

ASPIRE PUBLIC SCHOOLS
CONSOLIDATED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT
YEARS ENDED
JUNE 30, 2020 AND 2019

ASPIRE PUBLIC SCHOOLS

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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 non-profit public benefit corporation, and affiliates (collectively, the Organization), which comprise the consolidated statements of financial position as of June 30, 2020 and 2019, and the related consolidated statements of activities, functional expenses, and 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 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *2019-20 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether 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 consolidated 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 and affiliates as of June 30, 2020 and 2019, and the changes in their net assets and their 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, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the *2019-20 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, 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 consolidated 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2021 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.



**GILBERT CPAs
Sacramento, California**

March 31, 2021

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION JUNE 30, 2020 AND 2019

ASSETS		
	2020	2019
CURRENT ASSETS:		
Cash and cash equivalents	\$ 26,111,502	\$ 37,422,237
Restricted cash and cash equivalents	3,281,401	4,295,780
Accounts receivable	32,670,960	27,020,706
Contributions receivable	1,597,716	439,625
Prepaid expenses and deposits	1,156,919	1,357,147
Total current assets	64,818,498	70,535,495
 NON-CURRENT ASSETS:		
Restricted cash and cash equivalents	9,959,004	9,667,526
Investments	50,980	50,756
Property and equipment, net	180,033,653	183,179,872
Other assets, net	-	344,018
TOTAL ASSETS	\$ 254,862,135	\$ 263,777,667
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 10,814,915	\$ 8,983,390
Accrued expenses	10,709,530	12,138,610
Deferred revenue	156,762	333,111
Line of credit	3,500,000	2,800,000
Debt, current	2,676,859	2,577,117
Total current liabilities	27,858,066	26,832,228
 LONG-TERM LIABILITIES:		
Deferred rent	914,588	893,174
Capital lease	17,937,179	17,937,179
Debt, net	133,012,565	133,243,848
Total liabilities	179,722,398	178,906,429
 NET ASSETS:		
Without donor restrictions	68,388,123	73,414,525
With donor restrictions	6,751,614	11,456,713
Total net assets	75,139,737	84,871,238
TOTAL LIABILITIES AND NET ASSETS	\$ 254,862,135	\$ 263,777,667

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

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF ACTIVITIES YEARS ENDED JUNE 30, 2020 AND 2019

NET ASSETS WITHOUT DONOR RESTRICTIONS:	<u>2020</u>	<u>2019</u>
SUPPORT AND REVENUE:		
Private grants and contributions	\$ 5,112,087	\$ 3,091,633
Donated equipment, materials, and services	-	5,000
Federal revenue	19,275,508	19,867,626
California state revenue:		
State aid portion of general purpose funding	113,916,195	99,279,995
All other state revenue	13,716,451	18,652,594
Tennessee state revenue:		
Basic education program funding	16,761,389	15,874,909
All other state revenue	341,711	531,931
Local revenue:		
Cash in-lieu of property taxes	34,194,683	31,063,727
Interest income	362,337	646,200
Gain on sale of common stock	32,246	-
All other local revenue	1,715,019	1,143,560
Other revenues	1,389,495	2,056,245
Subtotal	<u>206,817,121</u>	<u>192,213,420</u>
Net assets released from restrictions	<u>25,874,210</u>	<u>35,303,647</u>
Total support and revenue	<u>232,691,331</u>	<u>227,517,067</u>
EXPENSES AND LOSSES		
PROGRAM EXPENSES:		
Educational programs	<u>212,430,879</u>	<u>213,665,508</u>
SUPPORTING SERVICES:		
Site support	12,455,325	12,735,144
Development and expansion	2,906,501	1,054,027
Fundraising	2,078,944	-
Administration and general	4,341,084	4,092,814
Total supporting services	<u>21,781,854</u>	<u>17,881,985</u>
Total expenses	234,212,733	231,547,493
Contributions to others	3,505,000	-
Settlement expense	-	2,100,000
Return of grant funds	-	184,075
Total expenses and losses	<u>237,717,733</u>	<u>233,831,568</u>
Decrease in Net Assets without Donor Restrictions	<u>(5,026,402)</u>	<u>(6,314,501)</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Private grants and contributions	2,155,267	1,030,227
Federal and state revenue	21,504,875	30,576,059
Return of grant funds	(2,491,031)	(2,731)
Net assets released from restrictions	<u>(25,874,210)</u>	<u>(35,303,647)</u>
Decrease in Net Assets with Donor Restrictions	<u>(4,705,099)</u>	<u>(3,700,092)</u>
DECREASE IN NET ASSETS	<u>(9,731,501)</u>	<u>(10,014,593)</u>
NET ASSETS - Beginning of Year	<u>84,871,238</u>	<u>94,885,831</u>
NET ASSETS - End of Year	<u>\$ 75,139,737</u>	<u>\$ 84,871,238</u>

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

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2020

	<u>Program Expenses</u>	<u>Supporting Services</u>				<u>Total</u>
	<u>Educational programs</u>	<u>Site support</u>	<u>Development and expansion</u>	<u>Fundraising</u>	<u>Administration and general</u>	
Salaries and wages	\$ 114,585,822	\$ 5,943,782	\$ 205,589	\$ 1,037,045	\$ 1,820,660	\$ 123,592,898
Employee benefits	40,336,223	2,210,351	56,923	643,953	704,722	43,952,172
Books and supplies	10,546,561	794,589	104,583	69,528	234,865	11,750,126
Rents and occupancy	12,243,612	655,283	4,377	2,822	655,597	13,561,691
Professional services	16,471,957	1,932,224	98,072	325,596	588,797	19,416,646
Bonds and loan interest	7,014,495	60,677	-	-	17,336	7,092,508
Depreciation and amortization	9,119,820	94,164	803	-	86,528	9,301,315
Travel and meetings	1,717,533	200,321	5,758	-	65,734	1,989,346
Write-off of development costs	-	-	2,430,396	-	-	2,430,396
Other expenses	<u>394,856</u>	<u>563,934</u>	<u>-</u>	<u>-</u>	<u>166,845</u>	<u>1,125,635</u>
Total	<u>\$ 212,430,879</u>	<u>\$ 12,455,325</u>	<u>\$ 2,906,501</u>	<u>\$ 2,078,944</u>	<u>\$ 4,341,084</u>	<u>\$ 234,212,733</u>

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

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CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2019

	Program Expenses	Supporting Services			Total
	Educational programs	Site support	Development and expansion	Administration and general	
Salaries and wages	\$ 114,653,951	\$ 6,329,506	\$ 470,487	\$ 1,810,037	\$ 123,263,981
Employee benefits	37,591,987	2,134,083	137,126	610,054	40,473,250
Books and supplies	11,667,124	557,342	33,033	159,246	12,416,745
Rents and occupancy	11,684,136	533,003	-	533,003	12,750,142
Professional services	19,295,008	1,775,987	379,741	507,425	21,958,161
Bonds and loan interest	6,912,856	258,455	-	73,844	7,245,155
Depreciation and amortization	8,693,987	103,710	-	103,710	8,901,407
Travel and meetings	2,824,772	376,286	29,774	107,531	3,338,363
Other expenses	341,687	666,772	3,866	187,964	1,200,289
Total	\$ 213,665,508	\$ 12,735,144	\$ 1,054,027	\$ 4,092,814	\$ 231,547,493

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CONSOLIDATED STATEMENTS OF CASH FLOWS YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Decrease in net assets	\$ (9,731,501)	\$ (10,014,593)
Adjustments to reconcile to net cash provided (used) by operating activities:		
Loss (gain) on investments	(344,378)	86,402
Depreciation	9,273,669	8,864,548
Amortization	27,646	36,859
Loss on other assets	316,372	-
Loss on disposal of property and equipment	2,645,142	202,338
Return of grant funds	2,490,993	-
Amortization of long-term debt costs	(339,283)	(339,002)
(Increase) decrease in assets:		
Accounts receivable	(5,650,254)	(4,247,459)
Contributions receivable	(1,158,091)	3,503,824
Prepaid expenses and deposits	200,228	270,866
Increase (decrease) in liabilities:		
Accounts payable	1,064,967	3,123,915
Accrued expenses	(1,429,080)	1,291,415
Deferred revenue	(176,349)	333,111
Deferred rent	21,414	26,722
Net cash provided (used) by operating activities	(2,788,505)	3,138,946
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(510)	(539)
Proceeds from the sale of investments	344,664	-
Purchases of property and equipment	(8,006,034)	(5,241,665)
Net cash used by investing activities	(7,661,880)	(5,242,204)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from line of credit	9,200,000	16,900,000
Payments on line of credit	(8,500,000)	(16,300,000)
Proceeds from debt	300,000	-
Principal payments on debt	(2,583,251)	(2,472,608)
Net cash used by financing activities	(1,583,251)	(1,872,608)
Net decrease in cash and cash equivalents	(12,033,636)	(3,975,866)
Cash and cash equivalents, beginning of year	51,385,543	55,361,409
Cash and cash equivalents, end of year	\$ 39,351,907	\$ 51,385,543
Cash and cash equivalents	\$ 26,111,502	\$ 37,422,237
Restricted cash and cash equivalents	13,240,405	13,963,306
Total	\$ 39,351,907	\$ 51,385,543
NON-CASH INVESTING AND FINANCING ACTIVITIES:		
Property and equipment financed through accounts payable	\$ 766,558	\$ 86,670
Property and equipment financed through capital lease	\$ -	\$ 17,937,179
Additions to debt through return of grant funds	\$ 2,490,993	\$ -
CASH PAID FOR INTEREST (net of capitalized amount)	\$ 7,184,500	\$ 6,866,918

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

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

1. OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

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

In addition to managing school operations, Aspire Public Schools controls three affiliated organizations that were created to facilitate ownership of certain school facilities and support development of charter schools. The facilities are owned and managed by two single-member limited liability companies, College for Certain, LLC (CFC LLC), and College for Certain II, LLC (CFC II LLC). The sole member of both LLCs 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 II LLC 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. The Aspire Public Schools' board determined in December 2018 that it is in the best interest of the four Tennessee based schools to become an independently operated Tennessee-based charter management organization (CMO) entity with an effective date of July 1, 2020. Refer to Note 18.

Aspire Public Schools Foundation (the Foundation) was formed in July 2019 as a supporting non-profit public benefit corporation to Aspire Public Schools. The Foundation is controlled by, and for the benefit of, Aspire Public Schools. The Foundation's support is derived primarily from private donations and foundation grants.

For financial reporting purposes, CFC LLC, CFC II LLC, CFC INC, TN LLC and the Foundation, are consolidated with Aspire Public Schools.

Principles of Consolidation – The accompanying consolidated financial statements include the accounts of Aspire Public Schools and its controlled affiliated organizations, 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-six schools in California under thirty-five charters which are chartered by twelve charter authorizers (sponsoring districts) in seven 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

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

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, 2020, the charter schools operated by Aspire Public Schools 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 Alexander Twilight College Preparatory Academy	1554	San Juan Unified	Nov 2015	6/30/21
Aspire Alexander Twilight Secondary Academy	1555	San Juan Unified	Nov 2015	6/30/21
Aspire Antonio Maria Lugo Academy	694	Los Angeles County Office of Education	April 2019	6/30/24
Aspire APEX Academy	1552	Stockton Unified	Jan 2018	6/30/23
Aspire Benjamin Holt College Preparatory Academy	565	Lodi Unified	Oct 2017	6/30/23
Aspire Benjamin Holt Middle School	1782	Lodi Unified	Nov 2015	6/30/21
Aspire Berkley Maynard Academy	726	Oakland Unified	Jan 2015	6/30/25
Aspire Capitol Heights Academy	598	Sacramento City Unified	Apr 2018	6/30/23
Aspire Centennial College Preparatory Academy	1436	Los Angeles Unified	Nov 2017	6/30/23
Aspire College Academy	1577	Oakland Unified	Jan 2018	6/30/23
Aspire East Palo Alto Charter School	125	Ravenswood City	Aug 2018	6/30/24
Aspire ERES Academy	1115	Oakland Unified	Nov 2018	6/30/24
Aspire Firestone Academy	1214	Los Angeles Unified	Oct 2014	6/30/25
Aspire Gateway Academy	1213	Los Angeles Unified	Oct 2014	6/30/25
Aspire Golden State College Preparatory Academy	1023	Oakland Unified	Jan 2018	6/30/23
Aspire Inskip Academy	1332	Los Angeles Unified	Oct 2015	6/30/21
Aspire Junior Collegiate Academy	1551	Los Angeles Unified	Nov 2017	6/30/23
Aspire Langston Hughes Academy	1048	Stockton Unified	Jan 2018	6/30/23
Aspire Lionel Wilson College Preparatory Academy	465	Oakland Unified	Dec 2016	6/30/22
Aspire Monarch Academy	252	Oakland Unified	Nov 2018	6/30/24
Aspire Ollin University Prep Academy	693	Los Angeles County Office of Education	April 2019	6/30/24
Aspire Pacific Academy	1230	Los Angeles Unified	Oct 2014	6/30/25
Aspire Port City Academy	1553	Stockton Unified	Jan 2018	6/30/23
Aspire Richmond California College Preparatory Academy	1739	West Contra Costa Unified	June 2019	6/30/25
Aspire Richmond Technology Academy	1740	West Contra Costa Unified	Dec 2019	6/30/25
Aspire River Oaks Charter School	364	Lodi Unified	Feb 2016	6/30/21
Aspire Rosa Parks Academy	554	Stockton Unified	Jan 2015	6/30/25
Aspire Slauson Academy	1330	Los Angeles Unified	Oct 2015	6/30/21
Aspire Summit Charter Academy	812	Ceres Unified	Jan 2016	6/30/21

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

<u>Charter School Name</u>	<u>Charter School Number</u>	<u>Sponsoring District</u>	<u>*Charter Granted/Renewed</u>	<u>Charter Expiration</u>
Aspire Tate Academy	1331	Los Angeles Unified	Oct 2015	6/30/21
Aspire Titan Academy	1550	Los Angeles Unified	Nov 2017	6/30/23
Aspire Triumph Technology Academy	1663	Oakland Unified	Nov 2018	6/30/24
Aspire University Charter School	1026	Modesto City Schools	Jan 2018	6/30/23
Aspire Vanguard College Preparatory Academy	1125	Modesto City Schools	Dec 2018	6/30/24
Aspire Vincent Shalvey Academy	178	Lodi Unified	Dec 2018	6/30/24

* Charter issuance date or the most recent renewal date.

All sponsoring districts receive up to 1% of the annual charter revenue for supervisory oversight. Ravenswood City School District, 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, 2020, 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 operated four schools under four 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, 2020, 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 Middle School	8024	TN Achievement School District	April 2013	6/30/23
Aspire Hanley Elementary School	8025	TN Achievement School District	April 2013	6/30/23
Aspire Coleman Elementary School	8050	TN Achievement School District	May 2014	6/30/24
Aspire East Academy	8175	Shelby County Schools	November 2014	6/30/26

- **College for Certain, LLC** – CFC LLC holds title to properties that are financed through the CSFA Charter School Revenue Refunding Bonds Series 2016 (2016 Bonds) where Aspire Public Schools operates ten charter schools (seven locations) and manages, operates, and leases the properties.
- **College for Certain II, LLC** – CFC II LLC holds title to properties that are financed through the CSFA Charter School Revenue Refunding Bonds Series 2015 (2015 Bonds) where Aspire Public Schools operates three charter schools (two locations) and manages, operates, and leases the properties.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

- **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. CFC INC is the sole member of CFC LLC and CFC II LLC and is the named borrower of the 2015 and 2016 Bonds outstanding.
- **Aspire Public Schools Foundation** – The Foundation is a supporting organization of Aspire Public Schools in that it performs fundraising activities and provides other supporting services to Aspire Public Schools.

Basis of presentation – The financial statements are prepared on the accrual basis of accounting and in conformity with professional standards applicable to not-for-profit entities. The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

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.

Accounts receivable represent consideration from state and local government agencies, of which the Organization has an unconditional right to receive. Accounts receivable are stated at the amount management expects to be collected from the outstanding balance.

Contributions receivable – Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. In subsequent years, amortization of the discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date. Management determines the allowance for uncollectable contributions receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections and are written off when deemed uncollectable. Management has determined that no allowance is deemed necessary as of June 30, 2020 and 2019.

Investments – Investments with readily determinable fair values are stated at fair value and held for long-term purposes. Other investments without readily determinable fair values are valued using the measurement alternative approach, which is cost, minus any impairment, plus or minus any changes resulting from observable price changes in an orderly transaction for an identical or similar investment of the same issuer.

Intangible assets – The Organization had intangible assets for product and service discounts. The Organization amortized certain intangibles over their estimated useful lives, while intangible assets determined to have indefinite useful lives were assessed annually for impairment. Intangible assets were impaired to a value of \$0 as of June 30, 2020.

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.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Revenue recognition – The Organization’s revenue from government grants is derived from cost-reimbursable federal or state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue in the applicable period in which the qualifying expenses are incurred in compliance with specific grant provisions. Funds received in excess of expenses incurred are recorded as deferred revenue. At June 30, 2020 and 2019, \$156,762 and \$333,111, respectively, of grant funds are included in deferred revenue to be recognized in future periods.

Contributions are recognized when cash, or other assets, or an unconditional promise to give is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

The Organization receives grant funds that are considered conditional contributions and are not recorded or recognized until the applicable condition has been met, generally expenditure on costs allowable under the grant agreement, or satisfaction of performance obligations. As of June 30, 2020 and 2019, the Organization had \$800,000 and \$0, respectively, of conditional contributions available to be recognized in revenue in future periods under such grants. In some cases, the Organization may not be able to access the full amount available under the agreement based on its activities and level of expenditures.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. Restricted contributions that were initially classified as conditional due to a qualifying expense barrier are recognized as net assets without donor restrictions since the restriction is met simultaneously when the condition is released and the revenue is recognized.

Contributions of property and equipment are reported as net assets with donor restrictions if the donor restricted the use of the property or equipment to a particular program, as are contributions of cash restricted to the purchase of property and equipment. Donor restrictions on contributions of property and equipment or assets restricted for purchase of property and equipment are considered to expire when the assets are placed in service.

Other revenues consist of amounts from constituents for sales revenue from contract accounting services, student store, after school programs, lunch income, and ticket income for events. Funds received in advance of earning are deferred to the applicable period in which the related service are performed. See Note 14 for additional disclosures for revenue from contracts with customers.

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 years ended June 30, 2020 and 2019, in-kind contributions of \$0 and \$5,000 were received, respectively.

Income taxes – The Organization (with the exception of the Foundation) 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.

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The Foundation is currently in the process of filing for its exempt status.

Functional allocation of expenses – The cost of providing educational programs and other activities has been summarized on a functional basis in the consolidated statement of activities. The consolidated statement of functional expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include rent and occupancy and depreciation, which are allocated on a square footage basis, as well as salaries and wages, employee benefits, professional services, and other, which are allocated on the basis of estimates of time and effort.

