academy 7 is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy 7 consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand	<u>\$ 924,010</u>	<u>\$ 1,033,970</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had a balance of \$1,007,378 in excess of FDIC insured limits. Management believes the Charter School is not exposed to any significant risk related to cash.

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 324,936
Federal receivable	12,382
State receivable	57,924
Lottery	11,817
Local receivable	<u>95,935</u>
Total Accounts Receivable	<u>\$ 502,994</u>

**NOTE 5 - INTRA-COMPANY RECEIVABLE**

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$133,118 from the Foundation.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 6 - PREPAID EXPENSES**

Prepaid expenses at June 30, 2015, consisted of the following:

Security deposits	<u>\$ 4,000</u>
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**NOTE 7 - FIXED ASSETS**

Fixed assets at June 30, 2015, consisted of the following:

Building improvements	\$ 27,904
Computer and equipment	<u>82,208</u>
Subtotal	110,112
Less: accumulated depreciation	<u>(59,072)</u>
Total Fixed Assets	<u>\$ 51,040</u>

During the year ended June 30, 2015, \$25,417 was charged to depreciation expense.

**NOTE 8 - ACCOUNTS PAYABLE**

Accounts payable at June 30, 2015, consisted of the following:

Vendor payables	\$ 43,809
Due to grantor	<u>733,851</u>
Total Accounts Payable	<u>\$ 777,660</u>

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 9 - OPERATING LEASES***

The Charter School leases its facilities in Northridge, California, under an operating lease commencing January 1, 2012 and terminating on July 31, 2017, with a monthly payment of \$19,096. Total rent and maintenance expense during the year ended June 30, 2015, was \$228,598.

The future minimum lease commitments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2016	\$ 235,456
2017	242,520
Total	<u>\$ 477,976</u>

***NOTE 10 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. Management fees paid to the Foundation for fiscal year ended June 30, 2015, were \$450,015.

***NOTE 11 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2014, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2014, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	2% at 60	2% at 62
Benefit formula	5 Years of Service	5 Years of Service
Benefit vesting schedule	Monthly for Life	Monthly for Life
Benefit payments	60	62
Retirement age	2.0% - 2.4%	2.0% - 2.4%
Monthly benefits as a percentage of eligible compensation	8.15%	8.15%
Required employee contribution rate	8.88%	8.88%
Required employer contribution rate	5.95%	5.95%
Required State contribution rate		

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$65,818

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$8,442.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Academies. These payments consist of State General Fund contributions to CalSTRS in the amount of \$33,813 (5.679 percent of the Charter School' 2012-2013 creditable compensation subject to CalSTRS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements.

***NOTE 12 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School are a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between The Charter School and the CharterSAFE is such that the CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

The CharterSAFE has budgeting and financial reporting requirements independent of member units and the CharterSAFE's financial statements are not presented in these financial statements; however, transactions between the CharterSAFE and the Charter School are included in these statements. Audited financial statements for the CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$24,838 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to the CharterSAFE.

***NOTE 13 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. As of September 2015, the Office of Internal Investigation has started a review of prior year activity. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

Magnolia Science Academy 7 has no outstanding claims or litigation.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 14 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial statements.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy 7 (Charter Number 0989) was granted on February 26, 2008, by the Los Angeles Unified School District. The Charter School operates one school, grades kindergarten through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Transitional kindergarten through third	201.42	200.21
Fourth through sixth	79.98	79.85
Total Regular ADA	<u>281.40</u>	<u>280.06</u>
Classroom based ADA		
Transitional kindergarten through third	201.42	200.21
Fourth through sixth	79.98	79.85
Total Classroom based ADA	<u>281.40</u>	<u>280.06</u>

The Charter School did not operate a non-classroom based Instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Kindergarten	36,000	34,971	69,195	179	N/A	Complied
Grades 1 - 3	50,400	48,960				
Grade 1			62,475	179	N/A	Complied
Grade 2			62,475	179	N/A	Complied
Grade 3			62,475	179	N/A	Complied
Grades 4 - 6	54,000	52,457				
Grade 4			62,475	176	N/A	Complied
Grade 5			62,475	176	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 762,024
Increase in:	
Accounts receivable	11,543
Accounts payable	77,432
Decrease in:	
Cash	(1,679)
Accumulated depreciation	(7,818)
Prepaid expenses and other current assets	(4,000)
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 837,502</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the schools operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to Magnolia Science Academy 7.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

The Charter School must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy 7  
(A California Nonprofit Public Benefit Corporation)  
Northridge, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy 7 (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Varrick, Tein, Day & Co., LLP*  
Rancho Cucamonga, California  
December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy 7  
(A California Nonprofit Public Benefit Corporation)  
Northridge, California

### Report on State Compliance

We have audited Magnolia Science Academy 7's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	Yes

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

*Varvick, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY 7**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy 7  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

In planning and performing our audit of the financial statements of Magnolia Science Academy 7, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA 7**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis.

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*  
Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY  
BELL**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy Bell  
(A California Non-Profit Public Benefit Corporation)  
Bell, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy Bell (the Charter School) (A California Non-Profit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannink, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 2,421,557
Accounts receivable	422,414
Intra-company receivable	148,920
Total Current Assets	<u>2,992,891</u>

Non-Current Assets

Fixed assets	39,399
Less: accumulated depreciation	17,417
Total Non-Current Assets	<u>21,982</u>
Total Assets	<u>\$ 3,014,873</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$ 138,208
Total Current Liabilities	<u>138,208</u>

**NET ASSETS**

Unrestricted	<u>2,876,665</u>
Total Net Assets	<u>2,876,665</u>
Total Liabilities and Net Assets	<u>\$ 3,014,873</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 3,611,558
Federal revenue	298,515
Other State revenue	637,876
Local revenue	60,207
Total Revenues	<u>4,608,156</u>

**EXPENSES**

Program services:

Salaries and benefits	2,591,882
Student services	243,914
Materials and supplies	139,340
Student nutrition	183,583
Other expenses	52,716
Subtotal	<u>3,211,435</u>

Management and general:

Depreciation	6,659
Management fee	872,216
Operating expenses	528,639
Subtotal	<u>1,407,514</u>

Total Expenses	<u>4,618,949</u>
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**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

(10,793)

2,887,458

\$ 2,876,665

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ (10,793)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	6,659
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	194,561
Intra-company receivable	719,561
Prepaid expenses and other current assets	101,566
Increase (Decrease) in liabilities	
Accounts payable and accruals	(21,828)
Net Cash Provided by Operating Activities	<u>989,726</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(7,441)</u>
Net Cash Used in Investing Activities	<u>(7,441)</u>

**NET INCREASE IN CASH**

**CASH AND CASH EQUIVALENTS,**

**BEGINNING OF YEAR**

**CASH AND CASH EQUIVALENTS,**

**END OF YEAR**

982,285

1,439,272

\$ 2,421,557

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy Bell**

Charter school number authorized by the State: 1236

Magnolia Science Academy-8 (the Charter School) is a charter school located in Bell, California that provides sixth through eighth grade education to approximately 495 students. The Charter School was created under the approval of the Los Angeles Unified School District and the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 12 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$6,699.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Fair Market Value</u>
Cash in county	<u>\$ 2,421,557</u>	<u>\$ 2,454,728</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had a balance of \$2,391,596 in excess of FDIC insured limits. Management believes the Charter School is not exposed to any significant risk related to cash.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 359,620
Federal receivable	8,490
State receivable	22,546
Lottery	31,758
Total Accounts Receivable	<u>\$ 422,414</u>

***NOTE 5 - INTRA-COMPANY RECEIVABLE***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$148,920 from the Foundation.

***NOTE 6 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 39,399
Less: accumulated depreciation	<u>(17,417)</u>
Total Fixed Assets	<u>\$ 21,982</u>

During the year ended June 30, 2015, \$6,659 was charged to depreciation expense.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 7 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 33,965
Vendor payables	44,936
Due to LAUSD	<u>59,307</u>
Total Accounts Payable	<u><u>\$ 138,208</u></u>

***NOTE 8 - FACILITIES USE AGREEMENT***

The Charter School renewed a Facilities Use Agreement with LAUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms of this agreement are renewed annually and include rental fees shall be paid on the first of every month. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$207,553.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payments</u>
2016	<u><u>\$ 207,553</u></u>

***NOTE 9 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. Management fees paid to the Foundation for fiscal year ended June 30, 2015, were \$872,216.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$133,110.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$20,475.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$79,809 (5.679 percent of the Charter School's 2011-2012 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The Charter School has elected to use social security as its alternative plan.

***NOTE 11 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 12 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and the CharterSAFE is such that the CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

The CharterSAFE has budgeting and financial reporting requirements independent of member units and the CharterSAFE's financial statements are not presented in these financial statements; however, transactions between the CharterSAFE and the Charter School are included in these statements. Audited financial statements for the CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$45,617 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to the CharterSAFE.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 13 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy Bell (Charter Number 1236) was granted on June 15, 2010, by the Los Angeles Unified School District. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	145.16	144.58
Seventh and eighth	330.68	329.74
Total Regular ADA	<u>475.84</u>	<u>474.32</u>
Classroom based ADA		
Sixth	145.16	144.58
Seventh and eighth	330.68	329.74
Total Classroom based ADA	<u>475.84</u>	<u>474.32</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87 Minutes Requirement	Reduced 1986-87 Minutes Requirement	2014-15 Actual Minutes	Number of Days		Status
				Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			69,315	179	N/A	Complied
Grade 7			69,315	179	N/A	Complied
Grade 8			69,315	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 2,896,467
Increase in:	
Accounts payable	(11,788)
Decrease in:	
Accounts receivable	<u>(7,710)</u>
Fixed Assets	(304)
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 2,876,665</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY BELL  
(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION  
JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Los Angeles County Office of Education to Magnolia Science Academy Bell.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy Bell  
(A California Non-Profit Public Benefit Corporation)  
Westminster, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy Bell (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Varrick, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy Bell  
(A California Non-Profit Public Benefit Corporation)  
Bell, California

### Report on State Compliance

We have audited Magnolia Science Academy Bell's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Varrick, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY BELL**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy Bell  
(A California Non-Profit Public Benefit Corporation)  
Bell, California

In planning and performing our audit of the financial statements of Magnolia Science Academy Bell, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

#### **Cash Collections - MSA Bell**

##### *Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were three stale-dated checks totaling \$2,503.
3. Teachers collecting funds at the charter school do not use triplicate, pre-numbered receipts, logs, tally sheets or any sort of adequate cash collection backup. Additionally, cash count sheets are not consistently being signed by a reviewer.

##### *Recommendations*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".
3. It is recommended that the charter school use triplicate, pre-numbered, receipt books. Tally sheets may also be used as the cash receipt control procedure, two people should be involved: one person to make a mark on the tally sheet when an item is sold and issue the goods and another person to collect the cash. When it is not practical to use pre-numbered receipts due to high volume of collections for small amounts of cash collected, it is recommended that the individual collecting funds use a class roster or a log in lieu of triplicate, pre-numbered receipts. Documents mentioned are provided to the front office along with funds received.

*Corrective Action Plans*

1. MERF confirmed that the months tested related to a transition period in which review of bank reconciliations was not being performed.
2. The stale-dated checks will be written off and a procedure has been implemented to review in future checks outstanding.
3. The school sites are responsible for keeping proper supporting documentation for the collection of money. MERF will be reviewing procedures with all principals to enhance the verification of deposits and will be tested periodically to double-check the collections.

We will review the status of the current year comments during our next audit engagement.

*Varrink, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY  
SANTA ANA**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

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JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy Santa Ana  
(A California Nonprofit Public Benefit Corporation)  
Santa Ana, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy Santa Ana (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Varrinck, Tinn, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY SANTA ANA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	140,106
Restricted assets		
Cash held for restricted purposes		432,732
Accounts receivable		578,641
Prepaid expenses and other current assets		19,000
Total Current Assets		<u>1,170,479</u>

Non-Current Assets:

Security deposits		27,000
Fixed assets		3,788,424
Less: accumulated depreciation		94,867
Total Non-Current Assets		<u>3,720,557</u>
Total Assets	\$	<u>4,891,036</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$	149,228
Intra-company payable		330,000
Deferred revenue		354,000
Current portion of long-term obligations		25,000
Total Current Liabilities		<u>858,228</u>

Long-Term Obligations:

Non-current portion of long-term obligations		2,090,702
Total Liabilities		<u>2,948,930</u>

**NET ASSETS**

Unrestricted		1,509,374
Designated		432,732
Total Net Assets		<u>1,942,106</u>
Total Liabilities and Net Assets	\$	<u>4,891,036</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 1,155,757
Federal revenue	89,864
Other State revenue	210,696
Local revenue	29,745
Total Revenues	<u>1,486,062</u>

**EXPENSES**

Program services:

Salaries and benefits	993,530
Student services	231,343
Materials and supplies	27,013
Student nutrition	37,922
Other expenses	9,483

Subtotal 1,299,291

Management and general:

Depreciation	24,823
Occupancy	206,499
Operating expenses	260,521
Debt service	460

Subtotal 492,303

Total Expenses 1,791,594

<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	<u>(305,532)</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>2,247,638</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 1,942,106</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ (305,532)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	24,823
Changes in operating assets and liabilities:	
Decrease in assets	
Accounts receivable	(334,028)
Prepaid expenses and other current assets	(19,000)
Security deposits	(17,922)
Increase in liabilities	
Accounts payable and accruals	40,275
Intra-company payable	330,000
Deferred revenue	354,000
Net Cash Provided by Operating Activities	<u>72,616</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(302,828)</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	<u>(24,996)</u>
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**NET DECREASE IN CASH** (255,208)

**CASH AND CASH EQUIVALENTS,  
BEGINNING OF YEAR** 828,046

**CASH AND CASH EQUIVALENTS,  
END OF YEAR** \$ 572,838

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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy Santa Ana**

Charter school number authorized by the State: 0943

Magnolia Science Academy Santa Ana (School) (Formerly Pacific Technology School Santa Ana) is a charter school located in Costa Mesa, California that provides sixth through twelfth grade education to approximately 165 students. The Charter School was created under the approval the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 15 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$24,823.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy Santa Ana (Formerly Pacific Technology School Santa Ana) is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy Santa Ana (Formerly Pacific Technology School Santa Ana) consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. The grant portion of the Charter School Facilities Program is classified as designated net assets until the fund is used for the purchase of the land and the construction of the facility. As of June 30, 2015, the amount of designated net assets was \$432,732.

**Intra-company Receivable/Payable**

Intra-company receivable/payable results from a net cumulative difference between resources provided by the Foundation to the Charter School and reimbursement for those resources.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 71,428</u>	<u>\$ 130,232</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had a balance of \$126,882 in excess of FDIC insured limits. Management believes the Charter School is not exposed to any significant risk related to cash.

**NOTE 4 - RESTRICTED CASH**

Restricted cash arises from conditions required by the various financing arrangements. Financial statement classification is based on whether the restricted cash is held to satisfy current or long-term obligations. Restricted cash at June 30, 2015, was comprised of the following:

Current restricted cash	<u>\$ 432,732</u>
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**NOTE 5 - INVESTMENTS**

**Summary of Investments**

Investments as of June 30, 2015, are classified in the accompanying financial statements as follows:

<u>Investment Type</u>	<u>Reported Amount</u>	<u>Fair Market Value</u>
Orange County Treasury Investment Pool	<u>\$ 68,678</u>	<u>\$ 68,550</u>

Deposits with county treasurer are an external investment pool sponsored by the County of Orange. County deposits are not required to be categorized. The pool provided the fair value for these deposits.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Charter School does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Charter School manages its exposure to interest rate risk by investing in the County Pool.

***NOTE 6- MARKET VALUE OF FINANCIAL ASSETS AND LIABILITIES***

The Charter School determines the fair market values of certain financial instruments based on the fair value hierarchy established in FASB ASC 820-10-50, which requires an entity to maximize the use of observable inputs and minimize the use unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value.

The following provides a summary of the hierarchical levels used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 asset and liabilities may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities may include debt securities with quoted prices that are traded less frequently than exchange-traded instruments and other instruments whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data. This category generally includes U.S. Government and agency mortgage-backed debt securities, corporate debt securities, derivative contracts, residential mortgage, and loans held-for-sale.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. This category generally includes certain private equity investments, retained residual interests in securitizations, residential MSRs, asset-backed securities (ABS), highly structured or long-term derivative contracts and certain collateralized debt obligations (CDO) where independent pricing information was not able to be obtained for a significant portion of the underlying assets.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Assets and Liabilities Recorded at Fair Value on a Recurring Basis**

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2015. The Charter School did not have any liabilities measured at fair value on a recurring basis as of June 30, 2015.

<u>Investment Type</u>	<u>Level</u>	<u>Fair Value</u>	<u>Weighted Average Maturity in Days</u>
Orange County Investment Pool	2	<u>\$ 68,550</u>	278

**NOTE 7 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 139,927
Federal receivable	383,721
State receivable	54,993
Total Accounts Receivable	<u>\$ 578,641</u>

**NOTE 8 - FIXED ASSETS**

Fixed assets at June 30, 2015, consisted of the following:

Construction in progress	\$ 3,652,414
Software and equipment	136,010
Subtotal	3,788,424
Less: accumulated depreciation	(94,867)
Total Fixed Assets	<u>\$ 3,693,557</u>

During the year ended June 30, 2015, \$24,823 was charged to depreciation expense.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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***NOTE 9 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 9,219
Vendor payables	<u>140,009</u>
Total Accounts Payable	<u>\$ 149,228</u>

***NOTE 10- LOANS PAYABLE***

**California Department of Education**

The Charter School received unsecured revolving loan payable to the California Department of Education totaling \$150,000 on November 30, 2012. The loan balance as of June 30, 2015, was \$75,000. The loan has an interest rate of 0.53 percent and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on October 30, 2013. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments.

Future payments are as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Payments</u>
2016	\$ 25,000
2017	25,000
2018	<u>25,000</u>
Total	<u>\$ 75,000</u>

**Charter School Facilities Program**

The Charter School has been approved by the State of California's Charter School Facilities Program for \$17,413,956 for constructing a new facility which will cost the same amount. The State will fund 50 percent of the total amount of \$17,413,956; the State will fund 50 percent of the total project cost through a loan in the amount of \$8,706,978 and the other 50 percent through a grant in the amount of \$8,706,978. The loan has an annual interest rate of 3.00 percent and it matures 30 years after the completion of the project. The outstanding loan balance as of June 30, 2015, was \$2,040,702.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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***NOTE 11 - OPERATING LEASE***

School leases its facilities in Costa Mesa, California, under an operating lease, which commenced August 1, 2014. The lease is for a five-year term ending June 30, 2019, with monthly payments of \$19,000. Total rent expense during the year ended June 30, 2015, was \$206,499.

Future payments are as follows:

Year Ending June 30,	Facility Lease Payments
<u>2016</u>	<u>\$ 228,000</u>

***NOTE 12 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. There were no management fees paid to the Foundation for the year ended June 30, 2015.

***Intra-Company Payable***

During 2014-2015, the board authorized a loan between Home Office to the Charter School for temporary financial hardship. As of June 30, 2015, the balance outstanding is \$330,000. Future repayment of \$27,500 will be made monthly over the next twelve months ending June 30, 2016.

***Intra-Company Receivable***

The June 30, 2015, intra-company receivable results from a net cumulative difference between resources provided by Magnolia Educational and Research Foundation (Foundation) to the Charter School and reimbursement for those resources from the Charter School to the Foundation, and cash transfers for cash flow purposes. The Charter School and the Foundation are related because they are the same legal entity; share the same tax identification number, governed by the same board of directors and share key management personnel. At June 30, 2015, the Charter School had an intra-company receivable balance of \$19,000 from the Foundation.

***NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$36,202.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$3,585.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$494,654 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

***NOTE 14 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 15 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$16,646 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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***NOTE 16 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE  
JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy Santa Ana (Charter Number 1686) was granted on August 1, 2014, by the California State Board of Education. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE  
FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	27.70	27.66
Seventh and eighth	85.84	85.01
Ninth through twelfth	43.57	43.30
Total Regular ADA	<u>157.11</u>	<u>155.97</u>
Classroom based ADA		
Sixth	27.70	27.66
Seventh and eighth	85.84	85.01
Ninth through twelfth	43.57	43.30
Total Classroom based ADA	<u>157.11</u>	<u>155.97</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME  
FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			65,286	179	N/A	Complied
Grade 7			65,286	179	N/A	Complied
Grade 8			65,286	179	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			65,286	179	N/A	Complied
Grade 10			65,286	179	N/A	Complied
Grade 11			65,286	179	N/A	Complied
Grade 12			65,286	179	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 2,297,014
Increase in:	
Cash	68,679
Accounts payable and accrued payroll	4985
Deferred revenue	(354,000)
Decrease in:	
Accounts receivable	(68,641)
Fixed Assets	<u>(5,931)</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 1,942,106</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION  
JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of Education Code Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Orange County Office of Education to Magnolia Science Academy Santa Ana.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy Santa Ana  
(A California Nonprofit Public Benefit Corporation)  
Santa Ana, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy Santa Ana (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannink, Tinn, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy Santa Ana  
(A California Nonprofit Public Benefit Corporation)  
Santa Ana, California

### Report on State Compliance

We have audited Magnolia Science Academy Santa Ana's (the Charter School) compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter School did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SANTA ANA  
(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy Santa Ana  
(A California Nonprofit Public Benefit Corporation)  
Santa Ana, California

In planning and performing our audit of the financial statements of Magnolia Science Academy Santa Ana, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

#### **Cash Collections - MSA SA**

##### *Observations*

1. Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.
2. Stale-dated checks were noted during the interim audit. As of June 30, 2015, there were two stale-dated checks totaling \$361.

##### *Recommendations*

1. It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis
2. Stale-dated checks should be written-off six months after issuance. It was noted on the date of checks issued that checks are "void 180 days from check date".

##### *Corrective Action Plans*

1. A new process has been implemented with the third-party back office provider to prepare all reconciliation for managements review and signatures.
2. The stale-dated checks will be written off and a procedure has been implemented to review future checks outstanding.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY  
SANTA CLARA**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy Santa Clara  
(A California Nonprofit Public Benefit Corporation)  
Santa Clara, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy Santa Clara (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$	170,245
Accounts receivable		816,594
Prepaid expenses and other current assets		<u>2,854</u>
Total Current Assets		<u>989,693</u>

Non-Current Assets:

Security deposits		39,001
Fixed assets		250,536
Less: accumulated depreciation		<u>81,587</u>
Total Non-Current Assets		<u>207,950</u>
Total Assets	\$	<u>1,197,643</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$	232,517
Intra-company payable		380,000
Current portion of long-term obligations		<u>57,726</u>
Total Current Liabilities		<u>670,243</u>

Long-Term Obligations:

Non-current portion of long-term obligations		<u>28,863</u>
Total Liabilities		<u>699,106</u>

**NET ASSETS**

Unrestricted		<u>498,537</u>
Total Liabilities and Net Assets	\$	<u>1,197,643</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 3,084,298
Federal revenue	57,606
Other State revenue	130,109
Local revenue	<u>76,909</u>
Total Revenues	<u>3,348,922</u>

**EXPENSES**

Program services:

Salaries and benefits	2,077,763
Student services	54,889
Materials and supplies	46,113
Student nutrition	22,710
Other expenses	<u>31,759</u>
Subtotal	<u>2,233,234</u>

Management and general:

Depreciation	11,496
Management fee	198,742
Occupancy	500,138
Operating expenses	273,575
Debt service	<u>125</u>
Subtotal	<u>984,076</u>
Total Expenses	<u>3,217,310</u>

**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

<u>131,612</u>
<u>366,925</u>
<u>\$ 498,537</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 131,612
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
Depreciation expense	11,496
Changes in operating assets and liabilities:	
(Increase) Decrease in assets	
Accounts receivable	(397,811)
Prepaid expenses and other current assets	(2,854)
Security deposits	(1,650)
Increase (Decrease) in liabilities	
Accounts payable and accruals	(71,651)
Intra-company payable	380,000
Deferred revenue	(182,667)
Net Cash Provided (Used) by Operating Activities	<u>(133,525)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(85,062)</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan proceeds, net	<u>86,589</u>
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**CHANGE IN CASH** (131,998)

**CASH AND CASH EQUIVALENTS,  
BEGINNING OF YEAR** 302,243

**CASH AND CASH EQUIVALENTS,  
END OF YEAR** \$ 170,245

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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

Magnolia Science Academy Santa Clara (the Charter School) is a charter school located in Santa Clara, California that provides fourth through ninth grade education to approximately 492 students. The Charter School was created under the approval of the California State Board of Education, and receives public per-pupil funding to help support their operation. The Charter School is economically dependent on Federal and State funding.

**Related Entity**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 13 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Prepaid Expenses**

Prepaid expenses represent amounts paid in advance of receiving goods or services. The Charter School has reported prepaid items either when purchased or during the benefiting period.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$11,496.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**Net Asset Classes**

Magnolia Science Academy - Santa Clara is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy - Santa Clara consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the school.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. As of June 30, 2015, the Charter School has no designation balance.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 3 - CASH**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 170,245</u>	<u>\$ 203,017</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2015, the Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$197,796 in excess of insured limits.

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 510,808
Federal receivable	5,359
Lottery	41,673
Local receivable	<u>258,754</u>
Total Accounts Receivable	<u>\$ 816,594</u>

**NOTE 5 - PREPAID EXPENSES**

Prepaid expenses at June 30, 2015, consisted of the following:

Prepaid rent, insurance, and miscellaneous vendors	<u>\$ 2,854</u>
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**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**NOTE 6 - FIXED ASSETS**

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 250,536
Less: accumulated depreciation	(81,587)
Total Fixed Assets	<u>\$ 168,949</u>

During the year ended June 30, 2015, \$11,946 was charged to depreciation expense.

**NOTE 7 - ACCOUNTS PAYABLE**

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 19,750
Vendor payables	168,541
Due to SCUSD	4,739
Due to grantor	39,487
Total Accounts Payable	<u>\$ 232,517</u>

**NOTE 8 - LONG-TERM OBLIGATIONS**

**Chrome Books**

The Charter School entered into a capital lease to purchase 450 chrome books for \$128,744. The terms of the loan require 36 monthly payments of \$4276, interest rate of 8.00 percent and with a maturity date June 30, 2017. The balance outstanding as of June 30, 2015, is \$86,589. The current portion of long-term obligations is \$57,726.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 9 - OPERATING LEASES***

The Charter School leases its facilities in Santa Clara, California, under an operating lease commencing August 1, 2012, and terminating on July 31, 2015, with a monthly payment of \$28,295. Total rent and maintenance expense during the year ended June 30, 2015, was \$500,138.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payments</u>
2016	<u>\$ 339,540</u>

***NOTE 10 - RELATED PARTY TRANSACTIONS***

The Charter School is part of the Foundation. The Charter School pays the Foundation management fees for services received. The amount is calculated based on management assessment. The amount of management fees paid to the Foundation for fiscal year ended June 30, 2015, is \$198,742.

***Intra-Company Loan***

During 2014-2015, the board authorized a loan between Home Office to the Charter School for temporary financial hardship. As of June 30, 2015, the balance outstanding is \$380,000. Future repayment of \$31,667 will be made monthly over the next twelve months ending June 30, 2016.

***NOTE 11 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	2% at 60	2% at 62
Benefit formula	5 Years of Service	5 Years of Service
Benefit vesting schedule	Monthly for Life	Monthly for Life
Benefit payments	60	62
Retirement age	2.0% - 2.4%	2.0% - 2.4%
Monthly benefits as a percentage of eligible compensation	8.15%	8.15%
Required employee contribution rate	8.88%	8.88%
Required employer contribution rate	5.95%	5.95%
Required State contribution rate		

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$127,177.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$7,580.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$15,204 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

**Social Security**

As established by Federal law, all public sector employees who are not members of their employer's existing retirement system (CalSTRS or CalPERS) must be covered by social security or an alternative plan. The Charter School has elected to use social security as its alternative plan.

***NOTE 12 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. As of September 2015, the Office of Internal Investigation has started a review of prior year activity. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 13 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School is a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation insurance, charter school liability insurance and medical, dental and vision insurance. The relationship between the Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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During the year ended June 30, 2015, the Charter School made payments of \$45,820 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

***NOTE 14 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions, other than those noted below, that would have a material impact on the current year financial.

The Charter School has renewed its facilities use lease agreement in Santa Clara, California. The terms of the new lease began August 1, 2015, and expire on July 31, 2018. The Charter School will make monthly rent and maintenance expense payments.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy Santa Clara (Charter School No. 1116) was granted on July 9, 2009, by the Santa Clara County Office of Education. The Charter School operates one school, grades six through twelve.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhonov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE  
FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Second Period Report	Annual Report
Regular ADA		
Sixth	120.19	119.70
Seventh and eighth	241.36	240.87
Ninth	102.99	102.05
Total Regular ADA	<u>464.54</u>	<u>462.62</u>
Classroom based ADA		
Sixth	120.19	119.70
Seventh and eighth	241.36	240.87
Ninth	102.99	102.05
Total Classroom based ADA	<u>464.54</u>	<u>462.62</u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			63,700	176	N/A	Complied
Grade 7			63,700	176	N/A	Complied
Grade 8			63,700	176	N/A	Complied
Grades 9 - 12	64,800	62,949				
Grade 9			63,700	176	N/A	Complied
Grade 10			63,700	176	N/A	Complied
Grade 11			63,700	176	N/A	Complied
Grade 12			63,700	176	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE

Balance, June 30, 2015, Unaudited Actuals	\$ 473,945
Increase in:	
Accounts receivable	2,548
Prepaid expenses and other current assets	3,331
Fixed assets	24,501
Accounts payable	(9,778)
Decrease in:	
Cash	<u>3,990</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 498,537</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION  
JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the Santa Clara County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy Santa Clara  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy Santa Clara (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannink, Tein, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy Santa Clara  
(A California Nonprofit Public Benefit Corporation)  
Westminster, California

### Report on State Compliance

We have audited Magnolia Science Academy Santa Clara's compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter School did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Vannish, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS  
FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SANTA CLARA  
(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy Santa Clara  
(A California Nonprofit Public Benefit Corporation)  
Van Nuys, California

In planning and performing our audit of the financial statements of Magnolia Science Academy Santa Clara, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Academy.

**Cash Collections - MSA SC**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliation for management's review and signatures.

**Payroll - MSA SC**

*Observation*

The principal/management signed "At-Will Employment agreements" was not available for one of six employees tested

*Recommendation*

A procedure should be in place to make sure that the "At-Will Employment agreements" are being reviewed and approved by the site principal or other authorized management prior to employment.

Governing Board  
Magnolia Science Academy Santa Clara

*Corrective Action Plan*

The charter school has been able to locate a number of "At-Will Employment agreements"; however, this one was misplaced due to transition of records. The Principal has requested to upload all future agreements into CoolSIS for review by Human Resources.

We will review the status of the current year comments during our next audit engagement.

*Vannink, Tim, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



**MAGNOLIA SCIENCE ACADEMY  
SAN DIEGO**

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ANNUAL FINANCIAL REPORT

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**JUNE 30, 2015**

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

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**JUNE 30, 2015**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Magnolia Science Academy San Diego  
(A California Nonprofit Public Benefit Corporation)  
San Diego, California

### Report on the Financial Statements

We have audited the accompanying financial statements of Magnolia Science Academy San Diego (the Charter School) (A California Nonprofit Public Benefit Corporation), which are comprised of the statement of financial position as of June 30, 2015, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Charter School's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Charter School as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Charter School's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information as referenced in the previous paragraph is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2015, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control over financial reporting and compliance.

*Varrinck, Tim, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015

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***FINANCIAL STATEMENTS***

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**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2015**

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**ASSETS**

Current Assets:

Cash and cash equivalents	\$ 382,157
Restricted assets	
Cash held for restricted purposes	118,998
Accounts receivable	<u>248,652</u>
Total Current Assets	<u>749,807</u>

Non-Current Assets

Fixed assets	586,778
Less: accumulated depreciation	<u>258,217</u>
Total Non-Current Assets	<u>328,561</u>
Total Assets	<u>\$ 1,078,368</u>

**LIABILITIES**

Current Liabilities:

Accounts payable and accruals	\$ 85,518
Intra-company payable	202,149
Deferred revenue	<u>2,940</u>
Total Current Liabilities	<u>290,607</u>

Long-Term Obligations:

Non-current portion of long-term obligations	<u>151,806</u>
Total Liabilities	<u>442,413</u>

**NET ASSETS**

Unrestricted	516,957
Designated	<u>118,998</u>
Total Net Assets	<u>635,955</u>
Total Liabilities and Net Assets	<u>\$ 1,078,368</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CHANGES IN UNRESTRICTED NET ASSETS**

**Unrestricted revenues:**

State apportionments	\$ 2,243,691
Federal revenue	93,377
Other State revenue	361,721
Local revenue	99,896
Total Revenues	<u>2,798,685</u>

**EXPENSES**

Program services:

Salaries and benefits	1,834,111
Student services	132,745
Materials and supplies	27,733
Student nutrition	38,481
Other expenses	10,249

Subtotal	<u>2,043,319</u>
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Management and general:

Depreciation	37,442
Management fee	416,373
Operating expenses	110,824
Interest	82

Total Expenses	<u>2,608,040</u>
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**CHANGE IN UNRESTRICTED NET ASSETS**

**NET ASSETS, BEGINNING OF YEAR**

**NET ASSETS, END OF YEAR**

<u>190,645</u>
<u>445,310</u>
<u>\$ 635,955</u>

The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Change in unrestricted net assets</b>	\$ 190,645
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	37,442
Changes in operating assets and liabilities:	
Decrease in assets	
Accounts receivable	54,002
Increase (Decrease) in liabilities	
Accounts payable and accruals	(50,367)
Deferred revenue	423
Net Cash Provided by Operating Activities	<u>232,145</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital expenditures	<u>(100,609)</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Loan principal payments	<u>(20,000)</u>
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<b>NET INCREASE IN CASH</b>	<u>111,536</u>
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<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>389,619</u>
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<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><u>\$ 501,155</u></u>
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**Supplemental cash flow disclosure:**

Cash paid during the period for interest	<u>\$ 82</u>
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The accompanying notes are an integral part of these financial statements.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 1 - ORGANIZATION AND MISSION***

**Magnolia Science Academy San Diego**

Charter school number authorized by the State: 0698

Magnolia Science Academy San Diego, formerly Momentum Middle Charter School (the Charter School) is a charter school located in San Diego, California that provides educational activities for students in grades sixth through ninth serving approximately 365 students. The School offers a rich academic program with elective classes, tutoring, and after school clubs. It was the most improved middle school according to all API scores in the year 2007. The School was created under the approval of the San Diego Unified School District (SDUSD) and the California State Board of Education, and receives public per-pupil funding to help support their operation. The School is economically dependent on Federal and State funding.

**Magnolia Educational and Research Foundation**

The Charter School is an integral part of Magnolia Educational and Research Foundation (Foundation), which also serves as the Charter School's Charter School Management Organization (CMO) that manages the Charter School's nonacademic operation such as financial, general administration, and human resource management. The Charter School's financial statements are included in the consolidated financial statements of Magnolia Educational and Research Foundation.

Administrative support provided to the individual schools and accounted for separately within the financial statements. School support uses a tier expense allocation structure based on student enrollment to calculate expenses to be charged out on each charter school.

**Other Related Entities**

**Joint Powers Agency and Risk Management Pools** - The Charter School is associated with the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE. CharterSAFE does not meet the criteria for inclusion as a component unit of the Charter School. Additional information is presented in Note 15 to the financial statements.

***NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES***

The significant policies followed by the Charter School are described below to enhance the financial statements.

**Financial Statement Presentation**

The Charter School is required to report information about its financial position and activities in three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Charter School had no temporarily or permanently restricted net assets as of June 30, 2015. In addition, the Charter School is required to present a statement of cash flows.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounting Method - Basis of Accounting**

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to the situation when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Charter School uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and/or nature of any donor restrictions.

All donor-restricted contributions are recorded as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, either by the passage of time or the purpose is satisfied, the temporarily restricted net assets are reclassified to unrestricted net assets and reported in the *Statement of Activities* as "net assets released from restrictions." During 2014-2015, the Charter School did not receive any donor-restricted contributions.

**Income Taxes**

The Charter School is a non-profit public benefit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation and qualifies for deductible contributions as provided in Section 170(b) (1) (A) (vi). It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. Accordingly, no provision for income taxes has been reflected in these financial statements. Income tax returns for 2011 and forward may be audited by regulatory agencies; however, the Charter School is not aware of any such actions at this time.

The Charter School 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 financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Charter School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Accounts Receivable**

Accounts receivable are stated at the amount management expects to collect from the outstanding balance. Management provides an analysis of the probable collection of the accounts through a provision for bad debt expense and an adjustment to a valuation allowance. At June 30, 2015, management has determined that all accounts receivable are fully collectible, and no allowance for bad debts has been established.

**Fixed Assets**

It is the Charter School's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Tenant improvement, furniture and equipment are depreciated using the straight-line method, over 2 to 5 years. Depreciation expense for the year ended June 30, 2015, was \$37,442.

**Donated Services, Goods, and Facilities**

A substantial number of volunteers have donated their time and experience to the Charter School's program services and fundraising campaigns during the year. However, these donated services are not reflected in the financial statements since there is no readily determined method of valuing the services.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment is capitalized at cost or fair market value on the date of receipt in the case of donated property. Depreciation is provided on the straight-line method over the estimated useful lives of the assets ranging from 3 to 10 years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired their cost and the related accumulated depreciation are removed from the accounts with the resulting gain or loss reflected in the Statement of Activities.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**Net Asset Classes**

Magnolia Science Academy is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Net assets of the Magnolia Science Academy consist of the following:

**Unrestricted** - All resources over which the governing board has discretionary control to use in carrying on the general operations of the Charter School.

**Temporarily restricted** - These net assets are restricted by donors to be used for specific purposes. The Charter School does not have temporarily restricted net assets.

**Permanently restricted** - These net assets are permanently restricted by donors and cannot be used by the school. The Charter School does not have permanently restricted net assets.

**Unrestricted/Designated Net Assets**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. The grant portion of the Charter School Facilities Program is classified as restricted net assets until the fund is used for the purchase of the land and the construction of the facility. As of June 30, 2015, the amount of restricted net assets was \$118,998.

**Intra-company Receivable/Payable**

Intra-company receivable/payable results from a net cumulative difference between resources provided by the Foundation to the Charter School and reimbursement for those resources.

**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash at June 30, 2015, consisted of the following:

	<u>Reported Amount</u>	<u>Bank Balance</u>
Deposits		
Cash on hand and in banks	<u>\$ 280,001</u>	<u>\$ 334,625</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Charter School maintains its cash in bank deposit accounts that at times may exceed insured limits. The Charter School has not experienced any losses in such accounts. At June 30, 2015, the Charter School had \$326,019 in excess of insured limits.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 4 - RESTRICTED CASH***

Restricted cash arises from conditions required by the various financing arrangements. Financial statement classification is based on whether the restricted cash is held to satisfy current or long-term obligations. Restricted cash at June 30, 2015, was comprised of the following:

Current restricted cash for the Charter School Facilities Program	<u>\$ 118,998</u>
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***NOTE 5 - INVESTMENTS***

**Summary of Investments**

Investments as of June 30, 2015, are classified in the accompanying financial statements as follows:

<u>Investment Type</u>	<u>Reported Amount</u>	<u>Fair Market Value</u>
San Diego County Treasury Investment Pool	<u>\$ 102,156</u>	<u>\$ 102,103</u>

Deposits with county treasurer are an external investment pool sponsored by the County of San Diego. County deposits are not required to be categorized. The pool provided the fair value for these deposits.

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Charter School does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Charter School manages its exposure to interest rate risk by investing in the County Pool.

***NOTE 6 - MARKET VALUE OF FINANCIAL ASSETS AND LIABILITIES***

The Charter School determines the fair market values of certain financial instruments based on the fair value hierarchy established in FASB ASC 820-10-50, which requires an entity to maximize the use of observable inputs and minimize the use unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The following provides a summary of the hierarchical levels used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 asset and liabilities may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities may include debt securities with quoted prices that are traded less frequently than exchange-traded instruments and other instruments whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data. This category generally includes U.S. Government and agency mortgage-backed debt securities, corporate debt securities, derivative contracts, residential mortgage, and loans held-for-sale.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. This category generally includes certain private equity investments, retained residual interests in securitizations, residential MSRs, asset-backed securities (ABS), highly structured or long-term derivative contracts and certain collateralized debt obligations (CDO) where independent pricing information was not able to be obtained for a significant portion of the underlying assets.

**Assets and Liabilities Recorded at Fair Value on a Recurring Basis**

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2015. The Charter School did not have any liabilities measured at fair value on a recurring basis as of June 30, 2015.

Investment Type	Level	Fair Value	Weighted Average Maturity in Days
San Diego County Investment Pool	2	\$ 102,103	253

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 7 - ACCOUNTS RECEIVABLE***

Accounts receivable at June 30, 2015, consisted of the following:

Local Control Funding Formula	\$ 161,295
Federal receivable	26,481
State receivable	27,394
Lottery	33,482
Total Accounts Receivable	<u>\$ 248,652</u>

***NOTE 8 - FIXED ASSETS***

Fixed assets at June 30, 2015, consisted of the following:

Software and equipment	\$ 402,163
Work in progress	184,615
Subtotal	<u>586,778</u>
Less: accumulated depreciation	(258,217)
Total Fixed Assets	<u>\$ 328,561</u>

During the year ended June 30, 2015, \$37,442 was charged to depreciation expense.

***NOTE 9 - ACCOUNTS PAYABLE***

Accounts payable at June 30, 2015, consisted of the following:

Payroll and benefits	\$ 36,569
Vendor payables	27,694
Due to SDUSD	21,255
Total Accounts Payable	<u>\$ 85,518</u>

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 10 - LOANS PAYABLE***

**California Department of Education**

The School received an unsecured revolving loan payable to the California Department of Education totaling \$100,000 on June 23, 2010. The loan has an interest rate of 0.54 percent and it matures in five years. The repayment terms require six monthly payments each year in five fiscal years beginning on August 20, 2010. The State Controller's Office deducts the loan payments from the Charter School's State School Fund Apportionments. At June 30, 2015, the loan balance was paid in full.

**Charter School Facilities Program**

The Charter School has been approved by the State of California's Charter School Facilities Program for \$3,036,122 for constructing a new facility which will cost the same amount. The State will fund 50 percent of the total amount of \$3,036,122; the State will fund 50 percent of the total project cost through a loan in the amount of \$1,518,061 and the other 50 percent through a grant in the amount of \$1,518,061. The loan has an annual interest rate of 2.00 percent and it matures 30 years after the completion of the project, which is estimated to be in the middle of calendar year 2016. The repayment schedule will be determined after completion of the project. The State Controller's Office will deduct the loan payments from the Charter School's State School Fund Apportionments. The outstanding loan balance as of June 30, 2015, was \$151,806.

***NOTE 11 - FACILITIES USE AGREEMENT***

The Charter School renewed a multi-year Facilities Use Permit Agreement with SDUSD for the sole purpose of operating the Charter School educational programs and related Charter School activities. The terms include rental fees shall be paid on the first of every month. The agreement expired June 30, 2015. The Pro-Rata Share of Facilities Cost for the year ended June 30, 2015, was \$46,434.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2016	<u>\$ 48,475</u>

***NOTE 12 - RELATED PARTY TRANSACTIONS***

The School is part of the Foundation. The School pays the Foundation management fees for services received. The amount is calculated based on management assessment. The amount of management fees paid to the Foundation for fiscal year ended June 30, 2015, is \$214,224.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS***

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Academic employees are members of the California State Teachers' Retirement System (CalSTRS) and classified employees are members of the California Public Employees' Retirement System (CalPERS).

The risks of participating in these multi-employer defined benefit pension plans are different from single-employer plans because: (a) assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers, (b) the required member, employer, and State contribution rates are set by the California Legislature, and (c) if the Charter School chooses to stop participating in the multi-employer plan, it may be required to pay a withdrawal liability to the plan. The Charter School has no plans to withdraw from this multi-employer plan.

The details of each plan are as follows:

**California State Teachers' Retirement System (CalSTRS)**

**Plan Description**

The Charter School contributes to the State Teachers Retirement Plan (STRP) administered by the California State Teachers' Retirement System (CalSTRS). STRP is a cost-sharing multiple-employer public employee retirement system defined benefit pension plan. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2015, total actuarial value of assets are \$158 billion, the actuarial obligation is \$231 billion, contributions from all employers totaled \$2.3 billion, and the plan is 68.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2015, annual actuarial valuation report, Defined Benefit Program Actuarial Valuation. This report and CalSTRS audited financial information are publically available reports that can be found on the CalSTRS website under Publications at: <http://www.calstrs.com/member-publications>.

**Benefits Provided**

The STRP provides retirement, disability and survivor benefits to beneficiaries. Benefits are based on members' final compensation, age and years of service credit. Members hired on or before December 31, 2012, with five years of credited service are eligible for the normal retirement benefit at age 60. Members hired on or after January 1, 2013, with five years of credited service are eligible for the normal retirement benefit at age 62. The normal retirement benefit is equal to 2.0 percent of final compensation for each year of credited service.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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The STRP is comprised of four programs: Defined Benefit Program, Defined Benefit Supplement Program, Cash Balance Benefit Program and Replacement Benefits Program. The STRP holds assets for the exclusive purpose of providing benefits to members and beneficiaries of these programs. CalSTRS also uses plan assets to defray reasonable expenses of administering the STRP. Although CalSTRS is the administrator of the STRP, the State is the sponsor of the STRP and obligor of the trust. In addition, the State is both an employer and nonemployer contributing entity to the STRP.

The Charter School contributes exclusively to the STRP Defined Benefit Program, thus disclosures are not included for the other plans.

The STRP provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>STRP Defined Benefit Program</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 60	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	60	62
Monthly benefits as a percentage of eligible compensation	2.0% - 2.4%	2.0% - 2.4%
Required employee contribution rate	8.15%	8.15%
Required employer contribution rate	8.88%	8.88%
Required State contribution rate	5.95%	5.95%

**Contributions**

Required member, Charter School and State of California contributions rates are set by the California Legislature and Governor and detailed in Teachers' Retirement Law. The contributions rates are expressed as a level percentage of payroll using the entry age normal actuarial method. In accordance with AB 1469, employer contributions into the CalSTRS will be increasing to a total of 19.1 percent of applicable member earnings phased over a seven-year period. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the Charter School's total contributions were \$102,985.

**California Public Employees Retirement System (CalPERS)**

**Plan Description**

Qualified employees are eligible to participate in the Charter School Employer Pool (SEP) under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. According to the most recently available Actuarial Valuation Report for the year ended June 30, 2013, the Charter Schools Pool total plan assets are \$49 billion, the total accrued liability is \$61 billion, contributions from all employers totaled \$1.8 billion, and the plan is 80.5 percent funded. The Charter School did not contribute more than five percent of the total contributions to the plan.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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A full description of the pension plan regarding benefit provisions, assumptions (for funding, but not accounting purposes), and membership information is listed in the June 30, 2013, annual actuarial valuation report, Schools Pool Actuarial Valuation, 2013. This report and CalPERS audited financial information are publically available reports that can be found on the CalPERS website under Forms and Publications at: <https://www.calpers.ca.gov/page/forms-publications>.

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of service credit, a benefit factor and the member's final compensation. Members hired on or before December 31, 2012, with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. Members hired on or after January 1, 2013, with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1957 Survivor Benefit if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least five years of credited service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The CalPERS provisions and benefits in effect at June 30, 2015, are summarized as follows:

	<u>School Employer Pool (CalPERS)</u>	
	December 31, 2012	January 1, 2013
Hire date	December 31, 2012	January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 Years of Service	5 Years of Service
Benefit payments	Monthly for Life	Monthly for Life
Retirement age	55	62
Monthly benefits as a percentage of eligible compensation	1.1% - 2.5%	1.0% - 2.5%
Required employee contribution rate	7.000%	6.000%
Required employer contribution rate	11.771%	11.771%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are calculated through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Charter School is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions rates are expressed as percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2015, are presented above and the total Charter School contributions were \$6,793.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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**On Behalf Payments**

The State of California makes contributions to CalSTRS on behalf of the Charter School. These payments consist of State General Fund contributions to CalSTRS in the amount of \$58,861 (5.679 percent of the Charter School's 2012-2013 creditable compensation subject to CalSTRS). Contributions are no longer appropriated in the Annual Budget Act for the legislatively mandated benefits to CalPERS. Therefore, there is no on behalf contributions rate for CalPERS. Under accounting principles generally accepted in the United States of America, these amounts are to be reported as revenues and expenditures. Accordingly, these amounts have been recorded in these financial statements. On behalf payments have been excluded from the calculation of available reserves.

***NOTE 14 - CONTINGENCIES***

The Charter School has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. As of September 2015, the Office of Internal Investigation has started a review of prior year activity. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

The Charter School is not currently a party to any legal proceedings.

***NOTE 15 - PARTICIPATION IN JOINT POWERS AUTHORITY***

The Charter School are a participant in the California Charter Schools Joint Powers Authority (CCS-JPA) *dba* CharterSAFE for risk management services for workers' compensation and charter school liability insurance. The relationship between The Charter School and CharterSAFE is such that CharterSAFE is not considered a component unit of the Charter School for financial reporting purposes.

CharterSAFE has budgeting and financial reporting requirements independent of member units and CharterSAFE's financial statements are not presented in these financial statements; however, transactions between CharterSAFE and the Charter School are included in these statements. Audited financial statements for CharterSAFE were not available for fiscal year 2014-2015 at the time this report was issued. However, financial statements should be available from the respective agency.

During the year ended June 30, 2015, the Charter School made payments of \$32,321 to CharterSAFE for services received. At June 30, 2015, the Charter School had no recorded accounts receivable or accounts payable to CharterSAFE.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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***NOTE 16 - SUBSEQUENT EVENTS***

The Charter School's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 15, 2015, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions, other than those noted below, that would have a material impact on the current year financial.

The Charter School has renewed its Facilities Use Permit Agreement with SDUSD. The terms of the new lease began July 1, 2015, and expire on June 30, 2020, and are calculated at two percent of revenues of the Charter School in accordance with substantially rent-free facilities under Proposition 39. The Charter School will make ten equal monthly rent and maintenance expense payments.

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***SUPPLEMENTARY INFORMATION***

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**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**LOCAL EDUCATION AGENCY ORGANIZATION STRUCTURE**  
**JUNE 30, 2015**

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**ORGANIZATION**

Magnolia Science Academy San Diego (Charter Number 0698) was granted on July 1, 2005, by the San Diego Unified School District. The Charter School operates one school, grades six through eight.

**GOVERNING BOARD**

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Dr. Umit Yapanel, Ph.D.	President	October 10, 2017
Mrs. Noel Russell-Unterburger	Treasurer	October 10, 2017
Saken Sherkhanov	Secretary	December 11, 2018
Mr. Nguyen Huynh	Director	October 10, 2017
Dr. Mustafa Kaynak, Ph.D.	Director	December 10, 2019
Dr. Remzi Oten, Ph.D.	Director	March 11, 2020

**ADMINISTRATION**

Caprice Young, Ed.D.	Chief Executive Officer, Superintendent
Oswaldo Diaz	Chief Financial Officer

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF AVERAGE DAILY ATTENDANCE**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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	Final Report	
	Revised Second Period Report	Annual Report
Regular ADA		
Sixth	118.60	118.58
Seventh and eighth	<u>237.75</u>	<u>236.90</u>
Total Regular ADA	<u><u>356.35</u></u>	<u><u>355.48</u></u>
Classroom based ADA		
Sixth	118.60	118.58
Seventh and eighth	<u>237.75</u>	<u>236.90</u>
Total Classroom based ADA	<u><u>356.35</u></u>	<u><u>355.48</u></u>

The Charter School did not operate an independent study non-classroom based instruction program.

