AIMS K-12 College Prep Charter District

Finance Committee Meeting

Date and Time

Thursday November 5, 2026 at 6:00 PM PST

Location

Date and Time

Thursday November 5, 2026 at 6:00 PM PST

Location:

171 12th Street, Oakland, CA 94607

*Members of the public, staff, and faculty may join virtually at:

https://us05web.zoom.us/j/4853268122?pwd=Mk9yUUdzRFdkVzBFMzlQeVVDUFlrUT09
Meeting ID: 485 326 8122
Passcode: AIMS

AIMS does not discriminate on the basis of disability in the admission or access to, or treatment or employment in, its programs or activities. Irene Liang has been designated to receive requests for disability-related modifications or accommodations in order to enable individuals with disabilities to participate in open and public meetings at AIMS. Please notify Irene Liang **(510) 220-1730** at least 24 hours in advance of any disability accommodations being needed in order to participate in the meeting.

The meeting agenda will be posted at least 72 hours prior to the scheduled meeting time.
171 12th Street, Oakland, CA 94607

Board Remote Locations:

President Kean:
Secretary Lacsado:
Director Leung:

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171 12th Street, Oakland, CA 94607

Members of the public, staff, and faculty may join virtually at:

Join Zoom Meeting
https://us06web.zoom.us/j/87594605508?pwd=7SSXWXx9FN7mP2gIp1YbkkoWRshdkQ.1

One tap mobile
+12532050468,,6614266860#,,,,*071330# US
+12532158782,,6614266860#,,,,*071330# US (Tacoma)

Meeting ID: 661 426 6860
Passcode: 071330
Find your local number: https://us02web.zoom.us/u/kb9RJj161W

Board Remote Locations:

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Click on the link below to submit Public Comment:
https://docs.google.com/forms/d/e/1FAIpQLScK0rD4rkfpiHrMyGtxnKaPECne4SfCG-5ezqD3xUALg0OTAQ/viewform?usp=sharing

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Agenda

		Purpose	Presenter	Time
I.	**Opening Items**			**6:00 PM**
A.	Call the Meeting to Order		Keisha Prier	
B.	Record Attendance		Nixon Diaz	1 m
C.	Adoption of Agenda	Vote	Keisha Prier	1 m
D.	Public Comment on Agenda Items	Discuss	Keisha Prier	5 m

Public comment on agenda items is reserved for members of the public to address items on the Board's agenda prior to consideration of each item. The Board of Directors will not respond to or take action on public comment, except to ask clarifying questions or provide direction to staff. **Comments are limited to two (2) minutes per person. Total time allotted for public comment may be limited at the discretion of the Board to facilitate the orderly conduct of the meeting.**

E.	Public Comment on Non-Agenda Items	Discuss	Keisha Prier	5 m

Public comment on non-agenda items is reserved for members of the public to address items on the Board's agenda prior to consideration of each item. The Board of Directors will not respond to or take action on public comment, except to ask clarifying questions or provide direction to staff. **Comments are limited to two (2) minutes per person. Total time allotted for public comment may be limited at the discretion of the Board to facilitate the orderly conduct of the meeting.**

II.	**Action Items**			
III.	**Non-Action Items**			**6:12 PM**
A.	Classified Substitute Salary Schedule	Discuss	Nixon Diaz	5 m

Recommended approval of the Classified Substitute Salary Schedule

B.	Certificated Substitute Salary Schedule	Discuss	Nixon Diaz	5 m
C.	Business Services Audit Report	Discuss	Christina Jordan	10 m
IV.	**Closing Items**			**6:32 PM**
A.	Adjourn Meeting	FYI	Keisha Prier	1 m
B.	Accessibility Notice	FYI	Irene Liang	

Purpose Presenter Time

AIMS is committed to ensuring accessible participation for individuals with disabilities. Disability-related modifications or accommodations needed to take part in this meeting may be requested by contacting Irene Liang at **510-220-1730** at least 24 hours in advance, if possible, so appropriate arrangements can be made.

Coversheet

Classified Substitute Salary Schedule

Section: III. Non-Action Items
Item: A. Classified Substitute Salary Schedule
Purpose: Discuss
Submitted by:
Related Material: Classified Substitute Salary Schedule.pdf

AIMS K-12 College Prep Charter District

2025-2026 School Year

Classified Substitute

Classification	Rate
Analyst	$42.56
M&O Worker (Facilities)	$38.50
Custodial	$37.50
Clerk - Central Office	$33.64
Administrative Assistant	$35.19
Instructional Aide	$28.84
Teachers Assistant	$35.38
Campus Supervisor	$29.20

Coversheet

Certificated Substitute Salary Schedule

Section: III. Non-Action Items
Item: B. Certificated Substitute Salary Schedule
Purpose: Discuss
Submitted by:
Related Material: Certificated Sub Salary Schedule.pdf

AIMS K-12 College Prep Charter District

I AM ADDING TO THe AGENDA NOW 2025-2026 School Year

Certificated Substitute

	Monday	Tuesday	Wednesday	Thursday	Friday
Full Day	$300.00	$250.00	$250.00	$250.00	$300.00
Half Day	$150.00	$125.00	$125.00	$125.00	$150.00

Full Day Assignment: Consists of a 6-hour workday
Half Day Assignment: Consists of a 3–4 hour workday

Effective:
Board Approved:

Coversheet

Business Services Audit Report

Section: III. Non-Action Items
Item: C. Business Services Audit Report
Purpose: Discuss
Submitted by:
Related Material: AIMS Measure G1 6.30.2026.pdf
Board Submission 10.26.26 Finance Committee Cover Letter 26-27.pdf
M-145 American Indian Model Schools Audit Report 6.30.26.pdf

Independent Auditor's Report on Compliance
and Supplementary Schedules
June 30, 2026

American Indian Model Schools
Oakland Unified School District
Measure G1 Parcel Tax

American Indian Model Schools

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June 30, 2026

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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Measure G1 Compliance and on Internal Control over Compliance

Governing Board
American Indian Model Schools
Oakland, California

Report on Compliance

Opinion on Compliance with Measure G1

We have audited the American Indian Model Schools' (the Schools) compliance with the requirements described in Appendix I, Summary of Audit Procedures, applicable to the November 8, 2016 Measure G1 for the year ended June 30, 2026.

In our opinion, the Schools complied, in all material respects, with the compliance requirements referred to above that are applicable to the November 8, 2016 Measure G1 for the year ended June 30, 2026.

Basis for Opinion

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 Measure G1. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Schools 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. Our audit does not provide a legal determination of the Schools' 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 Measure G1.

