



***INSPIRE CHARTER SCHOOLS***

3840 Rosin Court #200, Sacramento CA 95834

Phone (916) 568-9959 \* Fax (916) 664-3995

**Regular Board Meeting  
Inspire Charter Schools - Winship - Central  
March 3, 2018 - 12:00 pm - 2:00 pm  
3840 Rosin Court # 200  
Sacramento, CA 95834  
AGENDA**

1. Call to Order
2. Public Comment
3. Approval of Minutes
4. Approval of the July-January Financials
5. Acceptance of the First Interim
6. Approval of the 2016-2017 Audit
7. Signing of the "Audit Certification"
8. Fiscal Policy and Procedures Update
9. Board Resolution To Give Notice To CharterSAFE
10. Adjournment

Public comment rules: Members of the public may address the Board on agenda or non-agenda items. Please fill out a yellow card available at the entrance. Speakers may be called in the order that requests are received, or grouped by subject area. We ask that comments are limited to 2 minutes each, with no more than 15 minutes per single topic so that as many people as possible may be heard. By law, the Board is allowed to take action only on items on the agenda. The Board may, at its discretion, refer a matter to district staff or calendar the issue for future discussion.

Note: Inspire Charter Schools Governing Board encourages those with disabilities to participate fully in the public meeting process. If you need a disability-related modification or accommodation, including auxiliary aids or services, to participate in the public meeting, please contact the Governing Board Office at 818-207-3837 at least 48 hours before the scheduled board meeting so that we may make every reasonable effort to accommodate you. (Government Code § 54954.2; Americans with Disabilities Act of 1990, § 202 (42 U.S.C. § 12132)).



**INSPIRE CHARTER SCHOOLS**

3840 Rosin Court #200, Sacramento CA 95834

Phone (916) 568-9959 \* Fax (916) 664-3995

Regular Scheduled Board Meeting - Inspire Charter Schools - Winship - Central

December 9, 2017 - 10:00 am - 12:00 pm

3840 Rosin Court # 200

Sacramento, CA 95834

Attendance: Jenny Thompson, Wes Carpenter and Julisa Platte

Absent: None

Also Present: Nick Nichols, Kimmi Buzzard, Shari Erlendson, Bryanna Brossman, Chris Williams and Shannon Carpenter and Dr. Laurie Goodman.

**Call to Order:**

Jenny Thompson called the meeting to order at 10:19 am.

**Public Comments:**

None

**Approval of Minutes:**

Wes Carpenter moved to approve the minutes. Julisa Platte seconded.

-Unanimous.

**Primavera Resolution:**

The resolution was not necessary at this point.

**Instructional Funds Policy- Educational Travel:**

Jenny Thompson moved to approve the Instructional Funds Policy. Julisa Platte seconded.

-Unanimous

**Review of July-October Financials**

Julisa Platte moved to approve the July - October Financials. Wes Carpenter seconded.

-Unanimous

**SELPA Resolution and Participation Agreement:**

Wes Carpenter moved to approve the Board Resolution Approval of El Dorado Charter SELPA Participation Agreement. Julisa Platte seconded.

-Unanimous



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**Adjournment:**

Julisa Platte motioned to adjourn the meeting at 11: 02 am. Wes Carpenter seconded.

-Unanimous

Prepared By:

Bryanna Brossman

Noted By:

Julisa Platte

Board Secretary



***INSPIRE CHARTER SCHOOLS***

3840 Rosin Court #200, Sacramento CA 95834

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Special Board Meeting - Inspire Charter Schools - Winship - Central

January 10, 2018 - 5:20 pm - 5:40 pm

3840 Rosin Court # 200

Sacramento, CA 95834

Attendance: Jenny Thompson, Wes Carpenter and Julisa Platte- Teleconference.

Absent: None

Also Present: Nick Nichols, Kimmi Buzzard, Shari Erlendson, Erika Vanderspek, Bryanna Brossman, Edward Robillard and Greg Bordo - Teleconference.

**Call to Order:**

Jenny Thompson called the meeting to order at 5:26 pm.

**Public Comments:**

None.

**Board Resolution - Certificate of Consent to Self-Insure Workers Compensation Liability:**

Jenny Thompson moved to approve the Board Resolution. Wes Carpenter seconded.

-Unanimous

**Board Resolution - To Authorize Fees for Professional, Software and CTE Development:**

Julisa Platte moved to approve the Board Resolution. Jenny Thompson seconded.

-Unanimous

**Adjournment:**

Jenny Thompson motioned to adjourn the meeting at 5:42pm. Julisa Platte seconded.

-Unanimous

Prepared By:

Bryanna Brossman



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3840 Rosin Court #200, Sacramento CA 95834

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Noted By:

Julisa Platte

Board Secretary

Fund Balance Progress - Winship

<b>P2 of 92</b>	July	August	September	October	November	December	January	February	March	April	May	June
State Aid - Revenue Limit	65,202	65,202	65,202	65,202	65,202	65,202	65,202	65,202	65,202	65,202	65,202	65,202
Federal Revenue	963	963	963	963	963	963	963	963	963	963	963	963
Other State Revenue	6,117	6,117	6,117	6,117	6,117	6,117	6,117	6,117	6,117	6,117	6,117	6,117
<b>Total Revenue:</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>	<b>72,281</b>
Actual/Expected	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Expected	Expected	Expected	Expected	Expected
<b>Certificated Salaries</b>	35,398	22,631	(13,912)	17,402	15,292	13,474	14,913	14,892	14,892	14,892	14,892	14,892
<b>Classified Salaries</b>	1,328	2,635	6,566	11,380	3,941	3,430	3,813	3,813	3,813	3,813	3,813	3,813
<b>Benefits</b>	6,355	4,694	(1,060)	4,714	3,145	2,785	3,652	3,181	3,181	3,181	3,181	3,181
<b>Books and Supplies</b>	3,619	4,295	15,754	8,816	5,747	5,822	10,874	11,106	11,106	11,106	11,106	11,106
<b>Subagreement Services</b>	-	197	130	573	4,311	30,206	10,110	32,225	32,225	32,225	32,225	32,225
Professional/Consulting Services	974	4,025	1,696	4,311	476	1,434	1,359	3,272	5,910	6,206	5,910	14,207
Facilities, Repairs and Other Leases	-	-	50	947	100	-	215	735	735	735	735	735
Operations and Housekeeping	54	2,376	9,475	4,965	1,076	2,164	2,785	2,399	2,399	2,399	2,399	2,399
Depreciation	-	-	-	-	-	167	167	167	167	167	167	167
Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses:</b>	<b>47,729</b>	<b>40,853</b>	<b>18,699</b>	<b>53,109</b>	<b>34,089</b>	<b>59,482</b>	<b>47,889</b>	<b>71,789</b>	<b>74,427</b>	<b>74,723</b>	<b>74,427</b>	<b>82,724</b>
Surplus/Deficit	24,553	31,428	53,582	19,172	38,193	12,800	24,392	492	(2,146)	(2,442)	(2,146)	(10,443)
<b>Cumulative Fund Balance</b>	<b>24,553</b>	<b>55,981</b>	<b>109,563</b>	<b>128,735</b>	<b>166,928</b>	<b>179,728</b>	<b>204,120</b>	<b>204,613</b>	<b>202,466</b>	<b>200,024</b>	<b>197,878</b>	<b>187,435</b>
Beginning Fund Balance	(170,929)	(146,376)	(114,948)	(61,366)	(42,194)	(4,001)	8,799	33,191	33,684	31,537	29,095	26,949
Ending Fund Balance	(146,376)	(114,948)	(61,366)	(42,194)	(4,001)	8,799	33,191	33,684	31,537	29,095	26,949	16,506

# Winship Community School

## Monthly Cash Flow/Budget FY17-18

Revised 02/22/18

ADA = 92.42



	Prior Year P2 and PENSEC Estimates						P-1				P-2		Annual Budget	Original Budget Total		Favorable / (Unfav.)
	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals			
<b>Revenues</b>																
<b>State Aid - Revenue Limit</b>																
8011 LCFF State Aid	-	15,049	15,049	27,088	27,088	27,088	27,088	27,088	113,324	113,324	113,324	113,324	113,329	732,163	535,629	196,535
8012 Education Protection Account	-	-	-	1,998	-	-	1,997	-	-	9,861	-	-	4,628	18,484	14,250	4,234
8096 In Lieu of Property Taxes	-	1,319	2,637	1,758	1,758	1,758	1,758	1,758	3,464	3,464	3,464	3,464	5,171	31,774	51,603	(19,829)
	-	16,368	17,686	30,844	28,846	28,846	30,843	28,846	116,788	126,649	116,788	116,788	123,128	782,421	601,481	180,940
<b>Federal Revenue</b>																
8181 Special Education - Entitlement	-	-	-	-	-	-	-	-	5,776	-	-	2,888	2,888	11,553	8,906	2,646
	-	-	-	-	-	-	-	-	5,776	-	-	2,888	2,888	11,553	8,906	2,646
<b>Other State Revenue</b>																
8311 State Special Education	-	979	979	1,763	1,763	1,763	1,763	1,763	7,699	7,699	7,699	7,699	5,936	47,504	36,623	10,881
8550 Mandated Cost	-	-	-	-	-	-	1,962	635	-	1,962	-	1,961	-	6,520	7,351	(830)
8560 State Lottery	-	-	-	-	-	-	2,485	-	-	2,485	-	-	12,959	17,929	13,466	4,463
8598 Prior Year Revenue	-	-	6	-	-	-	1,442	-	-	-	-	-	-	1,448	-	1,448
	-	979	985	1,763	1,763	1,763	7,652	2,398	7,699	12,146	7,699	9,660	18,895	73,402	57,440	15,962
<b>Total Revenue</b>	-	17,347	18,671	32,607	30,609	30,609	38,495	31,244	130,263	138,795	124,487	129,337	144,911	867,376	667,827	199,548
<b>Expenses</b>																
<b>Certificated Salaries</b>																
1100 Teachers' Salaries	12,359	13,938	16,098	16,479	14,770	12,857	14,291	14,291	14,291	14,291	14,291	14,291	-	172,250	166,765	(5,485)
1175 Teachers' Extra Duty/Stipends	-	238	601	726	522	616	621	587	608	605	600	605	-	6,330	-	(6,330)
1300 Administrators' Salaries	23,039	8,455	(30,611)	196	-	-	-	-	-	-	-	-	-	1,079	25,960	24,881
	35,398	22,631	(13,912)	17,402	15,292	13,474	14,913	14,878	14,899	14,897	14,891	14,896	-	179,659	192,725	13,066
<b>Classified Salaries</b>																
2100 Instructional Salaries	1,328	2,635	6,566	11,380	3,941	3,430	3,813	3,813	3,813	3,813	3,813	3,813	-	52,158	44,493	(7,665)
2200 Support Salaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,750	2,750
	1,328	2,635	6,566	11,380	3,941	3,430	3,813	3,813	3,813	3,813	3,813	3,813	-	52,158	47,243	(4,915)
<b>Benefits</b>																
3101 STRS	4,721	3,218	(1,681)	2,475	2,207	1,944	2,152	2,147	2,150	2,150	2,149	2,149	-	25,780	27,810	2,030
3301 OASDI	54	135	379	677	244	213	236	236	236	236	236	236	-	3,120	2,929	(191)
3311 Medicare	518	353	(115)	406	279	245	272	271	271	271	271	271	-	3,314	3,480	166
3401 Health and Welfare	-	-	-	-	-	-	-	-	-	-	-	-	-	-	37,500	37,500
3501 State Unemployment	1,062	243	(388)	411	146	146	730	584	292	146	146	146	-	3,665	4,172	507
3601 Workers' Compensation	-	745	745	745	269	237	262	262	262	262	262	262	-	4,312	3,360	(953)
	6,355	4,694	(1,060)	4,714	3,145	2,785	3,652	3,500	3,212	3,065	3,064	3,065	-	40,191	79,250	39,059
<b>Books and Supplies</b>																
4100 Textbooks and Core Materials	-	-	12,464	-	-	-	-	5,543	4,751	3,959	1,584	-	-	28,301	6,229	(22,072)
4200 Books and Reference Materials	-	-	-	2,124	-	1,211	2,751	1,578	1,353	1,127	451	-	-	10,595	-	(10,595)
4302 School Supplies	-	500	929	895	3,048	1,153	2,574	1,213	1,040	866	347	-	-	12,566	3,432	(9,134)
4303 Special Activities/Field Trips	-	-	140	182	96	500	70	452	387	323	129	-	-	2,279	67	(2,212)
4305 Software	3,619	2,837	1,634	5,615	2,518	2,880	750	7,752	6,644	5,537	2,215	-	-	42,000	44,745	2,745
4400 Noncapitalized Equipment	-	958	586	-	85	78	4,730	2,897	2,483	2,069	828	-	-	14,715	22,994	8,279
	3,619	4,295	15,754	8,816	5,747	5,822	10,874	19,435	16,658	13,882	5,553	-	-	110,456	77,467	(32,989)

# Winship Community School

## Monthly Cash Flow/Budget FY17-18

Revised 02/22/18

ADA = 92.42



Revised 02/22/18

ADA = 92.42

	Prior Year P2 and PENSEC Estimates							P-1				P-2				
	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals	Annual Budget	Original Budget Total	Favorable / (Unfav.)
Subagreement Services																
5102 Special Education	-	-	-	440	220	220	264	7,408	7,584	7,612	8,241	8,241	12,480	52,712	37,792	(14,920)
5105 Security	-	-	-	128	-	-	-	-	-	-	-	-	-	128	-	(128)
5106 Other Educational Consultants	-	197	130	6	4,091	29,986	9,846	38,345	32,867	27,390	10,956	-	-	153,814	162,278	8,464
	-	197	130	573	4,311	30,206	10,110	45,754	40,451	35,002	19,197	8,241	12,480	206,653	200,070	(6,583)
Professional/Consulting Services																
5802 Audit & Taxes	-	-	-	3,200	-	-	-	-	-	-	-	-	-	3,200	-	(3,200)
5803 Legal	-	-	552	-	77	-	(21)	-	-	-	-	-	-	607	-	(607)
5804 Professional Development	-	1,155	-	-	(463)	-	83	235	235	235	235	235	-	1,951	2,000	49
5805 General Consulting	-	170	170	-	222	32	16	556	556	556	556	556	-	3,388	5,000	1,612
5810 Payroll Service Fee	-	1,726	-	137	34	114	(6)	327	327	327	327	327	-	3,642	3,600	(42)
5811 Management Fee	974	974	974	974	607	1,288	1,288	1,288	1,288	1,288	1,288	1,288	-	13,519	11,687	(1,832)
5812 District Oversight Fee	-	-	-	-	-	-	-	865	3,504	3,799	3,504	3,504	8,297	23,473	6,015	(17,458)
5814 SPED Encroachment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,821	1,821
	974	4,025	1,696	4,311	476	1,434	1,359	3,272	5,910	6,206	5,910	5,910	8,297	49,779	30,123	(19,656)
Facilities, Repairs and Other Leases																
5603 Equipment Leases	-	-	-	741	-	-	-	-	-	-	-	-	-	741	-	(741)
5610 Repairs and Maintenance	-	-	50	206	100	-	215	735	735	735	735	735	-	4,248	5,000	752
	-	-	50	947	100	-	215	735	735	735	735	735	-	4,989	5,000	11
Operations and Housekeeping																
5201 Auto and Travel	-	-	160	235	166	41	794	42	42	42	42	42	-	1,604	500	(1,104)
5203 Business Meals	10	-	39	-	-	-	-	357	357	357	357	357	-	1,835	2,500	665
5300 Dues & Memberships	-	710	-	-	-	-	-	27	27	27	27	27	-	846	300	(546)
5400 Insurance	-	528	528	3,300	528	106	106	106	106	106	106	106	-	5,622	5,000	(622)
5501 Utilities	-	-	-	491	-	1,711	-	-	-	-	-	-	-	2,202	-	(2,202)
5502 Janitorial/Trash Removal	-	-	8,005	196	-	-	-	-	-	-	-	-	-	8,201	-	(8,201)
5510 Office Expense	-	-	157	-	99	-	65	588	588	588	588	588	-	3,262	10,000	6,738
5511 Postage and Shipping	44	-	387	11	14	104	12	133	133	133	133	133	-	1,240	1,000	(240)
5512 Printing	-	-	45	186	-	-	-	44	44	44	44	44	-	452	300	(152)
5513 Other taxes and fees	-	647	-	384	183	16	455	290	290	290	290	290	-	3,134	2,000	(1,134)
5514 Bank Charges	-	285	98	82	80	187	886	15	15	15	15	15	-	1,694	300	(1,394)
5515 Public Relations/Recruitment	-	206	26	-	-	-	467	147	147	147	147	147	-	1,435	1,000	(435)
5900 Communications	-	-	30	79	5	-	-	649	649	649	649	649	-	3,361	5,000	1,639
	54	2,376	9,475	4,965	1,076	2,164	2,785	2,399	2,399	2,399	2,399	2,399	-	34,888	27,900	(6,988)
Depreciation																
6900 Depreciation Expense	-	-	-	-	-	167	167	167	167	167	167	167	-	1,167	-	(1,167)
Total Expenses	47,729	40,853	18,699	53,109	34,089	59,482	47,889	93,951	88,244	80,165	55,729	39,226	20,777	679,940	659,778	(20,163)
Monthly Surplus (Deficit)	(47,729)	(23,506)	(28)	(20,502)	(3,480)	(28,873)	(9,394)	(62,707)	42,019	58,630	68,758	90,111	124,134	187,435	8,049	179,386



# Winship Community School

## Monthly Cash Flow/Budget FY17-18

Revised 02/22/18

ADA = 92.42



### Cash Flow Adjustments

	Prior Year P2 and PENSEC Estimates						P-1				P-2		Annual Budget	Original Budget Total	Favorable / (Unfav.)
	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals		
Monthly Surplus (Deficit)	(47,729)	(23,506)	(28)	(20,502)	(3,480)	(28,873)	(9,394)	(62,707)	42,019	58,630	68,758	90,111	124,134	28%	
Cash flows from operating activities															
Depreciation/Amortization	-	-	-	-	-	167	167	167	167	167	167	167	-	1,167	
Public Funding Receivables	-	(1,319)	(17,686)	19,005	(28,846)	(16,489)	21,536	16,570	-	-	-	-	(144,911)	(152,140)	
Grants and Contributions Rec.	121,384	-	-	(2,874)	7,312	14,731	(133)	-	-	-	-	-	-	140,420	
Due To/From Related Parties	(97,421)	27,890	45,103	37,574	(35,979)	110,318	(86,446)	-	-	-	-	-	-	1,038	
Prepaid Expenses	(14,122)	7,700	(18,162)	10,482	8,215	497	0	-	-	-	-	-	-	(5,389)	
Accounts Payable	128	163	2,572	(896)	7,837	19,899	(19,279)	-	-	-	-	-	20,777	31,201	
Accrued Expenses	6,637	(3,422)	(9,545)	1,762	(5,315)	(4,070)	(5,036)	-	-	-	-	-	-	(18,989)	
Cash flows from investing activities															
Purchases of Prop. And Equip.	-	-	-	-	-	(10,000)	-	-	-	-	-	-	-	(10,000)	
Total Change in Cash	(31,123)	7,507	2,255	44,550	(50,255)	86,179	(98,586)	(45,971)	42,186	58,797	68,925	90,278			
Cash, Beginning of Month	24,646	(6,477)	1,029	3,284	47,834	(2,420)	83,759	(14,827)	(60,798)	(18,612)	40,185	109,110			
Cash, End of Month	(6,477)	1,029	3,284	47,834	(2,420)	83,759	(14,827)	(60,798)	(18,612)	40,185	109,110	199,388			

