

ASPIRE PUBLIC SCHOOLS
CONSOLIDATED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT
YEARS ENDED
JUNE 30, 2021 AND 2020

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, 2021 and 2020, 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 *2020-21 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, 2021 and 2020, 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 *2020-21 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 18, 2022 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 18, 2022

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION JUNE 30, 2021 AND 2020

ASSETS		
	2021	2020
CURRENT ASSETS:		
Cash and cash equivalents	\$ 34,034,990	\$ 26,111,502
Restricted cash and cash equivalents	4,017,527	3,281,401
Accounts receivable	77,091,363	32,670,960
Contributions receivable	375,108	1,597,716
Prepaid expenses and deposits	1,271,254	1,156,919
Total current assets	116,790,242	64,818,498
 NON-CURRENT ASSETS:		
Restricted cash and cash equivalents	38,402,463	9,959,004
Investments	50,980	50,980
Property and equipment, net	172,680,300	180,033,653
Right-of-use assets – operating leases, net	16,528,639	-
TOTAL ASSETS	\$ 344,452,624	\$ 254,862,135
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 13,260,618	\$ 10,814,915
Accrued expenses and other liabilities	15,280,435	10,709,530
Deferred revenue	1,546,381	156,762
Line of credit	15,000,000	3,500,000
Debt, current	2,636,460	2,676,859
Lease liabilities - operating leases, current	2,961,429	-
Total current liabilities	50,685,323	27,858,066
 LONG-TERM LIABILITIES:		
Deferred rent	-	914,588
Capital lease	-	17,937,179
Debt, net	170,864,791	133,012,565
Lease liabilities - operating leases, net	14,505,832	-
Total liabilities	236,055,946	179,722,398
 NET ASSETS:		
Without donor restrictions	96,696,786	68,388,123
With donor restrictions	11,699,892	6,751,614
Total net assets	108,396,678	75,139,737
TOTAL LIABILITIES AND NET ASSETS	\$ 344,452,624	\$ 254,862,135

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

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF ACTIVITIES YEARS ENDED JUNE 30, 2021 AND 2020

NET ASSETS WITHOUT DONOR RESTRICTIONS:	<u>2021</u>	<u>2020</u>
SUPPORT, REVENUE AND GAINS:		
Private grants and contributions	\$ 2,509,938	\$ 5,112,087
Federal revenue	33,362,922	19,275,508
California state revenue:		
State aid portion of general purpose funding	88,299,922	113,916,195
All other state revenue	14,976,990	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	39,880,642	34,194,683
Interest income	41,718	362,337
Gain on sale of common stock	-	32,246
All other local revenue	2,417,445	1,715,019
Gain on sale of school site	7,611,677	-
Other gains and (losses)	1,269,489	-
Other revenues	593,482	1,389,495
Subtotal	<u>190,964,225</u>	<u>206,817,121</u>
Net assets released from restrictions	53,043,505	25,874,210
Total support, revenue and gains	<u>244,007,730</u>	<u>232,691,331</u>
EXPENSES AND LOSSES:		
PROGRAM EXPENSES:		
Educational programs	<u>194,137,185</u>	<u>212,430,879</u>
SUPPORTING SERVICES:		
Site support	10,753,475	12,455,325
Development and expansion	387,401	2,906,501
Fundraising	2,071,787	2,078,944
Administration and general	4,037,998	4,341,084
Total supporting services	<u>17,250,661</u>	<u>21,781,854</u>
Total expenses	211,387,846	234,212,733
Contributions to others	3,933,972	3,505,000
Return of grant funds	377,249	-
Total expenses and losses	<u>215,699,067</u>	<u>237,717,733</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>28,308,663</u>	<u>(5,026,402)</u>
NET ASSETS WITH DONOR RESTRICTIONS:		
Private grants and contributions	5,229,034	2,155,267
Federal and state revenue	54,815,662	21,504,875
Return of grant funds	(2,052,913)	(2,491,031)
Net assets released from restrictions	<u>(53,043,505)</u>	<u>(25,874,210)</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>4,948,278</u>	<u>(4,705,099)</u>
INCREASE (DECREASE) IN NET ASSETS	33,256,941	(9,731,501)
NET ASSETS - Beginning of Year	<u>75,139,737</u>	<u>84,871,238</u>
NET ASSETS - End of Year	<u>\$ 108,396,678</u>	<u>\$ 75,139,737</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, 2021

	Program Expenses	Supporting Services				Total
	Educational programs	Site support	Development and expansion	Fundraising	Administration and general	
Salaries and wages	\$ 102,400,975	\$ 4,397,759	\$ 216,334	\$ 852,384	\$ 1,309,894	\$ 109,177,346
Employee benefits	35,723,635	1,672,954	68,921	275,832	525,295	38,266,637
Books and supplies	15,233,353	1,052,573	38,602	601,833	425,274	17,351,635
Professional services	13,189,969	2,690,954	61,073	201,072	793,640	16,936,708
Rents and occupancy	12,301,228	757,878	-	140,666	773,508	13,973,280
Depreciation and amortization	8,220,968	63,313	-	-	63,311	8,347,592
Bonds and loan interest	5,911,940	-	-	-	-	5,911,940
Travel and meetings	595,946	53,786	2,471	-	21,591	673,794
Other expenses	559,171	64,258	-	-	125,485	748,914
Total	<u>\$ 194,137,185</u>	<u>\$ 10,753,475</u>	<u>\$ 387,401</u>	<u>\$ 2,071,787</u>	<u>\$ 4,037,998</u>	<u>\$ 211,387,846</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

	Program Expenses	Supporting Services				Total
	Educational programs	Site support	Development and expansion	Fundraising	Administration and general	
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
Professional services	16,471,957	1,932,224	98,072	325,596	588,797	19,416,646
Rents and occupancy	12,243,612	655,283	4,377	2,822	655,597	13,561,691
Depreciation and amortization	9,119,820	94,164	803	-	86,528	9,301,315
Bonds and loan interest	7,014,495	60,677	-	-	17,336	7,092,508
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.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF CASH FLOWS YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (decrease) in net assets	\$ 33,256,941	\$ (9,731,501)
Adjustments to reconcile to net cash provided (used) by operating activities:		
Loss (gain) on investments	-	(344,378)
Depreciation	8,347,592	9,273,669
Amortization	-	27,646
Loss on other assets	-	316,372
Loss on disposal of property and equipment	24,831,023	2,645,142
Return of grant funds through addition to other liabilities	2,052,913	2,490,993
Amortization of long-term debt costs	(2,486,091)	(339,283)
Extinguishment of debt through transfer of assets	(4,313,958)	-
Reduction in carrying amount of right-of-use assets - operating leases	1,309,206	-
(Increase) decrease in assets:		
Accounts receivable	(44,420,403)	(5,650,254)
Contributions receivable	1,222,608	(1,158,091)
Prepaid expenses and deposits	(114,335)	200,228
Increase (decrease) in liabilities:		
Accounts payable	1,990,197	1,064,967
Accrued expenses and other liabilities	2,517,987	(1,429,080)
Deferred revenue	1,389,619	(176,349)
Deferred rent	(914,586)	21,414
Lease liabilities - operating leases	(370,581)	-
Net cash provided (used) by operating activities	24,298,132	(2,788,505)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	-	(510)
Proceeds from the sale of investments	-	344,664
Proceeds on sale of property and equipment	11,145,176	-
Purchases of property and equipment	(36,514,932)	(8,006,034)
Net cash used by investing activities	(25,369,756)	(7,661,880)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from line of credit	15,000,000	9,200,000
Payments on line of credit	(3,500,000)	(8,500,000)
Proceeds from debt	55,483,576	300,000
Payments of debt issuance costs	(1,419,769)	-
Principal payments on capital lease	(17,937,179)	-
Principal payments on debt	(9,451,931)	(2,583,251)
Net cash provided (used) by financing activities	38,174,697	(1,583,251)
Net increase (decrease) in cash and cash equivalents	37,103,073	(12,033,636)
Cash and cash equivalents, beginning of year	39,351,907	51,385,543
Cash and cash equivalents, end of year	\$ 76,454,980	\$ 39,351,907
Cash and cash equivalents	\$ 34,034,990	\$ 26,111,502
Restricted cash and cash equivalents	42,419,990	13,240,405
Total	\$ 76,454,980	\$ 39,351,907
NON-CASH INVESTING AND FINANCING ACTIVITIES:		
Property and equipment financed through accounts payable	\$ 455,506	\$ 766,558
Additions to other liabilities due to return of grant funds	\$ 2,052,913	\$ 2,490,993
Extinguishment of debt through transfer of assets	\$ 4,313,958	
Right-of-use asset acquired through operating lease liability	\$ 768,227	
CASH PAID FOR INTEREST (net of capitalized amount)	\$ 7,776,061	\$ 7,184,500

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

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

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.

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 was 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, the Organization 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 that totaled \$3,933,972 and are reflected as contributions to others on the Statement of Activities.

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.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

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-seven 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 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, 2021, 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>	<u>**Revised AB 130 Charter Expiration</u>
Aspire Alexander Twilight College Preparatory Academy	1554	San Juan Unified	Nov 2015	6/30/26	6/30/26
Aspire Alexander Twilight Secondary Academy	1555	San Juan Unified	Nov 2015	6/30/26	6/30/26
Aspire Antonio Maria Lugo Academy	694	Los Angeles County Office of Education	April 2019	6/30/24	6/30/26
Aspire APEX Academy	1552	Stockton Unified	Jan 2018	6/30/23	6/30/25
Aspire Benjamin Holt College Preparatory Academy	565	Lodi Unified	Oct 2017	6/30/23	6/30/25
Aspire Benjamin Holt Middle School	1782	Lodi Unified	Nov 2015	6/30/28	6/30/28
Aspire Berkley Maynard Academy	726	Oakland Unified	Jan 2015	6/30/25	6/30/27
Aspire Capitol Heights Academy	598	Sacramento City Unified	Apr 2018	6/30/23	6/30/25
Aspire Centennial College Preparatory Academy	1436	Los Angeles Unified	Nov 2017	6/30/23	6/30/25
Aspire College Academy	1577	Oakland Unified	Jan 2018	6/30/23	6/30/25
Aspire East Palo Alto Charter***	125	Ravenswood City	Aug 2018	6/30/24	6/30/26
Aspire ERES Academy****	1115	Oakland Unified	Nov 2018	6/30/24	Closed***
Aspire Firestone Academy	1214	Los Angeles Unified	Oct 2014	6/30/25	6/30/27
Aspire Gateway Academy	1213	Los Angeles Unified	Oct 2014	6/30/25	6/30/27
Aspire Golden State College Preparatory Academy	1023	Oakland Unified	Jan 2018	6/30/23	6/30/25
Aspire Inskip Academy	1332	Los Angeles Unified	Oct 2015	6/30/26	6/30/26
Aspire Junior Collegiate Academy	1551	Los Angeles Unified	Nov 2017	6/30/23	6/30/25
Aspire Langston Hughes Academy	1048	Stockton Unified	Jan 2018	6/30/23	6/30/25
Aspire Lionel Wilson College Preparatory Academy	465	Oakland Unified	Dec 2016	6/30/22	6/30/24
Aspire Monarch Academy	252	Oakland Unified	Nov 2018	6/30/24	6/30/26

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

<u>Charter School Name</u>	<u>Charter School Number</u>	<u>Sponsoring District</u>	<u>*Charter Granted/Renewed</u>	<u>Charter Expiration</u>	<u>**Revised AB 130 Charter Expiration</u>
		Los Angeles County			
Aspire Ollin University Prep Academy	693	Office of Education	April 2019	6/30/24	6/30/26
Aspire Pacific Academy	1230	Los Angeles Unified	Oct 2014	6/30/25	6/30/27
Aspire Port City Academy	1553	Stockton Unified	Jan 2018	6/30/23	6/30/25
Aspire Richmond California College Preparatory Academy	1739	West Contra Costa Unified	June 2019	6/30/25	6/30/27
Aspire Richmond Technology Academy	1740	West Contra Costa Unified	Dec 2019	6/30/25	6/30/27
Aspire River Oaks Charter School	364	Lodi Unified	Feb 2016	6/30/21	6/30/28
Aspire Stockton Secondary Academy	2064	Stockton Unified	Aug 2020	6/30/25	6/30/25
Aspire Arts & Sciences Academy	2063	Stockton Unified	Aug 2020	6/30/25	6/30/25
Aspire Rosa Parks Academy	554	Stockton Unified	Jan 2015	6/30/25	6/30/27
Aspire Slauson Academy	1330	Los Angeles Unified	Oct 2015	6/30/26	6/30/26
Aspire Summit Charter Academy	812	Ceres Unified	Jan 2016	6/30/26	6/30/26
Aspire Tate Academy	1331	Los Angeles Unified	Oct 2015	6/30/26	6/30/26
Aspire Titan Academy	1550	Los Angeles Unified	Nov 2017	6/30/23	6/30/25
Aspire Triumph Technology Academy	1663	Oakland Unified	Nov 2018	6/30/24	6/30/26
Aspire University Charter School	1026	Modesto City Schools	Jan 2018	6/30/23	6/30/25
Aspire Vanguard College Preparatory Academy	1125	Modesto City Schools	Dec 2018	6/30/24	6/30/26
Aspire Vincent Shalvey Academy	178	Lodi Unified	Dec 2018	6/30/24	6/30/26

* Charter issuance date or the most recent renewal date.

** 2021-2022 Education Trailer Bill AB 130 Sec 58 established a new Education Code Section 47607.7, in which all charter schools whose term expires on or between January 1, 2022 and June 2025 shall have their term extended by two years. The Organization is in the process of obtaining official revisions to its MOUs and charter petitions with the oversight agencies for this revision.

*** On April 22, 2021, CFC LLC entered into an agreement with KIPP Bay Area Schools (KIPP). KIPP agreed to purchase the East Palo Alto Academy (EPAPA) property for \$20,200,000. The gain on the sale totaling \$7,611,677, net of the cost of transferring the related assets, is reflected on the consolidated statement of activities for the year ended June 30, 2021.

**** 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.

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.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

Through June 30, 2021, 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. Journey Community Schools, Inc., a Tennessee nonprofit corporation (Journey) assumed responsibility for and control of the charter schools as of July 1, 2020. 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.
- **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.