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Auditor's 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 Schools' 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 Measure G1 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 Schools' compliance with the requirements of the government program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and Measure G1, 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 Schools' 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 Schools' 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 Measure G1, but not for the purpose of expressing an opinion on the effectiveness of the Schools' internal control over compliance. Accordingly, no such opinion is expressed.
- Select and test transactions and records to determine the Schools' compliance with laws and regulations applicable to Measure G1.

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 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 compliance requirement 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 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 Auditor's 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 have not been 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. Accordingly, this report is not suitable for any other purpose.

Silva & Silva CPAs

Brea, California
August 14, 2026

Appendix I
Summary of Audit Procedures
June 30, 2026

American Indian Model Schools

Objectives of the Audit

- Ensure proceeds and expenditures of the parcel tax are fully accounted in the books and records of the Schools.
- Ensure expenditures are in support of allowable uses as per the ballot language, separately with respect to middle school grants, salary for school site educators, and administrative overhead.
- Ensure that middle school grant expenditures agree with the education improvement plans that were approved by the Citizens' Oversight Committee.
- Ensure that expenditures of Measure G1 are only for supplemental activities.

Scope of the Audit

- Schools' expenditures funded by Measure G1 during the fiscal year ending June 30, 2026.

Methodology

The following describes the audit procedures and our related findings.

1. Obtain parcel tax expenditure detail reports prepared by the Schools and agree amounts to the general ledger.

   Finding - No exceptions were identified from applying this procedure. The Measure G1 accounting records are complete and include all activity during the fiscal year. The summary financial schedules provided in Appendix II reconcile with the Schools' accounting records.

2. Review the nature of the expenditures incurred by the school sites, and review source documents as appropriate, to ensure they were within the specific purposes of the ballot language.

   Finding – No exceptions were identified from applying this procedure. We analytically reviewed the entire population of expenditure accounting records to search for transactions outside the scope of allowable expenditures. Individual transactions were selected for additional audit analysis, which includes reviewing source documents such as invoices, contracts, purchase orders, or payroll records. Subjected to the additional audit analysis were 19 individual transactions aggregating $131,964 or 95% of the total Schools' site level transactions.

3. Ascertain if salary increases were used to supply raises to "school site educators," as the term is used in the ballot text.

   Finding – No exceptions were identified from applying this procedure. The administrative regulations define a "school site educator" as an employee who spends at least 75% of their time at school sites, or who is a union-represented employee. The salary increases funded by Measure G1 were provided to these groups for the year ending June 30, 2026 through increases to the Schools' salary schedule.

4. Ensure the same percentage increase in salary was applied to all school site educators.

   Finding – No exceptions were identified in applying this procedure. We recalculated the salary increases and noted that the same percentage was applied to all school site educators.

5. Verify if the parcel tax is funding supplemental activities by performing the following procedures. Ascertain if funds were used to provide services which were required to be made available by virtue of being a school. Also, perform procedures to ascertain whether the parcel tax funded services that were previously provided with another funding source.

   Finding – No exceptions were identified from applying this procedure.

6. Recalculate the 65/35% allocation between raises for school site educators and middle school grants.

   Finding – Not applicable as the Charter School did not have any administrative overhead costs.

7. Test a sample of expenditures to ensure they were spent following the approved education improvement plans.

   Finding – No exceptions were identified from applying this procedure. We reviewed 19 transactions representing 95% of the total Schools' site level transactions and verified that they are consistent with the approved plan.

8. Examine supporting documentation to validate the amount of Measure G1 Parcel Tax revenues received.

   Finding – No exceptions were identified from applying this procedure.

Appendix II
Summary Financial Schedules
June 30, 2026

American Indian Model Schools

American Indian Model Schools
Summary Financial Schedule
June 30, 2026

Table 1

Allocations and ending balances as of and for the year ended June 30, 2026:

Site	Carryover at June 30, 2025	FY 2025-26 Allocation	FY 2025-26 Actual Expense	Carryover at June 30, 2026
Charter Schools				
American Indian Public Charter School	$ 14,802	$ 68,385	$ 68,071	$ 15,116
American Indian Public Charter II	23,976	65,794	71,129	18,641
Total	$ 38,778	$ 134,179	$ 139,200	$ 33,757

Note to Table 1

The “actual” column is reimbursement requests made by the Schools for fiscal year 2025-2026.

AIMS K-12 College Prep Charter District

Board Submission Cover Letter

Submitter Information

Full Name: Christina Jordan
Position/Title: Director of Business Operations
Department: Business Operations

Item Details:

Title of Item: 25-26 Audit Report - for discussion
Item Session: ☑ Open ☐ Closed

Is this item a: ☑ New Submission ☐ Renewal ☐ Revision

If revision - Please summarize any changes from the previous submission:

Approvals:

Has this item been reviewed and approved:

- ☐ Superintendent
- ☑ Director of Business Operations (Finance)
- ☐ Director of HR/Compliance
- ☐ Other/No/Not Applicable

Approvers Signature: Christina Jordan Digitally signed by Christina Jordan Date: 2026.11.02 13:34:00 -08'00'

Committee Review:

Has this item been through the appropriate committee review process?

☐ Yes If yes - Please specify which committee(s) and provide minutes or approval documentation:

☐ No If no - Please explain why:

Deadline Information:

Is there a submission deadline for this item? ☑ Yes ☐ No
If yes - Please indicate the deadline date (MM/DD/YYYY): 12/15/26

Financial Information (if applicable):

Total Cost:
Is this expenditure included in the annual budget? ☑ Yes ☐ No
Please specify in which plan this expense is indicated?

☐ SPSA ☐ LCAP ☐ Other:

Combined Financial Statements
June 30, 2026

American Indian Model Schools

American Indian Public Charter School (AIPCS)
(Charter Number 0106)
American Indian Public Charter School II (AIPCS II)
(Charter Number 0882)
American Indian Public High School (AIPHS)
(Charter Number 0765)

American Indian Model Schools

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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

Governing Board
American Indian Model Schools
Oakland, California

Report on the Audit of the Combined Financial Statements

Opinion

We have audited the combined financial statements of American Indian Model Schools (the Organization) (a California Nonprofit Public Benefit Corporation), which comprise the combined statement of financial position as of June 30, 2026, and the related combined statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combined financial statements.