Fund Balance Progress - Inspire Charter School - Central

<b>P2 of 1,050</b>	July	August	September	October	November	December	January	February	March	April	May	June
State Aid - Revenue Limit	739,493	739,493	739,493	739,493	739,493	739,493	739,493	739,493	739,493	739,493	739,493	739,493
Federal Revenue	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940	10,940
Other State Revenue	68,862	68,862	68,862	68,862	68,862	68,862	68,862	68,862	68,862	68,862	68,862	68,862
<b>Total Revenue:</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>	<b>819,295</b>
Actual/Expected	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Expected	Expected	Expected	Expected	Expected
<b>Certificated Salaries</b>	100,413	184,532	240,555	216,714	229,770	244,237	245,604	243,925	243,925	243,925	243,925	243,925
<b>Classified Salaries</b>	93,700	99,129	96,428	110,706	92,705	97,425	97,425	97,425	97,425	97,425	97,425	97,425
<b>Benefits</b>	48,615	62,611	77,159	107,760	86,265	91,364	98,437	92,611	92,611	92,611	92,611	92,611
<b>Books and Supplies</b>	129,958	207,197	190,127	145,113	124,355	150,119	119,850	271,809	271,809	271,809	271,809	271,809
<b>Subagreement Services</b>	26,163	34,995	55,393	142,377	124,187	94,501	91,530	63,906	63,906	63,906	63,906	63,906
Professional/Consulting Services	17,451	21,781	21,610	23,854	17,418	17,181	23,342	29,004	60,720	64,297	58,053	143,999
Facilities, Repairs and Other Leases	11,882	11,882	14,416	14,549	14,422	14,597	46,647	15,765	15,765	15,765	15,765	15,765
Operations and Housekeeping	3,064	9,808	11,439	10,291	12,858	2,163	22,861	7,175	7,175	7,175	7,175	7,175
Depreciation	-	-	-	-	-	-	-	-	-	-	-	-
Interest	17,534	46,592	46,141	77,191	-	54,639	137,422	71,939	63,007	-	63,007	-
<b>Total Expenses:</b>	<b>448,780</b>	<b>678,526</b>	<b>753,267</b>	<b>848,555</b>	<b>701,981</b>	<b>766,225</b>	<b>883,119</b>	<b>893,559</b>	<b>916,344</b>	<b>856,913</b>	<b>913,677</b>	<b>936,616</b>
Surplus/Deficit	370,515	140,768	66,028	(29,260)	117,314	53,070	(63,824)	(74,264)	(97,049)	(37,619)	(94,382)	(117,321)
<b>Cumulative Fund Balance</b>	<b>370,515</b>	<b>511,284</b>	<b>577,312</b>	<b>548,052</b>	<b>665,366</b>	<b>718,435</b>	<b>654,611</b>	<b>580,347</b>	<b>483,298</b>	<b>445,679</b>	<b>351,297</b>	<b>233,976</b>
Beginning Fund Balance	(1,766)	368,749	509,518	575,546	546,286	663,600	716,669	652,845	578,581	481,532	443,913	349,531
Ending Fund Balance	368,749	509,518	575,546	546,286	663,600	716,669	652,845	578,581	481,532	443,913	349,531	232,210

Inspire Charter School - Central

Monthly Cash Flow/Forecast FY17-18

Revised 02/23/18

ADA = 1050.26



Revised 02/23/18

ADA = 1050.26

Prior Year P2 and PENSEC Estimates							P-1				P-2		Annual Forecast	Original Budget Total	Favorable / (Unfav.)	
Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals				
Revenues														ADA = 1187.50		
State Aid - Revenue Limit																
8011 LCFF State Aid	-	149,048	149,048	268,286	268,286	268,287	268,286	268,286	1,357,470	1,357,470	1,357,470	1,357,470	1,286,211	8,355,618	9,422,700	(1,067,082)
8012 Education Protection Account	-	-	-	19,117	-	-	19,116	-	-	119,222	-	-	52,597	210,052	237,500	(27,448)
8096 In Lieu of Property Taxes	-	30,883	20,530	23,951	13,686	13,686	13,686	63,940	31,970	31,970	31,970	31,970	-	308,241	568,029	(259,788)
	-	179,931	169,578	311,354	281,972	281,973	301,088	332,226	1,389,440	1,508,662	1,389,440	1,389,440	1,338,808	8,873,910	10,228,229	(1,354,318)
Federal Revenue																
8181 Special Education - Entitlement	-	-	-	-	-	-	-	-	65,641	-	-	32,821	32,821	131,283	148,438	(17,155)
	-	-	-	-	-	-	-	-	65,641	-	-	32,821	32,821	131,283	148,438	(17,155)
Other State Revenue																
8311 State Special Education	9,371	9,371	16,868	16,868	16,868	16,868	16,868	87,350	87,350	87,350	87,350	87,350	-	539,834	610,375	(70,541)
8550 Mandated Cost	-	-	-	-	-	6,789	18,775	-	-	18,775	-	18,775	-	63,114	90,077	(26,963)
8560 State Lottery	-	-	-	-	-	-	24,022	-	-	24,022	-	-	155,706	203,750	224,438	(20,687)
8598 Prior Year Revenue	-	482	-	1,121	-	-	13,379	-	-	-	-	-	-	14,982	-	14,982
	9,371	9,853	16,868	17,989	16,948	23,657	73,044	87,350	87,350	130,148	87,350	106,125	155,626	821,680	924,890	(103,210)
Other Local Revenue																
8699 School Fundraising	-	-	-	793	-	3,874	-	-	-	-	-	-	-	4,667	-	4,667
	-	-	-	793	-	3,874	-	-	-	-	-	-	-	4,667	-	4,667
Total Revenue	9,371	189,784	186,446	330,136	298,920	309,504	374,132	419,576	1,542,431	1,638,809	1,476,790	1,528,386	1,527,254	9,831,539	11,301,556	(1,470,017)
Expenses																
Certificated Salaries																
1100 Teachers' Salaries	84,041	160,546	171,487	164,201	185,411	194,850	194,850	194,850	194,850	194,850	194,850	194,850	-	2,129,636	2,159,268	29,633
1175 Teachers' Extra Duty/Stipends	10,989	5,073	21,082	34,312	20,156	25,183	26,550	23,963	25,232	25,248	24,815	25,098	-	267,702	18,872	(248,830)
1200 Pupil Support Salaries	-	7,754	-	-	7,754	7,754	7,754	7,754	7,754	7,754	7,754	7,754	-	69,785	-	(69,785)
1300 Administrators' Salaries	5,382	11,158	47,986	18,202	16,450	16,450	16,450	16,450	16,450	16,450	16,450	16,450	-	214,328	224,900	10,572
	100,413	184,532	240,555	216,714	229,770	244,237	245,604	243,017	244,286	244,302	243,868	244,152	-	2,681,450	2,403,040	(278,410)
Classified Salaries																
2100 Instructional Salaries	93,700	99,129	96,428	110,706	92,705	97,425	97,425	97,425	97,425	97,425	97,425	97,425	-	1,174,644	300,604	(874,040)
	93,700	99,129	96,428	110,706	92,705	97,425	97,425	97,425	97,425	97,425	97,425	97,425	-	1,174,644	300,604	(874,040)
Benefits																
3101 STRS	13,800	24,407	34,048	30,468	33,156	35,243	35,441	35,067	35,250	35,253	35,190	35,231	-	382,556	346,759	(35,797)
3301 OASDI	1,417	1,745	1,594	19,667	5,748	6,040	6,040	6,040	6,040	6,040	6,040	6,040	-	72,453	18,637	(53,816)
3311 Medicare	1,729	3,030	3,803	7,642	4,676	4,954	4,974	4,936	4,955	4,955	4,949	4,953	-	55,556	39,203	(16,353)
3401 Health and Welfare	28,504	26,551	31,807	37,060	36,501	38,672	38,827	38,534	38,678	38,680	38,631	38,663	-	431,107	375,000	(56,107)
3501 State Unemployment	3,164	3,898	2,926	6,170	1,671	1,671	8,353	6,682	3,341	1,671	1,671	1,671	-	42,888	32,922	(9,966)
3601 Workers' Compensation	-	2,980	2,980	2,980	4,515	4,783	4,802	4,766	4,784	4,784	4,778	4,782	-	46,935	37,851	(9,084)
3901 Other Benefits	-	-	-	3,773	-	-	-	-	-	-	-	-	-	3,773	-	(3,773)
	48,615	62,611	77,159	107,760	86,265	91,364	98,437	96,027	93,049	91,383	91,259	91,340	-	1,035,267	850,372	(184,895)
Books and Supplies																
4100 Textbooks and Core Materials	2,382	7,264	54,080	473	-	-	-	72,698	62,312	41,541	31,156	-	-	271,906	101,392	(170,514)
4200 Books and Reference Materials	27,520	46,861	31,496	34,741	28,334	17,116	19,266	86,248	73,927	49,285	36,964	-	-	451,758	243,279	(208,479)
4302 School Supplies	72,055	111,242	65,660	31,915	33,361	46,960	49,561	210,192	180,165	120,110	90,082	-	-	1,011,304	922,936	(88,368)
4303 Special Activities/Field Trips	10,964	14,387	20,772	29,697	14,257	12,147	14,699	27,957	23,963	15,975	11,981	-	-	196,799	243,648	46,849
4305 Software	17,036	15,172	12,704	34,609	31,086	40,022	(420)	76,083	65,214	43,476	32,607	-	-	367,591	144,000	(223,591)
4400 Noncapitalized Equipment	-	12,271	5,414	13,679	17,318	33,874	36,744	2,488	2,133	1,422	1,066	-	-	126,408	967,270	840,862
	129,958	207,197	190,127	145,113	124,355	150,119	119,850	475,667	407,714	271,809	203,857	-	-	2,425,766	2,622,526	196,760

Inspire Charter School - Central

Monthly Cash Flow/Forecast FY17-18

Revised 02/23/18

ADA = 1050.26



Revised 02/23/18		Prior Year P2 and PENSEC Estimates							P-1				P-2		Annual Forecast	Original Budget Total	Favorable / (Unfav.)
ADA = 1050.26		Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals			
Subagreement Services																	
5102	Special Education	177	1,700	-	29,689	16,197	22,379	22,185	43,522	55,501	39,989	46,338	47,276	72,910	397,863	486,967	89,104
5105	Security	-	-	-	-	-	-	-	305	305	305	305	305	-	1,523	2,436	914
5106	Other Educational Consultants	25,986	33,295	55,393	112,687	107,990	72,122	69,345	4,365	3,741	2,494	1,871	-	-	489,288	821,797	332,508
		26,163	34,995	55,393	142,377	124,187	94,501	91,530	48,191	59,547	42,788	48,513	47,580	72,910	888,674	1,311,200	422,526
Professional/Consulting Services																	
5802	Audit & Taxes	-	-	-	5,200	-	-	-	2,667	2,667	2,667	-	-	-	13,200	8,000	(5,200)
5803	Legal	-	-	2,206	149	1,263	-	(355)	649	649	649	649	649	-	6,510	5,000	(1,510)
5804	Professional Development	-	4,620	-	-	(423)	270	1,362	645	645	645	645	645	-	9,054	10,000	946
5805	General Consulting	970	680	680	-	4,163	1,278	8,264	136	136	136	136	136	-	16,717	3,000	(13,717)
5810	Payroll Service Fee	-	-	2,243	2,024	311	1,463	(99)	769	769	769	769	769	-	9,788	10,000	212
5811	Management Fee	16,481	16,481	16,481	16,481	12,105	14,170	14,170	14,170	14,170	14,170	14,175	14,175	-	177,224	197,777	20,553
5812	District Oversight Fee	-	-	-	-	-	-	-	9,967	41,683	45,260	41,683	41,683	85,941	266,217	153,423	(112,794)
5814	SPED Encroachment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	30,353	30,353
		17,451	21,781	21,610	23,854	17,418	17,181	23,342	29,004	60,720	64,297	58,053	58,058	85,941	498,711	417,553	(81,158)
Facilities, Repairs and Other Leases																	
5601	Rent	11,765	11,765	14,365	14,365	14,365	14,365	14,365	14,365	14,365	14,365	14,365	14,365	-	167,177	12,000	(155,177)
5603	Equipment Leases	118	118	51	184	57	233	118	101	101	101	101	101	-	1,384	-	(1,384)
5610	Repairs and Maintenance	-	-	-	-	-	-	32,165	1,299	1,299	1,299	1,299	1,299	-	38,658	10,000	(28,658)
		11,882	11,882	14,416	14,549	14,422	14,597	46,647	15,765	15,765	15,765	15,765	15,765	-	207,219	22,000	(185,219)
Operations and Housekeeping																	
5201	Auto and Travel	50	240	2,467	895	4,613	(2,865)	1,347	833	833	833	833	833	-	10,915	10,000	(915)
5203	Business Meals	558	328	155	-	-	300	-	92	92	92	92	92	-	1,803	1,200	(603)
5300	Dues & Memberships	-	108	-	-	-	-	444	133	133	133	133	133	-	1,219	1,200	(19)
5400	Insurance	-	2,111	2,111	2,111	2,111	1,742	1,742	1,742	1,742	1,742	1,742	1,742	-	20,635	7,000	(13,635)
5502	Janitorial/Trash Removal	500	500	500	500	500	500	500	500	500	500	500	500	-	6,000	5,000	(1,000)
5510	Office Expense	1,317	2,738	4,067	1,998	4,291	460	1,189	1,091	1,091	1,091	1,091	1,091	-	21,514	12,000	(9,514)
5511	Postage and Shipping	176	41	1,451	220	236	619	734	700	700	700	700	700	-	6,978	7,000	22
5512	Printing	-	712	-	749	-	-	-	50	50	50	50	50	-	1,711	500	(1,211)
5513	Other taxes and fees	-	1,610	245	2,962	387	1,102	7,608	1,400	1,400	1,400	1,400	1,400	-	20,914	14,000	(6,914)
5514	Bank Charges	19	331	148	174	353	304	1,233	71	71	71	71	71	-	2,919	1,000	(1,919)
5515	Public Relations/Recruitment	-	825	105	-	-	-	7,498	63	63	63	63	63	-	8,741	500	(8,241)
5900	Communications	444	264	189	682	367	-	566	500	500	500	500	500	-	5,012	5,000	(12)
		3,064	9,808	11,439	10,291	12,858	2,163	22,861	7,175	7,175	7,175	7,175	7,175	-	108,360	64,400	(43,960)
Interest																	
7438	Interest Expense	17,534	46,592	46,141	77,191	-	54,639	137,422	71,939	63,007	-	63,007	-	-	577,472	282,000	(295,472)
		17,534	46,592	46,141	77,191	-	54,639	137,422	71,939	63,007	-	63,007	-	-	577,472	282,000	(295,472)
Total Expenses		448,780	678,526	753,267	848,555	701,981	766,225	883,119	1,084,209	1,048,688	834,944	828,922	561,496	158,851	9,597,563	8,273,695	(1,323,869)
Monthly Surplus (Deficit)		(439,409)	(488,742)	(566,821)	(518,420)	(403,061)	(456,722)	(508,987)	(664,634)	493,744	803,866	647,868	966,890	1,368,402	233,976	3,027,861	(2,793,886)

Inspire Charter School - Central

Monthly Cash Flow/Forecast FY17-18

Revised 02/23/18

ADA = 1050.26



	Prior Year P2 and PENSEC Estimates							P-1				P-2		Annual Forecast	Original Budget Total	Favorable / (Unfav.)
	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Year-End Accruals			
Cash Flow Adjustments														2%		
Monthly Surplus (Deficit)	(439,409)	(488,742)	(566,821)	(518,420)	(403,061)	(456,722)	(508,987)	(664,634)	493,744	803,866	647,868	966,890	1,368,402	233,976	3,056,159	-
Cash flows from operating activities																
Depreciation/Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Funding Receivables			(20,530)	20,530	(13,686)	(98,365)	(37,401)	132,493	-	-	-	-	(1,527,254)	(1,544,213)	(518,121)	-
Grants and Contributions Rec.	1,109,589	(1,553)	1,526	-	(1,035)	112,051	-	-	-	-	-	-	-	1,220,578	-	-
Due To/From Related Parties	14,438	185,160	260,880	343,009	348,985	(272,062)	(624,180)	-	-	-	-	-	-	256,231	-	-
Prepaid Expenses	(56,488)	28,201	(72,647)	4,334	13,305	5,850	15,772	-	-	-	-	-	-	(61,673)	-	-
Other Assets	-	-	-	-	-	(500)	-	-	-	-	-	-	-	(500)	-	-
Accounts Payable	(661)	33,282	53,540	83,747	165,711	(192,082)	(31,163)	-	-	-	-	-	158,851	271,225	(6,370)	-
Accrued Expenses	(6,064)	27,191	(33,147)	(69,504)	117,747	(65,042)	(11,760)	-	-	-	-	-	-	(40,578)	-	-
Cash flows from financing activities																
Proceeds from Factoring	275,996	584,300	435,300	758,700	-	900,100	2,237,800	1,059,100	900,100	-	900,100	-	-	8,051,496	7,050,000	-
Payments on Factoring	(1,011,600)	(200,948)	(173,348)	(258,200)	(242,900)	(71,500)	(514,700)	(269,500)	(1,300,600)	(1,232,400)	(348,300)	(1,174,200)	-	(6,798,196)	(8,101,400)	-
Total Change in Cash	(114,198)	166,891	(115,246)	364,197	(14,933)	(138,271)	525,381	257,459	93,244	(428,534)	1,199,668	(207,310)				
Cash, Beginning of Month	71,563	(42,635)	124,256	9,010	373,207	358,273	220,002	745,383	1,002,842	1,096,086	667,552	1,867,220				
Cash, End of Month	(42,635)	124,256	9,010	373,207	358,273	220,002	745,383	1,002,842	1,096,086	667,552	1,867,220	1,659,910				

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Winship Community School  
(continued)  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description		Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
			Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
A. REVENUES											
1. LCFF Sources											
State Aid - Current Year		8011	535,629.00		535,629.00	57,186.00		57,186.00	726,105.84		726,105.84
Education Protection Account State Aid - Current Year		8012	14,250.00		14,250.00	1,998.00		1,998.00	19,590.08		19,590.08
State Aid - Prior Years		8019			-			-			-
Transfers to Charter Schools in Lieu of Property Taxes		8096	51,603.00		51,603.00	5,714.00		5,714.00	70,937.10		70,937.10
Other LCFF Transfers		8091, 8097			-			-			-
Total, LCFFSources			601,482.00	-	601,482.00	64,898.00	-	64,898.00	816,633.02	-	816,633.02
2. Federal Revenues											
Every Student Succeeds Act (Title I - V)		8290			-			-			-
Special Education - Federal		8181, 8182		8,906.00	8,906.00			-		12,471.71	12,471.71
Child Nutrition - Federal		8220			-			-			-
Donated Food Commodities		8221			-			-			-
Other Federal Revenues		8110, 8260-8299			-			-			-
Total, Federal Revenues			-	8,906.00	8,906.00	-	-	-	-	12,471.71	12,471.71
3. Other State Revenues											
Special Education - State		StateRevSE		36,623.00	36,623.00		3,721.00	3,721.00		51,283.68	51,283.68
All Other State Revenues		StateRevAO	18,123.80	2,693.20	20,817.00	6.05		6.05	21,523.83	3,771.45	25,295.28
Total, Other State Revenues			18,123.80	39,316.20	57,440.00	6.05	3,721.00	3,727.05	21,523.83	55,055.13	76,578.96
4. Other Local Revenues											
All Other Local Revenues		LocalRevAO			-			-			-
Total, Local Revenues			-	-	-	-	-	-	-	-	-
5. TOTAL REVENUES			619,605.80	48,222.20	667,828.00	64,904.05	3,721.00	68,625.05	838,156.86	67,526.84	905,683.69
B. EXPENDITURES											
1. Certificated Salaries											
Certificated Teachers' Salaries		1100	162,371.25	4,393.75	166,765.00	57,702.55	2,737.42	60,439.97	173,981.92	4,952.86	178,934.78
Certificated Pupil Support Salaries		1200			-			-			-
Certificated Supervisors' and Administrators' Salaries		1300	25,960.00		25,960.00	1,079.43		1,079.43	1,079.43		1,079.43
Other Certificated Salaries		1900			-			-			-
Total, Certificated Salaries			188,331.25	4,393.75	192,725.00	58,781.98	2,737.42	61,519.40	175,061.35	4,952.86	180,014.21
2. Non-certificated Salaries											
Non-certificated Instructional Aides' Salaries		2100	44,493.00		44,493.00	21,909.44		21,909.44	52,252.66		52,252.66
Non-certificated Support Salaries		2200	2,750.00		2,750.00			-			-
Non-certificated Supervisors' and Administrators' Sal.		2300			-			-			-
Clerical and Office Salaries		2400			-			-			-
Other Non-certificated Salaries		2900			-			-			-
Total, Non-certificated Salaries			47,243.00	-	47,243.00	21,909.44	-	21,909.44	52,252.66	-	52,252.66
3. Employee Benefits											
STRS		3101-3102	27,175.99	634.01	27,810.00	8,343.87	388.55	8,732.42	25,120.51	710.71	25,831.22
PERS		3201-3202			-			-			-
OASDI / Medicare / Alternative		3301-3302	6,345.28	63.72	6,409.00	2,368.40	38.13	2,406.53	6,375.16	70.80	6,445.96
Health and Welfare Benefits		3401-3402	36,813.39	686.61	37,500.00			-			-
Unemployment Insurance		3501-3502	4,095.61	76.39	4,172.00	1,284.82	43.57	1,328.39	3,573.05	92.09	3,665.14
Workers' Compensation Insurance		3601-3602	3,298.48	61.52	3,360.00	2,161.61	73.33	2,234.94	4,240.51	78.16	4,318.67
OPEB, Allocated		3701-3702			-			-			-
OPEB, Active Employees		3751-3752			-			-			-
Other Employee Benefits		3901-3902			-			-			-
Total, Employee Benefits			77,728.75	1,522.25	79,251.00	14,158.70	543.58	14,702.28	39,309.23	951.76	40,260.99
4. Books and Supplies											
Approved Textbooks and Core Curricula Materials		4100	6,229.00		6,229.00	12,464.47		12,464.47	31,170.22		31,170.22
Books and Other Reference Materials		4200			-	2,124.18		2,124.18	2,124.18		2,124.18
Materials and Supplies		4300	45,550.80	2,693.20	48,244.00	16,352.21		16,352.21	50,187.83	3,771.45	53,959.28
Noncapitalized Equipment		4400	22,994.00		22,994.00	1,544.44		1,544.44	17,382.13		17,382.13
Food		4700			-			-			-
Total, Books and Supplies			74,773.80	2,693.20	77,467.00	32,485.30	-	32,485.30	100,864.36	3,771.45	104,635.81
5. Services and Other Operating Expenditures											
Subagreements for Services		5100	162,278.00	37,792.00	200,070.00	460.43	440.00	900.43	184,306.59	57,850.77	242,157.36
Travel and Conferences		5200	3,000.00		3,000.00	443.37		443.37	3,276.70		3,276.70
Dues and Memberships		5300	300.00		300.00	710.00		710.00	910.00		910.00
Insurance		5400	5,000.00		5,000.00	4,355.72		4,355.72	8,577.64		8,577.64
Operations and Housekeeping Services		5500	14,600.00		14,600.00	11,251.28		11,251.28	25,851.28		25,851.28
Rentals, Leases, Repairs, and Noncap. Improvements		5600	5,000.00		5,000.00	997.15		997.15	5,997.15		5,997.15
Transfers of Direct Costs		5700-5799			-	-		-			-
Professional/Consulting Services and Operating Expend.		5800	28,302.00	1,821.00	30,123.00	11,006.11		11,006.11	51,297.10		51,297.10
Communications		5900	5,000.00		5,000.00	109.22		109.22	4,553.66		4,553.66
Total, Services and Other Operating Expenditures			223,480.00	39,613.00	263,093.00	29,333.28	440.00	29,773.28	284,770.12	57,850.77	342,620.89

