

The Academy of Alameda Charter School Board

Finance Committee Meeting

Date and Time

Tuesday January 24, 2023 at 6:00 PM PST

Agenda

	Purpose	Presenter	Time
I. Opening Items			6:00 PM
A. Record Attendance			1 m
B. Call the Meeting to Order			
II. Finance			6:01 PM
A. Audit	Vote	William Schaff	30 m
To review the 21-22 audit and vote on passing it to the full board.			
B. Financial Update: December Forecast, Governor's January Proposal	Discuss	Jean Yang	25 m
III. Other Business			
IV. Closing Items			
A. Adjourn Meeting	Vote		

Coversheet

Audit

Section: II. Finance
Item: A. Audit
Purpose: Vote
Submitted by:
Related Material: The Academy of Alameda 06.30.22 FS - Draft v1.pdf



The Academy of Alameda

Financial Statements

June 30, 2022

Academy of Alameda Elementary School #1718

Academy of Alameda Middle School #1181

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Independent Auditors' Report

To the Board of Directors of
The Academy of Alameda

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Academy of Alameda (the Organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2022, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Organization, Schedule of Average Daily Attendance, Schedule Instructional Time, Reconciliation of Charter School Unaudited Actuals Financial Report with Audited Financial Statements, Combining Schedule of Financial Position, Combining Schedule of Activities, Combining Statement of Functional Expenses and Combining Schedule of Cash Flows is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the 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 January XX, 2023 on our consideration of the Organization'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 solely 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 the effectiveness of the Organization's 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 Organization's internal control over financial reporting and compliance.

San Diego, California

January XX, 2023

THE ACADEMY OF ALAMEDA
STATEMENT OF FINANCIAL POSITION
June 30, 2022

ASSETS

Current assets:

Cash and cash equivalents	\$ 3,884,792
Accounts receivable	1,349,449
Prepaid expenses	44,358
Total current assets	<u>5,278,599</u>

Fixed assets, net

52,718

TOTAL ASSETS\$ 5,331,317**LIABILITIES AND NET ASSETS**

Current liabilities:

Accounts payable	\$ 120,953
Accrued expenses	350,353
Deferred revenue	380,611
Total liabilities	<u>851,917</u>

Net assets:

Net assets without donor restrictions - undesignated	<u>4,479,400</u>
Total net assets	<u>4,479,400</u>

TOTAL LIABILITIES AND NET ASSETS\$ 5,331,317

**THE ACADEMY OF ALAMEDA
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2022**

	Net Assets without Donor Restrictions
REVENUES	
Revenue limit sources:	
State aid	\$ 2,533,059
Education protection account	837,442
In-lieu of property taxes	2,294,274
Federal revenues	1,313,722
PPP loan forgiveness	1,186,915
State revenues	1,420,454
Local revenues:	
Donations	5,541
Fundraising	15,592
Other local revenue	904,868
TOTAL REVENUES	10,511,867
EXPENSES	
Program services:	
Education	8,573,355
Support services:	
Management and general	1,075,971
Fundraising services:	
Fundraising	2,377
TOTAL EXPENSES	9,651,703
CHANGE IN NET ASSETS	860,164
NET ASSETS, BEGINNING	3,619,236
NET ASSETS, ENDING	\$ 4,479,400

THE ACADEMY OF ALAMEDA
STATEMENT OF FUNCTIONAL EXPENSES
For the Fiscal Year Ended June 30, 2022

	Program Services	Support Services	Fundraising Services	Total
	Education	Management and General	Fundraising	
Salaries - Certificated	\$ 3,845,954	\$ 166,566	\$ -	\$ 4,012,520
Salaries - Classified	1,292,956	37,407	-	1,330,363
Employee Benefits	1,578,296	65,581	-	1,643,877
Books and Supplies	397,583	84,165	-	481,748
Travel and Conferences	51,470	-	-	51,470
Dues and Memberships	24,211	-	-	24,211
Operation and Housekeeping Services	34,360	144,619	-	178,979
Rental, Leases, Repairs and non-capitalized improvements	163,059	24,778	-	187,837
Depreciation	4,393	1,465	-	5,858
Communications	13,356	3,339	-	16,695
Professional/Consulting Services and Operating Expenditures	1,167,717	318,307	2,377	1,488,401
Direct Support/Indirect Cost Charges	-	229,744	-	229,744
Total expenses	<u>\$ 8,573,355</u>	<u>\$ 1,075,971</u>	<u>\$ 2,377</u>	<u>\$ 9,651,703</u>

**THE ACADEMY OF ALAMEDA
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 860,164
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	5,858
PPP loan forgiveness	(1,186,915)
(Increase) decrease in operating assets:	
Accounts receivable	940,252
Prepaid expenses	22,822
Increase (decrease) in operating liabilities:	
Accounts payable	(33,048)
Deferred revenue	39,507
Accrued expenses	(420,058)
Net cash provided by operating activities	<u>228,582</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	228,582
CASH AND CASH EQUIVALENTS, BEGINNING	<u>3,656,210</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 3,884,792</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION	
PPP loan forgiveness	<u>\$ 1,186,915</u>

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

1. ORGANIZATION AND MISSION

The Academy of Alameda (Organization) is a non-profit public benefit corporation. The Organization operates two charter schools, Academy of Alameda Elementary School (AAES) and Academy of Alameda Middle School (AAMS).

Academy of Alameda Elementary School petitioned and was approved by Alameda Unified School District for a period ending June 30, 2019. On November 27, 2018, the charter was renewed through June 30, 2024. AAES commenced operations during the 2015-2016 fiscal year and currently serves approximately 255 students Grades K through 5.

Academy of Alameda Middle School petitioned and was approved through Alameda Unified School District for a charter for a five-year period ending in June 30, 2015. On November 12, 2019, the charter was renewed through June 30, 2025. AAMS commenced operations during the 2010-2011 fiscal year and currently serves approximately 389 students in Grades 6 through 8.

The mission of the Organization is to equitably develop students into critical thinkers and life-long learners who navigate the world with integrity, and who apply their learning to empower themselves and their communities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation

In accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, Not for Profit entities (*Topic 958*), *Presentation of Financial Statements of Not-for-Profit Entities*, the Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets without Donor Restrictions

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

As of June 30, 2022, there are no net assets without donor restrictions that have been designated by the Board of Directors for operating reserves or future program development.

Net Assets with Donor Restrictions

Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. As of June 30, 2022, the Organization had no assets with donor restrictions.

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting Method - Basis of Accounting

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applicable to not-for-profit organizations. The Organization uses the accrual basis of accounting, under which revenues are recognized when they are earned, and expenditures are recognized in the accounting period in which the liability is incurred.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

The Organization is exempt from income taxes under Internal Revenue Code (IRC) Section 501(c)(3). It is, however, subject to income taxes from activities unrelated to its tax-exempt purpose. The Organization uses the same accounting methods for tax and financial reporting.

GAAP provides accounting and disclosure guidance about positions taken by an entity in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. The Organization's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

Cash and Cash Equivalents

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

Cash from time to time is variously composed of cash on hand and in banks. The Organization considers all highly liquid instruments with maturities of three months or less at time of acquisition to be cash equivalents. As of June 30, 2022, the Organization had \$1,747,510 in cash equivalents.

Accounts Receivable

Accounts receivable are recorded based on the amount expected to be collected from the federal and state government agencies. The amount recorded is based on apportionment schedules issued by the California Department of Education throughout the fiscal year. Management believes that collections of accounts receivable is reasonably assured based on the nature of the receivable coming from government agencies. As such, no allowance for doubtful accounts has been provided.

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fixed Assets, Net

Fixed assets are recorded at cost and depreciated under the straight-line method over their estimated useful lives of 5 to 10 years. Repair and maintenance costs, which do not extend the useful lives of the asset, are charged to expense. The cost of assets, sold or retired, and related amounts of accumulated depreciation are eliminated from the accounts in the year of disposal, and any resulting gain or loss is included in the earnings. Management has elected to capitalize and depreciate all assets costing \$15,000 or more; all other assets are charged to expense in the year incurred.

Deferred Revenue

Deferred revenue represents grant funds received, but not expended. These funds must be expended in accordance with the provisions of the contract to which they apply or refunded if not expended under the terms of the contract. As of June 30, 2022, deferred revenue consisted of the following:

	Academy of Alameda Middle School
Extending Instructional Learning Time Grant	\$ 158,083
Light Awards Program for Teacher Professional Learning	20,000
Emergency and Secondary School Emergency Relief (ESSER)	78,969
Educator Effectiveness	78,059
Expanded Learning Opportunities Program	45,500
Total deferred revenue	<u>\$ 380,611</u>

Revenue Sources and Recognition

The Organization primarily receives funds from the California Department of Education (CDE). Revenue limit sources and state revenues received from the CDE are determined based on the Organization's average daily attendance (ADA) of students and recognized in the period the ADA occurs.

Contributions and Grants

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

The Organization receives federal, state and local revenues for the enhancement of various educational programs. This assistance is generally received based on applications submitted to and approved by various granting agencies.

The Organization recognizes federal revenue to the extent that eligible expenditures have been incurred.

Revenue from contributions and grant income is evaluated under ASU No. 2018-08 and is accounted for as nonreciprocal transactions. Unconditional contributions and grants received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence and nature of any donor restrictions. Support that is not restricted by the donor is reported as an increase in net assets without restrictions. All other donor restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is when a stipulated time restrictions ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional Allocation of Expenses

The costs of providing the program services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services based on employees' time incurred and management's estimates of the usage of resources.

New Accounting Pronouncements

In February 2016, FASB issued ASU 2016-02, Leases (Topic 842). Topic 842 requires a lessee to recognize a lease asset representing its right to use the underlying asset for the lease term, and a lease liability for the present value of payments to be made to lessor, on its statement of financial position for all operating leases greater than 12 months. In June 2020, the FASB issued ASU 2020-05, which deferred the effective date of this new guidance for the Organization by one year to annual reporting periods beginning after December 15, 2021, and interim periods within fiscal years beginning after December 31, 2022. Although the full impact of this new guidance on the Organization's financial statements has not yet been determined, the future adoption of this guidance will require the Organization to record assets and liabilities on its statement of financial position relating to facility and other leases currently being accounted for as operating leases (See Note 9).

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2022, consisted of the following:

	Academy of Alameda Elementary School	Academy of Alameda Middle School	Total
Cash in banks	\$ 1,333,791	\$ 803,491	\$ 2,137,282
Cash in Local Agency Investment Fund	104,000	1,643,510	1,747,510
Total cash and cash equivalents	<u>\$ 1,437,791</u>	<u>\$ 2,447,001</u>	<u>\$ 3,884,792</u>

Cash in Banks

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Organization maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. At June 30, 2022, the Organization had \$2,045,571 of uninsured funds.

Cash in Local Agency Investment Fund

The Organization maintains a portion of its cash in the California State Treasurer's Local Agency Investment Fund (LAIF) as part of the pooled money investment account. Cash may be added or withdrawn from the investment pool without limitation.