In our opinion, the accompanying combined financial statements referred to above present fairly, in all material respects, the financial position of American Indian Model Schools as of June 30, 2026, 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,* issued by the Comptroller General of the United States *(Government Auditing Standards)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined 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 Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined 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 for one year after the date that the combined financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 combined 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 combined 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 combined 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 combined 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 combined financial statements as a whole. The accompanying supplementary information such as the schedule of expenditures of federal awards, as required by Title 2 *U.S. Code of Federal Regulations (CFR)* Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and other supplementary information on pages 21-31 are presented for purposes of additional analysis and are not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 is fairly stated in all material respects in relation to the combined financial statements as a whole.

Other Information

Management is responsible for the other information included in the combined financial statements. The other information comprises the Local Education Agency Organization Structure but does not include the combined financial statements and our auditor's report thereon. Our opinion on the combined financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the combined financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the combined financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2026, 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, 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.

Silva & Silva CPAs

Brea, California
October 27, 2026

American Indian Model Schools
Combined Statement of Financial Position
June 30, 2026

Assets	
Current assets	
Cash	$ 10,947,879
Receivables	3,733,702
Prepaid expenses	114,356
Total current assets	14,795,937
Non-current assets	
Security deposit	36,792
Property and equipment	6,775,272
Operating lease right-of-use asset	6,566
Derivative asset - interest rate swap	489,532
Total non-current assets	7,308,162
Total assets	$ 22,104,099
Liabilities	
Current liabilities	
Accounts payable	$ 1,798,603
Refundable advance	2,195,589
Current portion of notes payable	267,452
Current portion of operating lease liability	5,214
Total current liabilities	4,266,858
Long-term liabilities	
Notes payable, less current portion	7,538,864
Operating lease liability, less current portion	1,338
Total long-term liabilities	7,540,202
Total liabilities	11,807,060
Net Assets	
Without donor restrictions	9,945,021
With donor restrictions	352,018
Total net assets	10,297,039
Total liabilities and net assets	$ 22,104,099

See Notes to Combined Financial Statements

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American Indian Model Schools
Combined Statement of Activities
Year Ended June 30, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenues			
Local Control Funding Formula	$ 14,340,713	$ -	$ 14,340,713
Federal revenue	1,383,848	-	1,383,848
Other state revenue	5,491,257	-	5,491,257
Local revenues	297,421	352,018	649,439
Interest income	876	-	876
Rental income	56,241	-	56,241
Fundraising revenue	3,732	-	3,732
Change in value of interest-rate swap	(4,687)	-	(4,687)
Net assets released from restrictions	312,225	(312,225)	-
Total support and revenues	21,881,626	39,793	21,921,419
Expenses			
Program services	18,091,054	-	18,091,054
Management and general	4,624,957	-	4,624,957
Fundraising and development	3,412	-	3,412
Total expenses	22,719,423	-	22,719,423
Change in Net Assets (Deficits)	(837,797)	39,793	(798,004)
Net Assets, Beginning of Year	10,782,818	312,225	11,095,043
Net Assets, End of Year	$ 9,945,021	$ 352,018	$ 10,297,039

See Notes to Combined Financial Statements

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American Indian Model Schools

Combined Statement of Functional Expenses

Year Ended June 30, 2026

	Program Services	Management and General	Fundraising and Development	Total Expenses
Salaries	$ 7,278,453	$ 2,645,683	$ -	$ 9,924,136
Employee benefits	1,578,069	633,674	-	2,211,743
Payroll taxes	736,765	181,878	-	918,643
Fees for services	3,618,007	922,379	-	4,540,386
Advertising and promotions	10,294	2,327	-	12,621
Office expenses	802,183	62,095	-	864,278
Information technology	195,892	11,078	-	206,970
Occupancy	642,613	47,913	-	690,526
Conferences and meeting	132,393	11,516	-	143,909
Interest	386,632	14,659	-	401,291
Depreciation	363,968	7,619	-	371,587
Insurance	166,775	32,306	-	199,081
Other expenses	478,002	8,606	3,412	490,020
Instructional materials	1,034,768	39,091	-	1,073,859
Nutrition	611,994	-	-	611,994
District oversight fees	54,246	4,133	-	58,379
Total functional expenses	$ 18,091,054	$ 4,624,957	$ 3,412	$ 22,719,423

See Notes to Combined Financial Statements

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American Indian Model Schools
Combined Statement of Cash Flows
Year Ended June 30, 2026

Operating Activities	
Change in net assets	$ (798,004)
Adjustments to reconcile change in net assets	
to net cash from (used for) operating activities	
Depreciation expense	371,587
Changes in operating assets and liabilities	
Receivables	308,260
Prepaid expenses	(64,572)
Accounts payable	(829,067)
Refundable advance	(1,544,644)
Operating lease assets and liabilities	(95)
Net Cash from (used for) Operating Activities	(2,556,535)
Investing Activities	
Purchases of property and equipment	(12,232)
Financing Activities	
Principal payments on notes payable	(256,556)
Net Change in Cash	(2,825,323)
Cash, Beginning of Year	14,262,734
Cash, End of Year	$ 11,437,411
Supplemental Cash Flow Disclosure	
Cash paid during the year in interest	$ (401,291)

See Notes to Combined Financial Statements

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Note 1 - Principal Activity and Significant Accounting Policies

Organization

American Indian Model Schools (the Organization) was incorporated in the State of California in 1996 as a nonprofit public benefit corporation that is organized under the Nonprofit Public Benefit Corporation Law exclusively for charitable and educational purposes within the meaning of 501(c)(3) of the Internal Revenue Code of 1954. The Organization operates two non-profit charter schools, under a charter granted by the Oakland Unified School District (OUSD) and one non-profit charter school, under a charter memorandum of understanding with Alameda County Board of Education (ACOE). The following authorized charters are operated by the Organization:

American Indian Public Charter School (AIPCS)
Charter school number authorized by the State: 0106
Currently serves 121 students in grades sixth through eighth
Charter school was renewed by OUSD through June 30, 2026

American Indian Public Charter School II (AIPCS II)
Charter school number authorized by the State: 0882
Currently serves 485 students in grades kindergarten through eighth
Charter school was renewed by ACOE through 2030

American Indian Public High School (AIPHS)
Charter school number authorized by the State: 0765
Currently serves 334 students in grades ninth through twelfth
Charter school was renewed by OUSD through June 30, 2026

Mission Statement: “Our mission at AIMS is to cultivate a community of diverse learners who achieve academic excellence. Our commitment to high expectations is attendance, academic achievement, and character development results in our students being prepared for lifelong success.”

Basis of Accounting

The accompanying combined financial statements were prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as applicable to nonprofit organizations. Revenues are recognized as discussed below, and expenditures are recognized in the accounting period in which the liability is incurred.