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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, 2021 and 2020.

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 prices changes in an orderly transaction for an identical or similar investment of the same issuer.

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.

Leases – The Organization determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the consolidated statements of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate certain leases. The value of a lease is reflected in the valuation if it is reasonably certain management will exercise an option to extend or terminate a lease.

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, 2021 and 2020, \$1,546,381 and \$156,762, 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.

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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, 2021 and 2020, the Organization had \$1,400,000 and \$800,000, 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.

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 at June 30, 2020. Due to the transition effective July 1, 2020, these conditional promises to give have transferred to Journey Community Schools.

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 student stores, 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 13 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, 2021 and 2020, no in-kind contributions were received.

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. 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

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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, 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 – Effective July 1, 2020, the Organization adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2016-02, Leases (Topic 842), as amended. This guidance is intended to improve financial reporting of lease

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transactions by requiring organizations that lease assets to recognize assets and liabilities for the rights and obligations created by leases that extend more than 12 months. Key provisions in this guidance include additional disclosures surrounding the amount, timing, and uncertainty of cash flows arising from leases. The Organization elected the effective date transition method and the package of practical expedients that permits no reassessment of whether any expired or existing contracts are or contain a lease, the lease classification for any expired or existing leases, and any initial direct costs for any existing leases as of the effective date.

As of July 1, 2020, the Organization recognized operating lease liabilities of \$17,069,615, which represents the present value of the remaining lease payments of approximately \$17,459,976 discounted using the Organization's weighted average incremental borrowing rate of .30%, and operating right-of-use assets of \$16,312,936.

Subsequent events have been reviewed through March 18, 2022, the date the consolidated financial statements were available to be issued. Management concluded subsequent events have occurred since June 30, 2021 that require disclosure in the financial statements (see Note 16).

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>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 34,034,990	\$ 26,111,502
Accounts receivable	77,091,363	32,670,960
Contributions receivable	<u>375,108</u>	<u>1,597,716</u>
Total financial assets, available within one year	111,501,461	60,380,178
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restrictions by donors for purpose	<u>(8,672,300)</u>	<u>(3,376,112)</u>
Total financial assets available for general expenditures within one year	<u>\$ 102,829,161</u>	<u>\$ 57,004,066</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 \$20,500,000 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. The

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Organization held deposits with four financial institutions in excess of federal depository insurance limits of \$75,098,577 and \$38,510,272 as of June 30, 2021 and 2020, respectively. The Organization has not experienced any losses in such accounts and Management believes the Organization is not exposed to any significant credit risk related to cash.

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, 2021 and 2020 was \$42,419,990 and \$13,240,405, respectively. The current portion of \$4,017,527 and \$3,281,401 as of June 30, 2021 and 2020, respectively, was restricted for current bond debt obligations. The noncurrent portion of \$38,402,463 at June 30, 2021 consisted of \$35,374,871 for debt service reserves and \$3,027,592 for investment in property and equipment. 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.

5. ACCOUNTS RECEIVABLE

Accounts receivable balances at June 30, 2021 and 2020 were \$77,091,363 and \$32,670,960, respectively, and were due entirely from grantor government agencies. Management deems all receivables to be collectible as of June 30, 2021 and June 30, 2020.

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 0% at June 30, 2021 and 2020 as all were deemed current contributions receivable at the time of donation. All contributions receivable are deemed to be collectible by management, and were as follows as of June 30:

	<u>2021</u>	<u>2020</u>
Gross contributions receivable	\$ 375,108	\$ 1,597,716
Less: Unamortized discount	<u>-</u>	<u>-</u>
Contributions receivable, net	<u>\$ 375,108</u>	<u>\$ 1,597,716</u>

Contributions receivable are due to be collected as follows:

	<u>2021</u>	<u>2020</u>
Within one year	\$ 375,108	\$ 1,597,716
One to five years	<u>-</u>	<u>-</u>
Contributions receivable, net	<u>\$ 375,108</u>	<u>\$ 1,597,716</u>

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7. INVESTMENTS

Investments consist of the following at June 30:

	<u>2021</u>	<u>2020</u>
Equity securities invested in education technology	\$ 6,098	\$ 6,098
Pooled funds with community foundation	<u>44,882</u>	<u>44,882</u>
Investments	<u>\$ 50,980</u>	<u>\$ 50,980</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>2021</u>	<u>2020</u>
Land	\$ 35,367,894	\$ 37,459,639
Buildings and improvements	167,015,117	175,080,735
Construction in progress	13,916,075	2,101,303
Leasehold improvements	14,398,749	21,041,104
Equipment	9,901,703	11,054,063
Automobiles	<u>81,091</u>	<u>81,089</u>
Subtotal	240,680,629	246,817,933
Less accumulated depreciation	<u>(68,000,329)</u>	<u>(66,784,280)</u>
Property and equipment, net	<u>\$ 172,680,300</u>	<u>\$ 180,033,653</u>

Depreciation expense was \$8,347,592 and \$9,273,669 for the years ended June 30, 2021 and 2020, respectively. Various components of the land, buildings, and schools under construction shown above are pledged as collateral for the debt disclosed in Note 9, and the capital lease disclosed in Note 11.

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9. DEBT

	2021	2020
<p>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.</p>	\$ 69,940,000	\$ 77,950,000
<p>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.</p>	19,075,000	19,450,000
<p>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.</p>	3,097,468	3,257,533
<p>California School Finance Authority \$9,834,913 loan (\$457,251 issued in 2009/10, \$5,262,400 issued in 2010/11, and \$4,115,262 issued in 2012/13), bearing interest at 2%, for the construction of 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.</p>	7,431,977	7,714,573
<p>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.</p>	7,056,561	7,280,835

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	<u>2021</u>	<u>2020</u>
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	6,197,184
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 were due monthly and were calculated based the total amount drawn on the loan. Associated with this loan was \$72,458 of issuance costs that were being amortized to interest expense over the term of the loan. Principle and interest payments vary and were due monthly. Final maturity is February 2037. In July 2020, the Organization transferred this debt to Journey Community Schools as a part of the transition described in Note 1.		4,375,645
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.	100,006	150,004
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.	100,006	150,004
Charter School Growth Fund \$300,000 loan, effective May 26, 2020, for supporting general operations. Interest rate is 0%. The principal amount was repaid on November 30, 2020.		300,000

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	2021	2020
<p>In August 2020, the Organization was approved and executed a Memorandum of Understanding for funding under the California Charter School Facilities State Prop 1D Program for Aspire Berkley Maynard Academy. The terms of the agreements provide that 50% of the Prop 1D funding consists of a grant, and the remaining 50% is a local match which will be repaid to the State as a loan. The Organization began receiving the funds during fiscal year 2021 and is not required to make repayments on the match until the completion of the facility project, at which point the repayment terms will be determined. As of June 30, 2021, the Organization had received \$1,020,554 in match funding. This balance is included on the statement of financial position as debt as of June 30, 2021.</p>	1,020,554	
<p>California School Finance Authority Charter School Revenue Bonds (Aspire Public Schools – Obligated Group – Issue No. 3), Series 2020A and Series 2020B (Taxable) in the amount of \$37,435,000 were issued effective December 8, 2020; with 2 bonds and bearing interest rates ranging from 3.00% - 5.00%. The bond proceeds were used for the payoff of a capital lease and to finance costs of acquisition, construction, improvement equipping and furnishing of school facilities. Associated with this bond is a premium of \$5,875,672 and debt issuance costs of \$1,200,351, 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 2059.</p>	37,435,000	
<p>Aspire Public Schools Obligated Group Corporate Taxable Bonds, Series 2021 (Capitol Heights Academy Project) in the amount of \$11,265,000 were issued effective March 1, 2021 and bearing interest rates at 4.80%. The bond proceeds were used for the purchase and construction of facilities for Aspire Capitol Heights Academy. Associated with this bond is a discount of \$112,650 and debt issuance costs of \$219,418, which are being amortized to interest expense over the term of the bonds. Principal and interest payments are due annually. Final maturity is in June 2060.</p>	11,265,000	
Subtotal	162,718,756	126,823,712
Unamortized premiums, discounts and debt issuance costs	10,782,495	8,865,712
Less current portions	(2,636,460)	(2,676,859)
Total Long-Term Debt	\$ 170,864,791	\$ 133,012,565

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

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recquisition 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.

In April 2021, in association with the sale of Aspire East Palo Alto Academy described in Note 1, the Organization partially defeased the 2016 Bonds. The Organization used cash from the sale to defease principal of \$6,610,000 and interest of \$1,419,500, totaling \$8,029,500. The unamortized portion of premium and debt issuance costs totaling \$653,238 was written off.

Future payments relating to debt are as follows as of June 30, 2021:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,636,460	\$ 6,654,468	\$ 9,290,928
2023	3,164,617	7,448,790	10,613,407
2024	3,303,889	7,320,932	10,624,821
2025	3,443,454	7,180,623	10,624,077
2026	3,611,244	7,047,655	10,658,899
Thereafter	<u>146,559,092</u>	<u>117,895,547</u>	<u>264,454,639</u>
Total	<u>\$ 162,718,756</u>	<u>\$ 153,548,015</u>	<u>\$ 316,266,771</u>

Aspire Public Schools (the Obligated Group under the 2015 Bonds, 2016 Bonds, 2020 Bonds and 2021 Bonds) must meet several financial covenants as a requirement of the Bonds. The Organization was in compliance with all covenants as of June 30, 2021.

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% at June 30, 2021 and 2020. The line had an outstanding balance of \$15,00,000 and \$3,500,000 as of June 30, 2021 and 2020, respectively. The credit line is secured by school revenues of select schools which are not already secured by other debt. In January 2022, the line was amended to extend the maturity date to April 29, 2022.

10. 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.

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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 \$8,400,403 and \$7,443,472 were incurred related to debt during the years ended June 30, 2021 and 2020, respectively. During the year ended June 30, 2021, interest totaling \$400,510 was capitalized into the cost of the project. During the year ended June 30 2020, no interest was capitalized as the amount of interest incurred at the sites that had construction in progress was not deemed significant.

11. LEASES

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, and Stockton under various operating leases. The Organization also leases copiers at various school sites. The operating lease agreements range from two to thirty five years. For the year ended June 30, 2020 total operating lease costs were \$5,135,549. For the year ended June 30, 2021, total operating lease costs were \$3,110,696, including variable lease costs totaling \$74,210. The Organization has one variable lease where the monthly rate is based upon the number of students served in the respective school year.

The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of June 30, 2021, was .30%.

As of June 30, 2021, the weighted-average remaining lease term for all operating leases is 15.98 years.

Future payments due under these leases as of June 30, 2021 are as follows:

<u>Year Ending June 30,</u>	
2022	\$ 2,991,150
2023	1,557,535
2024	1,117,786
2025	901,360
2026	883,647
Thereafter	<u>10,396,725</u>
Total lease payments	17,848,203
Less: present value discount	<u>(380,942)</u>
Total lease obligations	<u>\$ 17,467,261</u>
Lease liabilities, operating leases, current	\$ 2,961,429
Lease liabilities, operating leases, net	<u>14,505,832</u>
Total lease operating lease liabilities	<u>\$ 17,467,261</u>

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

Capital lease

Prior to the implementation of the new lease standard mentioned above and in Note 1, *Leases (Topic 842)*, the Organization entered into a capital lease TA Modesto 819 LP (TA) effective August 8, 2018 through June 30, 2047. In December 2020, the Organization exercised the purchase option in the capital lease and utilized bond proceeds to purchase the property for \$20,095,885. 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 were recorded at the fair value of the assets as of June 30, 2020. 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, 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.

Following is a summary of property held under capital lease at June 30, 2020:

Land	\$ 2,640,000
Buildings and improvements	15,297,179
Accumulated depreciation	<u>(1,011,020)</u>
	<u>\$ 16,926,159</u>

12. RETIREMENT 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, 2021.

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:	\$71,606,596,107
Actuarial accrued liability:	\$102,289,672,089
Funded status:	65-80% funded

The actuarial value of assets and accrued liability are valued as of June 30, 2020, the most recent information available.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

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.

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 (7% of monthly salary over \$133.33 if the member participates in Social Security). New members who joined CalPERS for the first time on or after January 1, 2013 are required to contribute 6% of their salary. The required employer contribution rate for fiscal years ended June 30, 2021 and 2020 were 20.70% and 19.721% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2022, the Organization is required to contribute 22.91% 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:	\$216,252,000,000
Actuarial accrued liability:	\$322,127,000,000
Funded status:	65-80% funded

The actuarial value of assets and accrued liability are valued as of June 30, 2020, the most recent actuarial valuation date.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

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.

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 16.92% 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, 2021 and 2020 were 16.15% and 17.10% of annual payroll, respectively. For the fiscal year 2022, the Organization is required to contribute approximately 16% of annual payroll.

California Senate Bill 90 (SB 90) signed 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. California Assembly Bill 84, Chapter 16, Statutes of 2020, (AB 84) was signed into law June 29, 2020 and revised certain provisions of Teachers' Retirement Law enacted by SB 90. Specifically, AB 84 repurposed \$1,600,000,000 originally allocated by SB 90 to the CalSTRS Defined Benefit Program to further supplant employer contributions through fiscal year 2021-22. SB 90 and AB 84 will appropriate contributions for the 2020-21 and 2021-22 fiscal years, such that it will result in school employers having to contribute 2.95 percentage points less than the statutory rate in the 2020-21 fiscal year and 2.18 percentage points less in the 2021-22 fiscal year, as specified. The Organization's proportionate share of the State's on-behalf contribution to the CalSTRS Plan for the year ended June 30, 2020 was \$266,687.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

Tennessee Consolidated Retirement System (TCRS):

Legacy Plan as of June 30, 2020:

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. As mentioned in Note 1, the Organization transferred operations of the school, including payroll and related retirement costs, to Journey Community Schools, Inc., effective July 1, 2020.

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.

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 year ended June 30, 2020 was 10.27% of annual payroll. The contribution requirements of the plan members are established by state statute. 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 year ended June 30, 2020.