The funds in the LAIF are invested in accordance with Government Code Sections 16430 and 16480, the stated investment authority for the pooled money investment account.

4. ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2022, consisted of the following:

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

	Academy of Alameda Elementary School	Academy of Alameda Middle School	Total
Revenue limit sources:			
State aid	\$ 83,590	\$ (240,575)	\$ (156,985)
In-lieu of property taxes	62,973	43,826	106,799
Federal revenues	445,640	228,862	674,502
State revenues	87,845	148,161	236,006
Local revenues:			
Other local revenue	14,526	474,601	489,127
Total accounts receivable	<u>\$ 694,574</u>	<u>\$ 654,875</u>	<u>\$ 1,349,449</u>

5. FIXED ASSETS, NET

Fixed assets, net at June 30, 2022 consisted of the following:

	Academy of Alameda Elementary School
Equipment	\$ 75,160
Less: Accumulated Depreciation	(22,442)
Total fixed assets, net	<u>\$ 52,718</u>

During the fiscal year ended June 30, 2022, \$5,858 was charged to depreciation expense.

6. ACCRUED EXPENSES

Accrued expenses at June 30, 2022 consisted of the following:

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

	Academy of Alameda Elementary School	Academy of Alameda Middle School	Total
Accrued accounts payable	\$ 14,621	\$ 3,000	\$ 17,621
Accrued payroll	43,453	60,674	104,127
District oversight fee	13,215	1,384	14,599
Other	-	214,006	214,006
Total accrued expenses	<u>\$ 71,289</u>	<u>\$ 279,064</u>	<u>\$ 350,353</u>

7. PPP LOAN PAYABLE

On April 28, 2020, the Organization received loan proceeds in the amount of \$1,186,915 under the Paycheck Protection Program loan (PPP), which was established as part of the Coronavirus Aid, Relief, and Economic Security Act (CARES) as is administered by the Small Business Administration (SBA). The PPP provides loans to qualifying businesses in amounts up to 2.5 times their average monthly payroll expensed and was designed to provide a direct financial incentive for qualifying businesses to keep their workforce employed during the Coronavirus crisis. PPP loans are uncollateralized and guaranteed by the SBA and are forgivable after a “covered period” (eight to twenty-four weeks) as long as the borrower maintains its payroll levels and uses the loan proceeds for eligible expenses, including payroll, benefits, mortgage interest, rent, and utilities. The forgiveness amount will be reduced if the borrower terminated employees or reduces salaries and wages more the 25% during the covered period. Any unforgiven apportion is payable over two years if issued before, or five years if issued after, June 5, 2020 at an interest rate of 1% with payments deferred until the SBA remits the borrower’s loan forgiveness amount to the lender, or, if the borrower does not apply for forgiveness, then months after the end of the covered period. PPP loan terms provide for customary events of default, including payment defaults, breaches of representations and warranties, and insolvency events and may be accelerated upon the occurrence of one or more events of default. Additionally, PPP loan terms do not include prepayment penalties.

The Organization met the PPP’s loan forgiveness requirements, and therefore, applied for forgiveness during the fiscal year ended June 30, 2021. Legal release was received during September 2021, therefore, the Organization recorded PPP loan forgiveness income of \$1,186,915 within its Statement of Activities for the year ended June 30, 2022.

**THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022**

The SBA reserves the right to audit any PPP loan, regardless of size. These audits may occur after forgiveness has been granted. In accordance with the CARES Act, all borrowers are required to maintain their PPP loan documentation for six years after the PPP loan was forgiven or repaid in full and to provide that documentation to the SBA upon request.

8. EMPLOYEE RETIREMENT SYSTEMS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (STRS).

Plan Description and Funding Policy

STRS

Plan Description

The Organization contributes to STRS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. The plan provides retirement, disability and survivor benefits to beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. According to the most recently available actuarial valuation report as of June 30, 2021, total plan net assets are \$293 billion, the total actuarial present value of projected plan benefits is \$414.4 billion, contributions from all employers totaled \$5.6 billion and the

8. EMPLOYEE RETIREMENT SYSTEMS (continued)

Plan Description and Funding Policy (continued)

STRS (continued)

Plan Description (continued)

plan is 73.0% funded. The Organization did not contribute more than 5% of the total contributions to the plan.

**THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022**

Copies of the STRS annual financial reports may be obtained from STRS, 7667 Folsom Boulevard, Sacramento, CA 95826 and www.calstrs.com.

Funding Policy

Active plan members are required to contribute 10.25% of their salary and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the STRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2021-2022 was 16.92% of annual payroll. The contribution requirements of the plan members are established by state statute. The Organization's contributions to STRS for the fiscal year ending June 30, 2022, were \$640,517 and equal 100% of the required contributions for the year.

9. OPERATING LEASES

The Organization leases office equipment under lease arrangements for more than one year. The Organization's lease agreements mature in the fiscal year ended June 30, 2023, 2024, and 2027. The future minimum lease payments are as follows:

Year ending June 30,	Lease payments
2023	\$ 254,491
2024	249,681
2025	249,681
2026	275,672
Thereafter	300,170
Total future minimum lease payments	\$ 1,329,695

The Organization receives no sublease rental revenues nor pays any contingent rentals associated with this lease. For the fiscal year ended June 30, 2022, operating lease expense was \$157,907.

**THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022**

10. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of its liquidity management, the Organization has a goal to maintain financial assets on hand to meet 1 year of normal operating expenses. The Organization’s goal is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization does not have a line of credit available to assist with liquidity management.

The Organization’s financial assets available within one year of the Statement of Financial Position date for general expenditures are as follows:

Cash	\$	3,884,792
Accounts receivable		1,349,449
Total financial assets available within one year	\$	5,234,241

11. COMMITMENTS AND CONTINGENCIES

State Allowances, Awards, and Grants

The Organization has received state funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, management believes that any required reimbursement will not be material.

12. SUBSEQUENT EVENTS

THE ACADEMY OF ALAMEDA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

The Organization's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the statement of financial position date through **January XX, 2023**, 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.

SUPPLEMENTARY INFORMATION

**THE ACADEMY OF ALAMEDA
ORGANIZATION
June 30, 2022**

Academy of Alameda Elementary School [#1718] petitioned and was approved by Alameda Unified School District for a period ending June 30, 2024, pursuant to the terms of the Charter School Act of 1992, as amended.

Academy of Alameda Middle School [#1181], a Grade 6 through 8 charter middle school renewed its charter with Alameda Unified School District, ending in June 30, 2025, pursuant to the terms of the Charter School Act of 1992, as amended.

The Board of Directors for the fiscal year ended June 30, 2022 was comprised of the following members:

Name	Office	Term	Term Expiration
David Forbes	President	3 years	June 30, 2025
William Schaff	Vice-President/Treasurer	3 years	June 30, 2024
Carole Robie	Secretary	3 years	June 30, 2023
Ronald Whittaker	Member	3 years	June 30, 2024
Amy Price	Member	3 years	June 30, 2025
Karen Zimmerman	Member	3 years	June 30, 2024
Kristin Welch	Member	2 years	June 30, 2023
Regina Brown	Member	3 years	June 30, 2022
Randy Rentschler	Member	3 years	June 30, 2025
Teresa Ruiz	Member	2 years	June 30, 2023

Administration

Name	Position
Christine Chilcott	Executive Director
Sharon Perkins	Director of Operations

**THE ACADEMY OF ALAMEDA
ORGANIZATION
June 30, 2022**

**THE ACADEMY OF ALAMEDA
SCHEDULE OF AVERAGE DAILY ATTENDANCE
June 30, 2022**

Academy of Alameda Elementary School

	Second Period Report	Annual Report
TK - K-3	169.30	169.03
Grades 4 - 6	86.50	86.01
Total Attendance	255.80	255.04

Academy of Alameda Middle School

	Second Period Report	Annual Report
Grades 4 - 6	110.62	110.07
Grades 7 - 8	231.53	228.47
Total Attendance	342.15	338.54

**THE ACADEMY OF ALAMEDA
SCHEDULE OF INSTRUCTIONAL TIME
For the Fiscal Year Ended June 30, 2022**

Academy of Alameda Elementary School

Grade Level	Actual 2021-2022 Minutes Requirements	Actual 2021-2022 Minutes	Number of Actual Days Traditional	Status
Grade 6	54,000	63,538	180	In compliance
Grade 7	54,000	63,538	180	In compliance
Grade 8	54,000	63,538	180	In compliance

Academy of Alameda Middle School

Grade Level	Actual 2021-2022 Minutes Requirements	Actual 2021-2022 Minutes	Number of Actual Days Traditional	Status
Kindergarten	36,000	58,070	181	In compliance
Grade 1	50,400	58,070	181	In compliance
Grade 2	50,400	58,070	181	In compliance
Grade 3	50,400	58,070	181	In compliance
Grade 4	54,000	58,070	181	In compliance
Grade 5	54,000	58,070	181	In compliance

**THE ACADEMY OF ALAMEDA
SCHEDULE OF INSTRUCTIONAL TIME
For the Fiscal Year Ended June 30, 2022**

THE ACADEMY OF ALAMEDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2022

<u>Federal Grantor / Pass-Through Grantor / Program or Cluster</u>	<u>Assistance Listing Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S Department of Education			
Passed through California Department of Education (CDE)			
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)	84.010	14329	\$ 166,299
Title II Supporting Effective Instruction State Grants	84.367	N/A	25,080
Title IV, Student Support and Academic Enrichment Program	84.424	N/A	20,000
COVID-19: Elementary and Secondary School Emergency Relief Fund - ESSER II	84.425D	N/A	433,858
COVID-19: Elementary and Secondary School Emergency Relief Fund - ESSER III	84.425U	N/A	351,005
COVID-19: Pandemic EBT Local admin grant	10.542	N/A	614
COVID-19: ESSER I Enrichment Program	84.425	N/A	23
Special Education Cluster			
Special Education-Grants to States (IDEA, Part B)	84.027	13379	102,970
IDEA Mental Health Average Daily Attendance (ADA) Allocation, Part B, Sec 611	84.027A	15197	8,594
Subtotal Special Education Cluster			<u>111,564</u>
Expanded Learning Opportunities Cluster			
Expanded Learning Opportunities Grant	84.425D	N/A	68,309
Expanded Learning Opportunities Grant	84.425C	N/A	15,678
Expanded Learning Opportunities Grant	84.425U	N/A	44,530
Expanded Learning Opportunities Grant	84.425U	N/A	76,762
Subtotal Expanded Learning Opportunities Grant Cluster			<u>205,279</u>
Total Federal Expenditures			<u>1,313,722</u>
Total Expenditures of Federal Awards			<u>\$ 1,313,722</u>

**THE ACADEMY OF ALAMEDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2022**

Note 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of The Academy of Alameda under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of The Academy of Alameda, it is not intended to and does not present the financial position, changes in net assets, or cash flows of The Academy of Alameda.