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 ‘Construction in progress’ (Note 8) 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. |

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 – Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. On an ongoing basis,

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

management evaluates the estimates and assumptions based on new information. Management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Recent accounting pronouncements – In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842). The new accounting standard requires lessees to recognize a lease liability measured on a discounted basis and a right-of-use asset for all leases with terms longer than 12 months. Application of this statement is effective for the year ending June 30, 2021. The Organization is currently evaluating the impact this pronouncement will have on the financial statements.

Subsequent events have been reviewed through March 31, 2021, the date the consolidated financial statements were available to be issued. Management concluded subsequent events have occurred since June 30, 2020 that require recognition and disclosure in the financial statements (see Note 18).

2. LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets available within one year of the statements of financial position date for general expenditure are as follows at June 30:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 26,111,502	\$ 37,422,237
Accounts receivable	32,670,960	27,020,706
Contributions receivable	<u>1,597,716</u>	<u>439,625</u>
Total financial assets, available within one year	60,380,178	64,882,568
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restrictions by donors for purpose	<u>(3,376,112)</u>	<u>(6,000,814)</u>
Total financial assets available for general expenditures within one year	<u>\$ 57,004,066</u>	<u>\$ 58,881,754</u>

The Organization's goal is to maintain or exceed financial assets at a level sufficient to protect its schools against program cuts arising from unanticipated state revenue or enrollment shortfalls, unexpected cost increases, and economic uncertainties, such that it can meet 5-6 weeks of operating expenses (approximately \$23.0 million) and its bond covenants. As part of its liquidity plan, school sites also have target reserves to cover repairs, maintenance and minor capital improvements. The Organization has a \$20,000,000 line of credit available to meet cash flow needs.

3. 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. At June 30, 2020, the Organization held deposits with three financial institutions in excess of federal depository insurance limits of \$38,510,272. Management believes the Organization is not exposed to any significant credit risk related to cash.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

4. RESTRICTED CASH

Restricted cash consists of amounts that are required to be held for debt service reserves and for principal and interest payments with respect to the bond outstanding; and contributions restricted to investment in property and equipment. The total restricted cash at June 30, 2020 and 2019 was \$13,240,405 and \$13,963,306, respectively. The current portion of \$3,281,401 and \$4,295,780 as of June 30, 2020 and 2019, respectively, was restricted for current bond debt obligations. The noncurrent portion of \$9,959,004 at June 30, 2020 consisted of \$6,933,502 for debt service reserves and \$3,025,502 for investment in property and equipment. The noncurrent portion of \$9,667,526 at June 30, 2019 consisted of \$6,640,351 for debt service reserves and \$3,027,175 for investment in property and equipment.

5. ACCOUNTS RECEIVABLE

Accounts receivable balances at June 30, 2020 and 2019 were \$32,670,960 and \$27,020,706, respectively, and were due entirely from grantor government agencies. Management deems all receivables to be collectible as of June 30, 2020 and June 30, 2019.

6. CONTRIBUTIONS RECEIVABLE

The Organization recognizes unconditional contributions receivable 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 2.69% for both June 30, 2020 and 2019. All contributions receivable are deemed to be collectible by management, and were as follows as of June 30:

	<u>2020</u>	<u>2019</u>
Gross contributions receivable	\$ 1,597,716	\$ 439,625
Less: Unamortized discount	<u>-</u>	<u>-</u>
Contributions receivable, net	<u>\$ 1,597,716</u>	<u>\$ 439,625</u>

Contributions receivable are due to be collected as follows:

	<u>2020</u>	<u>2019</u>
Within one year	\$ 1,597,716	\$ 439,625
One to five years	<u>-</u>	<u>-</u>
Contributions receivable, net	<u>\$ 1,597,716</u>	<u>\$ 439,625</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 for the purposes of opening and operating Tennessee schools in specific locations was \$2,750,000 and \$2,400,000 at June 30, 2020 and 2019, respectively. Due to the transition (see Note 18), these conditional promises to give have transferred to Journey Community Schools.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

7. INVESTMENTS

Investments consist of the following at June 30:

	<u>2020</u>	<u>2019</u>
Equity securities invested in education technology	\$ 6,098	\$ 6,098
Pooled funds with community foundation	<u>44,882</u>	<u>44,658</u>
Investments	<u>\$ 50,980</u>	<u>\$ 50,756</u>

Equity securities are invested with a privately held business and are recorded using the measurement alternative approach and are excluded from the fair value hierarchy. Pooled funds are classified as Level 2 of the fair value hierarchy, as the fair value is quoted by the community foundation and based on prices in active markets for the pooled investments as a whole.

The Organization also owned common stock of Schoolzilla, Inc. (Schoolzilla). Schoolzilla is 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. The Organization owned more than 20% of the common stock until 2015. In 2016, ownership was further diluted and management did not have significant influence and therefore accounted for the investment under the cost method. As of June 30, 2019, the investment was reflected at \$0 value due to losses previously recognized under the equity method. Schoolzilla did not declare any dividends as of June 30, 2019. In 2020, Schoolzilla was acquired and the Organization received \$344,664 of proceeds from the sale of the common stock.

8. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	<u>2020</u>	<u>2019</u>
Land	\$ 37,459,639	\$ 37,459,639
Buildings and improvements	175,080,735	174,785,046
Construction in progress	2,101,303	4,554,581
Leasehold improvements	21,041,104	13,011,962
Equipment	11,054,063	10,798,164
Automobiles	<u>81,089</u>	<u>81,091</u>
Subtotal	246,817,933	240,690,483
Less accumulated depreciation	<u>(66,784,280)</u>	<u>(57,510,611)</u>
Property and equipment, net	<u>\$ 180,033,653</u>	<u>\$ 183,179,872</u>

Depreciation expense was \$9,273,669 and \$8,864,548 for the years ended June 30, 2020 and 2019, respectively. Various components of the land, buildings, and schools under construction shown above are pledged as collateral for the debt disclosed in Note 10, and the capital lease disclosed in Note 12.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

9. OTHER ASSETS

Other assets consisted of the following at June 30:

	2020	2019
Indefinite-lived intangible assets	\$ -	\$ 316,372
Amortizable intangible assets, net	-	27,646
Other assets, net	\$ -	\$ 344,018

The Organization held intangible assets for product and technology discount benefits valued at \$344,018 at June 30, 2019. Management assessed the carrying value of the indefinite-life intangible asset annually, or more often if facts and circumstances suggested it may be impaired. If this review indicated 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 through the year ended June 30, 2019. In 2020, the Organization determined it was no longer entitled to the product and technology discount benefits and the carrying value of these intangible assets was reduced to \$0.

10. DEBT

	2020	2019
College for Certain Series 2016 School Facility Revenue Refunding Bonds (2016 Bonds) in the amount of \$83,170,000 were issued effective February 1, 2016; with 4 bonds and bearing interest rates ranging from 2.00% - 5.00%. The bond proceeds were used for the refunding of the outstanding principal of the College for Certain Series 2010 School Facility Revenue Bonds. Associated with this bond is a premium of \$10,618,415 and debt issuance costs of \$1,410,454, which are being amortized to interest expense over the term of the bonds. Principal and interest payments are due annually. Final maturity is in August 2046.	\$ 77,950,000	\$ 79,280,000
College for Certain Series 2015 School Facility Revenue Refunding Bonds (2015 Bonds) in the amount of \$20,535,000 were issued effective December 1, 2015; with 4 bonds and bearing interest rates ranging from 2.00% - 5.00%. The bond proceeds were used for the payoff of a capital lease. Associated with this bond is a premium of \$2,005,317 and debt issuance costs of \$767,482, which are being amortized to interest expense over the term of the bonds. Principal and interest payments are due annually. Final maturity is in August 2045.	19,450,000	19,805,000

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
California School Finance Authority \$4,758,509 loan, effective June 27, 2007, bearing interest at 2.202%, for the construction of Rosa Parks Academy campus in Stockton under Proposition 47. Interest only payments of varying amounts are due annually. Principal and interest payments totaling \$231,795 are due annually. Final maturity is in 2037.	3,257,533	3,414,149
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 Aspire Ollin University College Preparatory campus in Los Angeles under Proposition 55. 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.	7,714,573	7,991,627
California School Finance Authority \$8,229,438 loan (\$3,459,764 issued in 2013/14 and \$4,769,674 issued in 2015/16), bearing interest at 2%, for the construction of the Aspire Antonio Maria Lugo Academy campus in Los Angeles under Proposition 1D. Beginning July 2017, interest and principal payments of \$376,730 are due annually. Final Maturity is in 2045.	7,280,835	7,525,635
California School Finance Authority \$3,706,191 loan issued in 2015/16 for a new campus to be built for Aspire ERES Academy in Oakland under Proposition 1D. The interest rate is 2% and payments for interest and principal were expected to begin at completion of the facility. In 2020, the Organization determined the campus project would not be completed and determined that in addition to the loan proceeds of \$3,706,191, \$2,490,993 of unspent grant funding would need to be repaid, totaling \$6,197,184. The repayment terms have not yet been finalized with California School Finance Authority.	6,197,184	3,706,191
Boston Community Loan Fund loan not to exceed \$4,595,331 issued in March 2017 to TN LLC, to be used for the construction of Aspire East Academy, bearing interest at a fixed rate of 5.50% until February 2027, at which time interest will reset based on the 10-year U.S Daily Treasury Yield Curve Rate. Principal and interest payments due monthly and are calculated based the total amount drawn on the loan. Associated with this loan is \$72,458 of issuance costs that are being amortized to interest expense over the term of the loan. Principle and interest payments vary and are due monthly. Final maturity is February 2037.	4,375,645	4,495,430

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

	2020	2019
California School Finance Authority Charter School Revolving Fund Program \$250,000 loan, effective September 25, 2017, for supporting the operations of Aspire Richmond Technology Academy. Interest rate is 1.12%, due annually. Principal payments of \$50,000 are due annually. Final maturity is 2023.	150,004	200,002
California School Finance Authority Charter School Revolving Fund Program \$250,000 loan, effective September 25, 2017, for supporting the operations of Aspire Richmond California College Preparatory Academy. Interest rate is 1.12%, due annually. Principal payments of \$50,000 are due annually. Final maturity is 2023.	150,004	200,002
Charter School Growth Fund \$300,000 loan, effective May 26, 2020, for supporting general operations. Interest rate is 0%. The principal amount is due November 30, 2021.	300,000	
Subtotal	126,823,712	126,618,036
Unamortized premiums and debt issuance costs	8,865,712	9,202,929
Less current portions	(2,676,859)	(2,577,117)
Total Long-Term Debt	\$ 133,012,565	\$ 133,243,848

On February 25, 2016, the Organization issued \$83,170,000 of bonds (2016 Bonds), as mentioned above. The proceeds, in addition to the net premium of \$9,207,961, were used to advance refund \$83,360,000 of outstanding 2010 Bonds. The proceeds were deposited in an irrevocable trust with an escrow agent to pay the future debt service on the refunded bonds. As a result, the 2010 Bonds were considered defeased and the liability for those bonds was removed from the consolidated statement of financial position. The remaining proceeds were used to fund required reserve accounts. The reacquisition price (amount placed in escrow to repay the 2010 Bonds) exceeded the net carrying amount of those bonds and the unamortized portion of debt issuance costs, by \$15,753,640, which was reflected as a loss in 2016. The bonds were redeemed on their January 1, 2019 call date.

Future payments relating to debt are as follows as of June 30, 2020:

Year Ending June 30,	Principal	Interest	Total
2021	\$ 2,676,859	\$ 5,654,752	\$ 8,331,611
2022	3,092,523	5,628,972	8,721,495
2023	2,909,909	5,415,706	8,325,615
2024	2,932,473	5,288,591	8,221,064
2025	3,061,989	4,885,843	7,947,832
Thereafter	112,149,959	67,161,363	179,311,322
Total	\$ 126,823,712	\$ 94,035,227	\$ 220,858,939

Aspire Public Schools (the Obligated Group under the 2015 Bonds and 2016 Bonds) must meet several financial covenants as a requirement of the Bonds. The Organization was in compliance with all covenants as of June 30, 2020.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Revolving Line of Credit

On October 28, 2014, the Organization obtained a \$10,000,000 revolving line of credit. Advances on the credit line were payable on demand and carried an interest rate equal to the greater of the Prime Rate or 3.25%. On December 12, 2016, the Organization modified the line of credit to \$15,000,000, with the interest rate modified to the greater of the Prime Rate or 3.5%, and a maturity date of October 31, 2017. The maturity date was extended to January 2019. In September 2018, the line was amended to increase the maximum borrowing amount to \$20,000,000 and extend the maturity date to October 2019 with a one time option to extend the line by a further six months should the financing be needed to support specific facility projects. In November 2019, the Organization extended the \$20,000,000 line of credit to a maturity date of January 31, 2021. In February 2021, the line was amended to increase the maximum borrowing amount to \$20,500,000 and extend the maturity date to January 31, 2022. The line of credit carries an interest rate equal to the Prime Rate. The interest rate was 3.25% and 5.5% at June 30, 2020 and 2019, respectively. The line had an outstanding balance of \$3,500,000 and \$2,800,000 as of June 30, 2020 and 2019, respectively. The credit line is secured by school revenues of select schools which are not already secured by other debt.

11. 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 \$7,443,472 and \$7,234,060 were incurred related to debt during the years ended June 30, 2020 and 2019, respectively. During the years ended June 30, 2020 and 2019, no interest was capitalized as the amount of interest incurred at the sites that had construction in progress was not deemed significant.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

12. LEASE COMMITMENTS

Operating leases

The Organization leases buildings for administrative offices in Oakland, Huntington Park, 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, 2020 are as follows:

Year Ending June 30,	Minimum Payments
2021	\$ 3,752,823
2022	2,638,014
2023	1,720,227
2024	1,543,019
Total	\$ 9,654,083

Rental expense under operating leases was \$5,135,549 and \$4,435,312 for the years ended June 30, 2020 and 2019, respectively.

Capital lease

The Organization entered into a capital lease TA Modesto 819 LP (TA) effective August 8, 2018 through June 30, 2047. The property under capital lease is separately disclosed in Note 8 and consists of the Aspire Vanguard Academy and Aspire University Charter School campuses in Modesto. The assets and liabilities under capital leases are recorded at the fair value of the assets. The leased property was being depreciated over the term of the lease and depreciation expense for the leased property is included in the total depreciation expense. The interest rate on the capitalized lease was 9.64% and was imputed based on the lessor's implicit rate of return. At June 30, 2020 and 2019, the net minimum lease payments totaled \$58,462,969, less the amount representing interest totaling \$40,525,790, and the capital lease obligation was \$17,937,179. In December 2020, the Organization exercised the purchase option in the lease and purchased the property for \$20,095,885.

Following is a summary of property held under capital lease at June 30:

	2020	2019
Land	\$ 2,640,000	\$ 2,640,000
Buildings and improvements	15,297,179	15,297,179
Accumulated depreciation	(1,011,020)	(934,828)
	\$ 16,926,159	\$ 17,002,351

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

13. EMPLOYEE BENEFIT PLANS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California and Tennessee. Classified employees in California are members of the California Public Employees' Retirement System (CalPERS), and certificated employees working at California Schools are members of the California State Teachers' Retirement System (CalSTRS). Certificated employees working at Tennessee schools are members of the Tennessee Consolidated Retirement System (TCRS). The Organization also has three 403(b) plans as of June 30, 2020.

California Public Employees' Retirement System (CalPERS)

Plan name:	California Public Employees' Retirement System (CalPERS) State & Schools
Plan's EIN:	94-6207465
Market value of assets:	\$68,156,740,617
Actuarial accrued liability:	\$97,300,991,939
Funded status:	65-80% funded

The actuarial value of assets and accrued liability are valued as of June 30, 2019, the most recent information available.

Plan Description

The Organization participates in the Schools Pool (the CalPERS Plan), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. CalPERS acts as a common investment and administrative agent for participating entities within the State of California. CalPERS issues a publicly available financial report that includes financial statements and required supplementary information for this plan. This report is available online at www.calpers.ca.gov.

Benefits Provided

The benefits for the CalPERS Plan are established by contract, in accordance with the provisions of the California Public Employees' Retirement Law (PERL). The benefits are based on members' years of service, age, final compensation, and benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The California Public Employees' Pension Reform Act of 2013 (PEPRA) made significant changes to the benefit structure that primarily affect members first hired to perform CalPERS creditable activities on or after January 1, 2013. As a result of PEPRA, the CalPERS Plan has two benefit structures: 1) CalPERS 2% at 55 – Members first hired on or before December 31, 2012, to perform CalPERS creditable activities, and 2) CalPERS 2% at 62 – Members first hired on or after January 1, 2013, to perform CalPERS creditable activities. To be eligible for service retirement, members hired prior to January 1, 2013, must be at least age 50 with a minimum of five years of CalPERS-credited service, while members hired after January 1, 2013, must be at least age 52 with a minimum of five years of service.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Contributions

Section 20814(c) of the PERL requires that the employer contribution rates for all employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Contribution rates for the CalPERS Plan are determined annually on an actuarial basis as of June 30 by CalPERS. The CalPERS Plan's actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Classic plan members, defined as a member who joined CalPERS prior to January 1, 2013, are required to contribute 7% of their salary. New members who joined CalPERS for the first time on or after January 1, 2013 are required to contribute 7% of their salary. The required employer contribution rate for fiscal years ended June 30, 2020 and 2019 were 19.721% and 18.062% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2021, the Organization is required to contribute 20.70% 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:	\$205,016,000,000
Actuarial accrued liability:	\$310,719,000,000
Funded status:	65-80% funded

The actuarial value of assets and accrued liability are valued as of June 30, 2019, the most recent actuarial valuation date.

Plan Description

The Organization participates in the State Teachers' Retirement Plan (the CalSTRS Plan), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalSTRS. CalSTRS acts as a common investment and administrative agent for participating entities within the State of California. CalSTRS issues a publicly available financial report that includes financial statements and required supplementary information for this plan. This report is available online at www.calstrs.com.

Benefits Provided

The benefits for the CalSTRS Plan are established by contract, in accordance with the provisions of the State Teachers' Retirement Law. Benefits are based on members' years of service, age, final compensation, and a benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The California Public Employees' Pension Reform Act of 2013 (PEPRA) made significant changes to the benefit structure that primarily affect members first hired to perform CalSTRS creditable activities on or after January 1, 2013. As a result of PEPRA, the CalSTRS Plan has two benefit structures: 1) CalSTRS 2% at 60 – Members first hired on or before December 31, 2012, to perform CalSTRS creditable activities, and 2) CalSTRS 2% at 62 – Members first hired on or after January 1, 2013, to perform CalSTRS creditable activities. The 2 percent, also known as the age factor, refers to the percentage of final compensation received as a retirement benefit for each year of service credit. To be eligible for service retirement, members hired prior to January 1, 2013, must be at least age 60 with a minimum of five years of CalSTRS-credited service, while members hired after January 1, 2013, must be at least age 62 with five years of service.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Contributions

Assembly Bill 1469 (AB 1469), signed into law as a part of the State of California's (the State) 2014-15 budget, increases contributions to the CalSTRS Plan from members, employers, and the State over seven years, effective July 1, 2014. School employer contributions will increase from 8.25% to a total of 19.1% of covered payroll over the seven-year period. Active plan members are required to contribute 10.205% or 10.25 % of their salary, depending on when they were hired. The required employer contribution rates for the fiscal years ended June 30, 2020 and 2019 were 17.10% and 16.28% of annual payroll, respectively. For the fiscal year 2021, the Organization is required to contribute 16.15% of annual payroll.