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Winship Community School  
(continued)  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>6. Capital Outlay</b> (Objects 6100-6170, 6200-6500 for modified accrual basis only)										
Land and Land Improvements	6100-6170			-			-			-
Buildings and Improvements of Buildings	6200			-			-			-
Books and Media for New School Libraries or Major										
Expansion of School Libraries	6300			-			-			-
Equipment	6400			-			-			-
Equipment Replacement	6500			-			-			-
Depreciation Expense (for accrual basis only)	6900			-			-			-
Total, Capital Outlay		-	-	-	-	-	-	-	-	-
<b>7. Other Outgo</b>										
Tuition to Other Schools	7110-7143			-			-			-
Transfers of Pass-through Revenues to Other LEAs	7211-7213			-			-			-
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE			-			-			-
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO			-			-			-
All Other Transfers	7281-7299			-			-			-
Transfers of Indirect Costs	7300-7399			-			-			-
Debt Service:										
Interest	7438			-			-			-
Principal (for modified accrual basis only)	7439			-			-			-
Total, Other Outgo		-	-	-	-	-	-	-	-	-
<b>8. TOTAL EXPENDITURES</b>		611,556.80	48,222.20	659,779.00	156,668.70	3,721.00	160,389.70	652,257.72	67,526.84	719,784.56
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		8,049.00	-	8,049.00	(91,764.65)	-	(91,764.65)	185,899.14	(0.00)	185,899.13
<b>D. OTHER FINANCING SOURCES / USES</b>										
1. Other Sources	8930-8979			-			-			-
2. Less: Other Uses	7630-7699			-			-			-
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999			-			-			-
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	-	-	-	-	-
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		8,049.00	-	8,049.00	(91,764.65)	-	(91,764.65)	185,899.14	(0.00)	185,899.13
<b>F. FUND BALANCE, RESERVES</b>										
1. Beginning Fund Balance										
a. As of July 1	9791	(170,943.81)		(170,943.81)	(170,943.81)		(170,943.81)	(170,943.81)		(170,943.81)
b. Adjustments to Beginning Balance	9793, 9795	15.15		15.15	15.15		15.15	15.15		15.15
c. Adjusted Beginning Balance		(170,928.66)	-	(170,928.66)	(170,928.66)	-	(170,928.66)	(170,928.66)	-	(170,928.66)
2. Ending Fund Balance, June 30 (E + F.1.c.)		(162,879.66)	-	(162,879.66)	(262,693.31)	-	(262,693.31)	14,970.48	(0.00)	14,970.47
Components of Ending Fund Balance :										
a. Nonspendable										
Revolving Cash (equals object 9130)	9711			-			-			-
Stores (equals object 9320)	9712			-			-			-
Prepaid Expenditures (equals object 9330)	9713			-			-			-
All Others	9719			-			-			-
b. Restricted	9740			-			-			-
c. Committed										
Stabilization Arrangements	9750			-			-			-
Other Commitments	9760			-			-			-
d. Assigned										
Other Assignments	9780			-			-			-
e. Unassigned/Unappropriated										
Reserve for Economic Uncertainties	9789			-	8,019.49		8,019.49	35,989.23		35,989.23
Unassigned/Unappropriated Amount	9790	(162,879.66)	-	(162,879.66)	(270,712.80)	-	(270,712.80)	(21,018.75)	(0.00)	(21,018.75)

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Summary**

Charter School Name: Winship Community School  
(continued)  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>A. REVENUES</b>						
1. LCFF/Revenue Limit Sources						
State Aid - Current Year	8011	535,629.00	57,186.00	726,105.84	190,476.84	35.56%
Education Protection Account State Aid - Current Year	8012	14,250.00	1,998.00	19,590.08	5,340.08	37.47%
State Aid - Prior Years	8019	-	-	-	-	
Transfers to Charter Schools Funding in Lieu of Property Taxes	8096	51,603.00	5,714.00	70,937.10	19,334.10	37.47%
Other LCFF Transfers	8091, 8097	-	-	-	-	
Total, LCFF Sources		601,482.00	64,898.00	816,633.02	215,151.02	35.77%
2. Federal Revenues						
Every Student Succeeds Act (Title I-V)	8290	-	-	-	-	
Special Education - Federal	8181, 8182	8,906.00	-	12,471.71	3,565.71	40.04%
Child Nutrition - Federal	8220	-	-	-	-	
Donated Food Commodities	8221	-	-	-	-	
Other Federal Revenues	8110, 8260-8299	-	-	-	-	
Total, Federal Revenues		8,906.00	-	12,471.71	3,565.71	40.04%
3. Other State Revenues						
Special Education - State	StateRevSE	36,623.00	3,721.00	51,283.68	14,660.68	40.03%
All Other State Revenues	StateRevAO	20,817.00	6.05	25,295.28	4,478.28	21.51%
Total, Other State Revenues		57,440.00	3,727.05	76,578.96	19,138.96	33.32%
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	-	-	-	-	
Total, Local Revenues		-	-	-	-	
5. TOTAL REVENUES		667,828.00	68,625.05	905,683.69	237,855.69	35.62%
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	166,765.00	60,439.97	178,934.78	12,169.78	7.30%
Certificated Pupil Support Salaries	1200	-	-	-	-	
Certificated Supervisors' and Administrators' Salaries	1300	25,960.00	1,079.43	1,079.43	(24,880.57)	-95.84%
Other Certificated Salaries	1900	-	-	-	-	
Total, Certificated Salaries		192,725.00	61,519.40	180,014.21	(12,710.79)	-6.60%
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	44,493.00	21,909.44	52,252.66	7,759.66	17.44%
Non-certificated Support Salaries	2200	2,750.00	-	-	(2,750.00)	(100%)
Non-certificated Supervisors' and Administrators' Sal.	2300	-	-	-	-	
Clerical and Office Salaries	2400	-	-	-	-	
Other Non-certificated Salaries	2900	-	-	-	-	
Total, Non-certificated Salaries		47,243.00	21,909.44	52,252.66	5,009.66	10.60%
3. Employee Benefits						
STRS	3101-3102	27,810.00	8,732.42	25,831.22	(1,978.78)	-7.12%
PERS	3201-3202	-	-	-	-	
OASDI / Medicare / Alternative	3301-3302	6,409.00	2,406.53	6,445.96	36.96	0.58%
Health and Welfare Benefits	3401-3402	37,500.00	-	-	(37,500.00)	(100%)
Unemployment Insurance	3501-3502	4,172.00	1,328.39	3,665.14	(506.86)	-12.15%
Workers' Compensation Insurance	3601-3602	3,360.00	2,234.94	4,318.67	958.67	28.53%
OPEB, Allocated	3701-3702	-	-	-	-	
OPEB, Active Employees	3751-3752	-	-	-	-	
Other Employee Benefits	3901-3902	-	-	-	-	
Total, Employee Benefits		79,251.00	14,702.28	40,260.99	(38,990.01)	-49.20%



**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Summary**

Charter School Name: Winship Community School  
(continued)  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	6,229.00	12,464.47	31,170.22	24,941.22	400.40%
Books and Other Reference Materials	4200	-	2,124.18	2,124.18	2,124.18	New
Materials and Supplies	4300	48,244.00	16,352.21	53,959.28	5,715.28	11.85%
Noncapitalized Equipment	4400	22,994.00	1,544.44	17,382.13	(5,611.87)	-24.41%
Food	4700	-	-	-	-	
Total, Books and Supplies		77,467.00	32,485.30	104,635.81	27,168.81	35.07%
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	200,070.00	900.43	242,157.36	42,087.36	21.04%
Travel and Conferences	5200	3,000.00	443.37	3,276.70	276.70	9.22%
Dues and Memberships	5300	300.00	710.00	910.00	610.00	203.33%
Insurance	5400	5,000.00	4,355.72	8,577.64	3,577.64	71.55%
Operations and Housekeeping Services	5500	14,600.00	11,251.28	25,851.28	11,251.28	77.06%
Rentals, Leases, Repairs, and Noncap. Improvements	5600	5,000.00	997.15	5,997.15	997.15	19.94%
Transfers of Direct Costs	5700-5799	-	-	-	-	
Professional/Consulting Services and Operating Expend.	5800	30,123.00	11,006.11	51,297.10	21,174.10	70.29%
Communications	5900	5,000.00	109.22	4,553.66	(446.34)	-8.93%
Total, Services and Other Operating Expenditures		263,093.00	29,773.28	342,620.89	79,527.89	30.23%
<b>6. Capital Outlay (Objects 6100-6170, 6200-6500 modified accrual basis only)</b>						
Land and Land Improvements	6100-6170	-	-	-	-	
Buildings and Improvements of Buildings	6200	-	-	-	-	
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	-	-	-	-	
Equipment	6400	-	-	-	-	
Equipment Replacement	6500	-	-	-	-	
Depreciation Expense (for accrual basis only)	6900	-	-	-	-	
Total, Capital Outlay		-	-	-	-	
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	-	-	-	-	
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	
All Other Transfers	7281-7299	-	-	-	-	
Transfers of Indirect Costs	7300-7399	-	-	-	-	
Debt Service:						
Interest	7438	-	-	-	-	
Principal (for modified accrual basis only)	7439	-	-	-	-	
Total, Other Outgo		-	-	-	-	
<b>8. TOTAL EXPENDITURES</b>		659,779.00	160,389.70	719,784.56	60,005.56	9.09%
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		8,049.00	(91,764.65)	185,899.13	177,850.13	2209.59%

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Summary**

Charter School Name: Winship Community School  
(continued)  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	-	-	-	-	
2. Less: Other Uses	7630-7699	-	-	-	-	
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-	-	
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		8,049.00	(91,764.65)	185,899.13	177,850.13	2209.59%
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	(170,943.81)	(170,943.81)	(170,943.81)	-	0.00%
b. Adjustments/Restatements	9793, 9795	15.15	15.15	15.15	-	0.00%
c. Adjusted Beginning Fund Balance		(170,928.66)	(170,928.66)	(170,928.66)		
2. Ending Fund Balance, June 30 (E + F.1.c.)		(162,879.66)	(262,693.31)	14,970.47		
Components of Ending Fund Balance :						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	-	-	-	-	
Stores (equals object 9320)	9712	-	-	-	-	
Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	
All Others	9719	-	-	-	-	
b. Restricted	9740	-	-	-	-	
c. Committed						
Stabilization Arrangements	9750	-	-	-	-	
Other Commitments	9760	-	-	-	-	
d. Assigned						
Other Assignments	9780	-	-	-	-	
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	-	8,019.49	35,989.23	35,989.23	New
Unassigned/Unappropriated Amount	9790	(162,879.66)	(270,712.80)	(21,018.75)	141,860.91	-87.10%

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
First Interim Report - MYP**

Charter School Name: Winship Community School  
(continued) \_\_\_\_\_  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>A. REVENUES</b>						
1. LCFF Sources						
State Aid - Current Year	8011	726,105.84	0.00	726,105.84	740,750.00	756,547.00
Education Protection Account State Aid - Current Year	8012	19,590.08	0.00	19,590.08	19,590.00	19,590.00
State Aid - Prior Years	8019	0.00	0.00	0.00		
Transfers of Charter Schools in Lieu of Property Taxes	8096	70,937.10	0.00	70,937.10	70,937.00	70,937.00
Other LCFF Transfers	8091, 8097	0.00	0.00	0.00		
Total, LCFF Sources		816,633.02	0.00	816,633.02	831,277.00	847,074.00
2. Federal Revenues						
Every Student Succeeds Act (Title I - V)	8290	0.00	0.00	0.00		
Special Education - Federal	8181, 8182	0.00	12,471.71	12,471.71	12,472.00	12,472.00
Child Nutrition - Federal	8220	0.00	0.00	0.00		
Donated Food Commodities	8221	0.00	0.00	0.00		
Other Federal Revenues	8110, 8260-8299	0.00	0.00	0.00		
Total, Federal Revenues		0.00	12,471.71	12,471.71	12,472.00	12,472.00
3. Other State Revenues						
Special Education - State	StateRevSE	0.00	51,283.68	51,283.68	51,284.00	51,284.00
All Other State Revenues	StateRevAO	21,523.83	3,771.45	25,295.28	20,260.00	20,260.00
Total, Other State Revenues		21,523.83	55,055.13	76,578.96	71,544.00	71,544.00
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	0.00	0.00	0.00		
Total, Local Revenues		0.00	0.00	0.00	0.00	0.00
5. TOTAL REVENUES		838,156.86	67,526.84	905,683.69	915,293.00	931,090.00
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	173,981.92	4,952.86	178,934.78	182,514.00	186,164.00
Certificated Pupil Support Salaries	1200	0.00	0.00	0.00		
Certificated Supervisors' and Administrators' Salaries	1300	1,079.43	0.00	1,079.43	1,101.00	1,123.00
Other Certificated Salaries	1900	0.00	0.00	0.00		
Total, Certificated Salaries		175,061.35	4,952.86	180,014.21	183,615.00	187,287.00
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	52,252.66	0.00	52,252.66	53,298.00	54,364.00
Non-certificated Support Salaries	2200	0.00	0.00	0.00		
Non-certificated Supervisors' and Administrators' Sal.	2300	0.00	0.00	0.00		
Clerical and Office Salaries	2400	0.00	0.00	0.00		
Other Non-certificated Salaries	2900	0.00	0.00	0.00		
Total, Non-certificated Salaries		52,252.66	0.00	52,252.66	53,298.00	54,364.00

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
First Interim Report - MYP**

Charter School Name: Winship Community School  
(continued) \_\_\_\_\_  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>3. Employee Benefits</b>						
STRS	3101-3102	25,120.51	710.71	25,831.22	26,348.00	26,875.00
PERS	3201-3202	0.00	0.00	0.00		
OASDI / Medicare / Alternative	3301-3302	6,375.16	70.80	6,445.96	6,575.00	6,706.00
Health and Welfare Benefits	3401-3402	0.00	0.00	0.00		
Unemployment Insurance	3501-3502	3,573.05	92.09	3,665.14	3,738.00	3,813.00
Workers' Compensation Insurance	3601-3602	4,240.51	78.16	4,318.67	4,405.00	4,493.00
OPEB, Allocated	3701-3702	0.00	0.00	0.00		
OPEB, Active Employees	3751-3752	0.00	0.00	0.00		
Other Employee Benefits	3901-3902	0.00	0.00	0.00		
Total, Employee Benefits		39,309.23	951.76	40,260.99	41,066.00	41,887.00
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	31,170.22	0.00	31,170.22	31,794.00	32,430.00
Books and Other Reference Materials	4200	2,124.18	0.00	2,124.18	2,167.00	2,210.00
Materials and Supplies	4300	50,187.83	3,771.45	53,959.28	55,038.00	56,139.00
Noncapitalized Equipment	4400	17,382.13	0.00	17,382.13	17,730.00	18,084.00
Food	4700	0.00	0.00	0.00		
Total, Books and Supplies		100,864.36	3,771.45	104,635.81	106,729.00	108,863.00
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	184,306.59	57,850.77	242,157.36	247,001.00	251,941.00
Travel and Conferences	5200	3,276.70	0.00	3,276.70	3,342.00	3,409.00
Dues and Memberships	5300	910.00	0.00	910.00	928.00	947.00
Insurance	5400	8,577.64	0.00	8,577.64	8,749.00	8,924.00
Operations and Housekeeping Services	5500	25,851.28	0.00	25,851.28	26,368.00	26,896.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	5,997.15	0.00	5,997.15	6,117.00	6,239.00
Transfers of Direct Costs	5700-5799	0.00	0.00	0.00	0.00	0.00
Professional/Consulting Services and Operating Expend.	5800	51,297.10	0.00	51,297.10	52,272.00	53,293.00
Communications	5900	4,553.66	0.00	4,553.66	4,645.00	4,738.00
Total, Services and Other Operating Expenditures		284,770.12	57,850.77	342,620.89	349,422.00	356,387.00
<b>6. Capital Outlay (Obj. 6100-6170, 6200-6500 for mod. accr. basis only)</b>						
Land and Land Improvements	6100-6170	0.00	0.00	0.00		
Buildings and Improvements of Buildings	6200	0.00	0.00	0.00		
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	0.00	0.00	0.00		
Equipment	6400	0.00	0.00	0.00		
Equipment Replacement	6500	0.00	0.00	0.00		
Depreciation Expense (for accrual basis only)	6900	0.00	0.00	0.00		
Total, Capital Outlay		0.00	0.00	0.00	0.00	0.00
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	0.00	0.00	0.00		
Transfers of Pass-through Revenues to Other LEAs	7211-7213	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	0.00	0.00	0.00		
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	0.00	0.00	0.00		
All Other Transfers	7280-7299	0.00	0.00	0.00		
Transfers of Indirect Costs	7300-7399	0.00	0.00	0.00		
Debt Service:						
Interest	7438	0.00	0.00	0.00		
Principal (for modified accrual basis only)	7439	0.00	0.00	0.00		
Total, Other Outgo		0.00	0.00	0.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		652,257.72	67,526.84	719,784.56	734,130.00	748,788.00
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		185,899.14	(0.00)	185,899.13	181,163.00	182,302.00

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
First Interim Report - MYP**

Charter School Name: Winship Community School  
(continued) \_\_\_\_\_  
CDS #: 51-71456-6053334  
Charter Approving Entity: Winship-Robbins  
County: Sutter  
Charter #: 1826  
Fiscal Year: 2017/18

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	0.00	0.00	0.00		
2. Less: Other Uses	7630-7699	0.00	0.00	0.00		
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	0.00	0.00	0.00		
4. TOTAL OTHER FINANCING SOURCES / USES		0.00	0.00	0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		185,899.14	(0.00)	185,899.13	181,163.00	182,302.00
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	(170,943.81)	0.00	(170,943.81)	14,970.47	196,133.47
b. Adjustments/Restatements	9793, 9795	15.15	0.00	15.15		
c. Adjusted Beginning Balance		(170,928.66)	0.00	(170,928.66)	14,970.47	196,133.47
2. Ending Fund Balance, June 30 (E + F.1.c.)		14,970.48	(0.00)	14,970.47	196,133.47	378,435.47
Components of Ending Fund Balance:						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	0.00	0.00	0.00		
Stores (equals object 9320)	9712	0.00	0.00	0.00		
Prepaid Expenditures (equals object 9330)	9713	0.00	0.00	0.00		
All Others	9719	0.00	0.00	0.00		
b. Restricted	9740		0.00	0.00		
c. Committed						
Stabilization Arrangements	9750	0.00	0.00	0.00		
Other Commitments	9760	0.00	0.00	0.00		
d. Assigned						
Other Assignments	9780	0.00	0.00	0.00		
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	35,989.23	0.00	35,989.23	36,706.50	37,439.40
Unassigned/Unappropriated Amount	9790	(21,018.75)	(0.00)	(21,018.75)	159,426.97	340,996.07