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. INDIRECT COST RATE

The Academy of Alameda elected to use the ten percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**THE ACADEMY OF ALAMEDA
RECONCILIATION OF CHARTER SCHOOL UNAUDITED ACTUALS FINANCIAL REPORT
— ALTERNATIVE FORM WITH AUDITED FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2022**

Academy of Alameda Elementary School

	Total
June 30, 2022, Charter School Unaudited Actuals Financial Report -- Alternative Form, Ending Fund Balance	\$ 2,060,951
Adjustments and reclassifications:	
Rounding adjustments	1
Net adjustments and reclassifications	1
June 30, 2022, audited financial statement net assets	\$ 2,060,952

**THE ACADEMY OF ALAMEDA
RECONCILIATION OF CHARTER SCHOOL UNAUDITED ACTUALS FINANCIAL REPORT
— ALTERNATIVE FORM WITH AUDITED FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2022**

Academy of Alameda Middle School

	<u>Total</u>
June 30, 2022, Charter School Unaudited Actuals Financial Report -- Alternative Form, Ending Fund Balance	\$ 2,418,448
June 30, 2022, audited financial statement net assets	<u><u>\$ 2,418,448</u></u>

THE ACADEMY OF ALAMEDA
COMBINING STATEMENT OF FINANCIAL POSITION
June 30, 2022

	Academy of Alameda Elementary School	Academy of Alameda Middle School	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,437,791	\$ 2,447,001	\$ 3,884,792
Accounts receivable	694,574	654,875	1,349,449
Prepaid expenses	21,599	22,759	44,358
Total current assets	2,153,964	3,124,635	5,278,599
Fixed assets, net	52,718	-	52,718
TOTAL ASSETS	\$ 2,206,682	\$ 3,124,635	\$ 5,331,317
LIABILITIES AND NET ASSETS			
Current liabilities:			
Accounts payable	\$ 74,441	\$ 46,512	\$ 120,953
Accrued expenses	71,289	279,064	350,353
Deferred revenue	-	380,611	380,611
Total liabilities	145,730	706,187	851,917
Net assets:			
Net assets without donor restrictions - undesignated	2,060,952	2,418,448	4,479,400
Total net assets	2,060,952	2,418,448	4,479,400
TOTAL LIABILITIES AND NET ASSETS	\$ 2,206,682	\$ 3,124,635	\$ 5,331,317

**THE ACADEMY OF ALAMEDA
COMBINING STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2022**

	<u>Academy of Alameda Elementary School</u>	<u>Academy of Alameda Middle School</u>	<u>Total</u>
	<u>Net Assets without Donor Restrictions</u>	<u>Net Assets without Donor Restrictions</u>	
REVENUES			
Revenue limit sources:			
State aid	\$ 1,430,415	\$ 1,102,644	\$ 2,533,059
Education protection account	51,160	786,282	837,442
In-lieu of property taxes	981,479	1,312,795	2,294,274
Federal revenues	714,033	599,689	1,313,722
PPP loan forgiveness	451,028	735,887	1,186,915
State revenues	601,949	818,505	1,420,454
Local revenues:			
Donations	1,759	3,782	5,541
Fundraising	14,058	1,534	15,592
Other local revenue	436,706	468,162	904,868
TOTAL REVENUES	<u>4,682,587</u>	<u>5,829,280</u>	<u>10,511,867</u>
EXPENSES			
Program services:			
Education	3,461,588	5,111,767	8,573,355
Support services:			
Management and general	425,960	650,011	1,075,971
Fundraising services:			
Fundraising	950	1,427	2,377
TOTAL EXPENSES	<u>3,888,498</u>	<u>5,763,205</u>	<u>9,651,703</u>
CHANGE IN NET ASSETS	794,089	66,075	860,164
NET ASSETS, BEGINNING	1,266,863	2,352,373	3,619,236
NET ASSETS, ENDING	<u>2,060,952</u>	<u>\$ 2,418,448</u>	<u>\$ 4,479,400</u>

THE ACADEMY OF ALAMEDA
COMBINING STATEMENT OF FUNCTIONAL EXPENSES
For the Fiscal Year Ended June 30, 2022

Academy of Alameda Elementary School

	Program Services	Support Services	Fundraising Services	Total
	Education	Management and General	Fundraising	
Salaries - Certificated	\$ 1,457,922	\$ 66,030	\$ -	\$ 1,523,952
Salaries - Classified	635,672	15,075	-	650,747
Employee Benefits	638,758	26,864	-	665,622
Books and Supplies	230,339	36,888	-	267,227
Travel and Conferences	19,638	-	-	19,638
Dues and Memberships	10,643	-	-	10,643
Operation and Housekeeping Services	13,744	57,854	-	71,598
Rental, Leases, Repairs and non-capitalized improvements	61,457	21,137	-	82,594
Depreciation	4,393	1,465	-	5,858
Communications	5,338	1,335	-	6,673
Professional/Consulting Services and Operating Expenditures	383,684	110,824	950	495,458
Direct Support/Indirect Cost Charges	-	88,488	-	88,488
Total expenses	<u>\$ 3,461,588</u>	<u>\$ 425,960</u>	<u>\$ 950</u>	<u>\$ 3,888,498</u>

THE ACADEMY OF ALAMEDA
COMBINING STATEMENT OF FUNCTIONAL EXPENSES
For the Fiscal Year Ended June 30, 2022

Academy of Alameda Middle School

	Program Services	Support Services	Fundraising Services	Total
	Education	Management and General	Fundraising	
Salaries - Certificated	\$ 2,388,032	\$ 100,536	\$ -	\$ 2,488,568
Salaries - Classified	657,284	22,332	-	679,616
Employee Benefits	939,538	38,717	-	978,255
Books and Supplies	167,244	47,277	-	214,521
Travel and Conferences	31,832	-	-	31,832
Dues and Memberships	13,568	-	-	13,568
Operation and Housekeeping Services	20,616	86,765	-	107,381
Rental, Leases, and Repairs, and non-capitalized improvements	101,602	3,641	-	105,243
Communications	8,018	2,004	-	10,022
Professional/Consulting Services and Operating Expenditures	784,033	207,483	1,427	992,943
Direct Support/Indirect Cost Charges	-	141,256	-	141,256
Total expenses	<u>\$ 5,111,767</u>	<u>\$ 650,011</u>	<u>\$ 1,427</u>	<u>\$ 5,763,205</u>

THE ACADEMY OF ALAMEDA
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2022

	Academy of Alameda Elementary School	Academy of Alameda Middle School	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Change in net assets	\$ 794,089	\$ 66,075	\$ 860,164
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:			
Depreciation	5,858	-	5,858
PPP loan forgiveness income	(451,028)	(735,887)	(1,186,915)
(Increase) decrease in operating assets:			
Accounts receivable	201,427	738,825	940,252
Prepaid expenses	19,915	2,907	22,822
Increase (decrease) in operating liabilities:			
Accounts payable	8,839	(41,887)	(33,048)
Deferred revenue	(105,601)	145,108	39,507
Accrued expenses	(160,408)	(259,650)	(420,058)
Net cash provided by operating activities	<u>313,091</u>	<u>(84,509)</u>	<u>228,582</u>
NET INCREASE IN CASH AND EQUIVALENTS	313,091	(84,509)	228,582
CASH AND CASH EQUIVALENTS, BEGINNING	<u>1,124,700</u>	<u>2,531,510</u>	<u>3,656,210</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 1,437,791</u>	<u>\$ 2,447,001</u>	<u>\$ 3,884,792</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION			
PPP loan forgiveness	<u>\$ 451,028</u>	<u>\$ 735,887</u>	<u>\$ 1,186,915</u>

OTHER INDEPENDENT AUDITORS' REPORTS

**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***

Independent Auditors' Report

To the Board of Directors of

The Academy of Alameda

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 (*Government Auditing Standards*), the financial statements of The Academy of Alameda (the Organization), which comprise the Organization's statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated **January XX, 2023**.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 entity'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 financial statements. 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*.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

San Diego, California

January XX, 2023

**Report on Compliance
for the Major Federal Program and
Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Independent Auditors' Report

To the Board of Directors of

The Academy of Alameda

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited The Academy of Alameda's (the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Organization's major federal program for the year ended June 30, 2022. The Organization's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2022.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

San Diego, California

January XX, 2023

Independent Auditors' Report on State Compliance

To the Board of Directors of
The Academy of Alameda

Report on Compliance for Each State Program

We have audited the Academy of Alameda's (the Organization) compliance with the types of compliance requirements described in the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, that could have a direct and material effect on each of the Organization's state programs for the fiscal year ended June 30, 2022. The Organization's state programs are identified below.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's state 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 the State's Audit Guide, *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel. Those standards 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 state program occurred. An audit includes examining, on a test basis, evidence about the Organization'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 state program. However, our audit does not provide a legal determination of the Organization's compliance. In connection with the audit referred to above, we selected transactions and records to determine the Organization's compliance with the state laws and regulations applicable to the following items:

Description	Procedures Performed
California Clean Energy Jobs Act	Not Applicable
After/Before School Education and Safety Program	Not Applicable
Proper Expenditure of Education Protection Account Funds	Yes
Local Control and Accountability Plan	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Independent Study-Course Based	Not Applicable
Attendance	Yes
Mode of Instruction	Yes
Nonclassroom-Based Instruction/Independent Study for Charter Schools	Not Applicable
Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
Annual Instructional Minutes - Classroom Based	Yes
Charter School Facility Grant Program	Not Applicable
Immunizations	Yes
Educator Effectiveness	Not Applicable
Expanded Learning Opportunities Grant	Yes
Career Technical Education Incentive Grant	Not Applicable
In-Person Instruction Grant Funding	Yes

The term “Not Applicable” is used above to mean either that the Organization did not offer the program during the current fiscal year, or that the program applies only to a different type of local education agency.

Opinion on State Programs

In our opinion, The Academy of Alameda 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 state programs for the fiscal year ended June 30, 2022.

