

ASPIRE PUBLIC SCHOOLS
(A CALIFORNIA NON-PROFIT
PUBLIC BENEFIT CORPORATION)

CONSOLIDATED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT

YEARS ENDED
JUNE 30, 2014 AND 2013

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Aspire Public Schools
Oakland, California**

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Aspire Public Schools, a California non-profit public benefit corporation, and affiliates (collectively, the Organization), which comprise the consolidated statements of financial position as of June 30, 2014 and 2013, and the related consolidated statements of activities and of cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated 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 consolidated 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 consolidated financial statements.

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

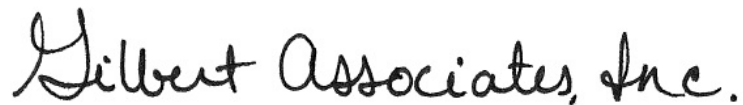
Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Aspire Public Schools as of June 30, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying Supplementary Information, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated 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 consolidated financial statements as a whole.



**GILBERT ASSOCIATES, INC.
Sacramento, California**

November 4, 2014

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2014 AND 2013

	ASSETS	
	2014	2013
CURRENT ASSETS:		
Cash and cash equivalents	\$ 39,390,330	\$ 19,677,199
Cash held in trust	-	500,000
Restricted cash	3,695,292	2,802,768
Cash held at county or district	-	1,423,500
Accounts receivable	24,481,112	32,206,919
Foundation grants receivable, current	6,014,287	4,995,776
Prepaid expenses and deposits	257,051	625,827
Total current assets	73,838,072	62,231,989
NON-CURRENT ASSETS:		
Restricted cash	7,757,817	7,675,678
Foundation grants receivable, net	830,512	2,611,476
Property and equipment, net	136,490,670	130,868,910
Deferred charges, net	3,418,692	3,648,030
Other assets, net	1,051,794	1,488,396
TOTAL ASSETS	\$ 223,387,557	\$ 208,524,479
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 6,720,434	\$ 8,354,540
Accrued expenses	7,901,952	7,584,776
Capital lease, current	635,000	610,000
Debt, current	2,070,896	4,186,241
Total current liabilities	17,328,282	20,735,557
LONG-TERM LIABILITIES:		
Deferred rent	695,531	628,638
Capital lease, net	15,990,000	16,625,000
Debt, net	116,745,506	116,108,260
Total liabilities	150,759,319	154,097,455
NET ASSETS:		
Unrestricted	44,396,753	25,917,335
Temporarily restricted	28,231,485	28,509,689
Total net assets	72,628,238	54,427,024
TOTAL LIABILITIES AND NET ASSETS	\$ 223,387,557	\$ 208,524,479

The accompanying notes are an integral part of these financial statements.

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2014 AND 2013

	2014	2013
UNRESTRICTED NET ASSETS		
SUPPORT AND REVENUE:		
Private grants and contributions	\$ 3,307,813	\$ 2,481,669
Donated equipment, materials, and service	212,440	30,397
Federal revenue	19,272,072	15,252,182
California state revenue:		
State aid portion of general purpose funding	53,499,716	37,871,099
All other state revenue	7,605,065	19,255,597
Tennessee basic education program funding	4,728,100	-
Local revenue:		
Cash in-lieu of property taxes	18,444,723	13,276,798
Interest income	40,793	23,049
Gain on sale of Schoolzilla	-	1,247,466
All other local revenue	1,242,910	2,345,110
Subtotal	108,353,632	91,783,367
Net assets released from restrictions	42,824,146	31,359,080
Total support and revenue	151,177,778	123,142,447
EXPENSES		
PROGRAM EXPENSES:		
Educational programs	111,360,574	96,140,329
SUPPORTING SERVICES:		
Site support	10,119,976	9,725,955
Development and expansion	6,844,447	6,379,272
Administration and general	4,373,363	4,676,241
Total supporting services	21,337,786	20,781,468
Total expenses	132,698,360	116,921,797
Increase in Unrestricted Net Assets	18,479,418	6,220,650
TEMPORARILY RESTRICTED NET ASSETS:		
Private grants and contributions	11,077,191	6,746,409
Federal and state revenue	31,468,751	27,272,258
Net assets released from restrictions	(42,824,146)	(31,359,080)
Increase (decrease) in Temporarily Restricted Net Assets	(278,204)	2,659,587
INCREASE IN NET ASSETS	18,201,214	8,880,237
NET ASSETS - Beginning of Year	54,427,024	45,546,787
NET ASSETS - End of Year	\$ 72,628,238	\$ 54,427,024

The accompanying notes are an integral part of these financial statements.

ASPIRE PUBLIC SCHOOLS
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CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2014 AND 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase in net assets	\$ 18,201,214	\$ 8,880,237
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	4,751,738	4,226,961
Amortization	665,940	154,212
Gain on sale of Schoolzilla	-	(1,247,466)
Loss on disposal of property and equipment	-	25,638
Forgiveness of debt	(250,000)	(250,000)
Donated investments	(2,683,389)	
(Increase) decrease in assets:		
Accounts receivable	7,725,807	(702,334)
Foundation grants receivable	762,453	6,356,626
Cash held at county or district	1,423,500	(673,500)
Prepaid expenses and deposits	368,776	(398,728)
Increase (decrease) in liabilities:		
Accounts payable	(2,578,378)	496,009
Accrued expenses	317,176	(3,666,662)
Deferred rent	66,893	628,638
Net cash provided by operating activities	28,771,730	13,829,631
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(9,429,226)	(9,577,307)
Net cash used in investing activities	(9,429,226)	(9,577,307)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from debt	3,459,764	11,365,261
Principal payments on capital lease	(610,000)	(590,000)
Proceeds from sale of donor restricted investments	2,683,389	-
Principal payments on debt	(4,687,863)	(10,602,414)
Net cash provided by financing activities	845,290	172,847
Net increase in cash	20,187,794	4,425,171
Cash and cash equivalents, beginning of year	30,655,645	26,230,474
Cash and cash equivalents, end of year	\$ 50,843,439	\$ 30,655,645
Cash and cash equivalents	\$ 39,390,330	\$ 19,677,199
Cash held in trust	-	500,000
Restricted cash	11,453,109	10,478,446
Total	\$ 50,843,439	\$ 30,655,645
NON-CASH INVESTING ACTIVITIES:		
Property and equipment financed through accounts payable	\$ 944,272	\$ 1,624,478
Other assets obtained through non-cash transaction	\$ -	\$ 1,247,466
NON-CASH FINANCING ACTIVITIES:		
Forgiveness of debt	\$ 250,000	\$ 250,000
CASH PAID FOR INTEREST (net of capitalized amount)	\$ 6,427,012	\$ 6,393,837

The accompanying notes are an integral part of these financial statements.

ASPIRE PUBLIC SCHOOLS
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

1. OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Aspire Public Schools, a California non-profit public benefit corporation, was formed to manage, guide, direct, and promote charter schools that provide quality education to California youth in primary and secondary grades. The Organization was founded in 1998. The Organization's support is derived primarily from State of California public education monies, individual and foundation contributions, and various government agency grants.

In addition to managing school operations, Aspire Public Schools has two wholly-owned organizations created to facilitate ownership of certain school facilities and support development of charter schools. The facilities are owned and managed by a single-member limited liability company, College for Certain, LLC (CFC LLC). The sole member of the CFC LLC is College for Certain, Inc. (CFC INC) which was created as a supporting organization of Aspire Public Schools to facilitate and support the development of charter schools. CFC INC is controlled by, and for the benefit of, Aspire Public Schools. CFC LLC and CFC INC are disregarded entities for federal income tax purposes.

Aspire Public Schools TN, LLC (TN LLC) is a Tennessee non-profit limited liability company created in July 2013, whose sole member is Aspire Public Schools. TN LLC incorporated pursuant to the Tennessee Nonprofit Corporation Act and is a disregarded entity for federal income tax purposes. TN LLC was formed to manage, guide, direct, and promote charter schools that provide quality education to Tennessee youth in primary and secondary grades. TN LLC's support is derived primarily from State of Tennessee public education monies, foundation contributions, and various government agency grants.

For financial reporting purposes, CFC LLC and CFC INC are consolidated with Aspire Public Schools for the year ended June 30, 2013. CFC LLC, CFC INC, and TN LLC are consolidated with Aspire Public Schools for the year ended June 30, 2014.

Principles of Consolidation – The accompanying consolidated financial statements include the accounts of Aspire Public Schools and its wholly-owned entities, collectively the “Organization”. All significant intercompany accounts and transactions have been eliminated in consolidation. Listed below are the affiliated organizations included in these financial statements:

- **Aspire Public Schools**

Aspire Public Schools operates thirty-five schools in California under thirty-five charters which are chartered by twelve charter authorizers (sponsoring districts) in six counties. Charters were granted for each school for up to five years, with an opportunity for renewal. Charters may be revoked by the sponsoring district for material violations of the charter, failure to meet or make progress toward student outcomes identified in the charter, failure to meet generally accepted standards of fiscal management, or violation of any provision of the law. As of June 30, 2014, the charter schools operated by Aspire Public Schools were as follows:

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

<u>Charter School Name</u>	<u>Charter School Number</u>	<u>Sponsoring District</u>	<u>*Charter Granted/ Renewed</u>	<u>Charter Expiration</u>
Aspire Alexander Twilight College Preparatory Academy	1554	San Juan Unified	Dec 2012	6/30/16
Aspire Alexander Twilight Secondary Academy	1555	San Juan Unified	Dec 2012	6/30/16
Aspire Antonio Maria Lugo Academy****	694	Los Angeles Unified	Nov 2008	6/30/14
Aspire APEX Academy	854	Stockton Unified	Nov 2012	6/30/18
Aspire Benjamin Holt College Preparatory Academy	565	Lodi Unified	Feb 2013	6/30/18
Aspire Berkley Maynard Academy	726	Oakland Unified	July 2010	6/30/15
Aspire California College Preparatory Academy	1049	Alameda County Office of Education	Feb 2013	6/30/18
Aspire Capitol Heights Academy	598	Sacramento City	Nov 2012	6/30/18
Aspire Centennial College Preparatory Academy	1436	Los Angeles Unified	Apr 2012	6/30/18
Aspire College Academy	1577	Oakland Unified	May 2013	6/30/18
Aspire East Palo Alto Charter School	125	Ravenswood City	Jan 2014	6/30/19
Aspire East Palo Alto Phoenix Academy**	1022	Sequoia Union HS Dist	June 2011	6/30/16
Aspire ERES Academy	1115	Oakland Unified	May 2014	6/30/19
Aspire Firestone Academy	1214	Los Angeles Unified	Oct 2014	6/30/20
Aspire Gateway Academy	1213	Los Angeles Unified	Oct 2014	6/30/20
Aspire Golden State College Preparatory Academy	1023	Oakland Unified	Dec 2012	6/30/18
Aspire Huntington Park Charter School	1035	Los Angeles Unified	Jan 2013	6/30/18
Aspire Inskip Academy	1332	Los Angeles Unified	April 2011	6/30/16
Aspire Junior Collegiate Academy	1551	Los Angeles Unified	Jan 2013	6/30/18
Aspire Langston Hughes Academy	1048	Stockton Unified	Dec 2012	6/30/18
Aspire Lionel Wilson College Preparatory Academy	465	Oakland Unified	Jan 2012	6/30/17
Aspire Millsmont Academy***	689	Oakland Unified	Dec 2008	6/30/14
Aspire Monarch Academy	252	Oakland Unified	Jan 2014	6/30/19
Aspire Ollin University Prep Academy****	693	Los Angeles Unified	Dec 2008	6/30/14
Aspire Pacific Academy	1230	Los Angeles Unified	May 2010	6/30/15
Aspire Port City Academy	854	Stockton Unified	Nov 2012	6/30/18
Aspire River Oaks Charter School	364	Lodi Unified	July 2006	6/30/16
Aspire Rosa Parks Academy	554	Stockton Unified	July 2010	6/30/15
Aspire Slauson Academy	1330	Los Angeles Unified	April 2011	6/30/16
Aspire Summit Charter Academy	812	Ceres Unified	April 2011	6/30/16
Aspire Tate Academy	1331	Los Angeles Unified	April 2011	6/30/16

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Aspire Titan Academy	1550	Los Angeles Unified	Jan 2013	6/30/18
Aspire University Charter School	1026	Sylvan Union Elem	Jan 2013	6/30/18
Aspire Vanguard College Preparatory Academy	1125	CA Dept of Education	June 2014	6/30/19
Aspire Vincent Shalvey Academy	178	Lodi Unified	June 2014	6/30/19

* Charter issuance date or the most recent renewal date.