Senate Bill 90 (SB90), which was signed on June 27, 2019, appropriated from the State's General Fund \$1,117,000,000 in contributions on-behalf of school employers for the 2019-20 fiscal year to be transferred to the CalSTRS Plan. Furthermore, SB 90 will appropriate contributions for the 2020-21 fiscal year, such that it will result in school employers having to contribute .70 percentage points less than amounts set in existing prescribed schedules in the 2020-21 fiscal year. The Organization's proportionate share of the State's SB90 on-behalf contribution to the CalSTRS Plan for the year ended June 30, 2020 and 2019 were \$2,149,577 and \$1,953,950, respectively. Total on-behalf contributions, including the SB 90 funds, for Aspire's eligible employees to the CalSTRS Plan were \$13,789,160 and \$12,532,753 for the years ended June 30, 2020 and 2019, respectively.

Tennessee Consolidated Retirement System (TCRS):

Legacy Plan:

Plan name:	Tennessee Consolidated Retirement System (TCRS) Legacy Plan: Teachers
Plan's EIN:	62-6001445
Actuarial value of assets:	\$24,426,778,400
Actuarial accrued liability:	\$24,005,640,090
Funded status:	At least 80% funded

The actuarial value of assets and accrued liability are valued as of June 30, 2019, the most recent actuarial valuation date.

Plan Description

The Organization contributes to the Tennessee Consolidated Retirement System (TCRS) Legacy Plan, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan for all employees hired on or before June 30, 2014 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.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Funding Policy

Active plan members are required to contribute 5% 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 TCRS Board of Trustees. The required employer contribution rate for the fiscal years ended June 30, 2020 and 2019 was 10.27% and 10.46% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2021, the Organization is required to contribute 10.63% of annual payroll. The required employer contribution rate for TCRS Legacy support staff members covered by Shelby County School District regulations was 6% of annual payroll for the fiscal years ended June 30, 2020 and 2019. For fiscal year 2021, the Organization is required to contribute 6%.

Hybrid Plan:

Plan name:	TCRS Hybrid Pension Plan with Cost Controls
Plan's EIN:	62-6001445
Actuarial value of assets:	\$243,623,661
Actuarial accrued liability:	\$244,717,822
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, 2019, the most recent actuarial valuation date.

Plan Description

In the fiscal year ended June 30, 2015, TCRS created a new Hybrid Pension Plan with Cost Controls for all eligible new hires hired on or after July 1, 2014. This plan is a combination of a Defined Benefit and Defined Contribution plan to help provide a sustainable plan going forward, control employer pension cost, and control unfunded liabilities related to pension plans.

Contributions

Under the defined benefit portion of this plan, active plan members are required to contribute 5% of their salary and the Organization is required to contribute 4% of plan member's annual payroll for those members who are not federally funded. For federally funded active plan members the Organization contributes 1.94% to TCRS and 2.06% to the TCRS stabilization reserve. Under the defined contribution portion of this plan, employees contribute 2% of their salary, which employees can opt out of if they choose, and the Organization is required to contribute 5% of active member's annual payroll.

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

	<u>2020</u>	<u>2019</u>
CalPERS	\$ 5,381,611	\$ 4,955,321
CalSTRS	\$ 13,789,160	\$ 12,532,753
TCRS Legacy	\$ 355,303	\$ 358,564
TCRS Hybrid	\$ 191,093	\$ 419,986

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

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

Other Defined Contribution Plans:

The Organization offers a 403(b) retirement plan for California classified employees who are not eligible to participate in CalPERS, the Aspire Public Schools 403(b) CA Plan (CA Plan). Classified employees of Aspire Junior Collegiate Academy, Aspire Titan Academy, Aspire Centennial College Preparatory Academy, Aspire Richmond California College Preparatory Academy, and Aspire Richmond Technology Academy working 20 or more hours per week, and not eligible for CalSTRS, CalPERS or covered by another retirement plan, are eligible to receive discretionary employer contributions, determined on an annual basis. The Organization contributed \$65,333 and \$67,562 to the CA Plan in the years ended June 30, 2020 and 2019, respectively.

The Organization offers a 403(b) retirement plan for TN LLC employees, the Aspire Public Schools 403(b) TN Plan (TN Plan). All employees who normally work 20 or more hours per week and are based in Tennessee are eligible to participate in the plan, with those not already enrolled in the TCRS retirement plan eligible to receive discretionary employer contributions, determined on an annual basis. The Organization contributed \$75,014 and \$40,915 to the TN Plan for the years ended June 30, 2020 and 2019, respectively.

The Organization also offers a 403(b) plan, the Aspire Public Schools 403(b) Plan, for all employees working 20 or more hours per week, and who are not already participating in another 403(b) Plan within the Organization. This plan does not require employer contributions.

14. REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers consists of sales revenue from contract accounting services, student store, after school programs, lunch income, and ticket income for events. Revenue is earned at a point in time when goods or services are provided, or the events occur.

This revenue totaled \$1,389,495 and \$2,056,245 for years ended June 30, 2020 and 2019, respectively.

The Organization has determined that the nature, amount, timing, and uncertainty of revenue and cash flows are affected by the limited geographical area from which their schools draw their student enrollment. Adverse changes in the local economy may have an adverse impact on the ability of families to pay for these goods, services, or events.

A contract asset is recorded when the Organization satisfies a performance obligation of a contract but is not yet entitled to payment. When the Organization becomes entitled to payment, the contract asset is classified as a receivable, whether invoiced or not.

The balances of receivables from contracts with customers are as follows as of June 30:

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Accounts receivable	<u>\$ 138,241</u>	<u>\$ 251,006</u>	<u>\$ 126,349</u>

Funds received in advance of being earned are recorded as deferred revenue, which represents a contract liability. Contract liabilities totaled \$0 at June 30, 2020, 2019 and 2018.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

15. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of unexpended grants and contributions restricted for the following purposes at June 30:

	<u>2020</u>	<u>2019</u>
Construction of facilities	\$ 3,025,502	\$ 5,455,899
School expansion		1,429,384
Clean energy projects	2,358,306	3,830,405
Low performing student block grant	525,475	525,475
COVID-19 Family Relief Fund	361,049	
Time restricted	350,000	
School improvement programs and other	<u>131,282</u>	<u>215,550</u>
Total	<u>\$ 6,751,614</u>	<u>\$ 11,456,713</u>

16. JOINT VENTURES

For their California schools, the Organization participated in a joint venture under a joint powers agreement (JPAs) with the California Charter School Joint Powers Authority, doing business as charterSAFE (SAFE) through June 30, 2019. Effective July 1, 2019, the Organization obtains their insurance coverage through a private party and no longer participates in charterSAFE.

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. General Liability

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

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

2. Property

Organization	
Deductible:	\$1,000
Coverage:	
Building:	\$148,951,804
Contents:	\$5,244,965
Data processing:	\$7,321,643
Extra expense:	\$5,000,000
Business income:	\$5,000,000
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 \$25,000,000

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

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

Following is the condensed financial information available for SAFE:

	<u>June 30, 2019</u>
Total Assets	<u>\$ 33,402,250</u>
Total Liabilities	\$ 25,862,819
Net Position	<u>7,539,431</u>
Total Liabilities and Equity	<u>\$ 33,402,250</u>
Total Revenues	\$ 27,137,840
Total Expenses	<u>26,708,242</u>
Net Increase in Net Assets	<u>\$ 429,598</u>

17. RISKS AND 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.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020 AND 2019

The Organization has funds held in net assets with donor restrictions that were received through funding from the California Clean Energy Jobs Act that may potentially need to be returned to the California Department of Education in the event that all funds are not spent prior to June 30, 2021. No provision has been made in the accompanying consolidated financial statements since the potential liability cannot be reasonably estimated.

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.

On March 23, 2020, the Organization experienced disruption to its schools as they were required by public health orders to close and move to virtual learning format in response to the Coronavirus/COVID-19 pandemic. Although the disruption is expected to be temporary, the Organization anticipates some financial impact due to the pandemic. However, the financial impact and duration cannot be reasonably estimated at this time.

18. SUBSEQUENT EVENTS

Debt Issuance

On December 8, 2020, the Organization issued \$37,435,000 of bonds. The bonds mature at various times through August 2059 and bear interest at rates ranging from 3-5%. The bonds were issued to acquire, construct, and renovate school facilities.

Tennessee operations

The Organization entered into an agreement with Journey Community Schools, Inc., a Tennessee nonprofit corporation (Journey) to transition the Tennessee charter schools to a Tennessee-based operator with a local board of directors. Journey was formed on June 10, 2019 to assume operation of the charter schools. Journey currently has a five-member board of directors, is exempt from federal taxation under section 501(c)(3) of the Internal Revenue Code, and its charitable purposes stated in its Charter of Incorporation are to create, operate, and manage public charter schools in the State of Tennessee. Under the agreement, Journey assumed responsibility for and control of the charter schools as of July 1, 2020 and Journey's board of directors will serve as the charter schools' governing board. The transition has been approved by the charter schools' authorizers and Tennessee Department of Education to reflect Journey as the operator as of the transition date. As of June 30, 2020, the Organization transferred cash balances totaling \$3,505,000 to Journey. Prior to October 31, 2020, APS transferred the remaining net assets of the charter schools to Journey, including the remaining cash balance and any deposits or reimbursements that the Organization received on behalf of the charter schools after the transition date.

Site closure

On March 25, 2021, the Organization's board of directors voted to close Aspire ERES Academy after negotiations with Oakland Unified School District were unsuccessful. This closure will be effective as of June 30, 2021.

SUPPLEMENTARY INFORMATION

ASPIRE PUBLIC SCHOOLS

ORGANIZATION, GOVERNING BOARD, AND ADMINISTRATION YEAR ENDED JUNE 30, 2020

ORGANIZATION

Aspire Public Schools (the Organization) was formed to manage, guide, direct, and promote charter schools that provide quality education to youth in pre-K, primary, and secondary grades. The Organization was founded in California in 1998. See Note 1 for a list of charter schools managed by Aspire Public Schools.

GOVERNING BOARD

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Beth Hunkapiller	Board Chair	2022
Warren Felson	Member	2024
Kay Hong	Member	2024
Leslie Parker Hume	Member	2021
Nisa Frank	Member	2024
Anthony Barkett	Member	2024
Carol J. Ornelas	Member	2024
Ay'Anna Moody	Member	2024

ADMINISTRATION

Mala Batra
Chief Executive Officer

Mary Cha-Caswell
Chief Operating Officer

Michael Wimbish
Chief Financial Officer

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Classroom-based ADA:		
Aspire Monarch Academy:		
Grades K through 3	269.74	269.74
Grades 4 through 6	<u>125.78</u>	<u>125.78</u>
Total	<u>395.52</u>	<u>395.52</u>
Aspire Lionel Wilson College Preparatory Academy:		
Grades 4 through 6	72.46	72.47
Grades 7 and 8	159.02	159.02
Grades 9 through 12	<u>275.96</u>	<u>275.96</u>
Total	<u>507.44</u>	<u>507.45</u>
Aspire East Palo Alto Charter School:		
Grades K through 3	277.14	277.14
Grades 4 through 6	217.23	217.23
Grades 7 and 8	121.66	121.66
Grades 9 through 12	<u>0.00</u>	<u>0.00</u>
Total	<u>616.03</u>	<u>616.03</u>
Aspire Triumph Technology Academy:		
Grades K through 3	176.70	176.70
Grades 4 through 6	<u>98.09</u>	<u>98.09</u>
Total	<u>274.79</u>	<u>274.79</u>
Aspire Berkley Maynard Academy:		
Grades K through 3	282.77	282.77
Grades 4 through 6	170.25	170.25
Grades 7 and 8	<u>89.29</u>	<u>89.29</u>
Total	<u>542.31</u>	<u>542.31</u>
Aspire Richmond California College Preparatory Academy:		
Grade 6	87.57	87.57
Grades 7 and 8	177.64	177.64
Grades 9 through 12	<u>269.15</u>	<u>269.15</u>
Total	<u>534.36</u>	<u>534.36</u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Aspire Golden State College Preparatory Academy:		
Grades 4 through 6	88.86	88.86
Grades 7 and 8	181.02	181.02
Grades 9 through 12	<u>302.86</u>	<u>302.86</u>
Total	<u><u>572.74</u></u>	<u><u>572.74</u></u>
Aspire ERES Academy:		
Grades K through 3	91.63	91.63
Grades 4 through 6	78.88	78.88
Grades 7 and 8	<u>56.90</u>	<u>56.90</u>
Total	<u><u>227.41</u></u>	<u><u>227.41</u></u>
Aspire College Academy:		
Grades K through 3	184.20	184.20
Grades 4 through 6	<u>93.90</u>	<u>93.90</u>
Total	<u><u>278.10</u></u>	<u><u>278.10</u></u>
Aspire Richmond Technology Academy:		
Grades K through 3	242.09	242.09
Grades 4 through 6	<u>115.02</u>	<u>115.02</u>
Total	<u><u>357.11</u></u>	<u><u>357.11</u></u>
Aspire Vincent Shalvey Academy:		
Grades K through 3	275.97	275.97
Grades 4 through 6	<u>118.76</u>	<u>118.76</u>
Total	<u><u>394.73</u></u>	<u><u>394.73</u></u>
Aspire University Charter School:		
Grades K through 3	285.88	285.88
Grades 4 through 6	<u>81.93</u>	<u>81.93</u>
Total	<u><u>367.81</u></u>	<u><u>367.81</u></u>
Aspire Summit Charter Academy:		
Grades K through 3	286.26	286.26
Grades 4 through 6	<u>114.76</u>	<u>114.76</u>
Total	<u><u>401.02</u></u>	<u><u>401.02</u></u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Aspire River Oaks Charter School:		
Grades K through 3	275.55	275.55
Grades 4 through 6	<u>134.24</u>	<u>134.24</u>
Total	<u>409.79</u>	<u>409.79</u>
Aspire Benjamin Holt Middle School:		
Grades 4 through 6	182.41	182.41
Grades 7 and 8	<u>366.88</u>	<u>366.88</u>
Total	<u>549.29</u>	<u>549.29</u>
Aspire Benjamin Holt College Preparatory Academy:		
Grades 9 through 12	<u>505.87</u>	<u>505.87</u>
Total	<u>505.87</u>	<u>505.87</u>
Aspire Capitol Heights Academy:		
Grades K through 3	140.22	140.22
Grades 4 through 6	<u>63.97</u>	<u>63.97</u>
Total	<u>204.19</u>	<u>204.19</u>
Aspire Rosa Parks Academy:		
Grades K through 3	272.79	272.79
Grades 4 through 6	<u>115.25</u>	<u>115.25</u>
Total	<u>388.04</u>	<u>388.04</u>
Aspire Langston Hughes Academy:		
Grades 4 through 6	124.98	124.98
Grades 7 and 8	249.35	249.35
Grades 9 through 12	<u>361.73</u>	<u>361.73</u>
Total	<u>736.06</u>	<u>736.06</u>
Aspire Port City Academy:		
Grades K through 3	297.36	297.36
Grades 4 through 6	<u>117.18</u>	<u>117.18</u>
Total	<u>414.54</u>	<u>414.54</u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Aspire Vanguard College Preparatory Academy:		
Grades 4 through 6	109.58	109.58
Grades 7 and 8	181.46	181.46
Grades 9 through 12	<u>185.10</u>	<u>185.10</u>
Total	<u><u>476.14</u></u>	<u><u>476.14</u></u>
Aspire Alexander Twilight College Preparatory Academy:		
Grades K through 3	289.60	289.60
Grades 4 through 6	<u>122.51</u>	<u>122.51</u>
Total	<u><u>412.11</u></u>	<u><u>412.11</u></u>
Aspire Alexander Twilight Secondary Academy:		
Grades 4 through 6	93.03	93.03
Grades 7 and 8	184.72	184.72
Grades 9 through 12	<u>206.78</u>	<u>206.78</u>
Total	<u><u>484.53</u></u>	<u><u>484.53</u></u>
Aspire APEX Academy:		
Grades K through 3	191.06	191.06
Grades 4 through 6	<u>110.51</u>	<u>110.51</u>
Total	<u><u>301.57</u></u>	<u><u>301.57</u></u>
Aspire Antonio Maria Lugo Academy:		
Grades K through 3	278.73	278.73
Grades 4 through 6	<u>129.20</u>	<u>129.20</u>
Total	<u><u>407.93</u></u>	<u><u>407.93</u></u>
Aspire Ollin College Preparatory Academy:		
Grade 6	64.66	64.66
Grades 7 and 8	128.30	128.30
Grades 9 through 12	<u>338.32</u>	<u>338.32</u>
Total	<u><u>531.28</u></u>	<u><u>531.28</u></u>
Aspire Junior Collegiate Academy:		
Grades K through 3	213.16	213.16
Grades 4 through 6	<u>108.96</u>	<u>108.96</u>
Total	<u><u>322.12</u></u>	<u><u>322.12</u></u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Aspire Titan Academy:		
Grades K through 3	201.30	201.30
Grades 4 through 6	<u>117.08</u>	<u>117.08</u>
Total	<u>318.38</u>	<u>318.38</u>
Aspire Pacific Academy:		
Grades 4 through 6	62.83	62.83
Grades 7 and 8	183.42	183.42
Grades 9 through 12	<u>315.96</u>	<u>315.96</u>
Total	<u>562.21</u>	<u>562.21</u>
Aspire Firestone Academy:		
Grades K through 3	243.88	243.88
Grades 4 through 6	<u>131.60</u>	<u>131.60</u>
Total	<u>375.48</u>	<u>375.48</u>
Aspire Gateway Academy:		
Grades K through 3	255.04	255.04
Grades 4 through 6	<u>129.69</u>	<u>129.69</u>
Total	<u>384.73</u>	<u>384.73</u>
Aspire Tate Academy:		
Grades K through 3	193.67	193.67
Grades 4 through 6	<u>171.43</u>	<u>171.43</u>
Total	<u>365.10</u>	<u>365.10</u>
Aspire Inskeep Academy:		
Grades K through 3	223.62	223.62
Grades 4 through 6	<u>148.84</u>	<u>148.84</u>
Total	<u>372.46</u>	<u>372.46</u>
Aspire Slauson Academy:		
Grades K through 3	190.59	190.59
Grades 4 through 6	<u>138.67</u>	<u>138.67</u>
Total	<u>329.26</u>	<u>329.26</u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF AVERAGE DAILY ATTENDANCE YEAR ENDED JUNE 30, 2020

	<u>Second Period Report</u>	<u>Annual Report</u>
Aspire Centennial College Preparatory Academy:		
Grades 4 through 6	157.68	157.68
Grades 7 through 8	<u>359.10</u>	<u>359.10</u>
Total	<u>516.78</u>	<u>516.78</u>
Combined Totals:		
Grades K through 3	5,638.95	5,638.95
Grades 4 through 6	3,997.79	3,997.79
Grades 7 and 8	2,438.76	2,438.76
Grades 9 through 12	<u>2,761.73</u>	<u>2,761.73</u>
Total	<u>14,837.23</u>	<u>14,837.23</u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2020

Effective January 1, 2000, California Education Code Section 47612.5 requires classroom-based charter schools to offer a minimum number of minutes of instruction, as specified in Section 46201. This schedule documents the compliance of the Organization's charter schools with these requirements.