Hybrid Plan as of June 30, 2020:

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 valued as of June 30, 2019, the most recent actuarial valuation date.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

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>2021</u>	<u>2020</u>
CalPERS	\$ 5,183,755	\$ 5,381,611
CalSTRS	\$ 12,417,870	\$ 13,789,160
TCRS Legacy	\$ -	\$ 355,303
TCRS Hybrid	\$ -	\$ 191,093

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

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 \$89,941 and \$65,333 to the CA Plan in the years ended June 30, 2021 and 2020, respectively.

The Organization offered 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 were based in Tennessee were 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 to the TN Plan for the year ended June 30, 2020. As mentioned in Note 1, the Organization transferred operations of the school, including payroll and related retirement costs, to Journey Community Schools, Inc., effective July 1, 2020.

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.

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

13. REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers consists of sales revenue from student stores, 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 \$593,482 and \$1,389,495 for years ended June 30, 2021 and 2020, 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>2021</u>	<u>2020</u>	<u>2019</u>
Accounts receivable	\$ -	\$ 138,241	\$ 251,006

Funds received in advance of being earned are recorded as deferred revenue, which represents a contract liability. Contract liabilities totaled \$0 at June 30, 2021, 2020 and 2019.

14. 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>2021</u>	<u>2020</u>
Expanded Learning Opportunities Grant	\$ 5,230,154	\$ -
Construction of facilities	3,110,968	3,025,502
Expanded Learning Opportunities Grant:		
Paraprofessional staff	1,109,148	-
Clean energy projects	-	2,358,306
Low performing student block grant	-	525,475
COVID-19 Family Relief Fund	537,881	361,049
Central Valley schools	400,000	-
Bay Area schools	375,000	-
Time restricted	-	350,000
SB 117 COVID-19 Response Funds	243,476	-
School improvement programs and other	693,265	131,282
Total	<u>\$ 11,699,892</u>	<u>\$ 6,751,614</u>

ASPIRE PUBLIC SCHOOLS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2021 AND 2020

15. 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.

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.

In mid-March 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. The financial impact and duration cannot be reasonably estimated at this time.

16. SUBSEQUENT EVENTS

Debt Issuance

On November 18, 2021, the Organization issued \$29,765,000 of bonds. The bonds mature at various times through August 2061 and bear interest at 4.00%. The bonds were issued to acquire, construct, and renovate school facilities.

SUPPLEMENTARY INFORMATION

ASPIRE PUBLIC SCHOOLS

ORGANIZATION, GOVERNING BOARD, AND ADMINISTRATION YEAR ENDED JUNE 30, 2021

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 of the Notes to Financial Statements 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	2025
Nisa Frank	Member	2024
Anthony Barkett	Member	2024
Carol J. Ornelas	Member	2024
Ay'Anna Moody	Member	2024
Lorea Martinez	Member	2024
Christina Laster	Member	2024
Julissa Arce	Member	2024

ADMINISTRATION

Mala Batra
Chief Executive Officer

Mary Cha-Caswell
Chief Operating Officer

Michael Wimbish
Chief Financial Officer

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire Monarch Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grades 4 through 5	181	175	In Compliance
Aspire Lionel Wilson College Preparatory Academy:			
Grades 6 through 8	181	175	In Compliance
Grades 9 through 12	181	175	In Compliance
Aspire East Palo Alto Charter School:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grades 4 through 5	181	175	In Compliance
Grades 6 through 8	181	175	In Compliance
Aspire Triumph Technology Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grades 4 through 5	181	175	In Compliance
Aspire Berkley Maynard Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grades 4 through 5	181	175	In Compliance
Grades 6 through 8	181	175	In Compliance
Aspire Richmond California College Preparatory Academy:			
Grades 6 through 8	181	175	In Compliance
Grades 9 through 12	181	175	In Compliance
Aspire Golden State College Preparatory Academy:			
Grades 6 through 8	181	175	In Compliance
Grades 9 through 12	181	175	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire ERES Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grades 4 through 5	181	175	In Compliance
Grades 6 through 8	181	175	In Compliance
Aspire College Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grade 4 through 5	181	175	In Compliance
Aspire Richmond Technology Academy:			
Kindergarten	181	175	In Compliance
Grades 1 through 3	181	175	In Compliance
Grade 4 through 5	181	175	In Compliance
Aspire Vincent Shalvey Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire University Charter School:			
Kindergarten	184	175	In Compliance
Grades 1 through 3	184	175	In Compliance
Grade 4 through 5	184	175	In Compliance
Aspire Summit Charter Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire River Oaks Charter School:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire Benjamin Holt College Middle School:			
Grades 6 through 8	184	175	In Compliance
Aspire Benjamin Holt College Preparatory Academy:			
Grades 9 through 12	184	175	In Compliance
Aspire Capitol Heights Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire Rosa Parks Academy:			
Kindergarten		175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire Langston Hughes Academy:			
Grades 6 through 8	184	175	In Compliance
Grades 9 through 12	184	175	In Compliance
Aspire Port City Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire Vanguard College Preparatory Academy:			
Grades 6 through 8	184	175	In Compliance
Grades 9 through 12	184	175	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire Alexander Twilight			
College Preparatory Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire Alexander Twilight			
Secondary Academy:			
Grades 6 through 8	184	175	In Compliance
Grades 9 through 12	184	175	In Compliance
Aspire APEX Academy:			
Kindergarten	184	175	In Compliance
Grade 1	184	175	In Compliance
Grades 2 through 3	184	175	In Compliance
Grades 4 through 5	184	175	In Compliance
Aspire Arts & Sciences Academy			
Kindergarten	184	175	In Compliance
Aspire Stockton Secondary Academy			
Grades 6 through 8	184	175	In Compliance
Aspire Antonio Maria			
Lugo Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Aspire Ollin University:			
Grades 6 through 8	180	175	In Compliance
Grades 9 through 12	180	175	In Compliance
Aspire Junior Collegiate Academy:			
Kindergarten	179	175	In Compliance
Grade 1	179	175	In Compliance
Grades 2 through 3	179	175	In Compliance
Grades 4 through 5	179	175	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire Titan Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Aspire Pacific Academy:			
Grades 6 through 8	180	175	In Compliance
Grades 9 through 12	180	175	In Compliance
Aspire Firestone Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Aspire Gateway Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Aspire Tate Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Grade 6	180	175	In Compliance
Aspire Inskeep Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Grade 6	180	175	In Compliance

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF INSTRUCTIONAL TIME YEAR ENDED JUNE 30, 2021

Grade Level	Number of Instructional Days Offered	Required Number of Instructional Days	Status
Aspire Slauson Academy:			
Kindergarten	180	175	In Compliance
Grade 1	180	175	In Compliance
Grades 2 through 3	180	175	In Compliance
Grades 4 through 5	180	175	In Compliance
Grade 6	180	175	In Compliance
Aspire Centennial College Preparatory Academy:			
Grades 6 through 8	180	175	In Compliance

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION, BY REGION JUNE 30, 2021

	School Operations				Administration	Total School Activity
	Bay Area Schools	Central Valley Schools	LA Schools	Tennessee Schools	National Office	
CURRENT ASSETS:						
Cash and cash equivalents	\$ 7,797,296	\$ 7,107,856	\$ 14,768,910	\$ -	\$ 503,041	\$ 30,177,103
Restricted cash and cash equivalents	-	-	-	-	-	-
Accounts receivable	28,201,700	28,655,905	19,856,174	-	191,917	76,905,696
Contributions receivable	-	-	-	-	108	108
Prepaid expenses and deposits	87,472	100,693	89,067	-	994,022	1,271,254
Intercompany receivable	1,480,485	4,636,418	2,797,421	-	8,553,027	17,467,351
Total current assets	37,566,953	40,500,872	37,511,572	-	10,242,115	125,821,512
NON-CURRENT ASSETS:						
Restricted cash and cash equivalents	3,027,592	-	-	-	-	3,027,592
Investments	-	-	-	-	50,980	50,980
Deferred rent	223,972	518,223	161,034	-	-	903,229
Property and equipment, net	10,318,616	20,204,333	30,650,666	-	336,278	61,509,893
Right-of-use assets – operating leases, net	2,341,230	4,282,943	9,513,519	-	390,947	16,528,639
TOTAL ASSETS	\$ 53,478,363	\$ 65,506,371	\$ 77,836,791	\$ -	\$ 11,020,320	\$ 207,841,845
CURRENT LIABILITIES:						
Accounts payable	\$ 3,297,604	\$ 4,997,634	\$ 2,452,659	\$ (1,362)	\$ 2,474,876	\$ 13,221,411
Accrued expenses and other liabilities	3,377,568	2,529,998	4,969,403	-	1,963,498	12,840,467
Deferred revenue	387,142	532,973	626,266	-	-	1,546,381
Line of credit	-	-	-	-	15,000,000	15,000,000
Debt, current	100,000	160,065	511,395	-	-	771,460
Intercompany payable	10,614,870	12,845,814	3,448,310	-	626,328	27,535,322
Lease liabilities - operating leases, current	1,670,257	552,697	535,939	-	202,536	2,961,429
Total current liabilities	19,447,441	21,619,181	12,543,972	(1,362)	20,267,238	73,876,470
LONG-TERM LIABILITIES:						
Deferred rent	6,976	594,943	171,168	-	-	773,087
Debt, net	7,317,750	2,937,403	13,977,143	-	-	24,232,296
Lease liabilities - operating leases, net	677,496	3,730,197	9,907,479	-	190,660	14,505,832
Total liabilities	27,449,663	28,881,724	36,599,762	(1,362)	20,457,898	113,387,685
NET ASSETS:						
Without donor restrictions	21,136,188	33,631,782	38,909,339	1,362	(9,443,190)	84,235,481
With donor restrictions	4,892,512	2,992,865	2,327,690	-	5,612	10,218,679
Total net assets	26,028,700	36,624,647	41,237,029	1,362	(9,437,578)	94,454,160
TOTAL LIABILITIES AND NET ASSETS	\$ 53,478,363	\$ 65,506,371	\$ 77,836,791	\$ -	\$ 11,020,320	\$ 207,841,845

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION, BY REGION JUNE 30, 2021

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	CFC, Inc.	Aspire Foundation	Eliminations	Total Consolidated
CURRENT ASSETS:				
Cash and cash equivalents	\$ -	\$ 3,857,887	\$ -	\$ 34,034,990
Restricted cash and cash equivalents	4,017,527	-	-	4,017,527
Accounts receivable	55,525	-	130,142	77,091,363
Contributions receivable	-	375,000	-	375,108
Prepaid expenses and deposits	-	-	-	1,271,254
Intercompany receivable	10,689,063	-	(28,156,414)	-
Total current assets	14,762,115	4,232,887	(28,026,272)	116,790,242
NON-CURRENT ASSETS:				
Restricted cash and cash equivalents	35,374,871	-	-	38,402,463
Investments	-	-	-	50,980
Deferred rent	-	-	(903,229)	-
Property and equipment, net	112,163,064	39,471	(1,032,128)	172,680,300
Right-of-use assets – operating leases, net	-	-	-	16,528,639
TOTAL ASSETS	\$ 162,300,050	\$ 4,272,358	\$ (29,961,629)	\$ 344,452,624
CURRENT LIABILITIES:				
Accounts payable	\$ 35,274	\$ 3,933	\$ -	\$ 13,260,618
Accrued expenses and other liabilities	2,434,133	5,835	-	15,280,435
Deferred revenue	-	-	-	1,546,381
Line of credit	-	-	-	15,000,000
Debt, current	1,865,000	-	-	2,636,460
Intercompany payable	-	621,092	(28,156,414)	-
Lease liabilities - operating leases, current	-	-	-	2,961,429
Total current liabilities	4,334,407	630,860	(28,156,414)	50,685,323
LONG-TERM LIABILITIES:				
Deferred rent	-	-	(773,087)	-
Debt, net	146,632,495	-	-	170,864,791
Lease liabilities - operating leases, net	-	-	-	14,505,832
Total liabilities	150,966,902	630,860	(28,929,501)	236,055,946
NET ASSETS:				
Without donor restrictions	11,333,148	2,160,285	(1,032,128)	96,696,786
With donor restrictions	-	1,481,213	-	11,699,892
Total net assets	11,333,148	3,641,498	(1,032,128)	108,396,678
TOTAL LIABILITIES AND NET ASSETS	\$ 162,300,050	\$ 4,272,358	\$ (29,961,629)	\$ 344,452,624

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES, BY REGION YEAR ENDED JUNE 30, 2021