Interest-Rate Swap

An interest-rate swap is used to mitigate interest-rate risk on notes payable (Note 5). The related asset is reported at fair value in the statements of financial position and unrealized gains or losses are included in the statements of activities.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor restrictions.

Net Assets with Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) 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 restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Concentration of Credit Risk

The Organization maintains its cash in bank deposit accounts which exceed federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to $250,000 per depositor, per insured bank, for each account ownership category. At June 30, 2026, the Organization had approximately $10,447,879, in excess of FDIC-insured limits.

Receivables and Credit Policies

Receivables consist primarily of noninterest-bearing amounts due for educational programs. Management determines the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Receivables are written off when deemed uncollectable. No allowance for doubtful accounts has been established, as the Organization deems all amounts to be fully collectible. Substantially all outstanding receivables as of June 30, 2026 are due from state and/or federal sources related to grant contributions and are expected to be collected within a period of less than one year.

Intra-Entity Transactions

Intra-entity transactions results from a net cumulative difference between resources provided by the central office account to each charter school and reimbursement for those resources from each charter school to the home office account. Intra-entity transfers include certain costs of shared liabilities and shared assets between the Organization.

Property and Equipment

Property and equipment additions over $5,000 are recorded at cost, or if donated, at fair value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from 3 to 30 years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation is removed from the accounts, and any remaining gain or loss is included in the statement of activities. Cost of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The Organization reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the year ended June 30, 2026.

Right-of-Use Leased Assets and Liabilities

Right-of-use leased assets, and the related liabilities are recognized at the lease commencement date and represent the Organization's right-of-use an underlying asset and lease obligations for the lease term. Right-of-use leased assets are measured at the initial value of the lease liability plus any payments made to the lessor before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the lease asset into service. Right-of-use leased assets are amortized over the shorter of the lease term or the useful life of the underlying asset using the straight-line method. The amortization period varies among the leases.

Revenue and Revenue Recognition

Operating funds for the Organization are derived principally from state and federal sources. The Organization receives state funding based on each of the enrolled student's average daily attendance (ADA) in its school. Contributions are recognized when cash or notification of an entitlement is received.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the combined financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. No significant contributions of such goods or services were received during the year ended June 30, 2026.

Functional Allocation of Expenses

The combined financial statements report categories of expenses that are attributed to program service activities or supporting services activities such as management and general activities and fundraising and development activities. The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on management's estimates.

The expenses that are allocated include occupancy and depreciation, salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, interest, insurance, other expenses, instructional materials, and district oversight fees, which are allocated on the basis of estimates of time and effort**.**

Income Taxes

The Organization is organized as a California nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), and qualifies for the charitable contribution deduction. It is also exempt from State franchise and income taxes under Section 23701(d) of the California Revenue and Taxation Code. The Organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. The Organization determined that it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

Management believes that the Organization has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the combined financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of combined financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash, money market accounts, and certificates of deposit with financial institutions believed by management to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, no losses have been experienced in any of these accounts. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies and foundations supportive of the Organization's mission.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

Financial assets	
Cash	$ 10,947,879
Receivables	3,733,702
Financial assets at year end	14,681,581
Less those available for general expense within one year due to restrictions by donor with purpose restrictions	(352,018)
Financial assets available to meet cash needs for general expense within one year	$ 14,329,563

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

Note 3 - Fair Value Measurements and Disclosures

Certain assets are reported at fair value in the consolidated combined financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset, or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, considering factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Organization's assessment of the quality, risk, or liquidity profile of the asset or liability.

A significant portion of investment assets are classified within Level 1 because they comprise open-end mutual funds with readily determinable fair values based on daily redemption values. The Organization invests in CDs traded in the financial markets. Those CDs and U.S. government obligations are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates, and market-rate assumptions and are classified within Level 2. The fair values of beneficial interests in charitable and perpetual trusts are determined using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the underlying assets and are based on the fair values of trust investments as reported by the trustees. The fair value of beneficial interest in assets held by the community foundation is based on the fair value of fund investments as reported by the community foundation. These are considered Level 3 measurements.

The Organization uses net asset value (NAV) per share, or its equivalent, such as member units or an ownership interest in partners' capital, as a practical expedient to estimate the fair values of certain hedge funds, private equity funds, funds of funds, and limited partnerships, which do not have readily determinable fair values. Investments that are measured at fair value using NAV per share as a practical expedient are not classified in the fair value hierarchy.

The interest rate swap agreement is valued using a third party's proprietary discounted cash flow model, which considers past, present, and future assumptions regarding interest rates and market conditions to estimate the fair value of the agreement. This is classified within Level 2.

The following table presents assets measured at fair value on a recurring basis, as identified in the following, at June 30, 2026:

	Fair Value Measurements at Report Date Using Significant Other Unobservable Inputs (Level 2)
Investments	
Interest-rate swap	$ 489,532

There were no transfers into and out of Level 2 of the fair value hierarchy, and no purchases or issues of Level 2 assets for the year ending June 30, 2026.

Note 4 - Property and Equipment

Property and equipment consist of the following at June 30, 2026:

Land	$ 2,451,271
Building improvements	2,813,731
Building	5,719,632
Computer and equipment	255,813
Subtotal	11,240,447
Less accumulated depreciation	(4,465,175)
Total	$ 6,775,272

Note 5 - Notes Payable

Notes payable consist of the following at June 30, 2026:

Note payable, due in variable monthly installments principal and interest at 5.250% collateralized by (a) a deed of trust for the real property located in Alameda County, CA; (b) an assignment of all rents to lender on real property located in Alameda County, CA; and (c) all financial contracts and all proceeds thereof, including all accounts and general intangibles, described in the Commercial Security Agreement, with a carrying value of $9,300,000; maturing in October 2029.	$ 7,806,316

Future maturities of notes payable are as follows:

Year Ending June 30,	Principal
2027	$ 267,452
2028	282,680
2029	272,940
2030	6,983,244
Total	$ 7,806,316

To hedge against interest rate risk on floating-rate note payable, the Organization entered into an interest rate swap (the Swap) with a major U.S. bank as the counterparty. The Swap has a declining notional value matching the outstanding note payable over time. The Organization pays interest on the notional value at 7.50% and receives interest on the notional value at the floating PRIME Swap Index Rate plus 4.85% at June 30, 2026. The Swap matures on October 9, 2029. The effect of the Swap is to convert floating-rate note payable debt to fixed-rate debt.