<u>Grade Level</u>	<u>Required Minutes</u>	<u>2019-20 Minutes Offered*</u>	<u>Actual Number of Instructional Days Offered</u>	<u>Number of Days Covered by the COVID-19 School Closure Certification**</u>	<u>Total Number of Instructional Days</u>	<u>Status</u>
Aspire Monarch Academy:						
Kindergarten	36,000	52,950	125	56	181	In Compliance
Grades 1 through 3	50,400	60,260	125	56	181	In Compliance
Grades 4 through 5	50,400	60,140	125	56	181	In Compliance
Aspire Lionel Wilson College Preparatory Academy:						
Grades 6 through 8	54,000	61,401	128	53	181	In Compliance
Grades 9 through 12	64,800	68,050	128	53	181	In Compliance
Aspire East Palo Alto Charter School:						
Kindergarten	36,000	65,970	128	53	181	In Compliance
Grades 1 through 3	50,400	60,520	128	53	181	In Compliance
Grades 4 through 5	54,000	60,520	128	53	181	In Compliance
Grades 6 through 8	54,000	64,522	128	53	181	In Compliance
Aspire Triumph Technology Academy:						
Kindergarten	36,000	60,925	128	53	181	In Compliance
Grades 1 through 3	50,400	59,710	128	53	181	In Compliance
Grades 4 through 5	54,000	59,710	128	53	181	In Compliance
Aspire Berkley Maynard Academy:						
Kindergarten	36,000	55,515	128	53	181	In Compliance
Grades 1 through 3	50,400	58,120	128	53	181	In Compliance
Grades 4 through 5	54,000	59,600	128	53	181	In Compliance
Grades 6 through 8	54,000	60,300	128	53	181	In Compliance
Aspire Richmond California College Preparatory Academy:						
Grades 6 through 8	54,000	63,209	128	53	181	In Compliance
Grades 9 through 12	64,800	68,704	128	53	181	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2020

Grade Level	Required Minutes	2019-20 Minutes Offered*	Actual Number of Instructional Days Offered	Number of Days Covered by the COVID-19 School Closure Certification**	Total Number of Instructional Days	Status
Aspire Golden State College						
Preparatory Academy:						
Grades 6 through 8	54,000	62,719	128	53	181	In Compliance
Grades 9 through 12	64,800	67,407	128	53	181	In Compliance
Aspire ERES Academy:						
Kindergarten	36,000	59,490	128	53	181	In Compliance
Grades 1 through 3	50,400	60,075	128	53	181	In Compliance
Grades 4 through 5	54,000	60,075	128	53	181	In Compliance
Grades 6 through 8	54,000	60,075	128	53	181	In Compliance
Aspire College Academy:						
Kindergarten	36,000	51,615	128	53	181	In Compliance
Grades 1 through 3	50,400	58,155	128	53	181	In Compliance
Grade 4 through 5	54,000	59,775	128	53	181	In Compliance
Aspire Richmond Technology Academy:						
Kindergarten	36,000	48,000	127	53	180	In Compliance
Grades 1 through 3	50,400	68,850	127	53	180	In Compliance
Grade 4 through 5	54,000	68,850	127	53	180	In Compliance
Aspire Vincent Shalvey Academy:						
Kindergarten	36,000	57,910	127	53	180	In Compliance
Grade 1	50,400	58,430	131	53	184	In Compliance
Grades 2 through 3	50,400	59,740	131	53	184	In Compliance
Grades 4 through 5	54,000	59,740	131	53	184	In Compliance
Aspire University Charter School:						
Kindergarten	36,000	59,595	132	53	185	In Compliance
Grades 1 through 3	50,400	59,595	132	53	185	In Compliance
Grade 4 through 5	54,000	59,595	132	53	185	In Compliance
Aspire Summit Charter Academy:						
Kindergarten	36,000	54,635	132	53	185	In Compliance
Grade 1	50,400	54,635	132	53	185	In Compliance
Grades 2 through 3	50,400	54,635	132	53	185	In Compliance
Grades 4 through 5	54,000	55,660	132	53	185	In Compliance

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

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2020

Grade Level	Required Minutes	2019-20 Minutes Offered*	Actual Number of Instructional Days Offered	Number of Days Covered by the COVID-19 School Closure Certification**	Total Number of Instructional Days	Status
Aspire River Oaks Charter School:						
Kindergarten	36,000	53,410	132	53	185	In Compliance
Grade 1	50,400	56,910	132	53	185	In Compliance
Grades 2 through 3	50,400	58,980	132	53	185	In Compliance
Grades 4 through 5	54,000	59,800	132	53	185	In Compliance
Aspire Benjamin Holt College Middle School:						
Grades 6 through 8	54,000	65,805	132	53	185	In Compliance
Aspire Benjamin Holt College Preparatory Academy:						
Grades 9 through 12	64,800	65,115	132	53	185	In Compliance
Aspire Capitol Heights Academy:						
Kindergarten	36,000	64,275	132	53	185	In Compliance
Grade 1	50,400	64,275	132	53	185	In Compliance
Grades 2 through 3	50,400	64,275	132	53	185	In Compliance
Grades 4 through 5	54,000	64,275	132	53	185	In Compliance
Aspire Rosa Parks Academy:						
Kindergarten	36,000	57,805	132	53	185	In Compliance
Grade 1	50,400	57,805	132	53	185	In Compliance
Grades 2 through 3	50,400	59,595	132	53	185	In Compliance
Grades 4 through 5	54,000	59,595	132	53	185	In Compliance
Aspire Langston Hughes Academy:						
Grades 6 through 8	54,000	67,110	132	53	185	In Compliance
Grades 9 through 12	64,800	67,110	132	53	185	In Compliance
Aspire Port City Academy:						
Kindergarten	36,000	58,420	132	53	185	In Compliance
Grade 1	50,400	58,420	132	53	185	In Compliance
Grades 2 through 3	50,400	60,490	132	53	185	In Compliance
Grades 4 through 5	54,000	60,490	132	53	185	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2020

Grade Level	Required Minutes	2019-20 Minutes Offered*	Actual Number of Instructional Days Offered	Number of Days Covered by the COVID-19 School Closure Certification**	Total Number of Instructional Days	Status
Aspire Vanguard College						
Preparatory Academy:						
Grades 6 through 8	54,000	64,931	132	53	185	In Compliance
Grades 9 through 12	64,800	64,931	132	53	185	In Compliance
Aspire Alexander Twilight						
College Preparatory Academy:						
Kindergarten	36,000	54,840	132	53	185	In Compliance
Grade 1	50,400	54,840	132	53	185	In Compliance
Grades 2 through 3	50,400	60,975	132	53	185	In Compliance
Grades 4 through 5	54,000	62,690	132	53	185	In Compliance
Aspire Alexander Twilight						
Secondary Academy:						
Grades 6 through 8	54,000	64,685	132	53	185	In Compliance
Grades 9 through 12	64,800	64,685	132	53	185	In Compliance
Aspire APEX Academy:						
Kindergarten	36,000	58,010	132	53	185	In Compliance
Grade 1	50,400	58,010	132	53	185	In Compliance
Grades 2 through 3	50,400	60,080	132	53	185	In Compliance
Grades 4 through 5	54,000	60,080	132	53	185	In Compliance
Aspire Antonio Maria						
Lugo Academy:						
Kindergarten	36,000	61,330	119	61	180	In Compliance
Grade 1	50,400	61,330	119	61	180	In Compliance
Grades 2 through 3	50,400	61,330	119	61	180	In Compliance
Grades 4 through 5	54,000	61,330	119	61	180	In Compliance
Aspire Ollin University:						
Grades 6 through 8	54,000	67,160	119	61	180	In Compliance
Grades 9 through 12	64,800	67,160	119	61	180	In Compliance
Aspire Junior Collegiate Academy:						
Kindergarten	36,000	61,570	119	61	180	In Compliance
Grade 1	50,400	61,570	119	61	180	In Compliance
Grades 2 through 3	50,400	61,570	119	61	180	In Compliance
Grades 4 through 5	54,000	61,570	119	61	180	In Compliance

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

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2020

Grade Level	Required Minutes	2019-20 Minutes Offered*	Actual Number of Instructional Days Offered	Number of Days Covered by the COVID-19 School Closure Certification**	Total Number of Instructional Days	Status
Aspire Titan Academy:						
Kindergarten	36,000	60,430	119	61	180	In Compliance
Grade 1	50,400	60,430	119	61	180	In Compliance
Grades 2 through 3	50,400	60,430	119	61	180	In Compliance
Grades 4 through 5	54,000	60,430	119	61	180	In Compliance
Aspire Pacific Academy:						
Grades 6 through 8	54,000	64,815	119	61	180	In Compliance
Grades 9 through 12	64,800	64,815	119	61	180	In Compliance
Aspire Firestone Academy:						
Kindergarten	36,000	60,240	119	61	180	In Compliance
Grade 1	50,400	60,240	119	61	180	In Compliance
Grades 2 through 3	50,400	60,240	119	61	180	In Compliance
Grades 4 through 5	54,000	60,240	119	61	180	In Compliance
Aspire Gateway Academy:						
Kindergarten	36,000	60,240	119	61	180	In Compliance
Grade 1	50,400	60,240	119	61	180	In Compliance
Grades 2 through 3	50,400	60,240	119	61	180	In Compliance
Grades 4 through 5	54,000	60,240	119	61	180	In Compliance
Aspire Tate Academy:						
Kindergarten	36,000	60,430	119	61	180	In Compliance
Grade 1	50,400	60,430	119	61	180	In Compliance
Grades 2 through 3	50,400	60,430	119	61	180	In Compliance
Grades 4 through 5	54,000	60,430	119	61	180	In Compliance
Grade 6	54,000	60,430	119	61	180	In Compliance
Aspire Inskeep Academy:						
Kindergarten	36,000	60,430	119	61	180	In Compliance
Grade 1	50,400	60,430	119	61	180	In Compliance
Grades 2 through 3	50,400	60,430	119	61	180	In Compliance
Grades 4 through 5	54,000	60,430	119	61	180	In Compliance
Grade 6	54,000	60,430	119	61	180	In Compliance

ASPIRE PUBLIC SCHOOLS
SCHEDULE OF INSTRUCTIONAL TIME
YEAR ENDED JUNE 30, 2020

Grade Level	Required Minutes	2019-20 Minutes Offered*	Actual Number of Instructional Days Offered	Number of Days Covered by the COVID-19 School Closure Certification**	Total Number of Instructional Days	Status
Aspire Slauson Academy:						
Kindergarten	36,000	60,430	119	61	180	In Compliance
Grade 1	50,400	60,430	119	61	180	In Compliance
Grades 2 through 3	50,400	60,430	119	61	180	In Compliance
Grades 4 through 5	54,000	60,430	119	61	180	In Compliance
Grade 6	54,000	60,430	119	61	180	In Compliance
Aspire Centennial College Preparatory Academy:						
Grades 6 through 8	54,000	57,576	118	61	179	In Compliance

* The credited minutes covered by the COVID-19 School Closure certification are included in the 2019-20 minutes offered column but were not actually offered due to the COVID-19 School Closure.

** In response to COVID-19, all sites were closed for 53-61 instructional days, March 16, 2020 through June 17, 2020, for which the Organization received a COVID-19 School Closure Certification from the California Department of Education.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION, BY REGION JUNE 30, 2020

Page 1 of 2

	School Operations				Administration	Total School Activity
	Bay Area Schools	Central Valley Schools	LA Schools	Tennessee Schools	National Office	
CURRENT ASSETS:						
Cash and cash equivalents	\$ 8,219,353	\$ 5,007,957	\$ 11,063,892	\$ 1,783,798	\$ (2,690,314)	\$ 23,384,686
Restricted cash and cash equivalents	-	-	-	-	-	-
Accounts receivable	11,403,986	12,806,466	7,092,553	582,763	231,442	32,117,210
Contributions receivable	1,250	-	-	1,300,000	109	1,301,359
Prepaid expenses and deposits	(11,127)	347,313	(36,059)	54,139	802,653	1,156,919
Intercompany receivable	1,545,890	1,455,200	3,666,373	114,764	1,021,255	7,803,482
Total current assets	21,159,352	19,616,936	21,786,759	3,835,464	(634,855)	65,763,656
NON-CURRENT ASSETS:						
Restricted cash and cash equivalents	2,025,502	1,000,000	-	-	-	3,025,502
Investments	-	-	-	-	50,980	50,980
Deferred rent	318,836	548,977	172,690	-	-	1,040,503
Property and equipment, net	10,623,818	37,318,767	31,959,748	5,829,560	1,184,942	86,916,835
TOTAL ASSETS	\$ 34,127,508	\$ 58,484,680	\$ 53,919,197	\$ 9,665,024	\$ 601,067	\$ 156,797,476
CURRENT LIABILITIES:						
Accounts payable	\$ 1,660,982	\$ 2,086,143	\$ 1,603,688	\$ 807,663	\$ 4,555,539	\$ 10,714,015
Accrued expenses	1,752,922	2,081,394	3,238,791	157,029	1,450,227	8,680,363
Deferred revenue	19,169	107,593	-	30,000	-	156,762
Line of credit	-	-	-	-	3,500,000	3,500,000
Debt, current	100,000	160,065	506,870	134,924	-	901,859
Intercompany payable	1,554,623	4,175,000	36,816	338,666	641,427	6,746,532
Total current liabilities	5,087,696	8,610,195	5,386,165	1,468,282	10,147,193	30,699,531
LONG-TERM LIABILITIES:						
Deferred rent	-	239,281	1,087,734	-	-	1,327,015
Capital lease	-	17,937,179	-	-	-	17,937,179
Debt, net	6,397,192	3,097,468	14,488,538	4,179,033	-	28,162,231
Total liabilities	11,484,888	29,884,123	20,962,437	5,647,315	10,147,193	78,125,956
NET ASSETS:						
Without donor restrictions	19,944,316	26,741,138	31,473,918	3,667,709	(9,546,126)	72,280,955
With donor restrictions	2,698,304	1,859,419	1,482,842	350,000	-	6,390,565
Total net assets	22,642,620	28,600,557	32,956,760	4,017,709	(9,546,126)	78,671,520
TOTAL LIABILITIES AND NET ASSETS	\$ 34,127,508	\$ 58,484,680	\$ 53,919,197	\$ 9,665,024	\$ 601,067	\$ 156,797,476

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION, BY REGION JUNE 30, 2020

Page 2 of 2

	CFC, Inc.	Aspire Foundation	Eliminations	Total Consolidated
CURRENT ASSETS:				
Cash and cash equivalents	\$ -	\$ 2,726,816	\$ -	\$ 26,111,502
Restricted cash and cash equivalents	3,281,401	-	-	3,281,401
Accounts receivable	553,750	-	-	32,670,960
Contributions receivable	-	296,357	-	1,597,716
Prepaid expenses and deposits	-	-	-	1,156,919
Intercompany receivable	-	415,266	(8,218,748)	-
Total current assets	3,835,151	3,438,439	(8,218,748)	64,818,498
NON-CURRENT ASSETS:				
Restricted cash and cash equivalents	6,933,502	-	-	9,959,004
Investments	-	-	-	50,980
Deferred rent	23,297	-	(1,063,800)	-
Property and equipment, net	94,148,946	-	(1,032,128)	180,033,653
Total non-current assets	6,956,802	-	(1,063,800)	9,959,004
TOTAL ASSETS	\$ 104,940,896	\$ 3,438,439	\$ (10,314,676)	\$ 254,862,135
CURRENT LIABILITIES:				
Accounts payable	\$ -	\$ 100,900	\$ -	\$ 10,814,915
Accrued expenses	2,029,167	-	-	10,709,530
Deferred revenue	-	-	-	156,762
Line of credit	-	-	-	3,500,000
Debt, current	1,775,000	-	-	2,676,859
Intercompany payable	-	1,472,216	(8,218,748)	-
Total current liabilities	3,804,167	1,573,116	(8,218,748)	27,858,066
LONG-TERM LIABILITIES:				
Deferred rent	651,373	-	(1,063,800)	914,588
Capital lease	-	-	-	17,937,179
Debt, net	104,550,334	300,000	-	133,012,565
Total liabilities	104,550,334	300,000	(1,063,800)	133,012,565
NET ASSETS:				
Without donor restrictions	(4,064,978)	1,204,274	(1,032,128)	68,388,123
With donor restrictions	-	361,049	-	6,751,614
Total net assets	(4,064,978)	1,565,323	(1,032,128)	75,139,737
TOTAL LIABILITIES AND NET ASSETS	\$ 104,940,896	\$ 3,438,439	\$ (10,314,676)	\$ 254,862,135

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES, BY REGION YEAR ENDED JUNE 30, 2020