** This charter was closed on June 30, 2014, and is now under the East Palo Alto Charter School charter beginning July 1, 2014.

*** This charter was closed on June 30, 2014. The site re-opened as Aspire Triumph Technology Academy under a new charter (#1663) issued by Oakland Unified.

**** This charter was renewed under a new sponsoring district, Los Angeles County Office of Education beginning July 1, 2014.

All sponsoring districts receive up to 1% of the annual charter revenue for supervisory oversight with the exception of Alameda County Office of Education, who receives up to 3%. Ravenswood City School the sponsoring district for Aspire East Palo Alto Charter receives up to 3% for supervisory oversight because the district provides facilities substantially rent-free.

Through June 30, 2014, the Organization had separately negotiated with all sponsoring districts for administrative fees and other services. Additionally, for some schools, transportation expenses and/or special education encroachment are paid by the Organization to the sponsoring districts.

- **Aspire Public Schools TN, LLC** – TN LLC operates two schools under two charters in Shelby County, Tennessee. Charters were granted for each school for ten years, with an opportunity for renewal. Charters may be revoked by the charter authorizer (sponsoring district) for material violations of the charter, failure to meet or make progress toward student outcomes identified in the charter, failure to meet generally accepted standards of fiscal management, or violation of any provision of the law. As of June 30, 2014, the charter schools operated by TN LLC were as follows:

<u>Charter School Name</u>	<u>Charter School Number</u>	<u>Sponsoring District</u>	<u>Charter Granted/ Renewed</u>	<u>Charter Expiration</u>
Aspire Hanley Elementary School #1	8024	TN Achievement School District	April 2013	6/30/23
Aspire Hanley Elementary School #2	8025	TN Achievement School District	April 2013	6/30/23

- **College for Certain, LLC** – CFC LLC holds title to properties where Aspire Public Schools operates ten charter schools (seven locations) and manages, operates, and leases the properties.

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- **College for Certain, Inc.** – CFC INC is a supporting organization of Aspire Public Schools in that it facilitates and supports the development of charter schools for Aspire Public Schools. As of and for the years ending June 30, 2014 and 2013, there was no activity in this entity.

Basis of presentation – The financial statements are presented in conformity with accounting for not-for-profit entities. The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. The Organization has no permanently restricted net assets.

Revenue recognition – Contributions and grants are recognized when the donor/grantor makes an unconditional promise to give to the Organization or when received. Donor-restricted amounts are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a donor 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.” Government grants are recognized as revenue in accordance with the terms of the applicable grant agreement, which is generally upon the incurrence of expenditures related to the required services. Deferred revenue is recorded to the extent cash received on specific grants exceeds qualified expenses. Conditional promises to give, which depend on the occurrence of specified future and uncertain events, are not recorded until the conditions are met.

Cash and cash equivalents – For financial statement purposes, the Organization considers investments with maturity at purchase of three months or less to be cash equivalents.

Investment in Schoolzilla, Inc is treated as an equity method investment as the Organization has a 20% interest in the Company.

Intangible assets – The Organization has intangible assets for product and service discounts to be used in future periods. The Organization amortizes certain intangibles over their estimated useful lives, while intangible assets determined to have indefinite useful lives are assessed annually for impairment.

Property and equipment with a value greater than \$5,000 are capitalized at cost or fair market value on the date of receipt in the case of donated property, and depreciated using the straight-line method over their estimated useful lives, which range from two to thirty years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts, with the resulting gain or loss reflected in the statement of activities.

Donated equipment, materials, services, and facilities – In-kind contributions of equipment, materials, and services are recorded at their estimated fair values at the date of donation. Donated services are recorded when they create or enhance non-financial assets or require a specialized skill that the Organization would otherwise need to purchase. During the year ended June 30, 2014 and 2013, in-kind contributions of equipment, materials, and services valued at \$212,440 and \$30,397 were received, respectively.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

Income taxes – The Organization has been granted tax-exempt status as provided by Internal Revenue Code Section 501(c)(3) and Section 23701(d) of the California Revenue and Taxation Code. In addition, the Internal Revenue Service has determined the Organization is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. Accordingly, no provision for income taxes has been reflected in these financial statements.

The Organization applied the accounting principles related to accounting for uncertainty in income taxes and has determined that there is no material impact on the financial statements for June 30, 2014 and 2013. With some exceptions, the Organization is no longer subject to U.S. federal and state income tax examinations by tax authorities for years prior to the year ended June 30, 2010.

Functional allocation of expenses – The cost of providing educational programs and other activities has been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Program development and expansion – The Organization continually explores potential opportunities for expansion and growth; thus costs are incurred to research the possibility of establishing new sites. The Organization capitalizes these preacquisition costs into ‘Schools Under Construction’ (Note 6) at the time incurred. If it is determined that a formal contractual commitment will not be entered into, the expenses are included in program development and expansion in the period that the determination is made.

Fair value measurements – Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same—to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

In order to increase consistency and comparability in fair value measurements, a fair value hierarchy that prioritizes observable and unobservable inputs is used to measure fair value into three broad levels, as follows:

- Level 1 Inputs Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
- Level 2 Inputs Inputs other than quoted prices in active markets that are observable either directly or indirectly.
- Level 3 Inputs Unobservable inputs for the asset or liability.

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When a price for an identical asset or liability is not observable, a reporting entity measures fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. Because fair value is a market-based measurement, it is measured using the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk. As a result, a reporting entity's intention to hold an asset or to settle or otherwise fulfill a liability is not relevant when measuring fair value.

Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant management estimates included in the financial statements are the collectability of the receivables and foundation grants receivables, estimate of net present value of the foundation grants receivable, the estimated useful lives of property and equipment, the functional allocation of expenses, and the net present value of intangibles.

Reclassification – Certain 2013 amounts have been reclassified to conform to the 2014 financial statement presentation. This reclassification had no impact on net assets.

Subsequent events have been reviewed through November 4, 2014, the date the financial statements were available to be issued. Management concluded that no material subsequent events have occurred since June 30, 2014 that requires recognition or disclosure in such financial statements.

2. CONCENTRATIONS OF CASH

The Organization maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. Management believes the Organization is not exposed to any significant credit risk related to cash.

3. RESTRICTED CASH

Restricted cash represents amounts that are required to be held for debt service reserves with respect to the bond outstanding and for principal and interest payments. The balance in the restricted accounts at June 30, 2014 and 2013, was \$11,453,109 and \$10,478,446, respectively.

4. ACCOUNTS RECEIVABLE

Accounts receivable balances at June 30, 2014 and 2013 were \$24,481,112 and \$32,206,919, respectively. The balances were due entirely from grantor government agencies. Management deems all receivables to be collectible as of June 30, 2014.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

5. FOUNDATION GRANTS RECEIVABLE

The Organization recognizes unconditional foundation grants receivables at their estimated fair value using estimated prevailing interest rates, on a nonrecurring basis, at the time the pledge is made. Fair value is determined by calculating the net present value of the estimated future cash flows. The discount rate used in determining the net present value of new pledges receivable was 2.84% and 2.43% at June 30, 2014 and 2013, respectively. The estimated fair value of the pledges made during 2014 and 2013 totaled approximately \$519,000 at June 30, 2014 and \$572,500 at June 30, 2013, and were included within level 3 of the fair value hierarchy because determination of the net present value of future cash flows was based on little or no market data and required management to develop their own assumptions. All foundation grants receivable are judged by management to be collectible, and were as follows as of June 30:

	<u>2014</u>	<u>2013</u>
Gross foundation grants receivable	\$ 6,868,345	\$ 7,693,890
Less: Unamortized discount	<u>(23,546)</u>	<u>(86,638)</u>
Foundation grants receivable, net	<u>\$ 6,844,799</u>	<u>\$ 7,607,252</u>

Foundation grants receivable are due to be collected as follows:

	<u>2014</u>	<u>2013</u>
Within one year	\$ 6,014,287	\$ 4,995,776
One to five years	<u>830,512</u>	<u>2,611,476</u>
Foundation grants receivable, net	<u>\$ 6,844,799</u>	<u>\$ 7,607,252</u>

Conditional promises to give, which depend on the occurrence of specified future and uncertain events, are not recorded until the conditions are met. Approximate outstanding conditional promises to give are as follows and will be recognized as revenue as the conditions are met:

Purpose:	<u>2014</u>	<u>2013</u>
Openings schools in specific locations	\$ 15,800,000	\$ 23,000,000
Facility construction	2,911,000	-
Future financial performance	2,000,000	3,000,000
Implementation of blended learning at specific locations	<u>865,000</u>	<u>-</u>
Total	<u>\$ 21,576,000</u>	<u>\$ 26,000,000</u>

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

6. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	<u>2014</u>	<u>2013</u>
Land	\$ 25,328,678	\$ 25,328,678
Buildings	99,475,453	81,324,758
Construction in progress	1,614,762	11,899,635
Leasehold improvements	8,006,811	7,151,769
Property under capital lease	21,845,473	21,845,473
Equipment	7,049,041	5,396,407
Subtotal	<u>163,320,218</u>	<u>152,946,720</u>
Less accumulated depreciation	<u>(26,829,548)</u>	<u>(22,077,810)</u>
Property and equipment, net	<u>\$ 136,490,670</u>	<u>\$ 130,868,910</u>

Depreciation expense was \$4,751,738 and \$4,226,961 for the years ended June 30, 2014 and 2013, respectively. Various components of the land, buildings, and schools under construction shown above are pledged as collateral for the debt disclosed in Note 8, and the capital lease disclosed in Note 10.

7. OTHER ASSETS

Other assets consisted of the following at June 30:

	<u>2014</u>	<u>2013</u>
Deferred loss, net	\$ 244,045	\$ 257,795
Investment in Schoolzilla, Inc.	125,686	424,709
Amortizable intangible assets, net	365,691	489,520
Indefinite-lived intangible assets	<u>316,372</u>	<u>316,372</u>
Other assets, net	<u>\$ 1,051,794</u>	<u>\$ 1,488,396</u>

Deferred Loss

In January of 2005, Lodi Unified School District (the District) purchased the Aspire River Oaks Charter School and Aspire Benjamin Holt College Preparatory Academy facilities from the Organization. The Organization concurrently entered into a capital lease obligation with the District effective January 1, 2005 through August 1, 2032. The Organization has the option to purchase the properties for one dollar at the termination of the lease. This transaction was treated as sale-leaseback transaction and a loss on this transaction of \$374,660 was deferred and is being amortized over the term of the capital lease. As of June 30, 2014 and 2013, accumulated amortization was \$130,615 and \$116,865, respectively. Amortization expense of the deferred loss for the years ended June 30, 2014 and 2013 was \$13,749. The Organization's obligation under this capital lease is detailed in Note 10.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

Investment in Schoolzilla, Inc.