During the year ended June 30, 2026, the fair value of the asset under the Swap decreased $4,687, which has been reflected in the accompanying consolidated statements of activities. At June 30, 2026, the fair value of the Swap asset was $489,532.

Note 6 - Leases

The Organization leases certain real property for the operations of the charter school and equipment at various terms under long-term non-cancelable operating lease agreements. The leases expire at various dates through 2028. The Organization includes in the determination of the right-of-use assets and lease liabilities any renewal options reasonably certain to be exercised. The Organization's operating lease provides for increases in future minimum annual rental payments. Additionally, the operating lease agreement requires the Organization to pay real estate taxes, insurance, and repairs.

The weighted-average discount rate is based on the discount rate implicit in the lease. If the implicit rate is not readily determinable from the lease, the Organization estimates an applicable incremental borrowing rate. The incremental borrowing rate is estimated using the Organization's applicable borrowing rates and the contractual lease term.

The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis.

The Organization elected the practical expedient to not separate lease and non-lease components for real property and equipment leases.

Total lease costs for the year ended June 30, 2026 were as follows:

Operating lease cost	$	18,720
Short-term lease cost	$	273,623

The following table summarizes the supplemental cash flow information for the year ended June 30, 2026:

Cash paid for amounts included in the measurement of lease liabilities		
Operating cash flows from operating leases	$	18,785

The following summarizes the weighted-average remaining lease term and weighted-average discount rate:

Weighted-average remaining lease term	
Operating leases	1.25 Years
Weighted-average discount rate	
Operating leases	4.00%

The future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as of June 30, 2026:

	June 30, 2026 Operating
2027	$ 5,367
2028	1,342
Total lease payments	6,709
Less interest	(157)
Present value of lease liabilities	$ 6,552

Note 7 - Operating Lease Revenue

The Organization leases certain property under a short-term operating lease agreement with a term of 12 months or less. Lease income from this agreement is recognized on a straight-line basis over the lease term and totaled $56,241 for the year ended June 30, 2026. The Organization has elected the short-term lease exemption under ASC 842 and does not recognize lease assets or liabilities for this lease.

Total lease income for the year ended June 30, 2026, was as follows:

Operating lease income	$ 56,241

Note 8 - Net Assets

Net assets consist of the following at June 30, 2026:

Net Assets Without Donor Restrictions	
Designated for College Readiness	$ 6,553
Designated for Scholarship Funds	659,666
Designated for Oakland Education Fund Grant	4,328
Designated for San Francisco 49ers Grant	5,000
Designated for State Programs	335,312
Designated for Classified Employee Teacher Credential	111,381
Undesignated net assets	8,822,781
Total net assets without donor restrictions	$ 9,945,021
Net Assets with Donor Restrictions	
Subject to expenditure for specified purpose	
Measure G1	$ 352,018

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors for the year ended June 30, 2026.

Net assets released from donor restrictions		
Measure G1	$	106,054
State Programs		206,171
Total net assets released from donor restrictions	$	312,225

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 Public Employees' Retirement System (CalPERS).

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.

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, 2024, annual actuarial valuation report, Schools Pool Actuarial Valuation. This report and CalPERS audited financial information are publicly 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, 2026, are summarized as follows:

	School Employer Pool (CalPERS)	
Hire date	On or before December 31, 2012	On or after 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	7.00%	8.00%
Required employer contribution rate	26.81%	26.81%

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 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 Organization 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, 2026, are presented above and the total Organization's contributions were $1,193,891.

Note 10 - Contingencies, Risks, and Uncertainties

The Organization 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.

The Organization's credit filings remain open for potential examination by the Internal Revenue Service through the statute of limitations, which has varying expiration dates extending through 2028. Any disallowed claims resulting from such examinations could be subject to repayment to the federal government.

Note 11 - Closeout Procedures - American Indian Public Charter School (AIPCS)

The Governing Board of the American Indian Model Schools voted to close AIPCS (Charter No. 0106) effective June 30, 2026. As part of the final audit, American Indian Model Schools is required to determine the net assets or liabilities and disclose required information. As of June 30, 2026, account balances were as follows:

	AIPCS
Assets	
Current assets	
Cash	$ 843,874
Receivables	400,874
Intra-entity receivable	351,381
Prepaid expenses	498
Total current assets	1,596,627
Noncurrent assets	
Security deposit	2,500
Property and equipment	62,074
Operating lease right-of-use asset	3,283
Total noncurrent assets	67,857
Total assets	$ 1,664,484
Liabilities	
Current liabilities	
Accounts payable	$ 434,660
Refundable advance	48,798
Current portion of operating lease liability	2,607
Total current liabilities	486,065
Long-term liabilities	
Operating lease liability, less current portion	669
Total liabilities	486,734
Net Assets	
Without donor restrictions	1,070,860
With donor restrictions	106,890
Total net assets	1,177,750
Total liabilities and net assets	$ 1,664,484

On April 22, 2026, the Governing Board of American Indian Model Schools voted to close AIPCS (Charter No. 0106), effective June 30, 2026. The Governing Board determined that due to maintaining two separate charters for what is functionally one school, created a duplicative administrative burden, and also due to declining enrollment the Governing Board has decided to consolidate AIPCS (Charter No.0106) with AIPCS II (Charter No. 0882). American Indian Model Schools will follow the closure procedures as required under the Charter School's Charter, the Charter Schools Act, and Title 5 of the California Code of Regulations, Section 11962. As part of the final audit, the Charter School is required to determine the net assets or liabilities and disclose required information:

1. American Indian Public Charter School (Charter No. 0106) had an operating shortage of $(363,530) and an ending balance of $1,177,750;
2. American Indian Public Charter School (Charter No. 0106) has inventoried and assigned a fair market value to all usable furnishings, equipment, and supplies and has, as per the Organization's Board approval; redistributed all usable furnishings, equipment, and supplies it has received per their bylaws;
3. No donated materials were required to be returned;
4. All grants and restricted categorial funds have been identified and returned to their source according to the terms of the grant or state and federal law; the Organization has prepared and submitted a final expenditure report; Written notification was made to the State Superintendent of Public Instruction for the Closure of American Indian Public Charter School (Charter No. 0106).

Note 12 - Subsequent Events

The Organization's management has evaluated events or transactions that may occur for potential recognition or disclosure in the combined financial statements through October 27,2026, which is the date the combined 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 combined financial statements.

During fiscal year 2025-2026, the organization established CharterCrafted Campuses, LLC to facilitate the activities related to the note payable to East West Bank for the property located at 171 12th Street, Oakland, CA 94607. All transactions will be reported in fiscal year 2026-2027 consolidated combined financial statements.