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**SCHEDULE OF INSTRUCTIONAL TIME**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Grade Level	1986-87	Reduced 1986-87	2014-15 Actual Minutes	Number of Days		Status
	Minutes Requirement	Minutes Requirement		Traditional Calendar	Multitrack Calendar	
Grades 6 - 8	54,000	52,457				
Grade 6			63,970	180	N/A	Complied
Grade 7			63,970	180	N/A	Complied
Grade 8			63,970	180	N/A	Complied

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**RECONCILIATION OF ANNUAL FINANCIAL REPORT WITH AUDITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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Summarized below are the fund balance reconciliations between the Unaudited Actual Financial Report and the audited financial statements.

FUND BALANCE	
Balance, June 30, 2015, Unaudited Actuals	\$ 615,301
Increase in:	
Fixed Assets	21,859
Decrease in:	
Accounts receivable	<u>(1,205)</u>
Balance, June 30, 2015, Audited Financial Statement	<u>\$ 635,955</u>

See accompanying note to supplementary information.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO  
(A California Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION  
JUNE 30, 2015**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Local Education Agency Organization Structure**

This schedule provides information about the school operated, members of the governing board, and members of the administration.

**Schedule of Average Daily Attendance**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with provisions of *Education Code* Sections 46200 and 46206. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made through the San Diego County Office of Education to the Charter School.

**Schedule of Instructional Time**

This schedule presents information on the amount of instructional time offered by the Charter School and whether the Charter School complied with the provisions of *Education Code* Sections 46200 through 46206, if applicable.

Charter schools must maintain their instructional minutes at the 1986-87 requirements, as required by *Education Code* Section 46201.

**Reconciliation of Annual Financial Report With Audited Financial Statements**

This schedule provides the information necessary to reconcile the fund balance of all funds reported on the Unaudited Actual Financial Report to the audited financial statements.

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***INDEPENDENT AUDITOR'S REPORTS***

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board  
Magnolia Science Academy San Diego  
(A California Nonprofit Public Benefit Corporation)  
San Diego, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Magnolia Science Academy San Diego (the Charter School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Charter School's basic financial statements, and have issued our report thereon dated December 15, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Charter School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of the Charter School's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Charter School's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Charter School in a separate letter dated December 15, 2015.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Charter School's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Vannick, Tinn, Day & Co., LLP*

Rancho Cucamonga, California

December 15, 2015



## INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Governing Board  
Magnolia Science Academy San Diego  
(A California Nonprofit Public Benefit Corporation)  
San Diego, California

### Report on State Compliance

We have audited Magnolia Science Academy San Diego's compliance with the types of compliance requirements as identified in the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, that could have a direct and material effect on each of the Charter School's State government programs as noted below for the year ended June 30, 2015.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its State's programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance of each of the Charter School's State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2014-2015 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. These standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the applicable government programs noted below. An audit includes examining, on a test basis, evidence about the Charter School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions. Our audit does not provide a legal determination of the Charter School's compliance with those requirements.

### Unmodified Opinion

In our opinion, the Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the government programs noted below that were audited for the year ended June 30, 2015.

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter School's compliance with the State laws and regulations applicable to the following items:

	<u>Procedures Performed</u>
Attendance Accounting:	
Attendance Reporting	No, see below
Teacher Certification and Misassignments	No, see below
Kindergarten Continuance	No, see below
Independent Study	No, see below
Continuation Education	No, see below
Instructional Time	No, see below
Instructional Materials	No, see below
Ratios of Administrative Employees to Teachers	No, see below
Classroom Teacher Salaries	No, see below
Early Retirement Incentive	No, see below
Gann Limit Calculation	No, see below
School Accountability Report Card	No, see below
Juvenile Court Schools	No, see below
Middle or Early College High Schools	No, see below
K-3 Grade Span Adjustment	No, see below
Transportation Maintenance of Effort	No, see below
Regional Occupational Centers or Programs Maintenance of Effort	No, see below
Adult Education Maintenance of Effort	No, see below
California Clean Energy Jobs Act	Yes
After School Education and Safety Program:	
General Requirements	Yes
After School	Yes
Before School	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control Accountability Plan	Yes
Charter Schools:	
Contemporaneous Records of Attendance	Yes
Mode of Instruction	Yes
Non Classroom-Based Instruction/Independent Study	No, see below
Determination of Funding for Non Classroom-Based Instruction	No, see below
Annual Instruction Minutes Classroom-Based	Yes
Charter School Facility Grant Program	No, see below

Testing procedures are not applicable to charter schools; therefore, we did not perform any related procedures.

The Charter School does not operate a before school program within the After School Education and Safety Program; therefore, we did not perform any related procedures.

The Charter School does not offer Non Classroom-Based Instruction; therefore, we did not perform any procedures related to Determination of Funding for Non Classroom-Based Instruction.

The Charter did not receive funding related to the Charter School Facility Grant Program; therefore, we did not perform any related procedures.

*Varrink, Tein, Day & Co., LLP*  
 Rancho Cucamonga, California  
 December 15, 2015

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***SCHEDULE OF FINDINGS AND QUESTIONED COSTS***

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**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITOR'S RESULTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**STATE AWARDS**

Type of auditor's report issued on compliance for programs:	<u>Unmodified</u>
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**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**STATE AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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None reported.

**MAGNOLIA SCIENCE ACADEMY SAN DIEGO**  
**(A California Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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There were no audit findings reported in the prior year's schedule of financial statement findings.



Governing Board  
Magnolia Science Academy San Diego  
(A California Nonprofit Public Benefit Corporation)  
San Diego, California

In planning and performing our audit of the financial statements of Magnolia Science Academy San Diego, for the year ended June 30, 2015, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we noted matters that are opportunities for strengthening internal controls and operating efficiency. The following items represent conditions noted by our audit that we consider important enough to bring to your attention. This letter does not affect our report dated December 15, 2015 on the financial statements of the Charter School.

**Cash Collections - MSA SD**

*Observation*

Bank reconciliations are not consistently being reviewed by the Supervisor on a timely basis, and for the months tested, did not have a signature confirming review.

*Recommendation*

It is recommended that the bank reconciliation be signed and dated by both the preparer and reviewer on a monthly basis

*Corrective Action Plan*

A new process has been implemented with the third-party back office provider to prepare all reconciliations for management's review and signatures.

We will review the status of the current year comments during our next audit engagement.

*Vavrinek, Trine, Day & Co., LLP*

Rancho Cucamonga, California  
December 15, 2015



# MAGNOLIA PUBLIC SCHOOLS

Board Of Directors

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Board Agenda Item #	II.G.
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	Approval of 2015-16 First Interim Financial Report

## Proposed Board Recommendation

I move that the Board approve the 2015-16 First Interim Financial Report as presented.

## Background

The First Interim report is part of an ongoing series of state-required reports for the 2015-16 fiscal year. Pursuant to Education Code Section 42100 and by Education Code Section 1628, Charter schools must submit the completed First Interim Report forms to their authorizing agencies by December 15, 2015. Magnolia Public Schools have submitted the First Interim Report to the regulatory entities in accordance with the dates established by Education Code.

First Interim reports are based on the financial statements for the period ended October 31, 2015.

## Budget Implications

There are no budget implications.

## Attachments

2014-15 Unaudited Actuals Report

## Name of Staff Originator:

Oswaldo Diaz, Chief Financial Officer

**MAGNOLIA SCIENCE ACADEMY- 1**  
First Interim Report

As of October 31, 2015 (4 months)









1845401	MAGNOLIA SCIENCE ACADEMY				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	<b>3) Employee Benefits</b>					
	EE Ben - STRS - Certificated				<b>223,733.00</b>	<b>67,666.00</b>
	EE Ben - STRS - Certificated - Instruction	3101	1000		223,733.00	67,666.00
	EE Ben - STRS - Certificated - Instructional Supv and Ad	3101	2100		-	-
	EE Ben - STRS - Certificated - Instructional Library, Medi	3101	2420		-	-
	EE Ben - STRS - Certificated - School Administration	3101	2700		-	-
	EE Ben - STRS - Certificated - Guidance & Counseling S	3101	3110		-	-
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	-
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	-
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	-
	EE Ben - STRS - Classified - School Administration	3102	2700		-	-
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	-
	EE Ben - STRS - Classified - Food Services	3102	3700		-	-
	EE Ben - STRS - Classified - Plant Maintenance & Oper	3102	8100		-	-
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	-
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	-
	EE Ben - PERS - Certificated - Instructional Supv and Ac	3201	2100		-	-
	EE Ben - PERS - Certificated - Instructional Library, Med	3201	2420		-	-
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	-
	EE Ben - PERS - Certificated - Guidance & Counseling S	3201	3110		-	-
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	-
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	-
	EE Ben - PERS - Classified				<b>18,900.00</b>	<b>6,542.00</b>
	EE Ben - PERS - Classified - Instruction	3202	1000		18,900.00	6,542.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	-
	EE Ben - PERS - Classified - School Administration	3202	2700		-	-
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	-
	EE Ben - PERS - Classified - Food Services	3202	3700		-	-
	EE Ben - PERS - Classified - Plant Maintenance & Oper	3202	8100		-	-
	EE Ben - PERS - Classified - Other General Administrat	3202	2100		-	-
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Supv a	3301	2100		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Library,	3301	2420		-	-
	EE Ben - OASDI Reg - Certificated - School Administrati	3301	2700		-	-
	EE Ben - OASDI Reg - Certificated - Guidance & Counse	3301	3110		-	-
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Reg - Certificated - Other General Admi	3301	2100		-	-
	EE Ben - OASDI Reg - Classified				<b>24,882.35</b>	<b>7,459.79</b>
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		24,882.35	7,459.79
	EE Ben - OASDI Reg - Classified - Instructional Supervis	3302	2100		-	-
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	-
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	-
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Reg - Classified - Plant Maintenance &	3302	8100		-	-
	EE Ben - OASDI Reg - Classified - Other General Admini	3302	2100		-	-
	EE Ben - OASDI Medicare - Certificated				<b>30,959.34</b>	<b>9,270.84</b>
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		30,959.34	9,270.84
	EE Ben - OASDI Medicare - Certificated - Instructional St	3301	2100		-	-
	EE Ben - OASDI Medicare - Certificated - Instructional Lii	3301	2420		-	-
	EE Ben - OASDI Medicare - Certificated - School Adminis	3301	2700		-	-
	EE Ben - OASDI Medicare - Certificated - Guidance & Co	3301	3110		-	-
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Medicare - Certificated - Other General	3301	2100		-	-
	EE Ben - OASDI Medicare - Classified				<b>5,161.30</b>	<b>1,831.38</b>
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		5,161.30	1,831.38
	EE Ben - OASDI Medicare - Classified - Instructional Sup	3302	2100		-	-
	EE Ben - OASDI Medicare - Classified - School Administi	3302	2700		-	-
	EE Ben - OASDI Medicare - Classified - Pupil Transporta	3302	3600		-	-
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Medicare - Classified - Plant Maintenan	3302	8100		-	-
	EE Ben - OASDI Medicare - Classified - Other General A	3302	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	2420		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - School Ad	3301	2700		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance	3301	3110		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Ser	3301	3140		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Other Gen	3301	2100		-	-

1845401	MAGNOLIA SCIENCE ACADEMY				-	FALSE
	<b>FY16 1ST INTERIM REPORT</b>					
	<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Adm	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Tra	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Ser	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Ma	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other Ge	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				<b>264,450.00</b>	<b>84,807.18</b>
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		264,450.00	84,807.18
	EE Ben - Health & Welfare Benefits - Cert - Instructional	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional	3401	2420		-	
	EE Ben - Health & Welfare Benefits - Cert - School Admi	3401	2700		-	
	EE Ben - Health & Welfare Benefits - Cert - Guidance & C	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Servic	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other Genera	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				<b>43,050.00</b>	<b>13,805.82</b>
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		43,050.00	13,805.82
	EE Ben - Health & Welfare Benefits - Class - Instructiona	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Adm	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Trans	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Servic	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Mainte	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other Gene	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				<b>27,765.96</b>	<b>6,619.42</b>
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		27,765.96	6,619.42
	EE Ben - Unemployment Insurance - Cert - Instructional S	3501	2100		-	
	EE Ben - Unemployment Insurance - Cert - Instructional I	3501	2420		-	
	EE Ben - Unemployment Insurance - Cert - School Admi	3501	2700		-	
	EE Ben - Unemployment Insurance - Cert - Guidance & C	3501	3110		-	
	EE Ben - Unemployment Insurance - Cert - Health Servic	3501	3140		-	
	EE Ben - Unemployment Insurance - Cert - Other Genera	3501	2100		-	
	EE Ben - Unemployment Insurance - Classified				<b>4,520.04</b>	<b>1,077.58</b>
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		4,520.04	1,077.58
	EE Ben - Unemployment Insurance - Class - Instructiona	3502	2100		-	
	EE Ben - Unemployment Insurance - Class - School Adm	3502	2700		-	
	EE Ben - Unemployment Insurance - Class - Pupil Transp	3502	3600		-	
	EE Ben - Unemployment Insurance - Class - Food Servic	3502	3700		-	
	EE Ben - Unemployment Insurance - Class - Plant Mainte	3502	8100		-	
	EE Ben - Unemployment Insurance - Class - Other Gene	3502	2100		-	
	EE Ben - Workers' Compensation - Certificated				<b>27,850.24</b>	<b>8,387.58</b>
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		27,850.24	8,387.58
	EE Ben - Workers' Compensation - Cert - Instructional St	3601	2100		-	
	EE Ben - Workers' Compensation - Cert - Instructional Lit	3601	2420		-	
	EE Ben - Workers' Compensation - Cert - School Adminis	3601	2700		-	
	EE Ben - Workers' Compensation - Cert - Guidance & Co	3601	3110		-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
	EE Ben - Workers' Compensation - Cert - Other General	3601	2100		-	
	EE Ben - Workers' Compensation - Classified				<b>4,533.76</b>	<b>1,365.42</b>
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		4,533.76	1,365.42
	EE Ben - Workers' Compensation - Class - Instructional S	3602	2100		-	
	EE Ben - Workers' Compensation - Class - School Admi	3602	2700		-	
	EE Ben - Workers' Compensation - Class - Pupil Transp	3602	3600		-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
	EE Ben - Workers' Compensation - Class - Plant Mainten	3602	8100		-	
	EE Ben - Workers' Compensation - Class - Other Genera	3602	2100		-	
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
	EE Ben - OPEB, Allocated - Instructional Supervision and	3701	2100		-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operat	3701	8100		-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
	EE Ben - OPEB, Active Emp - Instructional Supervision a	3702	2100		-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Oper	3702	8100		-	
	EE Ben - OPEB, Active Emp - Other General Administrat	3702	2100		-	

1845401	MAGNOLIA SCIENCE ACADEMY				-	FALSE
	<b>FY16 1ST INTERIM REPORT</b>					
	<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Other Employment Benefits - Certificated				15,000.00	5,280.00
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		15,000.00	5,280.00
	EE Ben - Other Emp Benefits - Cert - Instructional Superv	3901	2100		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library	3901	2420		-	
	EE Ben - Other Emp Benefits - Cert - School Administrati	3901	2700		-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counse	3901	3110		-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
	EE Ben - Other Emp Benefits - Cert - Other General Adm	3901	2100		-	
	EE Ben - Other Employment Benefits - Classified				-	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	
	EE Ben - Other Emp Benefits - Class - Instructional Supe	3902	2100		-	
	EE Ben - Other Emp Benefits - Class - School Administra	3902	2700		-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportati	3902	3600		-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance	3902	8100		-	
	EE Ben - Other Emp Benefits - Class - Other General Ad	3902	2100		-	
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>690,806.00</b>	<b>214,113.00</b>
	<b>4) Books &amp; Supplies</b>					
	Approved Textbooks and Core Curricula Materials	4100	1000		250,000.00	6,121.00
	Books and Other Reference Materials	4200	1000		26,000.00	886.00
	Materials and Supplies	4300	1000		88,500.00	15,318.00
	Noncapitalized Equipment	4400	1000		90,000.00	15,372.00
	Other Supplies	4300	2700		65,500.00	7,933.00
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		411,164.00	59,048.00
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>931,164.00</b>	<b>104,678.00</b>
	<b>5) Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		40,268.00	2,513.00
	Due and Memberships	5300	7200		7,854.00	
	Insurance	5400	7200		27,127.00	11,303.00
	Operation and Housekeeping Services	5500	8100		72,000.00	27,928.00
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		566,021.00	181,077.00
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		1,683,687.00	480,842.00
	Communications	5900	8100		15,622.00	2,286.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>2,412,579.00</b>	<b>705,949.00</b>
	<b>6) Depreciation</b>					
	Depreciation Expense	6900	8100		76,567.00	-
	<b>TOTAL DEPRECIATION</b>				<b>76,567.00</b>	<b>-</b>
	<b>7) Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruction Under Interdistrict Attendance Agree	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	<b>8) Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisory oversight	5800	8100		49,145.00	13,996.00
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>6,651,340.00</b>	<b>1,804,407.00</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER F				-	-

**MAGNOLIA SCIENCE ACADEMY- 2**  
First Interim Report

As of October 31, 2015 (4 months)



<b>MAGNOLIA SCIENCE ACADEMY #2</b>								<b>(0.00)</b>	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>									
<b>FI CHARTER SCHOOL - FUND 62</b>									
<b>STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSI</b>				<b>Object Codes</b>	<b>Function Codes</b>				
								<b>June 30, 2016 Estimates (12 months)</b>	<b>Oct 31, 2015 Actuals (4 months)</b>
<b>A. REVENUES (Summary- -See details below)</b>									
1)	Revenue Limit Sources			8010-8099				4,221,853.00	883,205.00
2)	Federal Revenues			8100-8299				297,775.00	61,448.00
3)	Other State Revenues			8300-8599				643,820.00	84,758.00
4)	Other Local Revenues			8600-8799				131,837.00	58,691.00
5)	<b>TOTAL REVENUES</b>							<b>5,295,285.00</b>	<b>1,088,102.00</b>
<b>B. EXPENSES</b>									
1)	Certificated Salaries			1000-1999				1,669,102.00	561,227.00
2)	Classified Salaries			2000-2999				269,052.00	82,724.00
3)	Employee Benefits			3000-3999				530,906.00	181,440.00
4)	Books & Supplies			4000-4999				684,024.00	469,329.00
5)	Services and Other Operating Expenses			5000-5999				1,738,009.00	348,721.00
6)	Depreciation			6000-6999				34,724.00	-
7)	Other Outgo (excluding Transfers of indirect Costs)			7100-7299, 7400-7499				-	-
8)	Other Outgo - Transfers of Indirect Costs			7300-7399				42,219.00	11,343.00
9)	<b>TOTAL EXPENSES</b>							<b>4,968,036.00</b>	<b>1,654,784.00</b>
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER FINANCING SOURCES &amp; USES</b>								<b>327,249.00</b>	<b>(566,682.00)</b>
<b>D. OTHER FINANCING SOURCES/USES</b>									
1)	Interfund Transfers								
	a) Transfers In			8900-8929					
	b) Transfers Out			7600-7629					
2)	Other Sources/Uses								
	a) Sources			8930-8979				-	-
	b) Uses			7630-7699				-	-
3)	Contributions			8980-8999				-	-
4)	<b>TOTAL OTHER FINANCING SOURCES/USES</b>							<b>-</b>	<b>-</b>
<b>E. NET INCREASE (DECREASE) IN NET POSITION</b>								<b>327,249.00</b>	<b>(566,682.00)</b>
<b>F. NET POSITION</b>									
1)	Beginning Net Position								
	a) As of June 30, 2015, unaudited (for 1P, unaudited; for 2P & UAR, use audited amount )			9791				987,699.99	987,699.99
	b) Audit Adjustments			9793				-	-
	d) Other Restatements			9795				-	-
	e) Adjusted Beginning Net Position							<b>987,699.99</b>	<b>987,699.99</b>
2)	<b>Ending Net Position, June 30, 2016</b>							<b>1,314,948.99</b>	<b>421,017.99</b>
	a) Net Investment in Capital Assets			9796				-	-
	b) Restricted Net Position			9797				-	-
	c) Unrestricted Net Position			9790				<b>1,314,948.99</b>	<b>421,017.99</b>





<b>MAGNOLIA SCIENCE ACADEMY #2</b>					<b>(0.00)</b>	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>						
<b>FI CHARTER SCHOOL - FUND 62</b>						
	Other Classified	2900	2100		104,046.00	35,331.00
	<b>TOTAL CLASSIFIED SALARIES</b>				<b>269,052.00</b>	<b>82,724.00</b>
3)	<b>Employee Benefits</b>					
	EE Ben - STRS - Certificated				<b>176,691.00</b>	<b>58,281.00</b>
	EE Ben - STRS - Certificated - Instruction	3101	1000		176,691.00	58,281.00
	EE Ben - STRS - Certificated - Instructional Supv and Adm	3101	2100		-	-
	EE Ben - STRS - Certificated - Instructional Library, Media, & Te	3101	2420		-	-
	EE Ben - STRS - Certificated - School Administration	3101	2700		-	-
	EE Ben - STRS - Certificated - Guidance & Counseling Services	3101	3110		-	-
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	-
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	-
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	-
	EE Ben - STRS - Classified - School Administration	3102	2700		-	-
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	-
	EE Ben - STRS - Classified - Food Services	3102	3700		-	-
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	-
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	-
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	-
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	-
	EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	-
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	-
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	-
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	-
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	-
	EE Ben - PERS - Classified				<b>22,900.00</b>	<b>7,295.00</b>
	EE Ben - PERS - Classified - Instruction	3202	1000		22,900.00	7,295.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	-
	EE Ben - PERS - Classified - School Administration	3202	2700		-	-
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	-
	EE Ben - PERS - Classified - Food Services	3202	3700		-	-
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	-
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	-
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	-
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	-
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	-
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	-
	EE Ben - OASDI Reg - Classified				<b>17,731.77</b>	<b>3,779.73</b>
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		17,731.77	3,779.73
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	-
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	-
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	-
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatic	3302	8100		-	-
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	-
	EE Ben - OASDI Medicare - Certificated				<b>24,201.98</b>	<b>8,137.79</b>
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		24,201.98	8,137.79
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	-
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	-
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	-
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	-
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	-
	EE Ben - OASDI Medicare - Classified				<b>3,901.25</b>	<b>1,199.48</b>
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		3,901.25	1,199.48
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	-
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	-
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	-
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	-
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	-

<b>MAGNOLIA SCIENCE ACADEMY #2</b>				<b>(0.00)</b>	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>					
<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Retirement in Lieu of OASDI - Classified			-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Sup	3302	2100	-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100	-	
	<b>EE Ben - Health &amp; Welfare Benefits - Certificated</b>			<b>220,434.34</b>	<b>81,162.50</b>
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000	220,434.34	81,162.50
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100	-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420	-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700	-	
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counsel	3401	3110	-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140	-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Adm	3401	2100	-	
	<b>EE Ben - Health &amp; Welfare Benefits - Classified</b>			<b>35,884.66</b>	<b>13,212.50</b>
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000	35,884.66	13,212.50
	EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100	-	
	EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700	-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600	-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700	-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100	-	
	EE Ben - Health & Welfare Benefits - Class - Other General Adm	3402	2100	-	
	<b>EE Ben - Unemployment Insurance - Certificated</b>			<b>829.90</b>	<b>292.40</b>
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000	829.90	292.40
	EE Ben - Unemployment Insurance - Cert - Instructional Supv an	3501	2100	-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library,	3501	2420	-	
	EE Ben - Unemployment Insurance - Cert - School Administratio	3501	2700	-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counsel	3501	3110	-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140	-	
	EE Ben - Unemployment Insurance - Cert - Other General Adm	3501	2100	-	
	<b>EE Ben - Unemployment Insurance - Classified</b>			<b>135.10</b>	<b>47.60</b>
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000	135.10	47.60
	EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100	-	
	EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700	-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600	-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700	-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance	3502	8100	-	
	EE Ben - Unemployment Insurance - Class - Other General Adm	3502	2100	-	
	<b>EE Ben - Workers' Compensation - Certificated</b>			<b>21,668.56</b>	<b>6,907.52</b>
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000	21,668.56	6,907.52
	EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100	-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420	-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700	-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110	-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140	-	
	EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100	-	
	<b>EE Ben - Workers' Compensation - Classified</b>			<b>3,527.44</b>	<b>1,124.48</b>
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000	3,527.44	1,124.48
	EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100	-	
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700	-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600	-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700	-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance &	3602	8100	-	
	EE Ben - Workers' Compensation - Class - Other General Admin	3602	2100	-	
	<b>EE Ben - OPEB, Allocated</b>			<b>-</b>	<b>-</b>
	EE Ben - OPEB, Allocated - Instruction	3701	1000	-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100	-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700	-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600	-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700	-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100	-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100	-	
	<b>EE Ben - OPEB, Active Employees</b>			<b>-</b>	<b>-</b>
	EE Ben - OPEB, Active Emp - Instruction	3702	1000	-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100	-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700	-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600	-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700	-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100	-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100	-	
	<b>EE Ben - Other Employment Benefits - Certificated</b>			<b>-</b>	<b>-</b>
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000	-	

<b>MAGNOLIA SCIENCE ACADEMY #2</b>							(0.00)	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>								
<b>FI CHARTER SCHOOL - FUND 62</b>								
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision an	3901	2100				-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420				-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700				-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Se	3901	3110				-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140				-	
	EE Ben - Other Emp Benefits - Cert - Other General Administrati	3901	2100				-	
	<b>EE Ben - Other Employment Benefits - Classified</b>						<b>3,000.00</b>	<b>-</b>
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000				3,000.00	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100				-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700				-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600				-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700				-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Ope	3902	8100				-	
	EE Ben - Other Emp Benefits - Class - Other General Administra	3902	2100				-	
	<b>TOTAL EMPLOYEE BENEFITS</b>						<b>530,906.00</b>	<b>181,440.00</b>
4)	<b>Books &amp; Supplies</b>							
	Approved Textbooks and Core Curricula Materials	4100	1000				260,000.00	226,833.00
	Books and Other Reference Materials	4200	1000				30,000.00	3,552.00
	Materials and Supplies	4300	1000				59,250.00	35,789.00
	Noncapitalized Equipment	4400	1000				200,968.00	180,344.00
	Other Supplies	4300	2700				34,500.00	14,272.00
	Pupil Transportation	4300	3600				-	
	Food Service Supplies	4700	3700				99,306.00	8,539.00
	<b>TOTAL BOOKS AND SUPPLIES</b>						<b>684,024.00</b>	<b>469,329.00</b>
5)	<b>Services and Other Operating Expenses</b>							
	Personal Services	5800	2700				-	
	Travel and Conference	5200	2700				38,952.00	1,898.00
	Due and Memberships	5300	7200				6,000.00	2,943.00
	Insurance	5400	7200				22,357.00	9,315.00
	Operation and Housekeeping Services	5500	8100				8,400.00	
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100				164,400.00	3,973.00
	Transfers of Direct Cost	5800	8100				-	
	Transfer of Direct Costs - Interfund	5800	8100				-	
	Professional Consulting Services& Operating Exp	5800	8100				1,487,500.00	328,503.00
	Communications	5900	8100				10,400.00	2,089.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>						<b>1,738,009.00</b>	<b>348,721.00</b>
6)	<b>Depreciation</b>							
	Depreciation Expense	6900	8100				34,724.00	-
	<b>TOTAL DEPRECIATION</b>						<b>34,724.00</b>	<b>-</b>
7)	<b>Other Outgo (excluding Transfers of Indirect Costs)</b>							
	Tuition							
	Tuition for Intruccion Under Interdistrict Attendance Agreements	7110						-
	Tuition, Excess Costs, and/or Deficit Payments							-
	Payments to Districts or Charter School	7141						
	Payments to County Offices	7142						
	Payments to JPAs	7143						
	Other Transfers Out							
	All Other Transfers	7281-7283						
	All Other Transfers Out to All Others	7299						
	Debt Service							
	Debt Service-Interest	7438	9100					-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>						<b>-</b>	<b>-</b>
	OTHER OUTGO-TRANSFERS OF INDIRECT COSTS							
	Transfers of Indirect Cost	7310					-	-
	Transfers of Indirect Cost-Interfund	7350					-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>						<b>-</b>	<b>-</b>
8)	<b>Direct Support/Indirect Costs/All Other Financing Uses</b>							
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100				42,219.00	11,343.00
	All Other Financing Uses	7699	9100				-	-
	<b>TOTAL EXPENSES</b>						<b>4,968,036.00</b>	<b>1,654,784.00</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO						-	-
	CHECK: DETAILS OF EXPESSES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING						-	-

**MAGNOLIA SCIENCE ACADEMY- 3**  
First Interim Report

As of October 31, 2015 (4 months)









1846401	MAGNOLIA SCIENCE ACADEMY 3				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Other Classified	2900	2100		211,469.00	63,457.00
	<b>TOTAL CLASSIFIED SALARIES</b>				<b>342,308.00</b>	<b>100,535.00</b>
	<b>3) Employee Benefits</b>					
	EE Ben - STRS - Certificated				<b>189,406.00</b>	<b>63,689.00</b>
	EE Ben - STRS - Certificated - Instruction	3101	1000		189,406.00	63,689.00
	EE Ben - STRS - Certificated - Instructional Supv and Adm	3101	2100		-	
	EE Ben - STRS - Certificated - Instructional Library, Media, & Tec	3101	2420		-	
	EE Ben - STRS - Certificated - School Administration	3101	2700		-	
	EE Ben - STRS - Certificated - Guidance & Counseling Services	3101	3110		-	
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	
	EE Ben - STRS - Classified - School Administration	3102	2700		-	
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
	EE Ben - STRS - Classified - Food Services	3102	3700		-	
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
	EE Ben - PERS - Certificated - Instructional Library, Media, & Tec	3201	2420		-	
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
	EE Ben - PERS - Classified				<b>29,062.00</b>	<b>8,946.00</b>
	EE Ben - PERS - Classified - Instruction	3202	1000		29,062.00	8,946.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
	EE Ben - PERS - Classified - School Administration	3202	2700		-	
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
	EE Ben - PERS - Classified - Food Services	3202	3700		-	
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Reg - Classified				<b>22,075.40</b>	<b>6,829.30</b>
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		22,075.40	6,829.30
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
	EE Ben - OASDI Medicare - Certificated				<b>25,664.13</b>	<b>8,925.95</b>
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		25,664.13	8,925.95
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Medicare - Classified				<b>4,963.47</b>	<b>1,457.74</b>
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		4,963.47	1,457.74
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	

1846401	MAGNOLIA SCIENCE ACADEMY 3				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenance	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				236,387.76	67,389.84
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		236,387.76	67,389.84
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420		-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700		-	
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counsel	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Adm	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				45,026.24	12,836.16
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		45,026.24	12,836.16
	EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other General Adm	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				887.88	300.72
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		887.88	300.72
	EE Ben - Unemployment Insurance - Cert - Instructional Supv an	3501	2100		-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library,	3501	2420		-	
	EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
	EE Ben - Unemployment Insurance - Cert - Other General Adm	3501	2100		-	
	EE Ben - Unemployment Insurance - Classified				169.12	57.28
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		169.12	57.28
	EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-	
	EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance	3502	8100		-	
	EE Ben - Unemployment Insurance - Class - Other General Adm	3502	2100		-	
	EE Ben - Workers' Compensation - Certificated				23,065.56	7,062.72
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		23,065.56	7,062.72
	EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counselin	3601	3110		-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
	EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-	
	EE Ben - Workers' Compensation - Classified				4,393.44	1,345.28
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		4,393.44	1,345.28
	EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100		-	
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance &	3602	8100		-	
	EE Ben - Workers' Compensation - Class - Other General Admin	3602	2100		-	
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100		-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100		-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	
	EE Ben - Other Employment Benefits - Certificated				-	-
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-	

1846401	MAGNOLIA SCIENCE ACADEMY 3				-	FALSE
	<b>FY16 1ST INTERIM REPORT</b>					
	<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision and	3901	2100		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420		-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Se	3901	3110		-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
	EE Ben - Other Emp Benefits - Cert - Other General Administrati	3901	2100		-	
	EE Ben - Other Employment Benefits - Classified				3,000.00	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		3,000.00	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100		-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Ope	3902	8100		-	
	EE Ben - Other Emp Benefits - Class - Other General Administra	3902	2100		-	
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>584,101.00</b>	<b>178,840.00</b>
	4) <b>Books &amp; Supplies</b>					
	Approved Textbooks and Core Curricula Materials	4100	1000		204,000.00	202,442.00
	Books and Other Reference Materials	4200	1000		44,000.00	
	Materials and Supplies	4300	1000		95,683.00	27,491.00
	Noncapitalized Equipment	4400	1000		52,000.00	15,445.00
	Other Supplies	4300	2700		14,917.00	11,609.00
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		377,854.00	55,877.00
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>788,454.00</b>	<b>312,864.00</b>
	5) <b>Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		41,935.00	648.00
	Due and Memberships	5300	7200		26,323.00	
	Insurance	5400	7200		21,860.00	9,108.00
	Operation and Housekeeping Services	5500	8100		50.00	30.00
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		267,600.00	7,975.00
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		1,375,518.00	238,670.00
	Communications	5900	8100		15,000.00	4,162.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,748,286.00</b>	<b>260,593.00</b>
	6) <b>Depreciation</b>					
	Depreciation Expense	6900	8100		12,530.00	-
	<b>TOTAL DEPRECIATION</b>				<b>12,530.00</b>	<b>-</b>
	7) <b>Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruction Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	8) <b>Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		40,620.00	11,558.00
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>5,286,239.00</b>	<b>1,479,974.00</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESSES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING				-	-

**MAGNOLIA SCIENCE ACADEMY- 4**  
First Interim Report

As of October 31, 2015 (4 months)





1801101	MAGNOLIA SCIENCE ACADEMY 4				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
					June 30, 2016 Estimates	Oct 31, 2015 Actuals
	<b>Revenues (DETAILS)</b>				<b>(12 months)</b>	<b>(4 months)</b>
	1)	Revenue Limit Sources				
		Principal Apportionment				
		General Purpose Entitlement-Net State Aid	8011	0000	1,049,126.00	243,124.00
		State Aid - PY adjustments	8019	0000		
		Education Protection Account (EPA)	8012	1400	259,391.00	77,559.00
		Revenue Limit Transfers				
		Unrestricted Revenue Limit Transfers - Current Year	8091	0000		
		All Other Revenue Limit Transfer- Current Year	8091	0000		
		Transfers to Charter Schools in lieu of Property Taxes	8096	0000	285,943.00	119,539.00
		In Lieu of PropTax - PY adjustments	8096	0000	-	
		Property Taxes Transfers	8097	0000	-	
		Revenue Limit Transfers - Prior Years	8099	0000	-	
		<b>TOTAL REVENUE LIMIT SOURCES</b>			<b>1,594,460.00</b>	<b>440,222.00</b>
	2)	<b>Federal Revenue</b>				
		Special Ed: IDEA Basic Local Assistance - CY	8181	3310	34,537.00	13,981.00
		Special Ed: IDEA Basic Local Assistance - PY adjustments	8181	3310	-	
		Special Education Discretionary Grants	8182	3310	-	
		Breakfast, Milk, Pregnant & Lactating Students	8220	5310	23,920.00	
		NCLB: T1,Part A Basic Grts Low-Inc & Neglected	8290	3010	58,584.00	
		NCLB: T1,Part A Basic School Support	8290	3020	-	
		NCLB: Title I, Part D, Local Delinquent Programs	8290	3025	-	
		Carl D. Perkins Career & Technical Education :Secondary	8290	3550	-	
		NCLB:TII, Part A, Teacher Quality	8290	4035	-	
		NCLB:TII, Part A, Administrator Training	8290	4036		
		NCLB:TII, Part D, Enhancing Education Through Technology, Fo	8290	4045		
		NCLB:TII, Part D, Enhancing Education Through Technology, Co	8290	4046		
		NCLB:TIII,Immigrant Education Program	8290	4201	151.00	
		NCLB:TIII, Limited English Proficient (LEP) Student Program	8290	4203	-	
		NCLB:TitleV, Part B, Public Charter Schools Grant Program (PCS	8290	4610	-	
		Other Federal Revenues:	8290	5810	105,040.00	82.00
		Others (please insert description below)				
		CSFIGP Grant	8296		104,958.00	
		PY Title II Not Accrued	8297		82.00	82.00
		<b>TOTAL FEDERAL REVENUE</b>			<b>222,232.00</b>	<b>14,063.00</b>
	3)	<b>Other State Revenue</b>				
		Other State Apportionments				
		Special Education Master Plan				
		Special Education AB602 - CY	8311	6500	97,307.00	41,191.00
		Special Education AB602 - PY adjustments	8311	6500	-	
		All Special Ed Apportionments-Current Year	8311	6500	-	
		Year Round School Incentive	8425	0000	-	
		Child Nutrition: School Program	8520	5310	2,410.00	
		Mandated Costs Reimbursement	8550	0000	119,506.00	
		State Lottery:Unrestricted CY	8560	1100	24,339.12	
		State Lottery:Unrestricted PY adjustments	8560	1100	-	
		Lottery- Instructional Materials	8560	6300	7,127.88	
		After School Education and Safety (ASES)	8590	6010	-	
		Charter School Facility Grant	8590	6030	-	
		Quality Education Investment Act	8590	7400	-	
		Common Core Standards	8590	7405	-	
		All other State Revenues:	8590	7810	21,822.00	2,024.00
		Others (please insert description below)			-	
		Prior Year			2,024.00	2,024.00
		Educator Effectiveness			19,798.00	



1801101	MAGNOLIA SCIENCE ACADEMY 4				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	
	EE Ben - STRS - Classified - School Administration	3102	2700		-	
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
	EE Ben - STRS - Classified - Food Services	3102	3700		-	
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
	EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
	EE Ben - PERS - Classified				4,329.00	1,401.00
	EE Ben - PERS - Classified - Instruction	3202	1000		4,329.00	1,401.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
	EE Ben - PERS - Classified - School Administration	3202	2700		-	
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
	EE Ben - PERS - Classified - Food Services	3202	3700		-	
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Reg - Classified				3,763.43	1,555.65
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		3,763.43	1,555.65
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatic	3302	8100		-	
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
	EE Ben - OASDI Medicare - Certificated				10,704.02	3,871.14
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		10,704.02	3,871.14
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Medicare - Classified				851.56	207.21
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		851.56	207.21
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Sup	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transporta	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenan	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				97,741.00	37,774.44
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		97,741.00	37,774.44
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420		-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700		-	

1801101	MAGNOLIA SCIENCE ACADEMY 4				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counsel	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Adm	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				7,500.00	2,898.56
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		7,500.00	2,898.56
	EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other General Adm	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				369.00	131.00
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		369.00	131.00
	EE Ben - Unemployment Insurance - Cert - Instructional Supv an	3501	2100		-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library,	3501	2420		-	
	EE Ben - Unemployment Insurance - Cert - School Administrati	3501	2700		-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counseli	3501	3110		-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
	EE Ben - Unemployment Insurance - Cert - Other General Adm	3501	2100		-	
	EE Ben - Unemployment Insurance - Classified				29.00	7.00
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		29.00	7.00
	EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-	
	EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance	3502	8100		-	
	EE Ben - Unemployment Insurance - Class - Other General Adm	3502	2100		-	
	EE Ben - Workers' Compensation - Certificated				8,489.00	3,382.00
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		8,489.00	3,382.00
	EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counselin	3601	3110		-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
	EE Ben - Workers' Compensation - Cert - Other General Adm	3601	2100		-	
	EE Ben - Workers' Compensation - Classified				675.00	-
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		675.00	
	EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100		-	
	EE Ben - Workers' Compensation - Class - School Administrati	3602	2700		-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance &	3602	8100		-	
	EE Ben - Workers' Compensation - Class - Other General Adm	3602	2100		-	
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100		-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100		-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	
	EE Ben - Other Employment Benefits - Certificated				-	-
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision ar	3901	2100		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420		-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Se	3901	3110		-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
	EE Ben - Other Emp Benefits - Cert - Other General Administrati	3901	2100		-	
	EE Ben - Other Employment Benefits - Classified				-	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100		-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Ope	3902	8100		-	
	EE Ben - Other Emp Benefits - Class - Other General Administra	3902	2100		-	
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>213,661.00</b>	<b>77,967.99</b>
4)	<b>Books &amp; Supplies</b>					
	Approved Textbooks and Core Curricula Materials	4100	1000		94,000.00	6,295.00

1801101	MAGNOLIA SCIENCE ACADEMY 4				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Books and Other Reference Materials	4200	1000		7,000.00	
	Materials and Supplies	4300	1000		50,000.00	4,026.00
	Noncapitalized Equipment	4400	1000		47,500.00	119.00
	Other Supplies	4300	2700		6,000.00	3,671.00
	Pupil Transportation	4300	3600			
	Food Service Supplies	4700	3700		68,771.00	11,166.00
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>273,271.00</b>	<b>25,277.00</b>
	<b>5) Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		8,000.00	500.00
	Due and Memberships	5300	7200		3,000.00	1,947.00
	Insurance	5400	7200		13,414.00	5,589.00
	Operation and Housekeeping Services	5500	8100		-	
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		148,949.00	3,052.00
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		472,161.00	124,990.00
	Communications	5900	8100		9,675.00	6,396.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>655,199.00</b>	<b>142,474.00</b>
	<b>6) Depreciation</b>					
	Depreciation Expense	6900	8100		9,221.00	-
	<b>TOTAL DEPRECIATION</b>				<b>9,221.00</b>	<b>-</b>
	<b>7) Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruccion Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	<b>8) Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		15,945.00	5,784.00
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>1,964,233.00</b>	<b>532,767.99</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE - SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING				-	-

**MAGNOLIA SCIENCE ACADEMY- 5**  
First Interim Report

As of October 31, 2015 (4 months)









#	MAGNOLIA SCIENCE ACADEMY 5				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	
	EE Ben - STRS - Classified - School Administration	3102	2700		-	
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
	EE Ben - STRS - Classified - Food Services	3102	3700		-	
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
	EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
	EE Ben - PERS - Classified				4,568.00	2,549.00
	EE Ben - PERS - Classified - Instruction	3202	1000		4,568.00	2,549.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
	EE Ben - PERS - Classified - School Administration	3202	2700		-	
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
	EE Ben - PERS - Classified - Food Services	3202	3700		-	
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Reg - Classified				6,278.33	1,212.24
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		6,278.33	1,212.24
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatic	3302	8100		-	
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
	EE Ben - OASDI Medicare - Certificated				7,995.75	2,358.05
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		7,995.75	2,358.05
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Medicare - Classified				1,444.93	287.71
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		1,444.93	287.71
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Sup	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				82,701.00	21,018.84
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		82,701.00	21,018.84
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420		-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700		-	

#	MAGNOLIA SCIENCE ACADEMY 5				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counselor	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Administration	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				7,500.00	1,906.16
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		7,500.00	1,906.16
	EE Ben - Health & Welfare Benefits - Class - Instructional Supervision and Administration	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Administration	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance & Operation	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other General Administration	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				276.00	62.00
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		276.00	62.00
	EE Ben - Unemployment Insurance - Cert - Instructional Supervision and Administration	3501	2100		-	-
	EE Ben - Unemployment Insurance - Cert - Instructional Library, Media & Technology	3501	2420		-	-
	EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-	-
	EE Ben - Unemployment Insurance - Cert - Guidance & Counseling Services	3501	3110		-	-
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	-
	EE Ben - Unemployment Insurance - Cert - Other General Administration	3501	2100		-	-
	EE Ben - Unemployment Insurance - Classified				50.00	11.00
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		50.00	11.00
	EE Ben - Unemployment Insurance - Class - Instructional Supervision and Administration	3502	2100		-	-
	EE Ben - Unemployment Insurance - Class - School Administration	3502	2700		-	-
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	-
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	-
	EE Ben - Unemployment Insurance - Class - Plant Maintenance & Operation	3502	8100		-	-
	EE Ben - Unemployment Insurance - Class - Other General Administration	3502	2100		-	-
	EE Ben - Workers' Compensation - Certificated				6,341.00	1,611.72
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		6,341.00	1,611.72
	EE Ben - Workers' Compensation - Cert - Instructional Supervision and Administration	3601	2100		-	-
	EE Ben - Workers' Compensation - Cert - Instructional Library, Media & Technology	3601	2420		-	-
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	-
	EE Ben - Workers' Compensation - Cert - Guidance & Counseling Services	3601	3110		-	-
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	-
	EE Ben - Workers' Compensation - Cert - Other General Administration	3601	2100		-	-
	EE Ben - Workers' Compensation - Classified				1,146.00	291.28
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		1,146.00	291.28
	EE Ben - Workers' Compensation - Class - Instructional Supervision and Administration	3602	2100		-	-
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	-
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	-
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	-
	EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-	-
	EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-	-
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	-
	EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-	-
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	-
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	-
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	-
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	-
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	-
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	-
	EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-	-
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	-
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	-
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	-
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	-
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	-
	EE Ben - Other Employment Benefits - Certificated				-	-
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-	-
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-	-
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media & Technology	3901	2420		-	-
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	-
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-	-
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	-
	EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-	-
	EE Ben - Other Employment Benefits - Classified				-	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	-
	EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-	-
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-	-
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	-
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	-
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-	-
	EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-	-
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>177,469.00</b>	<b>48,397.00</b>
4)	<b>Books &amp; Supplies</b>					
	Approved Textbooks and Core Curricula Materials	4100	1000		87,800.00	

#	MAGNOLIA SCIENCE ACADEMY 5				-	FALSE
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Books and Other Reference Materials	4200	1000		7,500.00	
	Materials and Supplies	4300	1000		35,747.00	3,055.00
	Noncapitalized Equipment	4400	1000		7,000.00	2,961.00
	Other Supplies	4300	2700		4,353.00	1,953.00
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		10,500.00	
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>152,900.00</b>	<b>7,969.00</b>
	<b>5) Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		7,000.00	675.00
	Due and Memberships	5300	7200		4,200.00	1,670.00
	Insurance	5400	7200		11,900.00	
	Operation and Housekeeping Services	5500	8100		175.00	175.00
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		129,525.00	3,106.00
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		305,430.00	57,776.00
	Communications	5900	8100		6,800.00	1,464.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>465,030.00</b>	<b>64,866.00</b>
	<b>6) Depreciation</b>					
	Depreciation Expense	6900	8100		17,201.00	-
	<b>TOTAL DEPRECIATION</b>				<b>17,201.00</b>	<b>-</b>
	<b>7) Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruccion Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	OTHER OUTGO-TRANSFERS OF INDIRECT COSTS					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	<b>8) Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		12,262.00	2,652.00
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>1,475,941.00</b>	<b>306,350.00</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USE				-	-

**MAGNOLIA SCIENCE ACADEMY- 6**  
First Interim Report

As of October 31, 2015 (4 months)

##	MAGNOLIA SCIENCE ACADEMY 6			0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT				
	FI CHARTER SCHOOL - FUND 62				
	DUE DATE - DECEMBER 7, 2015 - (MONDAY)				
	<b>BALANCE SHEET - FULL ACCRUAL</b>				
				June 30, 2016	
	<b>ASSETS</b>	<b>Object Codes</b>	<b>Resource Codes</b>	<b>ESTIMATES</b>	
	Cash				
	a) In County Treasury	9110		-	
	1) Fair Value Adjustment to Cash in County Treasury	9111		-	
	b) In Banks	9120		1,140,596.67	
	c) In Revolving Fund	9130		-	
	d) with Fiscal Agent	9135		-	
	e) collection awaiting deposit	9140		-	
	Investments	9150		-	
	Accounts Receivable(Includes Pledges)	9200		175,000.00	
	Due from Grantor Government	9290		-	
	Stores	9320		-	
	Prepaid Expenditures	9330		8,000.00	
	Other Current Assets	9340		-	
	Fixed Assets:				
	a) Land	9410		-	
	b) Land Improvements	9420		-	
	c) <b>Less - Accumulated Depreciation-Land Improvements</b>	9425		-	-
	d) Buildings	9430		-	
	e) <b>Less - Accumulated Depreciation-Buildings</b>	9435		-	-
	f) Equipment	9440		74,574.00	
	g) <b>Less - Accumulated Depreciation-Equipment</b>	9445		(68,937.00)	-
	h) Work in Progress	9450		-	
	<b>TOTAL ASSETS</b>			1,329,233.67	
	<b>LIABILITIES</b>				
	Accounts Payable	9500		293,042.16	
	Due to Grantor Governments	9590		-	
	Current Loans	9640		-	
	Unearned Revenue	9650		-	
	Long-Term Liabilities:				
	Other Postemployment Benefits	9664		-	
	Compensated Absences	9665		-	
	COPs Payable	9666		-	
	Capital Leases Payable	9667		-	
	Lease Revenue Bonds Payable	9668		-	
	Other General Long-Term Debt	9669		181,176.82	
	<b>TOTAL LIABILITIES</b>			474,218.98	
	<b>NET POSITION, June 30</b>			855,014.69	
	<b>DIFF BET. FUND END BAL &amp; FUND EQTY ( this should be zero)</b>			0.00	







<b>## MAGNOLIA SCIENCE ACADEMY 6</b>				<b>0.00</b>	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>					
<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - STRS - Certificated - Health Services	3101	3140	-	
	EE Ben - STRS - Certificated - Other General Admin	3101	2100	-	-
	EE Ben - STRS - Classified			-	-
	EE Ben - STRS - Classified - Instruction	3102	1000	-	
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100	-	
	EE Ben - STRS - Classified - School Administration	3102	2700	-	
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600	-	
	EE Ben - STRS - Classified - Food Services	3102	3700	-	
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100	-	
	EE Ben - STRS - Classified - Other General Admin	3102	2100	-	
	EE Ben - PERS - Certificated			-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000	-	
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100	-	
	EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420	-	
	EE Ben - PERS - Certificated - School Administration	3201	2700	-	
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110	-	
	EE Ben - PERS - Certificated - Health Services	3201	3140	-	
	EE Ben - PERS - Certificated - Other General Admin	3201	2100	-	
	EE Ben - PERS - Classified			<b>4,768.00</b>	<b>1,535.00</b>
	EE Ben - PERS - Classified - Instruction	3202	1000	4,768.00	1,535.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100	-	
	EE Ben - PERS - Classified - School Administration	3202	2700	-	
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600	-	
	EE Ben - PERS - Classified - Food Services	3202	3700	-	
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100	-	
	EE Ben - PERS - Classified - Other General Administration	3202	2100	-	
	EE Ben - OASDI Reg - Certificated			-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000	-	
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100	-	
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420	-	
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700	-	
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110	-	
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140	-	
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100	-	
	EE Ben - OASDI Reg - Classified			<b>3,697.36</b>	<b>884.92</b>
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000	3,697.36	884.92
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100	-	
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700	-	
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600	-	
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700	-	
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatic	3302	8100	-	
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100	-	
	EE Ben - OASDI Medicare - Certificated			<b>8,103.83</b>	<b>257.32</b>
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000	8,103.83	257.32
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100	-	
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420	-	
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700	-	
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110	-	
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140	-	
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100	-	
	EE Ben - OASDI Medicare - Classified			<b>842.81</b>	<b>3,063.76</b>
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000	842.81	3,063.76
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100	-	
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700	-	
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600	-	
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700	-	
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100	-	
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100	-	
	EE Ben - Retirement in Lieu of OASDI - Cert			-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140	-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100	-	
	EE Ben - Retirement in Lieu of OASDI - Classified			-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Sup	3302	2100	-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100	-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100	-	
	EE Ben - Health & Welfare Benefits - Certificated			<b>75,227.00</b>	<b>27,772.16</b>
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000	75,227.00	27,772.16
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100	-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420	-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700	-	