Page 1 of 2

	School Operations			Administration		Total School Activity
	Bay Area Schools	Central Valley Schools	LA Schools	Tennessee Schools	National Office	
NET ASSETS WITHOUT DONOR RESTRICTIONS:						
SUPPORT AND REVENUE:						
Private grants and contributions	\$ 173,662	\$ 20,473	\$ 506	\$ 2,356,100	\$ (19,667)	\$ 2,531,074
Federal revenue	5,009,527	5,796,370	5,602,450	2,695,164	171,997	19,275,508
California state revenue						
State aid portion of general purpose funding	34,563,672	45,929,513	33,423,010	-	-	113,916,195
All other state revenue	4,510,694	5,987,904	3,217,845	-	8	13,716,451
Tennessee state revenue						
Basic education program funding	-	-	-	16,761,389	-	16,761,389
All other state revenue	-	-	-	341,711	-	341,711
Local revenue:						
Cash in-lieu of property taxes	9,915,633	10,733,044	13,546,006	-	-	34,194,683
Interest income	56,654	64,639	68,073	43,127	1,175	233,668
Gain on sale of common stock	-	-	-	-	32,246	32,246
All other local revenue	1,441,822	140,950	132,237	-	698,083	2,413,092
Other revenues	329,489	576,550	181,875	48,589	183,755	1,320,258
Subtotal	56,001,153	69,249,443	56,172,002	22,246,080	1,067,597	204,736,275
Net assets released from restrictions	7,779,442	5,709,463	6,898,286	1,658,384	2,613,417	24,658,992
Total support and revenue	63,780,595	74,958,906	63,070,288	23,904,464	3,681,014	229,395,267
EXPENSES AND LOSSES						
PROGRAM EXPENSES:						
Educational programs	58,688,797	69,373,310	57,464,351	19,015,918	6,830,291	211,372,667
SUPPORTING SERVICES:						
Site support	57,287	40,605	107,538	2,194,995	10,054,900	12,455,325
Development and expansion	2,430,396	-	-	-	476,105	2,906,501
Fundraising	-	-	-	-	-	-
Administration and general	57,287	40,605	107,538	707,996	3,188,369	4,101,795
Cost allocations	4,639,871	5,912,163	5,105,304	-	(15,657,338)	-
Total supporting services	7,184,841	5,993,373	5,320,380	2,902,991	(1,937,964)	19,463,621
Total expenses	65,873,638	75,366,683	62,784,731	21,918,909	4,892,327	230,836,288
Contributions to others	-	-	-	3,505,000	-	3,505,000
Total expenses and losses	65,873,638	75,366,683	62,784,731	25,423,909	4,892,327	234,341,288
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	(2,093,043)	(407,777)	285,557	(1,519,445)	(1,211,313)	(4,946,021)
NET ASSETS WITH DONOR RESTRICTIONS:						
Private grants and contributions	-	-	-	579,000	-	579,000
Federal and state revenue	8,419,592	6,099,283	6,986,000	-	-	21,504,875
Return of grant funds	(2,490,993)	(38)	-	-	-	(2,491,031)
Interfund transfers	(1,765,795)	(75,582)	(772,040)	-	2,613,417	-
Net assets released from restrictions	(7,779,442)	(5,709,463)	(6,898,286)	(1,658,384)	(2,613,417)	(24,658,992)
Increase (Decrease) in Net Assets with Donor Restrictions	(3,616,638)	314,200	(684,326)	(1,079,384)	-	(5,066,148)
INCREASE (DECREASE) IN NET ASSETS	(5,709,681)	(93,577)	(398,769)	(2,598,829)	(1,211,313)	(10,012,169)
NET ASSETS - Beginning of Year	28,352,301	28,694,134	33,355,529	6,616,538	(8,334,813)	88,683,689
NET ASSETS - End of Year	\$ 22,642,620	\$ 28,600,557	\$ 32,956,760	\$ 4,017,709	\$ (9,546,126)	\$ 78,671,520

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES, BY REGION YEAR ENDED JUNE 30, 2020

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	<u>CFC, Inc.</u>	<u>Aspire Foundation</u>	<u>Eliminations</u>	<u>Total Consolidated</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS:				
SUPPORT AND REVENUE:				
Private grants and contributions	\$ -	\$ 2,581,013	\$ -	\$ 5,112,087
Federal revenue	-	-	-	19,275,508
California State revenue				
State aid portion of general purpose funding	-	-	-	113,916,195
All other state revenue	-	-	-	13,716,451
Tennessee State revenue				
Basic education program funding	-	-	-	16,761,389
All other state revenue	-	-	-	341,711
Local revenue:				
Cash in-lieu of property taxes	-	-	-	34,194,683
Interest income	128,669	-	-	362,337
Gain on sale of common stock	-	-	-	32,246
All other local revenue	-	-	(698,073)	1,715,019
Other revenues	6,713,760	-	(6,644,523)	1,389,495
Subtotal	<u>6,842,429</u>	<u>2,581,013</u>	<u>(7,342,596)</u>	<u>206,817,121</u>
Net assets released from restrictions	-	1,215,218	-	25,874,210
Total support and revenue	<u>6,842,429</u>	<u>3,796,231</u>	<u>(7,342,596)</u>	<u>232,691,331</u>
EXPENSES AND LOSSES				
PROGRAM EXPENSES:				
Educational programs	<u>8,127,084</u>	<u>273,724</u>	<u>(7,342,596)</u>	<u>212,430,879</u>
SUPPORTING SERVICES:				
Site support	-	-	-	12,455,325
Development and expansion	-	-	-	2,906,501
Fundraising	-	2,078,944	-	2,078,944
Administration and general	-	239,289	-	4,341,084
Cost allocations	-	-	-	-
Total supporting services	<u>-</u>	<u>2,318,233</u>	<u>-</u>	<u>21,781,854</u>
Total expenses	<u>8,127,084</u>	<u>2,591,957</u>	<u>(7,342,596)</u>	<u>234,212,733</u>
Contributions to others	-	-	-	3,505,000
Total expenses and losses	<u>8,127,084</u>	<u>2,591,957</u>	<u>(7,342,596)</u>	<u>237,717,733</u>
TRANSFERS BETWEEN AFFILIATES	-	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(1,284,655)</u>	<u>1,204,274</u>	<u>-</u>	<u>(5,026,402)</u>
NET ASSETS WITH DONOR RESTRICTIONS:				
Private grants and contributions	-	1,576,267	-	2,155,267
Federal and state revenue	-	-	-	21,504,875
Return of grant funds	-	-	-	(2,491,031)
Interfund transfers	-	-	-	-
Net assets released from restrictions	-	(1,215,218)	-	(25,874,210)
Increase (Decrease) in Net Assets with Donor Restrictions	<u>-</u>	<u>361,049</u>	<u>-</u>	<u>(4,705,099)</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(1,284,655)</u>	<u>1,565,323</u>	<u>-</u>	<u>(9,731,501)</u>
NET ASSETS - Beginning of Year	<u>(2,780,323)</u>	<u>-</u>	<u>(1,032,128)</u>	<u>84,871,238</u>
NET ASSETS - End of Year	<u>\$ (4,064,978)</u>	<u>\$ 1,565,323</u>	<u>\$ (1,032,128)</u>	<u>\$ 75,139,737</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2020

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	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Triumph Technology Academy	Aspire Berkley Maynard Academy	Aspire Richmond California College Prep Academy	Aspire Richmond Technology Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy
CURRENT ASSETS:									
Cash and cash equivalents	\$ 623,011	\$ 600,804	\$ 229,336	\$ 159,981	\$ 568,441	\$ 496,851	\$ 53,428	\$ 1,157,792	\$ 3,702,062
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	824,761	1,312,635	2,871,464	752,226	953,380	796,197	1,072,782	1,511,273	631,543
Contributions receivable	-	-	1,250	-	-	-	-	-	-
Prepaid expenses and deposits	10,589	(5,649)	(6,225)	7,065	(6,569)	(6,631)	(3,426)	(7,266)	(1,811)
Intercompany receivable	130,501	-	1,200	9,902	681,526	50,000	-	-	14,211
Total current assets	<u>1,588,862</u>	<u>1,907,790</u>	<u>3,097,025</u>	<u>929,174</u>	<u>2,196,778</u>	<u>1,336,417</u>	<u>1,122,784</u>	<u>2,661,799</u>	<u>4,346,005</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	375,000	-	-	-	-	1,275,502
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	99,215	77,241	-	-	-	-	142,380	-
Property and equipment, net	101,774	576,022	5,477,283	29,864	611,064	170,241	1,044,489	2,538,733	16,973
TOTAL ASSETS	<u>\$ 1,690,636</u>	<u>\$ 2,583,027</u>	<u>\$ 8,651,549</u>	<u>\$ 1,334,038</u>	<u>\$ 2,807,842</u>	<u>\$ 1,506,658</u>	<u>\$ 2,167,273</u>	<u>\$ 5,342,912</u>	<u>\$ 5,638,480</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 52,354	\$ 169,661	\$ 262,332	\$ 53,662	\$ 317,768	\$ 38,347	\$ 391,756	\$ 219,822	\$ 53,681
Accrued expenses	149,227	125,498	185,697	94,999	186,063	436,238	199,218	164,887	75,890
Deferred revenue	-	-	-	-	-	-	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	-	-	-	-	-	50,000	50,000	-	-
Intercompany payable	-	-	750,000	-	-	-	50,000	-	475,000
Total current liabilities	<u>201,581</u>	<u>295,159</u>	<u>1,198,029</u>	<u>148,661</u>	<u>503,831</u>	<u>524,585</u>	<u>690,974</u>	<u>384,709</u>	<u>604,571</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	-	-
Capital lease	-	-	-	-	-	-	-	-	-
Debt, net	-	-	-	-	-	100,004	100,004	-	6,197,184
Total liabilities	<u>201,581</u>	<u>295,159</u>	<u>1,198,029</u>	<u>148,661</u>	<u>503,831</u>	<u>624,589</u>	<u>790,978</u>	<u>384,709</u>	<u>6,801,755</u>
NET ASSETS:									
Without donor restrictions	1,309,757	2,285,862	7,217,522	738,252	2,283,458	803,484	1,315,157	4,949,764	(2,445,264)
With donor restrictions	179,298	2,006	235,998	447,125	20,553	78,585	61,138	8,439	1,281,989
Total net assets	<u>1,489,055</u>	<u>2,287,868</u>	<u>7,453,520</u>	<u>1,185,377</u>	<u>2,304,011</u>	<u>882,069</u>	<u>1,376,295</u>	<u>4,958,203</u>	<u>(1,163,275)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,690,636</u>	<u>\$ 2,583,027</u>	<u>\$ 8,651,549</u>	<u>\$ 1,334,038</u>	<u>\$ 2,807,842</u>	<u>\$ 1,506,658</u>	<u>\$ 2,167,273</u>	<u>\$ 5,342,912</u>	<u>\$ 5,638,480</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION JUNE 30, 2020

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	Aspire College Academy	Bay Area Regional Office	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 Benjamin Holt Middle School
CURRENT ASSETS:									
Cash and cash equivalents	\$ 1,162	\$ 626,485	\$ 8,219,353	\$ 399,837	\$ 11,919	\$ 96,494	\$ 160,423	\$ 1,119,680	\$ 1,204,772
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	640,915	36,810	11,403,986	679,370	795,280	738,709	770,913	853,005	705,336
Contributions receivable	-	-	1,250	-	-	-	-	-	-
Prepaid expenses and deposits	7,677	1,119	(11,127)	(4,351)	118,226	9,084	(4,226)	(6,071)	(7,228)
Intercompany receivable	19,800	638,750	1,545,890	-	-	-	-	275,000	-
Total current assets	<u>669,554</u>	<u>1,303,164</u>	<u>21,159,352</u>	<u>1,074,856</u>	<u>925,425</u>	<u>844,287</u>	<u>927,110</u>	<u>2,241,614</u>	<u>1,902,880</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	375,000	-	2,025,502	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	-	318,836	-	-	-	211,482	-	-
Property and equipment, net	47,627	9,748	10,623,818	1,017,568	7,022,868	553,932	615,994	660,024	268,206
TOTAL ASSETS	<u>\$ 1,092,181</u>	<u>\$ 1,312,912</u>	<u>\$ 34,127,508</u>	<u>\$ 2,092,424</u>	<u>\$ 7,948,293</u>	<u>\$ 1,398,219</u>	<u>\$ 1,754,586</u>	<u>\$ 2,901,638</u>	<u>\$ 2,171,086</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 59,510	\$ 42,089	\$ 1,660,982	\$ 98,206	\$ 57,507	\$ 149,470	\$ 71,100	\$ 145,494	\$ 60,120
Accrued expenses	103,865	31,340	1,752,922	94,492	360,252	95,345	98,421	116,164	116,355
Deferred revenue	3,070	16,099	19,169	-	42,531	-	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	-	-	100,000	-	-	-	-	-	-
Intercompany payable	144,800	134,823	1,554,623	-	275,000	-	-	-	-
Total current liabilities	<u>311,245</u>	<u>224,351</u>	<u>5,087,696</u>	<u>192,698</u>	<u>735,290</u>	<u>244,815</u>	<u>169,521</u>	<u>261,658</u>	<u>176,475</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	60,006	174,772
Capital lease	-	-	-	-	7,174,872	-	-	-	-
Debt, net	-	-	6,397,192	-	-	-	-	-	-
Total liabilities	<u>311,245</u>	<u>224,351</u>	<u>11,484,888</u>	<u>192,698</u>	<u>7,910,162</u>	<u>244,815</u>	<u>169,521</u>	<u>321,664</u>	<u>351,247</u>
NET ASSETS:									
Without donor restrictions	397,763	1,088,561	19,944,316	1,899,726	38,130	1,109,732	1,585,065	2,579,974	1,691,445
With donor restrictions	383,173	-	2,698,304	-	1	43,672	-	-	128,394
Total net assets	<u>780,936</u>	<u>1,088,561</u>	<u>22,642,620</u>	<u>1,899,726</u>	<u>38,131</u>	<u>1,153,404</u>	<u>1,585,065</u>	<u>2,579,974</u>	<u>1,819,839</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,092,181</u>	<u>\$ 1,312,912</u>	<u>\$ 34,127,508</u>	<u>\$ 2,092,424</u>	<u>\$ 7,948,293</u>	<u>\$ 1,398,219</u>	<u>\$ 1,754,586</u>	<u>\$ 2,901,638</u>	<u>\$ 2,171,086</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION JUNE 30, 2020

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	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 Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Central Valley Regional Office
CURRENT ASSETS:									
Cash and cash equivalents	\$ 23,944	\$ 535,074	\$ 60,050	\$ 848,801	\$ 4,616	\$ 23,359	\$ 18,743	\$ 13,875	\$ 486,370
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	626,427	789,968	1,658,831	881,437	1,445,307	1,005,842	1,168,263	633,091	54,687
Contributions receivable	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	124,738	(4,619)	(9,920)	20,454	116,553	1,174	(5,851)	(2,994)	2,344
Intercompany receivable	3,300	1,175,000	-	-	-	1,900	-	-	-
Total current assets	<u>778,409</u>	<u>2,495,423</u>	<u>1,708,961</u>	<u>1,750,692</u>	<u>1,566,476</u>	<u>1,032,275</u>	<u>1,181,155</u>	<u>643,972</u>	<u>543,401</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	1,000,000	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	-	125,979	106,523	-	104,993	-	-	-
Property and equipment, net	<u>735,099</u>	<u>8,184,342</u>	<u>3,870,119</u>	<u>1,035,295</u>	<u>10,460,958</u>	<u>1,141,861</u>	<u>1,115,386</u>	<u>572,127</u>	<u>64,988</u>
TOTAL ASSETS	<u>\$ 2,513,508</u>	<u>\$ 10,679,765</u>	<u>\$ 5,705,059</u>	<u>\$ 2,892,510</u>	<u>\$ 12,027,434</u>	<u>\$ 2,279,129</u>	<u>\$ 2,296,541</u>	<u>\$ 1,216,099</u>	<u>\$ 608,389</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 35,775	\$ 70,416	\$ 561,934	\$ 231,718	\$ 109,336	\$ 196,525	\$ 207,691	\$ 73,300	\$ 17,551
Accrued expenses	63,131	95,053	167,162	100,234	501,485	88,765	91,534	63,017	29,984
Deferred revenue	-	-	-	-	42,531	22,531	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	-	160,065	-	-	-	-	-	-	-
Intercompany payable	<u>975,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,175,000</u>	<u>600,000</u>	<u>600,000</u>	<u>550,000</u>	<u>-</u>
Total current liabilities	<u>1,073,906</u>	<u>325,534</u>	<u>729,096</u>	<u>331,952</u>	<u>1,828,352</u>	<u>907,821</u>	<u>899,225</u>	<u>686,317</u>	<u>47,535</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	4,503	-	-
Capital lease	-	-	-	-	10,762,307	-	-	-	-
Debt, net	<u>-</u>	<u>3,097,468</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,073,906</u>	<u>3,423,002</u>	<u>729,096</u>	<u>331,952</u>	<u>12,590,659</u>	<u>907,821</u>	<u>903,728</u>	<u>686,317</u>	<u>47,535</u>
NET ASSETS:									
Without donor restrictions	187,778	7,092,819	4,908,267	2,479,773	(591,000)	1,332,174	1,336,619	529,782	560,854
With donor restrictions	<u>1,251,824</u>	<u>163,944</u>	<u>67,696</u>	<u>80,785</u>	<u>27,775</u>	<u>39,134</u>	<u>56,194</u>	<u>-</u>	<u>-</u>
Total net assets	<u>1,439,602</u>	<u>7,256,763</u>	<u>4,975,963</u>	<u>2,560,558</u>	<u>(563,225)</u>	<u>1,371,308</u>	<u>1,392,813</u>	<u>529,782</u>	<u>560,854</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,513,508</u>	<u>\$ 10,679,765</u>	<u>\$ 5,705,059</u>	<u>\$ 2,892,510</u>	<u>\$ 12,027,434</u>	<u>\$ 2,279,129</u>	<u>\$ 2,296,541</u>	<u>\$ 1,216,099</u>	<u>\$ 608,389</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2020

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	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin University Preparatory Academy	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy
CURRENT ASSETS:									
Cash and cash equivalents	\$ 5,007,957	\$ 727,802	\$ 1,198,213	\$ 1,272,886	\$ 909,863	\$ 900,237	\$ 632,722	\$ 766,689	\$ 471,860
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	12,806,466	692,497	1,005,023	507,287	472,283	798,029	690,325	603,871	515,430
Contributions receivable	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	347,313	(4,606)	(6,247)	(3,540)	(3,485)	(7,026)	(3,572)	(4,163)	(3,760)
Intercompany receivable	1,455,200	33,459	10,380	-	4,250	5,400	555,500	603,500	600,000
Total current assets	<u>19,616,936</u>	<u>1,449,152</u>	<u>2,207,369</u>	<u>1,776,633</u>	<u>1,382,911</u>	<u>1,696,640</u>	<u>1,874,975</u>	<u>1,969,897</u>	<u>1,583,530</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	1,000,000	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	548,977	-	-	85,285	87,405	-	-	-	-
Property and equipment, net	<u>37,318,767</u>	<u>14,363,312</u>	<u>15,718,319</u>	<u>294,190</u>	<u>343,590</u>	<u>375,803</u>	<u>105,159</u>	<u>108,822</u>	<u>91,460</u>
TOTAL ASSETS	<u>\$ 58,484,680</u>	<u>\$ 15,812,464</u>	<u>\$ 17,925,688</u>	<u>\$ 2,156,108</u>	<u>\$ 1,813,906</u>	<u>\$ 2,072,443</u>	<u>\$ 1,980,134</u>	<u>\$ 2,078,719</u>	<u>\$ 1,674,990</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 2,086,143	\$ 129,973	\$ 305,765	\$ 78,754	\$ 62,778	\$ 163,897	\$ 153,355	\$ 159,306	\$ 174,433
Accrued expenses	2,081,394	367,295	221,649	390,110	366,412	217,046	160,135	139,701	168,788
Deferred revenue	107,593	-	-	-	-	-	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	160,065	224,274	282,596	-	-	-	-	-	-
Intercompany payable	4,175,000	(12,545)	49,361	-	-	-	-	-	-
Total current liabilities	<u>8,610,195</u>	<u>708,997</u>	<u>859,371</u>	<u>468,864</u>	<u>429,190</u>	<u>380,943</u>	<u>313,490</u>	<u>299,007</u>	<u>343,221</u>
LONG-TERM LIABILITIES:									
Deferred rent	239,281	-	-	-	-	173,146	-	-	-
Capital lease	17,937,179	-	-	-	-	-	-	-	-
Debt, net	3,097,468	7,056,561	7,431,977	-	-	-	-	-	-
Total liabilities	<u>29,884,123</u>	<u>7,765,558</u>	<u>8,291,348</u>	<u>468,864</u>	<u>429,190</u>	<u>554,089</u>	<u>313,490</u>	<u>299,007</u>	<u>343,221</u>
NET ASSETS:									
Without donor restrictions	26,741,138	7,966,301	9,634,340	1,565,559	1,297,662	1,518,354	1,460,837	1,589,637	1,106,174
With donor restrictions	1,859,419	80,605	-	121,685	87,054	-	205,807	190,075	225,595
Total net assets	<u>28,600,557</u>	<u>8,046,906</u>	<u>9,634,340</u>	<u>1,687,244</u>	<u>1,384,716</u>	<u>1,518,354</u>	<u>1,666,644</u>	<u>1,779,712</u>	<u>1,331,769</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 58,484,680</u>	<u>\$ 15,812,464</u>	<u>\$ 17,925,688</u>	<u>\$ 2,156,108</u>	<u>\$ 1,813,906</u>	<u>\$ 2,072,443</u>	<u>\$ 1,980,134</u>	<u>\$ 2,078,719</u>	<u>\$ 1,674,990</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION JUNE 30, 2020