The purpose of this report on state compliance is solely to describe the scope of our testing of state compliance and the results of that testing based on the requirements of the *2021-22 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

San Diego, California

January XX, 2023

FINDINGS AND RECOMMENDATIONS

**THE ACADEMY OF ALAMEDA
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2022**

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? Yes No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Noncompliance material to financial statements noted? Yes No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported under section 200.516 Audit Findings paragraph (a) OMB Uniform Guidance? Yes No

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	COVID-19: Elementary and Secondary School Emergency Relief Fund - ESSER II

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

THE ACADEMY OF ALAMEDA
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2022

A. Summary of Auditor's Results (continued)

3. State Awards

Internal control over state programs:

One or more material weaknesses identified? Yes No

One or more significant deficiencies identified that
are not considered to be material weaknesses? Yes None Reported

Type of auditor's report issued on compliance
for state programs: Unmodified

B. Financial Statement Findings

None

C. Federal Award Findings and Questioned Costs

None

D. State Award Findings and Questioned Costs

None

THE ACADEMY OF ALAMEDA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2022

Findings/Recommendations	Current Status	Explanation If Not Implemented
None	N/A	N/A

Coversheet

Financial Update: December Forecast, Governor's January Proposal

Section: II. Finance
Item: B. Financial Update: December Forecast, Governor's January Proposal
Purpose: Discuss
Submitted by:
Related Material: Academy of Alameda FY23 December Financials & Exhibits 1.24.23.pdf

Academy of Alameda

FY23 Dec Financial Update

JEAN YANG

JANUARY 2023



State & Local Updates

January 2023



FY24 Governor's January Proposal

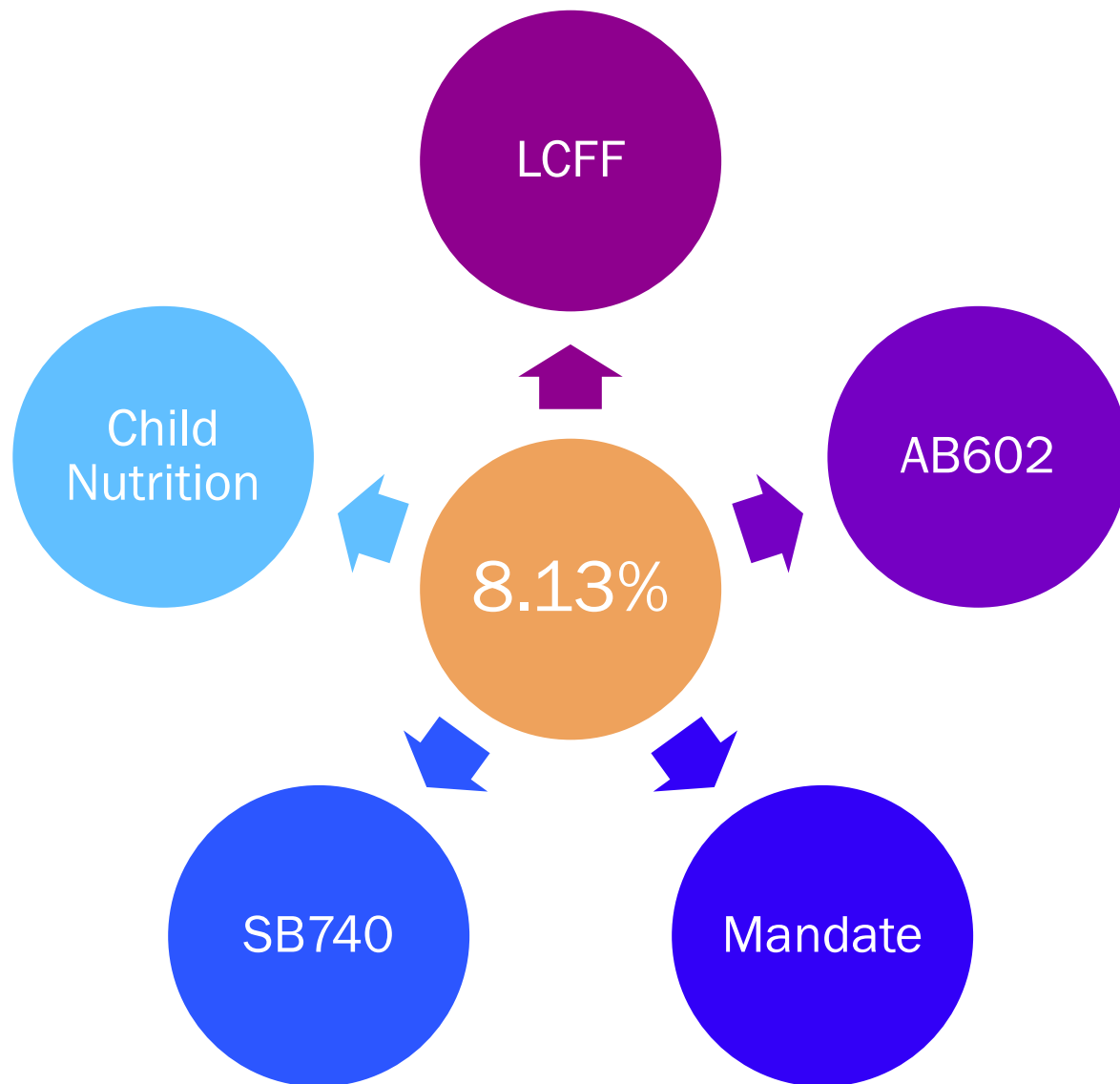


8.13% COLA increase



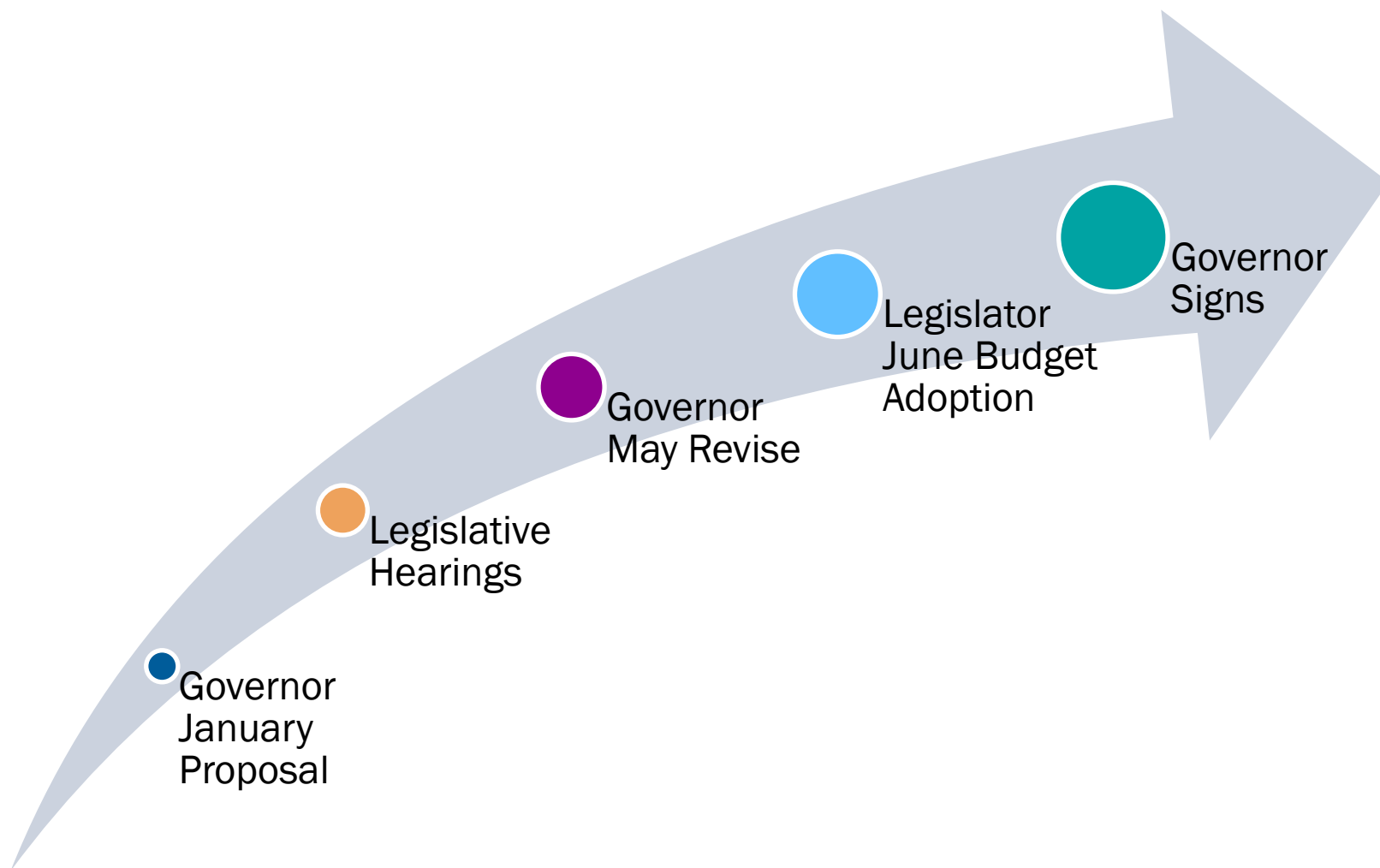
Decrease Arts, Music,
Discretionary Block Grant to
~65% of entitlement

8.13% COLA – What Does It Impact?



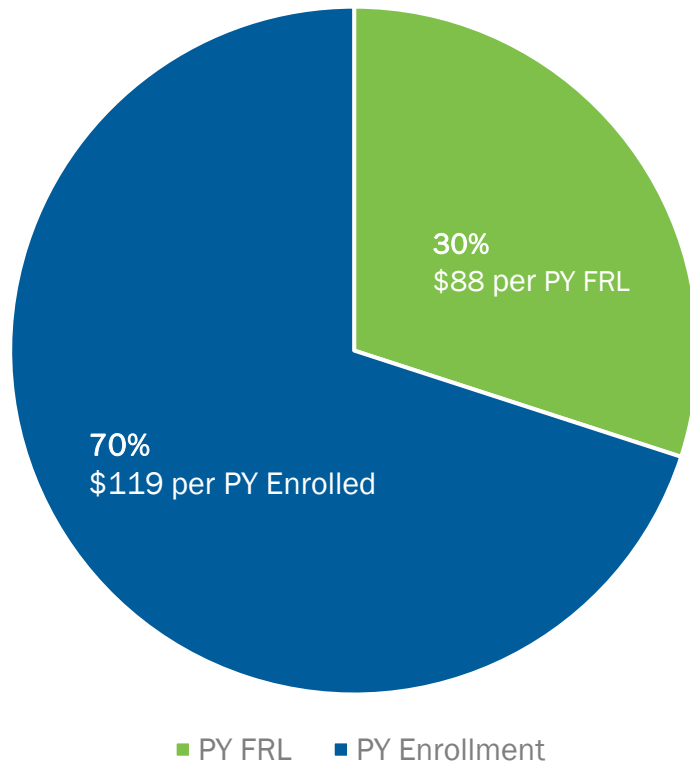
State Budget Process

Iterative process with many changes to Governor's Proposal



Prop 28: Arts & Music – Grant Composition

Beginning in 23-24 Prop 28 increases education funding in CA by \$1B



Spending must supplement, not supplant existing expense



Prop 28: Arts & Music

Timeline

- Begins 2023-24 (~84K)
- Ongoing and three years to spend each year's entitlement

Requirements

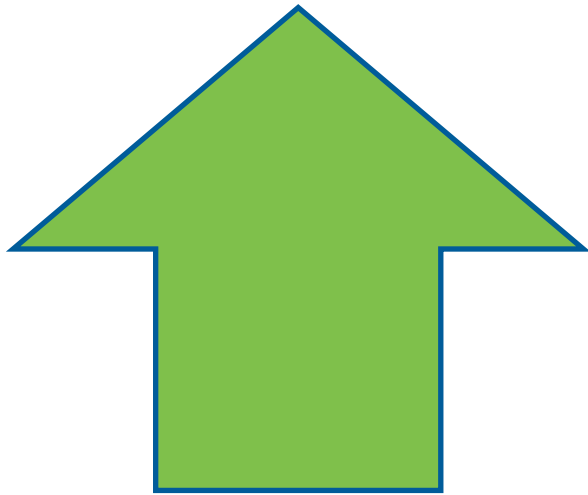
- >500 students → spend 80%+ on staff*
- Supplement, not supplant – new expense to budget!