<b>## MAGNOLIA SCIENCE ACADEMY 6</b>				<b>0.00</b>	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
<b>FY16 1ST INTERIM REPORT</b>					
<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counsel	3401	3110	-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140	-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Adm	3401	2100	-	
	<b>EE Ben - Health &amp; Welfare Benefits - Classified</b>			<b>7,500.00</b>	<b>2,768.84</b>
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000	7,500.00	2,768.84
	EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100	-	
	EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700	-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportati	3402	3600	-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700	-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100	-	
	EE Ben - Health & Welfare Benefits - Class - Other General Adm	3402	2100	-	
	<b>EE Ben - Unemployment Insurance - Certificated</b>			<b>279.00</b>	<b>92.00</b>
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000	279.00	92.00
	EE Ben - Unemployment Insurance - Cert - Instructional Supv an	3501	2100	-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library,	3501	2420	-	
	EE Ben - Unemployment Insurance - Cert - School Administrati	3501	2700	-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counsel	3501	3110	-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140	-	
	EE Ben - Unemployment Insurance - Cert - Other General Admin	3501	2100	-	
	<b>EE Ben - Unemployment Insurance - Classified</b>			<b>29.00</b>	<b>8.00</b>
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000	29.00	8.00
	EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100	-	
	EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700	-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportati	3502	3600	-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700	-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance &	3502	8100	-	
	EE Ben - Unemployment Insurance - Class - Other General Adm	3502	2100	-	
	<b>EE Ben - Workers' Compensation - Certificated</b>			<b>6,428.00</b>	<b>2,176.00</b>
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000	6,428.00	2,176.00
	EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100	-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420	-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700	-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counseling	3601	3110	-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140	-	
	EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100	-	
	<b>EE Ben - Workers' Compensation - Classified</b>			<b>668.00</b>	<b>-</b>
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000	668.00	-
	EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100	-	
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700	-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600	-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700	-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance &	3602	8100	-	
	EE Ben - Workers' Compensation - Class - Other General Admin	3602	2100	-	
	<b>EE Ben - OPEB, Allocated</b>			<b>-</b>	<b>-</b>
	EE Ben - OPEB, Allocated - Instruction	3701	1000	-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100	-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700	-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600	-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700	-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100	-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100	-	
	<b>EE Ben - OPEB, Active Employees</b>			<b>-</b>	<b>-</b>
	EE Ben - OPEB, Active Emp - Instruction	3702	1000	-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100	-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700	-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600	-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700	-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100	-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100	-	
	<b>EE Ben - Other Employment Benefits - Certificated</b>			<b>-</b>	<b>-</b>
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000	-	
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision ar	3901	2100	-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420	-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700	-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Se	3901	3110	-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140	-	
	EE Ben - Other Emp Benefits - Cert - Other General Administrati	3901	2100	-	
	<b>EE Ben - Other Employment Benefits - Classified</b>			<b>-</b>	<b>-</b>
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000	-	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100	-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700	-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600	-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700	-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Ope	3902	8100	-	
	EE Ben - Other Emp Benefits - Class - Other General Administra	3902	2100	-	
	<b>TOTAL EMPLOYEE BENEFITS</b>			<b>167,511.01</b>	<b>57,040.00</b>
4)	<b>Books &amp; Supplies</b>				
	Approved Textbooks and Core Curricula Materials	4100	1000	53,327.00	

##	MAGNOLIA SCIENCE ACADEMY 6				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Books and Other Reference Materials	4200	1000		5,295.00	
	Materials and Supplies	4300	1000		19,658.00	473.00
	Noncapitalized Equipment	4400	1000		87,500.00	5,312.00
	Other Supplies	4300	2700		1,724.00	1,724.00
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		48,186.00	2,972.00
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>215,690.00</b>	<b>10,481.00</b>
	<b>5) Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		2,954.00	293.00
	Due and Memberships	5300	7200		2,954.00	870.00
	Insurance	5400	7200		8,446.00	3,519.00
	Operation and Housekeeping Services	5500	8100		9,600.00	1,657.00
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		117,687.00	36,392.00
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		271,092.00	58,249.00
	Communications	5900	8100		8,400.00	340.00
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>421,133.00</b>	<b>101,320.00</b>
	<b>6) Depreciation</b>					
	Depreciation Expense	6900	8100		6,368.00	-
	<b>TOTAL DEPRECIATION</b>				<b>6,368.00</b>	<b>-</b>
	<b>7) Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruction Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	OTHER OUTGO-TRANSFERS OF INDIRECT COSTS					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	<b>8) Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		13,753.00	3,928.00
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>1,441,465.01</b>	<b>371,809.00</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING U				-	-

**MAGNOLIA SCIENCE ACADEMY- 7**  
First Interim Report

As of October 31, 2015 (4 months)









1801401	MAGNOLIA SCIENCE ACADEMY 7				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - STRS - Certificated - Guidance & Counseling Services	3101	3110		-	
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	
	EE Ben - STRS - Classified - School Administration	3102	2700		-	
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	
	EE Ben - STRS - Classified - Food Services	3102	3700		-	
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	
	EE Ben - PERS - Certificated - Instructional Library, Media, & Te	3201	2420		-	
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	
	EE Ben - PERS - Classified				19,754.00	4,448.00
	EE Ben - PERS - Classified - Instruction	3202	1000		19,754.00	4,448.00
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	
	EE Ben - PERS - Classified - School Administration	3202	2700		-	
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	
	EE Ben - PERS - Classified - Food Services	3202	3700		-	
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Reg - Classified				28,139.09	5,934.81
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		28,139.09	5,934.81
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatio	3302	8100		-	
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	
	EE Ben - OASDI Medicare - Certificated				13,847.86	4,359.91
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		13,847.86	4,359.91
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	
	EE Ben - OASDI Medicare - Certificated - Guidance & Counselin	3301	3110		-	
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	
	EE Ben - OASDI Medicare - Classified				5,821.27	1,544.74
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		5,821.27	1,544.74
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Sup	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenanc	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				111,029.40	28,957.90
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		111,029.40	28,957.90
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420		-	

1801401	MAGNOLIA SCIENCE ACADEMY 7				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - Health & Welfare Benefits - Cert - School Administration	3401	2700		-	
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counseling	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Administration	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				47,367.60	12,194.10
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		47,367.60	12,194.10
	EE Ben - Health & Welfare Benefits - Class - Instructional Supervision and Administration	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Administration	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other General Administration	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				474.60	142.80
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		474.60	142.80
	EE Ben - Unemployment Insurance - Cert - Instructional Supervision and Administration	3501	2100		-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library, Media	3501	2420		-	
	EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counseling Services	3501	3110		-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
	EE Ben - Unemployment Insurance - Cert - Other General Administration	3501	2100		-	
	EE Ben - Unemployment Insurance - Classified				203.40	61.20
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		203.40	61.20
	EE Ben - Unemployment Insurance - Class - Instructional Supervision and Administration	3502	2100		-	
	EE Ben - Unemployment Insurance - Class - School Administration	3502	2700		-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance & Operation	3502	8100		-	
	EE Ben - Unemployment Insurance - Class - Other General Administration	3502	2100		-	
	EE Ben - Workers' Compensation - Certificated				7,065.10	2,943.50
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		7,065.10	2,943.50
	EE Ben - Workers' Compensation - Cert - Instructional Supervision and Administration	3601	2100		-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, Media	3601	2420		-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counseling Services	3601	3110		-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
	EE Ben - Workers' Compensation - Cert - Other General Administration	3601	2100		-	
	EE Ben - Workers' Compensation - Classified				3,027.90	1,261.50
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		3,027.90	1,261.50
	EE Ben - Workers' Compensation - Class - Instructional Supervision and Administration	3602	2100		-	
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance & Operation	3602	8100		-	
	EE Ben - Workers' Compensation - Class - Other General Administration	3602	2100		-	
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Administration	3701	2100		-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Administration	3702	2100		-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	
	EE Ben - Other Employment Benefits - Certificated				-	-
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision and Administration	3901	2100		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420		-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Services	3901	3110		-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
	EE Ben - Other Emp Benefits - Cert - Other General Administration	3901	2100		-	
	EE Ben - Other Employment Benefits - Classified				-	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision and Administration	3902	2100		-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Operation	3902	8100		-	
	EE Ben - Other Emp Benefits - Class - Other General Administration	3902	2100		-	
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>333,786.12</b>	<b>94,847.24</b>
4)	<b>Books &amp; Supplies</b>					

1801401	MAGNOLIA SCIENCE ACADEMY 7				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Approved Textbooks and Core Curricula Materials	4100	1000		93,000.00	205.57
	Books and Other Reference Materials	4200	1000		21,500.00	1,229.52
	Materials and Supplies	4300	1000		22,986.00	18,695.12
	Noncapitalized Equipment	4400	1000		10,522.70	5,231.49
	Other Supplies	4300	2700		19,500.00	4,258.32
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		190,168.00	23,483.70
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>357,676.70</b>	<b>53,103.72</b>
	<b>5) Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		3,000.00	2,136.93
	Due and Memberships	5300	7200		6,000.00	5,589.48
	Insurance	5400	7200		14,904.68	6,210.29
	Operation and Housekeeping Services	5500	8100		65,679.96	17,773.43
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		281,359.10	88,948.27
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		837,487.08	276,973.61
	Communications	5900	8100		9,600.00	665.90
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,218,030.82</b>	<b>398,297.91</b>
	<b>6) Depreciation</b>					
	Depreciation Expense	6900	8100		25,026.50	-
	<b>TOTAL DEPRECIATION</b>				<b>25,026.50</b>	<b>-</b>
	<b>7) Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruction Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	OTHER OUTGO-TRANSFERS OF INDIRECT COSTS					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	<b>8) Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		23,869.46	6,968.98
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>3,314,881.01</b>	<b>960,435.12</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPESSES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING USE				-	-

**MAGNOLIA SCIENCE ACADEMY- 8**  
First Interim Report

As of October 31, 2015 (4 months)









1516601	MAGNOLIA SCI AC-BELL@SRMS#2				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	Other Classified	2900	2100		170,284.67	48,029.75
	<b>TOTAL CLASSIFIED SALARIES</b>				<b>350,764.42</b>	<b>103,176.00</b>
	<b>3) Employee Benefits</b>					
	EE Ben - STRS - Certificated				<b>195,982.69</b>	<b>62,461.44</b>
	EE Ben - STRS - Certificated - Instruction	3101	1000		195,982.69	62,461.44
	EE Ben - STRS - Certificated - Instructional Supv and Adm	3101	2100		-	-
	EE Ben - STRS - Certificated - Instructional Library, Media, & Tec	3101	2420		-	-
	EE Ben - STRS - Certificated - School Administration	3101	2700		-	-
	EE Ben - STRS - Certificated - Guidance & Counseling Services	3101	3110		-	-
	EE Ben - STRS - Certificated - Health Services	3101	3140		-	-
	EE Ben - STRS - Certificated - Other General Admin	3101	2100		-	-
	EE Ben - STRS - Classified				-	-
	EE Ben - STRS - Classified - Instruction	3102	1000		-	-
	EE Ben - STRS - Classified - Instructional Supv and Adm	3102	2100		-	-
	EE Ben - STRS - Classified - School Administration	3102	2700		-	-
	EE Ben - STRS - Classified - Pupil Transportation	3102	3600		-	-
	EE Ben - STRS - Classified - Food Services	3102	3700		-	-
	EE Ben - STRS - Classified - Plant Maintenance & Operation	3102	8100		-	-
	EE Ben - STRS - Classified - Other General Admin	3102	2100		-	-
	EE Ben - PERS - Certificated				-	-
	EE Ben - PERS - Certificated - Instruction	3201	1000		-	-
	EE Ben - PERS - Certificated - Instructional Supv and Adm	3201	2100		-	-
	EE Ben - PERS - Certificated - Instructional Library, Media, & Tec	3201	2420		-	-
	EE Ben - PERS - Certificated - School Administration	3201	2700		-	-
	EE Ben - PERS - Certificated - Guidance & Counseling Services	3201	3110		-	-
	EE Ben - PERS - Certificated - Health Services	3201	3140		-	-
	EE Ben - PERS - Certificated - Other General Admin	3201	2100		-	-
	EE Ben - PERS - Classified				<b>32,619.85</b>	<b>10,163.69</b>
	EE Ben - PERS - Classified - Instruction	3202	1000		32,619.85	10,163.69
	EE Ben - PERS - Classified - Instructional Supv and Adm	3202	2100		-	-
	EE Ben - PERS - Classified - School Administration	3202	2700		-	-
	EE Ben - PERS - Classified - Pupil Transportation	3202	3600		-	-
	EE Ben - PERS - Classified - Food Services	3202	3700		-	-
	EE Ben - PERS - Classified - Plant Maintenance & Operation	3202	8100		-	-
	EE Ben - PERS - Classified - Other General Administration	3202	2100		-	-
	EE Ben - OASDI Reg - Certificated				-	-
	EE Ben - OASDI Reg - Certificated - Instruction	3301	1000		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Supv and Adm	3301	2100		-	-
	EE Ben - OASDI Reg - Certificated - Instructional Library, Media,	3301	2420		-	-
	EE Ben - OASDI Reg - Certificated - School Administration	3301	2700		-	-
	EE Ben - OASDI Reg - Certificated - Guidance & Counseling Ser	3301	3110		-	-
	EE Ben - OASDI Reg - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Reg - Certificated - Other General Admin	3301	2100		-	-
	EE Ben - OASDI Reg - Classified				<b>22,211.49</b>	<b>6,816.80</b>
	EE Ben - OASDI Reg - Classified - Instruction	3302	1000		22,211.49	6,816.80
	EE Ben - OASDI Reg - Classified - Instructional Supervision and	3302	2100		-	-
	EE Ben - OASDI Reg - Classified - School Administration	3302	2700		-	-
	EE Ben - OASDI Reg - Classified - Pupil Transportation	3302	3600		-	-
	EE Ben - OASDI Reg - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Reg - Classified - Plant Maintenance & Operatic	3302	8100		-	-
	EE Ben - OASDI Reg - Classified - Other General Administration	3302	2100		-	-
	EE Ben - OASDI Medicare - Certificated				<b>26,484.15</b>	<b>8,889.72</b>
	EE Ben - OASDI Medicare - Certificated - Instruction	3301	1000		26,484.15	8,889.72
	EE Ben - OASDI Medicare - Certificated - Instructional Supv and	3301	2100		-	-
	EE Ben - OASDI Medicare - Certificated - Instructional Library, M	3301	2420		-	-
	EE Ben - OASDI Medicare - Certificated - School Administration	3301	2700		-	-
	EE Ben - OASDI Medicare - Certificated - Guidance & Counseling	3301	3110		-	-
	EE Ben - OASDI Medicare - Certificated - Health Services	3301	3140		-	-
	EE Ben - OASDI Medicare - Certificated - Other General Admin	3301	2100		-	-
	EE Ben - OASDI Medicare - Classified				<b>5,086.08</b>	<b>1,496.05</b>
	EE Ben - OASDI Medicare - Classified - Instruction	3302	1000		5,086.08	1,496.05
	EE Ben - OASDI Medicare - Classified - Instructional Supervision	3302	2100		-	-
	EE Ben - OASDI Medicare - Classified - School Administration	3302	2700		-	-
	EE Ben - OASDI Medicare - Classified - Pupil Transportation	3302	3600		-	-
	EE Ben - OASDI Medicare - Classified - Food Services	3302	3700		-	-
	EE Ben - OASDI Medicare - Classified - Plant Maintenance & Op	3302	8100		-	-
	EE Ben - OASDI Medicare - Classified - Other General Administr	3302	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert				-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instruction	3301	1000		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Supv	3301	2100		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Instructional Librar	3301	2420		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - School Administra	3301	2700		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Guidance & Couns	3301	3110		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Health Services	3301	3140		-	-
	EE Ben - Retirement in Lieu of OASDI - Cert - Other General Adr	3301	2100		-	-

1516601	MAGNOLIA SCI AC-BELL@SRMS#2				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	FY16 1ST INTERIM REPORT					
	FI CHARTER SCHOOL - FUND 62					
	EE Ben - Retirement in Lieu of OASDI - Classified				-	-
	EE Ben - Retirement in Lieu of OASDI - Class - Instruction	3302	1000		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Instructional Supv	3302	2100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - School Administr	3302	2700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Pupil Transportat	3302	3600		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Food Services	3302	3700		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Plant Maintenance	3302	8100		-	
	EE Ben - Retirement in Lieu of OASDI - Class - Other General Ad	3302	2100		-	
	EE Ben - Health & Welfare Benefits - Certificated				242,782.68	84,298.45
	EE Ben - Health & Welfare Benefits - Cert - Instruction	3401	1000		242,782.68	84,298.45
	EE Ben - Health & Welfare Benefits - Cert - Instructional Supv an	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Cert - Instructional Library,	3401	2420		-	
	EE Ben - Health & Welfare Benefits - Cert - School Administratio	3401	2700		-	
	EE Ben - Health & Welfare Benefits - Cert - Guidance & Counsel	3401	3110		-	
	EE Ben - Health & Welfare Benefits - Cert - Health Services	3401	3140		-	
	EE Ben - Health & Welfare Benefits - Cert - Other General Adm	3401	2100		-	
	EE Ben - Health & Welfare Benefits - Classified				46,244.32	16,056.85
	EE Ben - Health & Welfare Benefits - Class - Instruction	3402	1000		46,244.32	16,056.85
	EE Ben - Health & Welfare Benefits - Class - Instructional Supv a	3402	2100		-	
	EE Ben - Health & Welfare Benefits - Class - School Administrati	3402	2700		-	
	EE Ben - Health & Welfare Benefits - Class - Pupil Transportation	3402	3600		-	
	EE Ben - Health & Welfare Benefits - Class - Food Services	3402	3700		-	
	EE Ben - Health & Welfare Benefits - Class - Plant Maintenance	3402	8100		-	
	EE Ben - Health & Welfare Benefits - Class - Other General Adm	3402	2100		-	
	EE Ben - Unemployment Insurance - Certificated				916.46	301.91
	EE Ben - Unemployment Insurance - Cert - Instruction	3501	1000		916.46	301.91
	EE Ben - Unemployment Insurance - Cert - Instructional Supv an	3501	2100		-	
	EE Ben - Unemployment Insurance - Cert - Instructional Library,	3501	2420		-	
	EE Ben - Unemployment Insurance - Cert - School Administration	3501	2700		-	
	EE Ben - Unemployment Insurance - Cert - Guidance & Counsel	3501	3110		-	
	EE Ben - Unemployment Insurance - Cert - Health Services	3501	3140		-	
	EE Ben - Unemployment Insurance - Cert - Other General Adm	3501	2100		-	
	EE Ben - Unemployment Insurance - Classified				174.56	57.51
	EE Ben - Unemployment Insurance - Class - Instruction	3502	1000		174.56	57.51
	EE Ben - Unemployment Insurance - Class - Instructional Supv a	3502	2100		-	
	EE Ben - Unemployment Insurance - Class - School Administrati	3502	2700		-	
	EE Ben - Unemployment Insurance - Class - Pupil Transportation	3502	3600		-	
	EE Ben - Unemployment Insurance - Class - Food Services	3502	3700		-	
	EE Ben - Unemployment Insurance - Class - Plant Maintenance	3502	8100		-	
	EE Ben - Unemployment Insurance - Class - Other General Adm	3502	2100		-	
	EE Ben - Workers' Compensation - Certificated				18,046.27	7,519.27
	EE Ben - Workers' Compensation - Cert - Instruction	3601	1000		18,046.27	7,519.27
	EE Ben - Workers' Compensation - Cert - Instructional Supv and	3601	2100		-	
	EE Ben - Workers' Compensation - Cert - Instructional Library, M	3601	2420		-	
	EE Ben - Workers' Compensation - Cert - School Administration	3601	2700		-	
	EE Ben - Workers' Compensation - Cert - Guidance & Counselin	3601	3110		-	
	EE Ben - Workers' Compensation - Cert - Health Services	3601	3140		-	
	EE Ben - Workers' Compensation - Cert - Other General Admin	3601	2100		-	
	EE Ben - Workers' Compensation - Classified				3,437.38	1,432.24
	EE Ben - Workers' Compensation - Class - Instruction	3602	1000		3,437.38	1,432.24
	EE Ben - Workers' Compensation - Class - Instructional Supervis	3602	2100		-	
	EE Ben - Workers' Compensation - Class - School Administration	3602	2700		-	
	EE Ben - Workers' Compensation - Class - Pupil Transportation	3602	3600		-	
	EE Ben - Workers' Compensation - Class - Food Services	3602	3700		-	
	EE Ben - Workers' Compensation - Class - Plant Maintenance &	3602	8100		-	
	EE Ben - Workers' Compensation - Class - Other General Admin	3602	2100		-	
	EE Ben - OPEB, Allocated				-	-
	EE Ben - OPEB, Allocated - Instruction	3701	1000		-	
	EE Ben - OPEB, Allocated - Instructional Supervision and Adm	3701	2100		-	
	EE Ben - OPEB, Allocated - School Administration	3701	2700		-	
	EE Ben - OPEB, Allocated - Pupil Transportation	3701	3600		-	
	EE Ben - OPEB, Allocated - Food Services	3701	3700		-	
	EE Ben - OPEB, Allocated - Plant Maintenance & Operation	3701	8100		-	
	EE Ben - OPEB, Allocated - Other General Administration	3701	2100		-	
	EE Ben - OPEB, Active Employees				-	-
	EE Ben - OPEB, Active Emp - Instruction	3702	1000		-	
	EE Ben - OPEB, Active Emp - Instructional Supervision and Adm	3702	2100		-	
	EE Ben - OPEB, Active Emp - School Administration	3702	2700		-	
	EE Ben - OPEB, Active Emp - Pupil Transportation	3702	3600		-	
	EE Ben - OPEB, Active Emp - Food Services	3702	3700		-	
	EE Ben - OPEB, Active Emp - Plant Maintenance & Operation	3702	8100		-	
	EE Ben - OPEB, Active Emp - Other General Administration	3702	2100		-	
	EE Ben - Other Employment Benefits - Certificated				-	-
	EE Ben - Other Emp Benefits - Cert - Instruction	3901	1000		-	

1516601	MAGNOLIA SCI AC-BELL@SRMS#2				0.00	THIS SHOULD BE ZERO, PLS ZERO OUT BEFORE SUBMISSION
	<b>FY16 1ST INTERIM REPORT</b>					
	<b>FI CHARTER SCHOOL - FUND 62</b>					
	EE Ben - Other Emp Benefits - Cert - Instructional Supervision and	3901	2100		-	
	EE Ben - Other Emp Benefits - Cert - Instructional Library, Media	3901	2420		-	
	EE Ben - Other Emp Benefits - Cert - School Administration	3901	2700		-	
	EE Ben - Other Emp Benefits - Cert - Guidance & Counseling Se	3901	3110		-	
	EE Ben - Other Emp Benefits - Cert - Health Services	3901	3140		-	
	EE Ben - Other Emp Benefits - Cert - Other General Administrati	3901	2100		-	
	EE Ben - Other Employment Benefits - Classified				-	-
	EE Ben - Other Emp Benefits - Class - Instruction	3902	1000		-	
	EE Ben - Other Emp Benefits - Class - Instructional Supervision a	3902	2100		-	
	EE Ben - Other Emp Benefits - Class - School Administration	3902	2700		-	
	EE Ben - Other Emp Benefits - Class - Pupil Transportation	3902	3600		-	
	EE Ben - Other Emp Benefits - Class - Food Services	3902	3700		-	
	EE Ben - Other Emp Benefits - Class - Plant Maintenance & Ope	3902	8100		-	
	EE Ben - Other Emp Benefits - Class - Other General Administra	3902	2100		-	
	<b>TOTAL EMPLOYEE BENEFITS</b>				<b>593,985.94</b>	<b>199,493.93</b>
	4) <b>Books &amp; Supplies</b>					
	Approved Textbooks and Core Curricula Materials	4100	1000		150,000.00	12,648.45
	Books and Other Reference Materials	4200	1000		25,000.00	1,388.32
	Materials and Supplies	4300	1000		69,278.37	26,916.56
	Noncapitalized Equipment	4400	1000		270,000.00	65,692.83
	Other Supplies	4300	2700		26,000.00	6,287.76
	Pupil Transportation	4300	3600		-	
	Food Service Supplies	4700	3700		195,838.00	-
	<b>TOTAL BOOKS AND SUPPLIES</b>				<b>736,116.37</b>	<b>112,933.92</b>
	5) <b>Services and Other Operating Expenses</b>					
	Personal Services	5800	2700		-	
	Travel and Conference	5200	2700		30,800.00	5,715.95
	Due and Memberships	5300	7200		7,200.00	-
	Insurance	5400	7200		24,642.44	10,267.69
	Operation and Housekeeping Services	5500	8100		224,000.00	-
	Rentals/Leases/Repairs&Noncapitalized Improvements	5600	8100		27,600.00	3,342.62
	Transfers of Direct Cost	5800	8100		-	
	Transfer of Direct Costs - Interfund	5800	8100		-	
	Professional Consulting Services& Operating Exp	5800	8100		1,342,058.11	530,152.21
	Communications	5900	8100		12,000.00	2,270.64
	<b>TOTAL SERVICES AND OTHER OPERATING EXPENSES</b>				<b>1,668,300.55</b>	<b>551,749.11</b>
	6) <b>Depreciation</b>					
	Depreciation Expense	6900	8100		7,534.00	-
	<b>TOTAL DEPRECIATION</b>				<b>7,534.00</b>	<b>-</b>
	7) <b>Other Outgo (excluding Transfers of Indirect Costs)</b>					
	Tuition					
	Tuition for Intruction Under Interdistrict Attendance Agreements	7110				-
	Tuition, Excess Costs, and/or Deficit Payments					-
	Payments to Districts or Charter School	7141				
	Payments to County Offices	7142				
	Payments to JPAs	7143				
	Other Transfers Out					
	All Other Transfers	7281-7283				
	All Other Transfers Out to All Others	7299				
	Debt Service					
	Debt Service-Interest	7438	9100			-
	<b>TOTAL, OTHER OUTGO (excluding Transfers of Indirect Costs)</b>				<b>-</b>	<b>-</b>
	<b>OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>					
	Transfers of Indirect Cost	7310			-	-
	Transfers of Indirect Cost-Interfund	7350			-	-
	<b>TOTAL, OTHER OUTGO-TRANSFERS OF INDIRECT COSTS</b>				<b>-</b>	<b>-</b>
	8) <b>Direct Support/Indirect Costs/All Other Financing Uses</b>					
	Indirect Cost ( total charter school supervisorial oversight fees on	5800	8100		45,554.04	9,390.17
	All Other Financing Uses	7699	9100		-	-
	<b>TOTAL EXPENSES</b>				<b>5,228,748.20</b>	<b>1,589,827.15</b>
	CHECK: DETAILS OF REVENUE = TOTAL REVENUE- SUMMARY; SHOULD BE ZERO				-	-
	CHECK: DETAILS OF EXPENSES = TOTAL EXPENSES - SUMMARY; SHOULD BE ZERO ; OR \$ IN OTHER FINANCING				-	-

**MAGNOLIA SCIENCE ACADEMY- SANTA CLARA**  
First Interim Report

As of October 31, 2015 (4 months)

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

Charter School Name: **Magnolia Science Academy - Sa**  
CDS #: **43-10439-0120261**  
Charter Approving Entity: **Santa Clara County Office of Education**  
County: **Santa Clara**  
Charter #: **1116**  
Fiscal Year: **2015/16**

Description	Object Code	Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	1st Interim vs. Adopted Budget Increase, (Decrease)	
					\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>A. REVENUES</b>						
<b>1. LCFF Sources</b>						
State Aid - Current Year	8011	780,077.28	251,326.00	252,703.17	(527,374.11)	-67.61%
EPA - Current Year	8012	487,498.00	101,205.00	144,371.83	(343,126.17)	-70.39%
State Aid - Prior Years	8019	-	-	-	-	-
Transfers to Charter Schools in Lieu of Property Taxes	8096	1,531,364.58	116,092.32	373,808.00	(1,157,556.58)	-75.59%
Other LCFF Transfers	8091, 8097	-	-	-	-	-
Total, LCFF Sources		2,798,939.86	468,623.32	770,883.00	(2,028,056.86)	-72.46%
<b>2. Federal Revenues</b>						
No Child Left Behind	8290	-	-	-	-	-
Special Education - Federal	8181, 8182	77,760.00	-	-	(77,760.00)	(100%)
Child Nutrition - Federal	8220	42,968.78	-	-	(42,968.78)	(100%)
Other Federal Revenues	8110, 8260-8299	27,500.00	6,265.00	7,321.00	(20,179.00)	-73.38%
Total, Federal Revenues		148,228.78	6,265.00	7,321.00	(140,907.78)	-95.06%
<b>3. Other State Revenues</b>						
Special Education - State	StateRevSE	-	-	-	-	-
All Other State Revenues	StateRevAO	313,514.96	173.49	306,199.32	(7,315.64)	-2.33%
Total, Other State Revenues		313,514.96	173.49	306,199.32	(7,315.64)	-2.33%
<b>4. Other Local Revenues</b>						
All Other Local Revenues	LocalRevAO	122,000.00	-	15,500.00	(106,500.00)	-87.30%
Total, Local Revenues		122,000.00	-	15,500.00	(106,500.00)	-87.30%
<b>5. TOTAL REVENUES</b>						
		3,382,683.60	475,061.81	1,099,903.32	(2,282,780.28)	-67.48%
<b>B. EXPENDITURES</b>						
<b>1. Certificated Salaries</b>						
Certificated Teachers' Salaries	1100	1,142,470.00	237,944.88	624,925.35	(517,544.65)	-45.30%
Certificated Pupil Support Salaries	1200	-	-	-	-	-
Certificated Supervisors' and Administrators' Salaries	1300	290,170.00	57,233.96	173,536.47	(116,633.53)	-40.19%
Other Certificated Salaries	1900	-	-	-	-	-
Total, Certificated Salaries		1,432,640.00	295,178.84	798,461.82	(634,178.18)	-44.27%
<b>2. Non-certificated Salaries</b>						
Non-certificated Instructional Aides' Salaries	2100	-	-	-	-	-
Non-certificated Support Salaries	2200	-	-	-	-	-
Non-certificated Supervisors' and Administrators' Salaries	2300	-	-	-	-	-
Clerical and Office Salaries	2400	169,225.00	24,781.25	51,135.00	(118,090.00)	-69.78%
Other Non-certificated Salaries	2900	32,760.00	7,736.00	25,232.00	(7,528.00)	-22.98%
Total, Non-certificated Salaries		201,985.00	32,517.25	76,367.00	(125,618.00)	-62.19%
<b>3. Employee Benefits</b>						
STRS	3101-3102	127,137.60	30,526.13	81,847.46	(45,290.14)	-35.62%
PERS	3201-3202	20,048.09	1,616.10	5,589.26	(14,458.83)	-72.12%
OASDI / Medicare / Alternative	3301-3302	45,638.26	6,525.86	19,493.46	(26,144.80)	-57.29%
Health and Welfare Benefits	3401-3402	188,500.00	82,254.61	84,500.00	(104,000.00)	-55.17%
Unemployment Insurance	3501-3502	32,692.50	164.56	437.41	(32,255.09)	-98.66%
Workers' Compensation Insurance	3601-3602	32,855.96	7,151.61	17,163.89	(15,692.07)	-47.76%
OPEB, Allocated	3701-3702	-	-	-	-	-
OPEB, Active Employees	3751-3752	-	-	-	-	-
Other Employee Benefits	3901-3902	23,200.00	-	-	(23,200.00)	(100%)
Total, Employee Benefits		470,072.41	128,238.87	209,031.48	(261,040.93)	-55.53%
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	7,000.00	204.34	2,000.00	(5,000.00)	-71.43%
Books and Other Reference Materials	4200	18,000.00	844.54	6,599.76	(11,400.24)	-63.33%
Materials and Supplies	4300	60,000.00	7,214.55	48,549.80	(11,450.20)	-19.08%
Noncapitalized Equipment	4400	25,800.00	8,473.07	12,000.00	(13,800.00)	-53.49%
Food	4700	27,776.65	410.58	12,520.00	(15,256.65)	-54.93%
Total, Books and Supplies		138,576.65	17,147.08	81,669.56	(56,907.09)	-41.07%

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

Charter School Name: **Magnolia Science Academy - Sa**  
CDS #: **43-10439-0120261**  
Charter Approving Entity: **Santa Clara County Office of Education**  
County: **Santa Clara**  
Charter #: **1116**  
Fiscal Year: **2015/16**

Description	Object Code	Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	1st Interim vs. Adopted Budget Increase, (Decrease)	
					\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	-	-	-	-	
Travel and Conferences	5200	17,000.00	10,483.60	17,000.00	-	0.00%
Dues and Memberships	5300	4,000.00	33.90	975.00	(3,025.00)	-75.63%
Insurance	5400	27,945.00	10,764.50	25,834.80	(2,110.20)	-7.55%
Operations and Housekeeping Services	5500	52,260.00	7,053.88	9,000.00	(43,260.00)	-82.78%
Rentals, Leases, Repairs, and Noncap. Improvements	5600	527,600.00	153,533.30	440,045.00	(87,555.00)	-16.59%
Transfers of Direct Costs	5700-5799	-	-	-	-	
Professional/Consulting Services & Operating Expenditures	5800	205,028.40	32,019.37	205,451.84	423.44	0.21%
Communications	5900	11,448.00	3,516.45	20,800.00	9,352.00	81.69%
Total, Services and Other Operating Expenditures		845,281.40	217,405.00	719,106.64	(126,174.76)	-14.93%
<b>6. Capital Outlay (Objects 6100-6170, 6200-6500 modified accrual basis only)</b>						
Land and Land Improvements	6100-6170	-	-	-	-	
Buildings and Improvements of Buildings	6200	-	-	-	-	
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	-	-	-	-	
Equipment	6400	-	-	-	-	
Equipment Replacement	6500	-	-	-	-	
Depreciation Expense (for accrual basis only)	6900	129,607.00	-	39,853.20	(89,753.80)	-69.25%
Total, Capital Outlay		129,607.00	-	39,853.20	(89,753.80)	-69.25%
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	-	-	-	-	
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	
All Other Transfers	7281-7299	-	-	-	-	
Transfers of Indirect Costs	7300-7399	-	-	-	-	
Debt Service:						
Interest	7438	-	-	-	-	
Principal (for modified accrual basis only)	7439	-	-	-	-	
Total, Other Outgo		-	-	-	-	
<b>8. TOTAL EXPENDITURES</b>		3,218,162.46	690,487.04	1,924,489.71	(1,293,672.75)	-40.20%
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		164,521.14	(215,425.23)	(824,586.39)	(989,107.53)	-601.20%
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	-	-	-	-	
2. Less: Other Uses	7630-7699	-	-	-	-	
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-	-	
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		164,521.14	(215,425.23)	(824,586.39)	(989,107.53)	-601.20%
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	466,305.43	473,945.00	473,945.00	7,639.57	1.64%
b. Adjustments to Beginning Balance	9793, 9795	-	89.00	89.00	89.00	New
c. Adjusted Beginning Balance		466,305.43	474,034.00	474,034.00		
2. Ending Fund Balance, June 30 (E + F.1.c.)		630,826.57	258,608.77	(350,552.39)		

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

Charter School Name: Magnolia Science Academy - Sa  
CDS #: 43-10439-0120261  
Charter Approving Entity: Santa Clara County Office of Education  
County: Santa Clara  
Charter #: 1116  
Fiscal Year: 2015/16

Description	Object Code	Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	1st Interim vs. Adopted Budget Increase, (Decrease)	
					\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>Components of Ending Fund Balance (Modified Accrual Basis):</b>						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	-	-	-	-	-
Stores (equals object 9320)	9712	-	-	-	-	-
Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	-
All Others	9719	-	-	-	-	-
b. Restricted	9740	-	-	-	-	-
c. Committed						
1. Stabilization Arrangements	9750	-	-	-	-	-
2. Other Commitments	9760	-	-	-	-	-
d. Assigned	9780	-	-	-	-	-
e. Unassigned/Unappropriated						
1. Reserve for Economic Uncertainties	9789	-	-	-	-	-
2. Unassigned/Unappropriated Amount	9790M	-	-	-	-	-
f. Components of Ending Net Position (Accrual Basis)						
1. Net Investment in Capital Assets	9796	-	150,497.79	-	-	-
2. Restricted Net Position	9797	-	-	-	-	-
3. Unrestricted Net Position	9790A	-	-	-	-	-

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Magnolia Science Academy - Santa Clara  
CDS #: 43-10439-0120261  
Charter Approving Entity: Santa Clara County Office of Education  
County: Santa Clara  
Charter #: 1116  
Fiscal Year: 2015/16

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>A. REVENUES</b>										
1. LCFF Sources										
State Aid - Current Year	8011	780,077.28		780,077.28	251,326.00		251,326.00	252,703.17		252,703.17
EPA - Current Year	8012	487,498.00		487,498.00	101,205.00		101,205.00	144,371.83		144,371.83
State Aid - Prior Years	8019			-			-			-
Transfers to Charter Schools in Lieu of Property Taxes	8096	1,531,364.58		1,531,364.58	116,092.32		116,092.32	373,808.00		373,808.00
Other LCFF Transfers	8091, 8097			-			-			-
Total, LCFF Sources		2,798,939.86	-	2,798,939.86	468,623.32	-	468,623.32	770,883.00	-	770,883.00
2. Federal Revenues										
No Child Left Behind	8290			-			-			-
Special Education - Federal	8181, 8182		77,760.00	77,760.00			-		-	-
Child Nutrition - Federal	8220		42,968.78	42,968.78			-			-
Other Federal Revenues	8110, 8260-8299		27,500.00	27,500.00		6,265.00	6,265.00	7,321.00		7,321.00
Total, Federal Revenues		-	148,228.78	148,228.78	-	6,265.00	6,265.00	-	7,321.00	7,321.00
3. Other State Revenues										
Special Education - State	StateRevSE			-			-			-
All Other State Revenues	StateRevAO	311,575.00	1,939.96	313,514.96	173.49		173.49	306,199.32		306,199.32
Total, Other State Revenues		311,575.00	1,939.96	313,514.96	173.49	-	173.49	306,199.32	-	306,199.32
4. Other Local Revenues										
All Other Local Revenues	LocalRevAO	122,000.00		122,000.00			-	15,500.00		15,500.00
Total, Local Revenues		122,000.00	-	122,000.00	-	-	-	15,500.00	-	15,500.00
5. TOTAL REVENUES										
		3,232,514.86	150,168.74	3,382,683.60	468,796.81	6,265.00	475,061.81	1,092,582.32	7,321.00	1,099,903.32
<b>B. EXPENDITURES</b>										
1. Certificated Salaries										
Certificated Teachers' Salaries	1100	1,050,657.91	91,812.09	1,142,470.00	237,764.78	180.10	237,944.88	621,076.26	3,849.09	624,925.35
Certificated Pupil Support Salaries	1200			-			-			-
Certificated Supervisors' and Administrators' Salaries	1300	290,170.00		290,170.00	57,233.96		57,233.96	173,536.47		173,536.47
Other Certificated Salaries	1900			-			-			-
Total, Certificated Salaries		1,340,827.91	91,812.09	1,432,640.00	294,998.74	180.10	295,178.84	794,612.73	3,849.09	798,461.82
2. Non-certificated Salaries										
Non-certificated Instructional Aides' Salaries	2100			-			-			-
Non-certificated Support Salaries	2200			-			-			-
Non-certificated Supervisors' and Administrators' Salaries	2300			-			-			-
Clerical and Office Salaries	2400	169,225.00		169,225.00	24,781.25		24,781.25	51,135.00		51,135.00
Other Non-certificated Salaries	2900	32,760.00		32,760.00	7,736.00		7,736.00	25,232.00		25,232.00
Total, Non-certificated Salaries		201,985.00	-	201,985.00	32,517.25	-	32,517.25	76,367.00	-	76,367.00

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Magnolia Science Academy - Santa Clara  
CDS #: 43-10439-0120261  
Charter Approving Entity: Santa Clara County Office of Education  
County: Santa Clara  
Charter #: 1116  
Fiscal Year: 2015/16

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>3. Employee Benefits</b>										
STRS	3101-3102	117,507.60	9,630.00	127,137.60	30,507.10	19.03	30,526.13	81,487.35	360.11	81,847.46
PERS	3201-3202	20,048.09		20,048.09	1,616.10		1,616.10	5,564.27	24.99	5,589.26
OASDI / Medicare / Alternative	3301-3302	44,333.26	1,305.00	45,638.26	6,522.21	3.65	6,525.86	19,407.69	85.77	19,493.46
Health and Welfare Benefits	3401-3402	179,800.00	8,700.00	188,500.00	82,254.61		82,254.61	84,128.21	371.79	84,500.00
Unemployment Insurance	3501-3502	32,647.50	45.00	32,692.50	164.47	0.09	164.56	435.49	1.92	437.41
Workers' Compensation Insurance	3601-3602	31,955.96	900.00	32,855.96	7,151.61		7,151.61	17,088.37	75.52	17,163.89
OPEB, Allocated	3701-3702			-			-			-
OPEB, Active Employees	3751-3752			-			-			-
Other Employee Benefits	3901-3902	23,200.00		23,200.00			-			-
Total, Employee Benefits		449,492.41	20,580.00	470,072.41	128,216.10	22.77	128,238.87	208,111.38	920.10	209,031.48
<b>4. Books and Supplies</b>										
Approved Textbooks and Core Curricula Materials	4100	7,000.00		7,000.00	204.34		204.34	2,000.00		2,000.00
Books and Other Reference Materials	4200	18,000.00		18,000.00	844.54		844.54	6,599.76		6,599.76
Materials and Supplies	4300	60,000.00		60,000.00	7,214.55		7,214.55	48,549.80		48,549.80
Noncapitalized Equipment	4400	25,800.00		25,800.00	8,473.07		8,473.07	12,000.00		12,000.00
Food	4700		27,776.65	27,776.65	410.58		410.58	5,086.40	7,433.60	12,520.00
Total, Books and Supplies		110,800.00	27,776.65	138,576.65	17,147.08	-	17,147.08	74,235.96	7,433.60	81,669.56
<b>5. Services and Other Operating Expenditures</b>										
Subagreements for Services	5100	-		-	-		-			-
Travel and Conferences	5200	7,000.00	10,000.00	17,000.00	10,483.60		10,483.60	17,000.00		17,000.00
Dues and Memberships	5300	4,000.00		4,000.00	33.90		33.90	975.00		975.00
Insurance	5400	27,945.00		27,945.00	10,764.50		10,764.50	25,834.80		25,834.80
Operations and Housekeeping Services	5500	52,260.00		52,260.00	7,053.88		7,053.88	9,000.00		9,000.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	527,600.00		527,600.00	153,533.30		153,533.30	440,045.00		440,045.00
Transfers of Direct Costs	5700-5799			-			-			-
Professional/Consulting Services & Operating Expenditures	5800	205,028.40		205,028.40	32,019.37		32,019.37	202,899.63	2,552.21	205,451.84
Communications	5900	11,448.00		11,448.00	3,516.45		3,516.45	20,800.00		20,800.00
Total, Services and Other Operating Expenditures		835,281.40	10,000.00	845,281.40	217,405.00	-	217,405.00	716,554.43	2,552.21	719,106.64
<b>6. Capital Outlay (Obj. 6100-6170, 6200-6500 for mod. accrual basis only)</b>										
Land and Land Improvements	6100-6170			-			-			-
Buildings and Improvements of Buildings	6200			-			-			-
Books and Media for New School Libraries or Major Expansion of School Libraries	6300			-			-			-
Equipment	6400			-			-			-
Equipment Replacement	6500			-			-			-
Depreciation Expense (for accrual basis only)	6900	129,607.00		129,607.00			-	39,853.20		39,853.20
Total, Capital Outlay		129,607.00	-	129,607.00	-	-	-	39,853.20	-	39,853.20

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Magnolia Science Academy - Santa Clara  
CDS #: 43-10439-0120261  
Charter Approving Entity: Santa Clara County Office of Education  
County: Santa Clara  
Charter #: 1116  
Fiscal Year: 2015/16

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>7. Other Outgo</b>										
Tuition to Other Schools	7110-7143			-			-			-
Transfers of Pass-through Revenues to Other LEAs	7211-7213			-			-			-
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE			-			-			-
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO			-			-			-
All Other Transfers	7281-7299			-			-			-
Transfers of Indirect Costs	7300-7399			-			-			-
Debt Service:										
Interest	7438			-			-			-
Principal (for modified accrual basis only)	7439			-			-			-
Total, Other Outgo		-	-	-	-	-	-	-	-	-
<b>8. TOTAL EXPENDITURES</b>		<b>3,067,993.72</b>	<b>150,168.74</b>	<b>3,218,162.46</b>	<b>690,284.17</b>	<b>202.87</b>	<b>690,487.04</b>	<b>1,909,734.71</b>	<b>14,755.00</b>	<b>1,924,489.71</b>
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		<b>164,521.14</b>	<b>-</b>	<b>164,521.14</b>	<b>(221,487.36)</b>	<b>6,062.13</b>	<b>(215,425.23)</b>	<b>(817,152.39)</b>	<b>(7,434.00)</b>	<b>(824,586.39)</b>
<b>D. OTHER FINANCING SOURCES / USES</b>										
1. Other Sources	8930-8979			-			-			-
2. Less: Other Uses	7630-7699			-			-			-
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999			-			-			-
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	-	-	-	-	-
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		<b>164,521.14</b>	<b>-</b>	<b>164,521.14</b>	<b>(221,487.36)</b>	<b>6,062.13</b>	<b>(215,425.23)</b>	<b>(817,152.39)</b>	<b>(7,434.00)</b>	<b>(824,586.39)</b>
<b>F. FUND BALANCE, RESERVES</b>										
1. Beginning Fund Balance										
a. As of July 1	9791	466,305.43		466,305.43	473,945.00		473,945.00	473,945.00		473,945.00
b. Adjustments to Beginning Balance	9793, 9795			-	89.00		89.00	89.00		89.00
c. Adjusted Beginning Balance		466,305.43	-	466,305.43	474,034.00	-	474,034.00	474,034.00	-	474,034.00
2. Ending Fund Balance, June 30 (E + F.1.c.)		<b>630,826.57</b>	<b>-</b>	<b>630,826.57</b>	<b>252,546.64</b>	<b>6,062.13</b>	<b>258,608.77</b>	<b>(343,118.39)</b>	<b>(7,434.00)</b>	<b>(350,552.39)</b>

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

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CDS #: 43-10439-0120261  
Charter Approving Entity: Santa Clara County Office of Education  
County: Santa Clara  
Charter #: 1116  
Fiscal Year: 2015/16

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 **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>Components of Ending Fund Balance (Modified Accrual Basis):</b>										
a. Nonspendable										
Revolving Cash (equals object 9130)	9711			-			-			-
Stores (equals object 9320)	9712			-			-			-
Prepaid Expenditures (equals object 9330)	9713			-			-			-
All Others	9719			-			-			-
b. Restricted	9740			-			-			-
c. Committed				-			-			-
1. Stabilization Arrangements	9750			-			-			-
2. Other Commitments	9760			-			-			-
d. Assigned	9780			-			-			-
e. Unassigned/Unappropriated				-			-			-
1. Reserve for Economic Uncertainties	9789			-			-			-
2. Unassigned/Unappropriated Amount	9790M	-	-	-	-	-	-	-	-	-
f. Components of Ending Net Position ( <b>Accrual Basis only</b> )										
1. Net Investment in Capital Assets	9796			-	150,497.79		150,497.79			-
2. Restricted Net Position	9797		-	-		-	-		-	-
3. Unrestricted Net Position	9790A	-		-	-		-	-		-
<b>G. ASSETS</b>										
1. Cash										
In County Treasury	9110						-			
Fair Value Adjustment to Cash in County Treasury	9111						-			
In Banks	9120				143,898.25	6,062.13	149,960.38			
In Revolving Fund	9130						-			
With Fiscal Agent/Trustee	9135						-			
Collections Awaiting Deposit	9140						-			
2. Investments	9150						-			
3. Accounts Receivable	9200				440,812.42		440,812.42			
4. Due from Grantor Governments	9290				(450,000.00)		(450,000.00)			
5. Stores	9320						-			
6. Prepaid Expenditures	9330				2,854.00		2,854.00			
7. Other Current Assets	9340				93,940.73		93,940.73			
8. Capital Assets (for accrual basis only)	9400-9489				150,497.79		150,497.79			
9. TOTAL ASSETS		-	-	-	382,003.19	6,062.13	388,065.32			
<b>H.</b>										
1. Deferred Outflows of Resources	9490	-	-	-						
2. TOTAL DEFERRED OUTFLOWS										
<b>I. LIABILITIES</b>										
1. Accounts Payable	9500				129,456.55		129,456.55			
2. Due to Grantor Governments	9590						-			
3. Current Loans	9640						-			
4. Deferred Revenue	9650						-			

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

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**Charter Approving Entity:** Santa Clara County Office of Education  
**County:** Santa Clara  
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**Fiscal Year:** 2015/16

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- Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
5. Long-Term Liabilities (for accrual basis only)	9660-9669						-			
6. TOTAL LIABILITIES		-	-	-	129,456.55	-	129,456.55			
<b>J. FUND BALANCE</b>										
Ending Fund Balance, January 31					252,546.64	6,062.13	258,608.77			

**MAGNOLIA SCIENCE ACADEMY- SAN DIEGO**  
First Interim Report

As of October 31, 2015 (4 months)