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	School Operations			Administration		Total School Activity
	Bay Area Schools	Central Valley Schools	LA Schools	Tennessee Schools	National Office	
NET ASSETS WITHOUT DONOR RESTRICTIONS:						
SUPPORT, REVENUE AND GAINS:						
Private grants and contributions	\$ 27,996	\$ 3,286	\$ 1,510	\$ -	\$ (57,500)	\$ (24,708)
Federal revenue	9,742,388	11,451,456	12,079,614	-	89,464	33,362,922
California state revenue:						
State aid portion of general purpose funding	25,267,944	34,746,582	28,285,396	-	-	88,299,922
All other state revenue	5,067,423	6,411,347	3,498,156	-	64	14,976,990
Local revenue:						
Cash in-lieu of property taxes	15,402,967	11,884,482	12,593,193	-	-	39,880,642
Interest income	24,251	11,183	1,352	-	1,707	38,493
All other local revenue	1,598,141	495,150	288,788	-	35,366	2,417,445
Gain (loss) on sale of school site	(4,608,204)	-	-	-	-	(4,608,204)
Other gains and (losses)	(261)	1,274,750	-	-	(5,000)	1,269,489
Other revenues	34,254	85,977	6,558	-	39,675	166,464
Subtotal	52,556,899	66,364,213	56,754,567	-	103,776	175,779,455
Net assets released from restrictions	12,598,060	19,850,548	13,421,965	350,000	2,714,062	48,934,635
Total support, revenue and gains	65,154,959	86,214,761	70,176,532	350,000	2,817,838	224,714,090
EXPENSES AND LOSSES:						
PROGRAM EXPENSES:						
Educational programs	57,800,472	70,046,773	56,877,913	60,499	7,574,169	192,359,826
SUPPORTING SERVICES:						
Site support	86,267	42,291	98,038	12,869	10,514,010	10,753,475
Development and expansion	-	-	-	-	387,401	387,401
Fundraising	-	-	-	-	-	-
Administration and general	86,267	42,291	98,038	9,007	3,565,974	3,801,577
Cost allocations	5,612,831	8,135,525	5,667,123	-	(19,415,479)	-
Total supporting services	5,785,365	8,220,107	5,863,199	21,876	(4,948,094)	14,942,453
Total expenses	63,585,837	78,266,880	62,741,112	82,375	2,626,075	207,302,279
Contributions to others	-	-	-	3,933,972	-	3,933,972
Return of grant funds	377,249	-	-	-	-	377,249
Total expenses and losses	63,963,086	78,266,880	62,741,112	4,016,347	2,626,075	211,613,500
TRANSFERS BETWEEN AFFILIATES	-	(1,146,064)	-	-	-	(1,146,064)
Increase (Decrease) in Net Assets without Donor Restrictions	1,191,873	6,801,817	7,435,420	(3,666,347)	191,763	11,954,526
NET ASSETS WITH DONOR RESTRICTIONS:						
Private grants and contributions	-	3,000,000	-	-	-	3,000,000
Federal and state revenue	16,148,073	22,393,224	16,274,365	-	-	54,815,662
Return of grant funds	(559,986)	(281,095)	(1,211,832)	-	-	(2,052,913)
Interfund transfers	(795,820)	(4,128,140)	(795,719)	-	2,719,679	(3,000,000)
Net assets released from restrictions	(12,598,060)	(19,850,548)	(13,421,965)	(350,000)	(2,714,062)	(48,934,635)
Increase (Decrease) in Net Assets with Donor Restrictions	2,194,207	1,133,441	844,849	(350,000)	5,617	3,828,114
INCREASE (DECREASE) IN NET ASSETS	3,386,080	7,935,258	8,280,269	(4,016,347)	197,380	15,782,640
NET ASSETS - Beginning of Year	22,642,620	28,689,389	32,956,760	4,017,709	(9,634,958)	78,671,520
NET ASSETS - End of Year	\$ 26,028,700	\$ 36,624,647	\$ 41,237,029	\$ 1,362	\$ (9,437,578)	\$ 94,454,160

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES, BY REGION YEAR ENDED JUNE 30, 2021

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	CFC, Inc.	Aspire Foundation	Eliminations	Total Consolidated
NET ASSETS WITHOUT DONOR RESTRICTIONS:				
SUPPORT, REVENUE AND GAINS:				
Private grants and contributions	\$ -	\$ 2,534,646	\$ -	\$ 2,509,938
Federal revenue	-	-	-	33,362,922
California state revenue:				
State aid portion of general purpose funding	-	-	-	88,299,922
All other state revenue	-	-	-	14,976,990
Local revenue:				
Cash in-lieu of property taxes	-	-	-	39,880,642
Interest income	3,225	-	-	41,718
All other local revenue	-	-	-	2,417,445
Gain (loss) on sale of school site	12,219,881	-	-	7,611,677
Other gains and (losses)	-	-	-	1,269,489
Other revenues	7,737,427	-	(7,310,409)	593,482
Subtotal	19,960,533	2,534,646	(7,310,409)	190,964,225
Net assets released from restrictions	3,000,000	1,108,870	-	53,043,505
Total support, revenue and gains	<u>22,960,533</u>	<u>3,643,516</u>	<u>(7,310,409)</u>	<u>244,007,730</u>
EXPENSES AND LOSSES:				
PROGRAM EXPENSES:				
Educational programs	<u>8,708,471</u>	<u>379,297</u>	<u>(7,310,409)</u>	<u>194,137,185</u>
SUPPORTING SERVICES:				
Site support	-	-	-	10,753,475
Development and expansion	-	-	-	387,401
Fundraising	-	2,071,787	-	2,071,787
Administration and general	-	236,421	-	4,037,998
Cost allocations	-	-	-	-
Total supporting services	<u>-</u>	<u>2,308,208</u>	<u>-</u>	<u>17,250,661</u>
Total expenses	8,708,471	2,687,505	(7,310,409)	211,387,846
Contributions to others	-	-	-	3,933,972
Return of grant funds	-	-	-	377,249
Total expenses and losses	<u>8,708,471</u>	<u>2,687,505</u>	<u>(7,310,409)</u>	<u>215,699,067</u>
TRANSFERS BETWEEN AFFILIATES	1,146,064	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	<u>15,398,126</u>	<u>956,011</u>	<u>-</u>	<u>28,308,663</u>
NET ASSETS WITH DONOR RESTRICTIONS:				
Private grants and contributions	-	2,229,034	-	5,229,034
Federal and state revenue	-	-	-	54,815,662
Return of grant funds	-	-	-	(2,052,913)
Interfund transfers	3,000,000	-	-	-
Net assets released from restrictions	(3,000,000)	(1,108,870)	-	(53,043,505)
Increase (Decrease) in Net Assets with Donor Restrictions	<u>-</u>	<u>1,120,164</u>	<u>-</u>	<u>4,948,278</u>
INCREASE (DECREASE) IN NET ASSETS	15,398,126	2,076,175	-	33,256,941
NET ASSETS - Beginning of Year	(4,064,978)	1,565,323	(1,032,128)	75,139,737
NET ASSETS - End of Year	<u>\$ 11,333,148</u>	<u>\$ 3,641,498</u>	<u>\$ (1,032,128)</u>	<u>\$ 108,396,678</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2021

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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	Aspire College Academy
CURRENT ASSETS:										
Cash and cash equivalents	\$ 490,246	\$ 867,078	\$ 509,297	\$ 100,095	\$ 1,340,397	\$ 62,347	\$ 98,611	\$ 1,377,640	\$ 3,058,412	\$ (17,261)
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Accounts receivable	1,843,522	3,166,700	5,307,673	1,994,297	2,776,370	3,233,005	3,094,443	3,356,260	1,578,595	1,815,128
Contributions receivable	-	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	20,408	4,877	9,459	15,366	(3,971)	8,725	2,339	27,439	(6,185)	9,265
Intercompany receivable	75,854	-	-	-	-	-	-	126,871	-	-
Total current assets	<u>2,430,030</u>	<u>4,038,655</u>	<u>5,826,429</u>	<u>2,109,758</u>	<u>4,112,796</u>	<u>3,304,077</u>	<u>3,195,393</u>	<u>4,888,210</u>	<u>4,630,822</u>	<u>1,807,132</u>
NON-CURRENT ASSETS:										
Restricted cash and cash equivalents	-	-	-	410,000	932,090	-	-	-	1,275,502	410,000
Investments	-	-	-	-	-	-	-	-	-	-
Deferred rent	-	91,526	-	-	-	-	-	132,446	-	-
Property and equipment, net	96,413	567,981	5,957,185	8,470	381,962	104,679	822,186	2,339,810	8,704	24,556
Right-of-use assets – operating leases, net	(886)	16,940	945,384	8,050	9,486	754,846	573,919	17,634	8,937	6,920
TOTAL ASSETS	<u>\$ 2,525,557</u>	<u>\$ 4,715,102</u>	<u>\$12,728,998</u>	<u>\$ 2,536,278</u>	<u>\$ 5,436,334</u>	<u>\$ 4,163,602</u>	<u>\$ 4,591,498</u>	<u>\$ 7,378,100</u>	<u>\$ 5,923,965</u>	<u>\$ 2,248,608</u>
CURRENT LIABILITIES:										
Accounts payable	\$ 63,060	\$ 392,904	\$ 1,859,158	\$ 81,593	\$ 142,855	\$ 41,850	\$ 186,120	\$ 295,460	\$ 64,869	\$ 85,903
Accrued expenses and other liabilities	376,064	268,361	448,182	191,543	272,539	660,148	462,883	302,173	239,073	135,860
Deferred revenue	56,280	92,940	-	41,361	58,208	-	-	80,530	-	41,724
Line of credit	-	-	-	-	-	-	-	-	-	-
Debt, current	-	-	-	-	-	50,000	50,000	-	-	-
Lease liabilities - operating leases, current	1,897	16,940	366,304	8,050	9,486	697,346	536,743	17,634	8,937	6,920
Intercompany payable	-	414,525	6,596,148	410,029	15,946	578,343	1,861,846	-	191,166	546,867
Total current liabilities	<u>497,301</u>	<u>1,185,670</u>	<u>9,269,792</u>	<u>732,576</u>	<u>499,034</u>	<u>2,027,687</u>	<u>3,097,592</u>	<u>695,797</u>	<u>504,045</u>	<u>817,274</u>
LONG-TERM LIABILITIES:										
Deferred rent	-	-	6,976	-	-	-	-	-	-	-
Debt, net	-	-	-	-	1,020,554	50,006	50,006	-	6,197,184	-
Lease liabilities - operating leases, net	-	-	575,496	-	-	57,500	44,500	-	-	-
Total liabilities	<u>497,301</u>	<u>1,185,670</u>	<u>9,852,264</u>	<u>732,576</u>	<u>1,519,588</u>	<u>2,135,193</u>	<u>3,192,098</u>	<u>695,797</u>	<u>6,701,229</u>	<u>817,274</u>
NET ASSETS:										
Without donor restrictions	1,853,562	3,293,284	2,585,114	1,303,529	2,678,468	1,789,210	1,225,169	6,419,908	(2,056,500)	934,796
With donor restrictions	174,694	236,148	291,620	500,173	1,238,278	239,199	174,231	262,395	1,279,236	496,538
Total net assets	<u>2,028,256</u>	<u>3,529,432</u>	<u>2,876,734</u>	<u>1,803,702</u>	<u>3,916,746</u>	<u>2,028,409</u>	<u>1,399,400</u>	<u>6,682,303</u>	<u>(777,264)</u>	<u>1,431,334</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,525,557</u>	<u>\$ 4,715,102</u>	<u>\$12,728,998</u>	<u>\$ 2,536,278</u>	<u>\$ 5,436,334</u>	<u>\$ 4,163,602</u>	<u>\$ 4,591,498</u>	<u>\$ 7,378,100</u>	<u>\$ 5,923,965</u>	<u>\$ 2,248,608</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2021

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	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
CURRENT ASSETS:									
Cash and cash equivalents	\$ (89,566)	\$ 7,797,296	\$ 40,491	\$ 423,748	\$ 759,189	\$ 736,589	\$ 425,726	\$ 725,609	\$ 154,300
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	35,707	28,201,700	1,403,365	2,225,123	751,455	1,706,422	2,219,185	1,982,240	1,172,406
Contributions receivable	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	(250)	87,472	985	(1,135)	15,298	(1,210)	18,844	(2,640)	7,265
Intercompany receivable	1,277,760	1,480,485	-	-	83,163	-	315,272	323,076	-
Total current assets	<u>1,223,651</u>	<u>37,566,953</u>	<u>1,444,841</u>	<u>2,647,736</u>	<u>1,609,105</u>	<u>2,441,801</u>	<u>2,979,027</u>	<u>3,028,285</u>	<u>1,333,971</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	3,027,592	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	223,972	-	-	-	211,668	-	-	-
Property and equipment, net	6,670	10,318,616	946,732	231,049	291,018	552,362	617,184	205,774	1,685,425
Right-of-use assets – operating leases, net	-	2,341,230	2,779,614	7,978	1,367,038	51,553	17,061	-	13,535
TOTAL ASSETS	<u>\$ 1,230,321</u>	<u>\$53,478,363</u>	<u>\$ 5,171,187</u>	<u>\$ 2,886,763</u>	<u>\$ 3,267,161</u>	<u>\$ 3,257,384</u>	<u>\$ 3,613,272</u>	<u>\$ 3,234,059</u>	<u>\$ 3,032,931</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 83,832	\$ 3,297,604	\$ 32,524	\$ 171,081	\$ 105,095	\$ 127,177	\$ 253,420	\$ 101,448	\$ 582,335
Accrued expenses and other liabilities	20,742	3,377,568	94,791	274,588	101,557	138,377	150,661	158,644	145,714
Deferred revenue	16,099	387,142	-	106,563	129,072	133,169	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	-	100,000	-	-	-	-	-	-	-
Lease liabilities - operating leases, current	-	1,670,257	153,547	7,978	282,553	31,859	17,061	-	13,535
Intercompany payable	-	10,614,870	307,009	791,948	-	658,744	-	-	2,270,254
Total current liabilities	<u>120,673</u>	<u>19,447,441</u>	<u>587,871</u>	<u>1,352,158</u>	<u>618,277</u>	<u>1,089,326</u>	<u>421,142</u>	<u>260,092</u>	<u>3,011,838</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	6,976	-	58,253	-	-	85,792	155,141	200,644
Debt, net	-	7,317,750	-	-	-	-	-	-	-
Lease liabilities - operating leases, net	-	677,496	2,626,067	-	1,084,485	19,645	-	-	-
Total liabilities	<u>120,673</u>	<u>27,449,663</u>	<u>3,213,938</u>	<u>1,410,411</u>	<u>1,702,762</u>	<u>1,108,971</u>	<u>506,934</u>	<u>415,233</u>	<u>3,212,482</u>
NET ASSETS:									
Without donor restrictions	1,109,648	21,136,188	1,800,629	1,303,955	1,417,357	2,018,879	2,887,834	2,619,002	(492,376)
With donor restrictions	-	4,892,512	156,620	172,397	147,042	129,534	218,504	199,824	312,825
Total net assets	<u>1,109,648</u>	<u>26,028,700</u>	<u>1,957,249</u>	<u>1,476,352</u>	<u>1,564,399</u>	<u>2,148,413</u>	<u>3,106,338</u>	<u>2,818,826</u>	<u>(179,551)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,230,321</u>	<u>\$53,478,363</u>	<u>\$ 5,171,187</u>	<u>\$ 2,886,763</u>	<u>\$ 3,267,161</u>	<u>\$ 3,257,384</u>	<u>\$ 3,613,272</u>	<u>\$ 3,234,059</u>	<u>\$ 3,032,931</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION JUNE 30, 2021