Reporting

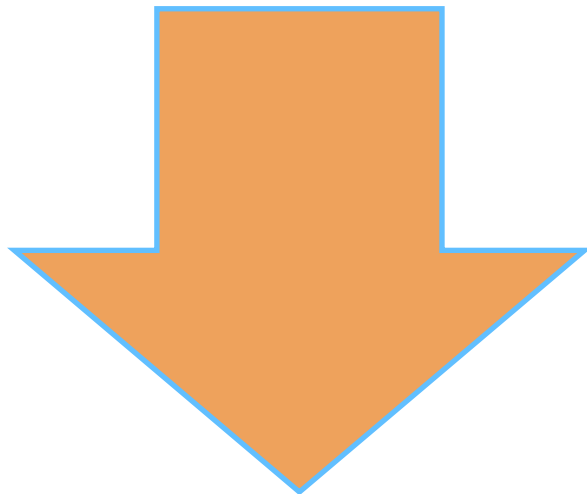
- Required to complete expenditure plan & annual reports
- Board approval and posted to school website

Arts & Music

Prop 28 funding ongoing, Block Grant is one-time



\$941M Prop 28
~\$112 per PY enrollment
~\$83 per FRL student
~ Increase of 84K recurring



\$1.2B Discretionary Block Grant
~\$430 PY P2 ADA
~ Decrease of 135K one time

FY23 Forecast update

January 2023



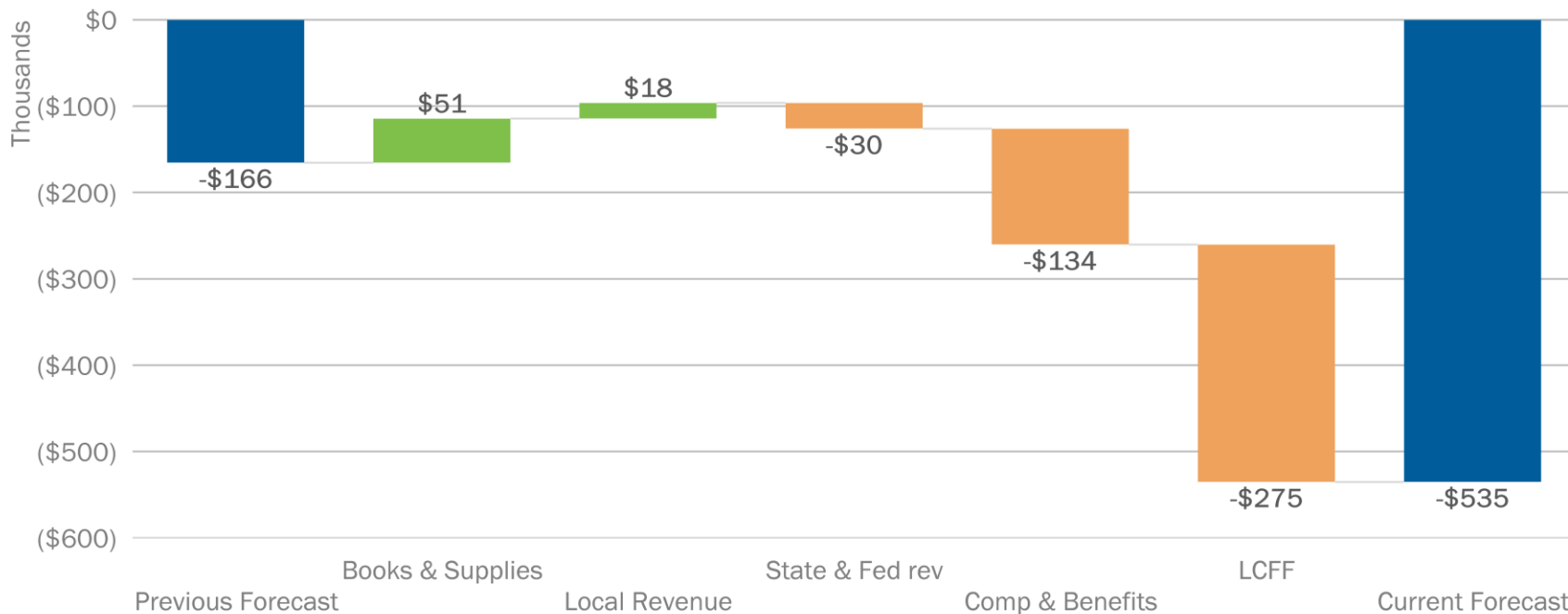
FY23 December vs. October forecast

Net income -535K, decreased 369K since previous forecast

		2022-23	2022-23	Variance
		Previous Forecast	Current Forecast	
Revenue	LCFF Entitlement	6,346,474	6,071,605	(274,869)
	Federal Revenue	605,045	599,668	(5,377)
	Other State Revenues	2,135,248	2,110,731	(24,517)
	Local Revenues	912,397	930,698	18,301
	Fundraising and Grants	24,000	24,000	-
	Total Revenue	10,023,165	9,736,702	(286,462)
Expenses	Compensation and Benefits	7,708,393	7,842,844	(134,451)
	Books and Supplies	484,842	436,342	48,500
	Services and Other Operating	1,988,138	1,985,487	2,651
	Depreciation	7,333	7,333	-
	Other Outflows	-	-	-
	Total Expenses	10,188,706	10,272,007	(83,301)
	Operating Income	(165,541)	(535,305)	(369,763)
	Beginning Balance (Audited)	4,479,399	4,479,399	-
	Operating Income	(165,541)	(535,305)	(369,763)
	Ending Fund Balance (incl. Depreciation)	4,313,858	3,944,095	(369,763)
	Ending Fund Balance as % of Expenses	42.3%	38.4%	-3.9%

FY23 December vs. October forecast

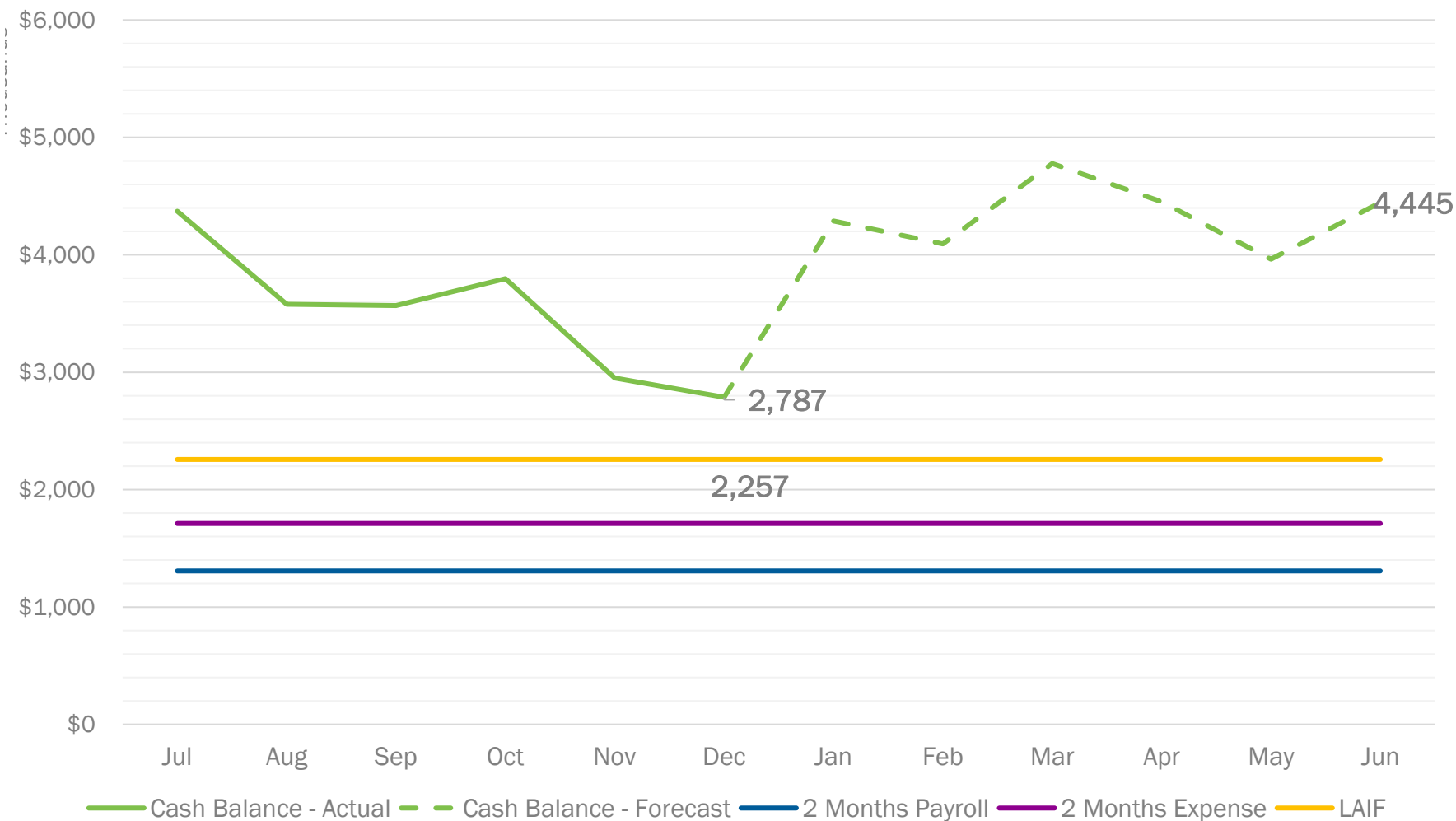
Net income -535K, decreased 369K mostly due to ADA adjustment