Description	Object Code	a	b	c	d	a+c=e	b+d=f	the > of e or f = g	h
		Unrestricted Budget	Unrestricted Actuals through 10/31/15	Restricted Budget	Restricted Actuals through 10/31/15	Total Budget	Total Actuals through 10/31/15	Projected EFB/NP (Higher of Budget or Actual)	Budget to Projected EFB/NP Differences
<b>A. REVENUES (8000-8799)</b>									
1. Local Control Funding Formula (LCFF) Sources - (8011-8097)									
LCFF - State Aid - Current Year (CY) (Res 0000)	8011	678,457	179,418			678,457	179,418	678,457	-
Education Protection Account (EPA) - CY (Res 1400)	8012	558,923	92,977			558,923	92,977	558,923	-
State Aid - Prior Year (LCFF - State Aid and EPA) (Res 0000 and Res 1400)	8019					-	-	-	-
Transfers to Charter Schools In Lieu Of Property Taxes - CY & PY (Res 0000)	8096	1,740,796	394,100			1,740,796	394,100	1,740,796	-
Other LCFF Transfers	8091, 8097					-	-	-	-
<b>Total - LCFF Sources</b>		<b>2,978,176</b>	<b>666,495</b>	<b>-</b>	<b>-</b>	<b>2,978,176</b>	<b>666,495</b>	<b>2,978,176</b>	<b>-</b>
2. Other State Revenues (8300-8599)									
State Special Education (Res 6500)	8792			180,632	47,374	180,632	47,374	180,632	-
State Special Education Mental Health Services (Res 6512)	8590					-	-	-	-
Mandate Block Grant (Res 0000)	8550	193,676				193,676	-	193,676	-
After School Education and Safety (ASES) (Res 6010)	8677, 8590					-	-	-	-
Common Core Standards Implementation (Res 7405)	8590					-	-	-	-
Charter School Facility Grant Program (SB 740) (Res 6030)	8590					-	-	-	-
Lottery, Unrestricted (Res 1100)	8560	57,260				57,260	-	57,260	-
Lottery, Instructional Materials - Prop 20 Restricted (Res 6300)	8560			16,815		16,815	-	16,815	-
Proposition 39 - California Clean Energy Jobs Act (Res 6230)	8590					-	-	-	-
Other State Revenues (All other resources not reported separately)	8300-8599	29,331		3,841		33,172	-	33,172	-
<b>Total - Other State Revenues</b>		<b>280,267</b>	<b>-</b>	<b>201,288</b>	<b>47,374</b>	<b>481,555</b>	<b>47,374</b>	<b>481,555</b>	<b>-</b>
3. Federal Revenues (8100-8299)									
NCLB, Title I, Part A, Basic Grants Low-Income and Neglected (Res 3010)	8290			22,155		22,155	-	22,155	-
NCLB: Title II, Part A, Improving Teacher Quality Program (Res 4035)	8290					-	-	-	-
NCLB: Title III, Limited English Proficient Student Program (Res 4203)	8290					-	-	-	-
NCLB: Title III, Immigrant Student Program (Res 4201)	8290					-	-	-	-
NCLB: Title V, Part B, Public Charter Schools Grant Program (Res 4610)	8290					-	-	-	-
Fed Sp Ed, IDEA Basic Local Assistance Entitlement, Part B, Sec 611 (Res 3310)	8181			38,931		38,931	-	38,931	-
Fed Sp Ed, IDEA Mental Health Allocation Plan, Part B, Sec 611 (Res 3327)	8182					-	-	-	-
21st Century Learning Communities (Res 4124)	8290					-	-	-	-
Child Nutrition - Federal (NSLP) (Res 5310 and others)	8220			23,833		23,833	-	23,833	-
State Ch. School Fac. Incentive Grants Prog.(Res within range 5800-5899)	8290					-	-	-	-
Federal Impact Aid - Survey Cards - Maintenance and Operations (Res 0000)	8110					-	-	-	-
Other Federal Revenues (All other resources not reported separately)	8100-8299					-	-	-	-
<b>Total - Federal Revenues</b>		<b>-</b>	<b>-</b>	<b>84,919</b>	<b>-</b>	<b>84,919</b>	<b>-</b>	<b>84,919</b>	<b>-</b>
4. Local Revenue (8600-8799)									
All Local Revenues	8600-8799	128,800	24,087			128,800	24,087	128,800	-
<b>Total - Local Revenues</b>		<b>128,800</b>	<b>24,087</b>	<b>-</b>	<b>-</b>	<b>128,800</b>	<b>24,087</b>	<b>128,800</b>	<b>-</b>
<b>5. TOTAL REVENUES</b>									
		<b>3,387,243</b>	<b>690,582</b>	<b>286,207</b>	<b>47,374</b>	<b>3,673,450</b>	<b>737,956</b>	<b>3,673,450</b>	<b>-</b>
<b>B. EXPENDITURES AND OTHER OUTGO (1000-7499)</b>									
1. Certificated Salaries									
Certificated Teachers' Salaries	1100	1,095,923	318,777	105,404	5,723	1,201,327	324,499	1,201,327	-
Certificated Pupil Support Salaries	1200					-	-	-	-
Certificated Supervisors' and Administrators' Salaries	1300	210,731	65,377			210,731	65,377	210,731	-
Other Certificated Salaries	1900					-	-	-	-
<b>Total, Certificated Salaries</b>		<b>1,306,654</b>	<b>384,154</b>	<b>105,404</b>	<b>5,723</b>	<b>1,412,058</b>	<b>389,876</b>	<b>1,412,058</b>	<b>-</b>
2. Classified Salaries									
Classified Instructional Salaries	2100					-	-	-	-
Classified Support Salaries	2200					-	-	-	-
Classified Supervisors' and Administrators' Salaries	2300					-	-	-	-
Clerical and Office Salaries	2400	58,365	17,391			58,365	17,391	58,365	-
Other Classified Salaries	2900	73,737	17,883	44,239	5,498	117,976	23,382	117,976	-
<b>Total, Classified Salaries</b>		<b>132,102</b>	<b>35,275</b>	<b>44,239</b>	<b>5,498</b>	<b>176,341</b>	<b>40,773</b>	<b>176,341</b>	<b>-</b>



Charter School Name: Magnolia Science Academy - San Diego		First Interim Report				Authorizing Agency: San Diego Unified School District			
CDS# 37-68338- 109157		FY 2015-2016				Financial Accounting Department			
Contact name: Oswaldo Diaz		For the Period July 1 2015 through October 31, 2015				Charter Schools Accounting Office			
E-mail and phone #: odiaz@magnoliapublicschools.org		Accrual Basis				Authorizing Agency Contact: Kevin Malloy (kmalloy@sandi.net)			
						Authorizing Agency Contact: Anna Day (aday1@sandin.net)			
Description	Object Code	a	b	c	d	a+c=e	b+d=f	the > of e or f = g	h
		Unrestricted Budget	Unrestricted Actuals through 10/31/15	Restricted Budget	Restricted Actuals through 10/31/15	Total Budget	Total Actuals through 10/31/15	Projected EFB/NP (Higher of Budget or Actual)	Budget to Projected EFB/NP Differences
E. NET INCREASE (DECREASE) IN FUND BALANCE/NET POSITION (C + D.4.)		451,966	(64,229)	0	32,791	451,966	(31,438)	451,966	-
F. FUND BALANCE/NET POSITION (Budget and Actuals <b>MUST</b> match) (F.1.a-b)									
1. Beginning Fund Balance/Net Position									
a. July 1 ( <b>MUST</b> match EFB/Net Position of PY Unaudited Actuals, Section F.2)	9791	463,495	463,495	151,806	151,806	615,301	615,301	615,301	-
b. Adjustments/Restatements	9793, 9795	0	0	-	-	0	0	0	-
c. Adjusted Beginning Fund Balance/Net Position		463,495	463,495	151,806	151,806	615,301	615,301	615,301	-
<b>2. Projected Ending Fund Balance/Net Position, June 30 (E + F.1.c.)</b>	See cell L134	915,461	399,266	151,806	184,597	1,067,267	583,863	1,067,267	-
Components of Ending Net Position									
a. Net Investment in Capital Assets (See Sections B.6 and G.9)	9796				-		-		
b. Restricted Net Position	9797				184,597		184,597		
c. Unrestricted Net Position	9790A		399,266		-		399,266		
G. ASSETS									
1. Cash									
In County Treasury	9110		161,513		42,869		204,383		
Fair Value Adjustment to Cash in County Treasury	9111						-		
In Banks	9120		116,323		118,998		235,321		
In Revolving Fund	9130						-		
With Fiscal Agent/Trustee	9135						-		
Collections Awaiting Deposit	9140						-		
2. Investments	9150						-		
3. Accounts Receivable	9200		39,581		(26,048)		13,533		
4. Due From Grantor Government	9290						-		
5. Due From Other Funds	9310						-		
6. Stores	9320						-		
7. Prepaid Expenditures (Expenses)	9330						-		
8. Other Current Assets	9340						-		
9. Capital Assets (See Sections B.6 & F.2.a)	9400-9489		306,703				306,703		
10. TOTAL ASSETS			624,121		135,819		759,940		
H. DEFERRED OUTFLOWS OF RESOURCES									
1. Deferred Outflows of Resources	9490						-		
2. TOTAL DEFERRED OUTFLOWS			-		-		-		
I. LIABILITIES									
1. Accounts Payable	9500		73,049		(48,779)		24,270		
2. Due to Grantor Government	9590						-		
3. Due to Other Funds	9610						-		
4. Current Loans	9640						-		
5. Deferred Revenue	9650						-		
6. Long-term Liabilities	9660-9669		151,806				151,806		
7. TOTAL LIABILITIES			224,855		(48,779)		176,076		
J. DEFERRED INFLOWS OF RESOURCES									
1. Deferred Inflows of Resources	9690						-		
2. TOTAL DEFERRED INFLOWS			-		-		-		
K. ENDING FUND BALANCE/NET POSITION, October 31, 2015									
1. Ending Fund Balance/Net Position (G10+H2-I7-J2) ( <b>MUST</b> agree with F.2)			399,266		184,597		583,863		

**MAGNOLIA SCIENCE ACADEMY- SANTA ANA**  
First Interim Report

As of October 31, 2015 (4 months)

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

**Charter School Name:** Magnolia Science Academy - Santa Ana

**(continued)**

**CDS #:** 30768930130765

**Charter Approving Entity:** California Department of Education

**County:** Orange County

**Charter #:** 1686

**Fiscal Year:** 2015/16

*This charter school uses the following basis of accounting:*

**Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)

**Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	FY 2015/16			Totals for 2016/17	Totals for 2017/18
		Unrestricted	Restricted	Total		
<b>A. REVENUES</b>						
1. LCFF/Revenue Limit Sources						
State Aid - Current Year	8011	874,197.07	0.00	874,197.07	4,010,277.55	5,402,897.73
Education Protection Account State Aid - Current Year	8012	28,130.00	0.00	28,130.00	128,040.00	170,720.00
Charter Schools Gen. Purpose Entitlement - State Aid	8015	0.00	0.00	0.00		
State Aid - Prior Years	8019	0.00	0.00	0.00	0.00	0.00
Tax Relief Subventions	8020-8039	0.00	0.00	0.00		
County and District Taxes	8040-8079	0.00	0.00	0.00		
Miscellaneous Funds	8080-8089	0.00	0.00	0.00		
LCFF/Revenue Limit Transfers:						
PERS Reduction Transfer	8092	0.00	0.00	0.00		
Charter Schools Funding in lieu of Property Taxes	8096	233,938.93	0.00	233,938.93	1,064,825.45	1,419,767.27
Other LCFF/Revenue Limit Transfers	8091, 8097	0.00	0.00	0.00		
Total, LCFF/Revenue Limit Sources		1,136,266.00	0.00	1,136,266.00	5,203,143.00	6,993,385.00
2. Federal Revenues						
No Child Left Behind	8290	0.00	27,698.00	27,698.00	0.00	0.00
Special Education - Federal	8181, 8182	0.00	19,638.75	19,638.75	17,581.25	80,025.00
Child Nutrition - Federal	8220	0.00	35,872.20	35,872.20	168,039.14	230,947.53
Other Federal Revenues	8110, 8260-8299	0.00	200,000.00	200,000.00	30,638.15	119,341.99
Total, Federal Revenues		0.00	283,208.95	283,208.95	216,258.54	430,314.52
3. Other State Revenues						
Charter Schools Categorical Block Grant	N/A thru 14/15					
Special Education - State	StateRevSE	0.00	86,028.25	86,028.25	338,751.00	446,981.50
All Other State Revenues	StateRevAO	248,786.55	0.00	248,786.55	133,843.72	180,009.48
Total, Other State Revenues		248,786.55	86,028.25	334,814.80	472,594.72	626,990.98
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	51,500.00	0.00	51,500.00	140,843.62	183,700.32
Total, Local Revenues		51,500.00	0.00	51,500.00	140,843.62	183,700.32
5. TOTAL REVENUES						
		1,436,552.55	369,237.20	1,805,789.75	6,032,839.88	8,234,390.82
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	597,406.19	74,838.33	672,244.53	1,299,036.88	1,824,392.61
Certificated Pupil Support Salaries	1200	0.00	0.00	0.00	-	-
Certificated Supervisors' and Administrators' Salaries	1300	126,039.99	0.00	126,039.99	213,768.74	281,981.80
Other Certificated Salaries	1900	0.00	0.00	0.00	-	-
Total, Certificated Salaries		723,446.18	74,838.33	798,284.52	1,512,805.63	2,106,374.41
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	0.00	0.00	0.00	0.00	0.00
Non-certificated Support Salaries	2200	0.00	0.00	0.00	0.00	0.00
Non-certificated Supervisors' and Administrators' Sal.	2300	0.00	0.00	0.00	0.00	0.00
Clerical and Office Salaries	2400	66,148.75	0.00	66,148.75	171,815.25	176,969.71
Other Non-certificated Salaries	2900	42,505.50	19,200.00	61,705.50	97,011.02	141,121.35
Total, Non-certificated Salaries		108,654.25	19,200.00	127,854.25	268,826.27	318,091.05

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

Charter School Name: Magnolia Science Academy - Santa Ana

(continued)

CDS #: 30768930130765

Charter Approving Entity: California Department of Education

County: Orange County

Charter #: 1686

Fiscal Year: 2015/16

Description	Object Code	FY 2015/16			Totals for 2016/17	Totals for 2017/18
		Unrestricted	Restricted	Total		
<b>3. Employee Benefits</b>						
STRS	3101-3102	65,861.94	7,443.76	73,305.70	174,502.92	285,273.11
PERS	3201-3202	8,949.60	1,011.42	9,961.02	24,996.00	32,749.55
OASDI / Medicare / Alternative	3301-3302	25,635.86	2,897.19	28,533.05	50,313.26	62,918.26
Health and Welfare Benefits	3401-3402	93,057.42	9,942.58	103,000.00	240,000.00	315,000.00
Unemployment Insurance	3501-3502	416.05	47.02	463.07	890.82	1,212.23
Workers' Compensation Insurance	3601-3602	7,332.73	828.69	8,161.42	17,816.32	24,244.65
OPEB, Allocated	3701-3702	0.00	0.00	0.00	-	-
OPEB, Active Employees	3751-3752	0.00	0.00	0.00		
PERS Reduction (for revenue limit funded schools)	3801-3802	0.00	0.00	0.00	0.00	0.00
Other Employee Benefits	3901-3902	0.00	0.00	0.00	0.00	0.00
Total, Employee Benefits		201,253.59	22,170.67	223,424.26	508,519.32	721,397.81
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	109,354.00	50,646.00	160,000.00	330,000.00	440,000.00
Books and Other Reference Materials	4200	11,330.00	0.00	11,330.00	53,118.17	72,948.95
Materials and Supplies	4300	(2,935.59)	52,216.00	49,280.41	194,457.41	263,518.51
Noncapitalized Equipment	4400	(66.00)	71,066.00	71,000.00	656,625.00	288,915.00
Food	4700	20,160.00	35,872.20	56,032.20	174,759.00	239,967.00
Total, Books and Supplies		137,842.41	209,800.20	347,642.61	1,408,959.57	1,305,349.45
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	60,000.00	0.00	60,000.00	586,451.71	787,667.91
Travel and Conferences	5200	20,935.00	4,065.00	25,000.00	43,453.13	59,675.63
Dues and Memberships	5300	2,333.33	3,000.00	5,333.33	9,270.00	12,730.80
Insurance	5400	8,694.40	0.00	8,694.40	40,761.75	55,979.46
Operations and Housekeeping Services	5500	7,800.00	0.00	7,800.00	13,434.00	13,837.02
Rentals, Leases, Repairs, and Noncap. Improvements	5600	215,701.31	0.00	215,701.31	5,141.72	5,203.52
Professional/Consulting Services and Operating Expenditures	5800	225,165.25	36,163.00	261,328.25	1,180,507.94	1,339,691.12
Communications	5900	8,700.00	0.00	8,700.00	26,520.72	35,042.62
Total, Services and Other Operating Expenditures		549,329.30	43,228.00	592,557.30	1,905,540.97	2,309,828.09
<b>6. Capital Outlay (Obj. 6100-6170, 6200-6500 for mod. accr. basis)</b>						
Land and Land Improvements	6100-6170	0.00	0.00	0.00		
Buildings and Improvements of Buildings	6200	0.00	0.00	0.00		
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	0.00	0.00	0.00		
Equipment	6400	0.00	0.00	0.00		
Equipment Replacement	6500	0.00	0.00	0.00		
Depreciation Expense (for accrual basis only)	6900	18,270.00	0.00	18,270.00	360,130.54	701,991.08
Total, Capital Outlay		18,270.00	0.00	18,270.00	360,130.54	701,991.08
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	0.00	0.00	0.00		
Transfers of Pass-through Revenues to Other LEAs	7211-7213	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - Spec. Ed	7221-7223SE	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	0.00	0.00	0.00		
All Other Transfers	7280-7299	0.00	0.00	0.00		
Debt Service:						
Interest	7438	0.00	0.00	0.00		
Principal (for modified accrual basis only)	7439	0.00	0.00	0.00		
Total, Other Outgo		0.00	0.00	0.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		1,738,795.73	369,237.20	2,108,032.93	5,964,782.29	7,463,031.89
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES AND USES (A5 - A6)</b>		(302,243.18)	(0.00)	(302,243.18)	68,057.59	771,358.93

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

Charter School Name: Magnolia Science Academy - Santa Ana

(continued)

CDS #: 30768930130765

Charter Approving Entity: California Department of Education

County: Orange County

Charter #: 1686

Fiscal Year: 2015/16

Description	Object Code	FY 2015/16			Totals for 2016/17	Totals for 2017/18
		Unrestricted	Restricted	Total		
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	0.00	0.00	0.00		
2. Less: Other Uses	7630-7699	0.00	0.00	0.00		
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	0.00	0.00	0.00		
4. TOTAL OTHER FINANCING SOURCES / USES		0.00	0.00	0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D)</b>		(302,243.18)	(0.00)	(302,243.18)	68,057.59	771,358.93
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	256,316.48	2,040,698.00	2,297,014.48	1,993,793.83	2,061,851.42
b. Adjustments to Beginning Balance	9793, 9795	(977.47)	0.00	(977.47)		
c. Adjusted Beginning Balance		255,339.01	2,040,698.00	2,296,037.01	1,993,793.83	2,061,851.42
2. Ending Fund Balance, June 30 (E + F.1.c.)		(46,904.17)	2,040,698.00	1,993,793.83	2,061,851.42	2,833,210.35
Components of Ending Fund Balance:						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	0.00	0.00	0.00		
Stores (equals object 9320)	9712	0.00	0.00	0.00		
Prepaid Expenditures (equals object 9330)	9713	0.00	0.00	0.00		
All Others	9719	0.00	0.00	0.00		
b. Restricted	9740	0.00	(0.00)	(0.00)		
c. Committed						
Stabilization Arrangements	9750	0.00	0.00	0.00		
Other Commitments	9760	0.00	0.00	0.00		
d. Assigned						
Other Assignments	9780	0.00	0.00	0.00		
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	0.00	0.00	0.00		
Unassigned/Unappropriated Amount	9790	(302,243.18)	0.00	(302,243.18)	2,061,851.42	2,833,210.35

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Magnolia Science Academy - Santa  
(continued)  
CDS #: 30768930130765  
Charter Approving Entity: California Department of Education  
County: Orange County  
Charter #: 1686  
Fiscal Year: 2015/16

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>A. REVENUES</b>										
1. LCFF/Revenue Limit Sources										
State Aid - Current Year	8011	1,975,740.00	-	1,975,740.00	\$164,723.38	-	164,723.38	874,197.07	-	874,197.07
Education Protection Account State Aid - Current Year	8012	48,400.50	-	48,400.50	\$0.00	-	-	28,130.00	-	28,130.00
Charter Schools Gen. Purpose Entitlement - State Aid	8015	-	-	-	-	-	-	-	-	-
State Aid - Prior Years	8019	-	-	-	\$0.00	-	-	-	-	-
Tax Relief Subventions	8020-8039	-	-	-	-	-	-	-	-	-
County and District Taxes	8040-8079	-	-	-	-	-	-	-	-	-
Miscellaneous Funds	8080-8089	-	-	-	-	-	-	-	-	-
LCFF/Revenue Limit Transfers:										
PERS Reduction Transfer	8092	-	-	-	-	-	-	-	-	-
Charter Schools Funding in lieu of Property Taxes	8096	-	-	-	\$35,332.00	-	35,332.00	233,938.93	-	233,938.93
Other LCFF/Revenue Limit Transfers	8091, 8097	-	-	-	-	-	-	-	-	-
Total, LCFF/Revenue Limit Sources		2,024,140.50	-	2,024,140.50	200,055.38	-	200,055.38	1,136,266.00	-	1,136,266.00
2. Federal Revenues										
No Child Left Behind	8290	-	47,000.00	47,000.00	-	\$0.00	-	-	27,698.00	27,698.00
Special Education - Federal	8181, 8182	-	30,683.53	30,683.53	-	\$0.00	-	-	19,638.75	19,638.75
Child Nutrition - Federal	8220	-	63,000.00	63,000.00	-	\$0.00	-	-	35,872.20	35,872.20
Other Federal Revenues	8110, 8260-8299	-	-	-	-	\$7,779.00	7,779.00	-	200,000.00	200,000.00
Total, Federal Revenues		-	140,683.53	140,683.53	-	7,779.00	7,779.00	-	283,208.95	283,208.95
3. Other State Revenues										
Charter Schools Categorical Block Grant (8480 N/A thru 14/15-SBX3-4)	N/A thru 14/15	-	-	-	-	-	-	-	-	-
Special Education - State	StateRevSE	-	136,250.00	136,250.00	-	\$20,892.00	20,892.00	-	86,028.25	86,028.25
All Other State Revenues	StateRevAO	25,748.00	200,000.00	225,748.00	\$0.00	\$0.00	-	248,786.55	-	248,786.55
Total, Other State Revenues		25,748.00	336,250.00	361,998.00	-	20,892.00	20,892.00	248,786.55	86,028.25	334,814.80
4. Other Local Revenues										
All Other Local Revenues	LocalRevAO	54,000.00	-	54,000.00	\$10,389.80	\$0.00	10,389.80	51,500.00	-	51,500.00
Total, Local Revenues		54,000.00	-	54,000.00	10,389.80	-	10,389.80	51,500.00	-	51,500.00
<b>5. TOTAL REVENUES</b>		<b>2,103,888.50</b>	<b>476,933.53</b>	<b>2,580,822.03</b>	<b>210,445.18</b>	<b>28,671.00</b>	<b>239,116.18</b>	<b>1,436,552.55</b>	<b>369,237.20</b>	<b>1,805,789.75</b>
<b>B. EXPENDITURES</b>										
1. Certificated Salaries										
Certificated Teachers' Salaries	1100	708,386.88	77,356.19	785,743.07	\$192,762.67	\$6,909.58	199,672.25	597,406.19	74,838.33	672,244.53
Certificated Pupil Support Salaries	1200	-	-	-	\$0.00	\$0.00	-	-	-	-
Certificated Supervisors' and Administrators' Salaries	1300	142,825.00	-	142,825.00	\$21,822.54	\$0.00	21,822.54	126,039.99	-	126,039.99
Other Certificated Salaries	1900	-	-	-	\$0.00	\$0.00	-	-	-	-
Total, Certificated Salaries		851,211.88	77,356.19	928,568.07	214,585.21	6,909.58	221,494.79	723,446.18	74,838.33	798,284.52
2. Non-certificated Salaries										
Non-certificated Instructional Aides' Salaries	2100	-	-	-	\$0.00	\$0.00	-	-	-	-
Non-certificated Support Salaries	2200	-	-	-	\$0.00	\$0.00	-	-	-	-
Non-certificated Supervisors' and Administrators' Sal.	2300	-	-	-	\$0.00	\$0.00	-	-	-	-
Clerical and Office Salaries	2400	35,836.00	-	35,836.00	\$20,284.60	\$0.00	20,284.60	66,148.75	-	66,148.75
Other Non-certificated Salaries	2900	42,560.00	-	42,560.00	\$17,356.28	\$3,720.00	21,076.28	42,505.50	19,200.00	61,705.50
Total, Non-certificated Salaries		78,396.00	-	78,396.00	37,640.88	3,720.00	41,360.88	108,654.25	19,200.00	127,854.25
3. Employee Benefits										
STRS	3101-3102	86,308.69	-	86,308.69	\$21,043.21	\$0.00	21,043.21	65,861.94	7,443.76	73,305.70
PERS	3201-3202	4,245.49	-	4,245.49	\$3,463.58	\$0.00	3,463.58	8,949.60	1,011.42	9,961.02
OASDI / Medicare / Alternative	3301-3302	27,161.93	-	27,161.93	\$7,365.62	\$0.00	7,365.62	25,635.86	2,897.19	28,533.05
Health and Welfare Benefits	3401-3402	136,000.00	-	136,000.00	\$18,626.55	\$0.00	18,626.55	93,057.42	9,942.58	103,000.00
Unemployment Insurance	3501-3502	503.48	-	503.48	\$109.01	\$0.00	109.01	416.05	47.02	463.07
Workers' Compensation Insurance	3601-3602	10,673.82	-	10,673.82	\$3,400.60	\$0.00	3,400.60	7,332.73	828.69	8,161.42
OPEB, Allocated	3701-3702	-	-	-	\$0.00	\$0.00	-	-	-	-
OPEB, Active Employees	3751-3752	-	-	-	-	-	-	-	-	-
PERS Reduction (for revenue limit funded schools)	3801-3802	-	-	-	\$0.00	\$0.00	-	-	-	-
Other Employee Benefits	3901-3902	13,500.00	-	13,500.00	\$0.00	\$0.00	-	-	-	-
Total, Employee Benefits		278,393.42	-	278,393.42	54,008.57	-	54,008.57	201,253.59	22,170.67	223,424.26
4. Books and Supplies										
Approved Textbooks and Core Curricula Materials	4100	120,840.00	10,000.00	130,840.00	\$0.00	\$159,741.50	159,741.50	109,354.00	50,646.00	160,000.00
Books and Other Reference Materials	4200	28,524.00	50,118.00	78,642.00	\$3,748.87	\$7,447.90	11,196.77	11,330.00	-	11,330.00
Materials and Supplies	4300	55,967.00	52,216.00	108,183.00	\$24,887.47	\$0.00	24,887.47	(2,935.59)	52,216.00	49,280.41
Noncapitalized Equipment	4400	-	35,633.00	35,633.00	\$36.69	\$46,095.61	46,132.30	(66.00)	71,066.00	71,000.00
Food	4700	-	94,500.00	94,500.00	\$0.00	\$0.00	-	20,160.00	35,872.20	56,032.20
Total, Books and Supplies		205,331.00	242,467.00	447,798.00	28,673.03	213,285.01	241,958.04	137,842.41	209,800.20	347,642.61
5. Services and Other Operating Expenditures										
Subagreements for Services	5100	60,000.00	-	60,000.00	\$0.00	\$0.00	-	60,000.00	-	60,000.00
Travel and Conferences	5200	36,400.00	3,600.00	40,000.00	\$839.88	\$300.00	1,139.88	20,935.00	4,065.00	25,000.00
Dues and Memberships	5300	3,000.00	3,000.00	6,000.00	\$601.00	\$0.00	601.00	2,333.33	3,000.00	5,333.33
Insurance	5400	13,750.00	-	13,750.00	\$3,622.66	\$0.00	3,622.66	8,694.40	-	8,694.40
Operations and Housekeeping Services	5500	7,800.00	-	7,800.00	\$4,969.50	\$0.00	4,969.50	7,800.00	-	7,800.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	245,400.00	-	245,400.00	\$97,735.46	\$0.00	97,735.46	215,701.31	-	215,701.31
Professional/Consulting Services and Operating Expend.	5800	122,693.43	150,510.34	273,203.77	\$52,999.38	\$18,673.33	71,672.71	225,165.25	36,163.00	261,328.25
Communications	5900	4,800.00	-	4,800.00	\$1,726.25	\$0.00	1,726.25	8,700.00	-	8,700.00
Total, Services and Other Operating Expenditures		493,843.43	157,110.34	650,953.77	162,494.13	18,973.33	181,467.46	549,329.30	43,228.00	592,557.30

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Magnolia Science Academy - Santa  
 (continued)  
 CDS #: 30768930130765  
 Charter Approving Entity: California Department of Education  
 County: Orange County  
 Charter #: 1686  
 Fiscal Year: 2015/16

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>6. Capital Outlay</b> (Objects 6100-6170, 6200-6500 for modified accrual basis only)										
Land and Land Improvements	6100-6170	-	-	-	\$0.00	\$0.00	-			-
Buildings and Improvements of Buildings	6200	-	-	-	\$0.00	\$0.00	-			-
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	-	-	-	\$0.00	\$0.00	-			-
Equipment	6400	-	-	-	\$0.00	\$0.00	-			-
Equipment Replacement	6500	-	-	-	\$0.00	\$0.00	-			-
Depreciation Expense (for accrual basis only)	6900	46,500.00	-	46,500.00	\$ 6,090.00	\$0.00	6,090.00	18,270.00	-	18,270.00
Total, Capital Outlay		46,500.00	-	46,500.00	6,090.00	-	6,090.00	18,270.00	-	18,270.00
<b>7. Other Outgo</b>										
Tuition to Other Schools	7110-7143	-	-	-			-			-
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-			-			-
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-			-			-
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-			-			-
All Other Transfers	7281-7299	-	-	-	\$0.00	\$0.00	-			-
Debt Service:										
Interest	7438	-	-	-	\$0.00	\$0.00	-			-
Principal (for modified accrual basis only)	7439	-	-	-	\$0.00	\$0.00	-			-
Total, Other Outgo		-	-	-	-	-	-	-	-	-
<b>8. TOTAL EXPENDITURES</b>		1,953,675.73	476,933.53	2,430,609.26	503,491.82	242,887.92	746,379.74	1,738,795.73	369,237.20	2,108,032.93
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		150,212.77	-	150,212.77	(293,046.64)	(214,216.92)	(507,263.56)	(302,243.18)	(0.00)	(302,243.18)
<b>D. OTHER FINANCING SOURCES / USES</b>										
1. Other Sources	8930-8979	-	-	-			-			-
2. Less: Other Uses	7630-7699	-	-	-			-			-
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-			-			-
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	-	-	-	-	-
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		150,212.77	-	150,212.77	(293,046.64)	(214,216.92)	(507,263.56)	(302,243.18)	(0.00)	(302,243.18)
<b>F. FUND BALANCE, RESERVES</b>										
1. Beginning Fund Balance										
a. As of July 1	9791	296,823.10	2,040,698.00	2,337,521.10	256,316.48	2,040,698.00	2,297,014.48	256,316.48	2,040,698.00	2,297,014.48
b. Adjustments to Beginning Balance	9793, 9795	-	-	-	(977.47)		(977.47)	(977.47)		(977.47)
c. Adjusted Beginning Balance		296,823.10	2,040,698.00	2,337,521.10	255,339.01	2,040,698.00	2,296,037.01	255,339.01	2,040,698.00	2,296,037.01
2. Ending Fund Balance, June 30 (E + F.1.c.)		447,035.87	2,040,698.00	2,487,733.87	(37,707.63)	1,826,481.08	1,788,773.45	(46,904.17)	2,040,698.00	1,993,793.83
Components of Ending Fund Balance :										
a. Nonspendable										
Revolving Cash (equals object 9130)	9711	-	-	-			-			-
Stores (equals object 9320)	9712	-	-	-			-			-
Prepaid Expenditures (equals object 9330)	9713	-	-	-			-			-
All Others	9719	-	-	-			-			-
b. Restricted	9740	-	-	-		1,826,481.08	1,826,481.08	(0.00)		(0.00)
c. Committed										
Stabilization Arrangements	9750	-	-	-			-			-
Other Commitments	9760	-	-	-			-			-
d. Assigned										
Other Assignments	9780	-	-	-			-			-
e. Unassigned/Unappropriated										
Reserve for Economic Uncertainties	9789	-	-	-			-			-
Unassigned/Unappropriated Amount	9790	447,035.87	2,040,698.00	2,487,733.87	(37,707.63)	-	(37,707.63)	(302,243.18)	-	(302,243.18)



# MAGNOLIA PUBLIC SCHOOLS

Board Of Directors

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Board Agenda Item #	IV.A.
Date:	01.21.2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	MPS Financial Update

## Proposed Board Recommendation

Informational item, no action required.

## Background

Financial presentation for the five (5) months ended November 30, 2015, prepared by EdTec as back officer service provider.

## Budget Implications

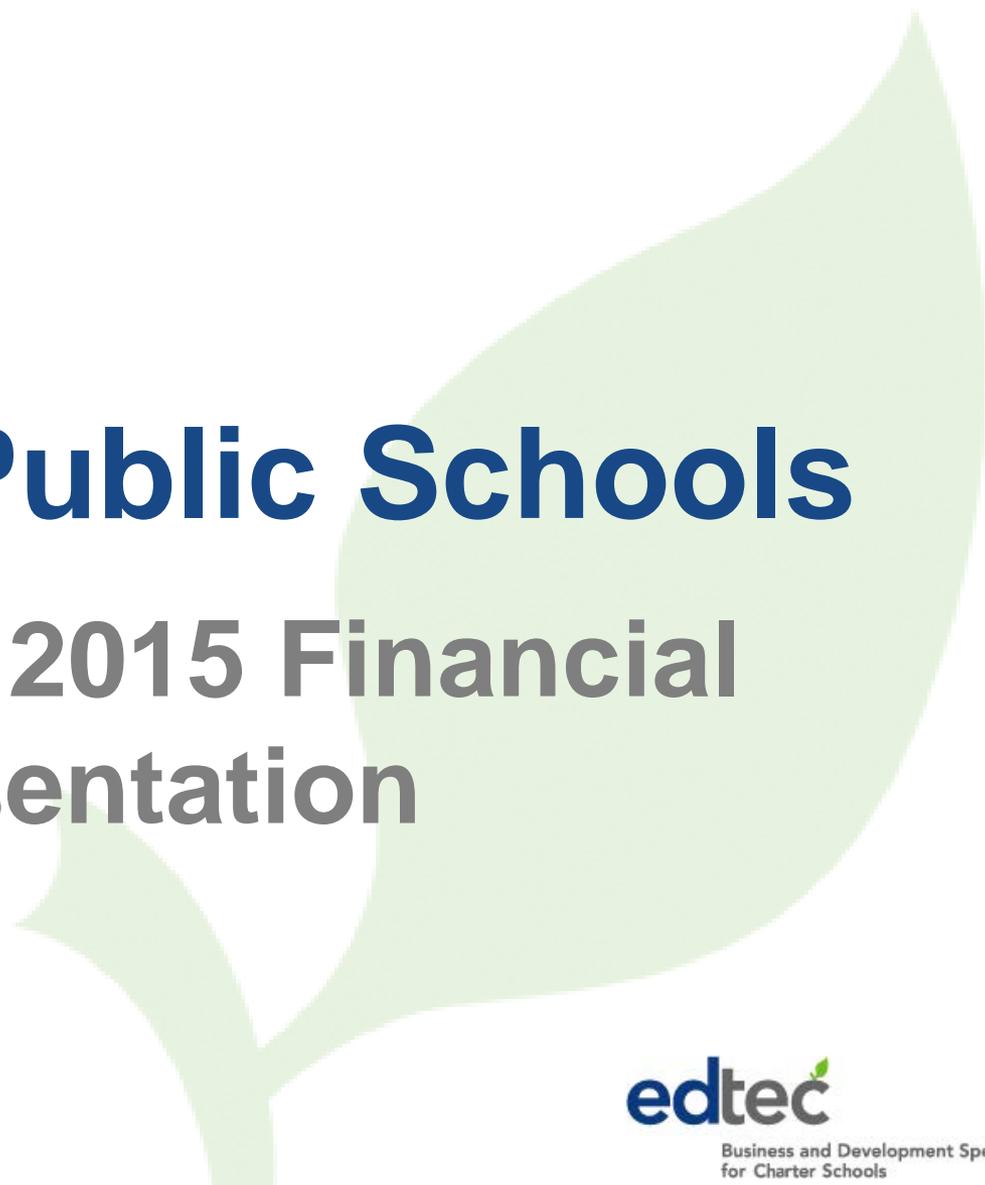
There are no budget implications.

## Attachments

Magnolia Public Schools - November 2015 Financial Presentation

## Name of Staff Originator:

Oswaldo Diaz, Chief Financial Officer



# Magnolia Public Schools

## November 2015 Financial Presentation

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**edtec**  
Business and Development Specialists  
for Charter Schools

January 11, 2016

Kristin Dietz, Aubrey Marsh, Cindy Frantz and Tracy Phamthai

# Agenda

- ❖ 2015/16 Forecast Update - Consolidated
  - ❖ Financial Summary
  - ❖ Budget vs. Actual Summary by Site – November 2015
  - ❖ YTD ADA Comparison
- ❖ Exhibits
  - ❖ Budget vs. Actual Detail – by site
- ❖ Potential Risks – by Site

# Forecast – Consolidated by Site

Forecasted Operating Income of \$7,258,093 after depreciation,  
with combined ADA of 3,335



## SUMMARY

### Revenue

	2015/16 Current Forecast - MSA-1	2015/16 Current Forecast - MSA-2	2015/16 Current Forecast - MSA-3	2015/16 Current Forecast - MSA-4	2015/16 Current Forecast - MSA-5	2015/16 Current Forecast - MSA-6	2015/16 Current Forecast - MSA-7	2015/16 Current Forecast - MSA-8	2015/16 Current Forecast - MSA-SA	2015/16 Current Forecast - MSA-SC	2015/16 Current Forecast - MSA-SD	2015/16 Current Forecast - MERF	2015/16 Current Forecast - Total
General Block Grant	4,914,759	4,221,852	4,058,793	1,590,265	1,226,157	1,375,307	2,397,374	4,094,058	1,138,502	768,797	2,908,733	-	28,694,597
Federal Revenue	737,286	299,695	601,468	223,133	136,848	109,781	292,506	292,852	283,700	7,994	84,919	-	3,070,181
Other State Revenues	1,290,506	632,207	940,893	272,512	240,621	306,238	701,852	773,448	7,001,115	306,199	481,555	-	12,947,146
Local Revenues	45,223	106,837	41,290	37,299	13,663	9,717	70,291	73,933	34,046	26	108,800	4,727,733	5,268,858
Fundraising and Grants	35,000	25,000	10,000	15,734	3,000	10,000	50,000	20,000	17,500	15,500	20,000	250,000	471,734
<b>Total Revenue</b>	<b>7,022,774</b>	<b>5,285,591</b>	<b>5,652,444</b>	<b>2,138,943</b>	<b>1,620,288</b>	<b>1,811,043</b>	<b>3,512,023</b>	<b>5,254,291</b>	<b>8,474,863</b>	<b>1,098,516</b>	<b>3,604,007</b>	<b>4,977,733</b>	<b>50,452,517</b>

### Expenses

Compensation and Benefits	3,280,415	2,506,891	2,995,973	1,133,328	828,599	784,522	1,708,959	2,849,355	1,149,563	1,148,027	2,006,312	2,780,963	23,172,907
Books and Supplies	941,164	687,158	835,486	273,519	152,900	166,456	361,271	638,813	347,643	78,150	358,010	109,423	4,949,993
Services and Other Operating Expenditures	2,334,991	1,780,867	1,788,874	674,960	477,446	431,572	1,252,911	1,755,385	592,930	726,541	841,295	2,114,172	14,771,945
Capital Outlay	3,810,400	-	-	-	-	61,139	12,788	-	-	6,051	-	-	3,890,378
<b>Total Expenses</b>	<b>10,366,970</b>	<b>4,974,916</b>	<b>5,620,333</b>	<b>2,081,807</b>	<b>1,458,945</b>	<b>1,443,690</b>	<b>3,335,928</b>	<b>5,243,554</b>	<b>2,090,135</b>	<b>1,958,768</b>	<b>3,205,618</b>	<b>5,004,559</b>	<b>46,785,223</b>

<b>Operating Income (excluding Depreciation)</b>	<b>(3,344,196)</b>	<b>310,675</b>	<b>32,111</b>	<b>57,137</b>	<b>161,343</b>	<b>367,354</b>	<b>176,094</b>	<b>10,737</b>	<b>6,384,728</b>	<b>(860,252)</b>	<b>398,389</b>	<b>(26,825)</b>	<b>3,667,295</b>
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<i>Operating Income (including Depreciation)</i>	389,637	275,951	19,581	47,916	144,142	422,125	163,855	3,203	6,366,458	(894,054)	353,770	(34,491)	7,258,093
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### Fund Balance

Beginning Balance (Unaudited)	2,101,135	987,700	513,286	502,151	890,631	485,437	762,024	2,896,467	2,300,710	473,945	615,301	689,915	13,218,702
Audit Adjustment	126,083	6,559	283,543	(35,331)	(35,359)	(10,880)	75,478	(19,802)	(358,604)	24,592	20,654	(654,272)	(577,339)
Beginning Balance (Audited)	2,227,218	994,259	796,829	466,820	855,272	474,557	837,502	2,876,665	1,942,106	498,537	635,955	35,643	12,641,363
Operating Income (including Depreciation)	389,637	275,951	19,581	47,916	144,142	422,125	163,855	3,203	6,366,458	(894,054)	353,770	(34,491)	7,258,093

<b>Ending Fund Balance (including Depreciation)</b>	<b>2,616,855</b>	<b>1,270,210</b>	<b>816,410</b>	<b>514,736</b>	<b>999,414</b>	<b>896,682</b>	<b>1,001,357</b>	<b>2,879,868</b>	<b>8,308,564</b>	<b>(395,517)</b>	<b>989,725</b>	<b>1,152</b>	<b>19,899,456</b>
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<i>Ending Fund Balance as a % of Expenses</i>	<i>25%</i>	<i>26%</i>	<i>15%</i>	<i>25%</i>	<i>69%</i>	<i>62%</i>	<i>30%</i>	<i>55%</i>	<i>398%</i>	<i>-20%</i>	<i>31%</i>	<i>0%</i>	<i>43%</i>
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Total ADA	525.7	472.9	446.4	173.9	142.5	164.6	282.3	474.3	140.7	102.7	409.3	0.0	3,335
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# Monthly Forecast – MSA-1

Forecasted Operating Income of \$389.6K after depreciation, an increase of \$17.78K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	1,439,726	4,914,540	4,914,540	4,914,759	219	3,475,033
Federal Revenue	81,002	737,286	737,286	737,286	-	656,284
Other State Revenues	146,834	1,306,172	1,291,383	1,290,506	(876)	1,143,672
Local Revenues	14,078	34,000	44,973	45,223	250	31,145
Fundraising and Grants	13,106	35,000	35,000	35,000	-	21,894
<b>Total Revenue</b>	<b>1,694,745</b>	<b>7,026,998</b>	<b>7,023,182</b>	<b>7,022,774</b>	<b>(407)</b>	<b>5,328,029</b>
<b>Expenses</b>						
Compensation and Benefits	1,249,414	3,164,092	3,181,885	3,280,415	(98,530)	2,031,001
Books and Supplies	109,366	928,664	931,164	941,164	(10,000)	831,798
Services and Other Operating Expenditure	892,599	2,705,608	2,461,725	2,334,991	126,734	1,442,392
Capital Outlay	3,810,400	10,400	3,810,400	3,810,400	-	-
<b>Total Expenses</b>	<b>6,061,779</b>	<b>6,808,765</b>	<b>10,385,174</b>	<b>10,366,970</b>	<b>18,204</b>	<b>4,305,191</b>
<b>Operating Income (includes CapEx, excludes Depreci</b>	<b>(4,367,033)</b>	<b>218,234</b>	<b>(3,361,992)</b>	<b>(3,344,196)</b>	<b>17,797</b>	<b>1,022,838</b>
<b>Operating Income (including Depreciation)</b>	<b>(556,633)</b>	<b>152,066</b>	<b>371,841</b>	<b>389,637</b>	<b>17,797</b>	<b>946,271</b>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	2,101,135	2,101,135	2,101,135	2,101,135		
Audit Adjustment	126,083	-	-	126,083		
Beginning Balance (Audited)	2,227,218	2,101,135	2,101,135	2,227,218		
Operating Income (including Depreciation	(556,633)	152,066	371,841	389,637		
<b>Ending Fund Balance (including Depreciation)</b>	<b>1,670,585</b>	<b>2,253,201</b>	<b>2,472,975</b>	<b>2,616,855</b>		
<b>Total Enrolled</b>		<b>542</b>	<b>542</b>	<b>542</b>		
<b>Total ADA</b>		<b>525.7</b>	<b>525.7</b>	<b>525.7</b>		

One new hire and added ASES employees

Added ASES expense per budget

Adjusted rent and purchase related interest

Removed ASES contracted expenses.