	Aspire Inskip Academy	Aspire Slauson Academy	Aspire Centennial College Preparatory Academy	LA Regional Office	Total LA Region	National Office	Total Aspire Public Schools	Aspire Hanley Middle	Aspire Hanley Elementary
CURRENT ASSETS:									
Cash and cash equivalents	\$ 713,031	\$ 531,697	\$ 800,980	\$ 2,137,912	\$ 11,063,892	\$ (2,690,314)	\$ 21,600,888	\$ 323,832	\$ 531,483
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	532,678	578,978	655,306	40,846	7,092,553	231,442	31,534,447	69,150	224,199
Contributions receivable	-	-	-	-	-	109	1,359	-	-
Prepaid expenses and deposits	(3,871)	(3,338)	(6,047)	13,596	(36,059)	802,653	1,102,780	1,463	3,858
Intercompany receivable	-	477,600	1,375,900	384	3,666,373	1,021,255	7,688,718	7,000	3,700
Total current assets	<u>1,241,838</u>	<u>1,584,937</u>	<u>2,826,139</u>	<u>2,192,738</u>	<u>21,786,759</u>	<u>(634,855)</u>	<u>61,928,192</u>	<u>401,445</u>	<u>763,240</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	-	3,025,502	-	-
Investments	-	-	-	-	-	50,980	50,980	-	-
Deferred rent	-	-	-	-	172,690	-	1,040,503	-	-
Property and equipment, net	67,225	91,165	377,190	23,513	31,959,748	1,184,942	81,087,275	106,776	85,524
TOTAL ASSETS	<u>\$ 1,309,063</u>	<u>\$ 1,676,102</u>	<u>\$ 3,203,329</u>	<u>\$ 2,216,251</u>	<u>\$ 53,919,197</u>	<u>\$ 601,067</u>	<u>\$ 147,132,452</u>	<u>\$ 508,221</u>	<u>\$ 848,764</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 156,089	\$ 157,812	\$ 52,435	\$ 9,091	\$ 1,603,688	\$ 4,555,539	\$ 9,906,352	\$ 77,436	\$ 169,225
Accrued expenses	163,322	103,209	921,382	19,742	3,238,791	1,450,227	8,523,334	3,766	2,941
Deferred revenue	-	-	-	-	-	-	126,762	-	30,000
Line of credit	-	-	-	-	-	3,500,000	3,500,000	-	-
Debt, current	-	-	-	-	506,870	-	766,935	-	-
Intercompany payable	-	-	-	-	36,816	641,427	6,407,866	17,938	35,690
Total current liabilities	<u>319,411</u>	<u>261,021</u>	<u>973,817</u>	<u>28,833</u>	<u>5,386,165</u>	<u>10,147,193</u>	<u>29,231,249</u>	<u>99,140</u>	<u>237,856</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	914,588	-	1,087,734	-	1,327,015	-	-
Capital lease	-	-	-	-	-	-	17,937,179	-	-
Debt, net	-	-	-	-	14,488,538	-	23,983,198	-	-
Total liabilities	<u>319,411</u>	<u>261,021</u>	<u>1,888,405</u>	<u>28,833</u>	<u>20,962,437</u>	<u>10,147,193</u>	<u>72,478,641</u>	<u>99,140</u>	<u>237,856</u>
NET ASSETS:									
Without donor restrictions	739,897	1,190,836	1,216,903	2,187,418	31,473,918	(9,546,126)	68,613,246	409,081	610,908
With donor restrictions	249,755	224,245	98,021	-	1,482,842	-	6,040,565	-	-
Total net assets	<u>989,652</u>	<u>1,415,081</u>	<u>1,314,924</u>	<u>2,187,418</u>	<u>32,956,760</u>	<u>(9,546,126)</u>	<u>74,653,811</u>	<u>409,081</u>	<u>610,908</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,309,063</u>	<u>\$ 1,676,102</u>	<u>\$ 3,203,329</u>	<u>\$ 2,216,251</u>	<u>\$ 53,919,197</u>	<u>\$ 601,067</u>	<u>\$ 147,132,452</u>	<u>\$ 508,221</u>	<u>\$ 848,764</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2020

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	Aspire Coleman Elementary	Aspire East Academy	Tennessee Regional Office	Total Aspire TN, LLC	CFC, Inc.	Aspire Foundation	Eliminations	Total Consolidated
CURRENT ASSETS:								
Cash and cash equivalents	\$ 316,345	\$ 216,304	\$ 395,834	\$ 1,783,798	\$ -	\$ 2,726,816	\$ -	\$ 26,111,502
Restricted cash and cash equivalents	-	-	-	-	3,281,401	-	-	3,281,401
Accounts receivable	239,610	2,883	46,921	582,763	553,750	-	-	32,670,960
Contributions receivable	-	-	1,300,000	1,300,000	-	296,357	-	1,597,716
Prepaid expenses and deposits	4,788	3,192	40,838	54,139	-	-	-	1,156,919
Intercompany receivable	6,350	3,000	94,714	114,764	-	415,266	(8,218,748)	-
Total current assets	567,093	225,379	1,878,307	3,835,464	3,835,151	3,438,439	(8,218,748)	64,818,498
NON-CURRENT ASSETS:								
Restricted cash and cash equivalents	-	-	-	-	6,933,502	-	-	9,959,004
Investments	-	-	-	-	-	-	-	50,980
Deferred rent	-	-	-	-	23,297	-	(1,063,800)	-
Property and equipment, net	480,372	5,105,581	51,307	5,829,560	94,148,946	-	(1,032,128)	180,033,653
Total non-current assets	480,372	5,105,581	51,307	5,829,560	94,148,946	-	(1,032,128)	180,033,653
TOTAL ASSETS	\$ 1,047,465	\$ 5,330,960	\$ 1,929,614	\$ 9,665,024	\$104,940,896	\$ 3,438,439	\$(10,314,676)	\$254,862,135
CURRENT LIABILITIES:								
Accounts payable	\$ 191,605	\$ 126,035	\$ 243,362	\$ 807,663	\$ -	\$ 100,900	\$ -	\$ 10,814,915
Accrued expenses	11,949	20,046	118,327	157,029	2,029,167	-	-	10,709,530
Deferred revenue	-	-	-	30,000	-	-	-	156,762
Line of credit	-	-	-	-	-	-	-	3,500,000
Debt, current	-	134,924	-	134,924	1,775,000	-	-	2,676,859
Intercompany payable	61,697	39,426	183,915	338,666	-	1,472,216	(8,218,748)	-
Total current liabilities	265,251	320,431	545,604	1,468,282	3,804,167	1,573,116	(8,218,748)	27,858,066
LONG-TERM LIABILITIES:								
Deferred rent	-	-	-	-	651,373	-	(1,063,800)	914,588
Capital lease	-	-	-	-	-	-	-	17,937,179
Debt, net	-	4,179,033	-	4,179,033	104,550,334	300,000	-	133,012,565
Total liabilities	265,251	4,499,464	545,604	5,647,315	109,005,874	1,873,116	(9,282,548)	179,722,398
NET ASSETS:								
Without donor restrictions	782,214	831,496	1,034,010	3,667,709	(4,064,978)	1,204,274	(1,032,128)	68,388,123
With donor restrictions	-	-	350,000	350,000	-	361,049	-	6,751,614
Total net assets	782,214	831,496	1,384,010	4,017,709	(4,064,978)	1,565,323	(1,032,128)	75,139,737
TOTAL LIABILITIES AND NET ASSETS	\$ 1,047,465	\$ 5,330,960	\$ 1,929,614	\$ 9,665,024	\$104,940,896	\$ 3,438,439	\$(10,314,676)	\$254,862,135