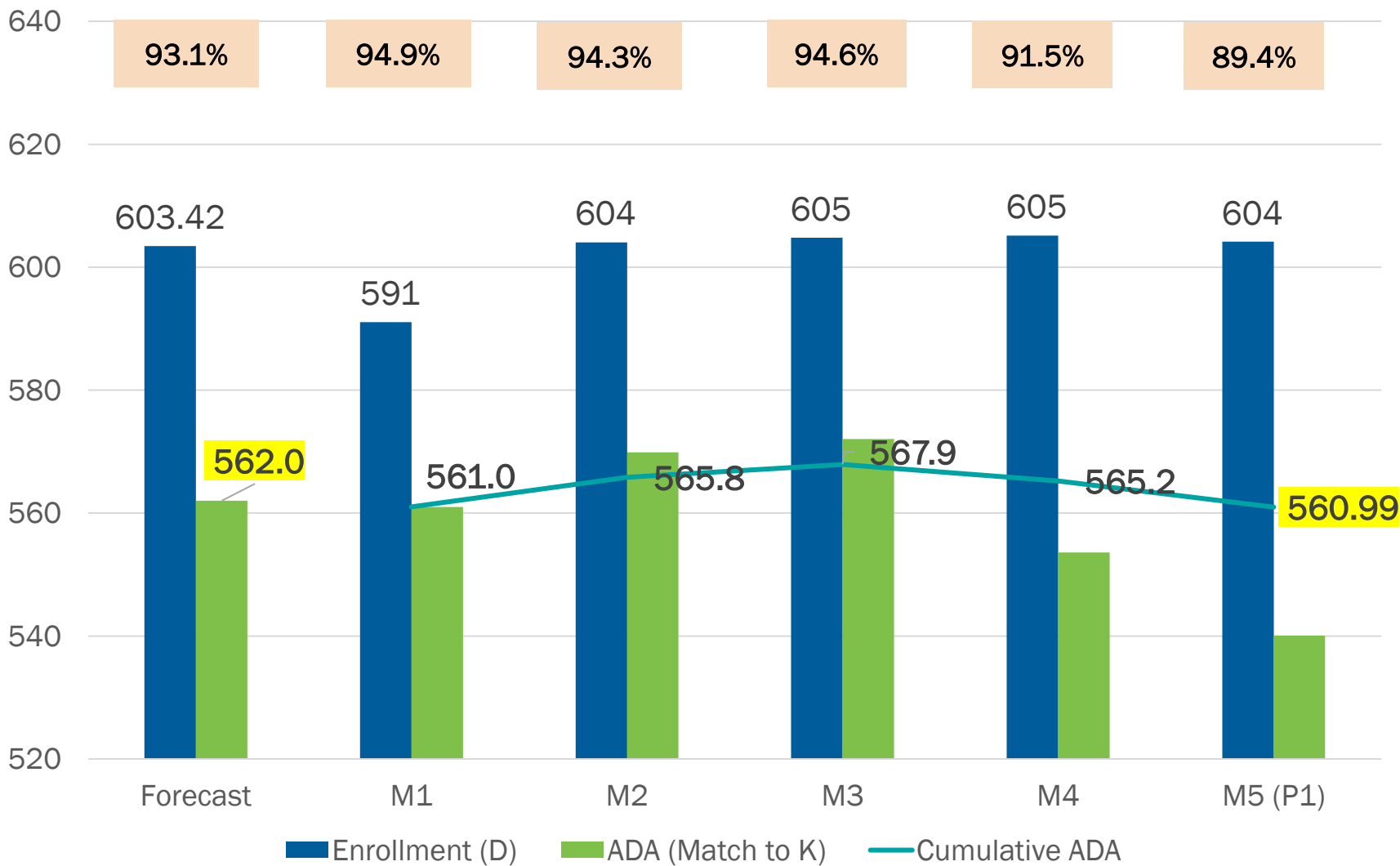
CATEGORY	BOTTOM LINE IMPACT	NOTES
Previous Forecast	(165,541)	
Books & Supplies	51,150	Savings in instructional materials, technology, and furniture
Local Revenue	18,301	Reimbursements - tax, theater reimbursement, workker's comp
State & Fed rev	(29,894)	Sped revenue decrease
Comp & Benefits	(134,451)	Additional 2% payroll COLA applied, hourly staff increased hours
LCFF	(274,869)	Reduce average enrollment 616 to 603, ADA % 95.2% to 93.1%
Current Forecast	(535,305)	

Projected Cash Flow

Projected ending FY23 Cash flow 4.4M. 157 DCOH, 77 without LAIF



Attendance and Enrollment – Months 1-5, P1



FY23 MYP

January 2023



AOA FY23 MYP

		2022-23	2023-24	2024-25	2025-26
		Current Forecast	Projected Budget	Projected Budget	Projected Budget
Revenue	LCFF Entitlement	6,071,605	6,809,230	7,504,718	8,387,722
	Federal Revenue	599,668	606,784	299,370	305,473
	Other State Revenues	2,110,731	1,702,878	1,712,708	1,493,028
	Local Revenues	930,698	897,015	926,126	766,344
	Fundraising and Grants	24,000	60,500	73,000	73,000
	Total Revenue	9,736,702	10,076,407	10,515,922	11,025,567
Expenses	Compensation and Benefits	7,842,844	8,160,763	8,452,430	8,625,351
	Books and Supplies	436,342	398,369	406,336	414,463
	Services and Other Operating	1,985,487	1,848,300	1,791,613	1,837,622
	Depreciation	7,333	8,800	8,800	8,800
	Total Expenses	10,272,007	10,416,232	10,659,179	10,886,237
	Operating Income	(535,305)	(339,825)	(143,256)	139,330
	Beginning Balance (Audited)	4,479,399	3,944,095	3,604,270	3,461,014
	Operating Income	(535,305)	(339,825)	(143,256)	139,330
Ending Fund Balance (incl. Depreciation)		3,944,095	3,604,270	3,461,014	3,600,344
Ending Fund Balance as % of Expenses		38.4%	34.6%	32.5%	33.1%

Exhibits



Academy of Alameda
Income Statement
As of Dec FY2023

	Actual			YTD	Budget						
	Oct	Nov	Dec	Actual YTD	Approved Budget v1	Previous Forecast	Current Forecast	Previous Forecast vs. Current Forecast	Approved Budget v1 vs. Current Forecast	Current Forecast Remaining	% Current Forecast Spent
SUMMARY											
Revenue											
LCFF Entitlement	879,962	307,388	490,930	2,459,852	6,697,879	6,346,474	6,071,605	(274,869)	(626,274)	3,611,753	41%
Federal Revenue	-	-	-	33	624,365	605,045	599,668	(5,377)	(24,697)	599,635	0%
Other State Revenues	140,313	251,139	108,694	541,733	1,455,346	2,135,248	2,110,731	(24,517)	655,386	1,568,998	26%
Local Revenues	32,298	21,019	38,180	164,567	864,136	912,397	930,698	18,301	66,562	766,130	18%
Fundraising and Grants	1,269	-	1,443	3,972	24,000	24,000	24,000	-	0	20,028	17%
Total Revenue	1,053,842	579,546	639,248	3,170,158	9,665,726	10,023,165	9,736,702	(286,462)	70,976	6,566,544	33%
Expenses											
Compensation and Benefits	679,285	593,955	671,253	3,575,979	7,640,712	7,708,393	7,842,844	(134,451)	(202,132)	4,266,865	46%
Books and Supplies	17,470	33,314	15,540	208,779	532,980	484,842	436,342	48,500	96,638	227,563	48%
Services and Other Operating Expenditures	125,379	170,952	153,394	981,154	1,838,335	1,988,138	1,985,487	2,651	(147,152)	1,004,333	49%
Depreciation	-	-	-	-	-	7,333	7,333	-	(7,333)	7,333	0%
Other Outflows	-	80,070	9,474	89,543	-	-	-	-	-	(89,543)	
Total Expenses	822,135	878,291	849,660	4,855,455	10,012,028	10,188,706	10,272,007	(83,301)	(259,979)	5,416,552	47%
Operating Income	231,707	(298,744)	(210,413)	(1,685,297)	(346,302)	(165,541)	(535,305)	(369,763)	(189,003)	1,149,993	
Fund Balance											
Beginning Balance (Unaudited)					4,203,154	2,418,448	2,418,448				
Audit Adjustment					-	2,060,951	2,060,951				
Operating Income					(346,302)	(165,541)	(535,305)				
Ending Fund Balance					3,856,852	4,313,858	3,944,095				
Fund Balance as a % of Expenses						39%	42%			38%	

Academy of Alameda
Income Statement
As of Dec FY2023

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	Oct	Nov	Dec	Actual YTD	Approved Budget v1	Previous Forecast	Current Forecast	Previous Forecast vs. Current Forecast	Approved Budget v1 vs. Current Forecast	Current Forecast Remaining	% Current Forecast Spent
KEY ASSUMPTIONS											
Enrollment Summary											
K-3					194	194	189	(5)	(5)		
4-6					218	181	180	(1)	(38)		
7-8					260	241	234	(7)	(26)		
Total Enrolled					672	616	603	(13)	(69)		
ADA %											
K-3					95.5%	95.5%	93.1%	-2.4%	-2.4%		
4-6					95.0%	95.0%	93.1%	-1.9%	-1.9%		
7-8					95.0%	95.0%	93.1%	-1.9%	-1.9%		
Average ADA %					95.1%	95.2%	93.1%	-2.0%	-2.0%		
ADA											
K-3					185.27	185.27	176.03	(9.24)	(9.24)		
4-6					207.10	171.95	167.65	(4.30)	(39.45)		
7-8					247.00	228.95	217.95	(11.00)	(29.05)		
Total ADA					639.37	586.17	561.63	(24.54)	(77.74)		

Academy of Alameda
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As of Dec FY2023