# Monthly Forecast – MSA-2

Forecasted Operating Income of \$276K after depreciation, a decrease of \$51.3K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	1,112,701	4,221,852	4,221,852	4,221,852	-	3,109,151
Federal Revenue	63,360	297,775	297,775	299,695	1,920	236,335
Other State Revenues	95,363	643,821	643,821	632,207	(11,614)	536,844
Local Revenues	134,318	99,256	106,837	106,837	-	(27,481)
Fundraising and Grants	5,322	25,000	25,000	25,000	-	19,678
<b>Total Revenue</b>	<b>1,411,064</b>	<b>5,287,703</b>	<b>5,295,284</b>	<b>5,285,591</b>	<b>(9,694)</b>	<b>3,874,527</b>
<b>Expenses</b>						
Compensation and Benefits	1,029,013	2,472,466	2,469,061	2,506,891	(37,830)	1,477,877
Books and Supplies	477,850	683,524	684,024	687,158	(3,134)	209,308
Services and Other Operating Expenditure	588,624	1,789,873	1,780,228	1,780,867	(639)	1,192,243
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>2,095,488</b>	<b>4,945,863</b>	<b>4,933,313</b>	<b>4,974,916</b>	<b>(41,603)</b>	<b>2,879,428</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(684,424)</b>	<b>341,841</b>	<b>361,971</b>	<b>310,675</b>	<b>(51,297)</b>	<b>995,099</b>
<i>Operating Income (including Depreciation)</i>	(684,424)	307,117	327,248	275,951	(51,297)	960,375
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	987,700	987,700	987,700	987,700		
Audit Adjustment	6,559	-	-	6,559		
Beginning Balance (Audited)	994,259	987,700	987,700	994,259		
Operating Income (including Depreciation)	(684,424)	307,117	327,248	275,951		
<b>Ending Fund Balance (including Depreciation)</b>	<b>309,835</b>	<b>1,294,817</b>	<b>1,314,948</b>	<b>1,270,210</b>		
<b>Total Enrolled</b>		<b>485</b>	<b>485</b>	<b>485</b>		
<b>Total ADA</b>		<b>472.9</b>	<b>472.9</b>	<b>472.9</b>		

Title II funding added  
Removed SpEd reimbursement

New hire and updated hourly salaries

# Monthly Forecast – MSA-3

Forecasted Operating Income of \$19,581 after depreciation, a decrease of \$350,357 from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	1,192,025	4,062,033	4,062,033	4,058,793	(3,240)	2,866,768
Federal Revenue	58,292	601,468	601,468	601,468	-	543,175
Other State Revenues	115,311	941,388	941,388	940,893	(495)	825,582
Local Revenues	78,451	34,509	41,290	41,290	-	(37,161)
Fundraising and Grants	-	10,000	10,000	10,000	-	10,000
<b>Total Revenue</b>	<b>1,444,079</b>	<b>5,649,398</b>	<b>5,656,179</b>	<b>5,652,444</b>	<b>(3,735)</b>	<b>4,208,365</b>
<b>Expenses</b>						
Compensation and Benefits	1,121,912	2,661,541	2,696,350	2,995,973	(299,623)	1,874,060
Books and Supplies	400,441	787,954	788,454	835,486	(47,032)	435,045
Services and Other Operating Expenditures	287,069	1,791,208	1,788,907	1,788,874	33	1,501,805
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>1,809,423</b>	<b>5,240,703</b>	<b>5,273,711</b>	<b>5,620,333</b>	<b>(346,622)</b>	<b>3,810,910</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(365,344)</b>	<b>408,695</b>	<b>382,468</b>	<b>32,111</b>	<b>(350,357)</b>	<b>397,455</b>
<i>Operating Income (including Depreciation)</i>	(365,344)	396,165	369,938	19,581	(350,357)	384,925
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	513,286	513,286	513,286	513,286		
Audit Adjustment	283,543	-	-	283,543		
Beginning Balance (Audited)	796,829	513,286	513,286	796,829		
Operating Income (including Depreciation)	(365,344)	396,165	369,938	19,581		
<b>Ending Fund Balance (including Depreciation)</b>	<b>431,485</b>	<b>909,451</b>	<b>883,224</b>	<b>816,410</b>		
<b>Total Enrolled</b>		<b>465</b>	<b>465</b>	<b>465</b>		
Total ADA		<b>446.4</b>	<b>446.4</b>	<b>446.4</b>		

Updated LCFF

4 new hires and updated ASES expenses

Computer purchase not budgeted

# Monthly Forecast – MSA-4

Forecasted Operating Income of \$47.9K after depreciation, a decrease of \$123.7K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	583,513	1,594,460	1,594,460	1,590,265	(4,195)	1,006,752
Federal Revenue	18,251	222,232	222,232	223,133	901	204,882
Other State Revenues	59,272	272,664	272,512	272,512	-	213,240
Local Revenues	26,290	30,534	36,643	37,299	656	11,009
Fundraising and Grants	15,734	10,000	10,000	15,734	5,734	
<b>Total Revenue</b>	<b>703,060</b>	<b>2,129,890</b>	<b>2,135,847</b>	<b>2,138,943</b>	<b>3,096</b>	<b>1,435,883</b>
<b>Expenses</b>						
Compensation and Benefits	437,596	1,010,597	1,010,597	1,133,328	(122,731)	695,732
Books and Supplies	31,192	227,395	273,271	273,519	(248)	242,327
Services and Other Operating Expenditure	178,380	652,796	671,143	674,960	(3,817)	496,580
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>647,168</b>	<b>1,890,788</b>	<b>1,955,011</b>	<b>2,081,807</b>	<b>(126,796)</b>	<b>1,434,639</b>
<b>Operating Income (excluding Depreciation)</b>	<b>55,893</b>	<b>239,102</b>	<b>180,836</b>	<b>57,137</b>	<b>(123,699)</b>	<b>1,244</b>
<i>Operating Income (including Depreciation)</i>	55,893	229,881	171,615	47,916	(123,699)	(7,976)
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	502,151	502,151	502,151	502,151		
Audit Adjustment	(35,331)	-	-	(35,331)		
Beginning Balance (Audited)	466,820	502,151	502,151	466,820		
Operating Income (including Depreciation)	55,893	229,881	171,615	47,916		
<b>Ending Fund Balance (including Depreciation)</b>	<b>522,713</b>	<b>732,033</b>	<b>673,767</b>	<b>514,736</b>		
Total Enrolled		183	183	183		
Total ADA		173.9	173.9	173.9		

Updated LCFF

Title II funding received

Fundraising

Added 2 new teachers

Updated per actual spending

# Monthly Forecast – MSA-5

Forecasted Operating Income of \$144.1K after depreciation, an increase of \$3.9K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	268,243	1,226,157	1,226,157	1,226,157	-	957,914
Federal Revenue	8,747	136,848	136,848	136,848	-	128,101
Other State Revenues	70,633	240,694	240,621	240,621	-	169,988
Local Revenues	4,775	4,000	9,606	13,663	4,057	8,888
Fundraising and Grants	218	3,000	3,000	3,000	-	2,782
<b>Total Revenue</b>	<b>352,616</b>	<b>1,610,699</b>	<b>1,616,232</b>	<b>1,620,288</b>	<b>4,057</b>	<b>1,267,673</b>
<b>Expenses</b>						
Compensation and Benefits	298,399	828,548	828,548	828,599	(51)	530,200
Books and Supplies	8,371	152,900	152,900	152,900	-	144,529
Services and Other Operating Expenditure	107,319	471,686	477,292	477,446	(154)	370,127
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>414,088</b>	<b>1,453,134</b>	<b>1,458,740</b>	<b>1,458,945</b>	<b>(205)</b>	<b>1,044,857</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(61,473)</b>	<b>157,565</b>	<b>157,492</b>	<b>161,343</b>	<b>3,851</b>	<b>222,816</b>
<i>Operating Income (including Depreciation)</i>	(61,473)	140,364	140,291	144,142	3,851	205,615
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	890,631	890,631	890,631	890,631		
Audit Adjustment	(35,359)	-	-	(35,359)		
Beginning Balance (Audited)	855,272	890,631	890,631	855,272		
Operating Income (including Depreciation)	(61,473)	140,364	140,291	144,142		
<b>Ending Fund Balance (including Depreciation)</b>	<b>793,799</b>	<b>1,030,995</b>	<b>1,030,922</b>	<b>999,414</b>		
<b>Total Enrolled</b>		<b>150</b>	<b>150</b>	<b>150</b>		
<b>Total ADA</b>		<b>142.5</b>	<b>142.5</b>	<b>142.5</b>		

Textbook sales

# Monthly Forecast – MSA-6

Forecasted Operating Income of \$422.1K after depreciation,  
an increase of \$132.8K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	405,853	1,375,307	1,375,307	1,375,307	-	969,454
Federal Revenue	12,967	109,779	109,781	109,781	-	96,814
Other State Revenues	40,928	226,103	225,988	306,238	80,250	265,310
Local Revenues	-	4,000	9,717	9,717	-	9,717
Fundraising and Grants	6,919	10,000	10,000	10,000	-	3,081
<b>Total Revenue</b>	<b>466,667</b>	<b>1,725,189</b>	<b>1,730,793</b>	<b>1,811,043</b>	<b>80,250</b>	<b>1,344,376</b>
<b>Expenses</b>						
Compensation and Benefits	321,034	784,522	784,522	784,522	-	463,488
Books and Supplies	18,528	215,690	215,690	166,456	49,234	147,928
Services and Other Operating Expenditure	149,152	424,382	434,885	431,572	3,313	282,420
Capital Outlay	61,139	11,905	11,905	61,139	(49,234)	0
<b>Total Expenses</b>	<b>549,853</b>	<b>1,436,499</b>	<b>1,447,003</b>	<b>1,443,690</b>	<b>3,313</b>	<b>893,836</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(83,186)</b>	<b>288,689</b>	<b>283,791</b>	<b>367,354</b>	<b>83,563</b>	<b>450,540</b>
<i>Operating Income (including Depreciation)</i>	<i>(22,047)</i>	<i>298,194</i>	<i>289,327</i>	<i>422,125</i>	<i>132,798</i>	<i>444,172</i>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	485,437	485,437	485,437	485,437		
Audit Adjustment	(10,880)	-	-	(10,880)		
Beginning Balance (Audited)	474,557	485,437	485,437	474,557		
Operating Income (including Depreciation)	(22,047)	298,194	289,327	422,125		
<b>Ending Fund Balance (including Depreciation)</b>	<b>452,510</b>	<b>783,631</b>	<b>774,764</b>	<b>896,682</b>		
<b>Total Enrolled</b>		<b>168</b>	<b>168</b>	<b>168</b>		
<b>Total ADA</b>		<b>164.6</b>	<b>164.6</b>	<b>164.6</b>		

SB740 was not originally budgeted

Adjusted rent & student transportation expense per actuals

# Monthly Forecast – MSA-7

Forecasted Operating Income of \$163.9K after depreciation,  
a decrease of \$22.9K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	738,634	2,386,946	2,386,946	2,397,374	10,428	1,658,740
Federal Revenue	29,108	292,506	292,506	292,506	-	263,398
Other State Revenues	156,057	701,489	701,852	701,852	-	545,794
Local Revenues	44,157	63,967	70,291	70,291	-	26,134
Fundraising and Grants	8,557	50,000	50,000	50,000	-	41,443
<b>Total Revenue</b>	<b>976,513</b>	<b>3,494,908</b>	<b>3,501,595</b>	<b>3,512,023</b>	<b>10,428</b>	<b>2,535,509</b>
<b>Expenses</b>						
Compensation and Benefits	632,041	1,671,109	1,690,277	1,708,959	(18,682)	1,076,918
Books and Supplies	57,862	357,677	357,677	361,271	(3,594)	303,408
Services and Other Operating Expenditure	517,018	1,238,852	1,241,900	1,252,911	(11,011)	735,893
Capital Outlay	12,788	12,788	12,788	12,788	-	-
<b>Total Expenses</b>	<b>1,219,709</b>	<b>3,280,425</b>	<b>3,302,641</b>	<b>3,335,928</b>	<b>(33,287)</b>	<b>2,116,219</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(243,196)</b>	<b>214,483</b>	<b>198,953</b>	<b>176,094</b>	<b>(22,859)</b>	<b>419,290</b>
<b>Operating Income (including Depreciation)</b>	<b>(230,408)</b>	<b>203,949</b>	<b>186,714</b>	<b>163,855</b>	<b>(22,859)</b>	<b>394,263</b>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	762,024	762,024	762,024	762,024		
Audit Adjustment	75,478	-	-	75,478		
Beginning Balance (Audited)	837,502	762,024	762,024	837,502		
Operating Income (including Depreciation)	(230,408)	203,949	186,714	163,855		
<b>Ending Fund Balance (including Depreciation)</b>	<b>607,094</b>	<b>965,972</b>	<b>948,738</b>	<b>1,001,357</b>		
<b>Total Enrolled</b>		<b>291</b>	<b>291</b>	<b>291</b>		
<b>Total ADA</b>		<b>282.3</b>	<b>282.3</b>	<b>282.3</b>		

Updated LCFF

TA new hire  
Computer expenses & Yearbook  
Dues & Memberships and Quarterly expenses from LACOE

# Monthly Forecast – MSA-8

Forecasted Operating Income of \$3.2K after depreciation, a decrease of \$28.5K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	1,265,768	4,091,513	4,091,513	4,094,058	2,545	2,828,290
Federal Revenue	85,555	292,852	292,852	292,852	-	207,297
Other State Revenues	197,444	781,510	782,124	773,448	(8,676)	576,005
Local Revenues	37,759	66,810	73,933	73,933	-	36,173
Fundraising and Grants	7,977	20,000	20,000	20,000	-	12,023
<b>Total Revenue</b>	<b>1,594,502</b>	<b>5,252,685</b>	<b>5,260,422</b>	<b>5,254,291</b>	<b>(6,131)</b>	<b>3,659,789</b>
<b>Expenses</b>						
Compensation and Benefits	1,148,040	2,737,527	2,771,243	2,849,355	(78,112)	1,701,316
Books and Supplies	116,743	736,116	736,116	638,813	97,303	522,070
Services and Other Operating Expenditure	634,569	1,708,513	1,713,855	1,755,385	(41,531)	1,120,816
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>1,899,352</b>	<b>5,182,156</b>	<b>5,221,214</b>	<b>5,243,554</b>	<b>(22,340)</b>	<b>3,344,203</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(304,850)</b>	<b>70,529</b>	<b>39,207</b>	<b>10,737</b>	<b>(28,471)</b>	<b>315,586</b>
<i>Operating Income (including Depreciation)</i>	<i>(304,850)</i>	<i>62,995</i>	<i>31,673</i>	<i>3,203</i>	<i>(28,471)</i>	<i>308,052</i>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	2,896,467	2,896,467	2,896,467	2,896,467		
Audit Adjustment	(19,802)	-	-	(19,802)		
Beginning Balance (Audited)	2,876,665	2,896,467	2,896,467	2,876,665		
Operating Income (including Depreciation)	(304,850)	62,995	31,673	3,203		
<b>Ending Fund Balance (including Depreciation)</b>	<b>2,571,815</b>	<b>2,959,462</b>	<b>2,928,140</b>	<b>2,879,868</b>		
<b>Total Enrolled</b>		<b>489</b>	<b>489</b>	<b>489</b>		
<b>Total ADA</b>		<b>474.3</b>	<b>474.3</b>	<b>474.3</b>		

Updated LCFF  
SpEd rates adjusted

Hired two new teachers  
Apple computers leased, not purchased  
LACOE fees not budgeted

# Monthly Forecast – MSA-SA

Forecasted Operating Income of \$6.37M after depreciation, an increase of \$6.72M from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	306,530	1,136,266	1,136,266	1,138,502	2,236	831,972
Federal Revenue	8,244	290,627	290,627	283,700	(6,927)	275,456
Other State Revenues	31,050	324,146	323,805	7,001,115	6,677,310	6,970,065
Local Revenues	6,923	34,000	34,000	34,046	46	27,422
Fundraising and Grants	3,512	17,500	17,500	17,500	-	13,988
<b>Total Revenue</b>	<b>356,259</b>	<b>1,802,539</b>	<b>1,802,198</b>	<b>8,474,863</b>	<b>6,672,665</b>	<b>8,118,604</b>
<b>Expenses</b>						
Compensation and Benefits	411,741	1,139,323	1,117,668	1,149,563	(31,895)	737,822
Books and Supplies	254,184	378,294	394,335	347,643	46,693	93,459
Services and Other Operating Expenditure	244,940	621,731	629,308	592,930	36,379	347,990
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>910,864</b>	<b>2,139,348</b>	<b>2,141,312</b>	<b>2,090,135</b>	<b>51,176</b>	<b>1,179,271</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(554,605)</b>	<b>(336,808)</b>	<b>(339,114)</b>	<b>6,384,728</b>	<b>6,723,841</b>	<b>6,939,333</b>
<b>Operating Income (including Depreciation)</b>	<b>(554,605)</b>	<b>(355,078)</b>	<b>(357,384)</b>	<b>6,366,458</b>	<b>6,723,841</b>	<b>6,921,063</b>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	2,300,710	2,300,710	2,300,710	2,300,710		
Audit Adjustment	(358,604)	-	-	(358,604)		
Beginning Balance (Audited)	1,942,106	2,300,710	2,300,710	1,942,106		
Operating Income (including Depreciation)	(554,605)	(355,078)	(357,384)	6,366,458		
<b>Ending Fund Balance (including Depreciation)</b>	<b>1,387,501</b>	<b>1,945,632</b>	<b>1,943,326</b>	<b>8,308,564</b>		
<b>Total Enrolled</b>		<b>145</b>	<b>145</b>	<b>145</b>		
<b>Total ADA</b>		<b>140.7</b>	<b>140.7</b>	<b>140.7</b>		

- Updated LCFF
- Updated SpEd funding
- Included Prop1D grant, projected to come in FY15-16
- Hired Dean of Academics
- Budget Cuts

# Monthly Forecast – MSA-SC

Forecasted Operating Loss of \$894K after depreciation, a decrease of \$173K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	549,406	770,883	770,883	768,797	(2,086)	219,391
Federal Revenue	6,865	63,688	64,953	7,994	(56,959)	1,129
Other State Revenues	9,464	347,168	352,091	306,199	(45,892)	296,735
Local Revenues	26	-	-	26	26	-
Fundraising and Grants	17	15,500	15,500	15,500	-	15,483
<b>Total Revenue</b>	<b>565,778</b>	<b>1,197,239</b>	<b>1,203,427</b>	<b>1,098,516</b>	<b>(104,911)</b>	<b>532,738</b>
<b>Expenses</b>						
Compensation and Benefits	548,263	1,066,860	1,083,860	1,148,027	(64,167)	599,764
Books and Supplies	19,612	80,670	81,670	78,150	3,520	58,538
Services and Other Operating Expenditure	285,755	688,291	719,107	726,541	(7,434)	440,786
Capital Outlay	6,051	6,051	6,051	6,051	-	-
<b>Total Expenses</b>	<b>859,680</b>	<b>1,841,872</b>	<b>1,890,688</b>	<b>1,958,768</b>	<b>(68,081)</b>	<b>1,099,088</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(293,902)</b>	<b>(644,633)</b>	<b>(687,261)</b>	<b>(860,252)</b>	<b>(172,991)</b>	<b>(566,350)</b>
<i>Operating Income (including Depreciation)</i>	<i>(287,851)</i>	<i>(678,435)</i>	<i>(721,063)</i>	<i>(894,054)</i>	<i>(172,991)</i>	<i>(606,203)</i>
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	473,945	473,945	473,945	473,945		
Audit Adjustment	24,592	-	-	24,592		
Beginning Balance (Audited)	498,537	473,945	473,945	498,537		
Operating Income (including Depreciation)	(287,851)	(678,435)	(721,063)	(894,054)		
<b>Ending Fund Balance (including Depreciation)</b>	<b>210,686</b>	<b>(204,490)</b>	<b>(247,118)</b>	<b>(395,517)</b>		
<b>Total Enrolled</b>		<b>107</b>	<b>107</b>	<b>107</b>		
<b>Total ADA</b>		<b>102.7</b>	<b>102.7</b>	<b>102.7</b>		

Updated LCFF

No SpEd or Nutrition funding

New hire and tutoring included

Reduced food due to lower enrollment

Increased equipment lease based on actuals

# Monthly Forecast – MSA-SD

Forecasted Operating Income of \$353.8K after depreciation,  
a decrease of \$98.2K from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
General Block Grant	845,427	2,978,176	2,978,176	2,908,733	(69,443)	2,063,306
Federal Revenue	-	84,919	84,919	84,919	-	84,919
Other State Revenues	67,665	481,095	481,555	481,555	-	413,890
Local Revenues	22,105	108,800	108,800	108,800	-	86,695
Fundraising and Grants	1,988	20,000	20,000	20,000	-	18,012
<b>Total Revenue</b>	<b>937,185</b>	<b>3,672,990</b>	<b>3,673,450</b>	<b>3,604,007</b>	<b>(69,443)</b>	<b>2,666,822</b>
<b>Expenses</b>						
Compensation and Benefits	707,675	1,901,637	1,978,323	2,006,312	(27,989)	1,298,637
Books and Supplies	87,442	354,709	355,209	358,010	(2,801)	270,568
Services and Other Operating Expenditure	206,913	843,014	843,332	841,295	2,037	634,383
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>1,002,029</b>	<b>3,099,359</b>	<b>3,176,864</b>	<b>3,205,618</b>	<b>(28,753)</b>	<b>2,203,588</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(64,844)</b>	<b>573,631</b>	<b>496,586</b>	<b>398,389</b>	<b>(98,196)</b>	<b>463,233</b>
<i>Operating Income (including Depreciation)</i>	(64,844)	529,012	451,967	353,770	(98,196)	418,614
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	615,301	615,301	615,301	615,301		
Audit Adjustment	20,654	-	-	20,654		
Beginning Balance (Audited)	635,955	615,301	615,301	635,955		
Operating Income (including Depreciation)	(64,844)	529,012	451,967	353,770		
<b>Ending Fund Balance (including Depreciation)</b>	<b>571,111</b>	<b>1,144,313</b>	<b>1,067,268</b>	<b>989,725</b>		
<b>Total Enrolled</b>		<b>423</b>	<b>423</b>	<b>423</b>		
<b>Total ADA</b>		<b>409.3</b>	<b>409.3</b>	<b>409.3</b>		

Updated LCFF

Added long term sub/librarian

Increased uniform expense

District oversight fees decreased

# Monthly Forecast – MERF

Forecasted Operating **Loss** of **\$34.5K** after depreciation, an increase of **\$8.1k** from the previous forecast.



	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining
<b>SUMMARY</b>						
<b>Revenue</b>						
Local Revenues	1,945,802	4,727,533	4,727,533	4,727,733	200	2,781,931
<b>Total Revenue</b>	<b>1,970,802</b>	<b>4,977,533</b>	<b>4,977,533</b>	<b>4,977,733</b>	<b>200</b>	<b>3,006,931</b>
<b>Expenses</b>						
Compensation and Benefits	1,145,092	2,778,672	2,972,860	2,780,963	2,150	1,825,617
Books and Supplies	47,265	87,874	109,423	109,423	-	62,159
Services and Other Operating Expenditures	821,730	2,091,472	2,119,972	2,114,172	5,800	1,292,442
Capital Outlay	-	-	-	-	-	-
<b>Total Expenses</b>	<b>2,014,087</b>	<b>4,958,018</b>	<b>5,012,509</b>	<b>5,004,559</b>	<b>7,950</b>	<b>3,180,218</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(43,285)</b>	<b>19,515</b>	<b>(34,976)</b>	<b>(26,825)</b>	<b>8,150</b>	<b>(173,287)</b>
<i>Operating Income (including Depreciation)</i>	(43,285)	11,850	(42,641)	(34,491)	8,150	(180,953)
<b>Fund Balance</b>						
Beginning Balance (Unaudited)	689,915	689,915	689,915	689,915		
Audit Adjustment	(654,272)	-	-	(654,272)		
Beginning Balance (Audited)	35,643	689,915	689,915	35,643		
Operating Income (including Depreciation)	(43,285)	11,850	(42,641)	(34,491)		
<b>Ending Fund Balance (including Depreciation)</b>	<b>(7,642)</b>	<b>701,765</b>	<b>647,274</b>	<b>1,152</b>		

Health and welfare benefits updated

Payroll fees lowered based on actuals

# Potential Risks

MPS sites have either met or exceeded their budget in certain budget categories and/or have not met fundraising goals



## MSA-1

- 5848: Licenses & Other Fees – 100% of forecast spent

## MSA-2

- 4325: Instructional Materials & Supplies – 97% of budget spent
- 4350: Uniforms – 93% of budget spent
- 4420: Computers - Exceeded budget by **\$2.8K**
- 5819: School Programs – Exceeded budget by **\$5K**

## MSA-3

- 4420: Computers – Exceeded budget by **\$64K**

# Potential Risks

MPS sites have either met or exceeded their budget in certain budget categories and/or have not met fundraising goals



## MSA-4

- 4420: Computers – Not budgeted, \$5,668 spent
- 5900: Communications – Exceeded budget by **\$1.7K**

## MSA-5

- 4420: Computers – 100% of budget spent

## MSA-6

- 4320-4346: Materials & Supplies – 98% of budget spent

# Potential Risks

MPS sites have either met or exceeded their budget in certain budget categories



## MSA-7

- 4420: Computers – exceeded budget by **\$2.8K**
- 5210: Conference Fees – 98% of budget spent
- 5300: Dues & Memberships - exceeded budget by **\$2.7K**

## MSA-8

- 4400: Apple Computer and Chromebook – 100% of budget spent

## MSA-SA

- 4100: Textbooks – 100% of budget spent
- 4200: Book & Other Reference – 99% of budget spent
- 4420: Computers – 98% of budget spent
- 5845: Legal Fees – 100% of budget spent

# Potential Risks

MPS sites have either met or exceeded their budget in certain budget categories



## MSA-SC

- 3400: Health Benefits – Exceeded budget by **\$36K** because old employees have not been removed
- 4420: Computers – 94% of budget spent

## MSA-SD

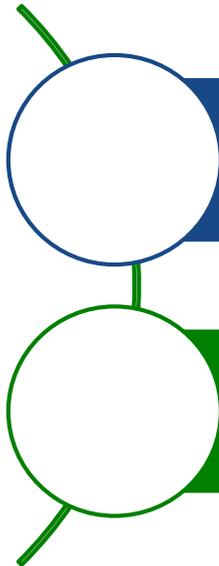
- 4350: Uniforms – Exceeded budget by **\$2.8K**

## MERF

- As of November, **\$3,177.76** has been spent on overnight fees for emergency checks
- 4720: Food – Exceeded budget by **\$2.2K**. Forecast has doubled to \$30K.

# On the Horizon

Future presentations to include more in-depth analyses as additional information becomes available



Cash Flow Forecasts

Grant & Program Analyses

# Exhibits

# Magnolia Science Academy 1

Budget vs. Actuals

As of most recent monthly close

	Budget vs. Actual		Budget			Forecast Remaining	% of Forecast Spent	Notes
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)			
<b>SUMMARY</b>								
<b>Revenue</b>								
General Block Grant	1,439,726	4,914,540	4,914,540	4,914,759	219	3,475,033	29%	
Federal Revenue	81,002	737,286	737,286	737,286	-	656,284	11%	
Other State Revenues	146,834	1,306,172	1,291,383	1,290,506	(876)	1,143,672	11%	
Local Revenues	14,078	34,000	44,973	45,223	250	31,145	31%	
Fundraising and Grants	13,106	35,000	35,000	35,000	-	21,894	37%	
<b>Total Revenue</b>	<b>1,694,745</b>	<b>7,026,998</b>	<b>7,023,182</b>	<b>7,022,774</b>	<b>(407)</b>	<b>5,328,029</b>	<b>24%</b>	
<b>Expenses</b>								
Compensation and Benefits	1,249,414	3,164,092	3,181,885	3,280,415	(98,530)	2,031,001	38%	ASES related payroll adjustments, added ASES to
Books and Supplies	109,366	928,664	931,164	941,164	(10,000)	831,798	12%	Added ASES expense per budget
Services and Other Operating Expenditures	892,599	2,705,608	2,461,725	2,334,991	126,734	1,442,392	38%	Adjust rents, interest related to purchase; adj liab in
Capital Outlay	3,810,400	10,400	3,810,400	3,810,400	-	-	100%	
<b>Total Expenses</b>	<b>6,061,779</b>	<b>6,808,765</b>	<b>10,385,174</b>	<b>10,366,970</b>	<b>18,204</b>	<b>4,305,191</b>	<b>58%</b>	
<b>Operating Income (includes CapEx, excludes Depreciatic</b>	<b>(4,367,033)</b>	<b>218,234</b>	<b>(3,361,992)</b>	<b>(3,344,196)</b>	<b>17,797</b>	<b>1,022,838</b>		
<i>Operating Income (including Depreciation)</i>	<i>(556,633)</i>	<i>152,066</i>	<i>371,841</i>	<i>389,637</i>	<i>17,797</i>	<i>946,271</i>		
<b>Fund Balance</b>								
Beginning Balance (Unaudited)	2,101,135	2,101,135	2,101,135	2,101,135			100%	
Audit Adjustment	126,083	-	-	126,083			100%	
Beginning Balance (Audited)	2,227,218	2,101,135	2,101,135	2,227,218			100%	
Operating Income (including Depreciation)	(556,633)	152,066	371,841	389,637				
<b>Ending Fund Balance (including Depreciation)</b>	<b>1,670,585</b>	<b>2,253,201</b>	<b>2,472,975</b>	<b>2,616,855</b>			<b>64%</b>	
<b>Total Enrolled</b>		<b>542</b>	<b>542</b>	<b>542</b>				
Total ADA		<b>525.7</b>	<b>525.7</b>	<b>525.7</b>				Cum ADA at Mo3 = 530.55, +5 ADA ahead of Budget



# Magnolia Science Academy 1

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
8802	Donations - Private	860	-	1,000	1,000	-	140	86%	
8803	Fundraising	12,246	35,000	34,000	34,000	-	21,754	36%	
<b>SUBTOTAL - Fundraising and Grants</b>		<b>13,106</b>	<b>35,000</b>	<b>35,000</b>	<b>35,000</b>	<b>-</b>	<b>21,894</b>	<b>37%</b>	
<b>TOTAL REVENUE</b>		<b>1,694,745</b>	<b>7,026,998</b>	<b>7,023,182</b>	<b>7,022,774</b>	<b>(407)</b>	<b>5,328,029</b>	<b>24%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
1100	Teachers Salaries	675,850	1,757,093	1,757,093	1,813,393	(56,300)	1,137,543	37%	Pay raises effective 10/31/15
1300	Certificated Supervisor & Administrator Salaries	141,495	378,034	378,034	378,034	-	236,539	37%	
<b>SUBTOTAL - Certificated Employees</b>		<b>817,344</b>	<b>2,135,127</b>	<b>2,135,127</b>	<b>2,191,427</b>	<b>(56,300)</b>	<b>1,374,082</b>	<b>37%</b>	
<b>Classified Employees Summary</b>									
2100	Classified Instructional Aide Salaries	-	-	-	-	-	-		
2200	Classified Support Salaries	-	-	-	-	-	-		
2300	Classified Supervisor & Administrator Salaries	-	-	-	-	-	-		
2400	Classified Clerical & Office Salaries	65,133	164,213	164,213	164,213	-	99,081	40%	
2600	Classified Bonuses & Extra Pay	-	-	-	-	-	-		
2900	Classified Other Salaries	96,289	175,674	191,739	217,699	(25,960)	121,409	44%	Added - ASES expenses not previously in budget
<b>SUBTOTAL - Classified Employees</b>		<b>161,422</b>	<b>339,887</b>	<b>355,952</b>	<b>381,912</b>	<b>(25,960)</b>	<b>220,490</b>	<b>42%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	86,911	223,057	223,733	229,774	(6,041)	142,864	38%	
3200	PERS	7,920	18,900	18,900	23,361	(4,460)	15,441	34%	
3300	OASDI-Medicare-Alternative	23,697	60,164	61,003	63,847	(2,844)	40,150	37%	
3400	Health & Welfare Benefits	128,250	307,500	307,500	307,500	-	179,250	42%	
3500	Unemployment Insurance	8,837	32,281	32,286	34,140	(1,854)	25,303	26%	Note: Unemployment rate is different compared to c
3600	Workers Comp Insurance	9,753	32,175	32,384	33,453	(1,069)	23,701	29%	
3900	Other Employee Benefits	5,280	15,000	15,000	15,000	-	9,720	35%	cash outs included in salary lines
<b>SUBTOTAL - Employee Benefits</b>		<b>270,647</b>	<b>689,078</b>	<b>690,806</b>	<b>707,076</b>	<b>(16,270)</b>	<b>436,428</b>	<b>38%</b>	
<b>4000 Books &amp; Supplies</b>									
4100	Approved Textbooks & Core Curricula Materials	8,321	250,000	250,000	250,000	-	241,679	3%	
4200	Books & Other Reference Materials	961	26,000	26,000	26,000	-	25,039	4%	
4315	Custodial Supplies	1,566	34,000	34,000	34,000	-	32,434	5%	
4320	Educational Software	6,454	32,850	32,850	32,850	-	26,396	20%	

# Magnolia Science Academy 1

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
4325	Instructional Materials & Supplies	5,220	5,150	5,150	15,150	(10,000)	9,930	34%	added \$10k ASES expenses per budget
4326	Art & Music Supplies	2,325	5,000	5,000	5,000	-	2,675	47%	
4330	Office Supplies	4,998	29,500	29,500	29,500	-	24,502	17%	
4340	Professional Development Supplies	421	1,000	1,000	1,000	-	579	42%	
4345	Non Instructional Student Materials & Supplies	2,724	45,000	45,000	45,000	-	42,276	6%	
4346	Teacher Supplies	194	500	500	500	-	306	39%	
4350	Uniforms	777	-	1,000	1,000	-	223	78%	
4400	Noncapitalized Equipment	-	70,000	70,000	70,000	-	70,000	0%	
4410	Classroom Furniture, Equipment & Supplies	4,145	5,000	5,000	5,000	-	855	83%	
4420	Computers (individual items less than \$5k)	10,657	13,187	13,187	13,187	-	2,530	81%	
4430	Non Classroom Related Furniture, Equipment & St	1,473	1,813	1,813	1,813	-	340	81%	
4700	Food	58,570	409,664	409,664	409,664	-	351,094	14%	
4720	Other Food	560	-	1,500	1,500	-	940	37%	Non-NSLP food costs (meetings, etc.) not budgeted
<b>SUBTOTAL - Books and Supplies</b>		<b>109,366</b>	<b>928,664</b>	<b>931,164</b>	<b>941,164</b>	<b>(10,000)</b>	<b>831,798</b>	<b>12%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	8,321	250,000	250,000	250,000	-	241,679	3%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	961	26,000	26,000	26,000	-	25,039	4%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	24,679	153,000	154,000	164,000	(10,000)	139,321	15%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	16,275	90,000	90,000	90,000	-	73,725	18%	
<b>4700</b>	<b>Food</b>	59,130	409,664	411,164	411,164	-	352,034	14%	
<b>SUBTOTAL - Books and Supplies</b>		<b>109,366</b>	<b>928,664</b>	<b>931,164</b>	<b>941,164</b>	<b>(10,000)</b>	<b>831,798</b>	<b>12%</b>	
<b>5000 Services &amp; Other Operating Expenses</b>									
5101	Shared Management Fee - CMO	436,552	873,103	873,103	873,103	-	436,552	50%	
5200	Travel & Conferences	493	36,768	36,268	36,268	-	35,775	1%	
5210	Conference Fees	2,616	3,000	3,000	3,000	-	384	87%	
5215	Travel - Mileage, Parking, Tolls	390	500	500	500	-	110	78%	
5220	Travel and Lodging	379	-	500	500	-	121	76%	
5300	Dues & Memberships	-	7,854	7,854	7,854	-	7,854	0%	
5450	Insurance - Other	11,303	41,250	27,127	27,127	-	15,824	42%	
5500	Operations & Housekeeping	7,625	29,400	29,400	29,400	-	21,775	26%	
5510	Utilities - Gas and Electric	28,669	42,600	42,600	42,600	-	13,931	67%	
5605	Equipment Leases	3,106	24,000	24,000	24,000	-	20,894	13%	
5610	Rent	190,168	600,000	506,021	506,021	-	315,853	38%	
5615	Repairs and Maintenance - Building	29,956	35,000	34,500	34,500	-	4,544	87%	
5617	Repairs and Maintenance - Other Equipment	1,378	1,000	1,500	1,500	-	122	92%	
5803	Accounting Fees	-	5,000	5,000	5,000	-	5,000	0%	
5809	Banking Fees	80	1,500	1,500	1,500	-	1,420	5%	

# Magnolia Science Academy 1

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
5813	School Programs - After School Program	11,085	150,000	150,000	23,264	126,736	12,179	48%	Corrected ASES per budget (no longer contracted out)
5814	School Programs - Academic Competitions	970	100	1,100	1,100	-	130	88%	
5819	School Programs - Other	14,001	49,900	48,900	48,900	-	34,899	29%	
5820	Consultants - Non Instructional	2,645	24,000	24,000	24,000	-	21,355	11%	
5822	Other Professional Services	14,252	69,000	69,000	69,000	-	54,748	21%	
5824	District Oversight Fees	17,290	49,145	49,145	49,148	(2)	31,858	35%	
5830	Field Trips Expenses	5,324	20,000	20,000	19,286	714	13,962	28%	moved to transportation
5843	Interest - Loans Less than 1 Year	11,122	283,876	122,344	122,344	-	111,222	9%	Added estimated int on \$2.8MM loan for purch of S.Way; removed previous est for construction
5845	Legal Fees	-	20,000	20,000	20,000	-	20,000	0%	
5848	Licenses and Other Fees	17,096	-	17,097	17,097	-	1	100%	
5851	Marketing and Student Recruiting	-	18,000	18,000	18,000	-	18,000	0%	
5857	Payroll Fees	2,243	3,366	3,366	3,366	-	1,123	67%	
5861	Prior Yr Exp (not accrued)	1,502	1,502	1,502	1,502	-	-	100%	
5863	Professional Development	3,085	86,900	86,900	86,900	-	83,815	4%	
5869	Special Education Contract Instructors	125	50,000	58,653	58,653	-	58,528	0%	
5872	Special Education Encroachment	32,640	79,742	79,742	79,742	-	47,102	41%	
5884	Substitutes	3,745	54,280	54,280	54,280	-	50,535	7%	
5887	Technology Services	19,214	28,200	28,200	28,200	-	8,986	68%	
5893	Transportation - Student	1,714	1,000	1,000	1,714	(714)	-	100%	moved from field trip
5899	Miscellaneous Operating Expenses	18,826	-	-	-	-	(18,826)		uncategorized - to clear once coding received
5900	Communications	2,865	9,600	9,600	9,600	-	6,735	30%	
5915	Postage and Delivery	141	6,022	6,022	6,022	-	5,881	2%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>892,599</b>	<b>2,705,608</b>	<b>2,461,725</b>	<b>2,334,991</b>	<b>126,734</b>	<b>1,442,392</b>	<b>38%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	436,552	873,103	873,103	873,103	-	436,552	50%	
5200	Travel & Conferences	3,878	40,268	40,268	40,268	-	36,390	10%	
5300	Dues & Memberships	-	7,854	7,854	7,854	-	7,854	0%	
5400	Insurance	11,303	41,250	27,127	27,127	-	15,824	42%	
5500	Operations & Housekeeping	36,293	72,000	72,000	72,000	-	35,707	50%	
5600	Rentals, Leases, & Repairs	224,607	660,000	566,021	566,021	-	341,413	40%	
5800	Other Services & Operating Expenses	176,959	995,511	859,730	732,996	126,734	556,037	24%	
5900	Communications	3,006	15,622	15,622	15,622	-	12,616	19%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>892,599</b>	<b>2,705,608</b>	<b>2,461,725</b>	<b>2,334,991</b>	<b>126,734</b>	<b>1,442,392</b>	<b>38%</b>	
<b>6000 Capital Outlay</b>									
6200	Buildings & Improvement of Buildings	3,810,400	10,400	3,810,400	3,810,400	-	-	100%	flooring - DFS Flooring; S.Way property purchase -

**Magnolia Science Academy 1**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	<b>SUBTOTAL - Capital Outlay</b>	<b>3,810,400</b>	<b>10,400</b>	<b>3,810,400</b>	<b>3,810,400</b>	-	-	100%	
	<b>TOTAL EXPENSES</b>	<b>6,061,779</b>	<b>6,808,765</b>	<b>10,385,174</b>	<b>10,366,970</b>	<b>18,204</b>	<b>4,305,191</b>	<b>58%</b>	
6900	Total Depreciation (includes Prior Years)	-	76,567	76,567	76,567	-	76,567	0%	
	<b>TOTAL EXPENSES including Depreciation</b>	<b>2,251,379</b>	<b>6,874,932</b>	<b>6,651,341</b>	<b>6,633,137</b>	<b>18,204</b>	<b>4,381,758</b>	<b>34%</b>	

## Magnolia Science Academy 2

Budget vs. Actuals

As of most recent monthly close

	Budget vs. Actual		Budget			Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast					
<b>SUMMARY</b>									
<b>Revenue</b>									
General Block Grant	1,112,701	4,221,852	4,221,852	4,221,852	-	3,109,151	26%		
Federal Revenue	63,360	297,775	297,775	299,695	1,920	236,335	21%	Title II Funding added according to apportionment	
Other State Revenues	95,363	643,821	643,821	632,207	(11,614)	536,844	15%	Removed SpEd reimbursement	
Local Revenues	134,318	99,256	106,837	106,837	-	(27,481)	126%		
Fundraising and Grants	5,322	25,000	25,000	25,000	-	19,678	21%		
<b>Total Revenue</b>	<b>1,411,064</b>	<b>5,287,703</b>	<b>5,295,284</b>	<b>5,285,591</b>	<b>(9,694)</b>	<b>3,874,527</b>	<b>27%</b>		
<b>Expenses</b>									
Compensation and Benefits	1,029,013	2,472,466	2,469,061	2,506,891	(37,830)	1,477,877	41%	New hire & updated hourly salaries	
Books and Supplies	477,850	683,524	684,024	687,158	(3,134)	209,308	70%		
Services and Other Operating Expenditures	588,624	1,789,873	1,780,228	1,780,867	(639)	1,192,243	33%		
Capital Outlay	-	-	-	-	-	-	-		
<b>Total Expenses</b>	<b>2,095,488</b>	<b>4,945,863</b>	<b>4,933,313</b>	<b>4,974,916</b>	<b>(41,603)</b>	<b>2,879,428</b>	<b>42%</b>		
<b>Operating Income (excluding Depreciation)</b>	<b>(684,424)</b>	<b>341,841</b>	<b>361,971</b>	<b>310,675</b>	<b>(51,297)</b>	<b>995,099</b>			
<i>Operating Income (including Depreciation)</i>	<i>(684,424)</i>	<i>307,117</i>	<i>327,248</i>	<i>275,951</i>	<i>(51,297)</i>	<i>960,375</i>			
<b>Fund Balance</b>									
Beginning Balance (Unaudited)	987,700	987,700	987,700	987,700			100%		
Audit Adjustment	6,559	-	-	6,559			100%		
Beginning Balance (Audited)	994,259	987,700	987,700	994,259			100%		
Operating Income (including Depreciation)	(684,424)	307,117	327,248	275,951					
<b>Ending Fund Balance (including Depreciation)</b>	<b>309,835</b>	<b>1,294,817</b>	<b>1,314,948</b>	<b>1,270,210</b>			<b>24%</b>		
<b>Total Enrolled</b>		<b>485</b>	<b>485</b>	<b>485</b>					
Total ADA		<b>472.9</b>	<b>472.9</b>	<b>472.9</b>					

## Magnolia Science Academy 2

Budget vs. Actuals

As of most recent monthly close

		Budget vs. Actual		Budget					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	713,988	2,761,831	2,761,831	2,761,831	-	2,047,843	26%	
8012	Education Protection Account Entitlement	153,712	682,251	682,251	682,251	-	528,539	23%	
8096	Charter Schools in Lieu of Property Taxes	245,001	777,771	777,771	777,771	-	532,770	32%	
		1,112,701	4,221,852	4,221,852	4,221,852	-	3,109,151	26%	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	28,655	93,941	93,941	93,941	-	65,286	31%	
8291	Title I	32,793	128,406	128,406	128,406	-	95,613	26%	
8292	Title II	1,912	-	-	1,920	1,920	8	100%	Increased to match 2nd apportionment
8293	Title III	-	1,131	1,131	1,131	-	1,131	0%	
8296	Other Federal Revenue	-	74,297	74,297	74,297	-	74,297	0%	
<b>SUBTOTAL - Federal Income</b>		63,360	297,775	297,775	299,695	1,920	236,335	21%	
<b>8300 Other State Revenues</b>									
8319	Other State Apportionments - Prior Years	335	335	335	335	-	-	100%	
8381	Special Education - Entitlement (State)	84,423	264,678	264,678	264,678	-	180,254	32%	
8382	Special Education Reimbursement (State)	-	10,012	10,012	-	(10,012)	-		
8550	Mandated Cost Reimbursements	10,605	11,895	11,895	242,492	230,597	231,887	4%	
8560	State Lottery Revenue	-	85,590	85,590	85,590	-	85,590	0%	
8590	All Other State Revenue	-	271,310	271,310	39,112	(232,198)	39,112	0%	One-time discretionary fund, Educator effectiveness
<b>SUBTOTAL - Other State Income</b>		95,363	643,821	643,821	632,207	(11,614)	536,844	15%	
<b>8600 Other Local Revenue</b>									
8636	Uniforms	9,348	30,000	30,000	30,000	-	20,652	31%	
8682	Summer Program	43,951	43,951	43,951	43,951	-	-	100%	
8690	Other Local Revenue	6,813	10,000	10,000	10,000	-	3,187	68%	
8693	Field Trips	-	15,000	15,000	15,000	-	15,000	0%	
8714	Opt3 Grants	-	-	7,581	7,581	-	7,581	0%	
8720	Refunds	305	305	305	305	-	-	100%	
8999	Uncategorized Revenue	73,901	-	-	-	-	(73,901)		will clear when coding received
<b>SUBTOTAL - Local Revenues</b>		134,318	99,256	106,837	106,837	-	(27,481)	126%	
<b>8800 Donations/Fundraising</b>									
8802	Donations - Private	56	100	100	100	-	44	56%	
8803	Fundraising	5,266	24,900	24,900	24,900	-	19,634	21%	
<b>SUBTOTAL - Fundraising and Grants</b>		5,322	25,000	25,000	25,000	-	19,678	21%	
<b>TOTAL REVENUE</b>		1,411,064	5,287,703	5,295,284	5,285,591	(9,694)	3,874,527	27%	

## Magnolia Science Academy 2

Budget vs. Actuals

As of most recent monthly close

		Budget vs. Actual		Budget			Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast					
<b>EXPENSES</b>										
<b>Compensation &amp; Benefits</b>										
<b>Certificated Employees Summary</b>										
1100	Teachers Salaries	590,244	1,472,237	1,434,504	1,437,394	(2,890)	847,149	41%	Recoded Aides to 2900	
1300	Certificated Supervisor & Administrator Salaries	104,881	234,598	234,598	234,598	-	129,717	45%		
<b>SUBTOTAL - Certificated Employees</b>		<b>695,126</b>	<b>1,706,835</b>	<b>1,669,102</b>	<b>1,671,992</b>	<b>(2,890)</b>	<b>976,866</b>	<b>42%</b>		
<b>Classified Employees Summary</b>										
2400	Classified Clerical & Office Salaries	61,180	165,006	165,006	166,021	(1,015)	104,841	37%	Unbudgeted hire - Janet Tran 33.5k	
2900	Classified Other Salaries	46,340	59,766	104,046	122,046	(18,000)	75,706	38%	Updated for Actual Aides Salaries and recoded Aide	
<b>SUBTOTAL - Classified Employees</b>		<b>107,520</b>	<b>224,772</b>	<b>269,052</b>	<b>288,068</b>	<b>(19,015)</b>	<b>180,547</b>	<b>37%</b>		
<b>Employee Benefits Summary</b>										
3100	STRS	72,471	177,177	176,691	177,001	(310)	104,530	41%		
3200	PERS	9,441	22,900	22,900	23,020	(120)	13,579	41%		
3300	OASDI-Medicare-Alternative	16,956	45,047	45,835	47,353	(1,518)	30,397	36%		
3400	Health & Welfare Benefits	119,049	266,663	256,319	270,000	(13,681)	150,951	44%	Approved budget is \$9k per FTE, changed to \$7.5k	
3500	Unemployment Insurance	419	961	965	976	(11)	557	43%		
3600	Workers Comp Insurance	8,032	25,111	25,196	25,481	(285)	17,449	32%		
3900	Other Employee Benefits	-	3,000	3,000	3,000	-	3,000	0%	cash outs included in salary lines	
<b>SUBTOTAL - Employee Benefits</b>		<b>226,368</b>	<b>540,859</b>	<b>530,906</b>	<b>546,831</b>	<b>(15,925)</b>	<b>320,463</b>	<b>41%</b>		
<b>4000 Books &amp; Supplies</b>										
4100	Approved Textbooks & Core Curricula Materials	226,833	260,000	260,000	260,000	-	33,167	87%		
4200	Books & Other Reference Materials	3,552	30,000	30,000	30,000	-	26,448	12%		
4315	Custodial Supplies	-	6,000	6,000	6,000	-	6,000	0%		
4320	Educational Software	20,554	10,000	29,500	29,500	-	8,946	70%		
4325	Instructional Materials & Supplies	13,567	13,500	14,000	14,000	-	433	97%		
4326	Art & Music Supplies	1,138	1,500	1,500	1,500	-	362	76%		
4330	Office Supplies	14,244	25,000	25,000	25,000	-	10,756	57%		
4335	PE Supplies	778	1,000	1,000	1,000	-	222	78%		
4340	Professional Development Supplies	2,288	2,000	2,000	2,300	(300)	12	99%	moved from 5863	
4345	Non Instructional Student Materials & Supplies	1,810	34,000	14,000	14,000	-	12,190	13%		
4346	Teacher Supplies	189	250	250	250	-	61	76%		
4350	Uniforms	467	500	500	500	-	33	93%		
4400	Noncapitalized Equipment	-	15,000	10,948	10,948	-	10,948	0%		
4410	Classroom Furniture, Equipment & Supplies	16,037	25,000	25,000	25,000	-	8,963	64%		
4420	Computers (individual items less than \$5k)	163,802	160,968	160,968	163,802	(2,834)	-	100%	Increased to match actuals	
4430	Non Classroom Related Furniture, Equipment & Supplies	4,052	-	4,052	4,052	-	0	100%		
4700	Food	7,222	97,562	97,562	97,562	-	90,340	7%		

## Magnolia Science Academy 2

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>			<b>% of Forecast Spent</b>	<b>Notes</b>
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	
4720	Other Food	1,317	1,244	1,744	1,744	-	427	76%
<b>SUBTOTAL - Books and Supplies</b>		<b>477,850</b>	<b>683,524</b>	<b>684,024</b>	<b>687,158</b>	<b>(3,134)</b>	<b>209,308</b>	<b>70%</b>
<b>Books &amp; Supplies Summary</b>								
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	226,833	260,000	260,000	260,000	-	33,167	87%
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	3,552	30,000	30,000	30,000	-	26,448	12%
<b>4300</b>	<b>Materials &amp; Supplies</b>	55,035	93,750	93,750	94,050	(300)	39,015	59%
<b>4400</b>	<b>Noncapitalized Equipment</b>	183,891	200,968	200,968	203,802	(2,834)	19,911	90%
<b>4700</b>	<b>Food</b>	8,539	98,806	99,306	99,306	-	90,767	9%
<b>SUBTOTAL - Books and Supplies</b>		<b>477,850</b>	<b>683,524</b>	<b>684,024</b>	<b>687,158</b>	<b>(3,134)</b>	<b>209,308</b>	<b>70%</b>
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>							
5101	Shared Management Fee - CMO	363,793	873,103	873,103	873,103	-	509,310	42%
5200	Travel & Conferences	831	8,038	7,838	7,838	-	7,007	11%
5210	Conference Fees	929	30,714	30,714	30,138	576	29,209	3% moved to 5215
5215	Travel - Mileage, Parking, Tolls	830	200	400	976	(576)	146	85% moved from 5210
5300	Dues & Memberships	2,943	6,000	6,000	6,000	-	3,057	49%
5450	Insurance - Other	9,315	37,125	22,357	22,357	-	13,042	42%
5500	Operations & Housekeeping	-	8,400	8,400	8,400	-	8,400	0%
5605	Equipment Leases	2,711	14,400	14,400	14,400	-	11,689	19%
5610	Rent	-	144,000	144,000	144,000	-	144,000	0%
5615	Repairs and Maintenance - Building	937	5,000	5,000	5,000	-	4,063	19%
5617	Repairs and Maintenance - Other Equipment	904	1,000	1,000	1,000	-	96	90%
5803	Accounting Fees	-	8,345	8,345	8,345	-	8,345	0%
5809	Banking Fees	80	1,000	1,000	1,000	-	920	8%
5813	School Programs - After School Program	1,105	1,105	1,105	1,105	-	-	100%
5814	School Programs - Academic Competitions	227	1,000	1,000	1,000	-	773	23%
5815	Consultants - Instructional	16	75,000	75,000	75,000	-	74,984	0%
5819	School Programs - Other	16,148	3,000	11,000	16,148	(5,148)	0	100% Home visits, banners,WASC food, etc. increased fo
5820	Consultants - Non Instructional	9,904	18,000	18,000	18,000	-	8,096	55%
5822	Other Professional Services	17,300	56,000	48,000	48,000	-	30,700	36%
5824	District Oversight Fees	11,343	42,219	42,219	42,219	-	30,876	27%
5830	Field Trips Expenses	1,379	35,000	35,000	35,000	-	33,621	4%
5843	Interest - Loans Less than 1 Year	97	1,000	1,000	1,000	-	903	10%
5845	Legal Fees	5,382	30,000	30,000	30,000	-	24,619	18%
5851	Marketing and Student Recruiting	25	24,000	24,000	24,000	-	23,975	0%
5857	Payroll Fees	1,955	3,686	3,771	3,771	-	1,816	52%
5861	Prior Yr Exp (not accrued)	14,151	13,888	14,151	14,151	-	1	100%
5863	Professional Development	16,322	118,000	118,000	117,700	300	101,378	14% moved to 4340
5869	Special Education Contract Instructors	28,099	60,000	67,581	67,581	-	39,482	42%
5872	Special Education Encroachment	22,616	71,724	71,724	71,724	-	49,108	32%
5884	Substitutes	13,530	60,326	57,520	53,311	4,209	39,781	25%
5887	Technology Services	8,619	28,200	28,200	28,200	-	19,581	31%

## Magnolia Science Academy 2

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
5899	Miscellaneous Operating Expenses	34,720	-	-	-	-	(34,720)		Uncategorized, awaiting coding
5900	Communications	2,062	5,020	5,020	5,020	-	2,958	41%	
5915	Postage and Delivery	354	5,380	5,380	5,380	-	5,026	7%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>588,624</b>	<b>1,789,873</b>	<b>1,780,228</b>	<b>1,780,867</b>	<b>(639)</b>	<b>1,192,243</b>	<b>33%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	363,793	873,103	873,103	873,103	-	509,310	42%	
5200	Travel & Conferences	2,589	38,952	38,952	38,952	-	36,363	7%	
5300	Dues & Memberships	2,943	6,000	6,000	6,000	-	3,057	49%	
5400	Insurance	9,315	37,125	22,357	22,357	-	13,042	42%	
5500	Operations & Housekeeping	-	8,400	8,400	8,400	-	8,400	0%	
5600	Rentals, Leases, & Repairs	4,552	164,400	164,400	164,400	-	159,848	3%	
5800	Other Services & Operating Expenses	203,015	651,492	656,616	657,255	(639)	454,240	31%	
5900	Communications	2,416	10,400	10,400	10,400	-	7,984	23%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>588,624</b>	<b>1,789,873</b>	<b>1,780,228</b>	<b>1,780,867</b>	<b>(639)</b>	<b>1,192,243</b>	<b>33%</b>	
6000	Capital Outlay								
<b>SUBTOTAL - Capital Outlay</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		
<b>TOTAL EXPENSES</b>		<b>2,095,488</b>	<b>4,945,863</b>	<b>4,933,313</b>	<b>4,974,916</b>	<b>(41,603)</b>	<b>2,879,428</b>	<b>42%</b>	
6900	Total Depreciation (includes Prior Years)	-	34,724	34,724	34,724	-	34,724	0%	
<b>TOTAL EXPENSES including Depreciation</b>		<b>2,095,488</b>	<b>4,980,586</b>	<b>4,968,037</b>	<b>5,009,640</b>	<b>(41,603)</b>	<b>2,914,152</b>	<b>42%</b>	

### Magnolia Science Academy 3

Budget vs. Actuals

As of most recent monthly close

	Budget vs. Actual		Budget		Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast				
<b>SUMMARY</b>								
<b>Revenue</b>								
General Block Grant	1,192,025	4,062,033	4,062,033	4,058,793	(3,240)	2,866,768	29%	
Federal Revenue	58,292	601,468	601,468	601,468	-	543,175	10%	
Other State Revenues	115,311	941,388	941,388	940,893	(495)	825,582	12%	
Local Revenues	78,451	34,509	41,290	41,290	-	(37,161)	190%	uncategorized revenues - will clear when coding re
Fundraising and Grants	-	10,000	10,000	10,000	-	10,000	0%	
<b>Total Revenue</b>	<b>1,444,079</b>	<b>5,649,398</b>	<b>5,656,179</b>	<b>5,652,444</b>	<b>(3,735)</b>	<b>4,208,365</b>	<b>26%</b>	
<b>Expenses</b>								
Compensation and Benefits	1,121,912	2,661,541	2,696,350	2,995,973	(299,623)	1,874,060	37%	4 new hires; update all ASES staff, H&W adj for ne
Books and Supplies	400,441	787,954	788,454	835,486	(47,032)	435,045	48%	purchase of chromebooks not previously budgeted
Services and Other Operating Expenditures	287,069	1,791,208	1,788,907	1,788,874	33	1,501,805	16%	
Capital Outlay	-	-	-	-	-	-	-	
<b>Total Expenses</b>	<b>1,809,423</b>	<b>5,240,703</b>	<b>5,273,711</b>	<b>5,620,333</b>	<b>(346,622)</b>	<b>3,810,910</b>	<b>32%</b>	
<b>Operating Income (excluding Depreciation)</b>	<b>(365,344)</b>	<b>408,695</b>	<b>382,468</b>	<b>32,111</b>	<b>(350,357)</b>	<b>397,455</b>		
<i>Operating Income (including Depreciation)</i>	<i>(365,344)</i>	<i>396,165</i>	<i>369,938</i>	<i>19,581</i>	<i>(350,357)</i>	<i>384,925</i>	<i>-1866%</i>	
<b>Fund Balance</b>								
Beginning Balance (Unaudited)	513,286	513,286	513,286	513,286			100%	
Audit Adjustment	283,543	-	-	283,543			100%	
Beginning Balance (Audited)	796,829	513,286	513,286	796,829			100%	
Operating Income (including Depreciation)	(365,344)	396,165	369,938	19,581				
<b>Ending Fund Balance (including Depreciation)</b>	<b>431,485</b>	<b>909,451</b>	<b>883,224</b>	<b>816,410</b>			<b>53%</b>	
<b>Total Enrolled</b>		<b>465</b>	<b>465</b>	<b>465</b>			0%	
Total ADA		<b>446.4</b>	<b>446.4</b>	<b>446.4</b>			0%	Mo3 Cumulative ADA = 443.08 (-3 ADA)