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Triumph Technology Academy	Aspire Berkley Maynard Academy	Aspire Richmond California College Prep Academy	Aspire Richmond Technology Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT AND REVENUE:									
Private grants and contributions	\$ -	\$ 3,800	\$ 159,769	\$ -	\$ -	\$ 150	\$ 725	\$ 3,800	\$ 5,418
Federal revenue	453,125	435,766	920,343	294,610	442,304	317,296	971,328	500,270	442,814
California state revenue:									
State aid portion of general purpose funding	2,951,662	4,053,021	6,342,705	2,169,916	3,881,332	4,079,124	2,600,855	4,588,912	1,657,949
All other state revenue	492,973	629,573	544,086	359,386	276,857	522,826	454,460	660,379	259,671
Tennessee state revenue:									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	1,030,559	1,325,571	-	714,421	1,413,796	1,571,800	1,048,231	1,495,209	591,985
Interest income	4,461	3,067	24,310	5,171	5,239	106	-	5,502	-
Gain on sale of common stock	-	-	-	-	-	-	-	-	-
All other local revenue	69,371	293,178	11,506	53,804	97,590	155,325	133,566	497,115	82,152
Other revenues	11,343	7,281	122,805	1,298	87,526	9,298	51,698	9,379	10,181
Subtotal	<u>5,013,494</u>	<u>6,751,257</u>	<u>8,125,524</u>	<u>3,598,606</u>	<u>6,204,644</u>	<u>6,655,925</u>	<u>5,260,863</u>	<u>7,760,566</u>	<u>3,050,170</u>
Net assets released from restrictions	365,426	1,046,220	1,360,566	688,191	1,036,983	583,897	473,316	876,404	580,213
Total support and revenue	<u>5,378,920</u>	<u>7,797,477</u>	<u>9,486,090</u>	<u>4,286,797</u>	<u>7,241,627</u>	<u>7,239,822</u>	<u>5,734,179</u>	<u>8,636,970</u>	<u>3,630,383</u>
EXPENSES AND LOSSES									
PROGRAM EXPENSES:									
Educational programs	<u>5,273,586</u>	<u>6,920,476</u>	<u>8,954,962</u>	<u>3,885,500</u>	<u>6,712,423</u>	<u>6,529,534</u>	<u>4,622,830</u>	<u>7,554,940</u>	<u>3,291,214</u>
SUPPORTING SERVICES:									
Site support	-	-	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	2,430,396
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	588,708	796,858	942,237	399,322	762,052	781,392	540,492	886,290	335,955
Total supporting services	<u>588,708</u>	<u>796,858</u>	<u>942,237</u>	<u>399,322</u>	<u>762,052</u>	<u>781,392</u>	<u>540,492</u>	<u>886,290</u>	<u>2,766,351</u>
Total expenses	5,862,294	7,717,334	9,897,199	4,284,822	7,474,475	7,310,926	5,163,322	8,441,230	6,057,565
Contributions to others	-	-	-	-	-	-	-	-	-
Total expenses and losses	<u>5,862,294</u>	<u>7,717,334</u>	<u>9,897,199</u>	<u>4,284,822</u>	<u>7,474,475</u>	<u>7,310,926</u>	<u>5,163,322</u>	<u>8,441,230</u>	<u>6,057,565</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(483,374)</u>	<u>80,143</u>	<u>(411,109)</u>	<u>1,975</u>	<u>(232,848)</u>	<u>(71,104)</u>	<u>570,857</u>	<u>195,740</u>	<u>(2,427,182)</u>
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions									
Federal and state revenue	403,971	1,118,823	1,449,260	737,042	1,119,047	678,892	536,801	961,120	681,241
Return of grant funds	-	-	-	-	-	-	-	-	(2,490,993)
Interfund transfers	(70,313)	(90,213)	(109,847)	(548,850)	(96,408)	(94,995)	(63,485)	(101,816)	(40,431)
Net assets released from restrictions	<u>(365,426)</u>	<u>(1,046,220)</u>	<u>(1,360,566)</u>	<u>(688,191)</u>	<u>(1,036,983)</u>	<u>(583,897)</u>	<u>(473,316)</u>	<u>(876,404)</u>	<u>(580,213)</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(31,768)</u>	<u>(17,610)</u>	<u>(21,153)</u>	<u>(499,999)</u>	<u>(14,344)</u>	<u>-</u>	<u>-</u>	<u>(17,100)</u>	<u>(2,430,396)</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(515,142)</u>	<u>62,533</u>	<u>(432,262)</u>	<u>(498,024)</u>	<u>(247,192)</u>	<u>(71,104)</u>	<u>570,857</u>	<u>178,640</u>	<u>(4,857,578)</u>
NET ASSETS - Beginning of Year	<u>2,004,197</u>	<u>2,225,335</u>	<u>7,885,782</u>	<u>1,683,401</u>	<u>2,551,203</u>	<u>953,173</u>	<u>805,438</u>	<u>4,779,563</u>	<u>3,694,303</u>
NET ASSETS - End of Year	<u>\$ 1,489,055</u>	<u>\$ 2,287,868</u>	<u>\$ 7,453,520</u>	<u>\$ 1,185,377</u>	<u>\$ 2,304,011</u>	<u>\$ 882,069</u>	<u>\$ 1,376,295</u>	<u>\$ 4,958,203</u>	<u>\$ (1,163,275)</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	Aspire College Academy	Bay Area Regional Office	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 Benjamin Holt Middle School
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT AND REVENUE:									
Private grants and contributions	\$ -	\$ -	\$ 173,662	\$ 14,272	\$ -	\$ -	\$ -	\$ -	\$ 140
Federal revenue	231,671	-	5,009,527	198,343	282,554	300,189	288,090	201,636	281,515
California state revenue:									
State aid portion of general purpose funding	2,238,196	-	34,563,672	2,523,097	3,364,631	3,331,416	3,008,841	3,852,711	3,648,957
All other state revenue	310,483	-	4,510,694	150,092	435,864	399,366	408,791	371,200	479,099
Tennessee state revenue:									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	724,061	-	9,915,633	754,749	447,026	394,187	781,703	964,982	1,047,809
Interest income	4,025	4,773	56,654	4,983	441	2,943	3,590	8,446	6,158
Gain on sale of common stock	-	-	-	-	-	-	-	-	-
All other local revenue	48,215	-	1,441,822	22,003	23,903	2,471	19,351	3,924	7,268
Other revenues	12,880	5,800	329,489	71,666	11,160	41,884	35,365	36,733	58,417
Subtotal	<u>3,569,531</u>	<u>10,573</u>	<u>56,001,153</u>	<u>3,739,205</u>	<u>4,565,579</u>	<u>4,472,456</u>	<u>4,545,731</u>	<u>5,439,632</u>	<u>5,529,363</u>
Net assets released from restrictions	683,958	84,268	7,779,442	408,915	175,928	500,974	344,056	434,779	72,374
Total support and revenue	<u>4,253,489</u>	<u>94,841</u>	<u>63,780,595</u>	<u>4,148,120</u>	<u>4,741,507</u>	<u>4,973,430</u>	<u>4,889,787</u>	<u>5,874,411</u>	<u>5,601,737</u>
EXPENSES AND LOSSES									
PROGRAM EXPENSES:									
Educational programs	4,005,131	938,201	58,688,797	3,819,904	4,626,268	4,801,322	4,287,914	5,192,342	4,531,676
SUPPORTING SERVICES:									
Site support	-	57,287	57,287	-	-	-	-	-	-
Development and expansion	-	-	2,430,396	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	57,287	57,287	-	-	-	-	-	-
Cost allocations	395,062	(1,788,497)	4,639,871	455,086	500,047	528,838	542,509	651,669	601,564
Total supporting services	<u>395,062</u>	<u>(1,673,923)</u>	<u>7,184,841</u>	<u>455,086</u>	<u>500,047</u>	<u>528,838</u>	<u>542,509</u>	<u>651,669</u>	<u>601,564</u>
Total expenses	4,400,193	(735,722)	65,873,638	4,274,990	5,126,315	5,330,160	4,830,423	5,844,011	5,133,240
Contributions to others	-	-	-	-	-	-	-	-	-
Total expenses and losses	4,400,193	(735,722)	65,873,638	4,274,990	5,126,315	5,330,160	4,830,423	5,844,011	5,133,240
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(146,704)</u>	<u>830,563</u>	<u>(2,093,043)</u>	<u>(126,870)</u>	<u>(384,808)</u>	<u>(356,730)</u>	<u>59,364</u>	<u>30,400</u>	<u>468,497</u>
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	-
Federal and state revenue	733,395	-	8,419,592	422,106	241,309	549,621	367,390	503,730	170,024
Return of grant funds	-	-	(2,490,993)	-	-	(38)	-	-	-
Interfund transfers	(549,437)	-	(1,765,795)	(70,336)	(65,381)	(71,291)	(72,852)	(89,929)	(97,649)
Net assets released from restrictions	(683,958)	(84,268)	(7,779,442)	(408,915)	(175,928)	(500,974)	(344,056)	(434,779)	(72,374)
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(500,000)</u>	<u>(84,268)</u>	<u>(3,616,638)</u>	<u>(57,145)</u>	<u>-</u>	<u>(22,682)</u>	<u>(49,518)</u>	<u>(20,978)</u>	<u>1</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(646,704)</u>	<u>746,295</u>	<u>(5,709,681)</u>	<u>(184,015)</u>	<u>(384,808)</u>	<u>(379,412)</u>	<u>9,846</u>	<u>9,422</u>	<u>468,498</u>
NET ASSETS - Beginning of Year	<u>1,427,640</u>	<u>342,266</u>	<u>28,352,301</u>	<u>2,083,741</u>	<u>422,939</u>	<u>1,532,816</u>	<u>1,575,219</u>	<u>2,570,552</u>	<u>1,351,341</u>
NET ASSETS - End of Year	<u>\$ 780,936</u>	<u>\$ 1,088,561</u>	<u>\$ 22,642,620</u>	<u>\$ 1,899,726</u>	<u>\$ 38,131</u>	<u>\$ 1,153,404</u>	<u>\$ 1,585,065</u>	<u>\$ 2,579,974</u>	<u>\$ 1,819,839</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	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 Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Central Valley Regional Office
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT AND REVENUE:									
Private grants and contributions	\$ -	\$ -	\$ 4,950	\$ 1,000	\$ 110	\$ -	\$ -	\$ -	\$ 1
Federal revenue	350,987	410,810	1,882,452	297,964	236,026	408,759	375,591	281,454	-
California state revenue:									
State aid portion of general purpose funding	1,497,791	3,390,277	6,274,658	3,305,726	3,131,054	2,702,644	3,372,344	2,525,366	-
All other state revenue	219,028	217,325	855,610	524,321	620,513	489,329	545,780	271,586	-
Tennessee state revenue:									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	466,543	516,718	982,488	552,006	1,302,533	974,105	1,146,621	401,574	-
Interest income	1,954	9,693	9,462	10,778	1,131	-	-	1,848	3,212
Gain on sale of common stock	-	-	-	-	-	-	-	-	-
All other local revenue	-	3,779	17,341	5,233	25,938	3,634	3,779	2,326	-
Other revenues	6,785	36,428	42,826	57,026	76,840	9,042	34,290	11,454	46,634
Subtotal	<u>2,543,088</u>	<u>4,585,030</u>	<u>10,069,787</u>	<u>4,754,054</u>	<u>5,394,145</u>	<u>4,587,513</u>	<u>5,478,405</u>	<u>3,495,608</u>	<u>49,847</u>
Net assets released from restrictions	225,118	287,461	601,457	333,990	372,709	535,967	934,136	481,599	-
Total support and revenue	<u>2,768,206</u>	<u>4,872,491</u>	<u>10,671,244</u>	<u>5,088,044</u>	<u>5,766,854</u>	<u>5,123,480</u>	<u>6,412,541</u>	<u>3,977,207</u>	<u>49,847</u>
EXPENSES AND LOSSES									
PROGRAM EXPENSES:									
Educational programs	<u>3,091,521</u>	<u>4,401,211</u>	<u>8,356,826</u>	<u>4,746,794</u>	<u>5,750,223</u>	<u>4,640,224</u>	<u>5,513,087</u>	<u>3,639,312</u>	<u>1,974,686</u>
SUPPORTING SERVICES:									
Site support	-	-	-	-	-	-	-	-	40,605
Development and expansion	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	40,605
Cost allocations	73,548	541,189	1,035,131	540,673	625,402	538,606	655,715	428,934	(1,806,748)
Total supporting services	<u>73,548</u>	<u>541,189</u>	<u>1,035,131</u>	<u>540,673</u>	<u>625,402</u>	<u>538,606</u>	<u>655,715</u>	<u>428,934</u>	<u>(1,725,538)</u>
Total expenses	3,165,069	4,942,400	9,391,957	5,287,467	6,375,625	5,178,830	6,168,802	4,068,246	249,148
Contributions to others	-	-	-	-	-	-	-	-	-
Total expenses and losses	<u>3,165,069</u>	<u>4,942,400</u>	<u>9,391,957</u>	<u>5,287,467</u>	<u>6,375,625</u>	<u>5,178,830</u>	<u>6,168,802</u>	<u>4,068,246</u>	<u>249,148</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(396,863)</u>	<u>(69,909)</u>	<u>1,279,287</u>	<u>(199,423)</u>	<u>(608,771)</u>	<u>(55,350)</u>	<u>243,739</u>	<u>(91,039)</u>	<u>(199,301)</u>
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	-
Federal and state revenue	261,418	356,443	729,034	389,128	457,359	442,494	876,978	332,249	-
Return of grant funds	-	-	-	-	-	-	-	-	-
Interfund transfers	963,700	(68,982)	(131,167)	(73,693)	(84,649)	(73,310)	(86,432)	(53,611)	-
Net assets released from restrictions	<u>(225,118)</u>	<u>(287,461)</u>	<u>(601,457)</u>	<u>(333,990)</u>	<u>(372,709)</u>	<u>(535,967)</u>	<u>(934,136)</u>	<u>(481,599)</u>	<u>-</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>1,000,000</u>	<u>-</u>	<u>(3,590)</u>	<u>(18,555)</u>	<u>1</u>	<u>(166,783)</u>	<u>(143,590)</u>	<u>(202,961)</u>	<u>-</u>
INCREASE (DECREASE) IN NET ASSETS	603,137	(69,909)	1,275,697	(217,978)	(608,770)	(222,133)	100,149	(294,000)	(199,301)
NET ASSETS - Beginning of Year	836,465	7,326,672	3,700,266	2,778,536	45,545	1,593,441	1,292,664	823,782	760,155
NET ASSETS - End of Year	<u>\$ 1,439,602</u>	<u>\$ 7,256,763</u>	<u>\$ 4,975,963</u>	<u>\$ 2,560,558</u>	<u>\$ (563,225)</u>	<u>\$ 1,371,308</u>	<u>\$ 1,392,813</u>	<u>\$ 529,782</u>	<u>\$ 560,854</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT AND REVENUE:									
Private grants and contributions	\$ 20,473	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 506	\$ -	\$ -
Federal revenue	5,796,370	521,621	624,500	399,236	387,406	505,110	538,016	548,501	519,530
California state revenue:									
State aid portion of general purpose funding	45,929,513	2,966,234	4,358,815	2,349,191	2,304,973	4,439,447	2,691,687	2,743,883	2,630,654
All other state revenue	5,987,904	181,961	264,223	384,661	368,148	572,242	177,581	176,786	190,639
Tennessee state revenue:									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	10,733,044	1,231,011	1,609,895	971,315	960,690	1,698,148	1,133,856	1,161,159	1,102,004
Interest income	64,639	-	-	8,225	5,973	998	8,182	8,694	5,803
Gain on sale of common stock	-	-	-	-	-	-	-	-	-
All other local revenue	140,950	2,035	3,634	10,584	10,584	59,307	3,488	1,744	2,616
Other revenues	576,550	13,669	51,579	4,919	375	44,205	4,020	17,136	19,115
Subtotal	<u>69,249,443</u>	<u>4,916,531</u>	<u>6,912,646</u>	<u>4,128,131</u>	<u>4,038,149</u>	<u>7,319,457</u>	<u>4,557,336</u>	<u>4,657,903</u>	<u>4,470,361</u>
Net assets released from restrictions	5,709,463	681,287	869,118	522,167	639,172	946,461	502,681	640,561	515,747
Total support and revenue	<u>74,958,906</u>	<u>5,597,818</u>	<u>7,781,764</u>	<u>4,650,298</u>	<u>4,677,321</u>	<u>8,265,918</u>	<u>5,060,017</u>	<u>5,298,464</u>	<u>4,986,108</u>
EXPENSES AND LOSSES									
PROGRAM EXPENSES:									
Educational programs	<u>69,373,310</u>	<u>5,179,229</u>	<u>6,927,434</u>	<u>4,127,859</u>	<u>4,147,472</u>	<u>6,888,824</u>	<u>4,566,625</u>	<u>4,714,912</u>	<u>4,460,313</u>
SUPPORTING SERVICES:									
Site support	40,605	-	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	40,605	-	-	-	-	-	-	-	-
Cost allocations	5,912,163	629,693	874,744	531,258	519,505	927,901	616,867	623,541	604,158
Total supporting services	<u>5,993,373</u>	<u>629,693</u>	<u>874,744</u>	<u>531,258</u>	<u>519,505</u>	<u>927,901</u>	<u>616,867</u>	<u>623,541</u>	<u>604,158</u>
Total expenses	75,366,683	5,808,922	7,802,178	4,659,117	4,666,977	7,816,725	5,183,492	5,338,453	5,064,471
Contributions to others	-	-	-	-	-	-	-	-	-
Total expenses and losses	<u>75,366,683</u>	<u>5,808,922</u>	<u>7,802,178</u>	<u>4,659,117</u>	<u>4,666,977</u>	<u>7,816,725</u>	<u>5,183,492</u>	<u>5,338,453</u>	<u>5,064,471</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(407,777)</u>	<u>(211,104)</u>	<u>(20,414)</u>	<u>(8,819)</u>	<u>10,344</u>	<u>449,193</u>	<u>(123,475)</u>	<u>(39,989)</u>	<u>(78,363)</u>
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	-
Federal and state revenue	6,099,283	690,577	945,413	462,715	556,429	1,034,989	480,618	620,342	529,847
Return of grant funds	(38)	-	-	-	-	-	-	-	-
Interfund transfers	(75,582)	(46,634)	(94,602)	(57,264)	(56,600)	(100,115)	(66,750)	(68,395)	(64,911)
Net assets released from restrictions	<u>(5,709,463)</u>	<u>(681,287)</u>	<u>(869,118)</u>	<u>(522,167)</u>	<u>(639,172)</u>	<u>(946,461)</u>	<u>(502,681)</u>	<u>(640,561)</u>	<u>(515,747)</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>314,200</u>	<u>(37,344)</u>	<u>(18,307)</u>	<u>(116,716)</u>	<u>(139,343)</u>	<u>(11,587)</u>	<u>(88,813)</u>	<u>(88,614)</u>	<u>(50,811)</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(93,577)</u>	<u>(248,448)</u>	<u>(38,721)</u>	<u>(125,535)</u>	<u>(128,999)</u>	<u>437,606</u>	<u>(212,288)</u>	<u>(128,603)</u>	<u>(129,174)</u>
NET ASSETS - Beginning of Year	<u>28,694,134</u>	<u>8,295,354</u>	<u>9,673,061</u>	<u>1,812,779</u>	<u>1,513,715</u>	<u>1,080,748</u>	<u>1,878,932</u>	<u>1,908,315</u>	<u>1,460,943</u>
NET ASSETS - End of Year	<u>\$ 28,600,557</u>	<u>\$ 8,046,906</u>	<u>\$ 9,634,340</u>	<u>\$ 1,687,244</u>	<u>\$ 1,384,716</u>	<u>\$ 1,518,354</u>	<u>\$ 1,666,644</u>	<u>\$ 1,779,712</u>	<u>\$ 1,331,769</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Prep Academy	LA Regional Office	Total LA Region	National Office	Total Aspire Public Schools	Aspire Hanley Middle	Aspire Hanley Elementary
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT AND REVENUE:									
Private grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ 506	\$ (19,667)	\$ 174,974	\$ -	\$ -
Federal revenue	510,763	489,188	558,579	-	5,602,450	171,997	16,580,344	432,016	923,889
California state revenue:									
State aid portion of general purpose funding	2,706,472	2,392,574	3,839,080	-	33,423,010	-	113,916,195	-	-
All other state revenue	177,794	187,499	536,311	-	3,217,845	8	13,716,451	-	-
Tennessee state revenue:									
Basic education program funding	-	-	-	-	-	-	-	2,245,550	4,955,601
All other state revenue	-	-	-	-	-	-	-	41,661	129,330
Local revenue:									
Cash in-lieu of property taxes	1,123,336	995,150	1,559,442	-	13,546,006	-	34,194,683	-	-
Interest income	1,501	5,971	12,494	10,232	68,073	1,175	190,541	11,242	11,869
Gain on sale of common stock	-	-	-	-	-	32,246	32,246	-	-
All other local revenue	2,471	2,616	33,158	-	132,237	698,083	2,413,092	-	-
Other revenues	9,762	5,035	12,060	-	181,875	183,755	1,271,669	3,602	7,215
Subtotal	<u>4,532,099</u>	<u>4,078,033</u>	<u>6,551,124</u>	<u>10,232</u>	<u>56,172,002</u>	<u>1,067,597</u>	<u>182,490,195</u>	<u>2,734,071</u>	<u>6,027,904</u>
Net assets released from restrictions	552,780	497,537	530,775	-	6,898,286	2,613,417	23,000,608	422,258	151,554
Total support and revenue	<u>5,084,879</u>	<u>4,575,570</u>	<u>7,081,899</u>	<u>10,232</u>	<u>63,070,288</u>	<u>3,681,014</u>	<u>205,490,803</u>	<u>3,156,329</u>	<u>6,179,458</u>
EXPENSES AND LOSSES									
PROGRAM EXPENSES:									
Educational programs	<u>4,395,425</u>	<u>4,039,603</u>	<u>6,532,290</u>	<u>1,484,365</u>	<u>57,464,351</u>	<u>6,830,291</u>	<u>192,356,749</u>	<u>2,572,339</u>	<u>5,489,604</u>
SUPPORTING SERVICES:									
Site support	-	-	-	107,538	107,538	10,054,900	10,260,330	-	-
Development and expansion	-	-	-	-	-	476,105	2,906,501	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	107,538	107,538	3,188,369	3,393,799	-	-
Cost allocations	614,563	549,993	816,156	(2,203,075)	5,105,304	(15,657,338)	-	319,489	702,393
Total supporting services	<u>614,563</u>	<u>549,993</u>	<u>816,156</u>	<u>(1,987,999)</u>	<u>5,320,380</u>	<u>(1,937,964)</u>	<u>16,560,630</u>	<u>319,489</u>	<u>702,393</u>
Total expenses	5,009,988	4,589,596	7,348,446	(503,634)	62,784,731	4,892,327	208,917,379	2,891,828	6,191,997
Contributions to others	-	-	-	-	-	-	-	660,297	1,035,578
Total expenses and losses	<u>5,009,988</u>	<u>4,589,596</u>	<u>7,348,446</u>	<u>(503,634)</u>	<u>62,784,731</u>	<u>4,892,327</u>	<u>208,917,379</u>	<u>3,552,125</u>	<u>7,227,575</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>74,891</u>	<u>(14,026)</u>	<u>(266,547)</u>	<u>513,866</u>	<u>285,557</u>	<u>(1,211,313)</u>	<u>(3,426,576)</u>	<u>(395,796)</u>	<u>(1,048,117)</u>
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	120,000
Federal and state revenue	592,231	505,412	567,427	-	6,986,000	-	21,504,875	-	-
Return of grant funds	-	-	-	-	-	-	(2,491,031)	-	-
Interfund transfers	(66,214)	(58,685)	(91,870)	-	(772,040)	2,613,417	-	-	-
Net assets released from restrictions	(552,780)	(497,537)	(530,775)	-	(6,898,286)	(2,613,417)	(23,000,608)	(422,258)	(151,554)
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(26,763)</u>	<u>(50,810)</u>	<u>(55,218)</u>	<u>-</u>	<u>(684,326)</u>	<u>-</u>	<u>(3,986,764)</u>	<u>(422,258)</u>	<u>(31,554)</u>
INCREASE (DECREASE) IN NET ASSETS	48,128	(64,836)	(321,765)	513,866	(398,769)	(1,211,313)	(7,413,340)	(818,054)	(1,079,671)
NET ASSETS - Beginning of Year	941,524	1,479,917	1,636,689	1,673,552	33,355,529	(8,334,813)	82,067,151	1,227,135	1,690,579
NET ASSETS - End of Year	<u>\$ 989,652</u>	<u>\$ 1,415,081</u>	<u>\$ 1,314,924</u>	<u>\$ 2,187,418</u>	<u>\$ 32,956,760</u>	<u>\$ (9,546,126)</u>	<u>\$ 74,653,811</u>	<u>\$ 409,081</u>	<u>\$ 610,908</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2020

	Aspire Coleman Elementary	Aspire East Academy	Tennessee Regional Office	Total Aspire TN, LLC	CFC, Inc.	Aspire Foundation	Eliminations	Total Consolidated
NET ASSETS WITHOUT DONOR RESTRICTIONS:								
SUPPORT AND REVENUE:								
Private grants and contributions	\$ -	\$ -	\$ 2,356,100	\$ 2,356,100	\$ -	\$ 2,581,013	\$ -	\$ 5,112,087
Federal revenue	985,612	353,647	-	2,695,164	-	-	-	19,275,508
California state revenue:								-
State aid portion of general purpose funding	-	-	-	-	-	-	-	113,916,195
All other state revenue	-	-	-	-	-	-	-	13,716,451
Tennessee state revenue:								-
Basic education program funding	6,172,237	3,388,001	-	16,761,389	-	-	-	16,761,389
All other state revenue	92,088	78,632	-	341,711	-	-	-	341,711
Local revenue:								-
Cash in-lieu of property taxes	-	-	-	-	-	-	-	34,194,683
Interest income	7,318	7,579	5,119	43,127	128,669	-	-	362,337
Gain on sale of common stock	-	-	-	-	-	-	-	32,246
All other local revenue	-	-	-	-	-	-	(698,073)	1,715,019
Other revenues	11,872	25,551	349	48,589	6,713,760	-	(6,644,523)	1,389,495
Subtotal	7,269,127	3,853,410	2,361,568	22,246,080	6,842,429	2,581,013	(7,342,596)	206,817,121
Net assets released from restrictions	91,869	440,038	552,665	1,658,384	-	1,215,218	-	25,874,210
Total support and revenue	<u>7,360,996</u>	<u>4,293,448</u>	<u>2,914,233</u>	<u>23,904,464</u>	<u>6,842,429</u>	<u>3,796,231</u>	<u>(7,342,596)</u>	<u>232,691,331</u>
EXPENSES AND LOSSES								
PROGRAM EXPENSES:								
Educational programs	<u>6,265,184</u>	<u>3,853,078</u>	<u>835,713</u>	<u>19,015,918</u>	<u>8,127,084</u>	<u>273,724</u>	<u>(7,342,596)</u>	<u>212,430,879</u>
SUPPORTING SERVICES:								
Site support	-	-	2,194,995	2,194,995	-	-	-	12,455,325
Development and expansion	-	-	-	-	-	-	-	2,906,501
Fundraising	-	-	-	-	-	2,078,944	-	2,078,944
Administration and general	-	-	707,996	707,996	-	239,289	-	4,341,084
Cost allocations	870,954	474,961	(2,367,797)	-	-	-	-	-
Total supporting services	<u>870,954</u>	<u>474,961</u>	<u>535,194</u>	<u>2,902,991</u>	<u>-</u>	<u>2,318,233</u>	<u>-</u>	<u>21,781,854</u>
Total expenses	7,136,138	4,328,039	1,370,907	21,918,909	8,127,084	2,591,957	(7,342,596)	234,212,733
Contributions to others	<u>830,702</u>	<u>456,135</u>	<u>522,288</u>	<u>3,505,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,505,000</u>
Total expenses and losses	7,966,840	4,784,174	1,893,195	25,423,909	8,127,084	2,591,957	(7,342,596)	237,717,733
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(605,844)</u>	<u>(490,726)</u>	<u>1,021,038</u>	<u>(1,519,445)</u>	<u>(1,284,655)</u>	<u>1,204,274</u>	<u>-</u>	<u>(5,026,402)</u>
NET ASSETS WITH DONOR RESTRICTIONS:								
Private grants and contributions	-	-	459,000	579,000	-	1,576,267	-	2,155,267
Federal and state revenue	-	-	-	-	-	-	-	21,504,875
Return of grant funds	-	-	-	-	-	-	-	(2,491,031)
Interfund transfers	-	-	-	-	-	-	-	-
Net assets released from restrictions	<u>(91,869)</u>	<u>(440,038)</u>	<u>(552,665)</u>	<u>(1,658,384)</u>	<u>-</u>	<u>(1,215,218)</u>	<u>-</u>	<u>(25,874,210)</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(91,869)</u>	<u>(440,038)</u>	<u>(93,665)</u>	<u>(1,079,384)</u>	<u>-</u>	<u>361,049</u>	<u>-</u>	<u>(4,705,099)</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(697,713)</u>	<u>(930,764)</u>	<u>927,373</u>	<u>(2,598,829)</u>	<u>(1,284,655)</u>	<u>1,565,323</u>	<u>-</u>	<u>(9,731,501)</u>
NET ASSETS - Beginning of Year	<u>1,479,927</u>	<u>1,762,260</u>	<u>456,637</u>	<u>6,616,538</u>	<u>(2,780,323)</u>	<u>-</u>	<u>(1,032,128)</u>	<u>84,871,238</u>
NET ASSETS - End of Year	<u>\$ 782,214</u>	<u>\$ 831,496</u>	<u>\$ 1,384,010</u>	<u>\$ 4,017,709</u>	<u>\$ (4,064,978)</u>	<u>\$ 1,565,323</u>	<u>\$ (1,032,128)</u>	<u>\$ 75,139,737</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2020