The Organization owned 20% of the common stock of Schoolzilla, Inc. (Schoolzilla) at both June 30, 2014 and 2013, a for-profit company that develops web-based data management platforms allowing teachers to synthesize data from multiple sources and create reports presenting their students' academic performances. Although the Organization's interest in Schoolzilla has dropped below 20%, management has determined they still have significant influence over the operations of Schoolzilla through a seat on their board of directors, and maintaining the second largest stake in Schoolzilla.

The Organization and Schoolzilla obtained an independent valuation which valued this investment on the date of acquisition using the Option-Pricing Model using inputs derived from the financial records of Schoolzilla to determine the value of the investment on the date of acquisition. The investment has been adjusted for the Organization's share of the net loss since the date of acquisition. Schoolzilla did not declare any dividends as of June 30, 2014 and 2013, respectively.

The condensed unaudited financial information for Schoolzilla, Inc. at June 30:

	<u>2014</u>	<u>2013</u>
Total assets	\$ 2,235,427	\$ 728,771
Total liabilities	819,149	340,022
Stockholders' Equity	1,416,278	388,749
Net loss	808,772	311,290

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Intangible Assets

Amortizable intangible assets consist of the following as of June 30, 2014:

	Gross Carrying Amount	Accumulated Amortization	Net
Product and technology discount benefits	\$ 438,922	\$ 121,451	\$ 317,471
Rights to use certain assets	53,200	13,300	39,900
Service discount benefits	<u>14,263</u>	<u>5,943</u>	<u>8,320</u>
Total	<u>\$ 506,385</u>	<u>\$ 140,694</u>	<u>\$ 365,691</u>

Amortizable intangible assets consist of the following as of June 30, 2013:

	Gross Carrying Amount	Accumulated Amortization	Net
Product and technology discount benefits	\$ 438,922	\$ 15,676	\$ 423,246
Rights to use certain assets	53,200		53,200
Service discount benefits	<u>14,263</u>	<u>1,189</u>	<u>13,074</u>
Total	<u>\$ 506,385</u>	<u>\$ 16,865</u>	<u>\$ 489,520</u>

The product and technology discount benefits and service discount benefits are amortized on a straight-line basis over a seven and three year period, respectively. These lives are based on the periods in which the Organization is eligible for such discounts. Amortization expense on intangible assets for the year ended June 30, 2014 and 2013 was \$123,829 and \$16,865, respectively.

The expected future amortization expense of intangible assets for the next five years is as follows:

2015	\$ 112,556
2016	93,632
2017	36,860
2018	36,860
2019	<u>36,860</u>
Total	<u>\$ 316,768</u>

The Organization also holds indefinite-lived intangible assets for product and technology discount benefits valued at \$316,372. Management assesses the carrying value of these indefinite-lived intangible assets annually, or more often if facts and circumstances suggest they may be impaired. If this review indicates that the carrying value may not be recoverable, then the carrying value would be reduced to its estimated fair value. No impairment losses were recognized as a result of this review for the year ended June 30, 2014 and 2013, respectively.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

8. DEBT

	2014	2013
College for Certain Series 2010 School Facility Revenue Bonds in the amount of \$93,295,000 were issued effective April 1, 2010; with 7 bonds and bearing interest rates ranging from 5.00% - 6.375%. The bond proceeds were used for the construction of new campuses. Principal and interest payments are due yearly beginning July 1, 2014. Final maturity is in 2046.	\$ 92,795,000	\$ 93,295,000
California School Finance Authority, Revenue Anticipation Notes, Series 2013. Up to \$10 Million of short-term notes secured by the revenues of 19 schools was executed in April 2013. Variable interest rate at LIBOR plus 450 basis points, with a floor of 4.75%. Amounts outstanding were repaid on July 5, 2013.	-	3,250,000
Charter Fund, Inc. \$3,500,000 loan, effective October 15, 2012, bearing interest at 1%, to provide general support for the management of the organization. Principal payments of \$700,000 are due in 5 annual installments beginning in 2018 through 2022. This loan has the potential to be forgiven annually beginning in 2014 through 2017, if specific milestones are met.	3,500,000	3,500,000
California School Finance Authority \$4,758,509 loan, effective June 27, 2007, bearing interest at 2.202%, for the construction of Rosa Parks Academy in Stockton under Proposition 47. Interest only payments of varying amounts are due annually. In addition, a principal and interest payment of \$328,275 is due annually. Final maturity is in 2037.	4,148,042	4,285,471
Pacific Charter School Development, Inc. \$4,000,000 promissory note, effective April 1, 2010, bearing an interest rate of 0%. Principal payments of various amounts are due at various dates in accordance with the provisions of the note. Final maturity is in 2019.	3,001,188	3,075,000
Charter Fund, Inc. \$1,000,000 loan, effective February 8, 2008, bearing interest at 4.1%, to provide general support for the management of the organization. Beginning in 2009, interest only payments of \$41,000 were due annually. Principal payments of \$500,000 were due in both 2015 and 2016 and final maturity was in 2016, however in each fiscal year from 2011 through 2014, \$250,000 of principle was forgiven based on schools' performances, effectively forgiving all debt.	-	250,000

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JUNE 30, 2014 AND 2013

<p>Charter Fund, Inc. \$1,000,000 loan, effective January 25, 2009, bearing interest at 4.1%, to provide general support for the management of the organization. Beginning in 2010 through 2017, interest only payments of \$41,000 are due annually. Principal payments of \$500,000 are due in both 2016 and 2017. Final maturity is in 2017.</p>	1,000,000	1,000,000
<p>California Department of Education loans for sixteen schools. Loans range from \$150,000 to \$250,000 with interest rates from .38% to 2.69%. Principal is payable in five annual installments ranging from \$20,000 to \$67,500, per loan. Final maturity is 2017.</p>	1,077,495	1,804,117
<p>California School Finance Authority \$9,834,913 loan (\$457,251 issued in 2009/10, \$5,262,400 issued in 2010/11, and \$4,115,262 issued in 2012/13), bearing interest at 2%, for the construction of Ollin University College Preparatory campus in Los Angeles under Proposition 55. Beginning July 2014, interest only payments of varying amounts are due annually. In addition, a principal and interest payment of \$462,139 is due annually. Final maturity is in 2042.</p>	9,834,913	9,834,913
<p>California School Finance Authority \$3,459,764 loan issued in 2013/14, effective date and payment terms to be determined upon conversion to final apportionment for a new campus to be built for Antonio Maria Lugo Academy in Los Angeles under Proposition 1D. The interest rate will be approximately the state's borrowing rate and repayment will commence starting one-year after the new facility is opened. The principal will then be amortized over 30 years. Interest is not charged until the repayment period begins. The School is expected to be completed in the 2015/16 fiscal year.</p>	3,459,764	-
Subtotal	118,816,402	120,294,501
Less current portions	(2,070,896)	(4,186,241)
Total Long-Term Debt	<u>\$ 116,745,506</u>	<u>\$ 116,108,260</u>

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

Future payments relating to debt are as follows as of June 30, 2014:

Year Ending June 30,	Principal	Interest	Total
2015	\$ 2,070,894	\$ 5,868,852	\$ 7,939,746
2016	3,956,014	5,839,433	9,795,447
2017	2,349,523	5,825,534	8,175,057
2018	2,746,059	5,748,404	8,494,463
2019	3,217,451	5,679,909	8,897,359
Thereafter	<u>104,476,461</u>	<u>104,332,084</u>	<u>208,808,545</u>
Total	<u>\$ 118,816,402</u>	<u>\$ 133,294,216</u>	<u>\$ 252,110,618</u>

Aspire Public Schools (lessee to College for Certain, LLC) must meet several financial covenants as a requirement of the College for Certain Series 2010 School Facility Revenue Bonds. These requirements are as follows: 1) maintain a minimum cash balance of 3% of gross revenue as of December 31 and June 30 of each year, 2) maintain a ratio of current assets to current liabilities of 1:10 to 1, 3) working capital must not be less than 7.5% of total operating expenses, 4) operations must allow Aspire to pay all its expenses during such fiscal year for the operation, maintenance and repair of the Schools operated by it, 5) produce net available corporate income of Aspire equal to at least 1.05 times maximum aggregate annual debt service on all outstanding indebtedness of Aspire for the fiscal year, and 6) produce gross revenues of the financed schools equal to at least 2 times maximum annual debt service on the outstanding bonds. Aspire Public Schools was in compliance with these covenants for the year ended June 30, 2014.

9. CAPITALIZATION OF CONSTRUCTION DEBT INTEREST

While a facility is under construction, a portion of interest is capitalized into its cost. In summary, the capitalization of interest is applicable to the amount of interest that could have been avoided had the Organization not undertaken the building of a capital asset. The Organization evaluates capitalization of interest at the individual site level since the cash from one site would not be used to pay down the debt on another site.

The amount of capitalizable interest is determined by applying the debt interest rate to the average amount of accumulated expenditures for the building during the year. Interest costs of \$6,770,979 and \$6,503,778 were incurred related to debt during the years ended June 30, 2014 and 2013, respectively. During the years ended June 30, 2014 and 2013, \$0 and \$48,296 of interest was capitalized, respectively.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

10. LEASE COMMITMENTS

Operating leases

The Organization leases buildings for administrative offices in Oakland and Stockton and leases land and buildings for school sites in Berkeley, East Palo Alto, Empire, Los Angeles, Modesto, Oakland, Sacramento, Stockton, and Memphis under various operating leases. The Organization also leases copiers at various school sites. It is unlikely that the Organization will cancel any of these leases before they expire. The aggregate minimum rental payments required under the terms of all operating leases as of June 30, 2014 are as follows:

<u>Year Ending June 30,</u>	<u>Minimum Payments</u>
2015	\$ 3,068,991
2016	2,842,394
2017	2,679,921
2018	2,234,508
2019	2,095,726
Thereafter	<u>12,125,307</u>
Total	<u>\$ 25,046,847</u>

Rental expense under operating leases was \$3,366,759 and \$3,255,169 for the years ended June 30, 2014 and 2013, respectively.

Capital leases

As discussed in Note 7, the Organization entered into a capital lease with Lodi Unified School District from January 1, 2005 through August 1, 2032. The property under capital lease is separately disclosed in Note 6 and consists of the Aspire River Oaks Charter School and the Aspire Benjamin Holt College Preparatory Academy school facilities in Lodi, California. The leased property is being depreciated over the term of the lease and depreciation expense for the leased property is included in the total depreciation expense.

Future payments relating to this capital lease are as follows as of June 30, 2014:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 635,000	\$ 743,753	\$ 1,378,753
2016	655,000	719,963	1,374,963
2017	680,000	693,231	1,373,231
2018	710,000	664,581	1,374,581
2019	740,000	635,116	1,375,116
Thereafter	<u>13,205,000</u>	<u>4,536,416</u>	<u>17,741,416</u>
Total	<u>\$ 16,625,000</u>	<u>\$ 7,993,060</u>	<u>\$ 24,618,060</u>

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

11. EMPLOYEE BENEFIT PLANS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS), and classified employees are members of the California Public Employees' Retirement System (CalPERS). All employees who are not members of CalSTRS or CalPERS must contribute to the federal Social Security system.

California Public Employees' Retirement System (CalPERS)

Plan name:	California Public Employees' Retirement System (CalPERS) State & Schools
Plan's EIN:	94-6207465
Actuarial value of assets:	\$56,250
Actuarial accrued liability:	\$61,487
Funded status:	At least 80% funded

The actuarial value of assets and accrued liability are expressed in millions and are valued as of June 30, 2013, the most recent actuarial valuation date.