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Inspire Charter Schools -  
(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description		Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
			Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
A. REVENUES											
1. LCFF Sources											
State Aid - Current Year		8011	9,422,699.89		9,422,699.89	566,382.00		566,382.00	8,440,295.00		8,440,295.00
Education Protection Account State Aid - Current Year		8012	237,500.00		237,500.00	19,117.00		19,117.00	220,000.00		220,000.00
State Aid - Prior Years		8019			-	-		-	-		-
Transfers to Charter Schools in Lieu of Property Taxes		8096	568,028.75		568,028.75	75,364.00		75,364.00	490,930.00		490,930.00
Other LCFF Transfers		8091, 8097			-	-		-	-		-
Total, LCFFSources			10,228,228.64	-	10,228,228.64	660,863.00	-	660,863.00	9,151,225.00	-	9,151,225.00
2. Federal Revenues											
Every Student Succeeds Act (Title I - V)		8290			-			-			-
Special Education - Federal		8181, 8182		148,438.00	148,438.00			-		137,500.00	137,500.00
Child Nutrition - Federal		8220			-			-			-
Donated Food Commodities		8221			-			-			-
Other Federal Revenues		8110, 8260-8299			-			-			-
Total, Federal Revenues			-	148,438.00	148,438.00	-	-	-	-	137,500.00	137,500.00
3. Other State Revenues											
Special Education - State		StateRevSE		610,375.00	610,375.00		52,960.00	52,960.00		565,882.00	565,882.00
All Other State Revenues		StateRevAO	269,627.40	44,887.60	314,515.00	1,120.57		1,120.57	229,702.57	41,580.00	271,282.57
Total, Other State Revenues			269,627.40	655,262.60	924,890.00	1,120.57	52,960.00	54,080.57	229,702.57	607,462.00	837,164.57
4. Other Local Revenues											
All Other Local Revenues		LocalRevAO			-	793.00		793.00	793.00		793.00
Total, Local Revenues			-	-	-	793.00	-	793.00	793.00	-	793.00
5. TOTAL REVENUES			10,497,856.04	803,700.60	11,301,556.64	662,776.57	52,960.00	715,736.57	9,381,720.57	744,962.00	10,126,682.57
B. EXPENDITURES											
1. Certificated Salaries											
Certificated Teachers' Salaries		1100	1,995,699.56	182,440.44	2,178,140.00	634,962.83	16,768.17	651,731.00	2,219,361.40	187,415.60	2,406,777.00
Certificated Pupil Support Salaries		1200	-	-	-	-		-	69,785.00		69,785.00
Certificated Supervisors' and Administrators' Salaries		1300	224,900.00	-	224,900.00	82,728.00		82,728.00	214,328.00		214,328.00
Other Certificated Salaries		1900	-	-	-	-		-	-		-
Total, Certificated Salaries			2,220,599.56	182,440.44	2,403,040.00	725,444.83	16,768.17	742,213.00	2,503,474.40	187,415.60	2,690,890.00
2. Non-certificated Salaries											
Non-certificated Instructional Aides' Salaries		2100	300,604.26	-	300,604.26	399,964.00		399,964.00	1,179,364.00		1,179,364.00
Non-certificated Support Salaries		2200	-	-	-	-		-	-		-
Non-certificated Supervisors' and Administrators' Sal.		2300	-	-	-	-		-	-		-
Clerical and Office Salaries		2400	-	-	-	-		-	-		-
Other Non-certificated Salaries		2900	-	-	-	-		-	-		-
Total, Non-certificated Salaries			300,604.26	-	300,604.26	399,964.00	-	399,964.00	1,179,364.00	-	1,179,364.00
3. Employee Benefits											
STRS		3101-3102	320,432.85	26,326.15	346,759.00	100,403.25	2,320.75	102,724.00	357,178.81	26,739.19	383,918.00
PERS		3201-3202	-		-			-			-
OASDI / Medicare / Alternative		3301-3302	55,194.61	2,645.39	57,840.00	40,401.03	225.97	40,627.00	125,806.80	2,700.20	128,507.00
Health and Welfare Benefits		3401-3402	349,695.20	25,304.80	375,000.00	122,193.88	1,728.12	123,922.00	411,755.23	20,953.77	432,709.00
Unemployment Insurance		3501-3502	30,700.44	2,221.56	32,922.00	15,932.67	225.33	16,158.00	40,811.16	2,076.84	42,888.00
Workers' Compensation Insurance		3601-3602	35,296.83	2,554.66	37,851.49	8,815.34	124.66	8,940.00	44,850.60	2,282.40	47,133.00
OPEB, Allocated		3701-3702	-	-	-	-		-	-		-
OPEB, Active Employees		3751-3752	-	-	-	-		-	-		-
Other Employee Benefits		3901-3902	-	-	-	3,773.00		3,773.00	3,773.00		3,773.00
Total, Employee Benefits			791,319.93	59,052.56	850,372.49	291,519.17	4,624.83	296,144.00	984,175.60	54,752.40	1,038,928.00
4. Books and Supplies											
Approved Textbooks and Core Curricula Materials		4100	56,504.40	44,887.60	101,392.00	64,199.00		64,199.00	283,920.00		283,920.00
Books and Other Reference Materials		4200	243,279.00	-	243,279.00	140,618.00		140,618.00	471,719.00		471,719.00
Materials and Supplies		4300	1,310,584.00	-	1,310,584.00	436,214.00		436,214.00	1,658,103.00	41,580.00	1,699,683.00
Noncapitalized Equipment		4400	967,270.00	-	967,270.00	31,364.00		31,364.00	78,793.00		78,793.00
Food		4700	-	-	-	-		-	-		-
Total, Books and Supplies			2,577,637.40	44,887.60	2,622,525.00	672,395.00	-	672,395.00	2,492,535.00	41,580.00	2,534,115.00
5. Services and Other Operating Expenditures											
Subagreements for Services		5100	824,233.00	486,967.00	1,311,200.00	227,360.00	31,567.00	258,927.00	513,073.00	461,214.00	974,287.00
Travel and Conferences		5200	11,200.00	-	11,200.00	4,694.00		4,694.00	11,808.00		11,808.00
Dues and Memberships		5300	1,200.00	-	1,200.00	108.00		108.00	1,068.00		1,068.00
Insurance		5400	7,000.00	-	7,000.00	6,333.00		6,333.00	13,666.00		13,666.00
Operations and Housekeeping Services		5500	40,000.00	-	40,000.00	21,888.00		21,888.00	52,333.00		52,333.00
Rentals, Leases, Repairs, and Noncap. Improvements		5600	22,000.00	-	22,000.00	52,729.00		52,729.00	177,482.00		177,482.00
Transfers of Direct Costs		5700-5799	-	-	-	-		-	-		-
Professional/Consulting Services and Operating Expend.		5800	387,200.00	30,353.00	417,553.00	84,697.00		84,697.00	514,903.00		514,903.00
Communications		5900	5,000.00	-	5,000.00	1,578.00		1,578.00	5,000.00		5,000.00
Total, Services and Other Operating Expenditures			1,297,833.00	517,320.00	1,815,153.00	399,387.00	31,567.00	430,954.00	1,289,333.00	461,214.00	1,750,547.00

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Detail**

Charter School Name: Inspire Charter Schools -  
(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	Adopted Budget - July 1			Actuals thru 10/31			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>6. Capital Outlay</b> (Objects 6100-6170, 6200-6500 for modified accrual basis only)										
Land and Land Improvements	6100-6170	-	-	-	-	-	-	-	-	-
Buildings and Improvements of Buildings	6200	-	-	-	-	-	-	-	-	-
Books and Media for New School Libraries or Major										
Expansion of School Libraries	6300	-	-	-	-	-	-	-	-	-
Equipment	6400	-	-	-	-	-	-	-	-	-
Equipment Replacement	6500	-	-	-	-	-	-	-	-	-
Depreciation Expense (for accrual basis only)	6900	-	-	-	-	-	-	-	-	-
Total, Capital Outlay		-	-	-	-	-	-	-	-	-
<b>7. Other Outgo</b>										
Tuition to Other Schools	7110-7143	-	-	-	-	-	-	-	-	-
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	-	-	-	-	-
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	-	-	-	-	-
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	-	-	-	-	-
All Other Transfers	7281-7299	-	-	-	-	-	-	-	-	-
Transfers of Indirect Costs	7300-7399	-	-	-	-	-	-	-	-	-
Debt Service:										
Interest	7438	282,000.00	-	282,000.00	187,458.00	-	187,458.00	517,507.00	-	517,507.00
Principal (for modified accrual basis only)	7439	-	-	-	-	-	-	-	-	-
Total, Other Outgo		282,000.00	-	282,000.00	187,458.00	-	187,458.00	517,507.00	-	517,507.00
<b>8. TOTAL EXPENDITURES</b>		7,469,994.15	803,700.60	8,273,694.75	2,676,168.00	52,960.00	2,729,128.00	8,966,389.00	744,962.00	9,711,351.00
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		3,027,861.89	-	3,027,861.89	(2,013,391.43)	-	(2,013,391.43)	415,331.57	-	415,331.57
<b>D. OTHER FINANCING SOURCES / USES</b>										
1. Other Sources	8930-8979	-	-	-	-	-	-	-	-	-
2. Less: Other Uses	7630-7699	-	-	-	-	-	-	-	-	-
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-	-	-	-	-	-	-
<b>4. TOTAL OTHER FINANCING SOURCES / USES</b>		-	-	-	-	-	-	-	-	-
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		3,027,861.89	-	3,027,861.89	(2,013,391.43)	-	(2,013,391.43)	415,331.57	-	415,331.57
<b>F. FUND BALANCE, RESERVES</b>										
1. Beginning Fund Balance										
a. As of July 1	9791	46,108.41	-	46,108.41	46,108.41	-	46,108.41	46,108.41	-	46,108.41
b. Adjustments to Beginning Balance	9793, 9795	(47,874.20)	-	(47,874.20)	(47,874.20)	-	(47,874.20)	(47,874.20)	-	(47,874.20)
c. Adjusted Beginning Balance		(1,765.79)	-	(1,765.79)	(1,765.79)	-	(1,765.79)	(1,765.79)	-	(1,765.79)
2. Ending Fund Balance, June 30 (E + F.1.c.)		3,026,096.10	-	3,026,096.10	(2,015,157.22)	-	(2,015,157.22)	413,565.78	-	413,565.78
Components of Ending Fund Balance :										
a. Nonspendable										
Revolving Cash (equals object 9130)	9711	-	-	-	-	-	-	-	-	-
Stores (equals object 9320)	9712	-	-	-	-	-	-	-	-	-
Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	-	-	-	-	-
All Others	9719	-	-	-	-	-	-	-	-	-
b. Restricted	9740	-	-	-	-	-	-	-	-	-
c. Committed										
Stabilization Arrangements	9750	-	-	-	-	-	-	-	-	-
Other Commitments	9760	-	-	-	-	-	-	-	-	-
d. Assigned										
Other Assignments	9780	-	-	-	-	-	-	-	-	-
e. Unassigned/Unappropriated										
Reserve for Economic Uncertainties	9789	413,684.74	-	413,684.74	136,456.40	-	136,456.40	485,567.55	-	485,567.55
Unassigned/Unappropriated Amount	9790	2,612,411.36	-	2,612,411.36	(2,151,613.62)	-	(2,151,613.62)	(72,001.77)	-	(72,001.77)

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
First Interim Report - Summary**

Charter School Name: Inspire Charter Schools -  
(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>A. REVENUES</b>						
1. LCFF/Revenue Limit Sources						
State Aid - Current Year	8011	9,422,699.89	566,382.00	8,440,295.00	(982,404.89)	-10.43%
Education Protection Account State Aid - Current Year	8012	237,500.00	19,117.00	220,000.00	(17,500.00)	-7.37%
State Aid - Prior Years	8019	-	-	-	-	
Transfers to Charter Schools Funding in Lieu of Property Taxes	8096	568,028.75	75,364.00	490,930.00	(77,098.75)	-13.57%
Other LCFF Transfers	8091, 8097	-	-	-	-	
Total, LCFF Sources		10,228,228.64	660,863.00	9,151,225.00	(1,077,003.64)	-10.53%
2. Federal Revenues						
Every Student Succeeds Act (Title I-V)	8290	-	-	-	-	
Special Education - Federal	8181, 8182	148,438.00	-	137,500.00	(10,938.00)	-7.37%
Child Nutrition - Federal	8220	-	-	-	-	
Donated Food Commodities	8221	-	-	-	-	
Other Federal Revenues	8110, 8260-8299	-	-	-	-	
Total, Federal Revenues		148,438.00	-	137,500.00	(10,938.00)	-7.37%
3. Other State Revenues						
Special Education - State	StateRevSE	610,375.00	52,960.00	565,882.00	(44,493.00)	-7.29%
All Other State Revenues	StateRevAO	314,515.00	1,120.57	271,282.57	(43,232.43)	-13.75%
Total, Other State Revenues		924,890.00	54,080.57	837,164.57	(87,725.43)	-9.48%
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	-	793.00	793.00	793.00	New
Total, Local Revenues		-	793.00	793.00	793.00	New
5. TOTAL REVENUES		11,301,556.64	715,736.57	10,126,682.57	(1,174,874.07)	-10.40%
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	2,178,140.00	651,731.00	2,406,777.00	228,637.00	10.50%
Certificated Pupil Support Salaries	1200	-	7,754.00	69,785.00	69,785.00	New
Certificated Supervisors' and Administrators' Salaries	1300	224,900.00	82,728.00	214,328.00	(10,572.00)	-4.70%
Other Certificated Salaries	1900	-	-	-	-	
Total, Certificated Salaries		2,403,040.00	742,213.00	2,690,890.00	287,850.00	11.98%
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	300,604.26	399,964.00	1,179,364.00	878,759.74	292.33%
Non-certificated Support Salaries	2200	-	-	-	-	
Non-certificated Supervisors' and Administrators' Sal.	2300	-	-	-	-	
Clerical and Office Salaries	2400	-	-	-	-	
Other Non-certificated Salaries	2900	-	-	-	-	
Total, Non-certificated Salaries		300,604.26	399,964.00	1,179,364.00	878,759.74	292.33%
3. Employee Benefits						
STRS	3101-3102	346,759.00	102,724.00	383,918.00	37,159.00	10.72%
PERS	3201-3202	-	-	-	-	
OASDI / Medicare / Alternative	3301-3302	57,840.00	40,627.00	128,507.00	70,667.00	122.18%
Health and Welfare Benefits	3401-3402	375,000.00	123,922.00	432,709.00	57,709.00	15.39%
Unemployment Insurance	3501-3502	32,922.00	16,158.00	42,888.00	9,966.00	30.27%
Workers' Compensation Insurance	3601-3602	37,851.49	8,940.00	47,133.00	9,281.51	24.52%
OPEB, Allocated	3701-3702	-	-	-	-	
OPEB, Active Employees	3751-3752	-	-	-	-	
Other Employee Benefits	3901-3902	-	3,773.00	3,773.00	3,773.00	New
Total, Employee Benefits		850,372.49	296,144.00	1,038,928.00	188,555.51	22.17%



**CHARTER SCHOOL  
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First Interim Report - Summary**

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(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	101,392.00	64,199.00	283,920.00	182,528.00	180.02%
Books and Other Reference Materials	4200	243,279.00	140,618.00	471,719.00	228,440.00	93.90%
Materials and Supplies	4300	1,310,584.00	436,214.00	1,699,683.00	389,099.00	29.69%
Noncapitalized Equipment	4400	967,270.00	31,364.00	78,793.00	(888,477.00)	-91.85%
Food	4700	-	-	-	-	
Total, Books and Supplies		2,622,525.00	672,395.00	2,534,115.00	(88,410.00)	-3.37%
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	1,311,200.00	258,927.00	974,287.00	(336,913.00)	-25.70%
Travel and Conferences	5200	11,200.00	4,694.00	11,808.00	608.00	5.43%
Dues and Memberships	5300	1,200.00	108.00	1,068.00	(132.00)	-11.00%
Insurance	5400	7,000.00	6,333.00	13,666.00	6,666.00	95.23%
Operations and Housekeeping Services	5500	40,000.00	21,888.00	52,333.00	12,333.00	30.83%
Rentals, Leases, Repairs, and Noncap. Improvements	5600	22,000.00	52,729.00	177,482.00	155,482.00	706.74%
Transfers of Direct Costs	5700-5799	-	-	-	-	
Professional/Consulting Services and Operating Expend.	5800	417,553.00	84,697.00	514,903.00	97,350.00	23.31%
Communications	5900	5,000.00	1,578.00	5,000.00	-	0.00%
Total, Services and Other Operating Expenditures		1,815,153.00	430,954.00	1,750,547.00	(64,606.00)	-3.56%
<b>6. Capital Outlay (Objects 6100-6170, 6200-6500 modified accrual basis only)</b>						
Land and Land Improvements	6100-6170	-	-	-	-	
Buildings and Improvements of Buildings	6200	-	-	-	-	
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	-	-	-	-	
Equipment	6400	-	-	-	-	
Equipment Replacement	6500	-	-	-	-	
Depreciation Expense (for accrual basis only)	6900	-	-	-	-	
Total, Capital Outlay		-	-	-	-	
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	-	-	-	-	
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	
All Other Transfers	7281-7299	-	-	-	-	
Transfers of Indirect Costs	7300-7399	-	-	-	-	
Debt Service:						
Interest	7438	282,000.00	187,458.00	517,507.00	235,507.00	83.51%
Principal (for modified accrual basis only)	7439	-	-	-	-	
Total, Other Outgo		282,000.00	187,458.00	517,507.00	235,507.00	83.51%
<b>8. TOTAL EXPENDITURES</b>		8,273,694.75	2,729,128.00	9,711,351.00	1,437,656.25	17.38%
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		3,027,861.89	(2,013,391.43)	415,331.57	(2,612,530.32)	-86.28%

**CHARTER SCHOOL  
INTERIM FINANCIAL REPORT - ALTERNATIVE FORM  
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 (continued) Central  
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 Charter Approving Entity: Westside Elementary  
 County: Fresno  
 Charter #: 1841  
 Fiscal Year: 2017/18

					1st Interim vs. Adopted Budget Increase, (Decrease)	
Description	Object Code	7/1 Adopted Budget (X)	Actuals thru 10/31 (Y)	1st Interim Budget (Z)	\$ Difference (Z) vs. (X)	% Change (Z) vs. (X)
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	-	-	-	-	
2. Less: Other Uses	7630-7699	-	-	-	-	
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	-	-	-	-	
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		3,027,861.89	(2,013,391.43)	415,331.57	(2,612,530.32)	-86.28%
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	46,108.41	46,108.41	46,108.41	-	0.00%
b. Adjustments/Restatements	9793, 9795	(47,874.20)	(47,874.20)	(47,874.20)	-	0.00%
c. Adjusted Beginning Fund Balance		(1,765.79)	(1,765.79)	(1,765.79)		
2. Ending Fund Balance, June 30 (E + F.1.c.)		3,026,096.10	(2,015,157.22)	413,565.78		
Components of Ending Fund Balance :						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	-	-	-	-	
Stores (equals object 9320)	9712	-	-	-	-	
Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	
All Others	9719	-	-	-	-	
b. Restricted	9740	-	-	-	-	
c. Committed						
Stabilization Arrangements	9750	-	-	-	-	
Other Commitments	9760	-	-	-	-	
d. Assigned						
Other Assignments	9780	-	-	-	-	
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	413,684.74	136,456.40	485,567.55	71,882.81	17.38%
Unassigned/Unappropriated Amount	9790	2,612,411.36	(2,151,613.62)	(72,001.77)	(2,684,413.13)	-102.76%

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
First Interim Report - MYP**

Charter School Name: Inspire Charter Schools -  
(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

This charter school uses the following basis of accounting:

- ☐ **Accrual Basis** (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)  
☐ **Modified Accrual Basis** (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>A. REVENUES</b>						
1. LCFF Sources						
State Aid - Current Year	8011	8,440,295.00	0.00	8,440,295.00	8,623,246.00	8,825,379.00
Education Protection Account State Aid - Current Year	8012	220,000.00	0.00	220,000.00	220,000.00	220,000.00
State Aid - Prior Years	8019	0.00	0.00	0.00	0.00	0.00
Transfers of Charter Schools in Lieu of Property Taxes	8096	490,930.00	0.00	490,930.00	490,930.00	490,930.00
Other LCFF Transfers	8091, 8097	0.00	0.00	0.00	0.00	0.00
Total, LCFF Sources		9,151,225.00	0.00	9,151,225.00	9,334,176.00	9,536,309.00
2. Federal Revenues						
Every Student Succeeds Act (Title I - V)	8290	0.00	0.00	0.00	0.00	0.00
Special Education - Federal	8181, 8182	0.00	137,500.00	137,500.00	137,500.00	137,500.00
Child Nutrition - Federal	8220	0.00	0.00	0.00	0.00	0.00
Donated Food Commodities	8221	0.00	0.00	0.00	0.00	0.00
Other Federal Revenues	8110, 8260-8299	0.00	0.00	0.00	0.00	0.00
Total, Federal Revenues		0.00	137,500.00	137,500.00	137,500.00	137,500.00
3. Other State Revenues						
Special Education - State	StateRevSE	0.00	565,882.00	565,882.00	565,400.00	565,400.00
All Other State Revenues	StateRevAO	229,702.57	41,580.00	271,282.57	226,936.00	226,936.00
Total, Other State Revenues		229,702.57	607,462.00	837,164.57	792,336.00	792,336.00
4. Other Local Revenues						
All Other Local Revenues	LocalRevAO	793.00	0.00	793.00	793.00	793.00
Total, Local Revenues		793.00	0.00	793.00	793.00	793.00
5. TOTAL REVENUES		9,381,720.57	744,962.00	10,126,682.57	10,264,805.00	10,466,938.00
<b>B. EXPENDITURES</b>						
1. Certificated Salaries						
Certificated Teachers' Salaries	1100	2,219,361.40	187,415.60	2,406,777.00	2,454,912.00	2,504,011.00
Certificated Pupil Support Salaries	1200	69,785.00	0.00	69,785.00	71,180.00	72,604.00
Certificated Supervisors' and Administrators' Salaries	1300	214,328.00	0.00	214,328.00	218,615.00	222,987.00
Other Certificated Salaries	1900	0.00	0.00	0.00	-	-
Total, Certificated Salaries		2,503,474.40	187,415.60	2,690,890.00	2,744,707.00	2,799,602.00
2. Non-certificated Salaries						
Non-certificated Instructional Aides' Salaries	2100	1,179,364.00	0.00	1,179,364.00	1,202,951.00	1,227,010.00
Non-certificated Support Salaries	2200	0.00	0.00	0.00		
Non-certificated Supervisors' and Administrators' Sal.	2300	0.00	0.00	0.00		
Clerical and Office Salaries	2400	0.00	0.00	0.00		
Other Non-certificated Salaries	2900	0.00	0.00	0.00		
Total, Non-certificated Salaries		1,179,364.00	0.00	1,179,364.00	1,202,951.00	1,227,010.00

**CHARTER SCHOOL  
MULTI-YEAR PROJECTION - ALTERNATIVE FORM  
First Interim Report - MYP**

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(continued) Central  
CDS #: 10-62547-0135103  
Charter Approving Entity: Westside Elementary  
County: Fresno  
Charter #: 1841  
Fiscal Year: 2017/18

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>3. Employee Benefits</b>						
STRS	3101-3102	357,178.81	26,739.19	383,918.00	391,596.00	399,428.00
PERS	3201-3202	0.00	0.00	0.00	-	0.00
OASDI / Medicare / Alternative	3301-3302	125,806.80	2,700.20	128,507.00	131,078.00	133,699.00
Health and Welfare Benefits	3401-3402	411,755.23	20,953.77	432,709.00	441,364.00	450,191.00
Unemployment Insurance	3501-3502	40,811.16	2,076.84	42,888.00	43,746.00	44,620.00
Workers' Compensation Insurance	3601-3602	44,850.60	2,282.40	47,133.00	48,075.00	49,037.00
OPEB, Allocated	3701-3702	0.00	0.00	0.00	0.00	0.00
OPEB, Active Employees	3751-3752	0.00	0.00	0.00	0.00	0.00
Other Employee Benefits	3901-3902	3,773.00	0.00	3,773.00	3,848.00	3,925.00
Total, Employee Benefits		984,175.60	54,752.40	1,038,928.00	1,059,707.00	1,080,900.00
<b>4. Books and Supplies</b>						
Approved Textbooks and Core Curricula Materials	4100	283,920.00	0.00	283,920.00	289,599.00	295,391.00
Books and Other Reference Materials	4200	471,719.00	0.00	471,719.00	481,153.00	490,776.00
Materials and Supplies	4300	1,658,103.00	41,580.00	1,699,683.00	1,733,677.00	1,768,351.00
Noncapitalized Equipment	4400	78,793.00	0.00	78,793.00	80,369.00	81,977.00
Food	4700	0.00	0.00	0.00		
Total, Books and Supplies		2,492,535.00	41,580.00	2,534,115.00	2,584,798.00	2,636,495.00
<b>5. Services and Other Operating Expenditures</b>						
Subagreements for Services	5100	513,073.00	461,214.00	974,287.00	993,772.00	1,013,648.00
Travel and Conferences	5200	11,808.00	0.00	11,808.00	12,044.00	12,285.00
Dues and Memberships	5300	1,068.00	0.00	1,068.00	1,090.00	1,111.00
Insurance	5400	13,666.00	0.00	13,666.00	13,940.00	14,218.00
Operations and Housekeeping Services	5500	52,333.00	0.00	52,333.00	53,378.00	54,446.00
Rentals, Leases, Repairs, and Noncap. Improvements	5600	177,482.00	0.00	177,482.00	181,031.00	184,652.00
Transfers of Direct Costs	5700-5799	0.00	0.00	0.00	0.00	0.00
Professional/Consulting Services and Operating Expend.	5800	514,903.00	0.00	514,903.00	525,199.00	536,167.00
Communications	5900	5,000.00	0.00	5,000.00	5,100.00	5,202.00
Total, Services and Other Operating Expenditures		1,289,333.00	461,214.00	1,750,547.00	1,785,554.00	1,821,729.00
<b>6. Capital Outlay (Obj. 6100-6170, 6200-6500 for mod. accr. basis only)</b>						
Land and Land Improvements	6100-6170	0.00	0.00	0.00	0.00	0.00
Buildings and Improvements of Buildings	6200	0.00	0.00	0.00	0.00	0.00
Books and Media for New School Libraries or Major Expansion of School Libraries	6300	0.00	0.00	0.00	0.00	0.00
Equipment	6400	0.00	0.00	0.00	0.00	0.00
Equipment Replacement	6500	0.00	0.00	0.00	0.00	0.00
Depreciation Expense (for accrual basis only)	6900	0.00	0.00	0.00	0.00	0.00
Total, Capital Outlay		0.00	0.00	0.00	0.00	0.00
<b>7. Other Outgo</b>						
Tuition to Other Schools	7110-7143	0.00	0.00	0.00	0.00	0.00
Transfers of Pass-through Revenues to Other LEAs	7211-7213	0.00	0.00	0.00	0.00	0.00
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	0.00	0.00	0.00	0.00	0.00
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	0.00	0.00	0.00	0.00	0.00
All Other Transfers	7280-7299	0.00	0.00	0.00	0.00	0.00
Transfers of Indirect Costs	7300-7399	0.00	0.00	0.00	0.00	0.00
Debt Service:						
Interest	7438	517,507.00	0.00	517,507.00	0.00	0.00
Principal (for modified accrual basis only)	7439	0.00	0.00	0.00	0.00	0.00
Total, Other Outgo		517,507.00	0.00	517,507.00	0.00	0.00
<b>8. TOTAL EXPENDITURES</b>		8,966,389.00	744,962.00	9,711,351.00	9,377,717.00	9,565,736.00
<b>C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)</b>		415,331.57	0.00	415,331.57	887,088.00	901,202.00

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 (continued) Central  
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 Charter #: 1841  
 Fiscal Year: 2017/18

Description	Object Code	FY 2017/18			Totals for 2018/19	Totals for 2019/20
		Unrestricted	Restricted	Total		
<b>D. OTHER FINANCING SOURCES / USES</b>						
1. Other Sources	8930-8979	0.00	0.00	0.00		
2. Less: Other Uses	7630-7699	0.00	0.00	0.00		
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-8999	0.00	0.00	0.00		
4. TOTAL OTHER FINANCING SOURCES / USES		0.00	0.00	0.00	0.00	0.00
<b>E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)</b>		415,331.57	0.00	415,331.57	887,088.00	901,202.00
<b>F. FUND BALANCE, RESERVES</b>						
1. Beginning Fund Balance						
a. As of July 1	9791	46,108.41	0.00	46,108.41	413,565.78	1,300,653.78
b. Adjustments/Restatements	9793, 9795	(47,874.20)	0.00	(47,874.20)		
c. Adjusted Beginning Balance		(1,765.79)	0.00	(1,765.79)	413,565.78	1,300,653.78
2. Ending Fund Balance, June 30 (E + F.1.c.)		413,565.78	0.00	413,565.78	1,300,653.78	2,201,855.78
Components of Ending Fund Balance:						
a. Nonspendable						
Revolving Cash (equals object 9130)	9711	0.00	0.00	0.00		
Stores (equals object 9320)	9712	0.00	0.00	0.00		
Prepaid Expenditures (equals object 9330)	9713	0.00	0.00	0.00		
All Others	9719	0.00	0.00	0.00		
b. Restricted	9740		0.00	0.00		
c. Committed						
Stabilization Arrangements	9750	0.00	0.00	0.00		
Other Commitments	9760	0.00	0.00	0.00		
d. Assigned						
Other Assignments	9780	0.00	0.00	0.00		
e. Unassigned/Unappropriated						
Reserve for Economic Uncertainties	9789	485,567.55	0.00	485,567.55	468,885.85	478,286.80
Unassigned/Unappropriated Amount	9790	(72,001.77)	0.00	(72,001.77)	831,767.93	1,723,568.98

WINSHIP COMMUNITY SCHOOL

SUTTER COUNTY

SACRAMENTO, CALIFORNIA

FINANCIAL STATEMENTS AND  
SUPPLEMENTAL INFORMATION

YEAR ENDED JUNE 30, 2017

**WINSHIP COMMUNITY SCHOOL**  
Financial Statements and Supplemental Information  
Year Ended June 30, 2017

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P. Robert Wilkinson, CPA  
Brian K. Hadley, CPA

Aubrey W. King, CPA  
Kevin A. Sproul, CPA

## Independent Auditor's Report

To the Board of Trustees of  
Winship Community School

### Report on the Financial Statements

We have audited the accompanying financial statements of Winship Community School (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Winship Community School as of June 30, 2017, 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.



### **Emphasis-of-Matter Regarding Going Concern**

The accompanying financial statements have been prepared assuming that Winship Community School will continue as a going concern. As discussed in Note I to the financial statements, Winship Community School has suffered recurring increases in expenditures and has a net deficiency in net assets that raise substantial doubt about its ability to continue as a going concern. Management's plans regarding those matters also are described in Note I. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information, as required by the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2017, on our consideration of Winship Community School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Winship Community School's internal control over financial reporting and compliance.

*Wilkinson Hadley King + Co LLP*

El Cajon, California

December 14, 2017

## Financial Statements

**WINSHIP COMMUNITY SCHOOL**

Statement of Financial Position

June 30, 2017

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**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 24,646
Accounts receivable	136,065
<b>Total Current Assets</b>	<u>160,711</u>

<b>TOTAL ASSETS</b>	<u><u>\$ 160,711</u></u>
---------------------	--------------------------

**LIABILITIES AND NET ASSETS**

**Current Liabilities**

Accounts payable	\$ 113
Accrued expenses	21,529
Accounts payable related entity	309,998
<b>Total Current Liabilities</b>	<u>331,640</u>

<b>Total Liabilities</b>	<u>331,640</u>
--------------------------	----------------

**Net Assets**

Unrestricted	(170,929)
<b>Total Net Assets</b>	<u>(170,929)</u>

<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 160,711</u></u>
---	--------------------------

The accompanying notes are an integral part of this statement.

**WINSHIP COMMUNITY SCHOOL**Statement of Activities  
Year Ended June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
<b>Revenue</b>			
LCFF state aid, current year	\$ 295,791	\$ -	\$ 295,791
Education protection account funds	7,990	-	7,990
Payments in lieu of property taxes	28,404	-	28,404
Other state revenue	7,502	19,242	26,744
<b>Total Revenues</b>	<u>339,687</u>	<u>19,242</u>	<u>358,929</u>
Net assets released from restrictions:			
Grant restrictions satisfied	<u>19,242</u>	<u>(19,242)</u>	<u>-</u>
<b>TOTAL REVENUE AND SUPPORT</b>	<u>358,929</u>	<u>-</u>	<u>358,929</u>
<b>EXPENSES</b>			
Certificated salaries	188,721	-	188,721
Classified salaries	44,371	-	44,371
Taxes and employee benefits	77,954	-	77,954
Books and supplies	43,520	-	43,520
Rentals, leases and repairs	970	-	970
Other operating expenditures	<u>174,322</u>	<u>-</u>	<u>174,322</u>
<b>TOTAL EXPENSES</b>	<u>529,858</u>	<u>-</u>	<u>529,858</u>
<b>CHANGE IN NET ASSETS</b>	(170,929)	-	(170,929)
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ (170,929)</u>	<u>\$ -</u>	<u>\$ (170,929)</u>

The accompanying notes are an integral part of this statement.

**WINSHIP COMMUNITY SCHOOL**

Statement of Cash Flows

Year Ended June 30, 2017

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**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in Net Assets	\$ (170,929)
Depreciation	-
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
(Increase) Decrease resulting from changes in assets:	
Accounts receivable	(136,065)
Increase (Decrease) resulting from changes in liabilities:	
Accounts payable	113
Accrued expenses	21,529
Accounts payable related entity	309,998
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u>24,646</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	24,646
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>-</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><u>\$ 24,646</u></u>

The accompanying notes are an integral part of this statement.

## WINSHIP COMMUNITY SCHOOL

### Notes to the Financial Statements

Year Ended June 30, 2017

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#### A. Organization and Summary of Significant Accounting Policies

##### *Organization*

Through the conversion process, Winship Community School (the School), was formed on June 1, 2016 as a charter school pursuant to California Education Code §47600 under a charter agreement with Winship-Robbins Elementary School District (the District). The School became a nonprofit public benefit corporation in 2016. The charter agreement was approved by Winship-Robbins Elementary School District and submitted to the California Board of Education in July of 2016. The School began operations on July 1, 2016.

Winship Community School is a tuition-free, K-12 independent study charter school. The School offers both online and offline based curricula, academically accelerated instructional program with thematic units, project-based learning, and enriched to support students who have the desire to work ahead or work deeper in their studies.

##### *Basis of Presentation*

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, Financial Statements of Not-for-Profit Organizations. Under ASC No. 958, the School is required to report information regarding its financial position and activities according to three classes of net assets:

- Unrestricted net assets represent expendable funds available for operations, which are not otherwise limited by donor or grant restrictions.
- Temporarily restricted net assets consist of contributed funds or grants subject to donor or grant imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the School may spend the funds.
- Permanently restricted net assets are subject to irrevocable donor restrictions requiring that the assets be maintained in perpetuity usually for the purpose of generating investment income to fund current operations.

The School had no permanently restricted net assets during the year.

##### *Use of Estimates*

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

##### *Cash and Cash Equivalents*

For the purposes of the statement of cash flows, the School considers all highly liquid debt equity instruments purchased with an original maturity of three months or less to be cash equivalents.

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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*Investments*

The School's method of accounting for investments, in accordance with generally accepted accounting principles, is the fair value method. Fair value is determined by published quotes. Changes in fair value of investments results in increases or decreases in unrealized fair values of equity investments. Adjustments to fair values are reflected as unrealized gain/loss on investments in the accompanying statement of activities. The School's policy is to follow fair value measurement and disclosure requirements contained in FASB ASC 820. As of June 30, 2017 the School did not have any investments.

*Accounts Receivable*

Accounts receivable arise in the normal course of operations. It is the policy of management to review the outstanding accounts receivable at year end, as well as bad debt write-offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts. No allowance was considered necessary as management believes that all amounts are collectible.

*Capital Assets*

Property and equipment are recorded at cost, or estimated fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets. The cost of assets sold or retired and related amounts of accumulated depreciation are eliminated from the accounts in the year of disposal, and any resulting gain or loss is included in the School's earnings. Management has elected to capitalize and depreciate all assets costing \$5,000 or more; all other assets are charged to expense in the year incurred. The School's policy is to evaluate the remaining lives and recoverability in light of the current conditions. It is reasonably possible that the School's estimate to recover the carrying amount of the property and equipment will change. Estimated useful lives range from three to fifty years depending on the asset.

*Unearned Revenue*

Unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition or when resources are received by the School prior to the School meeting the requirements for legal claim to the resources.

In subsequent periods, when both revenue recognition criteria are met or when the School has legal claim to the resources, the liability for unearned revenue is removed from the statement of financial position and revenue is recognized.

*Revenue Recognition*

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any restrictions.

All donor or grant restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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*Contributed Materials and Services*

Contributed materials are recorded at their fair market value where an objective basis is available to measure their value. Such items are capitalized or charged to operations as appropriate. The School receives services donated by volunteers in carrying out the School's operations. The services do not meet the criteria as contributions and are, therefore, not recognized in the financial statements.

*Donated Property and Equipment*

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contribution of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the School reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The School reclassifies temporarily restricted net assets to unrestricted net assets at that time.

*LCFF Revenues and Payments in Lieu of Property Taxes*

The School's primary funding source is a combination of local property taxes and state revenues. The California Department of Education computes the local control funding formula (LCFF) on statewide charter school rates multiplied by the School's average daily attendance (ADA) as reported at the Second Principal apportionment period (P2). The result is then reduced by property tax revenues transferred from the District to the School, which is funding in lieu of property taxes and education protection account funds paid by the state under proposition 30. The remaining balance is paid from the state General Fund, in the form of LCFF State Aid. LCFF funding sources, inclusive of state and local sources, made up 93% of the school's revenue. The School is not at risk of losing these funding sources, as long as the school maintains a steady level of ADA, as these funding sources are mandated by the California State Constitution to fund schools.

*Advertising*

Advertising costs are expensed when incurred.

*Income Taxes*

The School is a 509(a)(1) publicly supported non-profit organization that is exempt from income taxes under Sections 501(a) and 501(c)(3) of the Internal Revenue Code. The School is also exempt from California franchise or income tax under Section 23701d of the California Revenue and Taxation Code. The School may be subject to tax on income which is not related to its exempt purpose. For the year ended June 30, 2017, no such unrelated business income was reported and, therefore, no provision for income taxes has been made.

The School follows provisions of uncertain tax positions as addressed in ASC 958. The School recognizes accrued interest and penalties associated with uncertain tax positions as part of the income tax provision, when applicable. There are no amounts accrued in the financial statements related to uncertain tax positions for the year ended June 30, 2017.



**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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The School files informational and income tax returns in the United States and in the state of California. The federal income tax and informational returns are subject to examination by the Internal Revenue Service for three years after the returns are filed. State and local jurisdictions have statutes of limitation that generally range from three to five years.

*Subsequent Events*

In preparing these financial statements, the School has evaluated events and transactions for potential recognition or disclosure through December 14, 2017, the date the financial statements were available to be issued.

**B. Cash and Cash Equivalents**

*Cash in Bank*

The remainder of the School's cash (\$24,646 as of June 30, 2017) is held in financial institutions which are either insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor or certain non-interest bearing accounts that are fully insured by the FDIC. As of June 30, 2017, the School did not have any cash that was exposed to uninsured deposit risk.