### Magnolia Science Academy 3

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes	
<b>LCFF Entitlement</b>										
8011	Charter Schools LCFF - State Aid	741,540	2,688,169	2,688,169	2,684,929	(3,240)	1,943,389	28%		
8012	Education Protection Account Entitlement	151,042	639,638	639,638	639,638	-	488,596	24%		
8096	Charter Schools in Lieu of Property Taxes	299,443	734,225	734,225	734,225	-	434,783	41%		
		1,192,025	4,062,033	4,062,033	4,058,793	(3,240)	2,866,768	29%		
<b>8100 Federal Revenue</b>										
8181	Special Education - Entitlement	35,022	88,682	88,682	88,682	-	53,659	39%		
8220	Child Nutrition Programs	-	349,549	349,549	349,549	-	349,549	0%		
8291	Title I	22,761	156,691	156,691	156,691	-	133,930	15%		
8292	Title II	509	6,395	6,395	6,395	-	5,886	8%		
8293	Title III	-	151	151	151	-	151	0%		
<b>SUBTOTAL - Federal Income</b>		58,292	601,468	601,468	601,468	-	543,175	10%		
<b>8300 Other State Revenues</b>										
8319	Other State Apportionments - Prior Years	1,118	1,118	1,118	1,118	-	-	100%		PY State Assess. Revenue not accrued
8381	Special Education - Entitlement (State)	103,183	249,859	249,859	249,859	-	146,676	41%		
8520	Child Nutrition - State	-	34,955	34,955	34,955	-	34,955	0%		
8545	School Facilities Apportionments	-	147,060	147,060	147,060	-	147,060	0%		
8550	Mandated Cost Reimbursements	11,010	11,196	11,196	240,440	229,244	229,430	5%		
8560	State Lottery Revenue	-	80,798	80,798	80,798	-	80,798	0%		
8590	All Other State Revenue	-	266,402	266,402	36,663	(229,739)	36,663	0%		One-time discretionary funds, Educator effectiveness
8593	ASES	-	150,000	150,000	150,000	-	150,000	0%		
<b>SUBTOTAL - Other State Income</b>		115,311	941,388	941,388	940,893	(495)	825,582	12%		
<b>8600 Other Local Revenue</b>										
8634	Food Service Sales	-	500	500	500	-	500	0%		
8682	Summer Program	29,009	29,009	29,009	29,009	-	-	100%		Added Summer Program funding
8699	All Other Local Revenue	-	5,000	5,000	5,000	-	5,000	0%		
8714	Opt3 Grants	-	-	6,781	6,781	-	6,781	0%		
8999	Uncategorized Revenue	49,442	-	-	-	-	(49,442)			Uncategorized deposits - will clear when coding rec
<b>SUBTOTAL - Local Revenues</b>		78,451	34,509	41,290	41,290	-	(37,161)	190%		
<b>8800 Donations/Fundraising</b>										
8803	Fundraising	-	10,000	10,000	10,000	-	10,000	0%		
<b>SUBTOTAL - Fundraising and Grants</b>		-	10,000	10,000	10,000	-	10,000	0%		
<b>TOTAL REVENUE</b>		<b>1,444,079</b>	<b>5,649,398</b>	<b>5,656,179</b>	<b>5,652,444</b>	<b>(3,735)</b>	<b>4,208,365</b>	<b>26%</b>		

### Magnolia Science Academy 3

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
<b>1100</b>	<b>Teachers Salaries</b>	590,039	1,396,323	1,394,958	1,514,311	(119,352)	924,272	39%	Adjust for terms/new hires
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salarie</b>	177,449	362,884	374,982	388,590	(13,608)	211,141	46%	Adjusted forecast per actuals - One-Time stipends
<b>SUBTOTAL - Certificated Employees</b>		<b>767,488</b>	<b>1,759,206</b>	<b>1,769,940</b>	<b>1,902,901</b>	<b>(132,960)</b>	<b>1,135,413</b>	<b>40%</b>	
<b>Classified Employees Summary</b>									
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	42,169	62,188	130,839	136,891	(6,052)	94,723	31%	Moved from 2900 to 2400 to match actuals
<b>2900</b>	<b>Classified Other Salaries</b>	86,467	249,183	211,469	310,647	(99,178)	224,180	28%	Added ASES staff hired October
<b>SUBTOTAL - Classified Employees</b>		<b>128,636</b>	<b>311,371</b>	<b>342,308</b>	<b>447,538</b>	<b>(105,230)</b>	<b>318,902</b>	<b>29%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	79,456	187,952	189,406	203,673	(14,267)	124,217	39%	
3200	PERS	11,275	26,322	29,062	38,753	(9,691)	27,478	29%	
3300	OASDI-Medicare-Alternative	21,692	49,548	52,703	62,751	(10,048)	41,059	35%	
3400	Health & Welfare Benefits	104,511	296,194	281,414	305,625	(24,211)	201,114	34%	Adjust per terms/new hires - remove calc for unfill
3500	Unemployment Insurance	447	1,032	1,057	1,176	(119)	729	38%	
3600	Workers Comp Insurance	8,408	26,917	27,459	30,556	(3,096)	22,148	28%	
3700	Retiree Benefits	-	-	-	-	-	-	-	
3800	PERS Reduction	-	-	-	-	-	-	-	
3900	Other Employee Benefits	-	3,000	3,000	3,000	-	3,000	0%	
<b>SUBTOTAL - Employee Benefits</b>		<b>225,788</b>	<b>590,965</b>	<b>584,101</b>	<b>645,534</b>	<b>(61,433)</b>	<b>419,746</b>	<b>35%</b>	
<b>4000 Books &amp; Supplies</b>									
4100	Approved Textbooks & Core Curricula Materials	206,934	204,000	204,000	209,000	(5,000)	2,066	99%	moved from 4200 to match actuals
4200	Books & Other Reference Materials	-	44,000	44,000	39,000	5,000	39,000	0%	moved to 4100
4320	Educational Software	9,732	14,000	12,500	12,500	-	2,768	78%	
4325	Instructional Materials & Supplies	17,200	16,000	17,500	17,500	-	300	98%	
4326	Art & Music Supplies	336	500	500	500	-	165	67%	
4330	Office Supplies	6,719	10,000	10,000	10,000	-	3,281	67%	
4345	Non Instructional Student Materials & Supplies	1,571	70,000	64,083	64,083	-	62,512	2%	
4346	Teacher Supplies	412	100	1,100	1,100	-	688	37%	
4350	Uniforms	4,916	-	4,917	4,917	-	1	100%	
4400	Noncapitalized Equipment	-	23,000	19,000	-	19,000	-	-	
4410	Classroom Furniture, Equipment & Supplies	5,899	6,000	6,000	6,000	-	101	98%	
4420	Computers (individual items less than \$5k)	82,797	18,500	18,500	83,500	(65,000)	703	99%	Capitalize? Over the 25K threshold
4430	Non Classroom Related Furniture, Equipment & S	6,800	4,500	8,500	8,500	-	1,700	80%	
4700	Food	55,593	377,354	377,354	377,354	-	321,761	15%	
4720	Other Food	1,532	-	500	1,532	(1,032)	(0)	100%	Non-student food not budgeted, increased to match
<b>SUBTOTAL - Books and Supplies</b>		<b>400,441</b>	<b>787,954</b>	<b>788,454</b>	<b>835,486</b>	<b>(47,032)</b>	<b>435,045</b>	<b>48%</b>	

**Magnolia Science Academy 3**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
				Previous Month's	Current	Variance	Forecast	% of Forecast	
		Actual YTD	Approved Budget	Forecast	Forecast	(Previous vs. Current Forecast)	Remaining	Spent	Notes
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	206,934	204,000	204,000	209,000	(5,000)	2,066	99%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	-	44,000	44,000	39,000	5,000	39,000	0%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	40,886	110,600	110,600	110,600	-	69,714	37%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	95,495	52,000	52,000	98,000	(46,000)	2,505	97%	
<b>4700</b>	<b>Food</b>	57,125	377,354	377,854	378,886	(1,032)	321,761	15%	
<b>SUBTOTAL - Books and Supplies</b>		<b>400,441</b>	<b>787,954</b>	<b>788,454</b>	<b>835,486</b>	<b>(47,032)</b>	<b>435,045</b>	<b>48%</b>	

### Magnolia Science Academy 3

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes	
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>									
5101	Shared Management Fee - CMO	145,517	873,103	873,103	873,103	-	727,586	17%		
5200	Travel & Conferences	572	19,500	19,500	19,500	-	18,928	3%		
5210	Conference Fees	-	20,000	21,935	21,935	(0)	21,935	0%		
5215	Travel - Mileage, Parking, Tolls	76	500	500	500	-	424	15%		
5300	Dues & Memberships	-	24,000	26,323	26,323	(0)	26,323	0%		
5450	Insurance - Other	9,108	35,250	21,860	21,860	-	12,752	42%	Updated per CharterSafe premium	
5500	Operations & Housekeeping	30	-	50	50	-	20	59%		
5605	Equipment Leases	2,528	15,600	15,600	15,600	-	13,072	16%		
5610	Rent	6,965	240,000	240,000	240,000	-	233,035	3%		
5615	Repairs and Maintenance - Building	-	12,000	11,500	11,500	-	11,500	0%		
5617	Repairs and Maintenance - Other Equipment	277	-	500	500	-	223	55%		
5803	Accounting Fees	-	5,000	5,000	5,000	-	5,000	0%		
5809	Banking Fees	142	1,500	1,500	1,500	-	1,358	9%		
5813	School Programs - After School Program	340	-	500	500	-	160	68%	Recode from 5822 per actuals	
5814	School Programs - Academic Competitions	454	-	-	454	(454)	-	100%	No budget, increased to match actuals	
5819	School Programs - Other	1,825	-	3,000	3,000	-	1,175	61%	Recode from 5822 per actuals	
5820	Consultants - Non Instructional	2,711	24,000	24,000	24,000	-	21,289	11%		
5821	Consultants - Non Instructional - Custom 2	-	-	-	-	-	-			
5822	Other Professional Services	25	101,000	97,500	97,046	454	97,021	0%		
5824	District Oversight Fees	14,278	40,620	40,620	40,588	32	26,310	35%		
5830	Field Trips Expenses	986	50,000	49,000	49,000	-	48,015	2%		
5845	Legal Fees	4,875	20,000	20,000	20,000	-	15,126	24%		
5851	Marketing and Student Recruiting	5,525	30,000	30,000	30,000	-	24,475	18%		
5857	Payroll Fees	2,374	3,100	3,100	3,100	-	726	77%		
5861	Prior Yr Exp (not accrued)	1,439	1,446	1,446	1,446	-	7	100%	PY LACOE fee - not accrued	
5863	Professional Development	1,542	79,000	79,000	79,000	-	77,458	2%		
5869	Special Education Contract Instructors	6,895	50,000	56,781	56,781	-	49,886	12%	Add Option 3 grant expenses	
5872	Special Education Encroachment	27,641	67,708	67,708	67,708	-	40,067	41%		
5884	Substitutes	28,160	38,880	38,880	38,880	-	10,720	72%		
5887	Technology Services	6,312	24,000	24,000	24,000	-	17,688	26%		
5893	Transportation - Student	400	-	1,000	1,000	-	600	40%	Recode from 5830 to match actuals	
5899	Miscellaneous Operating Expenses	11,409	-	-	-	-	(11,409)		Uncategorized expenses - awaiting coding/backlog	
5900	Communications	2,151	9,000	9,000	9,000	-	6,849	24%		
5915	Postage and Delivery	2,514	6,000	6,000	6,000	-	3,486	42%		
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	<b>287,069</b>	<b>1,791,208</b>	<b>1,788,907</b>	<b>1,788,874</b>	<b>33</b>	<b>1,501,805</b>	<b>16%</b>		
	<b>Services &amp; Other Operating Expenditures Summary</b>									
<b>5100</b>	<b>Subagreements for Services</b>	145,517	873,103	873,103	873,103	-	727,586	17%		
<b>5200</b>	<b>Travel &amp; Conferences</b>	647	40,000	41,935	41,935	(0)	41,288	2%		
<b>5300</b>	<b>Dues &amp; Memberships</b>	-	24,000	26,323	26,323	(0)	26,323	0%		
<b>5400</b>	<b>Insurance</b>	9,108	35,250	21,860	21,860	-	12,752	42%		
<b>5500</b>	<b>Operations &amp; Housekeeping</b>	30	-	50	50	-	20	59%		
<b>5600</b>	<b>Rentals, Leases, &amp; Repairs</b>	9,770	267,600	267,600	267,600	-	257,830	4%		
<b>5800</b>	<b>Other Services &amp; Operating Expenses</b>	117,332	536,254	543,036	543,003	33	425,671	22%		
<b>5900</b>	<b>Communications</b>	4,665	15,000	15,000	15,000	-	10,335	31%		

**Magnolia Science Academy 3**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	287,069	1,791,208	1,788,907	1,788,874	33	1,501,805	16%	
<b>6000</b>	<b>Capital Outlay</b>								
	<b>SUBTOTAL - Capital Outlay</b>	-	-	-	-	-	-		
	<b>TOTAL EXPENSES</b>	1,809,423	5,240,703	5,273,711	5,620,333	(346,622)	3,810,910	32%	
<b>6900</b>	<b>Total Depreciation (includes Prior Years)</b>	-	12,530	12,530	12,530	-	12,530	0%	
	<b>TOTAL EXPENSES including Depreciation</b>	1,809,423	5,253,233	5,286,241	5,632,863	(346,622)	3,823,440	32%	

## Magnolia Science Academy 4

Budget vs. Actuals

As of most recent monthly close

	Budget vs. Actual		Budget		Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast				
<b>SUMMARY</b>								
<b>Revenue</b>								
General Block Grant	583,513	1,594,460	1,594,460	1,590,265	(4,195)	1,006,752	37%	Update LCFF
Federal Revenue	18,251	222,232	222,232	223,133	901	204,882	8%	Title II funding received
Other State Revenues	59,272	272,664	272,512	272,512	-	213,240	22%	
Local Revenues	26,290	30,534	36,643	37,299	656	11,009	70%	
Fundraising and Grants	15,734	10,000	10,000	15,734	5,734	-	100%	Fundraising
<b>Total Revenue</b>	<b>703,060</b>	<b>2,129,890</b>	<b>2,135,847</b>	<b>2,138,943</b>	<b>3,096</b>	<b>1,435,883</b>	<b>33%</b>	
<b>Expenses</b>								
Compensation and Benefits	437,596	1,010,597	1,010,597	1,133,328	(122,731)	695,732	39%	2 new teachers added
Books and Supplies	31,192	227,395	273,271	273,519	(248)	242,327	11%	
Services and Other Operating Expenditures	178,380	652,796	671,143	674,960	(3,817)	496,580	26%	updated per actual spending
Capital Outlay	-	-	-	-	-	-	-	
<b>Total Expenses</b>	<b>647,168</b>	<b>1,890,788</b>	<b>1,955,011</b>	<b>2,081,807</b>	<b>(126,796)</b>	<b>1,434,639</b>	<b>31%</b>	
<b>Operating Income (excluding Depreciation)</b>	<b>55,893</b>	<b>239,102</b>	<b>180,836</b>	<b>57,137</b>	<b>(123,699)</b>	<b>1,244</b>	<b>98%</b>	
<i>Operating Income (including Depreciation)</i>	55,893	229,881	171,615	47,916	(123,699)	(7,976)	117%	
<b>Fund Balance</b>								
Beginning Balance (Unaudited)	502,151	502,151	502,151	502,151			100%	
Audit Adjustment	(35,331)	-	-	(35,331)			100%	
Beginning Balance (Audited)	466,820	502,151	502,151	466,820			100%	
Operating Income (including Depreciation)	55,893	229,881	171,615	47,916			117%	
<b>Ending Fund Balance (including Depreciation)</b>	<b>522,713</b>	<b>732,033</b>	<b>673,767</b>	<b>514,736</b>			<b>102%</b>	

## Magnolia Science Academy 4

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>Total Enrolled</b>			<b>183</b>	<b>183</b>	<b>183</b>			0%	
Total ADA			<b>173.9</b>	<b>173.9</b>	<b>173.9</b>			0%	
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	358,288	1,049,126	1,049,126	1,044,931	(4,195)	686,643	34%	
8012	Education Protection Account Entitlement	77,559	259,391	259,391	259,391	-	181,832	30%	
8096	Charter Schools in Lieu of Property Taxes	147,666	285,943	285,943	285,943	-	138,277	52%	
		<b>583,513</b>	<b>1,594,460</b>	<b>1,594,460</b>	<b>1,590,265</b>	<b>(4,195)</b>	<b>1,006,752</b>	<b>37%</b>	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	17,271	34,537	34,537	34,537	-	17,266	50%	
8220	Child Nutrition Programs	-	23,920	23,920	23,920	-	23,920	0%	
8291	Title I	-	58,584	58,584	58,584	-	58,584	0%	
8292	Title II	898	-	-	901	901	3	100%	Updated apportionment
8293	Title III	-	151	151	151	-	151	0%	
8296	Other Federal Revenue	-	104,958	104,958	104,958	-	104,958	0%	CSFIGP Grant not originally budgeted
8297	PY Federal - Not Accrued	82	82	82	82	-	-	100%	
<b>SUBTOTAL - Federal Income</b>		<b>18,251</b>	<b>222,232</b>	<b>222,232</b>	<b>223,133</b>	<b>901</b>	<b>204,882</b>	<b>8%</b>	
<b>8300 Other State Revenues</b>									
8319	Other State Apportionments - Prior Years	2,024	2,024	2,024	2,024	-	0	100%	
8381	Special Education - Entitlement (State)	50,883	97,307	97,307	97,307	-	46,424	52%	
8520	Child Nutrition - State	-	2,410	2,410	2,410	-	2,410	0%	
8550	Mandated Cost Reimbursements	6,365	6,365	119,506	119,506	-	113,141	5%	
8560	State Lottery Revenue	-	31,467	31,467	31,467	-	31,467	0%	
8590	All Other State Revenue	-	133,091	19,798	19,798	-	19,798	0%	
<b>SUBTOTAL - Other State Income</b>		<b>59,272</b>	<b>272,664</b>	<b>272,512</b>	<b>272,512</b>	<b>-</b>	<b>213,240</b>	<b>22%</b>	
<b>8600 Other Local Revenue</b>									
8634	Food Service Sales	135	50	50	135	85	-	100%	updated per actuals
8636	Uniforms	2,226	1,655	1,655	2,226	571	-	100%	updated per actuals
8682	Summer Program	23,829	23,829	23,829	23,829	-	-	100%	
8699	All Other Local Revenue	-	5,000	5,000	5,000	-	5,000	0%	
8714	SpEd Option 3	-	-	6,109	6,109	-	6,109	0%	
8999	Uncategorized Revenue	100	-	-	-	-	(100)		uncat - need to reclass
<b>SUBTOTAL - Local Revenues</b>		<b>26,290</b>	<b>30,534</b>	<b>36,643</b>	<b>37,299</b>	<b>656</b>	<b>11,009</b>	<b>70%</b>	
<b>8800 Donations/Fundraising</b>									
8803	Fundraising	15,734	10,000	10,000	15,734	5,734	-	100%	updated per actuals
<b>SUBTOTAL - Fundraising and Grants</b>		<b>15,734</b>	<b>10,000</b>	<b>10,000</b>	<b>15,734</b>	<b>5,734</b>	<b>-</b>	<b>100%</b>	
<b>TOTAL REVENUE</b>		<b>703,060</b>	<b>2,129,890</b>	<b>2,135,847</b>	<b>2,138,943</b>	<b>3,096</b>	<b>1,435,883</b>	<b>33%</b>	

## Magnolia Science Academy 4

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
<b>1100</b>	<b>Teachers Salaries</b>	196,808	459,626	459,626	566,192	(106,565)	369,383	35%	Two teachers term'd - 9/10 for budgeted teachers
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salarie</b>	125,966	278,582	278,582	280,083	(1,500)	154,117	45%	\$17K+ in unbudgeted raises for 1300
<b>SUBTOTAL - Certificated Employees</b>		<b>322,774</b>	<b>738,208</b>	<b>738,208</b>	<b>846,274</b>	<b>(108,066)</b>	<b>523,500</b>	<b>38%</b>	
<b>Classified Employees Summary</b>									
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	17,335	36,728	36,728	36,728	-	19,393	47%	
<b>2900</b>	<b>Classified Other Salaries</b>	-	22,000	22,000	22,000	-	22,000	0%	
<b>SUBTOTAL - Classified Employees</b>		<b>17,335</b>	<b>58,728</b>	<b>58,728</b>	<b>58,728</b>	<b>-</b>	<b>41,393</b>	<b>30%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	32,151	79,210	79,210	90,805	(11,595)	58,654	35%	
3200	PERS	1,761	4,329	4,329	4,329	-	2,568	41%	
3300	OASDI-Medicare-Alternative	7,000	15,318	15,318	16,899	(1,581)	9,899	41%	
3400	Health & Welfare Benefits	52,548	105,241	105,241	105,241	-	52,693	50%	
3500	Unemployment Insurance	644	398	398	644	(246)	0	100%	SUI .05% - claim filed in November; monitor
3600	Workers Comp Insurance	3,382	9,165	9,165	10,408	(1,243)	7,025	32%	
<b>SUBTOTAL - Employee Benefits</b>		<b>97,487</b>	<b>213,661</b>	<b>213,661</b>	<b>228,326</b>	<b>(14,665)</b>	<b>130,839</b>	<b>43%</b>	
<b>4000 Books &amp; Supplies</b>									
4100	Approved Textbooks & Core Curricula Materials	6,295	92,200	94,000	94,000	-	87,705	7%	adj per actual spending(McGraw Hill)
4200	Books & Other Reference Materials	-	9,000	7,000	7,000	-	7,000	0%	
4320	Educational Software	992	5,000	5,000	5,000	-	4,008	20%	
4325	Instructional Materials & Supplies	3,034	10,000	10,000	10,000	-	6,966	30%	
4330	Office Supplies	3,671	6,000	6,000	6,000	-	2,329	61%	
4345	Non Instructional Student Materials & Supplies	-	35,000	35,000	35,000	-	35,000	0%	
4410	Classroom Furniture, Equipment & Supplies	119	9,500	47,500	41,832	5,668	41,713	0%	Chrome Books
4420	Computers (individual items less than \$5k)	5,668	-	-	5,668	(5,668)	-	100%	updated per actuals; offset with 4410
4700	Food	9,590	60,695	67,195	67,195	-	57,605	14%	update per client budget
4720	Other Food	1,823	-	1,576	1,823	(248)	-	100%	update per actual spending
<b>SUBTOTAL - Books and Supplies</b>		<b>31,192</b>	<b>227,395</b>	<b>273,271</b>	<b>273,519</b>	<b>(248)</b>	<b>242,327</b>	<b>11%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	6,295	92,200	94,000	94,000	-	87,705	7%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	-	9,000	7,000	7,000	-	7,000	0%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	7,697	56,000	56,000	56,000	-	48,303	14%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	5,787	9,500	47,500	47,500	-	41,713	12%	
<b>4700</b>	<b>Food</b>	11,413	60,695	68,771	69,019	(248)	57,605	17%	

**Magnolia Science Academy 4**

Budget vs. Actuals

As of most recent monthly close

	<b>Budget vs.</b>							Notes
	<b>Actual</b>	<b>Budget</b>						
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	
<b>SUBTOTAL - Books and Supplies</b>	<b>31,192</b>	<b>227,395</b>	<b>273,271</b>	<b>273,519</b>	<b>(248)</b>	<b>242,327</b>	<b>11%</b>	

## Magnolia Science Academy 4

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes	
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>									
5101	Shared Management Fee - CMO	81,853	163,707	163,707	163,707	-	81,853	50%		
5200	Travel & Conferences	400	3,000	3,000	3,400	(400)	3,000	12%		
5210	Conference Fees	100	5,000	5,000	5,667	(667)	5,567	2%		
5300	Dues & Memberships	1,947	3,000	3,000	3,400	(400)	1,453	57%		
5450	Insurance - Other	5,589	13,725	13,414	13,414	-	7,825	42%		
5605	Equipment Leases	461	6,000	6,000	6,000	-	5,539	8%		
5610	Rent	1,241	141,600	141,600	141,600	-	140,359	1%		
5615	Repairs and Maintenance - Building	1,349	1,200	1,349	1,349	-	-	100%		
5803	Accounting Fees	-	4,278	4,278	4,278	-	4,278	0%		
5809	Banking Fees	80	500	500	500	-	420	16%		
5813	School Programs - After School Program	226	-	226	226	-	-	100%		
5819	School Programs - Other	-	12,000	12,000	12,000	-	12,000	0%		
5820	Consultants - Non Instructional	2,420	2,000	2,000	2,420	(420)	-	100%	updated per actuals (LAUSD fees)	
5822	Other Professional Services	870	50,130	50,130	50,130	-	49,260	2%		
5824	District Oversight Fees	7,145	15,945	15,945	15,903	42	8,757	45%		
5830	Field Trips Expenses	-	5,000	5,000	5,000	-	5,000	0%		
5843	Interest - Loans Less than 1 Year	-	500	500	500	-	500	0%		
5845	Legal Fees	3,100	5,000	5,000	5,000	-	1,900	62%		
5851	Marketing and Student Recruiting	-	7,200	4,800	4,800	-	4,800	0%	updated per client budget	
5857	Payroll Fees	1,315	2,250	2,250	2,550	(300)	1,235	52%		
5861	Prior Yr Exp (not accrued)	4,292	4,292	4,292	4,292	-	-	100%	PY LACOE fee - others not accrued?	
5863	Professional Development	5,880	16,000	29,000	29,000	-	23,120	20%	increased per client budget	
5869	Special Education Contract Instructors	8,134	50,000	56,109	56,109	-	47,975	14%	Option 3	
5872	Special Education Encroachment	13,631	26,369	26,369	26,369	-	12,738	52%		
5884	Substitutes	1,679	25,200	25,200	25,200	-	23,521	7%	held constant, despite teacher increase	
5887	Technology Services	4,184	13,991	16,800	16,800	-	12,616	25%	shifted from 5890	
5890	Transcript	-	2,809	-	-	-	-		shifted to 5887	
5893	Transportation - Student	21,294	64,000	64,000	64,000	-	42,706	33%		
5899	Miscellaneous Operating Expenses	3,121	-	-	-	-	(3,121)		uncat. will go away when coding received	
5900	Communications	7,746	4,500	6,075	7,746	(1,672)	-	100%	increased to meet monthly actuals. Need to monit	
5915	Postage and Delivery	321	3,600	3,600	3,600	-	3,279	9%		
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	<b>178,380</b>	<b>652,796</b>	<b>671,143</b>	<b>674,960</b>	<b>(3,817)</b>	<b>496,580</b>	<b>26%</b>		
	<b>Services &amp; Other Operating Expenditures Summary</b>									
<b>5100</b>	<b>Subagreements for Services</b>	81,853	163,707	163,707	163,707	-	81,853	50%		
<b>5200</b>	<b>Travel &amp; Conferences</b>	500	8,000	8,000	9,067	(1,067)	8,567	6%		
<b>5300</b>	<b>Dues &amp; Memberships</b>	1,947	3,000	3,000	3,400	(400)	1,453	57%		
<b>5400</b>	<b>Insurance</b>	5,589	13,725	13,414	13,414	-	7,825	42%		
<b>5500</b>	<b>Operations &amp; Housekeeping</b>	-	-	-	-	-	-			
<b>5600</b>	<b>Rentals, Leases, &amp; Repairs</b>	3,052	148,800	148,949	148,949	-	145,897	2%		
<b>5800</b>	<b>Other Services &amp; Operating Expenses</b>	77,371	307,464	324,399	325,077	(678)	247,706	24%		
<b>5900</b>	<b>Communications</b>	8,067	8,100	9,675	11,346	(1,672)	3,279	71%		
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	<b>178,380</b>	<b>652,796</b>	<b>671,143</b>	<b>674,960</b>	<b>(3,817)</b>	<b>496,580</b>	<b>26%</b>		

**Magnolia Science Academy 4**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>6000</b>	<b>Capital Outlay</b>								
	<b>SUBTOTAL - Capital Outlay</b>	-	-	-	-	-	-		
<b>TOTAL EXPENSES</b>		<b>647,168</b>	<b>1,890,788</b>	<b>1,955,011</b>	<b>2,081,807</b>	<b>(126,796)</b>	<b>1,434,639</b>	<b>31%</b>	
<b>6900</b>	<b>Total Depreciation (includes Prior Years)</b>	-	9,221	9,221	9,221	-	9,221	0%	<i>Adj per fixed assets sched and est for CY additions</i>
<b>TOTAL EXPENSES including Depreciation</b>		<b>647,168</b>	<b>1,900,008</b>	<b>1,964,232</b>	<b>2,091,027</b>	<b>(126,796)</b>	<b>1,443,860</b>	<b>31%</b>	

## Magnolia Science Academy 5

Budget vs. Actuals

As of most recent monthly close

	Budget vs.						Forecast Remaining	% of Forecast Spent	Notes
	Actual	Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)				
	Actual YTD	Approved Budget							
<b>SUMMARY</b>									
<b>Revenue</b>									
General Block Grant	268,243	1,226,157	1,226,157	1,226,157	-	957,914	22%		
Federal Revenue	8,747	136,848	136,848	136,848	-	128,101	6%		
Other State Revenues	70,633	240,694	240,621	240,621	-	169,988	29%		
Local Revenues	4,775	4,000	9,606	13,663	4,057	8,888	35%	Textbook sales	
Fundraising and Grants	218	3,000	3,000	3,000	-	2,782	7%		
<b>Total Revenue</b>	<b>352,616</b>	<b>1,610,699</b>	<b>1,616,232</b>	<b>1,620,288</b>	<b>4,057</b>	<b>1,267,673</b>	<b>22%</b>		
<b>Expenses</b>									
Compensation and Benefits	298,399	828,548	828,548	828,599	(51)	530,200	36%	benefits adjustment for ASES salaries shifted from	
Books and Supplies	8,371	152,900	152,900	152,900	-	144,529	5%		
Services and Other Operating Expenditures	107,319	471,686	477,292	477,446	(154)	370,127	22%	STRS write off	
Capital Outlay	-	-	-	-	-	-			
<b>Total Expenses</b>	<b>414,088</b>	<b>1,453,134</b>	<b>1,458,740</b>	<b>1,458,945</b>	<b>(205)</b>	<b>1,044,857</b>	<b>28%</b>		
<b>Operating Income (excluding Depreciation)</b>	<b>(61,473)</b>	<b>157,565</b>	<b>157,492</b>	<b>161,343</b>	<b>3,851</b>	<b>222,816</b>			
<i>Operating Income (including Depreciation)</i>	(61,473)	140,364	140,291	144,142	3,851	205,615			
<b>Fund Balance</b>									
Beginning Balance (Unaudited)	890,631	890,631	890,631	890,631			100%		
Audit Adjustment	(35,359)	-	-	(35,359)			100%		
Beginning Balance (Audited)	855,272	890,631	890,631	855,272			100%		
Operating Income (including Depreciation)	(61,473)	140,364	140,291	144,142					
<b>Ending Fund Balance (including Depreciation)</b>	<b>793,799</b>	<b>1,030,995</b>	<b>1,030,922</b>	<b>999,414</b>			<b>79%</b>		
<b>Total Enrolled</b>		<b>150</b>	<b>150</b>	<b>150</b>			<b>0%</b>		
Total ADA		142.5	142.5	142.5			0%		

## Magnolia Science Academy 5

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	161,122	788,030	788,030	788,030	-	626,908	20%	
8012	Education Protection Account Entitlement	35,865	203,748	203,748	203,748	-	167,883	18%	
8096	Charter Schools in Lieu of Property Taxes	71,256	234,380	234,380	234,380	-	163,123	30%	
		268,243	1,226,157	1,226,157	1,226,157	-	957,914	22%	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	8,334	28,309	28,309	28,309	-	19,975	29%	
8291	Title I	-	32,564	32,564	32,564	-	32,564	0%	
8292	Title II	-	511	511	511	-	511	0%	
8293	Title III	-	754	754	754	-	754	0%	
8296	Other Federal Revenue	-	74,297	74,297	74,297	-	74,297	0%	
8297	PY Federal - Not Accrued	413	413	413	413	-	-	100%	
<b>SUBTOTAL - Federal Income</b>		8,747	136,848	136,848	136,848	-	128,101	6%	
<b>8300 Other State Revenues</b>									
8319	Other State Apportionments - Prior Years	2,528	2,528	2,528	2,528	-	-	100%	
8381	Special Education - Entitlement (State)	24,554	79,760	79,760	79,760	-	55,206	31%	forecast may be high - continue to monitor
8550	Mandated Cost Reimbursements	1,466	1,466	56,062	56,062	-	54,596	3%	one-time discretionary funds, Ed Eff
8560	State Lottery Revenue	-	25,793	25,793	25,793	-	25,793	0%	
8590	All Other State Revenue	-	66,402	11,732	11,732	-	11,732	0%	one-time discretionary funds, Ed Eff
8593	ASES	42,085	64,746	64,746	64,746	-	22,661	65%	
<b>SUBTOTAL - Other State Income</b>		70,633	240,694	240,621	240,621	-	169,988	29%	
<b>8600 Other Local Revenue</b>									
8636	Uniforms	718	1,000	1,000	1,000	-	282	72%	
8690	Other Local Revenue	4,057	-	-	4,057	4,057	-	100%	textbook sales
8699	All Other Local Revenue	-	3,000	3,000	3,000	-	3,000	0%	
8714	SpEd Option 3	-	-	5,606	5,606	-	5,606	0%	Option 3 step grant
<b>SUBTOTAL - Local Revenues</b>		4,775	4,000	9,606	13,663	4,057	8,888	35%	
<b>8800 Donations/Fundraising</b>									
8803	Fundraising	218	3,000	3,000	3,000	-	2,782	7%	
<b>SUBTOTAL - Fundraising and Grants</b>		218	3,000	3,000	3,000	-	2,782	7%	
<b>TOTAL REVENUE</b>		<b>352,616</b>	<b>1,610,699</b>	<b>1,616,232</b>	<b>1,620,288</b>	<b>4,057</b>	<b>1,267,673</b>	<b>22%</b>	

## Magnolia Science Academy 5

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
<b>1100</b>	<b>Teachers Salaries</b>	146,169	394,881	394,881	396,006	(1,125)	249,837	37%	updated hourly pay for ASES
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salaries</b>	63,286	156,548	156,548	156,548	-	93,262	40%	
<b>SUBTOTAL - Certificated Employees</b>		<b>209,456</b>	<b>551,430</b>	<b>551,430</b>	<b>552,555</b>	<b>(1,125)</b>	<b>343,099</b>	<b>38%</b>	
<b>Classified Employees Summary</b>									
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	16,737	39,650	39,650	39,650	-	22,912	42%	
<b>2900</b>	<b>Classified Other Salaries</b>	9,453	60,000	60,000	58,875	1,125	49,422	16%	
<b>SUBTOTAL - Classified Employees</b>		<b>26,190</b>	<b>99,650</b>	<b>99,650</b>	<b>98,525</b>	<b>1,125</b>	<b>72,335</b>	<b>27%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	22,114	59,168	59,168	59,289	(121)	37,175	37%	
3200	PERS	3,301	4,568	4,568	4,568	-	1,267	72%	
3300	OASDI-Medicare-Alternative	5,022	15,719	15,719	15,649	70	10,627	32%	
3400	Health & Welfare Benefits	30,146	90,201	90,201	90,201	-	60,055	33%	
3500	Unemployment Insurance	100	326	326	326	-	226	31%	SUI .05%
3600	Workers Comp Insurance	2,070	7,487	7,487	7,487	0	5,417	28%	
<b>SUBTOTAL - Employee Benefits</b>		<b>62,753</b>	<b>177,469</b>	<b>177,469</b>	<b>177,520</b>	<b>(51)</b>	<b>114,767</b>	<b>35%</b>	

## Magnolia Science Academy 5

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>				<b>Variance</b>	<b>% of</b>	
				Previous Month's		(Previous vs.	Forecast	% of	
		Actual YTD	Approved Budget	Forecast	Current Forecast	Current Forecast)	Remaining	Forecast	Notes
								Spent	
<b>4000</b>	<b>Books &amp; Supplies</b>								
4100	Approved Textbooks & Core Curricula Materials	-	87,800	87,800	87,800	-	87,800	0%	adj per planned spending(McGraw Hill);
4200	Books & Other Reference Materials	-	7,500	7,500	7,500	-	7,500	0%	
4315	Custodial Supplies	-	2,400	2,400	2,400	-	2,400	0%	
4320	Educational Software	2,587	2,000	2,587	2,587	-	-	100%	shifted from 4325 per actuals
4325	Instructional Materials & Supplies	744	19,500	18,913	18,913	-	18,169	4%	shifted to 4320 per actuals
4330	Office Supplies	1,880	1,200	1,880	1,880	-	-	100%	shifted from 4345 per actuals
4345	Non Instructional Student Materials & Supplies	-	14,927	14,247	14,121	126	14,121	0%	shifted to 4330 and 4345 per actuals
4350	Uniforms	199	73	73	199	(126)	-	100%	shifted from 4345 per actuals
4400	Noncapitalized Equipment	-	4,039	4,039	4,039	-	4,039	0%	
4420	Computers (individual items less than \$5k)	2,961	2,961	2,961	2,961	-	-	100%	
4700	Food	-	10,500	10,500	10,500	-	10,500	0%	
	<b>SUBTOTAL - Books and Supplies</b>	<b>8,371</b>	<b>152,900</b>	<b>152,900</b>	<b>152,900</b>	<b>(0)</b>	<b>144,529</b>	<b>5%</b>	
	<b>Books &amp; Supplies Summary</b>								
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	-	87,800	87,800	87,800	-	87,800	0%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	-	7,500	7,500	7,500	-	7,500	0%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	5,410	40,100	40,100	40,100	(0)	34,690	13%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	2,961	7,000	7,000	7,000	-	4,039	42%	
<b>4700</b>	<b>Food</b>	-	10,500	10,500	10,500	-	10,500	0%	
	<b>SUBTOTAL - Books and Supplies</b>	<b>8,371</b>	<b>152,900</b>	<b>152,900</b>	<b>152,900</b>	<b>(0)</b>	<b>144,529</b>	<b>5%</b>	
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>								
5101	Shared Management Fee - CMO	32,741	65,483	65,483	65,483	-	32,741	50%	
5200	Travel & Conferences	-	2,000	2,000	2,000	-	2,000	0%	
5210	Conference Fees	675	5,000	5,000	5,000	-	4,325	14%	
5300	Dues & Memberships	1,670	3,200	3,200	3,200	-	1,530	52%	
5305	Dues & Membership - Professional	-	1,000	1,000	1,000	-	1,000	0%	
5450	Insurance - Other	-	11,900	11,900	11,900	-	11,900	0%	
5500	Operations & Housekeeping	175	-	175	175	-	-	100%	shifted from 5615
5605	Equipment Leases	932	6,600	6,600	6,600	-	5,668	14%	
5610	Rent	-	120,000	120,000	120,000	-	120,000	0%	
5615	Repairs and Maintenance - Building	-	600	425	425	-	425	0%	shifted to 5500 per actuals
5617	Repairs and Maintenance - Other Equipment	2,175	2,500	2,500	2,500	-	325	87%	
5803	Accounting Fees	-	1,895	1,895	1,895	-	1,895	0%	
5809	Banking Fees	80	400	400	400	-	320	20%	
5813	School Programs - After School Program	381	381	381	381	-	-	100%	
5820	Consultants - Non Instructional	19,205	25,000	25,000	25,000	-	5,795	77%	
5822	Other Professional Services	425	46,216	46,216	46,216	-	45,791	1%	
5824	District Oversight Fees	3,276	12,262	12,262	12,262	-	8,985	27%	
5830	Field Trips Expenses	-	8,000	8,000	8,000	-	8,000	0%	

## Magnolia Science Academy 5

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
				Previous Month's		Variance	Forecast	% of	
		Actual YTD	Approved Budget	Forecast	Current Forecast	(Previous vs. Current Forecast)	Remaining	Forecast t Spent	Notes
5843	Interest - Loans Less than 1 Year	-	400	400	400	-	400	0%	
5845	Legal Fees	-	8,000	8,000	8,000	-	8,000	0%	
5851	Marketing and Student Recruiting	25	7,200	7,200	7,200	-	7,175	0%	
5857	Payroll Fees	1,743	1,800	1,800	1,800	-	57	97%	
5861	Prior Yr Exp (not accrued)	10,069	9,915	9,915	10,069	(154)	0	100%	adjusted per actuals (STRS write-off)
5863	Professional Development	1,150	34,000	34,000	34,000	-	32,850	3%	
5869	Special Education Contract Instructors	5,014	40,000	45,606	45,606	-	40,592	11%	Option 3
5872	Special Education Encroachment	6,578	21,614	21,614	21,614	-	15,036	30%	
5884	Substitutes	1,155	15,120	15,120	15,120	-	13,965	8%	
5887	Technology Services	1,614	14,400	14,400	14,400	-	12,786	11%	
5899	Miscellaneous Operating Expenses	16,484	-	-	-	-	(16,484)		uncat - needs to be reclassified
5900	Communications	1,113	4,800	4,800	4,800	-	3,687	23%	
5915	Postage and Delivery	639	2,000	2,000	2,000	-	1,361	32%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>107,319</b>	<b>471,686</b>	<b>477,292</b>	<b>477,446</b>	<b>(154)</b>	<b>370,127</b>	<b>22%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	32,741	65,483	65,483	65,483	-	32,741	50%	
5200	Travel & Conferences	675	7,000	7,000	7,000	-	6,325	10%	
5300	Dues & Memberships	1,670	4,200	4,200	4,200	-	2,530	40%	
5400	Insurance	-	11,900	11,900	11,900	-	11,900	0%	
5500	Operations & Housekeeping	175	-	175	175	-	-	100%	
5600	Rentals, Leases, & Repairs	3,106	129,700	129,525	129,525	-	126,418	2%	
5800	Other Services & Operating Expenses	67,199	246,603	252,209	252,363	(154)	185,164	27%	
5900	Communications	1,752	6,800	6,800	6,800	-	5,048	26%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>107,319</b>	<b>471,686</b>	<b>477,292</b>	<b>477,446</b>	<b>(154)</b>	<b>370,127</b>	<b>22%</b>	
6000	Capital Outlay								
<b>SUBTOTAL - Capital Outlay</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		
<b>TOTAL EXPENSES</b>		<b>414,088</b>	<b>1,453,134</b>	<b>1,458,740</b>	<b>1,458,945</b>	<b>(205)</b>	<b>1,044,857</b>	<b>28%</b>	
6900	Total Depreciation (includes Prior Years)	-	17,201	17,201	17,201	-	17,201	0%	
<b>TOTAL EXPENSES including Depreciation</b>		<b>414,088</b>	<b>1,470,335</b>	<b>1,475,941</b>	<b>1,476,146</b>	<b>(205)</b>	<b>1,062,058</b>	<b>28%</b>	

**Magnolia Science Academy 6**

Budget vs. Actuals

As of most recent monthly close

	Budget vs.		Budget		Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
	Actual		Approved Budget	Previous Month's Forecast				
	Actual YTD		Approved Budget	Previous Month's Forecast	Current Forecast	Forecast Remaining	% of Forecast Spent	Notes
<b>SUMMARY</b>								
<b>Revenue</b>								
General Block Grant	405,853		1,375,307	1,375,307	1,375,307	-	969,454	30%
Federal Revenue	12,967		109,779	109,781	109,781	-	96,814	12%
Other State Revenues	40,928		226,103	225,988	306,238	80,250	265,310	13% SB740 not originally budgeted
Local Revenues	-		4,000	9,717	9,717	-	9,717	0%
Fundraising and Grants	6,919		10,000	10,000	10,000	-	3,081	69%
<b>Total Revenue</b>	<b>466,667</b>		<b>1,725,189</b>	<b>1,730,793</b>	<b>1,811,043</b>	<b>80,250</b>	<b>1,344,376</b>	<b>26%</b>
<b>Expenses</b>								
Compensation and Benefits	321,034		784,522	784,522	784,522	-	463,488	41%
Books and Supplies	18,528		215,690	215,690	166,456	49,234	147,928	11% offset in 6000s
Services and Other Operating Expenditures	149,152		424,382	434,885	431,572	3,313	282,420	35% adjust rent & student transportation expense per actuals
Capital Outlay	61,139		11,905	11,905	61,139	(49,234)	0	100% Computer purchases; offset in 4410
<b>Total Expenses</b>	<b>549,853</b>		<b>1,436,499</b>	<b>1,447,003</b>	<b>1,443,690</b>	<b>3,313</b>	<b>893,836</b>	<b>38%</b>
<b>Operating Income (excluding Depreciation)</b>	<b>(83,186)</b>		<b>288,689</b>	<b>283,791</b>	<b>367,354</b>	<b>83,563</b>	<b>450,540</b>	<b>-23%</b>
<i>Operating Income (including Depreciation)</i>	<i>(22,047)</i>		<i>298,194</i>	<i>289,327</i>	<i>422,125</i>	<i>132,798</i>	<i>444,172</i>	<i>-5%</i>
<b>Fund Balance</b>								
Beginning Balance (Unaudited)	485,437		485,437	485,437	485,437			100%
Audit Adjustment	(10,880)		-	-	(10,880)			100%
Beginning Balance (Audited)	474,557		485,437	485,437	474,557			100%
Operating Income (including Depreciation)	(22,047)		298,194	289,327	422,125			-5%
<b>Ending Fund Balance (including Depreciation)</b>	<b>452,510</b>		<b>783,631</b>	<b>774,764</b>	<b>896,682</b>			<b>50%</b>
<b>Total Enrolled</b>			<b>168</b>	<b>168</b>	<b>168</b>			<b>0%</b>
Total ADA			<b>164.6</b>	<b>164.6</b>	<b>164.6</b>			<b>0%</b>

**Magnolia Science Academy 6**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's	Variance	Forecast	% of Forecast			
		Actual YTD	Approved Budget	Forecast	(Previous vs.	Remaining	Spent	Notes		
				Current Forecast	Current Forecast)					
<b>LCFF Entitlement</b>										
8011	Charter Schools LCFF - State Aid	241,774	880,035	880,035	880,035	-	638,261	27%		
8012	Education Protection Account Entitlement	53,212	224,477	224,477	224,477	-	171,265	24%		
8096	Charter Schools in Lieu of Property Taxes	110,867	270,795	270,795	270,795	-	159,928	41%		
		<b>405,853</b>	<b>1,375,307</b>	<b>1,375,307</b>	<b>1,375,307</b>	<b>-</b>	<b>969,454</b>	<b>30%</b>		
<b>8100 Federal Revenue</b>										
8181	Special Education - Entitlement	12,967	32,707	32,707	32,707	-	19,741	40%		
8220	Child Nutrition Programs	-	29,472	29,472	29,472	-	29,472	0%		
8291	Title I	-	46,306	46,306	46,306	-	46,306	0%		
8292	Title II	-	692	692	692	-	692	0%		
8293	Title III	-	602	603	603	-	603	0%		
<b>SUBTOTAL - Federal Income</b>		<b>12,967</b>	<b>109,779</b>	<b>109,781</b>	<b>109,781</b>	<b>-</b>	<b>96,814</b>	<b>12%</b>		
<b>8300 Other State Revenues</b>										
8319	Other State Apportionments - Prior Years	444	445	445	445	-	0	100%		
8381	Special Education - Entitlement (State)	38,203	92,152	92,152	92,152	-	53,949	41%		
8520	Child Nutrition - State	-	3,167	3,167	3,167	-	3,167	0%		
8545	School Facilities Apportionments	-	-	-	80,250	80,250	80,250	0%		
8550	Mandated Cost Reimbursements	2,281	2,281	87,226	87,226	-	84,945	3%	shifted one time funds from 8590	
8560	State Lottery Revenue	-	29,800	29,800	29,800	-	29,800	0%		
8590	All Other State Revenue	-	98,259	13,199	13,199	-	13,199	0%	shifted one-time funds, added Ed Eff	
<b>SUBTOTAL - Other State Income</b>		<b>40,928</b>	<b>226,103</b>	<b>225,988</b>	<b>306,238</b>	<b>80,250</b>	<b>265,310</b>	<b>13%</b>		
<b>8600 Other Local Revenue</b>										
8699	All Other Local Revenue	-	4,000	4,000	4,000	-	4,000	0%		
8714	SpEd Option 3	-	-	5,717	5,717	-	5,717	0%	Option 3 Step grant	
<b>SUBTOTAL - Local Revenues</b>		<b>-</b>	<b>4,000</b>	<b>9,717</b>	<b>9,717</b>	<b>-</b>	<b>9,717</b>	<b>0%</b>		
<b>8800 Donations/Fundraising</b>										
8802	Donations - Private	5,666	5,000	5,000	5,666	666	-	100%	adjustment per actuals	
8803	Fundraising	1,253	5,000	5,000	4,334	(666)	3,081	29%	shifted to 8802 to adjust for actuals	
<b>SUBTOTAL - Fundraising and Grants</b>		<b>6,919</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>-</b>	<b>3,081</b>	<b>69%</b>		
<b>TOTAL REVENUE</b>		<b>466,667</b>	<b>1,725,189</b>	<b>1,730,793</b>	<b>1,811,043</b>	<b>80,250</b>	<b>1,344,376</b>	<b>26%</b>		