Plan Description

The Organization contributes to the School Employer Pool under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 Q Street, Sacramento, California 95811.

Funding Policy

Active plan members are required to contribute 7% of their salary (7% of monthly salary over \$133.33 if the member participates in Social Security), and the Organization is required to contribute an actuarially determined rate. Effective January 1, 2013, new active members are required to contribute 6% of their salary. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS board of Administration. The required employer contribution rate for fiscal year ending June 30, 2014 and 2013 was 11.442% and 11.417% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2015, the Organization is required to contribute 11.771% of annual payroll.

California State Teachers' Retirement System (CalSTRS):

Plan name:	California State Teachers' Retirement System (CalSTRS)
Plan's EIN:	94-6291617
Actuarial value of assets:	\$148,614
Actuarial accrued liability:	\$222,281
Funded status:	65-80% funded

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

The actuarial value of assets and accrued liability are expressed in millions and are valued as of June 30, 2013, the most recent actuarial valuation date.

Plan Description

The Organization contributes to the California State Teachers' Retirement Systems (CalSTRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalSTRS. The plan provides retirement, disability, and survivor benefits to beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the State Teachers' Retirement Law. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalSTRS annual financial report may be obtained from CalSTRS, 100 Waterfront Place, West Sacramento, CA 95605.

Funding Policy

Active plan members are required to contribute 8% of their salary and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalSTRS Teachers' Retirement Board. The required employer contribution rate for the fiscal years ending June 30, 2014 and 2013 was 8.25% of annual payroll. The contribution requirements of the plan members are established by state statute. For the fiscal year 2015, the Organization is required to contribute 8.88% of annual payroll.

Tennessee Consolidated Retirement System (TCRS):

	Tennessee Consolidated Retirement System (TCRS)
Plan name:	Teachers
Plan's EIN:	62-6001445
Actuarial value of assets:	\$19,494
Actuarial accrued liability:	\$20,301
Funded status:	At least 80% funded

The actuarial value of assets and accrued liability are expressed in millions and are valued as of July 1, 2013, the most recent actuarial valuation date.

Plan Description

The Organization contributes to the Tennessee Consolidated Retirement System (TCRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by the Tennessee Department of Treasury. The plan provides retirement, disability, and survivor benefits to beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the State Teachers' Retirement Law. TCRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the TCRS annual financial report may be obtained from the State of Tennessee Treasury Department, 502 Deaderick Street, Nashville, Tennessee, 37243.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

Funding Policy

Active plan members are required to contribute 8.88% of their salary and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalSTRS Teachers' Retirement Board. The required employer contribution rate for the fiscal years ending June 30, 2014 was 5% of annual payroll. The contribution requirements of the plan members are established by state statute. For the fiscal year 2015, the Organization is required to contribute 5% of annual payroll.

The Organization's contributions to employee benefits plans were as follows:

	<u>2014</u>	<u>2013</u>
CalPERS	\$ 2,120,225	\$ 1,426,170
CalSTRS	3,952,939	3,329,726
TCRS	268,709	

Contributions to all plans equal 100% of the required contributions for each year.

During the fiscal year ending June 30, 2014, CalPERS informed the Organization that employees its three charters issued in 2013, Aspire Junior Collegiate Academy, Aspire Titan Academy, and Aspire Centennial College Preparatory Academy, would not be eligible for CalPERS benefits. The matter is currently being negotiated, however all CalPERS benefits originally submitted for employees of the three schools have not been deposited into CalPERS. The Organization has accrued the employer contribution amount as benefit expense in the fiscal year ending June 30, 2014, as the Organization will either be successful in re-entering CalPERS, or a defined contribution plan will be set up for the schools if negotiations with CalPERS are not successful.

Effective July 1, 2013, the Organization adopted a 403(b) retirement plan (Plan) within TN LLC. All employees who normally work more than 20 hours a week and are not already enrolled in the CalPERS, CalSTRS or TCRP retirement plans are eligible to participate in the Plan. The Organization will match a discretionary portion of the employers contributions, determined on an annual basis.

12. RESTRICTED NET ASSETS

At June 30, 2014 and 2013, temporarily restricted net assets consisted of unexpended grants restricted for the following purposes: curriculum development, implementation of literacy programs, purchase of classroom and library materials, staff training and development, personnel costs, construction projects, and expansion.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

13. JOINT VENTURES

For their California schools, the Organization participates a joint venture under a joint powers agreement (JPAs) with the California Charter School Joint Powers Authority, doing business as charterSAFE (SAFE).

SAFE arranges for and provides workers' compensation, property, and liability insurance coverage for their members, respectively. The JPA is governed by boards consisting of a representative from each member. The board controls the operations of the JPA, including selection of management and approval of operating budgets, independent of any influence by the member beyond their representation on the board. Each member pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPA.

SUMMARY OF JPA COVERAGE

1. Workers' Compensation

JPA's SIR:	\$1,000,000
Excess Insurance:	To statutory limits

2. Property

Organization	
Deductible:	\$1,000
Coverage:	
Building:	\$107,167,395
Contents:	\$3,953,086
Data processing:	\$2,987,745
Builder's risk:	\$2,500,000
Extra expense:	\$1,000,000
Excess Insurance:	None

3. Liability

Organization	
Deductible:	\$0 - \$5,000
Coverage	
(SAFE- SIR)	\$1,000,000
(Insurance Company of the State of PA)	\$1,000,001 to \$5,000,000
(SAFE)	\$5,000,001 to \$15,000,000

Complete separate financial statements for the JPA may be obtained from:

SAFE 250 E. 1st Street, Suite 1000, Los Angeles, California 90012

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014 AND 2013

The latest condensed financial information available for SAFE are as follows:

	June 30, 2014 (Unaudited)
Total Assets	\$ 13,755,394
Total Liabilities	\$ 8,189,437
Net Assets	<u>5,565,957</u>
Total Liabilities and Equity	\$ 13,755,394
Total Revenues	\$ 17,418,508
Total Expenses	<u>14,402,830</u>
Net Increase in Net Assets	<u>\$ 3,015,678</u>

14. CONTINGENCIES

The Organization has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

The Organization has various outstanding claims and litigation. However, based on consultation with legal counsel, management believes that the ultimate resolution of these matters will not have a material adverse effect on the Organization's financial position or results of operations.

15. RELATED PARTY

The Organization is member of a coalition of Charter Management Organizations (CMO's) called The College Ready Promise (TCRP) designed to pool resources of schools that share the same objective of graduating all students college ready. TCRP is made up of four partnering CMO's: Aspire Public Schools, Alliance College-Ready Public Schools, Green Dot Public Schools, and Partnerships to Uplift Communities. TCRP's board of directors is made up of the top executives from each CMO, including the Organization's CEO.

TCRP's goal is to gain funding from foundations across the country, and disburse it to its members in order to assist them in carrying out their common goals. TCRP passed through \$300,148 in federal funding to the Organization during the year ended June 30, 2013. TCRP also granted \$17,175 and \$621,454 in private funding to the Organization during the years ended June 30, 2014 and 2013, respectively.

The Organization's V.P. of Finance was a Board Member of charterSAFE (see Note 13) during the 2012/2013 and 2013/14 fiscal year. The Organization paid \$1,385,190 and \$1,270,015 in premiums to charterSAFE during the year ended June 30, 2014 and 2013, respectively, and has a payable balance of \$0 and \$81,528 due to charterSAFE as of June 30, 2014 and 2013, respectively.

SUPPLEMENTARY INFORMATION

ASPIRE PUBLIC SCHOOLS
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CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2014

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	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millsmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy
CURRENT ASSETS:									
Cash and cash equivalents	\$ 622,020	\$ 944,339	\$ 853,234	\$ 135,443	\$ 972,588	\$ 634,287	\$ 393,137	\$ 3,068,464	\$ (148,368)
Restricted cash	-	-	-	-	-	-	-	-	-
Accounts receivable	711,989	1,014,175	913,879	535,352	952,910	(102,591)	497,130	926,603	401,115
Foundation grants receivable, current	-	100,000	-	-	-	-	100,000	100,000	-
Prepaid expenses and deposits	15,000	-	-	10,000	-	13,216	2,638	-	-
Intercompany receivable	-	-	-	-	-	-	-	-	-
Total current assets	<u>1,349,009</u>	<u>2,058,514</u>	<u>1,767,113</u>	<u>680,795</u>	<u>1,925,498</u>	<u>544,912</u>	<u>992,905</u>	<u>4,095,067</u>	<u>252,747</u>
NON-CURRENT ASSETS:									
Restricted cash	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-
Property and equipment, net	185,660	144,426	111,561	21,963	77,381	82,221	105,864	238,739	18,576
Deferred charges, net	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,534,669</u>	<u>\$ 2,202,940</u>	<u>\$ 1,878,674</u>	<u>\$ 702,758</u>	<u>\$ 2,002,879</u>	<u>\$ 627,133</u>	<u>\$ 1,098,769</u>	<u>\$ 4,333,806</u>	<u>\$ 271,323</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 110,391	\$ 260,583	\$ 355,209	\$ 198,797	\$ 169,567	\$ 57,450	\$ 195,857	\$ 218,367	\$ 71,071
Accrued expenses	102,061	134,586	122,302	67,028	140,726	86,779	103,075	142,416	73,968
Capital lease, current	-	-	-	-	-	-	-	-	-
Debt, current	-	-	-	-	-	-	20,000	-	50,000
Intercompany payable	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>212,452</u>	<u>395,169</u>	<u>477,511</u>	<u>265,825</u>	<u>310,293</u>	<u>144,229</u>	<u>318,932</u>	<u>360,783</u>	<u>195,039</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	-	-	-	-	-
Debt, net	-	-	-	-	-	-	-	-	-
Total liabilities	<u>212,452</u>	<u>395,169</u>	<u>477,511</u>	<u>265,825</u>	<u>310,293</u>	<u>144,229</u>	<u>318,932</u>	<u>360,783</u>	<u>195,039</u>
NET ASSETS:									
Unrestricted	1,182,758	1,152,210	1,209,696	430,812	1,526,484	385,909	267,484	641,240	(18,462)
Temporarily restricted	139,459	655,561	191,467	6,121	166,102	96,995	512,353	3,331,783	94,746
Total net assets	<u>1,322,217</u>	<u>1,807,771</u>	<u>1,401,163</u>	<u>436,933</u>	<u>1,692,586</u>	<u>482,904</u>	<u>779,837</u>	<u>3,973,023</u>	<u>76,284</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,534,669</u>	<u>\$ 2,202,940</u>	<u>\$ 1,878,674</u>	<u>\$ 702,758</u>	<u>\$ 2,002,879</u>	<u>\$ 627,133</u>	<u>\$ 1,098,769</u>	<u>\$ 4,333,806</u>	<u>\$ 271,323</u>