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	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	Aspire Arts & Sciences Academy	Aspire Stockton Secondary Academy
CURRENT ASSETS:									
Cash and cash equivalents	\$ 391,468	\$ 851,370	\$ 710,901	\$ 201,660	\$ 557,077	\$ 868,558	\$ 12,211	\$ 15,645	\$ 9,269
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	1,954,870	4,073,843	2,135,714	2,068,402	1,931,340	2,653,090	1,484,062	433,685	420,312
Contributions receivable	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	(1,618)	10,198	28,421	7,663	4,514	6,611	(1,275)	844	6,313
Intercompany receivable	1,127,440	2,089,812	197,655	-	-	-	-	-	-
Total current assets	<u>3,472,160</u>	<u>7,025,223</u>	<u>3,072,691</u>	<u>2,277,725</u>	<u>2,492,931</u>	<u>3,528,259</u>	<u>1,494,998</u>	<u>450,174</u>	<u>435,894</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	112,079	97,480	-	96,996	-	-	-	-
Property and equipment, net	8,066,483	344,396	215,428	1,940,108	449,621	399,866	188,756	1,110,801	2,910,403
Right-of-use assets – operating leases, net	8,917	-	-	8,824	-	13,299	10,514	-	-
TOTAL ASSETS	<u>\$11,547,560</u>	<u>\$ 7,481,698</u>	<u>\$ 3,385,599</u>	<u>\$ 4,226,657</u>	<u>\$ 3,039,548</u>	<u>\$ 3,941,424</u>	<u>\$ 1,694,268</u>	<u>\$ 1,560,975</u>	<u>\$ 3,346,297</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 126,762	\$ 887,873	\$ 460,688	\$ 717,946	\$ 235,481	\$ 319,212	\$ 176,163	\$ 219,912	\$ 347,718
Accrued expenses and other liabilities	275,811	192,703	177,817	402,696	105,088	122,169	80,353	27,515	31,304
Deferred revenue	-	32,855	-	131,314	-	-	-	-	-
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	160,065	-	-	-	-	-	-	-	-
Lease liabilities - operating leases, current	8,917	-	-	8,824	-	13,299	10,514	-	-
Intercompany payable	-	-	-	1,901,211	1,194,690	1,213,804	440,814	1,105,058	2,962,282
Total current liabilities	<u>571,555</u>	<u>1,113,431</u>	<u>638,505</u>	<u>3,161,991</u>	<u>1,535,259</u>	<u>1,668,484</u>	<u>707,844</u>	<u>1,352,485</u>	<u>3,341,304</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	85,896	-	9,217	-	-	-
Debt, net	2,937,403	-	-	-	-	-	-	-	-
Lease liabilities - operating leases, net	-	-	-	-	-	-	-	-	-
Total liabilities	<u>3,508,958</u>	<u>1,113,431</u>	<u>638,505</u>	<u>3,247,887</u>	<u>1,535,259</u>	<u>1,677,701</u>	<u>707,844</u>	<u>1,352,485</u>	<u>3,341,304</u>
NET ASSETS:									
Without donor restrictions	7,709,297	5,997,323	2,573,801	729,828	1,333,552	2,044,952	881,777	183,084	(9,081)
With donor restrictions	329,305	370,944	173,293	248,942	170,737	218,771	104,647	25,406	14,074
Total net assets	<u>8,038,602</u>	<u>6,368,267</u>	<u>2,747,094</u>	<u>978,770</u>	<u>1,504,289</u>	<u>2,263,723</u>	<u>986,424</u>	<u>208,490</u>	<u>4,993</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$11,547,560</u>	<u>\$ 7,481,698</u>	<u>\$ 3,385,599</u>	<u>\$ 4,226,657</u>	<u>\$ 3,039,548</u>	<u>\$ 3,941,424</u>	<u>\$ 1,694,268</u>	<u>\$ 1,560,975</u>	<u>\$ 3,346,297</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2021

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	Central Valley Regional Office	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
CURRENT ASSETS:									
Cash and cash equivalents	\$ 224,045	\$ 7,107,856	\$ 1,786,401	\$ 2,779,355	\$ 1,187,134	\$ 823,242	\$ 1,287,169	\$ 1,193,062	\$ 1,755,616
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	40,391	28,655,905	2,045,440	2,979,237	1,346,433	1,484,054	2,520,968	1,446,008	1,518,690
Contributions receivable	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	1,615	100,693	4,777	49,079	3,204	(692)	9,564	4,552	2,421
Intercompany receivable	500,000	4,636,418	-	-	91,355	-	-	209,067	-
Total current assets	<u>766,051</u>	<u>40,500,872</u>	<u>3,836,618</u>	<u>5,807,671</u>	<u>2,628,126</u>	<u>2,306,604</u>	<u>3,817,701</u>	<u>2,852,689</u>	<u>3,276,727</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-
Deferred rent	-	518,223	-	-	79,528	81,506	-	-	-
Property and equipment, net	48,927	20,204,333	13,853,468	15,120,447	276,721	313,959	327,294	97,181	99,729
Right-of-use assets – operating leases, net	4,610	4,282,943	11,881	15,019	3,218	3,219	1,200	-	-
TOTAL ASSETS	<u>\$ 819,588</u>	<u>\$65,506,371</u>	<u>\$17,701,967</u>	<u>\$20,943,137</u>	<u>\$ 2,987,593</u>	<u>\$ 2,705,288</u>	<u>\$ 4,146,195</u>	<u>\$ 2,949,870</u>	<u>\$ 3,376,456</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 132,799	\$ 4,997,634	\$ 103,177	\$ 449,191	\$ 117,518	\$ 112,966	\$ 152,394	\$ 441,323	\$ 337,710
Accrued expenses and other liabilities	50,210	2,529,998	621,851	564,268	341,911	302,631	311,092	402,387	409,104
Deferred revenue	-	532,973	67,212	87,776	48,294	47,351	75,319	55,000	56,243
Line of credit	-	-	-	-	-	-	-	-	-
Debt, current	-	160,065	228,799	282,596	-	-	-	-	-
Lease liabilities - operating leases, current	4,610	552,697	11,881	15,019	3,218	3,219	1,200	-	-
Intercompany payable	-	12,845,814	1,246,572	1,643,415	-	144,237	213,386	-	19,699
Total current liabilities	<u>187,619</u>	<u>21,619,181</u>	<u>2,279,492</u>	<u>3,042,265</u>	<u>510,941</u>	<u>610,404</u>	<u>753,391</u>	<u>898,710</u>	<u>822,756</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	594,943	-	-	-	-	171,168	-	-
Debt, net	-	2,937,403	6,827,762	7,149,381	-	-	-	-	-
Lease liabilities - operating leases, net	-	3,730,197	-	-	-	-	-	-	-
Total liabilities	<u>187,619</u>	<u>28,881,724</u>	<u>9,107,254</u>	<u>10,191,646</u>	<u>510,941</u>	<u>610,404</u>	<u>924,559</u>	<u>898,710</u>	<u>822,756</u>
NET ASSETS:									
Without donor restrictions	631,969	33,631,782	8,378,570	10,507,542	2,229,581	1,852,188	2,950,345	1,877,970	2,370,803
With donor restrictions	-	2,992,865	216,143	243,949	247,071	242,696	271,291	173,190	182,897
Total net assets	<u>631,969</u>	<u>36,624,647</u>	<u>8,594,713</u>	<u>10,751,491</u>	<u>2,476,652</u>	<u>2,094,884</u>	<u>3,221,636</u>	<u>2,051,160</u>	<u>2,553,700</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 819,588</u>	<u>\$65,506,371</u>	<u>\$17,701,967</u>	<u>\$20,943,137</u>	<u>\$ 2,987,593</u>	<u>\$ 2,705,288</u>	<u>\$ 4,146,195</u>	<u>\$ 2,949,870</u>	<u>\$ 3,376,456</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

JUNE 30, 2021

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	Aspire Tate Academy	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
CURRENT ASSETS:									
Cash and cash equivalents	\$ 650,440	\$ 579,958	\$ 1,124,097	\$ 1,598,481	\$ 3,955	\$14,768,910	\$ 503,041	\$ 30,177,103	\$ -
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	1,459,446	1,397,692	1,475,283	2,138,664	44,259	19,856,174	191,917	76,905,696	-
Contributions receivable	-	-	-	-	-	-	108	108	-
Prepaid expenses and deposits	3,396	(3,943)	85	2,224	14,400	89,067	994,022	1,271,254	-
Intercompany receivable	198,879	87,755	-	21,171	2,189,194	2,797,421	8,553,027	17,467,351	-
Total current assets	<u>2,312,161</u>	<u>2,061,462</u>	<u>2,599,465</u>	<u>3,760,540</u>	<u>2,251,808</u>	<u>37,511,572</u>	<u>10,242,115</u>	<u>125,821,512</u>	<u>-</u>
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	-	-	3,027,592	-
Investments	-	-	-	-	-	-	50,980	50,980	-
Deferred rent	-	-	-	-	-	161,034	-	903,229	-
Property and equipment, net	78,830	58,837	84,327	327,306	12,567	30,650,666	336,278	61,509,893	-
Right-of-use assets – operating leases, net	-	6,165	6,165	9,410,459	56,193	9,513,519	390,947	16,528,639	-
TOTAL ASSETS	<u>\$ 2,390,991</u>	<u>\$ 2,126,464</u>	<u>\$ 2,689,957</u>	<u>\$13,498,305</u>	<u>\$ 2,320,568</u>	<u>\$77,836,791</u>	<u>\$11,020,320</u>	<u>\$207,841,845</u>	<u>\$ -</u>
CURRENT LIABILITIES:									
Accounts payable	\$ 247,342	\$ 237,976	\$ 236,030	\$ 14,850	\$ 2,182	\$ 2,452,659	\$ 2,474,876	\$ 13,222,773	\$ -
Accrued expenses and other liabilities	446,247	471,442	391,363	675,477	31,630	4,969,403	1,963,498	12,840,467	-
Deferred revenue	58,527	55,406	-	75,138	-	626,266	-	1,546,381	-
Line of credit	-	-	-	-	-	-	15,000,000	15,000,000	-
Debt, current	-	-	-	-	-	511,395	-	771,460	-
Lease liabilities - operating leases, current	-	6,165	6,165	438,484	50,588	535,939	202,536	2,961,429	-
Intercompany payable	-	-	181,001	-	-	3,448,310	626,328	27,535,322	-
Total current liabilities	<u>752,116</u>	<u>770,989</u>	<u>814,559</u>	<u>1,203,949</u>	<u>84,400</u>	<u>12,543,972</u>	<u>20,267,238</u>	<u>73,877,832</u>	<u>-</u>
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	171,168	-	773,087	-
Debt, net	-	-	-	-	-	13,977,143	-	24,232,296	-
Lease liabilities - operating leases, net	-	-	-	9,907,204	275	9,907,479	190,660	14,505,832	-
Total liabilities	<u>752,116</u>	<u>770,989</u>	<u>814,559</u>	<u>11,111,153</u>	<u>84,675</u>	<u>36,599,762</u>	<u>20,457,898</u>	<u>113,389,047</u>	<u>-</u>
NET ASSETS:									
Without donor restrictions	1,462,392	1,174,844	1,709,653	2,159,558	2,235,893	38,909,339	(9,443,190)	84,234,119	-
With donor restrictions	176,483	180,631	165,745	227,594	-	2,327,690	5,612	10,218,679	-
Total net assets	<u>1,638,875</u>	<u>1,355,475</u>	<u>1,875,398</u>	<u>2,387,152</u>	<u>2,235,893</u>	<u>41,237,029</u>	<u>(9,437,578)</u>	<u>94,452,798</u>	<u>-</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,390,991</u>	<u>\$ 2,126,464</u>	<u>\$ 2,689,957</u>	<u>\$13,498,305</u>	<u>\$ 2,320,568</u>	<u>\$77,836,791</u>	<u>\$11,020,320</u>	<u>\$207,841,845</u>	<u>\$ -</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION JUNE 30, 2021

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	Aspire Hanley Elementary	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,857,887	\$ -	\$ 34,034,990
Restricted cash and cash equivalents	-	-	-	-	-	4,017,527	-	-	4,017,527
Accounts receivable	-	-	-	-	-	55,525	-	130,142	77,091,363
Contributions receivable	-	-	-	-	-	-	375,000	-	375,108
Prepaid expenses and deposits	-	-	-	-	-	-	-	-	1,271,254
Intercompany receivable	-	-	-	-	-	10,689,063	-	(28,156,414)	-
Total current assets	-	-	-	-	-	14,762,115	4,232,887	(28,026,272)	116,790,242
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	35,374,871	-	-	38,402,463
Investments	-	-	-	-	-	-	-	-	50,980
Deferred rent	-	-	-	-	-	-	-	(903,229)	-
Property and equipment, net	-	-	-	-	-	112,163,064	39,471	(1,032,128)	172,680,300
Right-of-use assets – operating leases, net	-	-	-	-	-	-	-	-	16,528,639
TOTAL ASSETS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 162,300,050	\$ 4,272,358	\$ (29,961,629)	\$ 344,452,624
CURRENT LIABILITIES:									
Accounts payable	\$ -	\$ -	\$ -	\$ (1,362)	\$ (1,362)	\$ 35,274	\$ 3,933	\$ -	\$ 13,260,618
Accrued expenses and other liabilities	-	-	-	-	-	2,434,133	5,835	-	15,280,435
Deferred revenue	-	-	-	-	-	-	-	-	1,546,381
Line of credit	-	-	-	-	-	-	-	-	15,000,000
Debt, current	-	-	-	-	-	1,865,000	-	-	2,636,460
Lease liabilities - operating leases, current	-	-	-	-	-	-	-	-	2,961,429
Intercompany payable	-	-	-	-	-	-	621,092	(28,156,414)	-
Total current liabilities	-	-	-	(1,362)	(1,362)	4,334,407	630,860	(28,156,414)	50,685,323
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	(773,087)	-
Debt, net	-	-	-	-	-	146,632,495	-	-	170,864,791
Lease liabilities - operating leases, net	-	-	-	-	-	-	-	-	14,505,832
Total liabilities	-	-	-	(1,362)	(1,362)	150,966,902	630,860	(28,929,501)	236,055,946
NET ASSETS:									
Without donor restrictions	-	-	-	1,362	1,362	11,333,148	2,160,285	(1,032,128)	96,696,786
With donor restrictions	-	-	-	-	-	-	1,481,213	-	11,699,892
Total net assets	-	-	-	1,362	1,362	11,333,148	3,641,498	(1,032,128)	108,396,678
TOTAL LIABILITIES AND NET ASSETS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 162,300,050	\$ 4,272,358	\$ (29,961,629)	\$ 344,452,624