**Magnolia Science Academy 6**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's	Variance	Forecast	% of Forecast			
		Actual YTD	Approved Budget	Forecast	(Previous vs.	Remaining	Spent			Notes
				Current Forecast	Current Forecast)					
<b>EXPENSES</b>										
<b>Compensation &amp; Benefits</b>										
<b>Certificated Employees Summary</b>										
<b>1100</b>	<b>Teachers Salaries</b>	160,045	401,740	401,740	401,740	-	241,695	40%		
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salarie</b>	63,545	157,145	157,145	157,145	-	93,600	40%		
<b>SUBTOTAL - Certificated Employees</b>		<b>223,590</b>	<b>558,885</b>	<b>558,885</b>	<b>558,885</b>	<b>-</b>	<b>335,295</b>	<b>40%</b>		
<b>Classified Employees Summary</b>										
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	17,188	41,125	41,125	41,125	-	23,937	42%		
<b>2900</b>	<b>Classified Other Salaries</b>	8,858	17,000	17,000	17,000	-	8,142	52%		
<b>SUBTOTAL - Classified Employees</b>		<b>26,046</b>	<b>58,125</b>	<b>58,125</b>	<b>58,125</b>	<b>-</b>	<b>32,079</b>	<b>45%</b>		
<b>Employee Benefits Summary</b>										
3100	STRS	23,401	59,968	59,968	59,968	-	36,567	39%		
3200	PERS	1,933	4,768	4,768	4,768	-	2,836	41%		
3300	OASDI-Medicare-Alternative	5,235	12,644	12,644	12,644	-	7,409	41%		
3400	Health & Welfare Benefits	38,530	82,727	82,727	82,727	-	44,197	47%		
3500	Unemployment Insurance	125	309	309	309	-	184	41%		
3600	Workers Comp Insurance	2,176	7,096	7,096	7,096	-	4,920	31%		
<b>SUBTOTAL - Employee Benefits</b>		<b>71,399</b>	<b>167,512</b>	<b>167,512</b>	<b>167,512</b>	<b>-</b>	<b>96,113</b>	<b>43%</b>		

**Magnolia Science Academy 6**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's	Variance	Forecast	% of Forecast			
		Actual YTD	Approved Budget	Forecast	(Previous vs.	Remaining	Spent	Notes		
				Current Forecast	Current Forecast)					
<b>4000</b>	<b>Books &amp; Supplies</b>									
4100	Approved Textbooks & Core Curricula Materials	-	53,327	53,327	53,327	-	53,327	0%		
4200	Books & Other Reference Materials	-	5,295	5,295	5,295	-	5,295	0%		
4320	Educational Software	-	5,518	5,518	5,518	-	5,518	0%		
4325	Instructional Materials & Supplies	208	1,609	1,609	1,305	305	1,097	16%	offset in 4340	
4330	Office Supplies	770	424	770	770	-	0	100%	Updated per actual spending, recuded 4345	
4335	PE Supplies	953	953	953	953	-	-	100%		
4340	Professional Development Supplies	305	-	-	305	(305)	-	100%	updated per actuals; offset in 4325	
4345	Non Instructional Student Materials & Supplies	-	12,697	12,265	12,190	75	12,190	0%	shifted to 4330 and 4346 per actuals	
4346	Teacher Supplies	341	180	266	341	(75)	-	100%	Updated per actual spending, recuded 4345	
4400	Noncapitalized Equipment	-	1,000	729	729	-	729	0%	shifted between 4400 and 4430 per actuals	
4410	Classroom Furniture, Equipment & Supplies	468	2,500	2,500	2,500	-	2,032	19%		
4420	Computers (individual items less than \$5k)	7,406	84,000	84,000	34,766	49,234	27,360	21%	shifted to 6000s	
4430	Non Classroom Related Furniture, Equipment & S	271	-	271	271	-	-	100%	shifted between 4400 and 4430 per actuals	
4700	Food	7,806	48,186	48,186	48,186	-	40,381	16%		
<b>SUBTOTAL - Books and Supplies</b>		<b>18,528</b>	<b>215,690</b>	<b>215,690</b>	<b>166,456</b>	<b>49,234</b>	<b>147,928</b>	<b>11%</b>		
<b>Books &amp; Supplies Summary</b>										
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	-	53,327	53,327	53,327	-	53,327	0%		
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	-	5,295	5,295	5,295	-	5,295	0%		
<b>4300</b>	<b>Materials &amp; Supplies</b>	2,577	21,382	21,382	21,382	(0)	18,805	12%		
<b>4400</b>	<b>Noncapitalized Equipment</b>	8,146	87,500	87,500	38,266	49,234	30,120	21%		
<b>4700</b>	<b>Food</b>	7,806	48,186	48,186	48,186	-	40,381	16%		
<b>SUBTOTAL - Books and Supplies</b>		<b>18,528</b>	<b>215,690</b>	<b>215,690</b>	<b>166,456</b>	<b>49,234</b>	<b>147,928</b>	<b>11%</b>		
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>									
5101	Shared Management Fee - CMO	27,284	65,483	65,483	65,483	-	38,198	42%		
5200	Travel & Conferences	20	1,854	1,696	1,319	377	1,299	2%	shifted between 5215 and 5200 per actuals	
5210	Conference Fees	-	985	985	985	(0)	985	0%		
5215	Travel - Mileage, Parking, Tolls	558	115	273	558	(285)	-	100%	shifted between 5215 and 5200 per actuals	
5300	Dues & Memberships	-	1,954	1,954	1,954	(0)	1,954	0%		
5305	Dues & Membership - Professional	870	1,000	1,000	1,000	-	130	87%		
5450	Insurance - Other	3,519	11,251	8,446	8,446	-	4,927	42%	adjusted to match Charter Safe premium	
5500	Operations & Housekeeping	-	3,000	3,000	3,000	-	3,000	0%		
5510	Utilities - Gas and Electric	2,223	6,600	6,600	6,600	-	4,377	34%		
5605	Equipment Leases	392	4,800	4,800	4,800	-	4,408	8%		
5610	Rent	45,000	112,407	112,407	108,000	4,407	63,000	42%	adjusted per \$9k/month actual payments	
5615	Repairs and Maintenance - Building	150	480	480	480	-	330	31%		
5803	Accounting Fees	-	4,500	4,500	4,500	-	4,500	0%		
5809	Banking Fees	99	500	500	500	-	401	20%		
5819	School Programs - Other	465	10,000	10,000	10,000	-	9,535	5%		
5820	Consultants - Non Instructional	281	6,000	6,000	6,000	-	5,719	5%		
5822	Other Professional Services	1,134	57,109	57,109	57,109	-	55,975	2%		
5824	District Oversight Fees	4,852	13,753	13,753	13,753	-	8,901	35%		
5830	Field Trips Expenses	2,835	4,000	4,000	4,000	-	1,165	71%		

**Magnolia Science Academy 6**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>									
		<b>Actual</b>	<b>Budget</b>								
				Previous Month's		Variance		Forecast		% of Forecast	
		Actual YTD	Approved Budget	Forecast	Current Forecast	(Previous vs.	Current Forecast	Remaining	Spent	Notes	
5843	Interest - Loans Less than 1 Year	-	500	500	500	-	500	500	0%		
5845	Legal Fees	-	5,000	5,000	5,000	-	5,000	5,000	0%		
5851	Marketing and Student Recruiting	-	6,000	6,000	6,000	-	6,000	6,000	0%		
5857	Payroll Fees	4,137	1,772	6,172	6,089	83	1,952	68%	increased per monthly actuals forecasted annually		
5861	Prior Yr Exp (not accrued)	4,464	1,313	4,464	4,464	-	-	100%	updated per actuals		
5863	Professional Development	1,695	21,000	21,000	21,000	-	19,305	8%			
5869	Special Education Contract Instructors	8,876	25,455	31,212	31,212	-	22,336	28%	added Option 3 Step Grant		
5872	Special Education Encroachment	8,285	24,972	24,972	24,972	-	16,687	33%			
5884	Substitutes	4,125	14,405	14,405	14,405	0	10,280	29%			
5887	Technology Services	3,566	9,775	9,775	9,775	-	6,208	36%			
5893	Transportation - Student	1,269	-	-	1,269	(1,269)	-	100%	updated per actuals		
5899	Miscellaneous Operating Expenses	22,279	-	-	-	-	(22,279)		uncategorized - awaiting coding		
5900	Communications	763	4,800	4,800	4,800	-	4,037	16%			
5915	Postage and Delivery	10	3,600	3,600	3,600	-	3,590	0%			
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>149,152</b>	<b>424,382</b>	<b>434,885</b>	<b>431,572</b>	<b>3,313</b>	<b>282,420</b>	<b>35%</b>			
<b>Services &amp; Other Operating Expenditures Summary</b>											
5100	Subagreements for Services	27,284	65,483	65,483	65,483	-	38,198	42%			
5200	Travel & Conferences	578	2,954	2,954	2,862	92	2,284	20%			
5300	Dues & Memberships	870	2,954	2,954	2,954	(0)	2,084	29%			
5400	Insurance	3,519	11,251	8,446	8,446	-	4,927	42%			
5500	Operations & Housekeeping	2,223	9,600	9,600	9,600	-	7,377	23%			
5600	Rentals, Leases, & Repairs	45,542	117,687	117,687	113,280	4,407	67,738	40%			
5800	Other Services & Operating Expenses	68,362	206,053	219,362	220,548	(1,186)	152,186	31%			
5900	Communications	773	8,400	8,400	8,400	-	7,627	9%			
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>149,152</b>	<b>424,382</b>	<b>434,885</b>	<b>431,572</b>	<b>3,313</b>	<b>282,420</b>	<b>35%</b>			
<b>6000 Capital Outlay</b>											
6400	Equipment	11,905	11,905	11,905	11,905	-	0	100%			
6410	Computers (capitalizable items)	49,234	-	-	49,234	(49,234)	-	100%	updated per actuals. Offset in 4410		
<b>SUBTOTAL - Capital Outlay</b>		<b>61,139</b>	<b>11,905</b>	<b>11,905</b>	<b>61,139</b>	<b>(49,234)</b>	<b>0</b>	<b>100%</b>			
<b>TOTAL EXPENSES</b>		<b>549,853</b>	<b>1,436,499</b>	<b>1,447,003</b>	<b>1,443,690</b>	<b>3,313</b>	<b>893,836</b>	<b>38%</b>			
6900	Total Depreciation (includes Prior Years)	-	2,400	6,368	6,368	-	6,368	0%			
<b>TOTAL EXPENSES including Depreciation</b>		<b>488,714</b>	<b>1,426,994</b>	<b>1,441,466</b>	<b>1,388,919</b>	<b>52,548</b>	<b>900,204</b>	<b>35%</b>			

**Magnolia Science Academy - 7**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
<b>SUMMARY</b>									
<b>Revenue</b>									
	General Block Grant	738,634	2,386,946	2,386,946	2,397,374	10,428	1,658,740	31%	Updated FCMAT
	Federal Revenue	29,108	292,506	292,506	292,506	-	263,398	10%	
	Other State Revenues	156,057	701,489	701,852	701,852	-	545,794	22%	
	Local Revenues	44,157	63,967	70,291	70,291	-	26,134	63%	
	Fundraising and Grants	8,557	50,000	50,000	50,000	-	41,443	17%	
	<b>Total Revenue</b>	<b>976,513</b>	<b>3,494,908</b>	<b>3,501,595</b>	<b>3,512,023</b>	<b>10,428</b>	<b>2,535,509</b>	<b>28%</b>	
<b>Expenses</b>									
	Compensation and Benefits	632,041	1,671,109	1,690,277	1,708,959	(18,682)	1,076,918	37%	TA New hire
	Books and Supplies	57,862	357,677	357,677	361,271	(3,594)	303,408	16%	Computer expenses, Yearbook
	Services and Other Operating Expenditures	517,018	1,238,852	1,241,900	1,252,911	(11,011)	735,893	41%	Dues & Membership, Quarterly expenses from LAC
	Capital Outlay	12,788	12,788	12,788	12,788	-	-	100%	
	<b>Total Expenses</b>	<b>1,219,709</b>	<b>3,280,425</b>	<b>3,302,641</b>	<b>3,335,928</b>	<b>(33,287)</b>	<b>2,116,219</b>	<b>37%</b>	
	<b>Operating Income (excluding Depreciation)</b>	<b>(243,196)</b>	<b>214,483</b>	<b>198,953</b>	<b>176,094</b>	<b>(22,859)</b>	<b>419,290</b>	<b>-138%</b>	
	<i>Operating Income (including Depreciation)</i>	<i>(230,408)</i>	<i>203,949</i>	<i>186,714</i>	<i>163,855</i>	<i>(22,859)</i>	<i>394,263</i>	<i>-141%</i>	
<b>Fund Balance</b>									
	Beginning Balance (Unaudited)	762,024	762,024	762,024	762,024			100%	
	Audit Adjustment	75,478	-	-	75,478			100%	
	Beginning Balance (Audited)	837,502	762,024	762,024	837,502			100%	
	Operating Income (including Depreciation)	(230,408)	203,949	186,714	163,855			-141%	
	<b>Ending Fund Balance (including Depreciation)</b>	<b>607,094</b>	<b>965,972</b>	<b>948,738</b>	<b>1,001,357</b>			<b>61%</b>	
	<b>Total Enrolled</b>		<b>291</b>	<b>291</b>	<b>291</b>			0%	
	Total ADA		<b>282.3</b>	<b>282.3</b>	<b>282.3</b>			0%	
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	442,086	1,549,814	1,549,814	1,560,242	10,428	1,118,156	28%	
8012	Education Protection Account Entitlement	90,393	372,863	372,863	372,863	-	282,470	24%	
8096	Charter Schools in Lieu of Property Taxes	206,155	464,269	464,269	464,269	-	258,114	44%	
		<b>738,634</b>	<b>2,386,946</b>	<b>2,386,946</b>	<b>2,397,374</b>	<b>10,428</b>	<b>1,658,740</b>	<b>31%</b>	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	18,405	54,300	54,300	54,300	-	35,895	34%	
8220	Child Nutrition Programs	-	159,133	159,133	159,133	-	159,133	0%	
8291	Title I	10,172	78,240	78,240	78,240	-	68,068	13%	
8293	Title III	-	302	302	302	-	302	0%	
8297	PY Federal - Not Accrued	531	531	531	531	-	-	100%	
	<b>SUBTOTAL - Federal Income</b>	<b>29,108</b>	<b>292,506</b>	<b>292,506</b>	<b>292,506</b>	<b>-</b>	<b>263,398</b>	<b>10%</b>	

## Magnolia Science Academy - 7

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>8300</b>	<b>Other State Revenues</b>								
8319	Other State Apportionments - Prior Years	333	333	333	333	-	-	100%	
8381	Special Education - Entitlement (State)	54,225	139,822	139,822	139,822	-	85,597	39%	
8520	Child Nutrition - State	-	12,415	12,415	12,415	-	12,415	0%	
8545	School Facilities Apportionments	-	174,719	174,719	174,719	-	174,719	0%	
8550	Mandated Cost Reimbursements	3,999	3,999	152,941	152,941	-	148,942	3%	
8560	State Lottery Revenue	-	51,091	51,091	51,091	-	51,091	0%	
8590	All Other State Revenue	-	169,110	20,531	20,531	-	20,531	0%	
8593	ASES	97,500	150,000	150,000	150,000	-	52,500	65%	
	<b>SUBTOTAL - Other State Income</b>	<b>156,057</b>	<b>701,489</b>	<b>701,852</b>	<b>701,852</b>	<b>-</b>	<b>545,794</b>	<b>22%</b>	
<b>8600</b>	<b>Other Local Revenue</b>								
8634	Food Service Sales	3,243	11,760	11,760	11,760	-	8,517	28%	
8636	Uniforms	639	8,000	8,000	8,000	-	7,361	8%	
8682	Summer Program	28,894	28,894	28,894	28,894	-	-	100%	Summer program revenues
8690	Other Local Revenue	3,045	7,000	7,000	7,000	-	3,955	44%	
8699	All Other Local Revenue	8,313	8,313	8,313	8,313	-	-	100%	Refund of a PY expense overpayment not accrued
8714	LAUSD Opt 3 STEP Grant SpEd	-	-	6,324	6,324	-	6,324	0%	
8999	Uncategorized Revenue	22	-	-	-	-	(22)		Will be cleared out when coding is received
	<b>SUBTOTAL - Local Revenues</b>	<b>44,157</b>	<b>63,967</b>	<b>70,291</b>	<b>70,291</b>	<b>-</b>	<b>26,134</b>	<b>63%</b>	
<b>8800</b>	<b>Donations/Fundraising</b>								
8803	Fundraising	8,557	50,000	50,000	50,000	-	41,443	17%	
	<b>SUBTOTAL - Fundraising and Grants</b>	<b>8,557</b>	<b>50,000</b>	<b>50,000</b>	<b>50,000</b>	<b>-</b>	<b>41,443</b>	<b>17%</b>	
<b>TOTAL REVENUE</b>		<b>976,513</b>	<b>3,494,908</b>	<b>3,501,595</b>	<b>3,512,023</b>	<b>10,428</b>	<b>2,535,509</b>	<b>28%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
1100	Teachers Salaries	304,406	787,811	790,611	790,611	-	486,205	39%	Includes Title I tutoring now
1300	Certificated Supervisor & Administrator Salaries	70,563	164,413	164,413	164,413	-	93,850	43%	
	<b>SUBTOTAL - Certificated Employees</b>	<b>374,970</b>	<b>952,224</b>	<b>955,024</b>	<b>955,024</b>	<b>-</b>	<b>580,055</b>	<b>39%</b>	
<b>Classified Employees Summary</b>									
2400	Classified Clerical & Office Salaries	39,075	107,530	107,530	107,530	-	68,455	36%	
2900	Classified Other Salaries	99,360	279,537	293,937	311,279	(17,342)	211,919	32%	Includes Title I tutoring now
	<b>SUBTOTAL - Classified Employees</b>	<b>138,435</b>	<b>387,067</b>	<b>401,467</b>	<b>418,809</b>	<b>(17,342)</b>	<b>280,374</b>	<b>33%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	41,250	96,755	97,056	97,056	-	55,806	43%	

**Magnolia Science Academy - 7**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>						
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>	
3200	PERS	5,767	19,754	19,754	19,754	-	13,987	29%		
3300	OASDI-Medicare-Alternative	15,186	46,654	47,808	49,140	(1,331)	33,954	31%		
3400	Health & Welfare Benefits	51,467	157,892	157,892	157,892	-	106,425	33%		
3500	Unemployment Insurance	257	670	678	687	(9)	430	37%		
3600	Workers Comp Insurance	4,205	10,093	10,093	10,093	-	5,888	42%	Matches premium	
3700	Retiree Benefits	505	-	505	505	-	-	100%		
<b>SUBTOTAL - Employee Benefits</b>		<b>118,636</b>	<b>331,818</b>	<b>333,786</b>	<b>335,125</b>	<b>(1,340)</b>	<b>216,489</b>	<b>35%</b>		
<b>4000 Books &amp; Supplies</b>										
4100	Approved Textbooks & Core Curricula Materials	206	93,000	93,000	93,000	-	92,794	0%		
4200	Books & Other Reference Materials	1,445	21,500	21,500	21,500	-	20,055	7%		
4300	Materials & Supplies	-	100	100	100	-	100	0%		
4315	Custodial Supplies	700	8,000	8,000	8,000	-	7,300	9%		
4320	Educational Software	6,786	8,000	8,000	8,000	-	1,214	85%		
4325	Instructional Materials & Supplies	10,508	10,486	10,986	10,986	-	478	96%		
4326	Art & Music Supplies	198	500	500	500	-	302	40%		
4330	Office Supplies	2,904	12,000	11,000	11,000	-	8,096	26%		
4335	PE Supplies	128	-	500	500	-	372	26%		
4345	Non Instructional Student Materials & Supplies	526	1,000	1,000	1,000	-	474	53%		
4346	Teacher Supplies	752	2,400	2,400	2,400	-	1,648	31%		
4351	Yearbook	760	-	-	760	(760)	0	100%	No budget, increased to match actuals. Will there t	
4410	Classroom Furniture, Equipment & Supplies	897	6,000	6,000	4,700	1,300	3,803	19%	Move \$1300 to 4430	
4420	Computers (individual items less than \$5k)	6,357	3,523	3,523	6,357	(2,834)	-	100%	Increased to match actuals - will more be purchased?	
4430	Office Furniture, Equipment & Supplies	2,212	1,000	1,000	2,300	(1,300)	88	96%	Moved \$1300 from 4410	
4700	Food	23,484	1,600	190,168	190,168	-	166,684	12%		
4710	Student Food Services	0	188,568	-	-	-	(0)			
<b>SUBTOTAL - Books and Supplies</b>		<b>57,862</b>	<b>357,677</b>	<b>357,677</b>	<b>361,271</b>	<b>(3,594)</b>	<b>303,408</b>	<b>16%</b>		
<b>Books &amp; Supplies Summary</b>										
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	206	93,000	93,000	93,000	-	92,794	0%		
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	1,445	21,500	21,500	21,500	-	20,055	7%		
<b>4300</b>	<b>Materials &amp; Supplies</b>	23,262	42,486	42,486	43,246	(760)	19,984	54%		
<b>4400</b>	<b>Noncapitalized Equipment</b>	9,466	10,523	10,523	13,357	(2,834)	3,891	71%		
<b>4700</b>	<b>Food</b>	23,484	190,168	190,168	190,168	-	166,684	12%		
<b>SUBTOTAL - Books and Supplies</b>		<b>57,862</b>	<b>357,677</b>	<b>357,677</b>	<b>361,271</b>	<b>(3,594)</b>	<b>303,408</b>	<b>16%</b>		
<b>5000 Services &amp; Other Operating Expenses</b>										
5101	CMO Fees	272,845	545,689	545,689	545,689	-	272,845	50%		
5200	Travel & Conferences	-	2,000	-	-	-	-			
5210	Conference Fees	1,950	-	2,000	2,000	-	50	98%		
5215	Travel - Mileage, Parking, Tolls	603	1,000	1,000	1,000	-	397	60%		
5300	Dues & Memberships	8,715	6,000	6,000	8,715	(2,715)	-	100%	Increased to match actuals - will more be spent?	
5450	Insurance - Other	6,210	18,900	14,905	14,905	-	8,694	42%		
5500	Operations & Housekeeping	1,682	10,000	10,000	10,000	-	8,318	17%		

## Magnolia Science Academy - 7

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>						
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>	
5510	Utilities - Gas and Electric	21,656	55,680	55,680	55,680	-	34,024	39%		
5605	Equipment Leases	-	8,400	8,400	8,400	-	8,400	0%		
5610	Rent	105,891	232,959	232,959	232,959	-	127,069	45%		
5615	Repairs and Maintenance - Building	4,101	38,000	38,000	38,000	-	33,899	11%		
5617	Repairs and Maintenance - Other Equipment	820	2,000	2,000	2,000	-	1,180	41%		
5803	Accounting & Audit Fees	-	5,500	5,500	5,500	-	5,500	0%		
5809	Banking Fees	80	3,000	3,000	3,000	-	2,920	3%		
5813	School Programs - After School Program	1,025	10,000	10,000	10,000	-	8,975	10%		
5819	School Programs - Other	5,682	8,000	8,000	8,000	-	2,318	71%		
5820	Consultants - Non Instructional	2,440	392	392	8,584	(8,192)	6,144	28%	Quarterly expenses from LACOE	
5822	Other Professional Services	4,973	6,000	6,000	6,000	-	1,027	83%		
5824	District Oversight Fees	6,969	23,869	23,869	23,974	(104)	17,005	29%		
5830	Field Trips Expenses	2,307	10,000	10,000	10,000	-	7,693	23%		
5845	Legal Fees	624	20,000	20,000	20,000	-	19,377	3%		
5851	Marketing and Student Recruiting	-	3,000	3,000	3,000	-	3,000	0%		
5857	Payroll Fees	2,179	3,780	4,500	4,500	-	2,321	48%		
5863	Professional Development	3,278	41,000	41,000	41,000	-	37,722	8%		
5869	Special Education Contract Instructors	29,583	80,000	86,324	86,324	-	56,741	34%		
5872	Special Education Encroachment	15,926	38,824	38,824	38,824	-	22,898	41%		
5884	Substitutes	2,043	21,658	21,658	21,658	-	19,615	9%		
5887	Technology Services	6,444	33,600	33,600	33,600	-	27,156	19%		
5899	Miscellaneous Operating Expenses	7,499	-	-	-	-	(7,499)		This will clear after uncategorized is solved	
5900	Communications	859	6,000	6,000	6,000	-	5,141	14%		
5915	Postage and Delivery	637	3,600	3,600	3,600	-	2,963	18%		
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>517,018</b>	<b>1,238,852</b>	<b>1,241,900</b>	<b>1,252,911</b>	<b>(11,011)</b>	<b>735,893</b>	<b>41%</b>		
<b>Services &amp; Other Operating Expenditures Summary</b>										
5100	Subagreements for Services	272,845	545,689	545,689	545,689	-	272,845	50%		
5200	Travel & Conferences	2,553	3,000	3,000	3,000	-	447	85%		
5300	Dues & Memberships	8,715	6,000	6,000	8,715	(2,715)	-	100%		
5400	Insurance	6,210	18,900	14,905	14,905	-	8,694	42%		
5500	Operations & Housekeeping	23,338	65,680	65,680	65,680	-	42,342	36%		
5600	Rentals, Leases, & Repairs	110,811	281,359	281,359	281,359	-	170,548	39%		
5800	Other Services & Operating Expenses	91,050	308,624	315,667	323,963	(8,296)	232,913	28%		
5900	Communications	1,496	9,600	9,600	9,600	-	8,104	16%		
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>517,018</b>	<b>1,238,852</b>	<b>1,241,900</b>	<b>1,252,911</b>	<b>(11,011)</b>	<b>735,893</b>	<b>41%</b>		
6000	Capital Outlay									
6400	Equipment	12,788	12,788	12,788	12,788	-	-	100%		
<b>SUBTOTAL - Capital Outlay</b>		<b>12,788</b>	<b>12,788</b>	<b>12,788</b>	<b>12,788</b>	<b>-</b>	<b>-</b>	<b>100%</b>		
<b>TOTAL EXPENSES</b>		<b>1,219,709</b>	<b>3,280,425</b>	<b>3,302,641</b>	<b>3,335,928</b>	<b>(33,287)</b>	<b>2,116,219</b>	<b>37%</b>		
6900	Total Depreciation (includes Prior Years)	-	23,322	25,027	25,027	-	25,027	0%		

**Magnolia Science Academy - 7**

Budget vs. Actuals

As of most recent monthly close

	<b>Budget vs.</b>							Notes
	<b>Actual</b>	<b>Budget</b>			Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast				
<b>TOTAL EXPENSES including Depreciation</b>	1,206,921	3,290,959	3,314,880	3,348,167	(33,287)	2,141,246	36%	

**Magnolia Science Academy - 8**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
				Previous Month's	Variance	Forecast	% of Forecast		
		Actual YTD	Approved Budget	Forecast	(Previous vs.	Remaining	Spent	Notes	
				Current Forecast	Current Forecast)				
<b>SUMMARY</b>									
<b>Revenue</b>									
	General Block Grant	1,265,768	4,091,513	4,091,513	4,094,058	2,545	2,828,290	31%	Updated FCMAT
	Federal Revenue	85,555	292,852	292,852	292,852	-	207,297	29%	
	Other State Revenues	197,444	781,510	782,124	773,448	(8,676)	576,005	26%	
	Local Revenues	37,759	66,810	73,933	73,933	-	36,173	51%	
	Fundraising and Grants	7,977	20,000	20,000	20,000	-	12,023	40%	
	<b>Total Revenue</b>	<b>1,594,502</b>	<b>5,252,685</b>	<b>5,260,422</b>	<b>5,254,291</b>	<b>(6,131)</b>	<b>3,659,789</b>	<b>30%</b>	
<b>Expenses</b>									
	Compensation and Benefits	1,148,040	2,737,527	2,771,243	2,849,355	(78,112)	1,701,316	40%	2 new hires (teachers)
	Books and Supplies	116,743	736,116	736,116	638,813	97,303	522,070	18%	removed computers; equip lease 5605
	Services and Other Operating Expenditures	634,569	1,708,513	1,713,855	1,755,385	(41,531)	1,120,816	36%	Equip lease, LACOE fees
	Capital Outlay	-	-	-	-	-	-		
	<b>Total Expenses</b>	<b>1,899,352</b>	<b>5,182,156</b>	<b>5,221,214</b>	<b>5,243,554</b>	<b>(22,340)</b>	<b>3,344,203</b>	<b>36%</b>	
	<b>Operating Income (excluding Depreciation)</b>	<b>(304,850)</b>	<b>70,529</b>	<b>39,207</b>	<b>10,737</b>	<b>(28,471)</b>	<b>315,586</b>	<b>-2839%</b>	
	<i>Operating Income (including Depreciation)</i>	<i>(304,850)</i>	<i>62,995</i>	<i>31,673</i>	<i>3,203</i>	<i>(28,471)</i>	<i>308,052</i>	<i>-9518%</i>	
<b>Fund Balance</b>									
	Beginning Balance (Unaudited)	2,896,467	2,896,467	2,896,467	2,896,467			100%	
	Audit Adjustment	(19,802)	-	-	(19,802)			100%	
	Beginning Balance (Audited)	2,876,665	2,896,467	2,896,467	2,876,665			100%	
	Operating Income (including Depreciation)	(304,850)	62,995	31,673	3,203			-9518%	
	<b>Ending Fund Balance (including Depreciation)</b>	<b>2,571,815</b>	<b>2,959,462</b>	<b>2,928,140</b>	<b>2,879,868</b>			<b>89%</b>	
	<b>Total Enrolled</b>		<b>489</b>	<b>489</b>	<b>489</b>			0%	
	Total ADA		<b>474.3</b>	<b>474.3</b>	<b>474.3</b>			0%	
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	760,862	2,662,814	2,662,814	2,665,359	2,545	1,904,497	29%	
8012	Education Protection Account Entitlement	158,212	648,535	648,535	648,535	-	490,323	24%	
8096	Charter Schools in Lieu of Property Taxes	346,694	780,164	780,164	780,164	-	433,470	44%	
		1,265,768	4,091,513	4,091,513	4,094,058	2,545	2,828,290	31%	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	31,123	91,247	91,247	91,247	-	60,124	34%	
8291	Title I	52,860	199,018	199,018	199,018	-	146,158	27%	
8292	Title II	1,572	2,436	2,436	2,436	-	864	65%	
8293	Title III	-	151	151	151	-	151	0%	
	<b>SUBTOTAL - Federal Income</b>	<b>85,555</b>	<b>292,852</b>	<b>292,852</b>	<b>292,852</b>	<b>-</b>	<b>207,297</b>	<b>29%</b>	
<b>8300 Other State Revenues</b>									

**Magnolia Science Academy - 8**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
8319	Other State Apportionments - Prior Years	1,488	1,488	1,488	1,488	-	-	100%	
8381	Special Education - Entitlement (State)	91,694	234,959	234,959	234,959	-	143,265	39%	
8382	Special Education Reimbursement (State)	-	8,676	8,676	-	(8,676)	-		Removed
8550	Mandated Cost Reimbursements	6,762	6,762	258,619	258,619	-	251,857	3%	
8560	State Lottery Revenue	-	85,854	85,854	85,854	-	85,854	0%	
8590	All Other State Revenue	-	293,773	42,529	42,529	-	42,529	0%	
8593	ASES	97,500	150,000	150,000	150,000	-	52,500	65%	
<b>SUBTOTAL - Other State Income</b>		<b>197,444</b>	<b>781,510</b>	<b>782,124</b>	<b>773,448</b>	<b>(8,676)</b>	<b>576,005</b>	<b>26%</b>	
<b>8600</b>	<b>Other Local Revenue</b>								
8636	Uniforms	10,549	30,000	30,000	30,000	-	19,451	35%	
8682	Summer Program	26,810	26,810	26,810	26,810	-	-	100%	Summer Program revenues, matches actuals
8693	Field Trips	-	10,000	10,000	10,000	-	10,000	0%	
8699	All Other Local Revenue	3	-	3	3	-	-	100%	Matches actuals - Escript Rebate
8714	LAUSD Opt 3 STEP Grant SpEd	-	-	7,119	7,119	-	7,119	0%	
8999	Uncategorized Revenue	397	-	-	-	-	(397)		This will clear after revenue is categorized
<b>SUBTOTAL - Local Revenues</b>		<b>37,759</b>	<b>66,810</b>	<b>73,933</b>	<b>73,933</b>	<b>-</b>	<b>36,173</b>	<b>51%</b>	
<b>8800</b>	<b>Donations/Fundraising</b>								
8802	Donations - Private	1,009	100	2,000	2,000	-	991	50%	Moved from 8802
8803	Fundraising	6,968	19,900	18,000	18,000	-	11,032	39%	Move to 8802
<b>SUBTOTAL - Fundraising and Grants</b>		<b>7,977</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>-</b>	<b>12,023</b>	<b>40%</b>	
<b>TOTAL REVENUE</b>		<b>1,594,502</b>	<b>5,252,685</b>	<b>5,260,422</b>	<b>5,254,291</b>	<b>(6,131)</b>	<b>3,659,789</b>	<b>30%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
1100	Teachers Salaries	599,271	1,416,884	1,416,396	1,478,025	(61,629)	878,754	41%	2 New Hires
1300	Certificated Supervisor & Administrator Salaries	162,569	412,497	410,097	410,097	-	247,528	40%	
<b>SUBTOTAL - Certificated Employees</b>		<b>761,841</b>	<b>1,829,381</b>	<b>1,826,493</b>	<b>1,888,122</b>	<b>(61,629)</b>	<b>1,126,282</b>	<b>40%</b>	
<b>Classified Employees Summary</b>									
2400	Classified Clerical & Office Salaries	69,179	180,480	180,480	180,480	-	111,301	38%	
2900	Classified Other Salaries	63,698	149,165	170,285	175,085	(4,800)	111,387	36%	Hourly Pay adjusted
<b>SUBTOTAL - Classified Employees</b>		<b>132,877</b>	<b>329,644</b>	<b>350,764</b>	<b>355,564</b>	<b>(4,800)</b>	<b>222,688</b>	<b>37%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	78,359	196,293	195,983	202,596	(6,613)	124,237	39%	
3200	PERS	13,035	31,554	32,620	32,620	-	19,584	40%	
3300	OASDI-Medicare-Alternative	21,632	51,837	53,782	54,681	(899)	33,049	40%	

**Magnolia Science Academy - 8**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
3400	Health & Welfare Benefits	130,896	276,256	289,027	293,167	(4,140)	162,271	45%	
3500	Unemployment Insurance	449	1,080	1,091	1,122	(31)	673	40%	
3600	Workers Comp Insurance	8,952	21,484	21,484	21,484	-	12,532	42%	Matches premium agreement
<b>SUBTOTAL - Employee Benefits</b>		<b>253,322</b>	<b>578,502</b>	<b>593,986</b>	<b>605,669</b>	<b>(11,683)</b>	<b>352,347</b>	<b>42%</b>	
<b>4000</b>	<b>Books &amp; Supplies</b>								
4100	Approved Textbooks & Core Curricula Materials	12,648	150,000	150,000	150,000	-	137,352	8%	
4200	Books & Other Reference Materials	1,388	25,000	25,000	25,000	-	23,612	6%	
4320	Educational Software	8,383	5,278	8,778	8,778	-	395	96%	
4325	Instructional Materials & Supplies	14,175	30,000	30,000	30,000	-	15,826	47%	
4326	Art & Music Supplies	1,561	20,000	16,500	16,500	-	14,939	9%	
4330	Office Supplies	6,291	12,000	12,000	12,000	-	5,709	52%	
4340	Professional Development Supplies	901	5,000	5,000	5,000	-	4,099	18%	
4345	Non Instructional Student Materials & Supplies	1,341	9,000	9,000	9,000	-	7,659	15%	
4346	Teacher Supplies	544	5,000	5,000	5,000	-	4,456	11%	
4350	Uniforms	1,091	8,000	8,000	8,000	-	6,909	14%	
4351	Yearbook	827	1,000	1,000	1,000	-	173	83%	
4420	Computers (individual items less than \$5k)	65,451	262,000	262,000	162,797	99,203	97,346	40%	Moved apple computers to 5605, spread across three years
4430	Office Furniture, Equipment & Supplies	242	8,000	8,000	8,000	-	7,758	3%	
4700	Food	-	-	195,838	195,838	-	195,838	0%	
4710	Student Food Services	-	195,838	-	-	-	-	-	
4720	Other Food	1,900	-	-	1,900	(1,900)	-	100%	Increased to match actuals, will there be more food
<b>SUBTOTAL - Books and Supplies</b>		<b>116,743</b>	<b>736,116</b>	<b>736,116</b>	<b>638,813</b>	<b>97,303</b>	<b>522,070</b>	<b>18%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	12,648	150,000	150,000	150,000	-	137,352	8%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	1,388	25,000	25,000	25,000	-	23,612	6%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	35,113	95,278	95,278	95,278	-	60,165	37%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	65,693	270,000	270,000	170,797	99,203	105,104	38%	
<b>4700</b>	<b>Food</b>	1,900	195,838	195,838	197,738	(1,900)	195,838	1%	
<b>SUBTOTAL - Books and Supplies</b>		<b>116,743</b>	<b>736,116</b>	<b>736,116</b>	<b>638,813</b>	<b>97,303</b>	<b>522,070</b>	<b>18%</b>	
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>								
5101	CMO Fees	436,552	873,103	873,103	873,103	-	436,552	50%	
5200	Travel & Conferences	388	12,000	12,000	12,000	-	11,612	3%	
5210	Conference Fees	975	3,800	3,800	3,800	-	2,825	26%	Moved 3800 from 5200
5215	Travel - Mileage, Parking, Tolls	2,223	12,000	12,000	12,000	-	9,777	19%	
5220	Travel and Lodging	2,230	3,000	3,000	3,000	-	770	74%	
5300	Dues & Memberships	-	7,200	7,200	7,200	-	7,200	0%	Match Budget
5450	Insurance - Other	10,268	27,225	24,642	24,642	-	14,375	42%	Based on chartersafe invoice
5500	Operations & Housekeeping	-	99,000	99,000	99,000	-	99,000	0%	
5510	Utilities - Gas and Electric	-	125,000	125,000	125,000	-	125,000	0%	
5605	Equipment Leases	1,570	21,600	21,600	54,668	(33,068)	53,098	3%	Moved apple computers to 5605
5615	Repairs and Maintenance - Building	-	3,000	3,000	3,000	-	3,000	0%	

**Magnolia Science Academy - 8**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
5617	Repairs and Maintenance - Other Equipment	1,978	3,000	3,000	3,000	-	1,022	66%	Split from R&M-building
5803	Accounting & Audit Fees	-	9,021	9,021	9,021	-	9,021	0%	
5809	Banking Fees	80	1,000	1,000	1,000	-	920	8%	
5813	School Programs - After School Program	3,077	25,000	25,000	25,000	-	21,923	12%	
5819	School Programs - Other	600	250	600	600	-	-	100%	Match actuals. Group therapy - one time fee?
5820	Consultants - Non Instructional	2,492	-	-	8,918	(8,918)	6,426	28%	SFS Charter Reimbursement & GASB Fees, 1st Quarter
5822	Other Professional Services	14,500	75,000	75,000	75,000	-	60,500	19%	
5824	District Oversight Fees	12,279	45,554	45,554	45,554	-	33,275	27%	
5830	Field Trips Expenses	5,986	40,000	40,000	40,000	-	34,014	15%	
5843	Interest - Loans Less than 1 Year	-	1,000	1,000	1,000	-	1,000	0%	
5845	Legal Fees	1,548	10,000	10,000	10,000	-	8,452	15%	
5851	Marketing and Student Recruiting	1,434	6,000	6,000	6,000	-	4,566	24%	
5857	Payroll Fees	2,381	9,000	9,000	9,000	-	6,619	26%	Estimated at around \$750 per month
5861	Prior Yr Exp (not accrued)	645	656	656	656	-	11	98%	
5863	Professional Development	31,297	68,000	68,000	68,000	-	36,703	46%	
5869	Special Education Contract Instructors	11,005	56,000	63,119	63,119	-	52,115	17%	Increased expenses for op3 grant
5872	Special Education Encroachment	24,563	65,354	65,354	65,354	-	40,790	38%	
5884	Substitutes	13,925	64,750	64,750	64,750	-	50,825	22%	
5887	Technology Services	14,514	30,000	30,000	30,000	-	15,486	48%	
5893	Transportation - Student	-	-	455	-	455	-	-	Previous expense recoded to field trip
5899	Miscellaneous Operating Expenses	35,516	-	-	-	-	(35,516)	-	This will clear once we have uncategorized expense
5915	Postage and Delivery	2,544	12,000	12,000	12,000	-	9,456	21%	Based on a per student basis
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>634,569</b>	<b>1,708,513</b>	<b>1,713,855</b>	<b>1,755,385</b>	<b>(41,531)</b>	<b>1,120,816</b>	<b>36%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	436,552	873,103	873,103	873,103	-	436,552	50%	
5200	Travel & Conferences	5,816	30,800	30,800	30,800	-	24,984	19%	
5300	Dues & Memberships	-	7,200	7,200	7,200	-	7,200	0%	
5400	Insurance	10,268	27,225	24,642	24,642	-	14,375	42%	
5500	Operations & Housekeeping	-	224,000	224,000	224,000	-	224,000	0%	
5600	Rentals, Leases, & Repairs	3,548	27,600	27,600	60,668	(33,068)	57,120	6%	
5800	Other Services & Operating Expenses	175,842	506,585	514,509	522,972	(8,463)	347,131	34%	
5900	Communications	2,544	12,000	12,000	12,000	-	9,456	21%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>634,569</b>	<b>1,708,513</b>	<b>1,713,855</b>	<b>1,755,385</b>	<b>(41,531)</b>	<b>1,120,816</b>	<b>36%</b>	
6000	Capital Outlay	-	-	-	-	-	-	-	
<b>SUBTOTAL - Capital Outlay</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL EXPENSES</b>		<b>1,899,352</b>	<b>5,182,156</b>	<b>5,221,214</b>	<b>5,243,554</b>	<b>(22,340)</b>	<b>3,344,203</b>	<b>36%</b>	
6900	Total Depreciation (includes Prior Years)	-	7,534	7,534	7,534	-	7,534	0%	depr exp estimated per Fixed Assets Sched
<b>TOTAL EXPENSES including Depreciation</b>		<b>1,899,352</b>	<b>5,189,690</b>	<b>5,189,690</b>	<b>5,251,088</b>	<b>(22,340)</b>	<b>3,351,737</b>	<b>36%</b>	

**Magnolia Science Academy - Santa Ana**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
<b>SUMMARY</b>									
<b>Revenue</b>									
	General Block Grant	306,530	1,136,266	1,136,266	1,138,502	2,236	831,972	27%	Updated FCMAT
	Federal Revenue	8,244	290,627	290,627	283,700	(6,927)	275,456	3%	Updated SpEd funding
	Other State Revenues	31,050	324,146	323,805	7,001,115	6,677,310	6,970,065	0%	Updated SpEd funding, includes Prop1D projected
	Local Revenues	6,923	34,000	34,000	34,046	46	27,122	20%	
	Fundraising and Grants	3,512	17,500	17,500	17,500	-	13,988	20%	
	<b>Total Revenue</b>	<b>356,259</b>	<b>1,802,539</b>	<b>1,802,198</b>	<b>8,474,863</b>	<b>6,672,665</b>	<b>8,118,604</b>	<b>4%</b>	
<b>Expenses</b>									
	Compensation and Benefits	411,741	1,139,323	1,117,668	1,149,563	(31,895)	737,822	36%	Hired Dean of Academics
	Books and Supplies	254,184	378,294	394,335	347,643	46,693	93,459	73%	Moved Student Food
	Services and Other Operating Expenditures	244,940	621,731	629,308	592,930	36,379	347,990	41%	Budget cuts made
	Capital Outlay	-	-	-	-	-	-	-	
	<b>Total Expenses</b>	<b>910,864</b>	<b>2,139,348</b>	<b>2,141,312</b>	<b>2,090,135</b>	<b>51,176</b>	<b>1,179,271</b>	<b>44%</b>	
	<b>Operating Income (excluding Depreciation)</b>	<b>(554,605)</b>	<b>(336,808)</b>	<b>(339,114)</b>	<b>6,384,728</b>	<b>6,723,841</b>	<b>6,939,333</b>	<b>-9%</b>	
	<i>Operating Income (including Depreciation)</i>	<i>(554,605)</i>	<i>(355,078)</i>	<i>(357,384)</i>	<i>6,366,458</i>	<i>6,723,841</i>	<i>6,921,063</i>	<i>-9%</i>	
<b>Fund Balance</b>									
	Beginning Balance (Unaudited)	2,300,710	2,300,710	2,300,710	2,300,710			100%	
	Audit Adjustment	(358,604)	-	-	(358,604)			100%	
	Beginning Balance (Audited)	1,942,106	2,300,710	2,300,710	1,942,106			100%	
	Operating Income (including Depreciation)	(554,605)	(355,078)	(357,384)	6,366,458			-9%	
	<b>Ending Fund Balance (including Depreciation)</b>	<b>1,387,501</b>	<b>1,945,632</b>	<b>1,943,326</b>	<b>8,308,564</b>			<b>17%</b>	
	<b>Total Enrolled</b>		<b>145</b>	<b>145</b>	<b>145</b>			<b>0%</b>	
	Total ADA		<b>140.7</b>	<b>140.7</b>	<b>140.7</b>			<b>0%</b>	
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	251,008	874,197	874,197	876,433	2,236	625,425	29%	
8012	Education Protection Account Entitlement	-	28,130	28,130	28,130	-	28,130	0%	
8096	Charter Schools in Lieu of Property Taxes	55,522	233,939	233,939	233,939	-	178,417	24%	
		<b>306,530</b>	<b>1,136,266</b>	<b>1,136,266</b>	<b>1,138,502</b>	<b>2,236</b>	<b>831,972</b>	<b>27%</b>	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	-	27,057	27,057	19,639	(7,418)	19,639	0%	
8182	Special Education Reimbursement	-	-	-	-	-	-		
8220	Child Nutrition Programs	-	35,872	35,872	36,364	491	36,364	0%	Per Oswaldo - adjust down per revised budget 9/3
8290	No Child Left Behind	-	-	-	-	-	-		
8291	Title I	7,779	26,705	26,705	26,705	-	18,926	29%	
8292	Title II	465	465	465	465	-	-	100%	
8293	Title III	-	528	528	528	-	528	0%	
8298	Implementation Grant	-	200,000	200,000	200,000	-	200,000	0%	

## Magnolia Science Academy - Santa Ana

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>SUBTOTAL - Federal Income</b>		8,244	290,627	290,627	283,700	(6,927)	275,456	3%	
<b>8300</b>	<b>Other State Revenues</b>								
8380	Special Ed	-	15,000	15,000	15,000	-	15,000	0%	
8381	Special Education - Entitlement (State)	27,607	69,671	69,671	71,028	1,358	43,421	39%	
8520	Child Nutrition - State	-	4,138	4,138	1,465	(2,673)	1,465	0%	
8545	School Facilities Apportionments	-	105,488	105,488	117,833	12,345	117,833	0%	
8550	Mandated Cost Reimbursements	3,443	3,986	86,599	86,599	-	83,156	4%	
8560	State Lottery Revenue	-	25,458	25,458	25,458	-	25,458	0%	
8590	All Other State Revenue	-	100,406	17,452	17,452	-	17,452	0%	
8594	Other State Revenue 4	-	-	-	6,666,281	6,666,281	6,666,281	0%	
<b>SUBTOTAL - Other State Income</b>		31,050	324,146	323,805	7,001,115	6,677,310	6,970,065	0%	
<b>8600</b>	<b>Other Local Revenue</b>								
8634	Food Service Sales	1,427	9,000	9,000	9,000	-	7,573	16%	
8636	Uniforms	5,451	15,000	15,000	15,000	-	9,549	36%	
8660	Interest	46	-	-	46	46	-	100%	Increased to match actuals
8693	Field Trips	-	10,000	10,000	10,000	-	10,000	0%	
8999	Uncategorized Revenue	(0)	-	-	-	-	0		
<b>SUBTOTAL - Local Revenues</b>		6,923	34,000	34,000	34,046	46	27,122	20%	
<b>8800</b>	<b>Donations/Fundraising</b>								
8801	Donations - Parents	-	2,000	2,000	2,000	-	2,000	0%	
8802	Donations - Private	3,338	5,500	5,500	5,500	-	2,162	61%	Moved \$5,500 from 8801
8803	Fundraising	174	10,000	10,000	10,000	-	9,826	2%	
<b>SUBTOTAL - Fundraising and Grants</b>		3,512	17,500	17,500	17,500	-	13,988	20%	
<b>TOTAL REVENUE</b>		<b>356,259</b>	<b>1,802,539</b>	<b>1,802,198</b>	<b>8,474,863</b>	<b>6,672,665</b>	<b>8,118,604</b>	<b>4%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
<b>1100</b>	<b>Teachers Salaries</b>	258,204	696,232	672,245	672,245	-	414,040	38%	New Hires increased forecast
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salarie</b>	29,097	87,290	87,290	126,040	(38,750)	96,943	23%	Laura hired in August , no 1300 employee in July
<b>SUBTOTAL - Certificated Employees</b>		<b>287,301</b>	<b>783,522</b>	<b>759,535</b>	<b>798,285</b>	<b>(38,750)</b>	<b>510,984</b>	<b>36%</b>	
<b>Classified Employees Summary</b>									
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	25,695	66,149	66,149	66,149	-	40,453	39%	
<b>2900</b>	<b>Classified Other Salaries</b>	28,437	68,706	61,706	61,706	-	33,268	46%	
<b>SUBTOTAL - Classified Employees</b>		<b>54,132</b>	<b>134,854</b>	<b>127,854</b>	<b>127,854</b>	<b>-</b>	<b>73,722</b>	<b>42%</b>	

**Magnolia Science Academy - Santa Ana**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
<b>Employee Benefits Summary</b>									
3100	STRS	27,385	73,449	69,148	73,306	(4,158)	45,921	37%	
3200	PERS	4,483	7,692	9,961	9,961	-	5,478	45%	
3300	OASDI-Medicare-Alternative	9,703	27,850	29,199	28,533	666	18,830	34%	
3400	Health & Welfare Benefits	25,188	103,334	113,358	103,000	10,358	77,812	24%	
3500	Unemployment Insurance	148	459	452	463	(11)	315	32%	
3600	Workers Comp Insurance	3,401	8,161	8,161	8,161	-	4,761	42%	Matches premium agreement
<b>SUBTOTAL - Employee Benefits</b>		<b>70,307</b>	<b>220,947</b>	<b>230,279</b>	<b>223,424</b>	<b>6,855</b>	<b>153,117</b>	<b>31%</b>	
<b>4000 Books &amp; Supplies</b>									
4100	Approved Textbooks & Core Curricula Materials	159,742	156,000	160,000	160,000	-	259	100%	
4200	Books & Other Reference Materials	11,197	10,330	11,330	11,330	-	133	99%	
4320	Educational Software	2,537	4,739	4,739	4,739	-	2,202	54%	
4325	Instructional Materials & Supplies	3,872	44,500	36,500	14,900	21,600	11,028	26%	Moved \$100 to 4326
4326	Art & Music Supplies	53	-	-	100	(100)	47	53%	Moved \$100 from 4325
4330	Office Supplies	555	20,000	20,000	10,000	10,000	9,445	6%	
4335	PE Supplies	97	500	500	500	-	403	19%	
4345	Non Instructional Student Materials & Supplies	2,044	-	3,000	3,000	-	956	68%	
4350	Uniforms	16,042	-	16,042	16,042	-	-	100%	
4400	Noncapitalized Equipment	-	12,500	12,500	-	12,500	-	-	
4410	Classroom Furniture, Equipment & Supplies	37	21,000	21,000	21,000	-	20,963	0%	
4420	Computers (individual items less than \$5k)	48,930	50,000	50,000	50,000	-	1,070	98%	
4700	Food	9,080	-	58,625	55,932	2,693	46,852	16%	Moved student food here
4710	Student Food Services	-	58,625	-	-	-	-	-	
4720	Other Food	-	100	100	100	-	100	0%	
<b>SUBTOTAL - Books and Supplies</b>		<b>254,184</b>	<b>378,294</b>	<b>394,335</b>	<b>347,643</b>	<b>46,693</b>	<b>93,459</b>	<b>73%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	159,742	156,000	160,000	160,000	-	259	100%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	11,197	10,330	11,330	11,330	-	133	99%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	25,199	69,739	80,780	49,280	31,500	24,081	51%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	48,966	83,500	83,500	71,000	12,500	22,034	69%	
<b>4700</b>	<b>Food</b>	9,080	58,725	58,725	56,032	2,693	46,952	16%	
<b>SUBTOTAL - Books and Supplies</b>		<b>254,184</b>	<b>378,294</b>	<b>394,335</b>	<b>347,643</b>	<b>46,693</b>	<b>93,459</b>	<b>73%</b>	
<b>5000 Services &amp; Other Operating Expenses</b>									
5101	CMO Fees	-	60,000	60,000	60,000	-	60,000	0%	
5200	Travel & Conferences	-	15,000	15,000	-	15,000	-	-	
5210	Conference Fees	570	5,000	5,000	5,000	-	4,430	11%	Moved from 5200
5215	Travel - Mileage, Parking, Tolls	870	20,000	20,000	20,000	-	19,130	4%	
5300	Dues & Memberships	1,471	5,333	5,333	5,333	-	3,862	28%	
5450	Insurance - Other	3,623	13,750	8,694	8,694	-	5,072	42%	Based on CharterSafe invoice
5500	Operations & Housekeeping	4,673	5,000	5,000	5,000	-	328	93%	
5510	Utilities - Gas and Electric	297	2,800	2,800	2,800	-	2,503	11%	