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REVENUE											
LCFF Entitlement											
8011 Charter Schools General Purpose Entitlement - State Aid	879,962	123,846	123,846	1,265,262	3,315,599	2,514,440	2,399,999	(114,441)	(915,600)	1,134,737	53%
8012 Education Protection Account Entitlement	-	-	-	230,995	1,163,449	1,582,958	1,516,688	(66,270)	353,239	1,285,693	15%
8096 Charter Schools in Lieu of Property Taxes	-	183,542	367,084	963,595	2,218,831	2,249,076	2,154,918	(94,158)	(63,913)	1,191,323	45%
SUBTOTAL - LCFF Entitlement	879,962	307,388	490,930	2,459,852	6,697,879	6,346,474	6,071,605	(274,869)	(626,274)	3,611,753	41%
Federal Revenue											
8181 Special Education - Entitlement	-	-	-	-	73,138	102,970	83,115	(19,855)	9,978	83,115	0%
8182 Special Education Reimbursement	-	-	-	-	7,020	6,954	6,954	-	(66)	6,954	0%
8291 Title I	-	-	-	-	143,362	146,190	165,668	19,478	22,306	165,668	0%
8292 Title II	-	-	-	-	22,403	22,403	22,403	-	-	22,403	0%
8294 Title IV	-	-	-	-	20,000	15,000	10,000	(5,000)	(10,000)	10,000	0%
8296 Other Federal Revenue	-	-	-	-	46,915	-	-	-	(46,915)	-	0%
8299 All Other Federal Revenue	-	-	-	33	311,528	311,528	311,528	-	-	311,495	0%
SUBTOTAL - Federal Revenue	-	-	-	33	624,365	605,045	599,668	(5,377)	(24,697)	599,635	0%
Other State Revenue											
8319 Other State Apportionments - Prior Years	-	-	38,328	38,513	-	-	-	-	-	(38,513)	0%
8381 Special Education - Entitlement (State)	85,382	-	40,444	154,030	457,150	440,524	422,082	(18,443)	(35,068)	268,052	36%
8382 Special Education Reimbursement (State)	-	-	-	-	46,652	39,931	39,931	-	(6,721)	39,931	0%
8550 Mandated Cost Reimbursements	-	-	6,275	6,275	6,257	6,275	6,275	-	18	0	100%
8560 State Lottery Revenue	-	-	-	-	152,258	145,099	139,024	(6,075)	(13,233)	139,024	0%
8590 All Other State Revenue	19,515	239,261	-	258,776	472,976	1,188,356	1,188,356	-	715,380	929,580	22%
8593 ELO-Program (2600)	11,878	11,878	11,878	48,832	186,923	181,932	181,932	-	(4,991)	133,100	27%
8595 Afterschool (ASES)	23,538	-	11,769	35,307	133,131	133,131	133,131	-	-	97,824	27%
SUBTOTAL - Other State Revenue	140,313	251,139	108,694	541,733	1,455,346	2,135,248	2,110,731	(24,517)	655,386	1,568,998	26%
Local Revenue											
8639 All Other Sales	-	-	910	1,284	1,000	500	500	-	(500)	(784)	257%
8660 Interest	-	-	28	28	-	-	-	-	-	(28)	0%
8662 Net Increase (Decrease)	5,957	-	-	9,229	12,000	12,000	12,000	-	-	2,771	77%
8676 After School Program Revenue	20,455	-	-	51,553	190,000	190,000	190,000	-	-	138,448	27%
8690 Other Local Revenue	1,425	-	15,117	22,634	4,000	7,517	22,634	15,117	18,634	-	100%
8693 Field Trips	-	-	-	-	6,500	6,500	6,500	-	-	6,500	0%
8699 All Other Local Revenue	-	-	-	31,244	-	51,244	51,244	-	51,244	20,000	61%
8701 Art and Music Fundraising	4,461	-	1,919	7,370	7,000	1,000	7,370	6,370	370	-	100%
8702 Measure B1 Parcel Tax	-	-	-	-	191,403	191,403	190,455	(948)	(948)	190,455	0%
8703 Measure A (2020) Parcel Tax	-	-	-	-	452,233	452,233	449,994	(2,239)	(2,239)	449,994	0%
8999 Uncategorized Revenue	-	21,019	20,207	41,226	-	-	-	-	-	(41,226)	0%
SUBTOTAL - Local Revenue	32,298	21,019	38,180	164,567	864,136	912,397	930,698	18,301	66,562	766,130	18%
Fundraising and Grants											
8801 Donations - Parents	-	-	-	-	500	500	500	-	-	500	0%
8802 Donations - Private	115	-	665	2,040	8,000	4,140	4,140	-	(3,860)	2,100	49%
8803 Annual Fundraising (School-wide)	-	-	-	-	13,500	13,500	13,500	-	-	13,500	0%
8804 School Culture Fundraising	1,154	-	778	1,932	2,000	5,860	5,860	-	3,860	3,928	33%
SUBTOTAL - Fundraising and Grants	1,269	-	1,443	3,972	24,000	24,000	24,000	-	0	20,028	17%
TOTAL REVENUE	1,053,842	579,546	639,248	3,170,158	9,665,726	10,023,165	9,736,702	(286,462)	70,976	6,566,544	33%

Academy of Alameda
Income Statement
As of Dec FY2023

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Academy of Alameda
Income Statement
As of Dec FY2023

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		Oct	Nov	Dec	Actual YTD	Approved Budget v1	Previous Forecast	Current Forecast	Previous Forecast vs. Current Forecast	Approved Budget v1 vs. Current Forecast	Current Forecast Remaining	% Current Forecast Spent
EXPENSES												
Compensation & Benefits												
Certificated Salaries												
1100	Teachers Salaries	203,252	193,020	185,411	1,002,095	2,335,380	2,223,237	2,231,170	(7,933)	104,210	1,229,076	45%
1101	Teacher - Stipends	-	-	-	6,980	10,000	15,000	15,000	-	(5,000)	8,020	47%
1103	Teacher - Substitute Pay	18,989	16,972	21,171	73,047	27,540	146,886	177,213	(30,327)	(149,673)	104,165	41%
1148	Teacher - Special Ed	6,991	6,843	6,843	36,696	75,096	70,398	71,806	(1,408)	3,291	35,110	51%
1200	Certificated Pupil Support Salaries	3,192	2,713	3,371	15,333	40,800	41,046	41,867	(821)	(1,067)	26,534	37%
1201	Certificated Pupil Support - School Psychologist	8,177	8,177	8,177	40,884	-	89,944	91,743	(1,799)	(91,743)	50,859	45%
1202	Certificated Pupil Support - Counselor	14,300	14,300	14,300	71,501	238,632	157,302	160,448	(3,146)	78,184	88,947	45%
1203	Certificated Pupil Support Salaries - Custom 3	11,002	11,111	10,988	54,395	137,907	121,416	123,844	(2,428)	14,063	69,449	44%
1300	Certificated Supervisor & Administrator Salaries	66,037	65,637	65,637	393,883	895,899	779,808	783,701	(3,893)	112,198	389,817	50%
1950	Other Cert - Instructional Coaches	42,489	38,499	38,489	196,659	466,086	412,798	441,229	(28,431)	24,857	244,569	45%
1980	Other Cert - Custom 5	-	-	7,773	7,773	-	-	-	-	-	(7,773)	-
SUBTOTAL - Certificated Salaries		374,429	357,272	362,160	1,899,245	4,227,340	4,057,833	4,138,020	(80,187)	89,320	2,238,775	46%
Classified Salaries												
2100	Classified Instructional Aide Salaries	63,342	55,839	62,341	334,884	658,824	644,166	679,750	(35,583)	(20,926)	344,865	49%
2201	Classified Support - Restorative Justice coordinator	19,030	18,597	18,516	91,817	97,678	189,663	194,673	(5,010)	(96,995)	102,856	47%
2202	Classified Support - School Culture Coordinator	6,716	6,716	6,716	33,579	72,430	73,874	75,352	(1,477)	(2,922)	41,772	45%
2300	Classified Supervisor & Administrator Salaries	21,925	22,254	21,925	131,209	197,177	263,105	265,767	(2,662)	(68,590)	134,557	49%
2311	Classified Admin - After School Coordinator	5,875	5,875	5,875	35,138	68,797	70,505	71,916	(1,410)	(3,119)	36,778	49%
2400	Classified Clerical & Office Salaries	15,358	13,971	14,713	72,106	94,115	155,195	150,079	5,116	(55,963)	77,973	48%
2905	Other Classified - After School	26,605	25,388	26,494	151,429	423,688	371,037	364,869	6,168	58,819	213,440	42%
2940	Other Classified - Summer	-	-	-	-	3,060	3,120	-	3,120	3,060	-	-
SUBTOTAL - Classified Salaries		158,852	148,641	156,580	850,163	1,615,769	1,770,665	1,802,405	(31,739)	(186,635)	952,242	47%
Employee Benefits												
3100	STRS	68,711	65,815	66,567	344,379	790,754	800,305	818,683	(18,378)	(27,929)	474,304	42%
3300	OASDI-Medicare-Alternative	17,772	16,678	17,385	95,295	190,313	186,095	188,692	(2,597)	1,621	93,397	51%
3400	Health & Welfare Benefits	46,783	(6,535)	48,488	254,940	604,800	690,000	690,000	-	(85,200)	435,060	37%
3500	Unemployment Insurance	12,088	11,434	11,751	64,121	127,922	127,922	127,922	-	-	63,800	50%
3600	Workers Comp Insurance	-	-	-	56,564	67,196	58,285	59,404	(1,119)	7,792	2,840	95%
3900	Other Employee Benefits	650	650	8,322	11,272	16,618	17,287	17,718	(431)	(1,101)	6,447	64%
SUBTOTAL - Employee Benefits		146,004	88,042	152,513	826,571	1,797,602	1,879,894	1,902,419	(22,525)	(104,817)	1,075,848	43%
Books & Supplies												
4200	Books & Other Reference Materials	1,926	9,372	3,311	24,997	53,000	40,000	37,000	3,000	16,000	12,003	68%
4315	Custodial Supplies	-	-	-	7,353	25,000	25,000	20,000	5,000	5,000	12,647	37%
4320	Educational Software	7,702	8,792	926	32,073	60,700	52,000	49,000	3,000	11,700	16,927	65%
4325	Instructional Materials & Supplies	2,248	738	1,825	17,506	77,000	70,000	45,000	25,000	32,000	27,494	39%
4326	Art & Music Supplies	137	602	1,172	6,743	23,240	23,240	23,240	-	-	16,497	29%
4330	Office Supplies	1,343	1,971	292	11,188	28,000	28,000	28,000	-	-	16,812	40%
4335	PE Supplies	129	-	-	129	15,000	10,000	10,000	-	5,000	9,871	1%
4340	Professional Development Supplies	-	-	142	838	6,000	4,000	4,000	-	2,000	3,162	21%
4345	Non Instructional Student Materials & Supplies	371	354	848	7,328	22,000	16,000	16,000	-	6,000	8,672	46%
4346	Teacher Supplies	-	-	-	-	15,000	13,000	10,000	3,000	5,000	10,000	0%
4350	Uniforms	-	-	19	19	102	102	102	-	-	83	18%
4351	Yearbook	-	-	-	-	7,000	10,000	10,000	-	(3,000)	10,000	0%