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	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	Aspire College Academy
NET ASSETS WITHOUT DONOR RESTRICTIONS:										
SUPPORT, REVENUE AND GAINS:										
Private grants and contributions	\$ -	\$ -	\$ 24,116	\$ -	\$ -	\$ -	\$ 3,880	\$ -	\$ -	\$ -
Federal revenue	923,813	1,096,250	1,555,517	825,032	1,025,393	977,479	802,944	1,250,811	574,389	710,760
California state revenue:										
State aid portion of general purpose funding	2,119,419	2,718,926	2,222,238	2,045,676	2,640,718	4,138,901	3,064,212	3,090,559	1,172,736	2,054,559
All other state revenue	514,967	649,791	702,501	356,028	275,210	649,466	588,897	717,953	296,856	315,754
Local revenue:										
Cash in-lieu of property taxes	1,203,781	1,548,066	3,963,617	836,334	1,650,543	1,639,193	1,279,249	1,743,645	692,131	846,408
Interest income	26	73	23,840	87	19	20	7	83	29	56
All other local revenue	92,280	314,748	62,158	65,665	153,210	211,901	139,016	456,293	46,997	53,149
Gain (loss) on sale of school site	-	-	(4,608,204)	-	-	-	-	-	-	-
Other gains and (losses)	-	-	-	-	-	-	-	-	-	(261)
Other revenues	1,003	40	8,968	(25)	41	75	22,215	-	-	1,937
Subtotal	4,855,289	6,327,894	3,954,751	4,128,797	5,745,134	7,617,035	5,900,420	7,259,344	2,783,138	3,982,362
Net assets released from restrictions	922,639	2,140,575	1,675,602	521,999	1,993,405	588,965	587,507	2,365,087	1,159,628	642,653
Total support, revenue and gains	<u>5,777,928</u>	<u>8,468,469</u>	<u>5,630,353</u>	<u>4,650,796</u>	<u>7,738,539</u>	<u>8,206,000</u>	<u>6,487,927</u>	<u>9,624,431</u>	<u>3,942,766</u>	<u>4,625,015</u>
EXPENSES AND LOSSES:										
PROGRAM EXPENSES:										
Educational programs	4,633,106	6,685,293	9,262,697	3,660,615	6,521,957	6,383,183	5,536,014	7,283,890	3,192,914	3,661,094
SUPPORTING SERVICES:										
Site support	-	-	-	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-	-
Cost allocations	601,017	775,753	1,000,064	424,904	821,571	837,091	664,653	870,398	361,088	426,887
Total supporting services	601,017	775,753	1,000,064	424,904	821,571	837,091	664,653	870,398	361,088	426,887
Total expenses	5,234,123	7,461,046	10,262,761	4,085,519	7,343,528	7,220,274	6,200,667	8,154,288	3,554,002	4,087,981
Contributions to others	-	-	-	-	-	-	-	-	-	-
Return of grant funds	-	-	-	-	-	-	377,249	-	-	-
Total expenses and losses	<u>5,234,123</u>	<u>7,461,046</u>	<u>10,262,761</u>	<u>4,085,519</u>	<u>7,343,528</u>	<u>7,220,274</u>	<u>6,577,916</u>	<u>8,154,288</u>	<u>3,554,002</u>	<u>4,087,981</u>
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	<u>543,805</u>	<u>1,007,423</u>	<u>(4,632,408)</u>	<u>565,277</u>	<u>395,011</u>	<u>985,726</u>	<u>(89,989)</u>	<u>1,470,143</u>	<u>388,764</u>	<u>537,034</u>
NET ASSETS WITH DONOR RESTRICTIONS:										
Private grants and contributions										-
Federal										
State	1,166,555	2,469,415	2,064,487	678,453	3,309,295	901,184	830,706	2,723,197	1,198,235	806,546
Federal and state revenue	1,166,555	2,469,415	2,064,487	678,453	3,309,295	901,184	830,706	2,723,197	1,198,235	806,546
Return of grant funds	(176,751)	(2,834)	(221,133)	(53,434)	-	(52,644)	(53,189)	-	(1)	-
Interfund transfers	(71,769)	(91,865)	(112,130)	(49,972)	(98,166)	(98,961)	(76,916)	(104,153)	(41,359)	(50,529)
Net assets released from restrictions	(922,639)	(2,140,575)	(1,675,602)	(521,999)	(1,993,405)	(588,965)	(587,507)	(2,365,087)	(1,159,628)	(642,653)
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(4,604)</u>	<u>234,141</u>	<u>55,622</u>	<u>53,048</u>	<u>1,217,724</u>	<u>160,614</u>	<u>113,094</u>	<u>253,957</u>	<u>(2,753)</u>	<u>113,364</u>
INCREASE (DECREASE) IN NET ASSETS	539,201	1,241,564	(4,576,786)	618,325	1,612,735	1,146,340	23,105	1,724,100	386,011	650,398
NET ASSETS - Beginning of Year	1,489,055	2,287,868	7,453,520	1,185,377	2,304,011	882,069	1,376,295	4,958,203	(1,163,275)	780,936
NET ASSETS - End of Year	<u>\$ 2,028,256</u>	<u>\$ 3,529,432</u>	<u>\$ 2,876,734</u>	<u>\$ 1,803,702</u>	<u>\$ 3,916,746</u>	<u>\$ 2,028,409</u>	<u>\$ 1,399,400</u>	<u>\$ 6,682,303</u>	<u>\$ (777,264)</u>	<u>\$ 1,431,334</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	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
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT, REVENUE AND GAINS:									
Private grants and contributions	\$ -	\$ 27,996	\$ -	\$ -	\$ -	\$ 725	\$ -	\$ 1,260	\$ -
Federal revenue	-	9,742,388	439,169	952,899	665,082	704,226	523,166	588,520	468,876
California state revenue:									
State aid portion of general purpose funding	-	25,267,944	1,578,019	3,683,807	2,241,097	2,060,073	2,547,930	3,621,116	1,063,356
All other state revenue	-	5,067,423	152,088	547,367	370,341	358,290	409,322	484,705	250,041
Local revenue:									
Cash in-lieu of property taxes	-	15,402,967	816,991	508,068	407,987	846,168	1,109,271	1,134,218	489,912
Interest income	11	24,251	927	331	435	1,126	1,419	1,274	12
All other local revenue	2,724	1,598,141	26,739	12,627	33,484	35,460	47,903	39,254	26,793
Gain (loss) on sale of school site	-	(4,608,204)	-	-	-	-	-	-	-
Other gains and (losses)	-	(261)	-	509,906	-	-	-	-	-
Other revenues	-	34,254	700	79	2,848	604	8,712	9,418	-
Subtotal	2,735	52,556,899	3,014,633	6,215,084	3,721,274	4,006,672	4,647,723	5,879,765	2,298,990
Net assets released from restrictions	-	12,598,060	1,253,988	252,265	1,632,749	1,284,719	1,969,434	186,201	1,564,929
Total support, revenue and gains	2,735	65,154,959	4,268,621	6,467,349	5,354,023	5,291,391	6,617,157	6,065,966	3,863,919
EXPENSES AND LOSSES:									
PROGRAM EXPENSES:									
Educational programs	979,709	57,800,472	3,735,893	4,558,881	4,406,014	4,202,388	5,460,349	4,261,254	3,050,706
SUPPORTING SERVICES:									
Site support	86,267	86,267	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	86,267	86,267	-	-	-	-	-	-	-
Cost allocations	(1,170,595)	5,612,831	631,825	642,643	640,384	655,188	848,947	877,155	347,303
Total supporting services	(998,061)	5,785,365	631,825	642,643	640,384	655,188	848,947	877,155	347,303
Total expenses	(18,352)	63,585,837	4,367,718	5,201,524	5,046,398	4,857,576	6,309,296	5,138,409	3,398,009
Contributions to others	-	-	-	-	-	-	-	-	-
Return of grant funds	-	377,249	-	-	-	-	-	-	-
Total expenses and losses	(18,352)	63,963,086	4,367,718	5,201,524	5,046,398	4,857,576	6,309,296	5,138,409	3,398,009
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	(1,146,064)
Increase (Decrease) in Net Assets without Donor Restrictions	21,087	1,191,873	(99,097)	1,265,825	307,625	433,815	307,861	927,557	(680,154)
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	3,000,000
Federal									
State	-	16,148,073	1,481,500	497,263	1,837,166	1,518,253	2,285,519	410,108	751,950
Federal and state revenue	-	16,148,073	1,481,500	497,263	1,837,166	1,518,253	2,285,519	410,108	751,950
Return of grant funds	-	(559,986)	-	(1)	(27,640)	(29,455)	-	(52,607)	(87,578)
Interfund transfers	-	(795,820)	(70,892)	(72,601)	(73,407)	(74,546)	(97,582)	(99,870)	(3,038,442)
Net assets released from restrictions	-	(12,598,060)	(1,253,988)	(252,265)	(1,632,749)	(1,284,719)	(1,969,434)	(186,201)	(1,564,929)
Increase (Decrease) in Net Assets with Donor Restrictions	-	2,194,207	156,620	172,396	103,370	129,533	218,503	71,430	(938,999)
INCREASE (DECREASE) IN NET ASSETS	21,087	3,386,080	57,523	1,438,221	410,995	563,348	526,364	998,987	(1,619,153)
NET ASSETS - Beginning of Year	1,088,561	22,642,620	1,899,726	38,131	1,153,404	1,585,065	2,579,974	1,819,839	1,439,602
NET ASSETS - End of Year	\$ 1,109,648	\$ 26,028,700	\$ 1,957,249	\$ 1,476,352	\$ 1,564,399	\$ 2,148,413	\$ 3,106,338	\$ 2,818,826	\$ (179,551)