**Magnolia Science Academy - Santa Ana**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
5605	Equipment Leases	1,963	3,672	3,672	3,672	-	1,709	53%	Based on actuals of \$256.81 for 10 months, need a copy of agreement
5610	Rent	115,029	209,000	209,000	210,029	(1,029)	95,000	55%	Forecast matches actuals
5615	Repairs and Maintenance - Building	-	12,000	12,000	2,000	10,000	2,000	0%	
5803	Accounting & Audit Fees	-	3,009	3,009	3,009	-	3,009	0%	
5809	Banking Fees	1,542	1,400	1,400	2,000	(600)	458	77%	Service charge \$119.76/month and ACH Fee \$15.95! What is this? Bump forecast to match actuals
5813	School Programs - After School Program	350	-	-	350	(350)	-	100%	Added to forecast to match actuals, not in budget
5820	Consultants - Non Instructional	4,973	-	-	4,973	(4,973)	-	100%	Moved from 5822
5822	Other Professional Services	8,503	15,000	22,233	17,260	4,973	8,757	49%	Moved 4,973 to 5820
5824	District Oversight Fees	-	11,363	11,363	11,385	(22)	11,385	0%	
5843	Interest - Loans Less than 1 Year	-	500	500	500	-	500	0%	
5845	Legal Fees	29,894	25,000	30,000	30,000	-	106	100%	Increased per Oswaldo 11/23
5851	Marketing and Student Recruiting	-	24,000	24,000	24,000	-	24,000	0%	
5857	Payroll Fees	1,353	3,000	3,400	3,400	-	2,047	40%	Increased slightly to match actuals - due to new hires
5863	Professional Development	1,100	19,000	19,000	19,000	-	17,900	6%	
5869	Special Education Contract Instructors	27,568	112,000	112,000	112,000	-	84,432	25%	
5872	Special Education Encroachment	-	3,869	3,869	3,627	242	3,627	0%	
5884	Substitutes	-	26,276	26,276	13,138	13,138	13,138	0%	
5887	Technology Services	3,039	17,059	17,059	17,059	-	14,020	18%	
5899	Miscellaneous Operating Expenses	35,413	-	-	-	-	(35,413)		This will disappear once categorized
5900	Communications	2,710	3,900	3,900	3,900	-	1,190	69%	Based on actuals - rounded to \$325/month
5915	Postage and Delivery	-	4,800	4,800	4,800	-	4,800	0%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>244,940</b>	<b>621,731</b>	<b>629,308</b>	<b>592,930</b>	<b>36,379</b>	<b>347,990</b>	<b>41%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	-	60,000	60,000	60,000	-	60,000	0%	
5200	Travel & Conferences	1,440	40,000	40,000	25,000	15,000	23,560	6%	
5300	Dues & Memberships	1,471	5,333	5,333	5,333	-	3,862	28%	
5400	Insurance	3,623	13,750	8,694	8,694	-	5,072	42%	
5500	Operations & Housekeeping	4,970	7,800	7,800	7,800	-	2,831	64%	
5600	Rentals, Leases, & Repairs	116,992	224,672	224,672	215,701	8,971	98,709	54%	
5800	Other Services & Operating Expenses	113,735	261,475	274,109	261,701	12,408	147,966	43%	
5900	Communications	2,710	8,700	8,700	8,700	-	5,990	31%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>244,940</b>	<b>621,731</b>	<b>629,308</b>	<b>592,930</b>	<b>36,379</b>	<b>347,990</b>	<b>41%</b>	
6000	Capital Outlay	-	-	-	-	-	-	-	
<b>SUBTOTAL - Capital Outlay</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL EXPENSES</b>		<b>910,864</b>	<b>2,139,348</b>	<b>2,141,312</b>	<b>2,090,135</b>	<b>51,176</b>	<b>1,179,271</b>	<b>44%</b>	
6900	Total Depreciation (includes Prior Years)	-	18,270	18,270	18,270	-	18,270	0%	

**Magnolia Science Academy - Santa Ana**

Budget vs. Actuals

As of most recent monthly close

	<b>Budget vs.</b>							Notes
	<b>Actual</b>	<b>Budget</b>			Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	
	Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast				
<b>TOTAL EXPENSES including Depreciation</b>	<b>910,864</b>	<b>2,157,618</b>	<b>2,159,582</b>	<b>2,108,405</b>	<b>51,176</b>	<b>1,197,541</b>	<b>43%</b>	

**Magnolia Science Academy - Santa Clara**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's	Variance	Forecast	% of Forecast			
		Actual YTD	Approved Budget	Forecast	(Previous vs.	Remaining	Spent	<b>Notes</b>		
				Current Forecast	Current Forecast)					
<b>SUMMARY</b>										
<b>Revenue</b>										
	General Block Grant	549,406	770,883	770,883	768,797	(2,086)	219,391	71%	Updated FCMAT	
	Federal Revenue	6,865	63,688	64,953	7,994	(56,959)	1,129	86%	No SpED or Nutrition	
	Other State Revenues	9,464	347,168	352,091	306,199	(45,892)	296,735	3%	No SpED or Nutrition	
	Local Revenues	26	-	-	26	26	-	100%		
	Fundraising and Grants	17	15,500	15,500	15,500	-	15,483	0%		
	<b>Total Revenue</b>	<b>565,778</b>	<b>1,197,239</b>	<b>1,203,427</b>	<b>1,098,516</b>	<b>(104,911)</b>	<b>532,738</b>	<b>52%</b>		
<b>Expenses</b>										
	Compensation and Benefits	548,263	1,066,860	1,083,860	1,148,027	(64,167)	599,764	48%	New hire and tutoring included. Going over budget in HWB	
	Books and Supplies	19,612	80,670	81,670	78,150	3,520	58,538	25%	Reduced food due to lower enrollment	
	Services and Other Operating Expenditures	285,755	688,291	719,107	726,541	(7,434)	440,786	39%	increased equipment leases based on actuals	
	Capital Outlay	6,051	6,051	6,051	6,051	-	-	100%		
	<b>Total Expenses</b>	<b>859,680</b>	<b>1,841,872</b>	<b>1,890,688</b>	<b>1,958,768</b>	<b>(68,081)</b>	<b>1,099,088</b>	<b>44%</b>		
	<b>Operating Income (excluding Depreciation)</b>	<b>(293,902)</b>	<b>(644,633)</b>	<b>(687,261)</b>	<b>(860,252)</b>	<b>(172,991)</b>	<b>(566,350)</b>	<b>34%</b>		
	<i>Operating Income (including Depreciation)</i>	<i>(287,851)</i>	<i>(678,435)</i>	<i>(721,063)</i>	<i>(894,054)</i>	<i>(172,991)</i>	<i>(606,203)</i>	<i>32%</i>		
<b>Fund Balance</b>										
	Beginning Balance (Unaudited)	473,945	473,945	473,945	473,945	-	-	100%		
	Audit Adjustment	24,592	-	-	24,592	-	-	100%		
	Beginning Balance (Audited)	498,537	473,945	473,945	498,537	-	-	100%		
	Operating Income (including Depreciation)	(287,851)	(678,435)	(721,063)	(894,054)	-	-	32%		
	<b>Ending Fund Balance (including Depreciation)</b>	<b>210,686</b>	<b>(204,490)</b>	<b>(247,118)</b>	<b>(395,517)</b>			<b>-53%</b>		
	<b>Total Enrolled</b>		<b>107</b>	<b>107</b>	<b>107</b>				0% current enrollment as of 9/23/15 is 102	
	Total ADA		<b>102.7</b>	<b>102.7</b>	<b>102.7</b>				0%	
<b>LCFF Entitlement</b>										
8011	Charter Schools LCFF - State Aid	332,109	252,703	252,703	250,617	(2,086)	(81,492)	133%		
8012	Education Protection Account Entitlement	101,205	144,372	144,372	144,372	-	43,167	70%		
8096	Charter Schools in Lieu of Property Taxes	116,092	373,808	373,808	373,808	-	257,716	31%		
		549,406	770,883	770,883	768,797	(2,086)	219,391	71%		
<b>8100 Federal Revenue</b>										
8181	Special Education - Entitlement	-	50,752	50,752	-	(50,752)	-			
8220	Child Nutrition Programs	-	6,880	6,880	-	(6,880)	-			
8291	Title I	6,265	5,000	6,265	6,265	-	-	100%	Increased slightly to match actuals	
8292	Title II	489	-	-	673	673	184	73%		
8293	Title III	111	1,056	1,056	1,056	-	945	11%		
	<b>SUBTOTAL - Federal Income</b>	<b>6,865</b>	<b>63,688</b>	<b>64,953</b>	<b>7,994</b>	<b>(56,959)</b>	<b>1,129</b>	<b>86%</b>		
<b>8300 Other State Revenues</b>										
8381	Special Education - Entitlement (State)	-	45,338	45,338	-	(45,338)	-			

**Magnolia Science Academy - Santa Clara**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>	
8520	Child Nutrition - State	-	554	554	-	(554)	-		need to reduce this for lower participation	
8550	Mandated Cost Reimbursements	9,464	5,138	255,343	255,343	-	245,879	4%	Based on apportionment schedule	
8560	State Lottery Revenue	-	18,592	18,592	18,592	-	18,592	0%		
8590	All Other State Revenue	-	277,546	32,264	32,264	-	32,264	0%	Includes EEF	
<b>SUBTOTAL - Other State Income</b>		<b>9,464</b>	<b>347,168</b>	<b>352,091</b>	<b>306,199</b>	<b>(45,892)</b>	<b>296,735</b>	<b>3%</b>		
<b>8600 Other Local Revenue</b>										
8699	All Other Local Revenue	26	-	-	26	26	-	100%		
<b>SUBTOTAL - Local Revenues</b>		<b>26</b>	<b>-</b>	<b>-</b>	<b>26</b>	<b>26</b>	<b>-</b>	<b>100%</b>		
<b>8800 Donations/Fundraising</b>										
8801	Donations - Parents	5	500	500	500	-	496	1%		
8803	Fundraising	12	15,000	15,000	15,000	-	14,988	0%		
<b>SUBTOTAL - Fundraising and Grants</b>		<b>17</b>	<b>15,500</b>	<b>15,500</b>	<b>15,500</b>	<b>-</b>	<b>15,483</b>	<b>0%</b>		
<b>TOTAL REVENUE</b>		<b>565,778</b>	<b>1,197,239</b>	<b>1,203,427</b>	<b>1,098,516</b>	<b>(104,911)</b>	<b>532,738</b>	<b>52%</b>		
<b>EXPENSES</b>										
<b>Compensation &amp; Benefits</b>										
<b>Certificated Employees Summary</b>										
1100	Teachers Salaries	282,901	624,925	624,925	640,256	(15,330)	357,354	44%		
1300	Certificated Supervisor & Administrator Salaries	70,429	173,536	173,536	173,536	-	103,107	41%		
<b>SUBTOTAL - Certificated Employees</b>		<b>353,330</b>	<b>798,462</b>	<b>798,462</b>	<b>813,792</b>	<b>(15,330)</b>	<b>460,462</b>	<b>43%</b>		
<b>Classified Employees Summary</b>										
2400	Classified Clerical & Office Salaries	29,619	51,135	51,135	51,135	-	21,516	58%		
2900	Classified Other Salaries	7,736	25,232	25,232	25,232	-	17,496	31%		
<b>SUBTOTAL - Classified Employees</b>		<b>37,355</b>	<b>76,367</b>	<b>76,367</b>	<b>76,367</b>	<b>-</b>	<b>39,012</b>	<b>49%</b>		
<b>Employee Benefits Summary</b>										
3100	STRS	36,508	81,847	81,847	82,205	(357)	45,697	44%		
3200	PERS	2,171	5,589	5,589	5,589	-	3,418	39%		
3300	OASDI-Medicare-Alternative	7,860	19,493	19,493	20,465	(971)	12,605	38%		
3400	Health & Welfare Benefits	103,690	67,500	84,500	132,000	(47,500)	28,310	79%	Reduction in staff not accounted for, going over budget. Needs t	
3500	Unemployment Insurance	196	437	437	445	(8)	249	44%		
3600	Workers Comp Insurance	7,152	17,164	17,164	17,164	-	10,012	42%		
<b>SUBTOTAL - Employee Benefits</b>		<b>157,577</b>	<b>192,031</b>	<b>209,031</b>	<b>257,868</b>	<b>(48,836)</b>	<b>100,290</b>	<b>61%</b>		
<b>4000 Books &amp; Supplies</b>										
4100	Approved Textbooks & Core Curricula Materials	783	2,000	2,000	2,000	-	1,217	39%		
4200	Books & Other Reference Materials	845	6,600	6,600	6,600	-	5,755	13%		
4315	Custodial Supplies	-	500	500	500	-	500	0%		
4320	Educational Software	-	5,500	5,500	5,500	-	5,500	0%		

**Magnolia Science Academy - Santa Clara**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's		Variance	Forecast	% of Forecast		
		Actual YTD	Approved Budget	Forecast	Current Forecast	(Previous vs. Current Forecast)	Remaining	Spent	<b>Notes</b>	
4325	Instructional Materials & Supplies	6,074	16,050	16,050	16,050	-	9,976	38%		
4330	Office Supplies	1,602	28,500	26,500	26,300	200	24,698	6%	Moved to Teacher supplies, non cap and non class room furnitur	
4346	Teacher Supplies	126	-	-	200	(200)	74	63%		
4400	Noncapitalized Equipment	446	-	1,000	1,000	-	554	45%	Moved from office supplies	
4410	Classroom Furniture, Equipment & Supplies	1,323	3,000	3,000	3,000	-	1,677	44%		
4420	Computers (individual items less than \$5k)	6,111	6,500	6,500	6,500	-	389	94%		
4430	Non Classroom Related Furniture, Equipment & S	646	500	1,500	1,500	-	854	43%	Moved forecast from office supplies	
4700	Food	1,044	11,520	11,520	8,000	3,520	6,956	13%	Reduced from 30K to 15K due to lower enrollment/participation	
4720	Other Food	613	-	1,000	1,000	-	387	61%		
<b>SUBTOTAL - Books and Supplies</b>		<b>19,612</b>	<b>80,670</b>	<b>81,670</b>	<b>78,150</b>	<b>3,520</b>	<b>58,538</b>	<b>25%</b>		
<b>Books &amp; Supplies Summary</b>										
4100	Approved Textbooks & Core Curricula Material	783	2,000	2,000	2,000	-	1,217	39%		
4200	Books & Other Reference Materials	845	6,600	6,600	6,600	-	5,755	13%		
4300	Materials & Supplies	7,801	50,550	48,550	48,550	-	40,748	16%		
4400	Noncapitalized Equipment	8,526	10,000	12,000	12,000	-	3,474	71%		
4700	Food	1,656	11,520	12,520	9,000	3,520	7,344	18%		
<b>SUBTOTAL - Books and Supplies</b>		<b>19,612</b>	<b>80,670</b>	<b>81,670</b>	<b>78,150</b>	<b>3,520</b>	<b>58,538</b>	<b>25%</b>		
<b>5000 Services &amp; Other Operating Expenses</b>										
5200	Travel & Conferences	5,795	5,000	5,000	5,800	(800)	5	100%	Moved from 5210	
5210	Conference Fees	2,270	5,000	5,000	4,200	800	1,930	54%	Moved to 5200	
5215	Travel - Mileage, Parking, Tolls	22	-	-	100	(100)	78	22%	Moved from 5220	
5220	Travel and Lodging	3,763	7,000	7,000	6,900	100	3,137	55%	Moved to 5215	
5300	Dues & Memberships	34	975	975	975	-	941	3%		
5450	Insurance - Other	10,765	10,765	25,835	25,835	-	15,070	42%		
5500	Operations & Housekeeping	2,463	2,500	3,000	11,000	(8,000)	8,537	22%	Moved from communications	
5510	Utilities - Gas and Electric	4,822	6,000	6,000	6,000	-	1,178	80%		
5605	Equipment Leases	36,273	60,000	60,000	75,000	(15,000)	38,727	48%	forecast based on actual expenses - need lease agreements	
5610	Rent	143,175	311,245	311,245	311,245	-	168,070	46%	OK - 11 mo at \$29295 plus temp space/minor other	
5615	Repairs and Maintenance - Building	387	1,000	1,000	1,000	-	613	39%	included in lease agreement -	
5617	Repairs and Maintenance - Other Equipment	770	1,000	1,000	1,000	-	230	77%	Taken from 5615	
5631	Other Rentals, Leases and Repairs - Site Relocati	36,355	66,800	66,800	66,800	-	30,445	54%	May come in higher - confirmed is \$1400/mo storage plus moving costs; \$40k paid to Graybill for move/storage over summer	
5803	Accounting & Audit Fees	-	6,000	6,000	6,000	-	6,000	0%	ok - per Oswaldo each school pays their own audit fees	
5809	Banking Fees	80	1,800	1,800	1,800	-	1,720	4%		
5814	School Programs - Academic Competitions	60	-	60	60	-	-	100%	Increased to match actuals	
5822	Other Professional Services	13,079	3,120	13,120	13,120	-	41	100%	Increased to include cost of Commercial Broker	
5824	District Oversight Fees	2,717	7,709	7,709	7,688	21	4,971	35%	ok - 1% of GP	
5843	Interest - Loans Less than 1 Year	-	1,000	1,000	1,000	-	1,000	0%		
5845	Legal Fees	6,423	10,000	10,000	10,000	-	3,578	64%		
5851	Marketing and Student Recruiting	75	3,600	3,600	3,600	-	3,525	2%		
5857	Payroll Fees	1,509	4,004	4,004	4,004	-	2,495	38%	Adjusted based on actual (avg \$300/mo)	
5861	Prior Yr Exp (not accrued)	5,185	-	5,185	5,185	-	-	100%	Matches actuals, will be moved after audit	
5863	Professional Development	-	1,706	1,706	1,706	-	1,706	0%	reduced for reduced staff	

**Magnolia Science Academy - Santa Clara**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>								
		<b>Actual</b>	<b>Budget</b>							
				Previous Month's		Variance	Forecast	% of Forecast		
		Actual YTD	Approved Budget	Forecast	Current Forecast	(Previous vs. Current Forecast)	Remaining	Spent	<b>Notes</b>	
5884	Substitutes	117	12,188	12,188	4,642	7,545	4,525	3%	Reduced, paid in payroll	
5887	Technology Services	4,968	21,000	21,000	21,000	-	16,032	24%		
5893	Transportation - Student	-	118,080	118,080	118,080	-	118,080	0%	per agreement = \$328/bus/day @ 180 days	
5899	Miscellaneous Operating Expenses	1,127	-	-	-	-	(1,127)		uncategorized - will clear in future months	
5900	Communications	2,677	16,000	16,000	8,000	8,000	5,323	33%	Moved to House Keeping	
5915	Postage and Delivery	846	4,800	4,800	4,800	-	3,955	18%		
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>285,755</b>	<b>688,291</b>	<b>719,107</b>	<b>726,541</b>	<b>(7,434)</b>	<b>440,786</b>	<b>39%</b>		
<b>Services &amp; Other Operating Expenditures Summary</b>										
5200	Travel & Conferences	11,850	17,000	17,000	17,000	-	5,150	70%		
5300	Dues & Memberships	34	975	975	975	-	941	3%		
5400	Insurance	10,765	10,765	25,835	25,835	-	15,070	42%		
5500	Operations & Housekeeping	7,285	8,500	9,000	17,000	(8,000)	9,715	43%		
5600	Rentals, Leases, & Repairs	216,959	440,045	440,045	455,045	(15,000)	238,086	48%		
5800	Other Services & Operating Expenses	35,339	190,207	205,452	197,886	7,566	162,547	18%		
5900	Communications	3,523	20,800	20,800	12,800	8,000	9,277	28%		
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>285,755</b>	<b>688,291</b>	<b>719,107</b>	<b>726,541</b>	<b>(7,434)</b>	<b>440,786</b>	<b>39%</b>		
6000	Capital Outlay									
6400	Equipment	6,051	6,051	6,051	6,051	-	-	100%	Increased to match actuals	
<b>SUBTOTAL - Capital Outlay</b>		<b>6,051</b>	<b>6,051</b>	<b>6,051</b>	<b>6,051</b>	<b>-</b>	<b>-</b>	<b>100%</b>		
<b>TOTAL EXPENSES</b>		<b>859,680</b>	<b>1,841,872</b>	<b>1,890,688</b>	<b>1,958,768</b>	<b>(68,081)</b>	<b>1,099,088</b>	<b>44%</b>		
6900	Total Depreciation (includes Prior Years)	-	39,853	39,853	39,853	-	39,853	0%		
<b>TOTAL EXPENSES including Depreciation</b>		<b>853,629</b>	<b>1,875,674</b>	<b>1,924,490</b>	<b>1,992,570</b>	<b>(68,081)</b>	<b>1,138,941</b>	<b>43%</b>		

**Magnolia Science Academy - San Diego**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
<b>SUMMARY</b>									
<b>Revenue</b>									
	General Block Grant	845,427	2,978,176	2,978,176	2,908,733	(69,443)	2,063,306	29%	Updated LCFF
	Federal Revenue	-	84,919	84,919	84,919	-	84,919	0%	
	Other State Revenues	67,665	481,095	481,555	481,555	-	413,890	14%	
	Local Revenues	22,105	108,800	108,800	108,800	-	86,695	20%	
	Fundraising and Grants	1,988	20,000	20,000	20,000	-	18,012	10%	
	<b>Total Revenue</b>	<b>937,185</b>	<b>3,672,990</b>	<b>3,673,450</b>	<b>3,604,007</b>	<b>(69,443)</b>	<b>2,666,822</b>	<b>26%</b>	
<b>Expenses</b>									
	Compensation and Benefits	707,675	1,901,637	1,978,323	2,006,312	(27,989)	1,298,637	35%	Added long term sub/librarian position
	Books and Supplies	87,442	354,709	355,209	358,010	(2,801)	270,568	24%	Uniform expense increased
	Services and Other Operating Expenditures	206,913	843,014	843,332	841,295	2,037	634,383	25%	
	Capital Outlay	-	-	-	-	-	-	-	
	<b>Total Expenses</b>	<b>1,002,029</b>	<b>3,099,359</b>	<b>3,176,864</b>	<b>3,205,618</b>	<b>(28,753)</b>	<b>2,203,588</b>	<b>31%</b>	
	<b>Operating Income (excluding Depreciation)</b>	<b>(64,844)</b>	<b>573,631</b>	<b>496,586</b>	<b>398,389</b>	<b>(98,196)</b>	<b>463,233</b>	<b>-16%</b>	
	<i>Operating Income (including Depreciation)</i>	<i>(64,844)</i>	<i>529,012</i>	<i>451,967</i>	<i>353,770</i>	<i>(98,196)</i>	<i>418,614</i>	<i>-18%</i>	
<b>Fund Balance</b>									
	Beginning Balance (Unaudited)	615,301	615,301	615,301	615,301			100%	
	Audit Adjustment	20,654	-	-	20,654			100%	
	Beginning Balance (Audited)	635,955	615,301	615,301	635,955			100%	
	Operating Income (including Depreciation)	(64,844)	529,012	451,967	353,770			-18%	
	<b>Ending Fund Balance (including Depreciation)</b>	<b>571,111</b>	<b>1,144,313</b>	<b>1,067,268</b>	<b>989,725</b>			<b>58%</b>	
	<b>Total Enrolled</b>		<b>423</b>	<b>423</b>	<b>423</b>			0%	
	Total ADA		<b>409.3</b>	<b>409.3</b>	<b>409.3</b>			0%	
<b>LCFF Entitlement</b>									
8011	Charter Schools LCFF - State Aid	237,088	678,457	678,457	609,014	(69,443)	371,926	39%	
8012	Education Protection Account Entitlement	92,977	558,923	558,923	558,923	-	465,946	17%	
8096	Charter Schools in Lieu of Property Taxes	515,362	1,740,796	1,740,796	1,740,796	-	1,225,434	30%	
		<b>845,427</b>	<b>2,978,176</b>	<b>2,978,176</b>	<b>2,908,733</b>	<b>(69,443)</b>	<b>2,063,306</b>	<b>29%</b>	
<b>8100 Federal Revenue</b>									
8181	Special Education - Entitlement	-	38,931	38,931	38,931	-	38,931	0%	
8220	Child Nutrition Programs	-	23,833	23,833	23,833	-	23,833	0%	
8291	Title I	-	22,155	22,155	22,155	-	22,155	0%	
	<b>SUBTOTAL - Federal Income</b>	<b>-</b>	<b>84,919</b>	<b>84,919</b>	<b>84,919</b>	<b>-</b>	<b>84,919</b>	<b>0%</b>	
<b>8300 Other State Revenues</b>									
8381	Special Education - Entitlement (State)	62,601	180,632	180,632	180,632	-	118,031	35%	

## Magnolia Science Academy - San Diego

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs.</b>							
		<b>Actual</b>	<b>Budget</b>						
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
8520	Child Nutrition - State	-	3,841	3,841	3,841	-	3,841	0%	
8550	Mandated Cost Reimbursements	5,064	5,064	193,676	193,676	-	188,612	3%	
8560	State Lottery Revenue	-	74,075	74,075	74,075	-	74,075	0%	
8590	All Other State Revenue	-	217,484	29,331	29,331	-	29,331	0%	
<b>SUBTOTAL - Other State Income</b>		<b>67,665</b>	<b>481,095</b>	<b>481,555</b>	<b>481,555</b>	<b>-</b>	<b>413,890</b>	<b>14%</b>	
<b>8600</b>	<b>Other Local Revenue</b>								
8634	Food Service Sales	-	12,000	12,000	12,000	-	12,000	0%	
8636	Uniforms	21,674	30,000	30,000	30,000	-	8,326	72%	
8660	Interest	321	1,800	1,800	1,800	-	1,479	18%	SDCOE int forecast based on July actuals
8693	Field Trips	-	35,000	35,000	35,000	-	35,000	0%	
8699	All Other Local Revenue	-	30,000	30,000	30,000	-	30,000	0%	
8999	Uncategorized Revenue	110	-	-	-	-	(110)		Will go away once coding is received
<b>SUBTOTAL - Local Revenues</b>		<b>22,105</b>	<b>108,800</b>	<b>108,800</b>	<b>108,800</b>	<b>-</b>	<b>86,695</b>	<b>20%</b>	
<b>8800</b>	<b>Donations/Fundraising</b>								
8802	Donations - Private	526	5,000	5,000	5,000	-	4,474	11%	Moved 5K from fundraising
8803	Fundraising	1,462	15,000	15,000	15,000	-	13,538	10%	
<b>SUBTOTAL - Fundraising and Grants</b>		<b>1,988</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>	<b>-</b>	<b>18,012</b>	<b>10%</b>	
<b>TOTAL REVENUE</b>		<b>937,185</b>	<b>3,672,990</b>	<b>3,673,450</b>	<b>3,604,007</b>	<b>(69,443)</b>	<b>2,666,822</b>	<b>26%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
1100	Teachers Salaries	420,809	1,178,805	1,201,327	1,211,827	(10,500)	791,019	35%	
1300	Certificated Supervisor & Administrator Salarie	78,044	208,731	210,731	212,731	(2,000)	134,687	37%	
<b>SUBTOTAL - Certificated Employees</b>		<b>498,852</b>	<b>1,387,536</b>	<b>1,412,058</b>	<b>1,424,558</b>	<b>(12,500)</b>	<b>925,706</b>	<b>35%</b>	
<b>Classified Employees Summary</b>									
2400	Classified Clerical & Office Salaries	22,255	59,885	58,365	58,365	-	36,110	38%	
2900	Classified Other Salaries	31,004	92,691	117,976	122,802	(4,826)	91,797	25%	
<b>SUBTOTAL - Classified Employees</b>		<b>53,259</b>	<b>152,576</b>	<b>176,341</b>	<b>181,167</b>	<b>(4,826)</b>	<b>127,908</b>	<b>29%</b>	
<b>Employee Benefits Summary</b>									
3100	STRS	52,004	129,113	133,891	134,105	(215)	82,101	39%	
3200	PERS	5,282	14,033	14,566	15,138	(572)	9,856	35%	
3300	OASDI-Medicare-Alternative	11,730	43,269	44,210	45,423	(1,213)	33,693	26%	
3400	Health & Welfare Benefits	81,351	154,222	176,345	185,000	(8,655)	103,649	44%	
3500	Unemployment Insurance	276	993	1,017	1,026	(9)	750	27%	
3600	Workers Comp Insurance	4,921	19,895	19,895	19,895	-	14,975	25%	

## Magnolia Science Academy - San Diego

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>SUBTOTAL - Employee Benefits</b>		<b>155,563</b>	<b>361,525</b>	<b>389,925</b>	<b>400,587</b>	<b>(10,663)</b>	<b>245,024</b>	<b>39%</b>	
<b>4000</b>	<b>Books &amp; Supplies</b>								
4100	Approved Textbooks & Core Curricula Materials	8,558	145,000	145,000	145,000	-	136,442	6%	
4200	Books & Other Reference Materials	474	10,500	10,500	10,500	-	10,026	5%	
4300	Materials & Supplies	-	50	50	50	-	50	0%	
4315	Custodial Supplies	830	9,000	9,000	9,000	-	8,170	9%	
4320	Educational Software	3,538	15,000	15,000	15,000	-	11,463	24%	
4325	Instructional Materials & Supplies	2,609	16,900	13,900	13,900	-	11,291	19%	
4326	Art & Music Supplies	1,452	-	2,000	2,000	-	548	73%	
4330	Office Supplies	8,089	49,764	49,764	47,242	2,522	39,152	17%	Moved to 45345
4335	PE Supplies	1,497	5,000	5,000	5,000	-	3,503	30%	
4340	Professional Development Supplies	37	3,000	3,000	3,000	-	2,963	1%	
4345	Non Instructional Student Materials & Supplies	2,522	-	-	2,522	(2,522)	-	100%	Moved from 4330
4346	Teacher Supplies	844	-	1,000	1,000	-	156	84%	
4350	Uniforms	18,006	15,205	15,205	18,006	(2,801)	-	100%	Increased to match actuals
4400	Noncapitalized Equipment	1,243	1,300	1,300	1,300	-	57	96%	
4410	Classroom Furniture, Equipment & Supplies	9,731	31,700	31,700	30,038	1,662	20,307	32%	Moved to 4420
4420	Computers (individual items less than \$5k)	19,162	17,500	17,500	19,162	(1,662)	-	100%	Moved from 4410
4700	Food	8,613	236	34,790	34,790	-	26,177	25%	Student food 4700 and Other staff food is not 4720
4710	Student Food Services	-	34,554	-	-	-	-	-	
4720	Other Food	236	-	500	500	-	264	47%	Not in budget - staff food
<b>SUBTOTAL - Books and Supplies</b>		<b>87,442</b>	<b>354,709</b>	<b>355,209</b>	<b>358,010</b>	<b>(2,801)</b>	<b>270,568</b>	<b>24%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Material</b>	8,558	145,000	145,000	145,000	-	136,442	6%	
<b>4200</b>	<b>Books &amp; Other Reference Materials</b>	474	10,500	10,500	10,500	-	10,026	5%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	39,425	113,919	113,919	116,720	(2,801)	77,295	34%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	30,136	50,500	50,500	50,500	-	20,364	60%	
<b>4700</b>	<b>Food</b>	8,849	34,790	35,290	35,290	-	26,441	25%	
<b>SUBTOTAL - Books and Supplies</b>		<b>87,442</b>	<b>354,709</b>	<b>355,209</b>	<b>358,010</b>	<b>(2,801)</b>	<b>270,568</b>	<b>24%</b>	
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>								
5101	CMO Fees	139,483	334,759	334,759	334,759	-	195,276	42%	
5200	Travel & Conferences	393	3,000	3,000	3,000	-	2,607	13%	
5210	Conference Fees	1,535	4,000	4,000	3,900	100	2,365	39%	Moved to 5215
5215	Travel - Mileage, Parking, Tolls	3,089	3,000	3,000	3,100	(100)	11	100%	Moved 100 from 5210
5220	Travel and Lodging	6,906	10,000	10,000	10,000	-	3,094	69%	
5300	Dues & Memberships	281	5,400	5,400	5,400	-	5,119	5%	
5450	Insurance - Other	5,962	17,978	17,886	17,886	-	11,924	33%	Matches CharterSafe Invoice
5510	Utilities - Gas and Electric	11,394	37,200	37,200	37,200	-	25,806	31%	
5605	Equipment Leases	7,332	18,000	18,000	18,000	-	10,668	41%	
5615	Repairs and Maintenance - Building	673	4,800	4,800	4,800	-	4,127	14%	
5617	Repairs and Maintenance - Other Equipment	646	4,800	4,800	4,800	-	4,154	13%	

**Magnolia Science Academy - San Diego**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actual</b>		<b>Budget</b>					
		<b>Actual YTD</b>	<b>Approved Budget</b>	<b>Previous Month's Forecast</b>	<b>Current Forecast</b>	<b>Variance (Previous vs. Current Forecast)</b>	<b>Forecast Remaining</b>	<b>% of Forecast Spent</b>	<b>Notes</b>
5803	Accounting & Audit Fees	-	5,000	5,000	5,000	-	5,000	0%	
5809	Banking Fees	92	1,000	1,000	1,000	-	908	9%	
5814	School Programs - Academic Competitions	1,338	-	5,000	5,000	-	3,662	27%	Moved from field trip expenses
5819	School Programs - Other	542	42	42	542	(500)	0	100%	Moved from 5822
5820	Consultants - Non Instructional	413	-	-	500	(500)	87	83%	Moved from 5822
5822	Other Professional Services	301	54,500	54,500	53,500	1,000	53,199	1%	Moved to 5819 and 5820
5824	District Oversight Fees	-	89,345	89,345	87,262	2,083	87,262	0%	
5830	Field Trips Expenses	-	45,000	40,000	40,000	-	40,000	0%	
5843	Interest - Loans Less than 1 Year	-	1,000	1,000	1,000	-	1,000	0%	
5845	Legal Fees	3,152	50,000	50,000	50,000	-	46,848	6%	
5851	Marketing and Student Recruiting	5,756	24,000	24,000	24,000	-	18,244	24%	
5857	Payroll Fees	1,861	3,590	4,000	4,000	-	2,139	47%	
5861	Prior Yr Exp (not accrued)	46	-	-	46	(46)	-	100%	Increased to match actuals
5863	Professional Development	1,616	10,000	10,000	10,000	-	8,384	16%	
5869	Special Education Contract Instructors	2,938	55,000	55,000	55,000	-	52,062	5%	
5884	Substitutes	644	25,000	25,000	25,000	-	24,356	3%	
5887	Technology Services	3,455	19,200	19,200	19,200	-	15,745	18%	
5899	Miscellaneous Operating Expenses	3,239	-	-	-	-	(3,239)		Uncategorized will go away when coding received
5900	Communications	3,826	17,400	17,400	17,400	-	13,574	22%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>206,913</b>	<b>843,014</b>	<b>843,332</b>	<b>841,295</b>	<b>2,037</b>	<b>634,383</b>	<b>25%</b>	
<b>Services &amp; Other Operating Expenditures Summary</b>									
5100	Subagreements for Services	139,483	334,759	334,759	334,759	-	195,276	42%	
5200	Travel & Conferences	11,923	20,000	20,000	20,000	-	8,077	60%	
5300	Dues & Memberships	281	5,400	5,400	5,400	-	5,119	5%	
5400	Insurance	5,962	17,978	17,886	17,886	-	11,924	33%	
5500	Operations & Housekeeping	11,394	37,200	37,200	37,200	-	25,806	31%	
5600	Rentals, Leases, & Repairs	8,651	27,600	27,600	27,600	-	18,949	31%	
5800	Other Services & Operating Expenses	25,393	382,677	383,087	381,050	2,037	355,658	7%	
5900	Communications	3,826	17,400	17,400	17,400	-	13,574	22%	
<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>		<b>206,913</b>	<b>843,014</b>	<b>843,332</b>	<b>841,295</b>	<b>2,037</b>	<b>634,383</b>	<b>25%</b>	
6000	Capital Outlay	-	-	-	-	-	-	-	
<b>SUBTOTAL - Capital Outlay</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL EXPENSES</b>		<b>1,002,029</b>	<b>3,099,359</b>	<b>3,176,864</b>	<b>3,205,618</b>	<b>(28,753)</b>	<b>2,203,588</b>	<b>31%</b>	
6900	Total Depreciation (includes Prior Years)	-	44,619	44,619	44,619	-	44,619	0%	
<b>TOTAL EXPENSES including Depreciation</b>		<b>1,002,029</b>	<b>3,143,978</b>	<b>3,221,483</b>	<b>3,250,237</b>	<b>(28,753)</b>	<b>2,248,207</b>	<b>31%</b>	

**MERF**

Budget vs. Actuals

As of most recent monthly close

		<b>Budget vs. Actuals</b>			<b>Budget</b>				
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>SUMMARY</b>									
<b>Revenue</b>									
	Local Revenues	1,945,802	4,727,533	4,727,533	4,727,733	200	2,781,931	41%	
	<b>Total Revenue</b>	<b>1,970,802</b>	<b>4,977,533</b>	<b>4,977,533</b>	<b>4,977,733</b>	<b>200</b>	<b>3,006,931</b>	<b>40%</b>	
<b>Expenses</b>									
	Compensation and Benefits	1,145,092	2,778,672	2,972,860	2,970,709	2,150	1,825,617	39%	<i>HWB updated</i>
				(189,746)	(189,746)				<i>Salaries paid by restricted funds</i>
	Books and Supplies	47,265	87,874	109,423	109,423	-	62,159	43%	
	Services and Other Operating Expenditures	821,730	2,091,472	2,119,972	2,114,172	5,800	1,292,442	39%	<i>decreased payroll fees based on actuals</i>
	Capital Outlay	-	-	-	-	-	-		
	<b>Total Expenses</b>	<b>2,014,087</b>	<b>4,958,018</b>	<b>5,012,509</b>	<b>5,004,559</b>	<b>7,950</b>	<b>3,180,218</b>	<b>40%</b>	
<b>Operating Income (excluding Depreciation)</b>		<b>(43,285)</b>	<b>19,515</b>	<b>(34,976)</b>	<b>(26,825)</b>	<b>8,150</b>	<b>(173,287)</b>	<b>161%</b>	
<i>Operating Income (including Depreciation)</i>		(43,285)	11,850	(42,641)	(34,491)	8,150	(180,953)	125%	
<b>Fund Balance</b>									
	Beginning Balance (Unaudited)	689,915	689,915	689,915	689,915			100%	
	Audit Adjustment	(654,272)	-	-	(654,272)			100%	
	Beginning Balance (Audited)	35,643	689,915	689,915	35,643			100%	
	Operating Income (including Depreciation)	(43,285)	11,850	(42,641)	(34,491)			125%	
<b>Ending Fund Balance (including Depreciation)</b>		<b>(7,642)</b>	<b>701,765</b>	<b>647,274</b>	<b>1,152</b>			<b>-663%</b>	
<b>REVENUE</b>									
<b>8600</b>	<b>Other Local Revenue</b>								
8690	Other Local Revenue	200	-	-	200	200	-	100%	<i>Increased to match actuals</i>
8701	CMO Management Fee - MSA1	436,552	873,103	873,103	873,103	-	436,552	50%	
8702	CMO Management Fee - MSA2	363,793	873,103	873,103	873,103	-	509,310	42%	
8703	CMO Management Fee - MSA3	145,517	873,103	873,103	873,103	-	727,586	17%	
8704	CMO Management Fee - MSA4	81,853	163,707	163,707	163,707	-	81,853	50%	
8705	CMO Management Fee - MSA5	32,741	65,483	65,483	65,483	-	32,741	50%	
8706	CMO Management Fee - MSA6	32,741	65,483	65,483	65,483	-	32,741	50%	
8707	CMO Management Fee - MSA7	272,845	545,689	545,689	545,689	-	272,845	50%	
8708	CMO Management Fee - MSA8	436,552	873,103	873,103	873,103	-	436,552	50%	
8709	CMO Management Fee - MSA-SA	-	60,000	60,000	60,000	-	60,000	0%	
8711	CMO Management Fee - MSA-SC	-	-	-	-	-	-		<i>Ok - no CMO fees from SC this year</i>
8712	CMO Management Fee - MSA-SD	111,586	334,759	334,759	334,759	-	223,173	33%	
8999	Uncategorized Revenue	31,422	-	-	-	-	(31,422)		<i>Uncategorized - need coding</i>
<b>SUBTOTAL - Local Revenues</b>		<b>1,945,802</b>	<b>4,727,533</b>	<b>4,727,533</b>	<b>4,727,733</b>	<b>200</b>	<b>2,781,931</b>	<b>41%</b>	
<b>8800</b>	<b>Donations/Fundraising</b>								
8802	Donations - Private	25,000	250,000	250,000	250,000	-	225,000	10%	
<b>SUBTOTAL - Fundraising and Grants</b>		<b>25,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>-</b>	<b>225,000</b>	<b>10%</b>	

**MERF**

Budget vs. Actuals

As of most recent monthly close

		Budget vs. Actuals			Budget				
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>TOTAL REVENUE</b>		<b>1,970,802</b>	<b>4,977,533</b>	<b>4,977,533</b>	<b>4,977,733</b>	<b>200</b>	<b>3,006,931</b>	<b>40%</b>	
<b>EXPENSES</b>									
<b>Compensation &amp; Benefits</b>									
<b>Certificated Employees Summary</b>									
<b>1300</b>	<b>Certificated Supervisor &amp; Administrator Salaries</b>	150,051	320,000	320,000	320,000	-	169,949	47%	
<b>SUBTOTAL - Certificated Employees</b>		<b>150,051</b>	<b>320,000</b>	<b>320,000</b>	<b>320,000</b>	<b>-</b>	<b>169,949</b>	<b>47%</b>	
<b>Classified Employees Summary</b>									
<b>2400</b>	<b>Classified Clerical &amp; Office Salaries</b>	814,511	1,948,475	1,949,775	1,949,775	-	1,325,010	42%	
<b>2900</b>	<b>Classified Other Salaries</b>	25,961	21,267	21,267	25,961	(4,694)	-	100%	Position term'd, matches actuals
<b>SUBTOTAL - Classified Employees</b>		<b>840,472</b>	<b>1,969,742</b>	<b>1,971,042</b>	<b>1,975,736</b>	<b>(4,694)</b>	<b>1,325,010</b>	<b>43%</b>	
<b>3000</b>	<b>Employee Benefits</b>								
3300	OASDI-Medicare-Alternative	73,212	189,504	189,657	190,618	(961)	117,406	38%	
3400	Health & Welfare Benefits	72,717	170,618	173,444	165,000	8,444	92,283	44%	
3500	Unemployment Insurance	4,472	12,005	12,005	12,005	-	7,533	37%	
3600	Workers Comp Insurance	-	24,795	24,808	24,855	(47)	24,855	0%	
3700	Retiree Benefits	4,168	92,008	92,158	92,750	(592)	88,582	4%	add 401K
<b>SUBTOTAL - Employee Benefits</b>		<b>154,569</b>	<b>488,930</b>	<b>492,072</b>	<b>485,227</b>	<b>6,844</b>	<b>330,658</b>	<b>32%</b>	
<b>4000</b>	<b>Books &amp; Supplies</b>								
4100	Approved Textbooks & Core Curricula Materials	233	1,000	1,000	1,000	-	767	23%	
4320	Educational Software	16,160	18,900	18,900	18,900	-	2,740	86%	
4325	Instructional Materials & Supplies	44	100	100	100	-	56	44%	
4330	Office Supplies	5,324	3,874	7,000	7,000	-	1,676	76%	Increased to match spending on Staples
4400	Noncapitalized Equipment	1,686	44,000	44,000	44,000	-	42,314	4%	
4420	Computers (individual items less than \$5k)	8,423	6,000	8,423	8,423	-	-	100%	Increased to match actuals
4430	Non Classroom Related Furniture, Equipment & Supplie	(828)	-	-	-	-	828		
4700	Food	-	5,000	-	-	-	-		Moved forecast to "other food" out of student fo
4720	Other Food	16,223	9,000	30,000	30,000	-	13,777	54%	Increased to match actual spending
<b>SUBTOTAL - Books and Supplies</b>		<b>47,265</b>	<b>87,874</b>	<b>109,423</b>	<b>109,423</b>	<b>-</b>	<b>62,159</b>	<b>43%</b>	
<b>Books &amp; Supplies Summary</b>									
<b>4100</b>	<b>Approved Textbooks &amp; Core Curricula Materials</b>	233	1,000	1,000	1,000	-	767	23%	
<b>4300</b>	<b>Materials &amp; Supplies</b>	21,528	22,874	26,000	26,000	-	4,472	83%	
<b>4400</b>	<b>Noncapitalized Equipment</b>	9,282	50,000	52,423	52,423	-	43,142	18%	
<b>4700</b>	<b>Food</b>	16,223	14,000	30,000	30,000	-	13,777	54%	
<b>SUBTOTAL - Books and Supplies</b>		<b>47,265</b>	<b>87,874</b>	<b>109,423</b>	<b>109,423</b>	<b>-</b>	<b>62,159</b>	<b>43%</b>	

**MERF**

Budget vs. Actuals

As of most recent monthly close

		Budget vs. Actuals			Budget				
		Actual YTD	Approved Budget	Previous Month's Forecast	Current Forecast	Variance (Previous vs. Current Forecast)	Forecast Remaining	% of Forecast Spent	Notes
<b>5000</b>	<b>Services &amp; Other Operating Expenses</b>								
5200	Travel & Conferences	5,403	10,000	8,000	8,000	-	2,597	68%	
5210	Conference Fees	19,704	5,000	21,200	21,200	-	1,496	93%	Includes the NWEA Conference, not budgeted
5215	Travel - Mileage, Parking, Tolls	8,361	5,000	7,000	8,500	(1,500)	139	98%	Moved \$1500 from 5220
5220	Travel and Lodging	27,290	140,000	123,800	122,300	1,500	95,010	22%	Moved to 5215
5300	Dues & Memberships	5,229	10,000	10,000	10,000	-	4,771	52%	
5450	Insurance - Other	-	14,400	14,400	14,400	-	14,400	0%	
5500	Operations & Housekeeping	514	20,272	20,272	20,189	83	19,675	3%	
5605	Equipment Leases	3,015	12,000	12,000	12,000	-	8,985	25%	
5610	Rent	74,395	150,000	150,000	150,000	-	75,605	50%	
5615	Repairs and Maintenance - Building	83	-	-	83	(83)	-	100%	Moved from Operations and Housekeeping
5803	Accounting & Audit Fees	-	6,000	6,000	6,000	-	6,000	0%	
5809	Banking Fees	5,170	4,000	10,000	10,000	-	4,830	52%	Increased based on actuals - quarterly payments
5812	Business Services	177,379	695,000	695,000	695,000	-	517,621	26%	
5820	Consultants - Non Instructional	107,401	307,000	307,000	307,000	-	199,599	35%	
5822	Other Professional Services	145,341	263,000	285,500	285,500	-	140,159	51%	
5845	Legal Fees	44,146	100,000	100,000	100,000	-	55,854	44%	
5851	Marketing and Student Recruiting	17,895	20,000	20,000	20,000	-	2,105	89%	
5857	Payroll Fees	3,748	15,800	15,800	10,000	5,800	6,252	37%	Decreased based on actuals
5863	Professional Development	61,714	95,000	95,000	95,000	-	33,286	65%	
5887	Technology Services	22,985	61,000	61,000	61,000	-	38,015	38%	
5899	Miscellaneous Operating Expenses	83,090	-	-	-	-	(83,090)		Uncategorized - need coding
5900	Communications	7,295	144,000	144,000	144,000	-	136,705	5%	
5915	Postage and Delivery	1,571	14,000	14,000	14,000	-	12,429	11%	
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	<b>821,730</b>	<b>2,091,472</b>	<b>2,119,972</b>	<b>2,114,172</b>	<b>5,800</b>	<b>1,292,442</b>	<b>39%</b>	
	<b>Services &amp; Other Operating Expenditures Summary</b>								
5100	Subagreements for Services	-	-	-	-	-	-		
5200	Travel & Conferences	60,759	160,000	160,000	160,000	-	99,241	38%	
5300	Dues & Memberships	5,229	10,000	10,000	10,000	-	4,771	52%	
5400	Insurance	-	14,400	14,400	14,400	-	14,400	0%	
5500	Operations & Housekeeping	514	20,272	20,272	20,189	83	19,675	3%	
5600	Rentals, Leases, & Repairs	77,493	162,000	162,000	162,083	(83)	84,590	48%	
5800	Other Services & Operating Expenses	668,869	1,566,800	1,595,300	1,589,500	5,800	920,631	42%	
5900	Communications	8,866	158,000	158,000	158,000	-	149,134	6%	
	<b>SUBTOTAL - Services &amp; Other Operating Exp.</b>	<b>821,730</b>	<b>2,091,472</b>	<b>2,119,972</b>	<b>2,114,172</b>	<b>5,800</b>	<b>1,292,442</b>	<b>39%</b>	
<b>6000</b>	<b>Capital Outlay</b>								
	<b>SUBTOTAL - Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		
	<b>TOTAL EXPENSES</b>	<b>2,014,087</b>	<b>4,958,018</b>	<b>5,012,509</b>	<b>5,004,559</b>	<b>7,950</b>	<b>3,180,218</b>	<b>40%</b>	
<b>6900</b>	<b>Total Depreciation (includes Prior Years)</b>	<b>-</b>	<b>7,666</b>	<b>7,666</b>	<b>7,666</b>	<b>-</b>	<b>7,666</b>	<b>0%</b>	
	<b>TOTAL EXPENSES including Depreciation</b>	<b>2,014,087</b>	<b>4,965,684</b>	<b>5,020,175</b>	<b>5,012,224</b>	<b>7,950</b>	<b>3,187,884</b>	<b>40%</b>	