Program Expenses

	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Triumph Technology Academy	Aspire Berkley Maynard Academy	Richmond California College Prep Academy	Aspire Richmond Technology Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy	Aspire College Academy
Salaries and wages	\$ 2,708,338	\$ 3,960,386	\$ 4,603,673	\$ 2,258,268	\$ 3,743,671	\$ 3,728,205	\$ 2,515,406	\$ 4,282,511	\$ 2,015,724	\$ 2,305,440
Employee benefits	889,827	1,277,297	1,630,766	734,789	1,350,460	1,257,454	775,436	1,353,989	685,131	752,316
Books and supplies	261,800	344,438	275,813	187,256	237,643	193,531	195,985	216,241	116,858	114,638
Rents and occupancy	562,583	801,175	1,066,281	385,353	575,867	854,469	613,855	938,448	275,478	392,107
Professional services	324,642	445,986	1,006,168	283,939	501,946	390,790	356,216	537,524	177,304	403,692
Bonds and loan interest	-	-	-	-	-	2,050	2,050	-	-	-
Depreciation and amortization	514,745	74,011	326,955	22,921	285,639	84,891	149,218	209,058	11,318	23,685
Travel and meetings	11,527	16,996	44,739	12,970	16,849	17,739	13,058	17,149	9,313	13,242
Other expenses	124	187	567	4	348	405	1,606	20	88	11
Total	<u>\$ 5,273,586</u>	<u>\$ 6,920,476</u>	<u>\$ 8,954,962</u>	<u>\$ 3,885,500</u>	<u>\$ 6,712,423</u>	<u>\$ 6,529,534</u>	<u>\$ 4,622,830</u>	<u>\$ 7,554,940</u>	<u>\$ 3,291,214</u>	<u>\$ 4,005,131</u>

Program Expenses

	Bay Area Regional Office	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 Benjamin Holt Middle School	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy
Salaries and wages	\$ 489,065	\$ 32,610,687	\$ 2,168,165	\$ 2,217,767	\$ 2,630,690	\$ 2,263,106	\$ 2,645,450	\$ 2,415,543	\$ 1,565,545	\$ 2,357,862	\$ 4,158,883
Employee benefits	223,933	10,931,398	775,906	786,555	842,267	811,768	994,911	899,334	533,528	811,799	1,523,480
Books and supplies	41,130	2,185,333	196,076	225,649	265,826	246,176	482,154	262,005	162,274	289,006	756,872
Rents and occupancy	-	6,465,616	349,175	212,630	509,071	605,575	767,880	675,152	221,467	206,168	1,219,407
Professional services	113,506	4,541,713	239,841	168,943	264,639	276,660	200,462	191,703	196,018	250,368	566,260
Bonds and loan interest	-	4,100	-	744,442	-	-	-	-	-	71,768	-
Depreciation and amortization	-	1,702,441	71,520	250,989	249,690	64,855	69,311	60,586	382,781	385,752	66,699
Travel and meetings	70,567	244,149	18,516	18,894	38,409	19,382	31,710	26,501	29,844	28,298	65,121
Other expenses	-	3,360	705	399	730	392	464	852	64	190	104
Total	<u>\$ 938,201</u>	<u>\$ 58,688,797</u>	<u>\$ 3,819,904</u>	<u>\$ 4,626,268</u>	<u>\$ 4,801,322</u>	<u>\$ 4,287,914</u>	<u>\$ 5,192,342</u>	<u>\$ 4,531,676</u>	<u>\$ 3,091,521</u>	<u>\$ 4,401,211</u>	<u>\$ 8,356,826</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2020

Program Expenses

	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep	Alexander Twilight Secondary Academy	Aspire APEX Academy	Central Valley Regional Office	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Junior Collegiate Academy	Aspire Titan Academy
Salaries and wages	\$ 2,605,194	\$ 2,593,250	\$ 2,310,205	\$ 2,722,911	\$ 2,001,395	\$ 958,255	\$ 35,614,221	\$ 2,768,077	\$ 3,796,079	\$ 2,238,689	\$ 2,298,056
Employee benefits	955,948	948,699	874,749	980,381	721,859	375,651	12,836,835	1,037,564	1,365,781	855,016	860,741
Books and supplies	335,061	282,213	302,904	404,115	242,060	88,248	4,540,639	141,019	254,536	178,165	120,969
Rents and occupancy	605,368	211,137	701,722	769,333	322,818	-	7,376,903	172,246	194,868	507,054	527,414
Professional services	201,414	213,344	324,471	473,969	217,728	392,992	4,178,812	404,867	511,300	303,333	289,913
Bonds and loan interest	-	1,116,651	-	6,300	-	-	1,939,161	123,474	157,062	-	-
Depreciation and amortization	31,564	361,655	85,783	87,865	77,314	-	2,246,364	517,280	601,448	25,747	38,053
Travel and meetings	11,879	22,988	40,305	68,080	56,043	159,450	635,420	13,361	45,004	19,827	12,326
Other expenses	366	286	85	133	95	90	4,955	1,341	1,356	28	-
Total	<u>\$ 4,746,794</u>	<u>\$ 5,750,223</u>	<u>\$ 4,640,224</u>	<u>\$ 5,513,087</u>	<u>\$ 3,639,312</u>	<u>\$ 1,974,686</u>	<u>\$ 69,373,310</u>	<u>\$ 5,179,229</u>	<u>\$ 6,927,434</u>	<u>\$ 4,127,859</u>	<u>\$ 4,147,472</u>

Program Expenses

	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Prep Academy	LA Regional Office	Total LA Region	National Office	Aspire Public Schools Program Expenses
Salaries and wages	\$ 3,850,017	\$ 2,729,518	\$ 2,804,222	\$ 2,763,747	\$ 2,684,584	\$ 2,406,859	\$ 3,586,118	\$ 764,443	\$ 32,690,409	\$ 4,324,586	105,239,903
Employee benefits	1,325,408	957,995	1,014,231	941,706	959,063	832,062	1,509,261	283,236	11,942,064	1,427,197	37,137,494
Books and supplies	308,534	251,475	248,911	231,876	201,708	216,726	256,666	144,774	2,555,359	282,808	9,564,139
Rents and occupancy	887,450	178,338	178,011	136,651	135,548	134,048	658,166	-	3,709,794	-	17,552,313
Professional services	440,836	391,179	408,221	352,940	365,563	389,716	439,247	225,079	4,522,194	432,036	13,674,755
Bonds and loan interest	-	-	-	-	-	-	-	-	280,536	8,665	2,232,462
Depreciation and amortization	52,961	11,686	12,859	5,218	2,812	2,855	63,114	-	1,334,033	-	5,282,838
Travel and meetings	23,602	46,429	48,445	28,175	46,147	57,337	19,697	66,823	427,173	277,084	1,583,826
Other expenses	16	5	12	-	-	-	21	10	2,789	77,915	89,019
Total	<u>\$ 6,888,824</u>	<u>\$ 4,566,625</u>	<u>\$ 4,714,912</u>	<u>\$ 4,460,313</u>	<u>\$ 4,395,425</u>	<u>\$ 4,039,603</u>	<u>\$ 6,532,290</u>	<u>\$ 1,484,365</u>	<u>\$ 57,464,351</u>	<u>\$ 6,830,291</u>	<u>\$ 192,356,749</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2020

	Program Expenses									Supporting Services		
	Aspire Hanley School #1	Aspire Hanley School #2	Aspire Coleman Elementary School	Aspire East Academy	TN Regional Office	Total Aspire TN, LLC Program Expenses	CFC Inc.	Aspire Foundation	Eliminations	Total Program Expenses	Aspire Foundation Fundraising	Administrative and general
Salaries and wages	\$ 1,340,828	\$ 2,699,396	\$ 3,232,811	\$ 1,732,207	\$ 340,677	\$ 9,345,919	\$ -	\$ -	\$ -	\$ 114,585,822	\$ 1,037,045	\$ 115,227
Employee benefits	424,928	892,547	1,117,133	645,481	118,640	3,198,729	-	-	-	40,336,223	643,953	71,550
Books and supplies	126,198	288,356	333,395	207,302	27,171	982,422	-	-	-	10,546,561	69,528	7,725
Rents and occupancy	220,076	453,311	404,723	257,712	-	1,335,822	-	-	(6,644,523)	12,243,612	2,822	314
Professional services	379,792	1,081,476	974,594	519,171	336,033	3,291,066	204,209	-	(698,073)	16,471,957	325,596	36,177
Bonds and loan interest	-	-	-	247,695	3	247,698	4,534,335	-	-	7,014,495	-	-
Depreciation and amortization	71,645	66,055	134,809	175,933	-	448,442	3,388,540	-	-	9,119,820	-	-
Travel and meetings	8,872	8,433	18,163	10,386	13,189	59,043	-	74,664	-	1,717,533	-	8,296
Write-off of development costs	-	-	-	-	-	-	-	-	-	-	-	-
Other expenses	-	30	49,556	57,191	-	106,777	-	199,060	-	394,856	-	-
Total	\$ 2,572,339	\$ 5,489,604	\$ 6,265,184	\$ 3,853,078	\$ 835,713	\$ 19,015,918	\$ 8,127,084	\$ 273,724	\$ (7,342,596)	\$ 212,430,879	\$ 2,078,944	\$ 239,289

	Supporting Services											
	Aspire Foundation	Aspire Public Schools				Aspire TN LLC				CFC Inc	Eliminations	Total Supporting Services
Total Aspire Foundation Supporting Services	Site support	Development and expansion	Administrative and general	Total Aspire Public Schools Supporting Services	Site support	Development and expansion	Administrative and general	Total Aspire TN LLC Supporting Services				
Salaries and wages	\$ 1,152,272	\$ 4,840,982	\$ 205,589	\$ 1,390,347	\$ 6,436,918	\$ 1,102,800	\$ -	\$ 315,086	\$ 1,417,886	\$ -	\$ -	\$ 9,007,076
Employee benefits	715,503	1,871,579	56,923	536,380	2,464,882	338,772	-	96,792	435,564	-	-	3,615,949
Books and supplies	77,253	656,746	104,583	187,756	949,085	137,843	-	39,384	177,227	-	-	1,203,565
Rents and occupancy	3,136	553,753	4,377	553,753	1,111,883	101,530	-	101,530	203,060	-	-	1,318,079
Professional services	361,773	1,483,970	98,072	424,547	2,006,589	448,254	-	128,073	576,327	-	-	2,944,689
Bonds and loan interest	-	60,656	-	17,330	77,986	21	-	6	27	-	-	78,013
Depreciation and amortization	-	82,499	803	74,863	158,165	11,665	-	11,665	23,330	-	-	181,495
Travel and meetings	8,296	140,699	5,758	40,403	186,860	59,622	-	17,035	76,657	-	-	271,813
Write-off of development costs	-	-	2,430,396	-	2,430,396	-	-	-	-	-	-	2,430,396
Other expenses	-	569,446	-	168,420	737,866	(5,512)	-	(1,575)	(7,087)	-	-	730,779
Total	\$ 2,318,233	\$ 10,260,330	\$ 2,906,501	\$ 3,393,799	\$ 16,560,630	\$ 2,194,995	\$ -	\$ 707,996	\$ 2,902,991	\$ -	\$ -	\$ 21,781,854

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2020

<u>Federal Grantor/Pass-Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass- Through Entity Identifying Number</u>	<u>Total Federal Expenditures</u>
U.S. Department of Education:			
Replication and Expansion of High-Quality Charter Schools	84.282M	N/A	\$ <u>137,060</u>
Passed Through California Department of Education (CDE):			
Title I, Part A, Basic Grant	84.010	14329	<u>5,611,282</u>
Special Education: IDEA Basic Local Assistance, Part B	84.027	13379	2,271,047
Special Education Cluster (IDEA):			
Special Education – IDEA Mental Health Services, Part B, Sec 611	84.027A	15321	80,166
IASA Title II, Part A, Teacher Quality	84.367	14341	683,509
IASA Title III, Limited English Proficiency	84.365	14346	366,549
ESSA Title IV, Part A, Student Support and Academic Enrichment	84.424	15396	438,358
ESSA Title IV, Part B, 21 st Century Community Learning Centers	84.287	14349	<u>261,423</u>
Subtotal Special Education Cluster (IDEA)			<u>4,101,052</u>
Total Dept of Education Passed Through CDE			<u>9,712,334</u>
Passed Through California School Finance Authority:			
State Charter Schools Facilities Incentive Grant	84.282D	N/A	<u>2,393,750</u>
U.S. Department of Agriculture:			
Passed Through California Department of Education (CDE):			
Child Nutrition Cluster:			
Child Nutrition: National School Lunch Program	10.553	13391	3,190,634
Child Nutrition: School Programs (School Breakfast Basic)	10.555	13390	<u>585,623</u>
Total Child Nutrition Cluster			<u>3,776,257</u>
Child & Adult Care Food Program	10.558	13666	398,934
Fresh Fruit and Vegetable Program	10.582	14968	<u>127,083</u>
Total Dept of Agriculture Passed Through CDE			<u>4,302,274</u>
U.S. Department of Health and Human Services:			
Passed Through California Department of Education (CDE):			
Medi-Cal Option Billing Cluster	93.778	10013	<u>34,925</u>
Total Expenditures of Federal Awards			<u>\$ 16,580,343</u>

The accompanying notes to the schedule of federal awards are an integral part of this statement.

ASPIRE PUBLIC SCHOOLS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2020

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Aspire Public Schools, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The expenditures of federal awards issued directly to Aspire Public Schools TN, LLC (TN LLC) in the amount of \$2,695,165 are not included on the accompanying schedule of expenditures of federal awards. These expenditures are presented with TN LLC's separately issued financial statements which is required by the Tennessee Department of Education.

Coronavirus Aid, Relief, and Economic Security (CARES) Act – The Organization applied for and received federal CARES Act Awards in fiscal year 2020-2021 from the State of California through the State's 2020-2021 budget appropriation. The State allowed the Organization to retroactively apply expenditures from their 2019-2020 year-end incurred between March 2020 through June 30, 2020. Although these expenditures occurred during the June 30, 2020 fiscal year, the Organization did not have an award from the State of California until the June 30, 2021 fiscal year. Therefore, the following June 30, 2020 fiscal year expenditures will be reported on the Organization's Schedule of Federal Awards at June 30, 2021 and subject to the federal single audit at that time:

<u>Award Description</u>	<u>CFDA</u>	<u>Amount</u>
Coronavirus Relief Fund (CRF)	21.019	<u>\$ 4,165,018</u>
Total		<u>\$ 4,165,018</u>

2. INDIRECT COST RATE

Aspire Public Schools did not elect to use the 10% de minimis indirect cost rate for federal programs.

OTHER INDEPENDENT AUDITOR'S REPORTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Independent Auditor's Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Aspire Public Schools, a non-profit public benefit corporation, and affiliates (collectively, the Organization) which comprise the consolidated statement of financial position as of June 30, 2020, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 31, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**GILBERT CPAs
Sacramento, California**

March 31, 2021

**REPORT ON COMPLIANCE WITH APPLICABLE REQUIREMENTS IN
ACCORDANCE WITH 2019-20 GUIDE FOR ANNUAL AUDITS OF
K-12 LOCAL EDUCATION AGENCIES AND
STATE COMPLIANCE REPORTING**

Independent Auditor's Report

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

Report on State Compliance

We have audited Aspire Public Schools' (the Organization) compliance with the types of compliance requirements described in the *2019-20 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* applicable to the Organization's programs identified in the below schedule for the school year ended June 30, 2020.

Management's Responsibility

Management is responsible for compliance with the state statutes, regulations, and terms and conditions of its state awards applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Organization's state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *2019-20 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel. Those standards and the *2019-20 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the programs identified in the below schedule occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary under the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance. However, our audit does not provide a legal determination on the Organization's compliance with those requirements.

In connection with the requirements referred to above, we selected and tested transactions and records to determine the Organization’s compliance with the applicable programs identified below:

Compliance Requirements	Procedures Performed
SCHOOL DISTRICTS, COUNTY OFFICE OF EDUCATION, AND CHARTER SCHOOLS	
California Clean Energy Jobs Act	Yes
After/Before School Education and Safety Program	Yes
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study-Course Based	Not Applicable
CHARTER SCHOOLS	
Attendance	Yes
Mode of Instruction	Yes
Non-classroom-Based Instruction/Independent Study	Not Applicable
Determination of Funding for Non-classroom-Based Instruction	Not Applicable
Annual Instructional Minutes – Classroom Based	Yes
Charter School Facility Grant Program	Yes

Opinion on State Compliance

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the State programs for the school year ended June 30, 2020.



**GILBERT CPAs
Sacramento, California**

March 31, 2021

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Independent Auditor's Report

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

Report on Compliance for Each Major Federal Program

We have audited Aspire Public Schools' (Organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2020. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Aspire Public Schools' basic financial statements include the operations of Aspire Public Schools TN, LLC, which received \$2,695,165 in federal awards which is not included in the schedule during the year ended June 30, 2020. Our audit described below did not include the operations of Aspire Public Schools TN, LLC because a separate audit was performed in accordance with Uniform Guidance as required by the Tennessee Department of Education.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



**GILBERT CPAS
Sacramento, California**

March 31, 2021

FINDINGS AND QUESTIONED COSTS

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2020

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? Yes No
- Significant deficiencies identified? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weaknesses identified? Yes No
- Significant deficiencies identified? Yes None reported

Type of auditor's report issued: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)? Yes No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
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Child Nutrition: National School Lunch Program	10.553
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Dollar threshold used to distinguish between Type A and Type B programs:	\$ 750,000
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Auditee qualified as low-risk auditee? Yes No

State Awards

Internal control over state programs:

- Material weaknesses identified? Yes No
- Significant deficiencies identified? Yes None reported

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

Any audit findings disclosed that are required to be reported in accordance with Audits of California K-12 Local Education Agencies? Yes No

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2020

SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings for the year ended June 30, 2020.

SECTION III - STATE COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2020.

SECTION IV - FEDERAL COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2020.

ASPIRE PUBLIC SCHOOLS

STATUS OF PRIOR YEAR FINDINGS YEAR ENDED JUNE 30, 2020

SECTION V - STATUS OF PRIOR YEAR FINDINGS:

FINANCIAL STATEMENT FINDINGS

There were no findings for the year ended June 30, 2019.

STATE COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2019.

FEDERAL COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2019.