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	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	Aspire Arts & Sciences Academy	Aspire Stockton Secondary Academy
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT, REVENUE AND GAINS:									
Private grants and contributions	\$ -	\$ -	\$ -	\$ 1,300	\$ -	\$ -	\$ -	\$ -	\$ -
Federal revenue	934,685	1,398,650	748,490	997,553	973,222	897,793	600,386	252,488	302,571
California state revenue:									
State aid portion of general purpose funding	2,271,115	4,055,412	2,125,303	2,589,524	1,913,133	2,439,275	1,702,979	553,701	300,742
All other state revenue	211,496	870,097	528,990	703,847	529,884	578,417	311,076	52,957	52,429
Local revenue:									
Cash in-lieu of property taxes	555,844	1,078,412	593,803	1,533,680	1,006,566	1,227,122	431,981	89,587	54,872
Interest income	1,300	2,063	1,130	242	-	1	896	27	-
All other local revenue	30,960	23,181	67,316	59,236	12,439	54,625	20,360	1,159	-
Gain (loss) on sale of school site	-	-	-	-	-	-	-	-	-
Other gains and (losses)	-	-	-	764,859	-	-	-	-	-
Other revenues	3,070	9,474	1,543	7,805	1,640	6,599	754	1,229	-
Subtotal	4,008,470	7,437,289	4,066,575	6,658,046	4,436,884	5,203,832	3,068,432	951,148	710,614
Net assets released from restrictions	1,404,336	3,091,222	1,520,404	1,522,294	1,128,998	1,800,583	1,147,623	56,312	34,491
Total support, revenue and gains	<u>5,412,806</u>	<u>10,528,511</u>	<u>5,586,979</u>	<u>8,180,340</u>	<u>5,565,882</u>	<u>7,004,415</u>	<u>4,216,055</u>	<u>1,007,460</u>	<u>745,105</u>
EXPENSES AND LOSSES:									
PROGRAM EXPENSES:									
Educational programs	4,202,691	8,246,310	4,830,977	5,988,856	4,892,025	5,479,467	3,371,134	747,114	728,203
SUPPORTING SERVICES:									
Site support	-	-	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	593,637	1,193,143	661,974	870,655	672,479	816,615	492,926	109,771	82,306
Total supporting services	593,637	1,193,143	661,974	870,655	672,479	816,615	492,926	109,771	82,306
Total expenses	4,796,328	9,439,453	5,492,951	6,859,511	5,564,504	6,296,082	3,864,060	856,885	810,509
Contributions to others	-	-	-	-	-	-	-	-	-
Return of grant funds	-	-	-	-	-	-	-	-	-
Total expenses and losses	4,796,328	9,439,453	5,492,951	6,859,511	5,564,504	6,296,082	3,864,060	856,885	810,509
TRANSFERS BETWEEN AFFILIATES									
Increase (Decrease) in Net Assets without Donor Restrictions	616,478	1,089,058	94,028	1,320,829	1,378	708,333	351,995	150,575	(65,404)
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	-	-
Federal									
State	1,640,128	3,531,346	1,735,452	1,839,680	1,348,413	2,078,407	1,307,756	81,718	48,565
Federal and state revenue	1,640,128	3,531,346	1,735,452	1,839,680	1,348,413	2,078,407	1,307,756	81,718	48,565
Return of grant funds	-	-	(47,768)	(1)	(12,256)	(23,789)	-	-	-
Interfund transfers	(70,431)	(136,878)	(74,772)	(96,219)	(75,556)	(91,458)	(55,486)	-	-
Net assets released from restrictions	(1,404,336)	(3,091,222)	(1,520,404)	(1,522,294)	(1,128,998)	(1,800,583)	(1,147,623)	(56,312)	(34,491)
Increase (Decrease) in Net Assets with Donor Restrictions	165,361	303,246	92,508	221,166	131,603	162,577	104,647	25,406	14,074
INCREASE (DECREASE) IN NET ASSETS	781,839	1,392,304	186,536	1,541,995	132,981	870,910	456,642	175,981	(51,330)
NET ASSETS - Beginning of Year	7,256,763	4,975,963	2,560,558	(563,225)	1,371,308	1,392,813	529,782	32,509	56,323
NET ASSETS - End of Year	<u>\$ 8,038,602</u>	<u>\$ 6,368,267</u>	<u>\$ 2,747,094</u>	<u>\$ 978,770</u>	<u>\$ 1,504,289</u>	<u>\$ 2,263,723</u>	<u>\$ 986,424</u>	<u>\$ 208,490</u>	<u>\$ 4,993</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	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	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT, REVENUE AND GAINS:									
Private grants and contributions	\$ 1	\$ 3,286	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 357	\$ 1,153
Federal revenue	3,680	11,451,456	1,079,181	1,671,919	847,087	807,443	1,369,602	1,147,870	1,112,402
California state revenue:									
State aid portion of general purpose funding	-	34,746,582	2,472,551	3,666,977	1,969,908	1,930,446	3,287,297	2,253,416	2,293,142
All other state revenue	-	6,411,347	211,731	294,853	409,345	380,381	587,777	206,414	211,516
Local revenue:									
Cash in-lieu of property taxes	-	11,884,482	1,146,537	1,492,699	903,642	893,127	1,579,811	1,053,280	1,079,247
Interest income	-	11,183	-	-	199	143	177	121	117
All other local revenue	3,614	495,150	22,176	33,929	19,997	19,798	12,933	50,911	40,786
Gain (loss) on sale of school site	-	-	-	-	-	-	-	-	-
Other gains and (losses)	(15)	1,274,750	-	-	-	-	-	-	-
Other revenues	31,502	85,977	824	(1,199)	574	1,318	4,555	12	(481)
Subtotal	38,782	66,364,213	4,933,000	7,159,178	4,150,752	4,032,656	6,842,152	4,712,381	4,737,882
Net assets released from restrictions	-	19,850,548	1,362,585	1,946,502	909,154	1,003,267	2,373,642	974,477	1,180,053
Total support, revenue and gains	38,782	86,214,761	6,295,585	9,105,680	5,059,906	5,035,923	9,215,794	5,686,858	5,917,935
EXPENSES AND LOSSES:									
PROGRAM EXPENSES:									
Educational programs	1,884,511	70,046,773	5,257,813	7,417,943	3,902,877	3,994,114	6,921,882	4,706,875	4,560,147
SUPPORTING SERVICES:									
Site support	42,291	42,291	-	-	-	-	-	-	-
Development and expansion	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	42,291	42,291	-	-	-	-	-	-	-
Cost allocations	(2,001,426)	8,135,525	625,503	814,535	493,007	487,283	861,921	562,850	576,622
Total supporting services	(1,916,844)	8,220,107	625,503	814,535	493,007	487,283	861,921	562,850	576,622
Total expenses	(32,333)	78,266,880	5,883,316	8,232,478	4,395,884	4,481,397	7,783,803	5,269,725	5,136,769
Contributions to others	-	-	-	-	-	-	-	-	-
Return of grant funds	-	-	-	-	-	-	-	-	-
Total expenses and losses	(32,333)	78,266,880	5,883,316	8,232,478	4,395,884	4,481,397	7,783,803	5,269,725	5,136,769
TRANSFERS BETWEEN AFFILIATES									
	-	(1,146,064)	-	-	-	-	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	71,115	6,801,817	412,269	873,202	664,022	554,526	1,431,991	417,133	781,166
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	3,000,000	-	-	-	-	-	-	-
Federal									
State		22,393,224	1,624,700	2,302,081	1,105,829	1,216,603	2,746,189	1,194,818	1,425,356
Federal and state revenue	-	22,393,224	1,624,700	2,302,081	1,105,829	1,216,603	2,746,189	1,194,818	1,425,356
Return of grant funds	-	(281,095)	(52,555)	(14,856)	(12,805)	-	-	(186,616)	(186,627)
Interfund transfers	-	(4,128,140)	(74,022)	(96,774)	(58,484)	(57,694)	(101,256)	(66,342)	(65,854)
Net assets released from restrictions	-	(19,850,548)	(1,362,585)	(1,946,502)	(909,154)	(1,003,267)	(2,373,642)	(974,477)	(1,180,053)
Increase (Decrease) in Net Assets with Donor Restrictions	-	1,133,441	135,538	243,949	125,386	155,642	271,291	(32,617)	(7,178)
INCREASE (DECREASE) IN NET ASSETS	71,115	7,935,258	547,807	1,117,151	789,408	710,168	1,703,282	384,516	773,988
NET ASSETS - Beginning of Year	560,854	28,689,389	8,046,906	9,634,340	1,687,244	1,384,716	1,518,354	1,666,644	1,779,712
NET ASSETS - End of Year	\$ 631,969	\$ 36,624,647	\$ 8,594,713	\$ 10,751,491	\$ 2,476,652	\$ 2,094,884	\$ 3,221,636	\$ 2,051,160	\$ 2,553,700

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	Aspire Tate Academy	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
NET ASSETS WITHOUT DONOR RESTRICTIONS:									
SUPPORT, REVENUE AND GAINS:									
Private grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,510	\$ (57,500)	\$ (24,708)	\$ -
Federal revenue	992,114	926,586	903,629	1,221,781	-	12,079,614	89,464	33,362,922	-
California state revenue:									
State aid portion of general purpose funding	2,200,622	2,265,746	2,002,900	3,942,391	-	28,285,396	-	88,299,922	-
All other state revenue	214,600	216,211	203,756	561,572	-	3,498,156	64	14,976,990	-
Local revenue:									
Cash in-lieu of property taxes	1,024,262	1,044,846	926,058	1,449,684	-	12,593,193	-	39,880,642	-
Interest income	64	70	105	137	219	1,352	1,707	38,493	-
All other local revenue	21,275	21,069	20,292	23,960	1,662	288,788	35,366	2,417,445	-
Gain (loss) on sale of school site	-	-	-	-	-	-	-	(4,608,204)	-
Other gains and (losses)	-	-	-	-	-	-	(5,000)	1,269,489	-
Other revenues	-	955	-	-	-	6,558	39,675	166,464	-
Subtotal	4,452,937	4,475,483	4,056,740	7,199,525	1,881	56,754,567	103,776	175,779,455	-
Net assets released from restrictions	1,184,393	991,440	996,578	499,874	-	13,421,965	2,714,062	48,584,635	-
Total support, revenue and gains	<u>5,637,330</u>	<u>5,466,923</u>	<u>5,053,318</u>	<u>7,699,399</u>	<u>1,881</u>	<u>70,176,532</u>	<u>2,817,838</u>	<u>224,364,090</u>	<u>-</u>
EXPENSES AND LOSSES:									
PROGRAM EXPENSES:									
Educational programs	4,735,177	4,461,923	4,039,478	5,995,372	884,312	56,877,913	7,574,169	192,299,327	8,461
SUPPORTING SERVICES:									
Site support	-	-	-	-	98,038	98,038	10,514,010	10,740,606	-
Development and expansion	-	-	-	-	-	-	387,401	387,401	-
Fundraising	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	98,038	98,038	3,565,974	3,792,570	-
Cost allocations	545,934	570,053	495,024	761,373	(1,126,982)	5,667,123	(19,415,479)	-	-
Total supporting services	545,934	570,053	495,024	761,373	(930,906)	5,863,199	(4,948,094)	14,920,577	-
Total expenses	5,281,111	5,031,976	4,534,502	6,756,745	(46,594)	62,741,112	2,626,075	207,219,904	8,461
Contributions to others	-	-	-	-	-	-	-	-	400,620
Return of grant funds	-	-	-	-	-	-	-	377,249	-
Total expenses and losses	5,281,111	5,031,976	4,534,502	6,756,745	(46,594)	62,741,112	2,626,075	207,597,153	409,081
TRANSFERS BETWEEN AFFILIATES									
Increase (Decrease) in Net Assets without Donor Restrictions	356,219	434,947	518,816	942,654	48,475	7,435,420	191,763	15,620,873	(409,081)
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	-	3,000,000	-
Federal									
State	1,422,139	1,228,921	1,219,012	788,717	-	16,274,365	-	54,815,662	-
Federal and state revenue	1,422,139	1,228,921	1,219,012	788,717	-	16,274,365	-	54,815,662	-
Return of grant funds	(221,577)	(245,963)	(220,878)	(69,955)	-	(1,211,832)	-	(2,052,913)	-
Interfund transfers	(65,282)	(60,642)	(60,055)	(89,314)	-	(795,719)	2,719,679	(3,000,000)	-
Net assets released from restrictions	(1,184,393)	(991,440)	(996,578)	(499,874)	-	(13,421,965)	(2,714,062)	(48,584,635)	-
Increase (Decrease) in Net Assets with Donor Restrictions	(49,113)	(69,124)	(58,499)	129,574	-	844,849	5,617	4,178,114	-
INCREASE (DECREASE) IN NET ASSETS									
	307,106	365,823	460,317	1,072,228	48,475	8,280,269	197,380	19,798,987	(409,081)
NET ASSETS - Beginning of Year									
	1,331,769	989,652	1,415,081	1,314,924	2,187,418	32,956,760	(9,634,958)	74,653,811	409,081
NET ASSETS - End of Year									
	<u>\$ 1,638,875</u>	<u>\$ 1,355,475</u>	<u>\$ 1,875,398</u>	<u>\$ 2,387,152</u>	<u>\$ 2,235,893</u>	<u>\$ 41,237,029</u>	<u>\$ (9,437,578)</u>	<u>\$ 94,452,798</u>	<u>\$ -</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2021

	Aspire Hanley Elementary	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, REVENUE AND GAINS:									
Private grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,534,646	\$ -	\$ 2,509,938
Federal revenue	-	-	-	-	-	-	-	-	33,362,922
California state revenue:									
State aid portion of general purpose funding	-	-	-	-	-	-	-	-	88,299,922
All other state revenue	-	-	-	-	-	-	-	-	14,976,990
Local revenue:									
Cash in-lieu of property taxes	-	-	-	-	-	-	-	-	39,880,642
Interest income	-	-	-	-	-	3,225	-	-	41,718
All other local revenue	-	-	-	-	-	-	-	-	2,417,445
Gain (loss) on sale of school site	-	-	-	-	-	12,219,881	-	-	7,611,677
Other gains and (losses)	-	-	-	-	-	-	-	-	1,269,489
Other revenues	-	-	-	-	-	7,737,427	-	(7,310,409)	593,482
Subtotal	-	-	-	-	-	19,960,533	2,534,646	(7,310,409)	190,964,225
Net assets released from restrictions	-	-	-	350,000	350,000	3,000,000	1,108,870	-	53,043,505
Total support, revenue and gains	-	-	-	350,000	350,000	22,960,533	3,643,516	(7,310,409)	244,007,730
EXPENSES AND LOSSES:									
PROGRAM EXPENSES:									
Educational programs	10,471	27,964	11,670	1,933	60,499	8,708,471	379,297	(7,310,409)	194,137,185
SUPPORTING SERVICES:									
Site support	-	-	-	12,869	12,869	-	-	-	10,753,475
Development and expansion	-	-	-	-	-	-	-	-	387,401
Fundraising	-	-	-	-	-	-	2,071,787	-	2,071,787
Administration and general	-	-	-	9,007	9,007	-	236,421	-	4,037,998
Cost allocations	-	-	-	-	-	-	-	-	-
Total supporting services	-	-	-	21,876	21,876	-	2,308,208	-	17,250,661
Total expenses	10,471	27,964	11,670	23,809	82,375	8,708,471	2,687,505	(7,310,409)	211,387,846
Contributions to others	600,433	725,820	846,863	1,360,236	3,933,972	-	-	-	3,933,972
Return of grant funds	-	-	-	-	-	-	-	-	377,249
Total expenses and losses	610,904	753,784	858,533	1,384,045	4,016,347	8,708,471	2,687,505	(7,310,409)	215,699,067
TRANSFERS BETWEEN AFFILIATES	(4)	(28,430)	27,037	1,397	-	1,146,064	-	-	-
Increase (Decrease) in Net Assets without Donor Restrictions	(610,908)	(782,214)	(831,496)	(1,032,648)	(3,666,347)	15,398,126	956,011	-	28,308,663
NET ASSETS WITH DONOR RESTRICTIONS:									
Private grants and contributions	-	-	-	-	-	-	2,229,034	-	5,229,034
Federal	-	-	-	-	-	-	-	-	-
State	-	-	-	-	-	-	-	-	54,815,662
Federal and state revenue	-	-	-	-	-	-	-	-	54,815,662
Return of grant funds	-	-	-	-	-	-	-	-	(2,052,913)
Interfund transfers	-	-	-	-	-	3,000,000	-	-	-
Net assets released from restrictions	-	-	-	(350,000)	(350,000)	(3,000,000)	(1,108,870)	-	(53,043,505)
Increase (Decrease) in Net Assets with Donor Restrictions	-	-	-	(350,000)	(350,000)	-	1,120,164	-	4,948,278
INCREASE (DECREASE) IN NET ASSETS	(610,908)	(782,214)	(831,496)	(1,382,648)	(4,016,347)	15,398,126	2,076,175	-	33,256,941
NET ASSETS - Beginning of Year	610,908	782,214	831,496	1,384,010	4,017,709	(4,064,978)	1,565,323	(1,032,128)	75,139,737
NET ASSETS - End of Year	\$ -	\$ -	\$ -	\$ 1,362	\$ 1,362	\$ 11,333,148	\$ 3,641,498	\$ (1,032,128)	\$ 108,396,678