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								Current Forecast	Current Forecast		
4352 Afterschool Supplies	1,023	1,582	1,293	20,893	16,000	27,000	27,000	-	(11,000)	6,107	77%
4353 Summerschool Supplies	-	2,640	-	24,423	5,000	25,000	28,000	(3,000)	(23,000)	3,577	87%
4354 Middle school Athletics	-	-	134	1,439	-	5,000	5,000	-	(5,000)	3,561	29%
4355 Org Culture supplies	111	-	359	7,182	12,038	13,000	15,000	(2,000)	(2,962)	7,818	48%
4360 Books and Supplies - Sped	59	-	-	59	7,400	4,000	4,000	-	3,400	3,941	1%
4410 Classroom Furniture, Equipment & Supplies	767	60	569	8,298	40,000	16,000	14,000	2,000	26,000	5,702	59%
4420 Computers: individual items less than \$5k	591	6,983	211	18,905	60,000	48,000	46,000	2,000	14,000	27,095	41%
4423 Additional Technology	-	91	2,993	7,949	25,500	25,500	20,000	5,500	5,500	12,051	40%
4430 Non Classroom Related Furniture, Equipment & Supplies	415	-	514	5,607	20,000	15,000	10,000	5,000	10,000	4,393	56%
4700 Food	-	-	-	-	6,500	6,500	6,500	-	-	6,500	0%
4720 Other Food	647	128	932	5,850	8,500	8,500	8,500	-	-	2,650	69%
SUBTOTAL - Books and Supplies	17,470	33,314	15,540	208,779	532,980	484,842	436,342	48,500	96,638	227,563	48%
Services & Other Operating Expenses											
5210 Conference Fees	2,540	133	3,751	17,259	28,000	28,000	28,000	-	-	10,741	62%
5220 Travel and Lodging	-	-	-	-	3,774	5,000	5,000	-	(1,226)	5,000	0%
5305 Dues & Membership - Professional	(17,826)	-	-	8,912	16,000	8,913	8,913	-	7,088	1	100%
5310 Subscriptions	1,995	35	1,453	22,048	18,000	28,000	28,000	-	(10,000)	5,952	79%
5400 Insurance	-	-	-	101,523	83,550	101,523	101,523	-	(17,973)	-	100%
5510 Utilities - Gas and Electric	-	-	-	222	2,000	2,000	2,000	-	-	1,778	11%
5515 Janitorial, Gardening Services & Supplies	23,217	7,341	24,223	58,029	160,015	154,400	154,400	-	5,615	96,371	38%
5525 Utilities - Waste	3,865	2,461	2,416	17,017	26,000	35,000	35,000	-	(9,000)	17,983	49%
5605 Equipment Leases	1,208	2,813	276	8,459	16,000	13,000	13,000	-	3,000	4,541	65%
5611 Prop 39 Related Costs	404	58,398	-	87,137	148,400	148,400	148,400	-	-	61,263	59%
5615 Repairs and Maintenance - Building	-	9	-	42,716	10,000	45,000	45,000	-	(35,000)	2,284	95%
5617 Repairs and Maintenance - Other Equipment	683	-	-	19,204	8,000	19,204	19,204	-	(11,204)	-	100%
5803 Accounting Fees	-	-	-	-	3,000	3,000	3,000	-	-	3,000	0%
5804 Internal Audit & Accounting support	-	10,777	5,425	16,202	16,000	16,000	16,202	(202)	(202)	-	100%
5805 Administrative Fees	-	-	-	1,349	14,000	1,500	1,500	-	12,500	151	90%
5809 Banking Fees	28	-	150	178	3,500	3,500	3,500	-	-	3,322	5%
5812 Business Services	16,308	16,327	16,325	97,885	195,700	195,700	195,700	-	-	97,815	50%
5815 Consultants - Instructional	10,375	-	-	10,375	38,770	15,000	15,000	-	23,770	4,625	69%
5818 Coaching	-	-	-	-	28,000	48,000	48,000	-	(20,000)	48,000	0%
5819 School Culture Initiatives	5,078	4,768	1,678	20,911	25,120	21,620	21,620	-	3,500	709	97%
5820 Consultants - Non Instructional - Custom 1	440	-	440	880	8,000	8,000	6,000	2,000	2,000	5,120	15%
5824 District Oversight Fees	-	-	-	-	231,936	249,816	241,570	8,246	(9,633)	241,570	0%
5828 Translators	-	-	2,292	2,292	2,040	2,040	3,000	(960)	(960)	708	76%
5830 Field Trips Expenses	5,948	750	16,981	23,817	41,000	41,000	49,000	(8,000)	(8,000)	25,183	49%
5833 Fines and Penalties	61	-	-	142	1,500	1,500	1,500	-	-	1,358	9%
5834 Afterschool & Summer Services	143	475	425	1,043	12,000	-	1,043	(1,043)	10,957	-	100%
5836 Fingerprinting	64	-	-	356	1,836	1,836	1,836	-	-	1,480	19%
5839 Fundraising Expenses	-	-	-	-	7,000	3,000	3,000	-	4,000	3,000	0%
5845 Legal Fees	8,006	3,557	12,689	27,890	39,000	39,000	39,000	-	-	11,110	72%
5846 Loan and Financing Fees	-	-	-	-	250	250	250	-	-	250	0%
5848 Licenses and Other Fees	-	-	-	1,290	11,500	11,500	6,000	5,500	5,500	4,710	22%
5851 Marketing and Student Recruiting	-	24,541	7,700	48,237	80,000	144,000	144,000	-	(64,000)	95,763	33%
5857 Payroll Fees	(1,955)	(1,981)	(1,893)	(9,674)	6,000	8,000	8,000	-	(2,000)	17,674	-121%
5860 Printing and Reproduction	1,441	938	606	4,431	10,000	9,000	9,000	-	1,000	4,569	49%
5861 Prior Yr Exp (not accrued)	1,196	-	-	32,171	1,000	32,171	32,171	-	(31,171)	-	100%
5863 Professional Development	-	-	3,412	21,259	59,110	59,110	56,000	3,110	3,110	34,741	38%
5866 Sped Tuition & Fees	10,185	12,640	12,008	56,582	118,884	118,884	118,884	-	-	62,302	48%

**Academy of Alameda
Income Statement
As of Dec FY2023**

		Actual			YTD	Budget						
		Oct	Nov	Dec	Actual YTD	Approved Budget v1	Previous Forecast	Current Forecast	Previous Forecast vs. Current Forecast	Approved Budget v1 vs. Current Forecast	Current Forecast Remaining	% Current Forecast Spent
5869	Special Education Contract Instructors	36,993	19,588	21,414	121,031	157,000	157,000	157,000	-	-	35,970	77%
5875	Staff Recruiting	773	186	485	7,084	13,000	13,000	13,000	-	-	5,916	54%
5880	Student Health Services	1,037	317	555	3,587	20,000	20,000	10,000	10,000	10,000	6,413	36%
5881	Student Information System	-	-	-	7,278	25,000	20,000	17,000	3,000	8,000	9,722	43%
5884	Substitutes	13,106	6,879	9,118	46,041	60,000	44,000	74,400	(30,400)	(14,400)	28,359	62%
5885	Tutor	-	-	-	-	2,550	2,550	2,550	-	-	2,550	0%
5887	Technology Services	-	-	11,400	25,921	55,000	54,000	54,600	(600)	400	28,679	47%
5898	Bad Debt Expense	-	-	-	-	300	300	300	-	-	300	0%
5899	Miscellaneous Operating Expenses	67	-	-	29,853	5,500	33,322	33,322	-	(27,822)	3,469	90%
5900	Communications	-	-	-	-	12,000	10,000	2,000	8,000	10,000	2,000	0%
5915	Postage and Delivery	-	-	68	218	13,000	12,000	8,000	4,000	5,000	7,782	3%
5920	Communications - Telephone & Fax	-	-	-	-	100	100	100	-	-	100	0%
SUBTOTAL - Services & Other Operating Exp.		125,379	170,952	153,394	981,154	1,838,335	1,988,138	1,985,487	2,651	(147,152)	1,004,333	49%
Capital Outlay & Depreciation												
6900	Depreciation	-	-	-	-	-	7,333	7,333	-	(7,333)	7,333	0%
SUBTOTAL - Capital Outlay & Depreciation		-	-	-	-	-	7,333	7,333	-	(7,333)	7,333	0%
Other Outflows												
7999	Uncategorized Expense	-	80,070	9,474	89,543	-	-	-	-	-	(89,543)	
SUBTOTAL - Other Outflows		-	80,070	9,474	89,543	-	-	-	-	-	(89,543)	
TOTAL EXPENSES		822,135	878,291	849,660	4,855,455	10,012,028	10,188,706	10,272,007	(83,301)	(259,979)	5,416,552	47%

Academy of Alameda
Monthly Cash Forecast
As of Dec FY2023

	2022-23												Forecast	Remaining Balance
	Actuals & Forecast													
	Jul Actuals	Aug Actuals	Sep Actuals	Oct Actuals	Nov Actuals	Dec Actuals	Jan Forecast	Feb Forecast	Mar Forecast	Apr Forecast	May Forecast	Jun Forecast		
Beginning Cash	4,394,021	4,371,804	3,580,045	3,566,765	3,797,064	2,949,561	2,786,699	4,288,370	4,092,269	4,778,654	4,451,353	3,962,831		
REVENUE														
LCFF Entitlement	-	68,804	712,768	879,962	307,388	490,930	1,852,568	485,545	998,157	252,916	195,082	572,412	6,071,605	(744,927)
Federal Revenue	-	33	-	-	-	-	209,305	50,097	78,462	52,065	50,097	78,462	599,668	81,148
Other State Revenue	28,204	6,784	6,599	140,313	251,139	108,694	434,433	104,732	233,511	68,422	106,779	365,511	2,110,731	255,611
Other Local Revenue	61,660	4,615	6,795	32,298	21,019	73,366	(47,765)	22,484	35,344	22,653	22,484	678,931	930,698	(3,186)
Fundraising & Grants	1,260	-	-	1,269	-	1,443	1,193	2,595	2,595	2,595	2,595	8,455	24,000	-
TOTAL REVENUE	91,124	80,236	726,162	1,053,842	579,546	674,434	2,449,734	665,453	1,348,068	398,650	377,037	1,703,770	9,736,702	(411,354)
EXPENSES														
Certificated Salaries	68,760	361,570	375,054	374,429	357,272	362,160	409,255	363,525	363,632	366,863	366,863	368,637	4,138,020	-
Classified Salaries	83,653	129,363	173,074	158,852	148,641	156,580	174,679	155,513	155,513	155,513	155,513	155,513	1,802,405	-
Employee Benefits	88,895	191,178	159,938	146,004	88,042	152,513	215,804	157,902	157,923	158,568	158,568	158,922	1,902,419	68,160
Books & Supplies	42,756	59,970	39,729	17,470	33,314	15,540	44,588	36,195	36,195	36,195	36,195	36,195	436,342	2,000
Services & Other Operating Expenses	150,665	214,931	165,833	125,379	170,952	153,394	237,096	141,160	141,160	201,553	141,160	201,553	1,985,487	(59,349)
Capital Outlay & Depreciation	-	-	-	-	-	-	4,278	611	611	611	611	611	7,333	-
Other Outflows	-	-	-	-	80,070	9,474	(89,543)	-	-	-	-	-	-	-
TOTAL EXPENSES	434,729	957,011	913,629	822,135	878,291	849,660	996,155	854,906	855,035	919,303	858,911	921,431	10,272,007	10,811
Operating Cash Inflow (Outflow)	(343,606)	(876,775)	(187,467)	231,707	(298,744)	(175,227)	1,453,579	(189,453)	493,033	(520,653)	(481,874)	782,339	(535,305)	(422,165)
Revenues - Prior Year Accruals	266,846	102,784	165,709	29,800	-	18,477	83,808	17,528	217,528	217,528	17,528	11,822	-	-
Accounts Receivable - Current Year	-	-	-	-	-	-	3,165	-	-	-	-	-	-	-
Other Assets	41,022	-	-	(5,957)	(500,000)	-	64	-	-	-	-	-	-	-
Fixed Assets	-	-	(44,000)	-	-	-	4,278	611	611	611	611	611	-	-
Expenses - Prior Year Accruals	230,875	(19,978)	(11,804)	(21,247)	(21,247)	(21,247)	(44,488)	(24,788)	(24,788)	(24,788)	(24,788)	(24,788)	-	-
Accounts Payable - Current Year	(112,119)	(7,981)	53,297	(14,983)	(38,314)	4,343	1,265	-	-	-	-	-	-	-
Summerholdback for Teachers	(109,735)	10,192	10,984	10,979	10,802	10,792	-	-	-	-	-	-	-	-
Other Liabilities	4,500	-	-	-	-	-	-	-	-	-	-	(287,708)	-	-
Ending Cash	4,371,804	3,580,045	3,566,765	3,797,064	2,949,561	2,786,699	4,288,370	4,092,269	4,778,654	4,451,353	3,962,831	4,445,108		