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

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	Aspire College Academy	Total Bay Area Region	Aspire Vincent Shalvey Academy	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy
CURRENT ASSETS:										
Cash and cash equivalents	\$ (135,481)	\$ 7,339,663	\$ 840,620	\$ 931,981	\$ 736,860	\$ 1,107,847	\$ 1,587,134	\$ 276,594	\$ 518,272	\$ 372,792
Restricted cash	-	-	-	-	-	-	-	-	-	-
Accounts receivable	779,854	6,630,416	556,302	289,951	487,443	621,751	1,009,642	522,379	1,300,038	1,150,648
Foundation grants receivable, current	-	300,000	-	-	-	-	-	-	-	100,000
Prepaid expenses and deposits	-	40,854	566	-	13,750	-	-	6,667	-	-
Intercompany receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	<u>644,373</u>	<u>14,310,933</u>	<u>1,397,488</u>	<u>1,221,932</u>	<u>1,238,053</u>	<u>1,729,598</u>	<u>2,596,776</u>	<u>805,640</u>	<u>1,818,310</u>	<u>1,623,440</u>
NON-CURRENT ASSETS:										
Restricted cash	-	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	274,658	1,261,049	526,962	65,638	180,029	6,147,840	8,102,213	46,697	9,901,285	113,274
Deferred charges, net	-	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	(100,618)	344,663	-	-	-
TOTAL ASSETS	<u>\$ 919,031</u>	<u>\$ 15,571,982</u>	<u>\$ 1,924,450</u>	<u>\$ 1,287,570</u>	<u>\$ 1,418,082</u>	<u>\$ 7,776,820</u>	<u>\$ 11,043,652</u>	<u>\$ 852,337</u>	<u>\$ 11,719,595</u>	<u>\$ 1,736,714</u>
CURRENT LIABILITIES:										
Accounts payable	\$ 110,596	\$ 1,747,888	\$ 66,307	\$ 63,100	\$ 71,678	\$ 88,967	\$ 167,713	\$ 81,333	\$ 446,835	\$ 121,246
Accrued expenses	61,515	1,034,456	96,923	55,164	88,699	66,981	155,256	66,299	115,457	131,284
Capital lease, current	-	-	-	-	-	259,334	298,340	-	-	-
Debt, current	-	70,000	-	-	-	-	-	-	140,455	20,000
Intercompany payable	-	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>172,111</u>	<u>2,852,344</u>	<u>163,230</u>	<u>118,264</u>	<u>160,377</u>	<u>415,282</u>	<u>621,309</u>	<u>147,632</u>	<u>702,747</u>	<u>272,530</u>
LONG-TERM LIABILITIES:										
Deferred rent	-	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	-	6,530,316	7,512,527	-	-	-
Debt, net	-	-	-	-	-	-	-	-	4,007,587	-
Total liabilities	<u>172,111</u>	<u>2,852,344</u>	<u>163,230</u>	<u>118,264</u>	<u>160,377</u>	<u>6,945,598</u>	<u>8,133,836</u>	<u>147,632</u>	<u>4,710,334</u>	<u>272,530</u>
NET ASSETS:										
Unrestricted	701,055	7,479,186	1,653,416	1,086,907	1,118,497	731,067	2,757,443	595,824	6,912,396	819,179
Temporarily restricted	45,865	5,240,452	107,804	82,399	139,208	100,155	152,373	108,881	96,865	645,005
Total net assets	<u>746,920</u>	<u>12,719,638</u>	<u>1,761,220</u>	<u>1,169,306</u>	<u>1,257,705</u>	<u>831,222</u>	<u>2,909,816</u>	<u>704,705</u>	<u>7,009,261</u>	<u>1,464,184</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 919,031</u>	<u>\$ 15,571,982</u>	<u>\$ 1,924,450</u>	<u>\$ 1,287,570</u>	<u>\$ 1,418,082</u>	<u>\$ 7,776,820</u>	<u>\$ 11,043,652</u>	<u>\$ 852,337</u>	<u>\$ 11,719,595</u>	<u>\$ 1,736,714</u>

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	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin University Preparatory Academy	Aspire Huntington Park Charter School
CURRENT ASSETS:									
Cash and cash equivalents	\$ 1,361,651	\$ 298,679	\$ 776,901	\$ 588,047	\$ 350,461	\$ 9,747,839	\$ 6,864,918	\$ 1,603,137	\$ 440,416
Restricted cash	-	-	-	-	-	-	-	-	-
Accounts receivable	539,283	417,586	547,465	475,505	311,264	8,229,257	214,788	735,503	400,143
Foundation grants receivable, current	100,000	-	100,000	100,000	-	400,000	-	90,000	-
Prepaid expenses and deposits	25,000	10,000	6,250	-	-	62,233	-	7,180	10,800
Intercompany receivable	-	-	29,893	-	-	29,893	-	-	-
Total current assets	<u>2,025,934</u>	<u>726,265</u>	<u>1,460,509</u>	<u>1,163,552</u>	<u>661,725</u>	<u>18,469,222</u>	<u>7,079,706</u>	<u>2,435,820</u>	<u>851,359</u>
NON-CURRENT ASSETS:									
Restricted cash	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-
Property and equipment, net	97,722	65,095	193,069	74,093	379,649	25,893,566	755,911	18,647,871	38,633
Deferred charges, net	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	244,045	-	-	-
TOTAL ASSETS	<u>\$ 2,123,656</u>	<u>\$ 791,360</u>	<u>\$ 1,653,578</u>	<u>\$ 1,237,645</u>	<u>\$ 1,041,374</u>	<u>\$ 44,606,833</u>	<u>\$ 7,835,617</u>	<u>\$ 21,083,691</u>	<u>\$ 889,992</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 87,997	\$ 99,848	\$ 56,351	\$ 44,526	\$ 69,730	\$ 1,465,631	\$ 102,697	\$ 97,627	\$ 43,791
Accrued expenses	89,220	84,318	79,723	100,535	95,195	1,225,054	56,225	287,788	73,801
Capital lease, current	-	-	-	-	-	557,674	-	-	-
Debt, current	20,000	20,000	20,000	-	62,500	282,955	-	265,441	50,000
Intercompany payable	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>197,217</u>	<u>204,166</u>	<u>156,074</u>	<u>145,061</u>	<u>227,425</u>	<u>3,531,314</u>	<u>158,922</u>	<u>650,856</u>	<u>167,592</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	-	14,042,843	-	-	-
Debt, net	-	-	-	-	124,998	4,132,585	3,459,764	9,569,472	30,000
Total liabilities	<u>197,217</u>	<u>204,166</u>	<u>156,074</u>	<u>145,061</u>	<u>352,423</u>	<u>21,706,742</u>	<u>3,618,686</u>	<u>10,220,328</u>	<u>197,592</u>
NET ASSETS:									
Unrestricted	1,324,931	537,319	875,289	492,446	581,552	19,486,266	658,426	10,173,146	601,548
Temporarily restricted	601,508	49,875	622,215	600,138	107,399	3,413,825	3,558,505	690,217	90,852
Total net assets	<u>1,926,439</u>	<u>587,194</u>	<u>1,497,504</u>	<u>1,092,584</u>	<u>688,951</u>	<u>22,900,091</u>	<u>4,216,931</u>	<u>10,863,363</u>	<u>692,400</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,123,656</u>	<u>\$ 791,360</u>	<u>\$ 1,653,578</u>	<u>\$ 1,237,645</u>	<u>\$ 1,041,374</u>	<u>\$ 44,606,833</u>	<u>\$ 7,835,617</u>	<u>\$ 21,083,691</u>	<u>\$ 889,992</u>

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	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Preparatory Academy	Total LA Region
CURRENT ASSETS:										
Cash and cash equivalents	\$ 1,136,487	\$ 1,036,510	\$ 1,404,928	\$ 694,704	\$ 906,759	\$ 436,221	\$ 786,254	\$ 627,700	\$ 248,838	\$ 16,186,872
Restricted cash	-	-	-	-	-	-	-	-	-	-
Accounts receivable	436,785	514,074	384,573	516,812	498,764	458,007	468,879	431,755	989,597	6,049,680
Foundation grants receivable, current	100,000	100,000	100,000	-	-	-	-	-	-	390,000
Prepaid expenses and deposits	-	-	400	-	485	-	-	-	-	18,865
Intercompany receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	<u>1,673,272</u>	<u>1,650,584</u>	<u>1,889,901</u>	<u>1,211,516</u>	<u>1,406,008</u>	<u>894,228</u>	<u>1,255,133</u>	<u>1,059,455</u>	<u>1,238,435</u>	<u>22,645,417</u>
NON-CURRENT ASSETS:										
Restricted cash	-	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	41,097	96,673	147,205	9,412	9,412	18,357	38,640	35,742	209,145	20,048,098
Deferred charges, net	-	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,714,369</u>	<u>\$ 1,747,257</u>	<u>\$ 2,037,106</u>	<u>\$ 1,220,928</u>	<u>\$ 1,415,420</u>	<u>\$ 912,585</u>	<u>\$ 1,293,773</u>	<u>\$ 1,095,197</u>	<u>\$ 1,447,580</u>	<u>\$ 42,693,515</u>
CURRENT LIABILITIES:										
Accounts payable	\$ 54,331	\$ 63,172	\$ 136,776	\$ 112,508	\$ 103,179	\$ 84,398	\$ 113,589	\$ 98,479	\$ 96,927	\$ 1,107,474
Accrued expenses	120,230	153,602	159,205	125,604	125,618	118,178	103,158	86,580	157,465	1,567,454
Capital lease, current	-	-	-	-	-	-	-	-	-	-
Debt, current	50,000	50,000	-	62,500	62,500	62,500	62,500	62,500	-	727,941
Intercompany payable	-	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>224,561</u>	<u>266,774</u>	<u>295,981</u>	<u>300,612</u>	<u>291,297</u>	<u>265,076</u>	<u>279,247</u>	<u>247,559</u>	<u>254,392</u>	<u>3,402,869</u>
LONG-TERM LIABILITIES:										
Deferred rent	-	-	-	-	-	-	-	-	695,531	695,531
Capital lease, net	-	-	-	-	-	-	-	-	-	-
Debt, net	30,000	29,997	-	-	-	62,500	62,500	62,500	-	13,306,733
Total liabilities	<u>254,561</u>	<u>296,771</u>	<u>295,981</u>	<u>300,612</u>	<u>291,297</u>	<u>327,576</u>	<u>341,747</u>	<u>310,059</u>	<u>949,923</u>	<u>17,405,133</u>
NET ASSETS:										
Unrestricted	854,798	682,596	1,046,976	816,989	969,398	425,513	793,405	628,766	497,657	18,149,218
Temporarily restricted	605,010	767,890	694,149	103,327	154,725	159,496	158,621	156,372	-	7,139,164
Total net assets	<u>1,459,808</u>	<u>1,450,486</u>	<u>1,741,125</u>	<u>920,316</u>	<u>1,124,123</u>	<u>585,009</u>	<u>952,026</u>	<u>785,138</u>	<u>497,657</u>	<u>25,288,382</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,714,369</u>	<u>\$ 1,747,257</u>	<u>\$ 2,037,106</u>	<u>\$ 1,220,928</u>	<u>\$ 1,415,420</u>	<u>\$ 912,585</u>	<u>\$ 1,293,773</u>	<u>\$ 1,095,197</u>	<u>\$ 1,447,580</u>	<u>\$ 42,693,515</u>