**C. Accounts Receivable**

As of June 30, 2017 accounts receivable consisted of:

	Accounts Receivable
State Government:	
LCFF Revenue	\$ 109,300
Education Protection Account	3,724
Lottery Revenue	7,502
Special Education	8,310
Local Sources:	
In Lieu of Property Taxes	7,229
Total Accounts Receivable	<u>\$ 136,065</u>

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

**D. Accounts Payable**

As of June 30, 2017 accounts payable consisted of:

	Accounts Payable	Accrued Expenses	Accounts Payable Related Entity
Vendors payable	\$ 113	\$ 11,050	\$ -
Accrued payroll liabilities	-	10,479	-
Accounts payable Inspire South	-	-	309,998
Total Accounts Payable	<u>\$ 113</u>	<u>\$ 21,529</u>	<u>\$ 309,998</u>

**E. Functional Expenses**

As of June 30, 2017 functional expenses consisted of:

	Program Services	Management and General	Total
Salaries and wages	\$ 206,487	\$ 26,606	\$ 233,093
Pension plan accruals and contributions	17,692	2,280	19,972
Other employee benefits	45,558	5,870	51,428
Payroll taxes	5,806	748	6,554
Fees for services (non-employees):			
Management	-	6,283	6,283
Legal	-	2,134	2,134
Accounting	-	100	100
Consulting	85,249	9,163	94,412
Payroll service fee	-	2,768	2,768
Other	-	2,192	2,192
Information technology	237	-	237
Occupancy	34,262	-	34,262
Travel	-	3,838	3,838
Conferences, conventions and meetings	1,083	-	1,083
Insurance	-	2,587	2,587
All other expenses: Books and supplies	43,351	-	43,351
All other expenses: Special education	11,365	-	11,365
All other expenses: District oversight	-	11,827	11,827
All other expenses: Miscellaneous	2,172	200	2,372
Total expenses	<u>\$ 453,262</u>	<u>\$ 76,596</u>	<u>\$ 529,858</u>

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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**F. Commitments and Contingencies**

*State and Federal Allowances, Awards, and Grants*

The School has received federal and state 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 required reimbursement will not be material. As a result, no liability has been accrued.

*Sick Leave*

Sick leave is accumulated without limit for each employee at the rate of one day for each month worked. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulate sick leave. Employees, therefore, are never paid for any sick leave balance at termination of employment or any other time. Therefore, it is not appropriate to accrue the value of the accumulated sick leave.

**G. Employee Retirement System**

Qualified employees are covered under multiple-employer defined benefit pension plans by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (CalSTRS). The risks of participating in these multi-employer plans are different from single-employer plans in the following aspects:

1. Assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of the other participating employers.
2. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
3. If the School chooses to stop participating in some of its multi-employer plans, the School may be required to pay those plans an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The School's participation in these plans for the fiscal year ended June 30, 2017, is outlined in the table below. The "EIN/Pension Plan Number" column provides the Employee Identification Number (EIN) and the three-digit plan number, if applicable. Unless otherwise noted, the most recent Pension Protection Act (PPA) zone status available in 2017, 2016 and 2015 is for the plan's year-end at June 30, 2017, 2016 and 2015, respectively. The zone status is based on information that the School received from the plan and is certified by the plan's actuary. Among other factors, plans in the red zone are generally less than 65% funded, plans in the yellow zone are less than 80% funded, and plans in the green zone are at least 80% funded. The "FIP/RP Status Pending/Implemented" column indicates plans for which a financial improvement plan (FIP) or a rehabilitation plan (RP) is either pending or has been implemented. Finally, the School began operations in the 2016-17 year affecting the period-to-period comparability of the contributions for years 2016 and 2017.

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

Pension Fund	EIN/ Pension Plan Number	Pension Protection Act Zone Status Year Ended June 30			FIP/RP Status Pending/ Implemented
		2017	2016	2015	
CalSTRS	51024	Yellow	Yellow	Yellow	No

  

Pension Fund	Contributions of School			Number of Employees	Surcharge Imposed
	2017	2016	2015		
CalSTRS	19,972	N/A	N/A	4	No

**CalSTRS:**

The School contributes to the State Teachers' Retirement System (CalSTRS), a cost-sharing multiple employer public employee retirement system defined benefit pension plan administered by CalSTRS. Required contribution rates are set by the California Legislature and detailed in Teachers' Retirement Law. Contribution rates are expressed as a level of percentage of payroll using the entry age normal actuarial cost method. CalSTRS also uses the level percentage of payroll method to calculate the amortization of any unfunded liability. Copies of the STRS annual report may be obtained from the STRS, 7667 Folsom Boulevard, Sacramento, California 95826.

For the fiscal year ended June 30, 2017, active plan members were required to contribute between 9.20% and 10.25% of their salary, depending on their hire date. The employer contribution rate was 12.58% of annual payroll. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information.

**H. Subsequent Events**

In January 2017, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2017-02 *Not-for-Profit Entities – Consolidation (Subtopic 958-810)*. FASB issued this update to amend the consolidation guidance in Subtopic 958-810 to clarify when a not-for-profit entity that is a general partner or a limited partner should consolidate a for-profit limited partnership or similar legal entity. ASU 2017-02 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In December 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-19 *Technical Corrections and Improvements*. FASB issued this update to clarify the Accounting Standards Codification and correct unintended application of guidance that is not expected to have significant effect on current accounting practice or create a significant administrative cost to most entities. The amendments include items raised to FASB through Accounting Standards Codification's feedback mechanism. ASU 2016-19 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In October 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-17 *Consolidation (Topic 810)*. FASB issued this update to amend the consolidation guidance on how a reporting entity that is a single decision maker of a Variable Interest Entity (VIE) should treat indirect interests in the entity held through related parties that are under common control with the reporting entity when determining whether it is the primary beneficiary of that VIE. ASU 2016-17 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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In March 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-07 *Investments – Equity Method and Joint Ventures (Topic 323)*. FASB issued this update as a part of their Simplification Initiative by eliminating a requirement to retroactively adopt the equity method of accounting given that there is no clear benefit to users of financial statements. ASU 2016-07 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In September 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2015-16 *Business Combinations (Topic 805)*. FASB issued this update as part of their Simplification Initiative by amending the presentation of business combinations disclosing the effect on earnings of changes in depreciation, amortization, or other income effects, if any. The amendments in this Update require an entity to present separately on the face of the income statement or disclose in the notes the portion of the amount recorded in current-period earnings by line item that would have been recorded in previous recognition reporting periods if the adjustment to the provisional amounts had been recognized as of the acquisition date. ASU 2015-16 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In July 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2015-11 *Inventory*. FASB issued this update as part of their Simplification Initiative by eliminating unnecessarily complex measurement of inventory at the lower of cost or market given that there were several potential outcomes. Under the new guidance inventory should be measured at the lower of cost and net realizable value. Net realizable value is defined as the estimated selling prices in the ordinary course of business, less reasonably predictable costs of completion, disposal and transportation. This measure is in effect for all forms of inventory valuation except Last In First Out (LIFO). ASU 2015-11 becomes effective for the years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In May 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-09 *Financial Services – Insurance (Topic 944)*. FASB issued this update to provide guidance on note disclosure requirements for short-duration insurance contracts to increase transparency of significant estimates made in measuring liabilities associated with short-duration insurance contracts. ASU 2015-09 becomes effective for the years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In April 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-04 *Compensation – Retirement Benefits (Topic 715)*.

In February 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-02 *Consolidation (Topic 810)*. FASB issued this update to change the analysis that a reporting entity must perform to determine whether it should consolidate certain types of legal entities. ASU 2015-02 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

**WINSHIP COMMUNITY SCHOOL**  
Notes to the Financial Statements (Continued)  
Year Ended June 30, 2017

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In August 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2014-15 *Presentation of Financial Statements – Going Concern (Subtopic 205-40)*. FASB issued this update to provide guidance regarding management's responsibility to evaluate whether there is substantial doubt about an entity's ability to continue as a going concern and to provide related footnote disclosures. ASU 2014-15 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

**I. Going Concern**

The School's deficit spending in 2016-17 has resulted in doubt about the School's ability to continue as a going concern. The following issues indicate that the school may not be able to meet their financial obligations:

1. The School filed alternative forms in 2016-17 with negative net assets of \$170,944. However, after corrections the net assets are negative \$170,929.
2. The school's 2017-18 budgeted numbers show a decrease in the negative fund balance, it is enough to bring the school into a positive fund balance.

In response to these issues, the School's authorizing district, Winship-Robbins Elementary School District, has contacted the School to ensure that there is a proper plan in place to control spending and bring the school's net assets from negative to positive.

The School provided several reasons for the continued negative fund balance and solutions to resolve these in the future.

1. Enrollment was closed late into the year. Beginning in the 2017-18 year the enrollment will now be closed earlier in the year. This will ensure that students ADA will count towards the school's overall P2 funding.
2. Students who enroll later in the year will have a prorated amount of funding available based on the proportion of days left in the school year. In previous years all students were allotted the same funding no matter when they enrolled in the School.

## Supplementary Information

## WINSHIP COMMUNITY SCHOOL

Organization Structure  
Year Ended June 30, 2017

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Winship Community School (Charter #1826) was established in 2016. The authorizing entity is Winship-Robbins Elementary School.

### GOVERNING BOARD

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<u>Name</u>	<u>Office</u>	<u>Term and Term Expiration</u>
Jenny Thompson	President	Two Year Term Expires June 30, 2019
Wes Carpenter	Treasurer	Two Year Term Expires June 30, 2019
Julisa Platte	Secretary	Two Year Term Expires June 30, 2019

### ADMINISTRATION

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Darcy Belleza  
Senior Director

See accompanying notes to supplementary information



**WINSHIP COMMUNITY SCHOOL**

## Schedule of Average Daily Attendance

Year Ended June 30, 2017

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	Second Period Report		Annual Report	
	Original	Revised	Original	Revised
Non-Classroom Based Attendance:				
Grades K-3	23.05	N/A	25.04	N/A
Grades 4-6	10.62	N/A	11.14	N/A
Grades 7-8	6.28	N/A	6.37	N/A
Total Non-Classroom Based Attendance	39.95	N/A	42.55	N/A
Total Attendance	39.95	N/A	42.55	N/A

N/A – There were no audit findings which resulted in revisions to the second period or annual reports of attendance.

**WINSHIP COMMUNITY SCHOOL**

Schedule of Instructional Time  
Year Ended June 30, 2017

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<u>Track</u>	<u>Minutes Requirement</u>	<u>2016-17 Actual Minutes</u>	<u>Number of Multi- track Days</u>	<u>Status</u>
Track B	N/A	N/A	181	N/A
Track C	N/A	N/A	175	N/A
Track D	N/A	N/A	175	N/A

N/A – This information is not applicable as Winship Community School is an independent study-based charter school.

See accompanying notes to supplementary information

**WINSHIP COMMUNITY SCHOOL**  
Schedule of Financial Trends and Analysis  
Year Ended June 30, 2017

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	Budget 2018	2017	2016
Revenues	\$ 905,684	\$ 358,929	N/A
Expenses	719,785	529,858	N/A
Change in Net Assets	185,899	(170,929)	N/A
Ending Net Assets	\$ 14,970	\$ (170,929)	N/A
Unrestricted Net Assets	\$ 14,970	\$ (170,929)	N/A
Unrestricted net assets as a percentage of total expenses	2%	-32%	N/A
Total Long Term Debt	\$ -	\$ -	N/A
Average Daily Attendance at P2	100	40	N/A

See accompanying notes to supplementary information

**WINSHIP COMMUNITY SCHOOL**

Reconciliation of Unaudited Financial Report Alternative Form with Audited Financial Statements  
Year Ended June 30, 2017

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June 30, 2017 annual financial alternative form net assets	<u>\$ (170,944)</u>
Adjustments and reclassifications:	
Overstatement of accounts payable	<u>15</u>
Total adjustments and reclassifications	<u>15</u>
June 30, 2017 audited financial statement net assets	<u><u>\$ (170,929)</u></u>

See accompanying notes to supplementary information

## WINSHIP COMMUNITY SCHOOL

### Notes to the Supplementary Information Year Ended June 30, 2017

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#### A. Purpose of Schedules

##### Organization Structure

This schedule provides information about the School's charter number, district of authorization, members of the governing board, and members of administration.

##### Schedule of Average Daily Attendance

Average daily attendance (ADA) is a measure of the number of pupils attending classes of the School. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to charter schools. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

##### Schedule of Instructional Time

The School receives incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the School and whether they complied with the provisions of Education Code Sections 46200 through 46206. Charter schools must maintain their instructional minutes at the 1986-87 requirements as adjusted by Education Code sections later adopted. The School neither met nor exceeded its LCFF target.

##### Schedule of Financial Trends and Analysis

Budget information for 2018 is presented for analysis purposes only and is based on estimates of the 2017-18 fiscal year. The information has not been subject to audit.

This schedule discloses the School's financial trends by displaying past years' data along with current year budget information. These financial trend disclosures are used to evaluate the School's ability to continue as a going concern for a reasonable period of time.

##### Reconciliation of Unaudited Financial Report Alternative Form with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balance as reported on the Unaudited Financial Report Alternative Form to the net assets reported in the audited financial statements.

## Other Independent Auditors' Reports

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

To the Board of Trustees of  
Winship Community School

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Winship Community School (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 14, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Winship Community School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Winship Community School's internal control. Accordingly, we do not express an opinion on the effectiveness of Winship Community School's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Winship Community School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**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.

Wilkinson Hadley King + LLP

El Cajon, California  
December 14, 2017



## Independent Auditor's Report on State Compliance

To the Board of Trustees of  
Winship Community School

### Report on State Compliance

We have audited the School's compliance with the types of compliance requirements described in the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810, that could have a direct and material effect on each of the School's state programs identified below for the fiscal year ended June 30, 2017.

### Management's Responsibility for State Compliance

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

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each applicable program as identified in the State's audit Guide *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance*, prescribed in Title 5, *California Code of Regulations*, section 19810. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the comptroller General of the United States; and the State's audit guide *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810. Those standards and audit guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the state programs noted below. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the school's compliance with those requirements.

In connection with the audit referred to above, we selected and tested transactions and records to determine the school's compliance with the state laws and regulations applicable to the following items:

<u>Description</u>	<u>Procedures Performed</u>
<b>Local Education Agencies Other Than Charter Schools</b>	
Attendance.....	N/A
Teacher Certification and Misassignments .....	N/A
Kindergarten Continuance.....	N/A
Independent Study .....	N/A
Continuation Education.....	N/A
Instructional Time .....	N/A
Instructional Materials.....	N/A
Ratio of Administrative Employees to Teachers .....	N/A
Classroom Teacher Salaries .....	N/A
Early Retirement Incentive.....	N/A
Gann Limit Calculation.....	N/A
School Accountability Report Card.....	N/A
Juvenile Court Schools .....	N/A
Middle or Early College High Schools .....	N/A
K-3 Grade Span Adjustment .....	N/A
Transportation Maintenance of Effort.....	N/A
Mental Health Expenditures .....	N/A
<b>School Districts, County Offices of Education and Charter Schools</b>	
Educator Effectiveness .....	N/A
California Clean Energy Jobs Act .....	N/A
After School Education and Safety Program.....	N/A
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.....	N/A
Immunizations .....	N/A
<b>Charter Schools</b>	
Attendance.....	Yes
Mode of Instruction .....	Yes
Nonclassroom Based Instruction/Independent Study .....	Yes
Determination of Funding for Nonclassroom Based Instruction.....	Yes
Annual Instructional Minutes – Classroom Based .....	N/A
Charter School Facility Grant Program.....	N/A

The term N/A is used above to mean either the School did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

## **Opinion on State Compliance**

In our opinion, Winship Community School complied, in all material respects, with the compliance requirements referred to above that are applicable to the statutory requirements listed in the schedule above for the year ended June 30, 2017.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of compliance and the results of that testing. This report is an integral part of an audit performed in accordance with *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810. Accordingly, this report is not suitable for any other purpose.

*Wilkinson Hadley King + LLP*

El Cajon, California  
December 14, 2017

## Auditor's Results, Findings & Recommendations

**WINSHIP COMMUNITY SCHOOL**

Schedule of Auditor's Results

Year Ended June 30, 2017

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**FINANCIAL STATEMENTS**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weakness(es) identified?        Yes   X   No

One or more significant deficiencies identified that are  
not considered material weakness(es)?        Yes   X   No

Noncompliance material to financial statements noted?        Yes   X   No

**STATE AWARDS**

Any audit findings disclosed that are required to be reported  
in accordance with *2016-17 Guide for Annual Audits  
of California K-12 Local Education Agencies* ?        Yes   X   No

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

**WINSHIP COMMUNITY SCHOOL**  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2017

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The following findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), or the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. The findings have been coded as follows:

<u>Five Digit Code</u>	<u>AB 3627 Finding Type</u>
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
42000	Charter School Facilities
50000	Federal Compliance
60000	Miscellaneous
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

**A. Financial Statement Findings**

None

**B. State Award Findings**

None

**WINSHIP COMMUNITY SCHOOL**

## Schedule of Prior Year Audit Findings

Year Ended June 30, 2017

Finding/Recommendation	Status	Explanation if Not Implemented
The School was not operational during the 2015-16 year. Therefore, there were no findings reported in the prior year audit.	N/A	N/A

INSPIRE CHARTER SCHOOL CENTRAL

FRESNO COUNTY

FRESNO, CALIFORNIA

FINANCIAL STATEMENTS AND  
SUPPLEMENTAL INFORMATION

YEAR ENDED JUNE 30, 2017



**INSPIRE CHARTER SCHOOL CENTRAL**  
Financial Statements and Supplemental Information  
Year Ended June 30, 2017

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P. Robert Wilkinson, CPA  
Brian K. Hadley, CPA

Aubrey W. King, CPA  
Kevin A. Sproul, CPA

## Independent Auditor's Report

To the Board of Trustees of  
Inspire Charter School Central

### Report on the Financial Statements

We have audited the accompanying financial statements of Inspire Charter School Central (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Inspire Charter School Central as of June 30, 2017, 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.

### **Emphasis-of-Matter Regarding Going Concern**

The accompanying financial statements have been prepared assuming that Inspire Charter School Central will continue as a going concern. As discussed in Note K to the financial statements, Inspire Charter School Central has suffered recurring increases in expenditures and has a net deficiency in net assets that raise substantial doubt about its ability to continue as a going concern. Management's plans regarding those matters also are described in Note K. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information, as required by the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2017, on our consideration of Inspire Charter School Central's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Inspire Charter School Central's internal control over financial reporting and compliance.

*Wilkinson Hadley King + Co LLP*

El Cajon, California

December 14, 2017

## Financial Statements

**INSPIRE CHARTER SCHOOL CENTRAL**

## Statement of Financial Position

June 30, 2017

---

**ASSETS****Current Assets**

Cash and cash equivalents	\$ 71,564
Accounts receivable	1,221,640
Accounts receivable related entity	686,048
Prepaid expenditures	11,764
<b>Total Current Assets</b>	<u>1,991,016</u>

**Noncurrent Assets**

Deposits	<u>12,157</u>
<b>Total Noncurrent Assets</b>	<u>12,157</u>

<b>TOTAL ASSETS</b>	<u><u>\$ 2,003,173</u></u>
---------------------	----------------------------

**LIABILITIES AND NET ASSETS****Current Liabilities**

Accounts payable	\$ 28,615
Accrued expenses	109,824
Short term loan	1,866,500
<b>Total Current Liabilities</b>	<u>2,004,939</u>

<b>Total Liabilities</b>	<u>2,004,939</u>
--------------------------	------------------

**Net Assets**

Unrestricted	<u>(1,766)</u>
<b>Total Net Assets</b>	<u>(1,766)</u>

<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 2,003,173</u></u>
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The accompanying notes are an integral part of this statement.

**INSPIRE CHARTER SCHOOL CENTRAL**Statement of Activities  
Year Ended June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>			
<b>Revenue</b>			
LCFF state aid, current year	\$ 2,931,363	\$ -	\$ 2,931,363
Education protection account funds	76,466	-	76,466
Payments in lieu of property taxes	170,634	-	170,634
Other state revenue	71,815	184,149	255,964
Other local revenue	50	-	50
<b>Total Revenues</b>	<u>3,250,328</u>	<u>184,149</u>	<u>3,434,477</u>
Net assets released from restrictions:			
Grant restrictions satisfied	<u>184,149</u>	<u>(184,149)</u>	<u>-</u>
<b>TOTAL REVENUE AND SUPPORT</b>	<u>3,434,477</u>	<u>-</u>	<u>3,434,477</u>
<b>EXPENSES</b>			
Certificated salaries	896,635	-	896,635
Classified salaries	213,487	-	213,487
Taxes and employee benefits	482,377	-	482,377
Books and supplies	912,741	-	912,741
Rentals, leases and repairs	134,070	-	134,070
Other operating expenditures	546,124	-	546,124
Debt service interest	<u>250,809</u>	<u>-</u>	<u>250,809</u>
<b>TOTAL EXPENSES</b>	<u>3,436,243</u>	<u>-</u>	<u>3,436,243</u>
<b>CHANGE IN NET ASSETS</b>	(1,766)	-	(1,766)
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ (1,766)</u>	<u>\$ -</u>	<u>\$ (1,766)</u>

The accompanying notes are an integral part of this statement.