Supplementary Information
June 30, 2026

American Indian Model Schools

American Indian Models Schools
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2026

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Passed through California Department of Education (CDE)			
Special Education Cluster (IDEA)			
Basic Local Assistance Entitlement, Part B, Sec 611	84.027	13379	$ 193,177
Mental Health Average Daily Attendance (ADA) Allocation, Part B, Sec 611	84.027A	15197	14,267
Total Special Education Cluster (IDEA)			207,444
Passed through CDE			
Title I, Part A, Basic Grants Low-Income and Neglected	84.010	14329	383,619
Title II, Part A, Supporting Effective Instruction	84.367	14341	60,635
Title III, English Learner Student Program	84.365	14346	177,769
Title IV, Part A, Student Support and Academic Enrichment	84.424	15396	42,031
Total U.S. Department of Education			871,498
U.S. Department of Agriculture			
Passed through CDE			
Child Nutrition Cluster			
School Breakfast Program Severe Needy	10.553	13526	89,523
School Lunch Section 4	10.555	13523	372,516
School Lunch Section 11	10.555	13524	8,131
After School Meal Supplements	10.555	13755	42,180
Total U.S. Department of Agriculture			512,350
Total Federal Financial Assistance			$ 1,383,848

See Note to Supplementary Information

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American Indian Model Schools
Schedule of Average Daily Attendance
June 30, 2026

	AIPCS	
	(Revised) Second Period Report	Annual Report
Regular ADA		
Sixth	22.98	22.53
Seventh and eighth	100.58	98.47
Total regular ADA	123.56	121.00
Classroom based ADA		
Sixth	22.98	22.53
Seventh and eighth	100.58	98.47
Total classroom based ADA	123.56	121.00

AIPCS did not participate in the Attendance Recovery Program.

	AIPCS II	
	(Revised) Second Period Report	Annual Report
Regular ADA		
Kindergarten through third	203.01	201.63
Fourth through sixth	185.26	185.87
Seventh and eighth	97.17	97.20
Total Regular ADA	485.44	484.70
Special Education, Nonpublic, Nonsectarian Schools		
Transitional kindergarten through third	0.64	0.63
Total Regular ADA	486.08	485.33
Classroom based ADA		
Kindergarten through third	203.01	201.63
Fourth through sixth	185.26	185.87
Seventh and eighth	97.17	97.20
Total classroom based ADA	485.44	484.70
Special Education, Nonpublic, Nonsectarian Schools		
Transitional kindergarten through third	0.64	0.63
Total Classroom based ADA	486.08	485.33

AIPCS II had .16 in Attendance Recovery for the P2 reporting period and .12 in Attendance Recovery for the Annual Reporting Period.

American Indian Model Schools
Schedule of Average Daily Attendance
June 30, 2026

	AIPHS	
	(Revised) Second Period Report	Annual Report
Regular ADA		
Ninth through twelfth	337.43	333.15
Special Education, Nonpublic, Nonsectarian Schools		
Ninth through twelfth	0.85	0.70
Total Regular ADA	338.28	333.85
Classroom based ADA		
Ninth through twelfth	337.43	333.15
Special Education, Nonpublic, Nonsectarian Schools		
Ninth through twelfth	0.85	0.70
Total Classroom Based ADA	338.28	333.85

The Charter School had .40 in Attendance Recovery for the P2 reporting period and .31 in Attendance Recovery for the Annual Reporting Period.

See Note to Supplementary Information

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American Indian Model Schools

Schedule of Instructional Time

Year Ended June 30, 2026

AIPCS

Grade Level	1986-1987 Minutes Requirement	2025-2026 Actual Minutes	Total Minutes Offered	Number of Actual Days: Traditional Calendar	Number of Actual Days: Multitrack Calendar	Total Days Offered	Status
Grades 6 - 8	54,000						
Grade 6		57,290	57,290	180	N/A	180	Complied
Grade 7		57,290	57,290	180	N/A	180	Complied
Grade 8		57,290	57,290	180	N/A	180	Complied

AIPCS II

Grade Level	1986-1987 Minutes Requirement	2025-2026 Actual Minutes	Total Minutes Offered	Number of Actual Days: Traditional Calendar	Number of Actual Days: Multitrack Calendar	Total Days Offered	Status
Kindergarten	36,000	58,240	58,240	180	N/A	180	Complied
Grades 1 - 3	50,400						
Grade 1		58,240	58,240	180	N/A	180	Complied
Grade 2		58,240	58,240	180	N/A	180	Complied
Grade 3		60,380	60,380	180	N/A	180	Complied
Grades 4 - 8	54,000						
Grade 4		60,380	60,380	180	N/A	180	Complied
Grade 5		60,380	60,380	180	N/A	180	Complied
Grade 6		57,290	57,290	180	N/A	180	Complied
Grade 7		57,290	57,290	180	N/A	180	Complied
Grade 8		57,290	57,290	180	N/A	180	Complied

See Note to Supplementary Information

Powered by BoardOnTrack

American Indian Model Schools

Schedule of Instructional Time

Year Ended June 30, 2026

AIPHS

Grade Level	1986-1987 Minutes Requirement	2025-2026 Actual Minutes	Total Minutes Offered	Number of Actual Days		Total Days Offered	Status
				Traditional Calendar	Multitrack Calendar		
Grades 9 - 12	64,800						
Grade 9		65,390	65,390	180	N/A	180	Complied
Grade 10		65,390	65,390	180	N/A	180	Complied
Grade 11		65,390	65,390	180	N/A	180	Complied
Grade 12		65,390	65,390	180	N/A	180	Complied

See Note to Supplementary Information

American Indian Model Schools

Reconciliation of Annual Financial and Budget Report with Audited Combining Financial Statements

Year Ended June 30, 2026

Summarized below are the net asset reconciliations between the Unaudited Actual Financial Report and the audited combining financial statements.