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	California Non Active Sites	California Home Office	Total Aspire Public Schools	Aspire Hanley School #1	Aspire Hanley School #2	Tennessee Non Active Sites	Tennessee Home Office	Total Aspire TN, LLC	CFC, LLC	Eliminations	Total Consolidated
CURRENT ASSETS:											
Cash and cash equivalents	\$ (167,038)	\$ 3,115,086	\$ 36,222,422	\$ (620,000)	\$ (719,622)	\$ 1,005,534	\$ 3,501,373	\$ 3,167,285	\$ 623	\$ -	\$ 39,390,330
Restricted cash	-	-	-	-	-	-	-	-	3,695,292	-	3,695,292
Accounts receivable	2,043	1,421,795	22,333,191	1,056,570	1,091,351	-	-	2,147,921	-	-	24,481,112
Foundation grants receivable, current	-	2,337,489	3,427,489	86,798	-	1,200,000	1,300,000	2,586,798	-	-	6,014,287
Prepaid expenses and deposits	-	94,811	216,763	19,719	19,719	-	850	40,288	-	-	257,051
Intercompany receivable	-	1,052,640	1,082,533	-	-	-	-	-	-	(1,082,533)	-
Total current assets	(164,995)	8,021,821	63,282,398	543,087	391,448	2,205,534	4,802,223	7,942,292	3,695,915	(1,082,533)	73,838,072
NON-CURRENT ASSETS:											
Restricted cash	-	-	-	-	-	-	-	-	7,757,817	-	7,757,817
Foundation grants receivable, net	-	830,512	830,512	-	-	-	-	-	-	-	830,512
Deferred rent due	-	-	-	-	-	-	-	-	2,904,703	(2,904,703)	-
Property and equipment, net	155,614	3,089,573	50,447,900	371,222	365,658	157,902	61,962	956,744	86,118,154	(1,032,128)	136,490,670
Deferred charges, net	-	-	-	-	-	-	-	-	3,418,692	-	3,418,692
Other assets, net	-	807,749	1,051,794	-	-	-	-	-	-	-	1,051,794
TOTAL ASSETS	\$ (9,381)	\$ 12,749,655	\$ 115,612,604	\$ 914,309	\$ 757,106	\$ 2,363,436	\$ 4,864,185	\$ 8,899,036	\$ 103,895,281	\$ (5,019,364)	\$ 223,387,557
CURRENT LIABILITIES:											
Accounts payable	\$ 107,760	\$ 1,645,906	\$ 6,074,659	\$ 127,677	\$ 124,972	\$ 325,411	\$ 67,715	\$ 645,775	\$ -	\$ -	\$ 6,720,434
Accrued expenses	10,674	947,794	4,785,432	114,989	112,209	12,175	89,408	328,781	2,787,739	-	7,901,952
Capital lease, current	-	77,326	635,000	-	-	-	-	-	-	-	635,000
Debt, current	-	-	1,080,896	-	-	-	-	-	990,000	-	2,070,896
Intercompany payable	-	-	-	-	-	-	-	-	1,082,533	(1,082,533)	-
Total current liabilities	118,434	2,671,026	12,575,987	242,666	237,181	337,586	157,123	974,556	4,860,272	(1,082,533)	17,328,282
LONG-TERM LIABILITIES:											
Deferred rent	-	2,904,703	3,600,234	-	-	-	-	-	-	(2,904,703)	695,531
Capital lease, net	-	1,947,157	15,990,000	-	-	-	-	-	-	-	15,990,000
Debt, net	-	7,501,188	24,940,506	-	-	-	-	-	91,805,000	-	116,745,506
Total liabilities	118,434	15,024,074	57,106,727	242,666	237,181	337,586	157,123	974,556	96,665,272	(3,987,236)	150,759,319
NET ASSETS:											
Unrestricted	(302,178)	(6,886,639)	37,925,853	184,558	132,099	(6,305)	(37,333)	273,019	7,230,009	(1,032,128)	44,396,753
Temporarily restricted	174,363	4,612,220	20,580,024	487,085	387,826	2,032,155	4,744,395	7,651,461	-	-	28,231,485
Total net assets	(127,815)	(2,274,419)	58,505,877	671,643	519,925	2,025,850	4,707,062	7,924,480	7,230,009	(1,032,128)	72,628,238
TOTAL LIABILITIES AND NET ASSETS	\$ (9,381)	\$ 12,749,655	\$ 115,612,604	\$ 914,309	\$ 757,106	\$ 2,363,436	\$ 4,864,185	\$ 8,899,036	\$ 103,895,281	\$ (5,019,364)	\$ 223,387,557

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CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2014

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	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millsmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy
CHANGES IN UNRESTRICTED NET ASSETS									
SUPPORT AND REVENUE									
Private grants and contributions	\$ -	\$ -	\$ 221,270	\$ 10,000	\$ -	\$ 38,600	\$ 330,220	\$ -	\$ 250
Donated equipment, materials, and services	-	-	-	-	-	-	25,000	-	-
Federal revenue	474,925	593,870	540,123	229,089	576,782	392,740	371,009	540,970	306,178
California State revenue									
State aid portion of general purpose funding	2,002,186	2,025,488	2,350,273	1,010,036	2,095,694	1,243,084	797,277	2,033,382	847,845
All other state revenue	182,505	526,007	78,710	147,465	88,609	279,013	225,614	420,615	94,436
Tennessee basic education program funding	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	651,277	831,728	-	429,447	921,861	24,172	1,249,347	842,005	369,253
Interest income	-	-	409	-	-	-	-	-	-
All other local revenue	14,487	47,103	47,089	29,211	80,013	29,242	42,592	16,323	13,207
Subtotal	<u>3,325,380</u>	<u>4,024,196</u>	<u>3,237,874</u>	<u>1,855,248</u>	<u>3,762,959</u>	<u>2,006,851</u>	<u>3,041,059</u>	<u>3,853,295</u>	<u>1,631,169</u>
Net assets released from restrictions	759,969	1,090,898	1,223,169	685,263	967,649	467,764	457,580	998,671	616,015
Total support and revenue	<u>4,085,349</u>	<u>5,115,094</u>	<u>4,461,043</u>	<u>2,540,511</u>	<u>4,730,608</u>	<u>2,474,615</u>	<u>3,498,639</u>	<u>4,851,966</u>	<u>2,247,184</u>
PROGRAM EXPENSES									
Educational programs	<u>3,126,025</u>	<u>4,271,148</u>	<u>3,722,059</u>	<u>2,139,023</u>	<u>3,732,398</u>	<u>2,141,908</u>	<u>3,163,054</u>	<u>5,274,214</u>	<u>2,023,435</u>
SUPPORTING SERVICES									
Site support	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	698,744	472,595	431,600	268,542	475,798	340,963	299,456	(415,177)	231,817
Total supporting services	<u>698,744</u>	<u>472,595</u>	<u>431,600</u>	<u>268,542</u>	<u>475,798</u>	<u>340,963</u>	<u>299,456</u>	<u>(415,177)</u>	<u>231,817</u>
Total expenses	<u>3,824,769</u>	<u>4,743,743</u>	<u>4,153,659</u>	<u>2,407,565</u>	<u>4,208,196</u>	<u>2,482,871</u>	<u>3,462,510</u>	<u>4,859,037</u>	<u>2,255,252</u>
OTHER INCOME									
	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES									
	-	-	-	-	-	-	-	79,048	-
Increase (Decrease) in Unrestricted Net Assets	<u>260,580</u>	<u>371,351</u>	<u>307,384</u>	<u>132,946</u>	<u>522,412</u>	<u>(8,256)</u>	<u>36,129</u>	<u>71,977</u>	<u>(8,068)</u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:									
Private grants and contributions	-	200,000	-	-	-	-	210,000	2,888,534	-
Federal and state revenue	865,178	1,217,800	1,328,736	624,619	1,080,592	536,274	442,617	1,096,572	613,055
Contributions from Aspire Public Schools to Aspire Public Schools TN, LLC	-	-	-	-	-	-	-	-	-
Interfund transfers	34,250	312,063	85,899	(35,611)	53,158	10,752	311,794	333,822	27,496
Net assets released from restrictions	<u>(759,969)</u>	<u>(1,090,898)</u>	<u>(1,223,169)</u>	<u>(685,263)</u>	<u>(967,649)</u>	<u>(467,764)</u>	<u>(457,580)</u>	<u>(998,671)</u>	<u>(616,015)</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>139,459</u>	<u>638,965</u>	<u>191,466</u>	<u>(96,255)</u>	<u>166,101</u>	<u>79,262</u>	<u>506,831</u>	<u>3,320,257</u>	<u>24,536</u>
INCREASE (DECREASE) IN NET ASSETS	400,039	1,010,316	498,850	36,691	688,513	71,006	542,960	3,392,234	16,468
NET ASSETS - Beginning of Year	<u>922,178</u>	<u>797,455</u>	<u>902,313</u>	<u>400,242</u>	<u>1,004,073</u>	<u>411,898</u>	<u>236,877</u>	<u>580,789</u>	<u>59,816</u>
NET ASSETS - End of Year	<u>\$ 1,322,217</u>	<u>\$ 1,807,771</u>	<u>\$ 1,401,163</u>	<u>\$ 436,933</u>	<u>\$ 1,692,586</u>	<u>\$ 482,904</u>	<u>\$ 779,837</u>	<u>\$ 3,973,023</u>	<u>\$ 76,284</u>

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2014

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	Aspire College Academy	Total Bay Area Region	Aspire Vincent Shalvey Academy	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	\$ -	\$ 600,340	\$ 16,637	\$ 531	\$ 1,720	\$ 7,297	\$ 2,560	\$ 1,374	\$ 139	\$ 1,671
Donated equipment, materials, and services	89,279	114,279	-	-	-	-	-	-	-	-
Federal revenue	352,986	4,378,672	132,276	66,672	287,447	361,651	205,813	342,683	1,193,418	389,477
California State revenue										
State aid portion of general purpose block grant	1,360,530	15,765,795	1,532,130	1,076,757	1,791,009	1,626,833	2,725,300	1,192,965	1,893,788	3,036,235
All other state revenue	122,382	2,165,356	162,013	39,551	181,464	100,669	114,056	90,268	52,595	720,156
Tennessee basic education program funding	-	-	-	-	-	-	-	-	-	-
Local revenue:										
Cash in-lieu of property taxes	419,235	5,738,325	498,102	314,594	294,682	487,096	904,820	405,821	297,351	504,824
Interest income	-	409	-	415	638	8	9	-	114	194
All other local revenue	23,288	342,555	117,365	22,466	82,320	87,059	114,710	39,783	14,103	86,542
Subtotal	2,367,700	29,105,731	2,458,523	1,520,986	2,639,280	2,670,613	4,067,268	2,072,894	3,451,508	4,739,099
Net assets released from restrictions	250,025	7,517,003	708,805	468,800	711,828	805,309	1,168,423	672,773	730,068	1,204,684
Total support and revenue	2,617,725	36,622,734	3,167,328	1,989,786	3,351,108	3,475,922	5,235,691	2,745,667	4,181,576	5,943,783
PROGRAM EXPENSES										
Educational programs	1,988,891	31,582,155	2,616,729	1,793,995	2,776,308	3,154,006	4,664,662	2,268,560	2,736,387	5,028,637
SUPPORTING SERVICES										
Site support	-	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-	-
Cost allocations	192,212	2,996,550	355,816	17,246	305,482	15,426	55,293	302,586	(583,869)	490,546
Total supporting services	192,212	2,996,550	355,816	17,246	305,482	15,426	55,293	302,586	(583,869)	490,546
Total expenses	2,181,103	34,578,705	2,972,545	1,811,241	3,081,790	3,169,432	4,719,955	2,571,146	2,152,518	5,519,183
OTHER INCOME	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	79,048	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	436,622	2,123,077	194,783	178,545	269,318	306,490	515,736	174,521	2,029,058	424,600
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	-	3,298,534	-	-	-	-	-	-	-	200,000
Federal and state revenue	262,869	8,068,312	718,978	509,820	765,909	871,067	1,223,319	716,971	802,927	1,304,814
Contributions from Aspire Public Schools to Aspire Public Schools TN, LLC	-	-	-	-	-	-	-	-	-	-
Interfund transfers	33,020	1,166,643	97,631	41,380	21,924	34,397	95,944	57,321	24,007	344,876
Net assets released from restrictions	(250,025)	(7,517,003)	(708,805)	(468,800)	(711,828)	(805,309)	(1,168,423)	(672,773)	(730,068)	(1,204,684)
Increase (Decrease) in Temporarily Restricted Net Assets	45,864	5,016,486	107,804	82,400	76,005	100,155	150,840	101,519	96,866	645,006
INCREASE (DECREASE) IN NET ASSETS	482,486	7,139,563	302,587	260,945	345,323	406,645	666,576	276,040	2,125,924	1,069,606
NET ASSETS - Beginning of Year	264,434	5,580,075	1,458,633	908,361	912,382	424,577	2,243,240	428,665	4,883,337	394,578
NET ASSETS - End of Year	\$ 746,920	\$ 12,719,638	\$ 1,761,220	\$ 1,169,306	\$ 1,257,705	\$ 831,222	\$ 2,909,816	\$ 704,705	\$ 7,009,261	\$ 1,464,184