**INSPIRE CHARTER SCHOOL CENTRAL**Statement of Cash Flows  
Year Ended June 30, 2017**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in Net Assets	\$ (1,766)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
(Increase) Decrease resulting from changes in assets:	
Accounts receivable	(1,221,640)
Accounts receivable related entity	(686,048)
Prepaid expenses	(11,764)
Increase (Decrease) resulting from changes in liabilities:	
Accounts payable	28,615
Accrued expenses	109,824
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u>(1,782,779)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Increase in deposits	<u>(12,157)</u>
<b>NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>	<u>(12,157)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Proceeds from loan payable	<u>1,866,500</u>
<b>NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES</b>	<u>1,866,500</u>

**NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS** 71,564

**CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR** -

**CASH AND CASH EQUIVALENTS, END OF YEAR** \$ 71,564

The accompanying notes are an integral part of this statement.

## INSPIRE CHARTER SCHOOL CENTRAL

### Notes to the Financial Statements

Year Ended June 30, 2017

---

#### A. Organization and Summary of Significant Accounting Policies

##### *Organization*

Inspire Charter School - Central (the School) was formed on August 23, 2016 as a charter school pursuant to California Education Code §47600 under a charter agreement with Westside Elementary School District (the District). The School became a nonprofit public benefit corporation in 2016. The charter agreement was approved by Maricopa Unified School District and submitted to the California Board of Education in May of 2016. The School began operations on July 1, 2016.

Inspire Charter School - Central is a tuition-free, K-12 independent study charter school. The School offers both online and offline based curricula, academically accelerated instructional program with thematic units, project-based learning, and enriched to support students who have the desire to work ahead or work deeper in their studies.

##### *Basis of Presentation*

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, Financial Statements of Not-for-Profit Organizations. Under ASC No. 958, the School is required to report information regarding its financial position and activities according to three classes of net assets:

- Unrestricted net assets represent expendable funds available for operations, which are not otherwise limited by donor or grant restrictions.
- Temporarily restricted net assets consist of contributed funds or grants subject to donor or grant imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the School may spend the funds.
- Permanently restricted net assets are subject to irrevocable donor restrictions requiring that the assets be maintained in perpetuity usually for the purpose of generating investment income to fund current operations.

The School had no permanently restricted net assets during the year.

##### *Use of Estimates*

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

##### *Cash and Cash Equivalents*

For the purposes of the statement of cash flows, the School considers all highly liquid debt equity instruments purchased with an original maturity of three months or less to be cash equivalents.



## **INSPIRE CHARTER SCHOOL CENTRAL**

### **Notes to the Financial Statements (Continued)**

**Year Ended June 30, 2017**

---

#### *Investments*

The School's method of accounting for investments, in accordance with generally accepted accounting principles, is the fair value method. Fair value is determined by published quotes. Changes in fair value of investments results in increases or decreases in unrealized fair values of equity investments. Adjustments to fair values are reflected as unrealized gain/loss on investments in the accompanying statement of activities. The School's policy is to follow the fair value measurement and reporting requirements contained in FASB ASC 820. At June 30, 2017 the School did not have any investments.

#### *Accounts Receivable*

Accounts receivable arise in the normal course of operations. It is the policy of management to review the outstanding accounts receivable at year end, as well as bad debt write-offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts. No allowance was considered necessary as management believes that all amounts are collectible.

#### *Capital Assets*

Property and equipment are recorded at cost, or estimated fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets. The cost of assets sold or retired and related amounts of accumulated depreciation are eliminated from the accounts in the year of disposal, and any resulting gain or loss is included in the School's earnings. Management has elected to capitalize and depreciate all assets costing \$5,000 or more; all other assets are charged to expense in the year incurred. The School's policy is to evaluate the remaining lives and recoverability in light of the current conditions. It is reasonably possible that the School's estimate to recover the carrying amount of the property and equipment will change. Estimated useful lives range from three to fifty years depending on the asset.

#### *Unearned Revenue*

Unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition or when resources are received by the School prior to the School meeting the requirements for legal claim to the resources.

In subsequent periods, when both revenue recognition criteria are met or when the School has legal claim to the resources, the liability for unearned revenue is removed from the statement of financial position and revenue is recognized.

#### *Revenue Recognition*

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any restrictions.

All donor or grant restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

## **INSPIRE CHARTER SCHOOL CENTRAL**

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

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### *Contributed Materials and Services*

Contributed materials are recorded at their fair market value where an objective basis is available to measure their value. Such items are capitalized or charged to operations as appropriate. The School receives services donated by volunteers in carrying out the School's operations. The services do not meet the criteria as contributions and are, therefore, not recognized in the financial statements.

### *Donated Property and Equipment*

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contribution of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the School reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The School reclassifies temporarily restricted net assets to unrestricted net assets at that time.

### *LCFF Revenues and Payments in Lieu of Property Taxes*

The School's primary funding source is a combination of local property taxes and state revenues. The California Department of Education computes the local control funding formula (LCFF) on statewide charter school rates multiplied by the School's average daily attendance (ADA) as reported at the Second Principal apportionment period (P2). The result is then reduced by property tax revenues transferred from the District to the School, which is funding in lieu of property taxes and education protection account funds paid by the state under proposition 30. The remaining balance is paid from the state General Fund, in the form of LCFF State Aid. LCFF funding sources, inclusive of state and local sources, made up 93% of the school's revenue. The School is not at risk of losing these funding sources, as long as the school maintains a steady level of ADA, as these funding sources are mandated by the California State Constitution to fund schools.

### *Advertising*

Advertising costs are expensed when incurred.

### *Income Taxes*

The School is a 509(a)(1) publicly supported non-profit organization that is exempt from income taxes under Sections 501(a) and 501(c)(3) of the Internal Revenue Code. The School is also exempt from California franchise or income tax under Section 23701d of the California Revenue and Taxation Code. The School may be subject to tax on income which is not related to its exempt purpose. For the year ended June 30, 2017, no such unrelated business income was reported and, therefore, no provision for income taxes has been made.

The School follows provisions of uncertain tax positions as addressed in ASC 958. The School recognizes accrued interest and penalties associated with uncertain tax positions as part of the income tax provision, when applicable. There are no amounts accrued in the financial statements related to uncertain tax positions for the year ended June 30, 2017.

**INSPIRE CHARTER SCHOOL CENTRAL**

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

The School files informational and income tax returns in the United States and in the state of California. The federal income tax and informational returns are subject to examination by the Internal Revenue Service for three years after the returns are filed. State and local jurisdictions have statutes of limitation that generally range from three to five years.

*Subsequent Events*

In preparing these financial statements, the School has evaluated events and transactions for potential recognition or disclosure through December 15, 2017, the date the financial statements were available to be issued.

**B. Cash and Cash Equivalents***Cash in Bank*

The remainder of the School's cash (\$71,564 as of June 30, 2017) is held in financial institutions which are either insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor or certain non-interest bearing accounts that are fully insured by the FDIC. As of June 30, 2017, the School did not have any cash that was exposed to uninsured deposit risk.

**C. Accounts Receivable**

As of June 30, 2017 accounts receivable consisted of:

	Accounts Receivable	Accounts Receivable Related Entity
State Government:		
LCFF Revenue	\$ 1,078,665	\$ -
Education Protection Account	30,924	-
Lottery Revenue	71,794	-
Local Sources:		
In Lieu of Property Taxes	40,257	-
Inspire Charter School - South	-	686,048
Total Accounts Receivable	<u>\$ 1,221,640</u>	<u>\$ 686,048</u>

**INSPIRE CHARTER SCHOOL CENTRAL**

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

**D. Accounts Payable**

As of June 30, 2017 accounts payable consisted of:

	Accounts Payable	Accrued Expenses
Vendors payable	\$ 28,615	\$ 73,776
Accrued payroll liabilities	-	36,048
Total Accounts Payable	<u>\$ 28,615</u>	<u>\$ 109,824</u>

**E. Operating Lease**

On October 13, 2016 the School entered into a lease agreement with Wilkins Ventures, L.P. for use of facilities. The agreement does not contain a purchase option and does not meet the requirements for capitalization. As such, the lease has not been recorded on the statement of financial position. The agreement provides for monthly payments from \$11,764 to \$12,549 for a period of 62 months. The agreement contains a termination clause providing for cancellation after a specified number of days written notice to the lessor, but it is unlikely that the School will cancel the agreement prior to the expiration date. Future minimum lease payments under the agreement are as follows:

Year Ended June 30,	Lease Payments
2018	\$ 141,168
2019	143,526
2020	145,884
2021	148,236
2022	<u>100,392</u>
Total	<u>\$ 679,206</u>

**INSPIRE CHARTER SCHOOL CENTRAL**

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

**F. Short Term Loan**

During the 2016-17 year the School entered into agreements with Charter School Capital (CSC), whereby CSC provided discounted cash up front secured by future accounts receivables. The receivables get collected by the School following which a payment is made to CSC. The total face value and discount of receivables is shown below.

<u>Date of Agreement</u>	<u>Face Value of Receivable</u>	<u>Discount of Receivable</u>	<u>Cash Received</u>	<u>Effective Interest Rate</u>
12/9/2016	\$ 415,400	\$ 18,947	\$ 396,453	21.54%
12/20/2016	456,300	22,938	433,362	19.13%
1/6/2017	830,800	49,123	781,677	17.83%
2/7/2017	429,100	30,434	398,666	19.49%
3/8/2017	657,600	39,718	617,882	26.30%
4/7/2017	87,200	4,079	83,121	16.87%
4/21/2017	124,000	6,838	117,162	21.09%
6/8/2017	695,600	41,771	653,829	18.54%
Total	<u>\$ 3,696,000</u>	<u>\$ 213,848</u>	<u>\$ 3,482,152</u>	

The amount of the short term loan that is outstanding as of June 30, 2017 is as follows:

	<u>Beginning Balance</u>	<u>New Agreements</u>	<u>Amounts Paid</u>	<u>Ending Balance</u>
2016-17 Short Term Loans	\$ -	\$ 3,696,000	\$ 1,829,500	\$ 1,866,500

The School will be repaying 100% of the short term loans outstanding as of June 30, 2017 within one year.

**INSPIRE CHARTER SCHOOL CENTRAL**

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

**G. Functional Expenses**

As of June 30, 2017 functional expenses consisted of:

	Program Services	Management and General	Total
Other salaries and wages	\$ 955,227	\$ 154,895	\$ 1,110,122
Pension plan accruals and contributions	88,476	14,347	102,823
Other employee benefits	299,642	48,588	348,230
Payroll taxes	26,954	4,371	31,325
Fees for services (non-employees):			
Management	-	60,123	60,123
Legal	-	8,732	8,732
Accounting	-	400	400
Consulting	262,753	3,032	265,785
Payroll service fee	-	3,774	3,774
Other	-	10,674	10,674
Advertising and promotion	-	3,691	3,691
Office expenses	17,994	-	17,994
Information technology	2,470	-	2,470
Occupancy	127,003	-	127,003
Travel	-	13,395	13,395
Conferences, conventions and meetings	5,082	-	5,082
Interest	-	250,809	250,809
Insurance	-	12,383	12,383
All other expenses: Books and supplies	816,387	-	816,387
All other expenses: Student activities	96,356	-	96,356
All other expenses: Special education	87,400	-	87,400
All other expenses: District oversight	-	49,597	49,597
All other expenses: Miscellaneous	9,963	1,725	11,688
Total expenses	<u>\$ 2,795,707</u>	<u>\$ 640,536</u>	<u>\$ 3,436,243</u>

## INSPIRE CHARTER SCHOOL CENTRAL

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

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### H. Commitments and Contingencies

#### *State and Federal Allowances, Awards, and Grants*

The School has received federal and state 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 required reimbursement will not be material. As a result, no liability has been accrued.

#### *Sick Leave*

Sick leave is accumulated without limit for each employee at the rate of one day for each month worked. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulate sick leave. Employees, therefore, are never paid for any sick leave balance at termination of employment or any other time. Therefore, it is not appropriate to accrue the value of the accumulated sick leave.

### I. Employee Retirement System

Qualified employees are covered under multiple-employer defined benefit pension plans by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (CalSTRS). The risks of participating in these multi-employer plans are different from single-employer plans in the following aspects:

1. Assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of the other participating employers.
2. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
3. If the School chooses to stop participating in some of its multi-employer plans, the School may be required to pay those plans an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The School's participation in these plans for the fiscal year ended June 30, 2017, is outlined in the table below. The "EIN/Pension Plan Number" column provides the Employee Identification Number (EIN) and the three-digit plan number, if applicable. Unless otherwise noted, the most recent Pension Protection Act (PPA) zone status available in 2017, 2016 and 2015 is for the plan's year-end at June 30, 2017, 2016 and 2015, respectively. The zone status is based on information that the School received from the plan and is certified by the plan's actuary. Among other factors, plans in the red zone are generally less than 65% funded, plans in the yellow zone are less than 80% funded, and plans in the green zone are at least 80% funded. The "FIP/RP Status Pending/Implemented" column indicates plans for which a financial improvement plan (FIP) or a rehabilitation plan (RP) is either pending or has been implemented. Finally, the School began operations in the 2016-17 year affecting the period-to-period comparability of the contributions for years 2016 and 2017.

# INSPIRE CHARTER SCHOOL CENTRAL

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

Pension Fund	EIN/ Pension Plan Number	Pension Protection Act Zone Status Year Ended June 30			FIP/RP Status Pending/ Implemented
		2017	2016	2015	
CalSTRS	10074	Yellow	Yellow	Yellow	No

  

Pension Fund	Contributions of School			Number of Employees	Surcharge Imposed
	2017	2016	2015		
CalSTRS	102,823	N/A	N/A	16	No

CalSTRS:

The School contributes to the State Teachers' Retirement System (CalSTRS), a cost-sharing multiple employer public employee retirement system defined benefit pension plan administered by CalSTRS. Required contribution rates are set by the California Legislature and detailed in Teachers' Retirement Law. Contribution rates are expressed as a level of percentage of payroll using the entry age normal actuarial cost method. CalSTRS also uses the level percentage of payroll method to calculate the amortization of any unfunded liability. Copies of the STRS annual report may be obtained from the STRS, 7667 Folsom Boulevard, Sacramento, California 95826.

For the fiscal year ended June 30, 2017, active plan members were required to contribute between 9.20% and 10.25% of their salary, depending on their hire date. The employer contribution rate was 12.58% of annual payroll. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. The School made contributions as noted above.

## J. Subsequent Events

In January 2017, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2017-02 *Not-for-Profit Entities – Consolidation (Subtopic 958-810)*. FASB issued this update to amend the consolidation guidance in Subtopic 958-810 to clarify when a not-for-profit entity that is a general partner or a limited partner should consolidate a for-profit limited partnership or similar legal entity. ASU 2017-02 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In December 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-19 *Technical Corrections and Improvements*. FASB issued this update to clarify the Accounting Standards Codification and correct unintended application of guidance that is not expected to have significant effect on current accounting practice or create a significant administrative cost to most entities. The amendments include items raised to FASB through Accounting Standards Codification's feedback mechanism. ASU 2016-19 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In October 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-17 *Consolidation (Topic 810)*. FASB issued this update to amend the consolidation guidance on how a reporting entity that is a single decision maker of a Variable Interest Entity (VIE) should treat indirect interests in the entity held through related parties that are under common control with the reporting entity when determining whether it is the primary beneficiary of that VIE. ASU 2016-17 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.



## INSPIRE CHARTER SCHOOL CENTRAL

### Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

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In March 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-07 *Investments – Equity Method and Joint Ventures (Topic 323)*. FASB issued this update as a part of their Simplification Initiative by eliminating a requirement to retroactively adopt the equity method of accounting given that there is no clear benefit to users of financial statements. ASU 2016-07 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In September 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2015-16 *Business Combinations (Topic 805)*. FASB issued this update as part of their Simplification Initiative by amending the presentation of business combinations disclosing the effect on earnings of changes in depreciation, amortization, or other income effects, if any. The amendments in this Update require an entity to present separately on the face of the income statement or disclose in the notes the portion of the amount recorded in current-period earnings by line item that would have been recorded in previous recognition reporting periods if the adjustment to the provisional amounts had been recognized as of the acquisition date. ASU 2015-16 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In July 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2015-11 *Inventory*. FASB issued this update as part of their Simplification Initiative by eliminating unnecessarily complex measurement of inventory at the lower of cost or market given that there were several potential outcomes. Under the new guidance inventory should be measured at the lower of cost and net realizable value. Net realizable value is defined as the estimated selling prices in the ordinary course of business, less reasonably predictable costs of completion, disposal and transportation. This measure is in effect for all forms of inventory valuation except Last In First Out (LIFO). ASU 2015-11 becomes effective for the years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In May 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-09 *Financial Services – Insurance (Topic 944)*. FASB issued this update to provide guidance on note disclosure requirements for short-duration insurance contracts to increase transparency of significant estimates made in measuring liabilities associated with short-duration insurance contracts. ASU 2015-09 becomes effective for the years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

In April 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-04 *Compensation – Retirement Benefits (Topic 715)*.

In February 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-02 *Consolidation (Topic 810)*. FASB issued this update to change the analysis that a reporting entity must perform to determine whether it should consolidate certain types of legal entities. ASU 2015-02 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

## INSPIRE CHARTER SCHOOL CENTRAL

Notes to the Financial Statements (Continued)

Year Ended June 30, 2017

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In August 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2014-15 *Presentation of Financial Statements – Going Concern (Subtopic 205-40)*. FASB issued this update to provide guidance regarding management's responsibility to evaluate whether there is substantial doubt about an entity's ability to continue as a going concern and to provide related footnote disclosures. ASU 2014-15 becomes effective for years that begin after December 15, 2016. The Charter School has adopted the provisions of this FASB update for the 2017-18 fiscal year.

### **K. Going Concern**

The School's deficit spending in 2016-17 has resulted in doubt about the School's ability to continue as a going concern. The following issues indicate that the school may not be able to meet their financial obligations:

1. The School filed alternative forms in 2016-17 with positive net assets of \$46,108. However, after corrections the net assets are negative \$1,766.
2. The school's 2017-18 budgeted numbers show a decrease in the negative fund balance, it is enough to bring the school into a positive fund balance.

In response to these issues, the School's authorizing district, Westside Elementary School District, has contacted the School to ensure that there is a proper plan in place to control spending and bring the school's net assets from negative to positive.

The School provided several reasons for the continued negative fund balance and solutions to resolve these in the future.

1. Enrollment was closed late into the year. This caused an increase between P2 and Annual attendance reports of over 30 ADA. Beginning in the 2017-18 year the enrollment will now be closed earlier in the year. This will ensure that students ADA will count towards the school's overall P2 funding.
2. Students who enroll later in the year will have a prorated amount of funding available based on the proportion of days left in the school year. In previous years all students were allotted the same funding no matter when they enrolled in the School.

## Supplementary Information

## **INSPIRE CHARTER SCHOOL CENTRAL**

Organization Structure  
Year Ended June 30, 2017

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Inspire Charter School – Central began operations in the 2016-17 school year. The charter (#1841) was approved under the Westside Elementary School District.

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### **GOVERNING BOARD**

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<b>Name</b>	<b>Office</b>	<b>Term and Term Expiration</b>
Jenny Thompson	President	Two Year Term Expires June 30, 2019
Wes Carpenter	Treasurer	Two Year Term Expires June 30, 2019
Julisa Platte	Secretary	Two Year Term Expires June 30, 2019

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### **ADMINISTRATION**

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Pam Bezemer  
Senior Director - Instruction

Janeil Gaertig  
Senior Director - Operations

See accompanying notes to supplementary information

**INSPIRE CHARTER SCHOOL CENTRAL**

## Schedule of Average Daily Attendance

Year Ended June 30, 2017

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	Second Period Report		Annual Report	
	Original	Revised	Original	Revised
Non-Classroom Based Attendance:				
Grades K-3	184.67	N/A	203.58	N/A
Grades 4-6	118.57	N/A	128.22	N/A
Grades 7-8	53.85	N/A	57.73	N/A
Grades 9-12	25.24	N/A	26.49	N/A
Total Non-Classroom Based Attendance	382.33	N/A	416.02	N/A
 Total Attendance	 382.33	 N/A	 416.02	 N/A

N/A – There were no audit findings which resulted in revisions to the second period or annual reports of attendance.

**INSPIRE CHARTER SCHOOL CENTRAL**

Schedule of Instructional Time  
Year Ended June 30, 2017

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<u>Track</u>	<u>Minutes Requirement</u>	<u>2016-17 Actual Minutes</u>	<u>Number of Multi- Track Days</u>	<u>Status</u>
Track C	N/A	N/A	175	N/A
Track D	N/A	N/A	175	N/A

N/A – This information is not applicable as Inspire Charter School Central is an independent study-based charter school.