Net Assets	AIPCS II	AIPHS
Balance, June 30, 2026, Unaudited Actuals	$ 6,702,110	$ 2,582,441
Decrease in		
Property and equipment, net	(166,418)	-
Operating lease right-of-use asset	-	(279,789)
Operating lease liability	-	281,582
Balance, June 30, 2026, Audited Financial Statements	$ 6,535,692	$ 2,584,234

See Note to Supplementary Information

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American Indian Model Schools
Combining Statement of Financial Position
June 30, 2026

	Central Office	AIPCS	AIPCS II
Assets			
Current assets			
Cash	$ 604,866	$ 843,874	$ 6,715,641
Receivables	-	400,874	2,175,034
Intra-entity receivable	-	351,381	-
Prepaid expenses	100,260	498	1,801
Total current assets	705,126	1,596,627	8,892,476
Noncurrent assets			
Security deposit	-	2,500	27,250
Property and equipment	-	62,074	6,638,859
Operating lease right-of-use asset	-	3,283	-
Derivative asset - interest rate swap	-	-	489,532
Total noncurrent assets	-	67,857	7,155,641
Total assets	$ 705,126	$ 1,664,484	$ 16,048,117
Liabilities			
Current liabilities			
Accounts payable	$ 234,727	$ 434,660	$ 528,933
Refundable advance	-	48,798	1,173,900
Intra-entity payable	471,036	-	-
Current portion of notes payable	-	-	267,452
Current portion of operating lease liability	-	2,607	2,607
Total current liabilities	705,763	486,065	1,972,892
Long-term liabilities			
Notes payable, less current portion	-	-	7,538,864
Operating lease liability, less current portion	-	669	669
Total long-term liabilities	-	669	7,539,533
Total liabilities	705,763	486,734	9,512,425
Net Assets (Deficit)			
Without donor restrictions	(637)	1,070,860	6,350,501
With donor restrictions	-	106,890	185,191
Total net assets (deficit)	(637)	1,177,750	6,535,692
Total liabilities and net assets	$ 705,126	$ 1,664,484	$ 16,048,117

See Note to Supplementary Information

Powered by BoardOnTrack

American Indian Model Schools
Combining Statement of Financial Position
June 30, 2026

	AIPHS	Elimination	Total
Assets			
Current assets			
Cash	$ 2,783,498	$ -	$ 10,947,879
Receivables	1,157,794	-	3,733,702
Intra-entity receivable	119,655	(471,036)	-
Prepaid expenses	11,797	-	114,356
Total current assets	4,072,744	(471,036)	14,795,937
Noncurrent assets			
Security deposit	7,042	-	36,792
Property and equipment, net	77,622	-	6,778,555
Operating lease right-of-use asset	-	-	3,283
Derivative asset - interest rate swap	-	-	489,532
Total noncurrent assets	84,664	-	7,308,162
Total assets	$ 4,157,408	$ (471,036)	$ 22,104,099
Liabilities			
Current liabilities			
Accounts payable	$ 600,283	$ -	$ 1,798,603
Refundable advance	972,891	-	2,195,589
Intra-entity payable	-	(471,036)	-
Current portion of notes payable	-	-	267,452
Current portion of operating lease liability	-	-	5,214
Total current liabilities	1,573,174	(471,036)	4,266,858
Long-term liabilities			
Notes payable, less current portion	-	-	7,538,864
Operating lease liability, less current portion	-	-	1,338
Total long-term liabilities	-	-	7,540,202
Total liabilities	1,573,174	(471,036)	11,807,060
Net Assets (Deficit)			
Without donor restrictions	2,524,297	-	9,945,021
With donor restrictions	59,937	-	352,018
Total net assets (deficit)	2,584,234	-	10,297,039
Total liabilities and net assets	$ 4,157,408	$ (471,036)	$ 22,104,099

See Note to Supplementary Information

Powered by BoardOnTrack

American Indian Model Schools
Combining Statement of Activities
Year Ended June 30, 2026

	Central Office	AIPCS	AIPCS II
Support and Revenues			
Local Control Funding Formula	$ -	$ 1,775,895	$ 7,092,020
Federal revenue	-	187,524	860,030
Other state revenue	-	757,337	3,781,955
Local revenues	4,036,041	149,488	368,408
Interest income	-	-	876
Rental income	-	13,756	42,485
Fundraising revenue	-	-	3,732
Change in value of interest-rate swap	-	-	(4,687)
Total support and revenues	4,036,041	2,884,000	12,144,819
Expenses			
Program services	-	3,161,456	11,728,896
Management and general	4,036,041	86,038	292,653
Fundraising and development	-	36	3,376
Total expenses	4,036,041	3,247,530	12,024,925
Change in Net Assets (Deficits)	-	(363,530)	119,894
Net Assets (Deficits), Beginning of Year	(637)	1,541,280	6,415,798
Net Assets (Deficits), End of Year	$ (637)	$ 1,177,750	$ 6,535,692

See Note to Supplementary Information

Powered by BoardOnTrack

American Indian Model Schools
Combining Statement of Activities
Year Ended June 30, 2026

	AIPHS	Elimination	Total
Support and Revenues			
Local Control Funding Formula	$ 5,472,798	$ -	$ 14,340,713
Federal revenue	336,294	-	1,383,848
Other state revenue	951,965	-	5,491,257
Local revenues	131,543	(4,036,041)	649,439
Interest income	-	-	876
Rental income	-	-	56,241
Fundraising revenue	-	-	3,732
Change in value of interest-rate swap	-	-	(4,687)
Total support and revenues	6,892,600	(4,036,041)	21,921,419
Expenses			
Program services	7,023,376	(3,822,674)	18,091,054
Management and general	423,592	(213,367)	4,624,957
Fundraising and development	-	-	3,412
Total expenses	7,446,968	(4,036,041)	22,719,423
Change in Net Assets (Deficits)	(554,368)	-	(798,004)
Net Assets (Deficits), Beginning of Year	3,138,602	-	11,095,043
Net Assets (Deficits), End of Year	$ 2,584,234	$ -	$ 10,297,039

See Note to Supplementary Information

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Note 1 - Purpose of Supplementary Schedules

Schedule of Expenditures of Federal Awards

Basis of Presentation
The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the Organization under programs of the federal government for the year ended June 30, 2026. The information 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 Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

Summary of Significant Accounting Policies
Expenditures reported in the schedule are reported on the accrual basis of accounting. When applicable, such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No federal financial assistance has been provided to a subrecipient.

Indirect Cost Rate
The Organization has not elected to use the ten percent de minimus cost rate.

Food Donation
Nonmonetary assistance is reported in this schedule at the fair market value of the commodities received and disbursed. At June 30, 2026, the Organization had no food commodities in inventory.

Schedule of Average Daily Attendance

Average daily attendance (ADA) is a measurement of the number of pupils attending classes of the Organization's. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to local education agencies. This schedule provides information regarding the attendance of students at the Organization.

Schedule of Instructional Time

This schedule presents information on the amount of instructional time offered by the Organization and whether the Organization complied with the provisions of *Education Code* Sections 47612 and 47612.5, if applicable.

The Organization must maintain their instructional minutes at the 1986-87 requirements, as required by *California Education Code* Section 47612.5.