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	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Huntington Park Charter School
CHANGES IN UNRESTRICTED NET ASSETS									
SUPPORT AND REVENUE									
Private grants and contributions	\$ 330	\$ -	\$ 6,500	\$ 4,300	\$ 55	\$ 43,114	\$ -	\$ 425	\$ -
Donated equipment, materials, and services	-	-	-	-	33,834	33,834	-	-	-
Federal revenue	225,412	208,670	345,189	283,036	176,890	4,218,634	310,741	515,988	291,391
California State revenue									
State aid portion of general purpose block grant	1,821,600	1,009,420	1,426,082	1,130,860	1,201,470	21,464,449	734,608	1,980,759	943,075
All other state revenue	408,507	52,174	689,854	449,705	157,757	3,218,769	145,620	169,873	150,849
Tennessee basic education program funding	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	313,586	603,478	647,280	485,959	216,761	5,974,354	329,119	930,941	401,403
Interest income	284	356	202	126	191	2,537	-	-	-
All other local revenue	102,752	69,433	84,688	30,431	21,292	872,944	10,833	30,417	8,357
Subtotal	2,872,471	1,943,531	3,199,795	2,384,417	1,808,250	35,828,635	1,530,921	3,628,403	1,795,075
Net assets released from restrictions	890,789	769,155	1,005,910	775,681	679,733	10,591,958	455,177	642,880	448,810
Total support and revenue	<u>3,763,260</u>	<u>2,712,686</u>	<u>4,205,705</u>	<u>3,160,098</u>	<u>2,487,983</u>	<u>46,420,593</u>	<u>1,986,098</u>	<u>4,271,283</u>	<u>2,243,885</u>
PROGRAM EXPENSES									
Educational programs	<u>3,136,323</u>	<u>2,393,793</u>	<u>3,309,326</u>	<u>2,676,778</u>	<u>2,133,034</u>	<u>38,688,538</u>	<u>1,827,054</u>	<u>4,380,130</u>	<u>1,883,761</u>
SUPPORTING SERVICES									
Site support	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	295,830	209,267	687,332	503,408	116,047	2,770,410	(96,601)	(9,462,292)	174,778
Total supporting services	<u>295,830</u>	<u>209,267</u>	<u>687,332</u>	<u>503,408</u>	<u>116,047</u>	<u>2,770,410</u>	<u>(96,601)</u>	<u>(9,462,292)</u>	<u>174,778</u>
Total expenses	<u>3,432,153</u>	<u>2,603,060</u>	<u>3,996,658</u>	<u>3,180,186</u>	<u>2,249,081</u>	<u>41,458,948</u>	<u>1,730,453</u>	<u>(5,082,162)</u>	<u>2,058,539</u>
OTHER INCOME	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	<u>331,107</u>	<u>109,626</u>	<u>209,047</u>	<u>(20,088)</u>	<u>238,902</u>	<u>4,961,645</u>	<u>255,645</u>	<u>9,353,445</u>	<u>185,346</u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:									
Private grants and contributions	200,000	-	200,000	200,000	-	800,000	-	90,000	-
Federal and state revenue	930,957	796,188	1,069,462	842,562	766,405	11,319,379	3,980,716	1,212,525	522,115
Contributions from Aspire Public Schools to Aspire Public Schools TN, LLC	-	-	-	-	-	-	-	-	-
Interfund transfers	361,339	15,687	358,663	329,294	20,728	1,803,191	26,271	18,705	17,547
Net assets released from restrictions	(890,789)	(769,155)	(1,005,910)	(775,681)	(679,733)	(10,591,958)	(455,177)	(642,880)	(448,810)
Increase (Decrease) in Temporarily Restricted Net Assets	<u>601,507</u>	<u>42,720</u>	<u>622,215</u>	<u>596,175</u>	<u>107,400</u>	<u>3,330,612</u>	<u>3,551,810</u>	<u>678,350</u>	<u>90,852</u>
INCREASE (DECREASE) IN NET ASSETS	<u>932,614</u>	<u>152,346</u>	<u>831,262</u>	<u>576,087</u>	<u>346,302</u>	<u>8,292,257</u>	<u>3,807,455</u>	<u>10,031,795</u>	<u>276,198</u>
NET ASSETS - Beginning of Year	<u>993,825</u>	<u>434,848</u>	<u>666,242</u>	<u>516,497</u>	<u>342,649</u>	<u>14,607,834</u>	<u>409,476</u>	<u>831,568</u>	<u>416,202</u>
NET ASSETS - End of Year	<u>\$ 1,926,439</u>	<u>\$ 587,194</u>	<u>\$ 1,497,504</u>	<u>\$ 1,092,584</u>	<u>\$ 688,951</u>	<u>\$ 22,900,091</u>	<u>\$ 4,216,931</u>	<u>\$ 10,863,363</u>	<u>\$ 692,400</u>

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	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Prep Academy	Total LA Region
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	\$ -	\$ -	\$ -	\$ 9,226	\$ 1,628	\$ -	\$ -	\$ -	\$ -	\$ 11,279
Donated equipment, materials, and services	-	-	-	-	-	-	-	-	-	-
Federal revenue	381,956	465,179	452,469	317,707	280,943	303,417	342,290	258,633	388,337	4,309,051
California State revenue										
State aid portion of general purpose block grant	1,215,294	1,302,810	1,835,584	1,399,204	1,382,852	1,153,770	1,248,244	1,183,800	1,889,472	16,269,472
All other state revenue	462,217	205,184	569,448	56,576	55,673	44,831	48,882	45,008	266,779	2,220,940
Tennessee basic education program funding	-	-	-	-	-	-	-	-	-	-
Local revenue:										
Cash in-lieu of property taxes	432,656	472,541	775,561	661,405	654,756	526,360	574,156	530,926	442,220	6,732,044
Interest income	145	147	-	-	-	-	-	-	-	292
All other local revenue	8,265	7,374	74,151	10,448	13,821	22,925	16,183	18,036	13,977	234,787
Subtotal	<u>2,500,533</u>	<u>2,453,235</u>	<u>3,707,213</u>	<u>2,454,566</u>	<u>2,389,673</u>	<u>2,051,303</u>	<u>2,229,755</u>	<u>2,036,403</u>	<u>3,000,785</u>	<u>29,777,865</u>
Net assets released from restrictions	519,090	618,325	819,184	809,467	918,023	734,512	795,417	756,454	382,021	7,899,360
Total support and revenue	<u>3,019,623</u>	<u>3,071,560</u>	<u>4,526,397</u>	<u>3,264,033</u>	<u>3,307,696</u>	<u>2,785,815</u>	<u>3,025,172</u>	<u>2,792,857</u>	<u>3,382,806</u>	<u>37,677,225</u>
PROGRAM EXPENSES										
Educational programs	<u>2,470,420</u>	<u>2,629,744</u>	<u>4,031,387</u>	<u>2,501,046</u>	<u>2,523,464</u>	<u>2,241,037</u>	<u>2,305,819</u>	<u>2,185,248</u>	<u>2,703,582</u>	<u>31,682,692</u>
SUPPORTING SERVICES										
Site support	-	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-	-
Cost allocations	<u>414,201</u>	<u>246,890</u>	<u>575,529</u>	<u>477,754</u>	<u>472,264</u>	<u>367,110</u>	<u>396,459</u>	<u>373,497</u>	<u>209,620</u>	<u>(5,850,791)</u>
Total supporting services	<u>414,201</u>	<u>246,890</u>	<u>575,529</u>	<u>477,754</u>	<u>472,264</u>	<u>367,110</u>	<u>396,459</u>	<u>373,497</u>	<u>209,620</u>	<u>(5,850,791)</u>
Total expenses	<u>2,884,621</u>	<u>2,876,634</u>	<u>4,606,916</u>	<u>2,978,800</u>	<u>2,995,728</u>	<u>2,608,147</u>	<u>2,702,278</u>	<u>2,558,745</u>	<u>2,913,202</u>	<u>25,831,901</u>
OTHER INCOME										
	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES										
Increase (Decrease) in Unrestricted Net Assets	<u>135,002</u>	<u>194,926</u>	<u>(80,519)</u>	<u>285,233</u>	<u>311,968</u>	<u>177,668</u>	<u>322,894</u>	<u>234,112</u>	<u>469,604</u>	<u>11,845,324</u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	200,000	200,000	200,000	-	133,750	133,750	133,750	133,750	-	1,225,000
Federal and state revenue	572,460	617,521	967,741	871,964	864,830	728,575	779,628	732,874	230,111	12,081,060
Contributions from Aspire Public Schools to Aspire Public Schools TN, LLC	-	-	-	-	-	-	-	-	-	-
Interfund transfers	351,640	333,474	322,977	40,830	74,168	31,683	40,660	46,201	1,910	1,306,066
Net assets released from restrictions	<u>(519,090)</u>	<u>(618,325)</u>	<u>(819,184)</u>	<u>(809,467)</u>	<u>(918,023)</u>	<u>(734,512)</u>	<u>(795,417)</u>	<u>(756,454)</u>	<u>(382,021)</u>	<u>(7,899,360)</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>605,010</u>	<u>532,670</u>	<u>671,534</u>	<u>103,327</u>	<u>154,725</u>	<u>159,496</u>	<u>158,621</u>	<u>156,371</u>	<u>(150,000)</u>	<u>6,712,766</u>
INCREASE (DECREASE) IN NET ASSETS	<u>740,012</u>	<u>727,596</u>	<u>591,015</u>	<u>388,560</u>	<u>466,693</u>	<u>337,164</u>	<u>481,515</u>	<u>390,483</u>	<u>319,604</u>	<u>18,558,090</u>
NET ASSETS - Beginning of Year	<u>719,796</u>	<u>722,890</u>	<u>1,150,110</u>	<u>531,756</u>	<u>657,430</u>	<u>247,845</u>	<u>470,511</u>	<u>394,655</u>	<u>178,053</u>	<u>6,730,292</u>
NET ASSETS - End of Year	<u>\$ 1,459,808</u>	<u>\$ 1,450,486</u>	<u>\$ 1,741,125</u>	<u>\$ 920,316</u>	<u>\$ 1,124,123</u>	<u>\$ 585,009</u>	<u>\$ 952,026</u>	<u>\$ 785,138</u>	<u>\$ 497,657</u>	<u>\$ 25,288,382</u>