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2021

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	Bay Area Regional Office
Salaries and wages	\$ 2,646,706	\$ 3,692,023	\$ 4,644,592	\$ 2,099,287	\$ 3,674,772	\$ 3,565,583	\$ 2,711,785	\$ 3,887,759	\$ 1,828,550	\$ 2,057,554	\$ 410,149
Employee benefits	888,287	1,255,517	1,599,396	717,998	1,309,797	1,093,444	846,066	1,267,508	632,333	695,244	147,577
Books and supplies	317,728	441,555	711,917	213,923	428,914	408,138	446,849	431,784	184,877	201,130	97,376
Rents and occupancy	506,583	892,410	1,244,010	354,685	495,177	870,476	839,267	1,014,255	270,237	373,748	-
Professional services	225,440	286,967	644,883	238,561	275,443	349,149	457,868	461,695	259,363	295,498	282,643
Bonds and loan interest	-	-	-	-	-	1,500	1,500	-	-	-	-
Depreciation and amortization	32,984	74,785	338,949	21,394	309,977	65,562	215,031	205,237	8,270	23,071	-
Travel and meetings	3,221	9,228	14,939	4,854	7,687	9,271	10,543	5,152	4,261	3,104	35,105
Other expenses	<u>12,157</u>	<u>32,808</u>	<u>64,011</u>	<u>9,913</u>	<u>20,190</u>	<u>20,060</u>	<u>7,105</u>	<u>10,500</u>	<u>5,023</u>	<u>11,745</u>	<u>6,859</u>
Total	<u>\$ 4,633,106</u>	<u>\$ 6,685,293</u>	<u>\$ 9,262,697</u>	<u>\$ 3,660,615</u>	<u>\$ 6,521,957</u>	<u>\$ 6,383,183</u>	<u>\$ 5,536,014</u>	<u>\$ 7,283,890</u>	<u>\$ 3,192,914</u>	<u>\$ 3,661,094</u>	<u>\$ 979,709</u>

Program Expenses

	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	Aspire Port City Academy
Salaries and wages	\$31,218,760	\$ 1,987,174	\$ 2,138,173	\$ 2,237,557	\$ 2,054,401	\$ 2,859,543	\$ 2,181,948	\$ 1,475,676	\$ 2,191,636	\$ 4,001,906	\$ 2,417,819
Employee benefits	10,453,167	731,147	822,013	803,715	748,246	1,077,934	853,947	469,719	775,650	1,528,388	904,747
Books and supplies	3,884,191	369,078	437,729	429,397	379,730	346,393	303,571	252,412	322,269	924,819	521,381
Rents and occupancy	6,860,848	392,030	429,443	466,169	724,921	806,635	662,093	443,761	195,641	1,180,910	656,440
Professional services	3,777,510	161,489	259,425	195,697	211,431	284,776	185,900	345,138	246,709	455,884	268,629
Bonds and loan interest	3,000	-	308,669	-	-	-	-	-	69,969	-	-
Depreciation and amortization	1,295,260	82,234	135,313	260,213	69,160	69,323	60,282	48,875	384,960	129,040	43,281
Travel and meetings	107,365	3,493	16,851	3,085	5,158	5,084	3,856	6,152	6,398	12,559	8,965
Other expenses	<u>200,371</u>	<u>9,248</u>	<u>11,265</u>	<u>10,181</u>	<u>9,341</u>	<u>10,661</u>	<u>9,657</u>	<u>8,973</u>	<u>9,459</u>	<u>12,804</u>	<u>9,715</u>
Total	<u>\$57,800,472</u>	<u>\$ 3,735,893</u>	<u>\$ 4,558,881</u>	<u>\$ 4,406,014</u>	<u>\$ 4,202,388</u>	<u>\$ 5,460,349</u>	<u>\$ 4,261,254</u>	<u>\$ 3,050,706</u>	<u>\$ 4,202,691</u>	<u>\$ 8,246,310</u>	<u>\$ 4,830,977</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2021

Program Expenses

	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep	Alexander Twilight Secondary Academy	Aspire APEX Academy	Aspire Arts & Sciences Academy	Aspire Stockton Secondary Academy	Central Valley Regional Office	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Junior Collegiate Academy
Salaries and wages	\$ 2,793,046	\$ 2,265,973	\$ 2,748,348	\$ 1,768,442	\$ 462,549	\$ 455,125	\$ 920,657	\$ 34,959,973	\$ 2,664,774	\$ 3,870,550	\$ 2,034,059
Employee benefits	1,020,195	902,860	1,012,111	685,402	148,214	151,205	277,985	12,913,478	954,909	1,378,690	644,740
Books and supplies	416,317	515,365	410,671	212,018	43,867	19,345	178,356	6,082,718	520,482	695,205	389,658
Rents and occupancy	635,394	693,652	778,773	326,857	41,482	31,605	-	8,465,806	127,634	179,315	512,989
Professional services	397,531	428,633	438,276	308,225	32,337	53,153	464,381	4,737,614	322,305	524,609	269,238
Bonds and loan interest	462,997	-	-	2	-	-	-	841,637	144,000	151,466	-
Depreciation and amortization	220,753	71,662	72,986	66,000	9,697	12,310	-	1,736,089	510,038	597,872	25,347
Travel and meetings	27,233	4,031	7,845	-	1,354	5,407	43,132	160,603	2,004	11,771	8,884
Other expenses	15,390	9,849	10,457	4,188	7,614	53	-	148,855	11,667	8,465	17,962
Total	<u>\$ 5,988,856</u>	<u>\$ 4,892,025</u>	<u>\$ 5,479,467</u>	<u>\$ 3,371,134</u>	<u>\$ 747,114</u>	<u>\$ 728,203</u>	<u>\$ 1,884,511</u>	<u>\$ 70,046,773</u>	<u>\$ 5,257,813</u>	<u>\$ 7,417,943</u>	<u>\$ 3,902,877</u>

Program Expenses

	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Prep Academy	LA Regional Office	Total LA Region	National Office	Aspire Public Schools Program Expenses
Salaries and wages	\$ 2,128,618	\$ 3,814,476	\$ 2,539,667	\$ 2,567,566	\$ 2,748,740	\$ 2,559,076	\$ 2,335,034	\$ 3,264,782	\$ 567,819	\$ 31,095,161	\$ 5,127,081	102,400,975
Employee benefits	675,582	1,304,564	913,043	923,322	956,474	947,614	824,923	1,059,157	157,890	10,740,908	1,616,082	35,723,635
Books and supplies	312,341	449,607	598,191	375,919	374,104	358,209	297,414	493,024	67,968	4,932,122	321,554	15,220,585
Rents and occupancy	544,443	878,975	258,654	258,446	256,339	221,137	250,146	711,947	-	4,200,025	-	19,526,679
Professional services	269,885	404,058	377,031	407,868	340,700	303,538	273,574	331,619	87,830	3,912,255	755,718	13,183,097
Bonds and loan interest	-	-	-	-	-	-	-	-	-	295,466	-	1,140,103
Depreciation and amortization	37,508	48,509	7,978	9,093	12,630	8,388	6,838	50,961	-	1,315,162	-	4,346,511
Travel and meetings	9,143	11,224	3,370	9,051	37,460	55,095	42,986	42,384	8,135	241,507	30,420	539,895
Other expenses	16,594	10,469	8,941	8,882	8,730	8,866	8,563	41,498	(5,330)	145,307	(276,686)	217,847
Total	<u>\$ 3,994,114</u>	<u>\$ 6,921,882</u>	<u>\$ 4,706,875</u>	<u>\$ 4,560,147</u>	<u>\$ 4,735,177</u>	<u>\$ 4,461,923</u>	<u>\$ 4,039,478</u>	<u>\$ 5,995,372</u>	<u>\$ 884,312</u>	<u>\$ 56,877,913</u>	<u>\$ 7,574,169</u>	<u>\$ 192,299,327</u>

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED JUNE 30, 2021

	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,400,975	\$ 852,384	\$ 94,709
Employee benefits	-	-	-	-	-	-	-	-	-	35,723,635	275,832	30,648
Books and supplies	1,898	2,617	4,825	2,687	741	12,768	-	-	-	15,233,353	601,833	66,870
Rents and occupancy	5,590	7,801	20,942	8,983	-	43,316	41,642	-	(7,310,409)	12,301,228	140,666	15,630
Professional services	973	53	2,197	-	-	3,223	3,649	-	-	13,189,969	201,072	22,341
Bonds and loan interest	-	-	-	-	-	-	4,771,837	-	-	5,911,940	-	-
Depreciation and amortization	-	-	-	-	-	-	3,874,457	-	-	8,220,968	-	-
Travel and meetings	-	-	-	-	31	31	-	56,020	-	595,946	-	6,223
Other expenses	-	-	-	-	1,161	1,161	16,886	323,277	-	559,171	-	-
Total	\$ 8,461	\$ 10,471	\$ 27,964	\$ 11,670	\$ 1,933	\$ 60,499	\$ 8,708,471	\$ 379,297	\$ (7,310,409)	\$ 194,137,185	\$ 2,071,787	\$ 236,421

	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	\$ 947,093	\$ 4,397,759	\$ 216,334	\$ 1,215,185	\$ 5,829,278	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,776,371
Employee benefits	306,480	1,672,954	68,921	494,647	2,236,522	-	-	-	-	-	-	2,543,002
Books and supplies	668,703	1,047,385	38,602	356,922	1,442,909	5,188	-	1,482	6,670	-	-	2,118,282
Rents and occupancy	156,296	750,416	-	750,416	1,500,832	7,462	-	7,462	14,924	-	-	1,672,052
Professional services	223,413	2,690,954	61,073	771,299	3,523,326	-	-	-	-	-	-	3,746,739
Bonds and loan interest	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	63,311	-	63,313	126,624	-	-	-	-	-	-	126,624
Travel and meetings	6,223	53,567	2,471	15,305	71,343	219	-	63	282	-	-	77,848
Other expenses	-	64,260	-	125,483	189,743	-	-	-	-	-	-	189,743
Total	\$ 2,308,208	\$ 10,740,606	\$ 387,401	\$ 3,792,570	\$ 14,920,577	\$ 12,869	\$ -	\$ 9,007	\$ 21,876	\$ -	\$ -	\$ 17,250,661

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Pass- Through Entity Identifying Number	Total Federal Expenditures
U.S. Department of Education:			
Replication and Expansion of High-Quality Charter Schools	84.282M	N/A	\$ <u>607,686</u>
Passed Through California Department of Education (CDE):			
Title I, Part A, Basic Grant	84.010	14329	<u>6,177,321</u>
Special Education Cluster (IDEA):			
Special Education: IDEA Basic Local Assistance, Part B	84.027	13379	2,524,167
Special Education – IDEA Mental Health Services, Part B, Sec 611	84.027A	15321	277,458
IASA Title II, Part A, Teacher Quality	84.367	14341	669,496
IASA Title III, Limited English Proficiency	84.365	14346	431,350
ESSA Title IV, Part A, Student Support and Academic Enrichment	84.424	15396	444,845
ESSA Title IV, Part B, 21 st Century Community Learning Centers	84.287	14349	<u>767,092</u>
Subtotal Special Education Cluster (IDEA)			<u>5,114,408</u>
Education Stabilization Fund (ESF):			
COVID-19 Governor’s Emergency Education Relief Fund (GEER)	84.425C	15517	776,493
COVID-19 Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425D	15536	<u>4,505,066</u>
Subtotal Education Stabilization Fund (ESF)			<u>5,281,559</u>
Total Dept of Education Passed Through CDE			<u>16,573,288</u>
Total U.S. Department of Education			<u>17,180,974</u>
U.S. Treasury			
Passed Through CDE:			
COVID-19 Coronavirus Relief Fund (CRF)	21.019	25516	<u>13,365,630</u>
Total U.S. Treasury			<u>13,365,630</u>

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/Pass-Through Grantor/ Program or Cluster Title</u>	<u>Assistance Listing Number</u>	<u>Pass- Through Entity Identifying Number</u>	<u>Total Federal Expenditures</u>
U.S. Department of Agriculture:			
Passed Through CDE:			
Child Nutrition Cluster:			
Child Nutrition: National School Lunch Program	10.553	13391	1,793,029
Child Nutrition: School Programs (School Breakfast Basic)	10.555	13390	<u>1,012,815</u>
Total Child Nutrition Cluster			2,805,844
Child & Adult Care Food Program	10.558	13666	1,092
Fresh Fruit and Vegetable Program	10.582	14968	<u>7,682</u>
Total Dept of Agriculture Passed Through CDE			<u>2,814,618</u>
U.S. Department of Health and Human Services:			
Passed Through CDE:			
Medi-Cal Option Billing Cluster	93.778	10013	<u>1,700</u>
Total Expenditures of Federal Awards			<u><u>\$ 33,362,922</u></u>

ASPIRE PUBLIC SCHOOLS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2021

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.

2. INDIRECT COST RATE

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

3. SUBRECIPIENTS

Aspire Public Schools did not provide federal awards to subrecipients during the year ended June 30, 2021.

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, 2021, 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 18, 2022.

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 18, 2022

**REPORT ON COMPLIANCE WITH APPLICABLE REQUIREMENTS IN
ACCORDANCE WITH 2020-21 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 *2020-21 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, 2021.

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 *2020-21 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 *2020-21 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
LOCAL EDUCATION AGENCIES – STEPS APPLICABLE TO CHARTER SCHOOLS	
Attendance and Distance Learning	Yes
Instructional Time	Yes
SCHOOL DISTRICTS, COUNTY OFFICE OF EDUCATION, AND CHARTER SCHOOLS	
California Clean Energy Jobs Act	Not Applicable
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
CHARTER SCHOOLS	
Independent Study-Course Based	Not Applicable
Attendance	Yes
Mode of Instruction	Yes
Non-classroom-Based Instruction/Independent Study	Not Applicable
Determination of Funding for Non-classroom-Based Instruction	Not Applicable
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, 2021.



**GILBERT CPAs
Sacramento, California**

March 18, 2022

**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, 2021. 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.

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, 2021.

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 18, 2022

FINDINGS AND QUESTIONED COSTS

ASPIRE PUBLIC SCHOOLS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2021

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>
COVID-19 Coronavirus Relief Fund	21.019
COVID-19 Education Stabilization Fund	84.425C, 84.425D

Dollar threshold used to distinguish between Type A and Type B programs: \$ 1,000,888

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, 2021

SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings for the year ended June 30, 2021.

SECTION III - STATE COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2021.

SECTION IV - FEDERAL COMPLIANCE FINDINGS

There were no findings for the year ended June 30, 2021.

ASPIRE PUBLIC SCHOOLS

STATUS OF PRIOR YEAR FINDINGS YEAR ENDED JUNE 30, 2021

SECTION V - STATUS OF PRIOR YEAR FINDINGS:

FINANCIAL STATEMENT FINDINGS

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

STATE COMPLIANCE FINDINGS

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

FEDERAL COMPLIANCE FINDINGS

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