See accompanying notes to supplementary information

**INSPIRE CHARTER SCHOOL CENTRAL**

## Schedule of Financial Trends and Analysis

Year Ended June 30, 2017

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	Budget 2018	2017	2016
Revenues	\$ 10,126,682	\$ 3,434,477	N/A
Expenses	9,711,350	3,436,243	N/A
Change in Net Assets	415,332	(1,766)	N/A
Ending Net Assets	<u>\$ 413,566</u>	<u>\$ (1,766)</u>	<u>N/A</u>
Unrestricted Net Assets	<u>\$ 413,566</u>	<u>\$ (1,766)</u>	<u>N/A</u>
Unrestricted net assets as a percentage of total expenses	<u>4%</u>	<u>0%</u>	<u>N/A</u>
Total Long Term Debt	<u>\$ -</u>	<u>\$ -</u>	<u>N/A</u>
Average Daily Attendance at P2	<u>1,100</u>	<u>382</u>	<u>N/A</u>

See accompanying notes to supplementary information

# INSPIRE CHARTER SCHOOL CENTRAL

## Reconciliation of Unaudited Financial Report Alternative Form with Audited Financial Statements Year Ended June 30, 2017

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June 30, 2017 annual financial alternative form net assets	<u>\$ 46,108</u>
Adjustments and reclassifications:	
Overstatement of accounts receivable	(2,458)
Overstatement of accounts payable	1,821,082
Understatement of short term loans	(1,866,500)
Rounding	<u>2</u>
Total adjustments and reclassifications	<u>(47,874)</u>
June 30, 2017 audited financial statement net assets	<u><u>\$ (1,766)</u></u>

See accompanying notes to supplementary information



## INSPIRE CHARTER SCHOOL CENTRAL

Notes to the Supplementary Information  
Year Ended June 30, 2017

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### A. Purpose of Schedules

#### Organization Structure

This schedule provides information about the School's charter number, district of authorization, members of the governing board, and members of administration.

#### Schedule of Average Daily Attendance

Average daily attendance (ADA) is a measure of the number of pupils attending classes of the School. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of State funds are made to charter schools. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

#### Schedule of Instructional Time

The School receives incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the School and whether they complied with the provisions of Education Code Sections 46200 through 46206. Charter schools must maintain their instructional minutes at the 1986-87 requirements as adjusted by Education Code sections later adopted. The School neither met nor exceeded its LCFF target.

#### Schedule of Financial Trends and Analysis

Budget information for 2018 is presented for analysis purposes only and is based on estimates of the 2017-18 fiscal year. The information has not been subject to audit.

This schedule discloses the School's financial trends by displaying past years' data along with current year budget information. These financial trend disclosures are used to evaluate the School's ability to continue as a going concern for a reasonable period of time.

#### Reconciliation of Unaudited Financial Report Alternative Form with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balance as reported on the Unaudited Financial Report Alternative Form to the net assets reported in the audited financial statements.

## Other Independent Auditors' Reports

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

To the Board of Trustees of  
Inspire Charter School Central

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Inspire Charter School Central (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 14, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Inspire Charter School Central's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Inspire Charter School Central's internal control. Accordingly, we do not express an opinion on the effectiveness of Inspire Charter School Central's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Inspire Charter School Central's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**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.

Wilkinson Hadley King + Collier

El Cajon, California  
December 14, 2017

## Independent Auditor's Report on State Compliance

To the Board of Trustees of  
Inspire Charter School Central

### Report on State Compliance

We have audited the School's compliance with the types of compliance requirements described in the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810, that could have a direct and material effect on each of the School's state programs identified below for the fiscal year ended June 30, 2017.

### Management's Responsibility for State Compliance

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

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each applicable program as identified in the State's audit Guide *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance*, prescribed in Title 5, *California Code of Regulations*, section 19810. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the comptroller General of the United States; and the State's audit guide *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810. Those standards and audit guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the state programs noted below. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the school's compliance with those requirements.

In connection with the audit referred to above, we selected and tested transactions and records to determine the school's compliance with the state laws and regulations applicable to the following items:

<u>Description</u>	<u>Procedures Performed</u>
<b>Local Education Agencies Other Than Charter Schools</b>	
Attendance.....	N/A
Teacher Certification and Misassignments .....	N/A
Kindergarten Continuance.....	N/A
Independent Study .....	N/A
Continuation Education.....	N/A
Instructional Time .....	N/A
Instructional Materials.....	N/A
Ratio of Administrative Employees to Teachers .....	N/A
Classroom Teacher Salaries .....	N/A
Early Retirement Incentive.....	N/A
Gann Limit Calculation.....	N/A
School Accountability Report Card.....	N/A
Juvenile Court Schools .....	N/A
Middle or Early College High Schools .....	N/A
K-3 Grade Span Adjustment .....	N/A
Transportation Maintenance of Effort.....	N/A
Mental Health Expenditures .....	N/A
<b>School Districts, County Offices of Education and Charter Schools</b>	
Educator Effectiveness .....	N/A
California Clean Energy Jobs Act .....	N/A
After School Education and Safety Program.....	N/A
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.....	N/A
Immunizations .....	N/A
<b>Charter Schools</b>	
Attendance.....	Yes
Mode of Instruction .....	Yes
Nonclassroom Based Instruction/Independent Study .....	Yes
Determination of Funding for Nonclassroom Based Instruction.....	Yes
Annual Instructional Minutes – Classroom Based .....	N/A
Charter School Facility Grant Program.....	N/A

The term N/A is used above to mean either the School did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

## **Opinion on State Compliance**

In our opinion, Inspire Charter School Central complied, in all material respects, with the compliance requirements referred to above that are applicable to the statutory requirements listed in the schedule above for the year ended June 30, 2017.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of compliance and the results of that testing. This report is an integral part of an audit performed in accordance with *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, prescribed in Title 5, *California Code of Regulations*, section 19810. Accordingly, this report is not suitable for any other purpose.

*Wilkinson Hadley King + Collier*

El Cajon, California  
December 14, 2017

## Auditor's Results, Findings & Recommendations



# INSPIRE CHARTER SCHOOL CENTRAL

## Schedule of Auditor's Results

Year Ended June 30, 2017

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### FINANCIAL STATEMENTS

Type of auditor's report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
One or more material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No	
One or more significant deficiencies identified that are not considered material weakness(es)?	<u>      </u> Yes	<u>  X  </u> No	
Noncompliance material to financial statements noted?	<u>      </u> Yes	<u>  X  </u> No	

### STATE AWARDS

Any audit findings disclosed that are required to be reported in accordance with <i>2016-17 Guide for Annual Audits of California K-12 Local Education Agencies</i> ?	<u>      </u> Yes	<u>  X  </u> No	
Type of auditor's report issued on compliance for state programs:	<u>Unmodified</u>		

# INSPIRE CHARTER SCHOOL CENTRAL

## Schedule of Findings and Questioned Costs

Year Ended June 30, 2017

The following findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), or the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. The findings have been coded as follows:

Five Digit Code	AB 3627 Finding Type
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
42000	Charter School Facilities
50000	Federal Compliance
60000	Miscellaneous
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

### A. Financial Statement Findings

None

### B. State Award Findings

None

**INSPIRE CHARTER SCHOOL CENTRAL**

## Schedule of Prior Year Audit Findings

Year Ended June 30, 2017

Finding/Recommendation	Status	Explanation if Not Implemented
The School was not operational in the 2015-16 year. Therefore there were no findings reported in the prior year audit.	N/A	N/A



# fresno county superintendent of schools

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TO: Charter School Administrators

CC: Authorizing School District Chief Business Officials

FROM: Gabriel Halls, Senior Director  
District Financial Services

SUBJECT: RESOLUTION OF 2016-17 AUDIT FINDINGS

DATE: January 5, 2018

Pursuant to Education Code Section 41020(i), the County Superintendent of Schools is responsible for reviewing audit exceptions contained in an audit of a local educational agency (LEA), including charter schools, under his or her jurisdiction related to:

- Attendance (10000)
- Inventory of Equipment (20000)
- Internal Control (30000)
- Miscellaneous (60000)
- Classroom Teacher Salaries (61000)
- Instructional Materials (70000)
- Teacher Misassignments (71000)
- School Accountability Report Card (72000)

The County Superintendent of Schools is also required to determine whether the exceptions have been corrected or an acceptable plan of correction has been developed and to report those findings to the State Superintendent of Public Instruction (SPI) and the State Controller (Education Code Section 41020(k)). In the case of charter schools, however, the charter's authorizing district also has the responsibility to "monitor the fiscal condition of each charter school under its authority" (Education Code Section 47604.32(d)).

In accordance with Education Code requirements, the County Superintendent of Schools has conducted a preliminary review of your Charter's 2016-17 Audit Report to determine whether or not there are findings related to the above-listed areas and to determine whether the exceptions have been corrected or acceptable plans of correction have been developed. In many cases, the Audit Reports do not provide adequate information for the County Superintendent of Schools to make this determination. As a result, additional information related to the findings needs to be submitted by the charters to the appropriate Authorizing District and to our office. Your Authorizing District may have conducted a similar review as part of its fiscal oversight process.

In order for the County Superintendent of Schools to fulfill its review and reporting requirements, sufficient documentation must be provided to confirm the action taken or that will be taken. For example, copies of amended reports and corrective action plans are the types of backup documentation that is required.

A statement in the Audit Report stating “the charter will take appropriate steps to implement the recommendation” is not sufficient for the County Superintendent of Schools to certify to the SPI and State Controller’s Office that the requirements have been met.

Accordingly, enclosed are copies of your Charter’s 2016-17 Audit Findings and Recommendations, with items highlighted that are subject to County Superintendent of Schools review and for which additional supporting information must be submitted. Please provide the requested information to your Authorizing District for review and approval prior to submission to our office. (A signature line for the Authorizing District’s approval has been included on the “Audit Certification” form.) As required by Education Code Section 41020(j)(2), all descriptions of corrections or plans to correct must be provided to the County Superintendent of Schools **no later than March 15, 2018**. (Note: You may want to review these documents with your independent auditor prior to submitting them to your Authorizing District and our Office.)

The following forms and information are required to satisfy the Education Code requirements (see attached copies, also):

- *Audit Certification*
- *Certification of Corrective Action*
- *Copy of 2016-17 Audit Findings & Recommendations* (findings requiring County Office review have been highlighted)
- *2016-17 Audit Finding Corrective Action* (1 for each finding)
- *Unresolved 2015-16 Audit Finding* (1 for each finding)

Charters that have no highlighted audit findings are only required to submit the *Audit Certification* with appropriate signatures to the County Superintendent of Schools. Due to the fact that these charters’ Audit Reports already include plans or corrections that are acceptable, the exceptions may be considered to be resolved if there is no issue of over-claimed funding.

If you have any questions regarding the requirements or information provided in this letter please contact one of your District Financial Services team members at (559) 265-3021.

**AUDIT CERTIFICATION  
2016-17 FINANCIAL REPORT/AUDIT**

CHARTER NAME \_\_\_\_\_

FRESNO COUNTY, CALIFORNIA

In accordance with Assembly Bill 3627, Chapter 1002, as it pertains to Education Code Section 41020.3, the Governing Board must review and accept the prior year's Financial Report/Audit, at a public meeting on or before January 31<sup>st</sup>.

THEREBY, as written verification of said review, the Governing Board reviewed and accepted on \_\_\_\_\_, 2018 the Annual Financial Report as of June 30, 2017.

\_\_\_\_\_  
Charter Administrator (Signature)

\_\_\_\_\_  
Date

AUTHORIZING DISTRICT: \_\_\_\_\_

FRESNO COUNTY, CALIFORNIA

Pursuant to this District's fiscal oversight responsibilities as described in Education Code Section 47604.32(d) as the authorizer of the above-referenced Charter School, I hereby certify that the Charter School's Annual Financial Report has been reviewed by the District and that the District has approved any corrective actions or plans that have or will be taken, except as noted on the attached sheet. (Please provide information regarding any audit exceptions that, in the District's opinion, have not been adequately corrected or for which an adequate plan of correction has not been provided.)

\_\_\_\_\_  
Authorizing District (Signature)  
Superintendent or Chief Business Official

\_\_\_\_\_  
Date

Submit the original and one copy of the Audit Certification by March 15, 2018 to:

Gabriel Halls, Senior Director, District Financial Services  
Fresno County Superintendent of Schools  
1111 Van Ness Avenue  
Fresno, CA 93721-2000

**CERTIFICATION OF CORRECTIVE ACTION  
2016-17 AUDIT FINDING AND RECOMMENDATIONS**

---

CHARTER NAME \_\_\_\_\_

☐

2016-17 Certification of Corrective Action is hereby filed by the  
Governing Board of the Charter School

\_\_\_\_\_  
Clerk/Secretary of the Governing Board

\_\_\_\_\_  
Date of Meeting

☐

2016-17 Certification of Corrective Action:

The Administrator certifies that all corrective action(s) specified in the  
attached page(s) have been reviewed by the Charter's Governing Board and  
assures that corrective procedures have been implemented and will be used  
in the ensuing years.

\_\_\_\_\_  
Charter School Administrator

\_\_\_\_\_  
Date

For additional information:

Contact: \_\_\_\_\_

Phone: \_\_\_\_\_

Submit the original and one copy of the Certification of Corrective Action together with  
each Audit Finding Corrective Action form and corresponding documentation:

Gabriel Halls, Senior Director, District Financial Services  
Fresno County Superintendent of Schools  
1111 Van Ness Avenue  
Fresno, CA 93721-2000

Your response must be submitted by March 15, 2018.

### 2016-17 AUDIT FINDING CORRECTIVE ACTION

CHARTER NAME: \_\_\_\_\_

FINDING CATEGORY \_\_\_\_\_

FINDING: # \_\_\_\_\_ PAGE# \_\_\_\_\_

Describe below specific corrective action used in resolving audit finding:

Specifically address each individual item within the finding. Be certain that your responses are clear and concise. You will need to provide ALL documentation that supports the specific action taken toward resolving the finding (i.e., copies of amended reports, corrective action plans, etc.).

Attach all pertinent documentation.

No. of attachments for this finding:



**UNRESOLVED 2015-16 AUDIT FINDING**

---

CHARTER NAME: \_\_\_\_\_

FINDING CATEGORY \_\_\_\_\_

FINDING # \_\_\_\_\_

PAGE# \_\_\_\_\_

Auditor's Recommendation:

Why, specifically, is there a problem resolving this finding?

\_\_\_\_\_  
Clerk/Secretary of the Governing Board

\_\_\_\_\_  
Date

## Auditor's Results, Findings & Recommendations

**INSPIRE CHARTER SCHOOL CENTRAL**

Schedule of Auditor's Results  
Year Ended June 30, 2017

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

One or more material weakness(es) identified?

     Yes   X   No

One or more significant deficiencies identified that are  
not considered material weakness(es)?

     Yes   X   No

Noncompliance material to financial statements noted?

     Yes   X   No

**STATE AWARDS**

Any audit findings disclosed that are required to be reported  
in accordance with *2016-17 Guide for Annual Audits  
of California K-12 Local Education Agencies*?

     Yes   X   No

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

Unmodified

# INSPIRE CHARTER SCHOOL CENTRAL

## Schedule of Findings and Questioned Costs

Year Ended June 30, 2017

The following findings represent significant deficiencies, material weaknesses, and/or instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), or the *2016-17 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. The findings have been coded as follows:

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50000	Federal Compliance
60000	Miscellaneous
70000	Instructional Materials
71000	Teacher Misassignments
72000	School Accountability Report Card

### A. Financial Statement Findings

None

### B. State Award Findings

None

**INSPIRE CHARTER SCHOOL CENTRAL**

**Schedule of Prior Year Audit Findings**

**Year Ended June 30, 2017**

Finding/Recommendation	Status	Explanation if Not Implemented
The School was not operational in the 2015-16 year. Therefore there were no findings reported in the prior year audit.	N/A	N/A

## **Credit/Debit Card Policies and Procedures**

With the increasing use of internet purchasing, Winship Community School's (INSPW) Executive Director is authorized to augment purchasing procedures by opening and maintaining credit/debit card accounts for use by the administration and various business departments.

The Executive Director or designee will maintain appropriate fiscal controls for all accounts to ensure that public monies are not disbursed in amounts in excess of the budgeted appropriations.

No changes to requirements listed herein may take place without approval of the Board of Directors.

### **Purpose**

The purpose of this policy is to communicate eligibility, usage and payment of expenditure requirements for all school credit/debit cards.

### **Policies**

1. INSPW will issue a credit/debit card to eligible employees or departments only for job-related expenses.
2. Employees shall use their credit/debit cards to charge business-related expenses. Expenses must be for approved budget items only. Any items not budgeted must be authorized by the Executive Director.
3. Personal purchases of any type are strictly prohibited.
4. Employees may NOT take cash advances on credit cards.
5. The employee is responsible for all charges made to the card. The employee will be held liable for any unauthorized items appearing on the card statement.
6. Individuals who do not adhere to these policies and procedures risk revocation of their card privileges and/or disciplinary action.

### **Procedures**

1. The Executive Director or his/her designee is responsible for authorizing the use of cards and assigning the card limit, if applicable.
2. Before any purchase is made, the employee should verify that the funds are available in his or her budget to cover the expense.
3. The employee must obtain a receipt for the purchase and include a brief description of the business purpose or the budget account code on the receipt. In the case of meals, each receipt should include the names of all persons involved in the purchase, in accordance with Internal Revenue Service regulations.

4. The receipt is to be submitted to Accounting within 30 days of card use with an expense report, if applicable.
5. Upon receipt of the card statement, Accounting will match the receipts to the individual items and assign the appropriate accounting code. The statement along with a summary will be submitted to a Supervisor for approval. Any items that do not have a receipt will be the personal responsibility of the cardholder (unless the expense is an authorized monthly deduction).
6. The employee must notify their Supervisor immediately in the event a card is lost or stolen.
7. The card is the property of INSPW. An employee leaving the employment of INSPW must surrender the card to the Business Office who will then notify the issuing authority to cancel the employee's account.

## **Credit/Debit Card Policies and Procedures**

With the increasing use of internet purchasing, Inspire Charter School – Central's (INSPC) Executive Director is authorized to augment purchasing procedures by opening and maintaining credit/debit card accounts for use by the administration and various business departments.

The Executive Director or designee will maintain appropriate fiscal controls for all accounts to ensure that public monies are not disbursed in amounts in excess of the budgeted appropriations.

No changes to requirements listed herein may take place without approval of the Board of Directors.

### **Purpose**

The purpose of this policy is to communicate eligibility, usage and payment of expenditure requirements for all school credit/debit cards.

### **Policies**

1. INSPC will issue a credit/debit card to eligible employees or departments only for job-related expenses.
2. Employees shall use their credit/debit cards to charge business-related expenses. Expenses must be for approved budget items only. Any items not budgeted must be authorized by the Executive Director.
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6. The employee must notify their Supervisor immediately in the event a card is lost or stolen.
7. The card is the property of INSPC. An employee leaving the employment of INSPC must surrender the card to the Business Office who will then notify the issuing authority to cancel the employee's account.

## **RESOLUTION**

Inspire Charter Schools – Winship - Central

Number 2018-3

Resolution to Withdraw Membership

From CharterSAFE for 2018/2019

The undersigned, on behalf of Inspire Charter Schools – Winship - Central a California nonprofit public benefit corporation (the “Company”), hereby certifies that the resolutions set forth below were adopted by the Board of Directors (the “Board”) of the Company, in accordance with Section 5211 (a) of the California Nonprofit Corporation Law and Art. III of the Bylaws, at a duly noticed meeting held on March 3, 2018 at 12:00 pm., Pacific Time at 3840 Rosin Court #200, Sacramento, CA 95834. A quorum of the Board was present at the meeting.

WHEREAS, Inspire Charter Schools – Winship – Central has the intent to withdraw its membership from CharterSAFE for the 2018/19 policy year effective July 1, 2018

NOW, THEREFORE, BE IT FOUND, DETERMINED AND RESOLVED by THE INSPIRE CHARTER SCHOOLS – WINSHIP – CENTRAL BOARD OF DIRECTORS AS FOLLOWS:

1. Inspire Charter Schools – Winship – Central will withdraw its membership from CharterSAFE effective July 1, 2018.

\* \* \*

*[certification page follows]*

### CERTIFICATION OF ADOPTION

I hereby certify that the foregoing resolutions were passed and adopted by the Board of Directors of Inspire Charter Schools – Winship – Central at a meeting thereof duly held on the 3<sup>rd</sup> day of March 2018, by the following vote:

AYES:

NAYS:

ABSTAIN:

ABSENT:

The undersigned certifies further that the foregoing Resolutions has not been modified, amended or rescinded and is in full force and effect as of the date hereof.

By:\_\_\_\_\_

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

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

Inspire Charter Schools – Winship - Central