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	California Non Active Sites	California Home Office	Total Aspire Public Schools	Aspire Hanley School #1	Aspire Hanley School #2	Tennessee Non Active Sites	Tennessee Home Office	Total Aspire TN, LLC	CFC, LLC	Eliminations	Total Consolidated
CHANGES IN UNRESTRICTED NET ASSETS											
SUPPORT AND REVENUE											
Private grants and contributions	\$ -	\$ 2,653,524	\$ 3,308,257	\$ -	\$ -	\$ -	\$ (444)	\$ (444)	\$ -	\$ -	\$ 3,307,813
Donated equipment, materials, and services	-	35,987	184,100	14,170	14,170	-	-	28,340	-	-	212,440
Federal revenue	-	5,051,193	17,957,550	623,186	691,336	-	366,873	1,681,395	-	(366,873)	19,272,072
California State revenue	-	-	-	-	-	-	-	-	-	-	-
State aid portion of general purpose block grant	-	-	53,499,716	-	-	-	-	-	-	-	53,499,716
All other state revenue	-	-	7,605,065	-	-	-	-	-	-	-	7,605,065
Tennessee basic education program funding	-	-	-	2,461,068	2,267,032	-	-	4,728,100	-	-	4,728,100
Local revenue:	-	-	-	-	-	-	-	-	-	-	-
Cash in-lieu of property taxes	-	-	18,444,723	-	-	-	-	-	-	-	18,444,723
Interest income	-	35,694	38,932	-	-	-	406	406	1,455	-	40,793
All other local revenue	-	(215,315)	1,234,971	4,059	3,436	-	444	7,939	6,484,144	(6,484,144)	1,242,910
Subtotal	-	7,561,083	102,273,314	3,102,483	2,975,974	-	367,279	6,445,736	6,485,599	(6,851,017)	108,353,632
Net assets released from restrictions	9,738,708	3,515,594	39,262,621	974,599	638,227	367,845	1,580,854	3,561,525	-	-	42,824,146
Total support and revenue	9,738,708	11,076,677	141,535,935	4,077,082	3,614,201	367,845	1,948,133	10,007,261	6,485,599	(6,851,017)	151,177,778
PROGRAM EXPENSES											
Educational programs	10,216	-	101,963,601	3,119,502	3,141,753	374,150	-	6,635,405	8,151,910	(5,390,342)	111,360,574
SUPPORTING SERVICES											
Site support	-	10,688,970	10,688,970	-	-	-	318,532	318,532	-	(887,526)	10,119,976
Program development and expansion	-	5,720,529	5,720,529	-	-	-	1,469,284	1,469,284	-	(345,367)	6,844,447
Administration and general	-	4,387,284	4,387,284	-	-	-	213,862	213,862	-	(227,783)	4,373,363
Cost allocations	9,746,086	(10,608,386)	(946,131)	737,512	349,536	-	(140,917)	946,131	-	-	-
Total supporting services	9,746,086	10,188,397	19,850,652	737,512	349,536	-	1,860,761	2,947,809	-	(1,460,675)	21,337,786
Total expenses	9,756,302	10,188,397	121,814,253	3,857,014	3,491,289	374,150	1,860,761	9,583,214	8,151,910	(6,851,017)	132,698,360
OTHER INCOME											
	-	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	26,324	124,706	230,078	(35,510)	9,186	-	(124,706)	(151,030)	(79,048)	-	-
Increase (Decrease) in Unrestricted Net Assets	8,730	1,012,986	19,951,760	184,558	132,098	(6,305)	(37,334)	273,017	(1,745,359)	-	18,479,418
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:											
Private grants and contributions	115,000	447,443	5,885,977	204,722	1,048	2,400,000	2,585,444	5,191,214	-	-	11,077,191
Federal and state revenue	-	-	31,468,751	-	-	-	-	-	-	-	31,468,751
Contributions from Aspire Public Schools to Aspire Public Schools TN, LLC	(2,286,019)	(3,827,743)	(6,113,762)	1,261,013	1,025,006	-	3,827,743	6,113,762	-	-	-
Interfund transfers	59,363	(4,243,275)	91,988	(4,051)	-	-	(87,937)	(91,988)	-	-	-
Net assets released from restrictions	(9,738,708)	(3,515,594)	(39,262,621)	(974,599)	(638,227)	(367,845)	(1,580,854)	(3,561,525)	-	-	(42,824,146)
Increase (Decrease) in Temporarily Restricted Net Assets	(11,850,364)	(11,139,169)	(7,929,667)	487,085	387,827	2,032,155	4,744,396	7,651,463	-	-	(278,204)
INCREASE (DECREASE) IN NET ASSETS	(11,841,634)	(10,126,183)	12,022,093	671,643	519,925	2,025,850	4,707,062	7,924,480	(1,745,359)	-	18,201,214
NET ASSETS - Beginning of Year	11,713,819	7,851,764	46,483,784	-	-	-	-	-	8,975,368	(1,032,128)	54,427,024
NET ASSETS - End of Year	\$ (127,815)	\$ (2,274,419)	\$ 58,505,877	\$ 671,643	\$ 519,925	\$ 2,025,850	\$ 4,707,062	\$ 7,924,480	\$ 7,230,009	\$ (1,032,128)	\$ 72,628,238

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2014

Program Expenses												
	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millsmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy	Aspire College Academy	Total Bay Area Region	Aspire Vincent Shalvey Academy
Certificated salaries	\$ 1,406,090	\$ 1,541,763	\$ 1,441,898	\$ 984,089	\$ 1,767,357	\$ 954,652	\$ 1,202,353	\$ 1,778,050	\$ 870,739	\$ 870,886	\$ 12,817,877	\$ 1,323,473
Classified salaries	355,191	565,690	460,349	179,452	478,060	311,563	501,475	483,361	358,137	201,409	3,894,687	204,846
Employee benefits	503,959	606,619	563,074	291,672	659,797	336,547	458,640	620,383	276,254	316,028	4,632,973	428,539
Books and supplies	367,835	473,296	400,397	240,661	381,757	142,236	276,811	357,349	242,963	220,758	3,104,063	166,227
Services and other operating expenses	447,025	1,080,689	853,508	410,811	433,489	375,558	701,249	1,997,444	231,712	319,820	6,851,305	386,975
Depreciation and amortization	45,925	3,091	2,833	32,338	11,938	21,352	22,526	37,627	43,630	59,990	281,250	106,669
Total	\$ 3,126,025	\$ 4,271,148	\$ 3,722,059	\$ 2,139,023	\$ 3,732,398	\$ 2,141,908	\$ 3,163,054	\$ 5,274,214	\$ 2,023,435	\$ 1,988,891	\$ 31,582,155	\$ 2,616,729

Program Expenses											
	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep	Alexander Twilight Secondary Academy
Certificated salaries	\$ 876,246	\$ 1,245,826	\$ 1,175,532	\$ 1,949,165	\$ 955,723	\$ 1,206,837	\$ 1,958,713	\$ 1,126,047	\$ 1,088,472	\$ 1,266,680	\$ 1,005,948
Classified salaries	145,345	334,205	390,268	431,567	291,730	286,209	556,812	477,470	208,853	406,824	392,625
Employee benefits	314,811	483,661	438,223	689,736	381,538	414,415	738,757	485,268	402,921	495,687	409,477
Books and supplies	116,064	288,566	284,288	341,695	313,970	172,234	263,904	143,342	190,347	372,779	272,034
Services and other operating expenses	335,284	392,575	578,334	927,189	311,399	341,173	1,489,365	888,415	502,292	755,202	592,776
Depreciation and amortization	6,245	31,475	287,361	325,310	14,200	315,519	21,086	15,781	908	12,154	3,918
Total	\$ 1,793,995	\$ 2,776,308	\$ 3,154,006	\$ 4,664,662	\$ 2,268,560	\$ 2,736,387	\$ 5,028,637	\$ 3,136,323	\$ 2,393,793	\$ 3,309,326	\$ 2,676,778

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2014

Program Expenses												
	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskoop Academy
Certificated salaries	\$ 932,759	\$ 16,111,421	\$ 655,732	\$ 1,660,617	\$ 770,638	\$ 936,689	\$ 986,053	\$ 1,421,936	\$ 1,138,075	\$ 1,149,890	\$ 978,040	\$ 1,017,226
Classified salaries	331,207	4,457,961	222,450	593,976	264,736	256,556	298,933	570,134	384,029	355,068	387,355	382,968
Employee benefits	360,875	6,043,908	265,642	665,595	273,307	346,017	344,162	537,259	433,398	466,162	360,045	385,216
Books and supplies	88,552	3,014,002	266,298	502,768	232,187	270,585	272,581	431,810	184,844	218,479	222,276	247,791
Services and other operating expenses	359,510	7,860,489	355,092	554,799	338,787	647,686	706,325	1,037,950	359,976	333,141	292,627	271,924
Depreciation and amortization	60,131	1,200,757	61,840	402,375	4,106	12,887	21,690	32,298	724	724	694	694
Total	\$ 2,133,034	\$ 38,688,538	\$ 1,827,054	\$ 4,380,130	\$ 1,883,761	\$ 2,470,420	\$ 2,629,744	\$ 4,031,387	\$ 2,501,046	\$ 2,523,464	\$ 2,241,037	\$ 2,305,819

Program Expenses												
	Aspire Slauson Academy	Aspire Centennial College Prep Academy	Total Los Angeles Region	Total California Non Active Sites	Aspire Public Schools Program Expenses	Aspire Hanley School #1	Aspire Hanley School #2	Total Tennessee Non Active Sites	Aspire TN, LLC Program Expenses	CFC, LLC	Eliminations	Total Expenses
Certificated salaries	\$ 980,441	\$ 922,895	\$ 12,618,232	\$ 8,467	\$ 41,555,997	\$ 1,331,699	\$ 1,380,320	\$ 34,654	\$ 2,746,673	\$ -	\$ -	\$ 44,302,670
Classified salaries	354,229	309,231	4,379,665	-	12,732,313	516,813	522,763	19,283	1,058,859	-	-	13,791,172
Employee benefits	339,589	339,111	4,755,503	1,212	15,433,596	549,740	557,715	11,745	1,119,200	-	-	16,552,796
Books and supplies	232,037	409,519	3,491,175	537	9,609,777	208,779	162,604	270,090	641,473	-	-	10,251,250
Services and other operating expenses	278,258	697,328	5,873,893	-	20,585,687	465,592	469,260	36,935	971,787	5,711,581	(5,390,342)	21,878,713
Depreciation and amortization	694	25,498	564,224	-	2,046,231	46,879	49,091	1,443	97,413	2,440,329	-	4,583,973
Total	\$ 2,185,248	\$ 2,703,582	\$ 31,682,692	\$ 10,216	\$ 101,963,601	\$ 3,119,502	\$ 3,141,753	\$ 374,150	\$ 6,635,405	\$ 8,151,910	\$ (5,390,342)	\$ 111,360,574

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2014

	Supporting Services										
	Aspire Public Schools				Aspire TN LLC				CFC LLC	Eliminations	Total Consolidated
	Site support	Development and expansion	Administrative and general	Total Aspire Public Schools Supporting Expenses	Site support	Development and expansion	Administrative and general	Total Aspire TN LLC Supporting Expenses			
Certificated salaries	\$ 2,865,029	\$ 1,074,312	\$ 682,229	\$ 4,621,569	\$ -	\$ 617,685	\$ -	\$ 617,685	\$ -	\$ -	\$ 5,239,254
Classified salaries	3,662,983	2,458,583	1,047,008	7,168,574	-	654,417	-	654,417	-	-	7,822,991
Employee benefits	1,719,775	1,107,310	377,863	3,204,948	158,000	101,731	34,715	294,446	-	-	3,499,394
Books and supplies	546,164	-	546,164	1,092,328	24,454	-	24,454	48,908	-	-	1,141,236
Services and other operating expenses	1,837,681	1,022,988	1,674,944	4,535,613	133,459	92,832	151,995	378,286	-	(1,460,675)	3,453,224
Depreciation and amortization	57,338	57,338	59,075	173,751	2,619	2,619	2,698	7,936	-	-	181,687
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
Total	<u>\$ 10,688,970</u>	<u>\$ 5,720,529</u>	<u>\$ 4,387,284</u>	<u>\$ 20,796,783</u>	<u>\$ 318,532</u>	<u>\$ 1,469,284</u>	<u>\$ 213,862</u>	<u>\$ 2,001,678</u>	<u>\$ -</u>	<u>\$ (1,460,675)</u>	<u>\$ 21,337,786</u>