Reconciliation of Annual Financial Report with Audited Combined Financial Statements

This schedule provides the information necessary to reconcile the net assets reported on the unaudited actual financial report to the audited combined financial statements.

Combining Statement of Financial Position and Combining Statement of Activities

The combining statement of financial position and combining statement of activities are included to provide information regarding the individual programs of the charter schools within the Organization and are presented on the accrual basis of accounting. Eliminating entries in the combining statement of financial position and combining statement of activities are for activities between each charter school.

Other Information
June 30, 2026
American Indian Model Schools

American Indian Model Schools

Local Education Agency Organization Structure

June 30, 2026

ORGANIZATION

American Indian Model Schools operate three nonprofit charter schools: American Indian Public Charter School (Charter Number 0106), American Indian Public Charter School II (Charter Number 0882), and American Indian Public High School (Charter Number 0765). The Schools are operating under a charter granted by the Oakland Unified School District and Alameda County Board of Education and offer classroom-based instruction for grades K-12.

GOVERNING BOARD

MEMBER	OFFICE	TERM EXPIRES
Kimi Kean	President	March 11, 2029
Megan Sweet	Treasurer	June 25, 2028
Tiffany Lacasdo	Secretary	June 30, 2030
Steven Leung	Board Director	December 31, 2026

ADMINISTRATION

Jonathan Winn	Head of School K-8
Jimmie Brown	Director of Compliance
Osondu Harambe	Direct of Operations
Irene St. Roseman	Director of Teaching & Learning
Cennie Valeri	Manager of Enrollment & Records
Adria Banihashemi	Manager of ELD
Angel Peacock	Manager of SPED
Christina Jordan	Director of Business Operations
Abigail Genova	Coordinator of Communications

Independent Auditor's Reports
June 30, 2026

American Indian Model Schools

SILVA & SILVA
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Combined Financial Statements Performed in Accordance with *Government Auditing Standards*

Governing Board
American Indian Model Schools
Oakland, 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 (*Government Auditing Standards)*, the combined financial statements of American Indian Model Schools (the Organization), which comprise the statement of financial position as of June 30, 2026, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combined financial statements, and have issued our report thereon dated October 27, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the combined 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 combined 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 Organization's combined 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.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's combined 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 combined 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 Organization'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 Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Brea, California
October 27, 2026

SILVA & SILVA
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance

Governing Board
American Indian Model Schools
Oakland, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited American Indian Model Schools'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 each of Organization's major federal programs for the year ended June 30, 2026. The Organization's major federal programs are identified in the summary of auditor's 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 each of its major federal programs for the year ended June 30, 2026.

Basis for Opinion on Each 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 Auditor's 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 each 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.

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Auditor's 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 each 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 Auditor's 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.

Brea, California
October 27, 2026

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Independent Auditor's Report on State Compliance and on Internal Control Over Compliance

Governing Board
American Indian Model Schools
Oakland, California

Report on Compliance

Opinion on State Compliance

We have audited American Indian Model Schools's (the Organization) compliance with the requirements specified in the *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, applicable to the Organization's state program requirements identified below for the year ended June 30, 2026.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that are applicable to the laws and regulations of the state programs noted in the table below for the year ended June 30, 2026.

Basis for Opinion

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 *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Our responsibilities under those standards are further described in the Auditor's 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 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 opinion. 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 state programs.

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Auditor's 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 *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* will always detect a material noncompliance when it exists. The risk of not detecting a 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 state programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, 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 consider 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 *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal controls over compliance. Accordingly, we express no such opinion; and
- Select and test transactions and records to determine the Organization's compliance with the state laws and regulations applicable to the following items:

2025-2026 K-12 Audit Guide Procedures	Procedures Performed
Local Education Agencies Other Than Charter Schools	
Attendance	Not Applicable
Teacher Certification and Misassignments	Not Applicable
Independent Study	Not Applicable
Continuation Education	Not Applicable
Instructional Time	Not Applicable
Instructional Materials	Not Applicable
Ratio of Administrative Employees to Teachers	Not Applicable
Classroom Teacher Salaries	Not Applicable
Early Retirement Incentive	Not Applicable
GANN Limit Calculation	Not Applicable

2025-2026 K-12 Audit Guide Procedures	Procedures Performed
School Accountability Report Card	Not Applicable
Juvenile Court Schools	Not Applicable
Middle or Early College High Schools	Not Applicable
K-3 Grade Span Adjustment	Not Applicable
Apprenticeship: Related and Supplemental Instruction	Not Applicable
District of Choice	Not Applicable
Home to School Transportation Reimbursement	Not Applicable
School Districts, County Offices of Education, and Charter Schools	
Proposition 28 Arts and Music in Schools	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
Immunizations	Yes
Educator Effectiveness	Yes
Career Technical Education Incentive Grant	Not Applicable
Expanded Learning Opportunities Program	Yes
Transitional Kindergarten	Not Applicable
Kindergarten Continuance	Yes
Comprehensive School Safety Plan	Yes
Attendance Recovery	Yes
Charter Schools	
Attendance	Yes
Mode of Instruction	Yes
Nonclassroom-Based Instruction/Independent Study	Not Applicable
Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
Annual Instructional Minutes – Classroom Based	Yes
Charter School Facility Grant Program	Not Applicable

The term “Not Applicable” above indicates that either the Organization did not offer the program during the current fiscal year, did not participate in it, or that the program is intended for a different type of local education agency.

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 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 a material noncompliance with a compliance requirement 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 that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention from those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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 *2025-2026 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.



Brea, California
October 27, 2026

Schedule of Findings and Questioned Costs
June 30, 2026

American Indian Model Schools

American Indian Model Schools
Summary of Auditor's Results
Year Ended June 30, 2026

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major program	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a)	No

Identification of major programs:

Name of Federal Program or Cluster	Federal Financial Assistance Listing
Title I, Part A, Basic Grants Low-Income and Neglected	84.010
Child Nutrition Cluster	10.553, 10.555

Dollar threshold used to distinguish between type A and type B programs	$1,000,000
Auditee qualified as low-risk auditee?	No

State Compliance

Internal control over state compliance for programs	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Other matters to be reported	No
Type of auditor's report issued on compliance for programs	Unmodified

American Indian Model Schools
Financial Statement Findings
Year Ended June 30, 2026

None reported.

American Indian Model Schools
Federal Awards Findings and Questioned Costs
Year Ended June 30, 2026

None reported.

American Indian Model Schools
State Compliance Findings and Questioned Costs
Year Ended June 30, 2026

None reported.

American Indian Model Schools
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2026

None reported.