

RONALD REAGAN CHARTER SCHOOL ALLIANCE

Sycamore Academy of Science and Cultural Arts

Regular Board Meeting Agenda

Renaissance Plaza

32326 Clinton Keith Road, Suite 202

Wildomar, CA 92595

Phone: (951) 678-5217

November 19, 2013, @6:00 p.m.

Board Members

William Sampson, President

Roland Skumawitz, Secretary/Treasurer

Ingrid Flores

Craig Richter

Vacant seat

1.0 CALL TO ORDER

Introduction of Guests

The meeting was called to order by the Board Chair at _____.

2.0 OPEN GENERAL SESSION

ROLL CALL

Present Absent

Mr. William Sampson

Mr. Roland Skumawitz

Dr. Ingrid Flores

Mr. Craig Richter

Other guests present:

3.0 PLEDGE OF ALLEGIANCE

- 4.0 INVITATION TO ADDRESS THE BOARD, OPEN SESSION ITEMS:** Comments should be limited to 3 minutes. Unless an item has been placed on the published agenda in accordance with the Brown Act, there shall be no action taken, nor should there be comments on, responses to, or discussion of a topic not on the agenda. The Board members may: (1) acknowledge receipt of information/report; (2) refer to staff with no direction as to action or priority; or (3) refer the matter to the next agenda.

5.0 APPROVAL OF THE AGENDA

Motion: _____ Second: _____ Vote: _____

6.0 INFORMATION SESSION:

6.1 School Report

Teachers will update the board on school activities.

Presented by: Sycamore Academy Teachers.

6.2 Ledesma and Meyer Construction Co. Inc.

Presentation of proposed costs, timeline and other matters concerning construction of a new school facility.

Presented by: Mr. Joe Ledesma, General Contractor

6.3 PJHM Architects

Presentation of proposed costs, timeline and other matters concerning construction of a new school facility.

Presented by: Mr. Thomas Kruse

6.4 Ed Tec Financial Update Report (Attachment 6.4)

Presentation of the status of our school's finances.

Presented by: Jennie Bartkowiak, Ed Tec, Client Manager

6.5 Director Report/Special Education Report

Report on school business and Special Education.

Presented by: Barbara Hale, Director/Principal and SASCA's Special Education Liaison

6.6 Enrollment Data and Attendance Report (Attachment 6.6)

Current enrollment data and data submission.

Presented by: Laura Girard, Secretary

7.0 CONSENT CALENDAR

7.1 Approval of the Minutes: October 10, 2013 (Attachment 7.1)

7.2 Approval of the Minutes: November 9, 2013 (Attachment 7.2)

7.3 Approval of the Check Register for October 2013 (Attachment 7.3)

Motion: _____ Second: _____ Vote: _____

8.0 ACTION ITEMS:

8.1 Approve Resolution 2013-14-0001 (Attachment 8.1)

Approve the Education Protection Account Resolution.

Presented by: Jennie Bartkowiak, Ed Tec, Client Manager.

Motion: _____ Second: _____ Vote: _____

8.2 Review and Approve Financial Policy (Attachment 8.2)

Review and approve the Financial Policy.

Presented by: Barbara Hale, Director/Principal.

Motion: _____ Second: _____ Vote: _____

8.3 Approve Annual Audit (Attachment 8.3)

Review and approve annual financial audit.

Presented by: Barbara Hale, Director/Principal

Motion: _____ Second: _____ Vote: _____

8.4 Review and Approve Updated Bylaws (Attachment 8.4)

Review and approve updated bylaws.

Presented by: Barbara Hale, Director/Principal

Motion: _____ Second: _____ Vote: _____

8.5 Approve 1st Interim Report (Attachment 8.5)

Review and approve 1st Interim Report

Motion: _____ Second: _____ Vote: _____

8.6 2012/2013 Annual Tax Return (Attachment 8.6)

Approve Form 990 Annual Tax Return for the 2012/2013 school year.

Motion: _____ Second: _____ Vote: _____

8.7 Re-Election of Governing board member

Re-Elect Dr. Ingrid Flores, Governing board member, in compliance with the RRCSA Bylaws and the RRCSA Charter.

Motion: _____ Second: _____ Vote: _____

8.8 Approve Resolution 2013-14-0002 (Attachment 8.8)

The board will select a trustee from a slate of qualified candidates or absent such a slate, through a process of the board's design. Resolution appointing one or more board members to the Board of Trustees of Ronald Reagan Charter School Alliance.

Motion: _____ Second: _____ Vote: _____

9.0 RRCSA GOVERNANCE AND MANAGEMENT TRAINING (Attachment 9.0)

Podcast training for Governing Boards by Dr. Carpenter. (1) Where the Heck Are We?

10.0 INVITATION TO ADDRESS THE BOARD, CLOSED SESSION ITEMS:

Comments should be limited to 3 minutes. Unless an item has been placed on the published agenda in accordance with the Brown Act, there shall be no action taken, nor should there be comments on, responses to, or discussion of a topic not on the agenda. The Board members may: (1) acknowledge receipt of information/report; (2) refer to staff with no direction as to action or priority; or (3) refer the matter to the next agenda.

11.0 CLOSED SESSION:

Adjourn to closed session at _____ (time).

The Governing Board will meet in Closed Session to consider matters of student discipline, personnel matters, labor negotiations, litigation and facilities and/or land acquisition.

**11.1 CONFERENCE WITH REAL PROPERTY NEGOTIATORS
(Pursuant to Government Code Section 54956.8)**

Property: 23151 Palomar, Murrieta, CA 92562

Agency Negotiators: Barbara Hale, Director/Principal of Sycamore Academy of Science and Cultural Arts, Richard J. Hansberger, Counsel to Ronald Reagan Charter School Alliance

Negotiating Parties: Dr. Mario Ybarra

Under Negotiation: Price and terms of payment

12.0 RECONVENE OPEN GENERAL SESSION:

The board reconvened to General Session at _____ (time).

ROLL CALL

Mr. William Sampson

Mr. Roland Skumawitz

Dr. Ingrid Flores

Mr. Craig Richter

Aye

Nay

Abstentions

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Other guests present:

13.0 REPORT OUT OF CLOSED SESSION, IF APPLICABLE:

14.0 BOARD COMMENTS

Governing Board comments and introduction of issues that may be addressed at future meetings.

15.0 ADJOURNMENT

Motion: _____ Second: _____ Vote: _____

The meeting was adjourned at _____.

THE ORDER OF BUSINESS MAY BE CHANGED WITHOUT NOTICE

Notice is hereby given that the order of consideration of matters on this agenda may be changed without prior notice.

REASONABLE LIMITATIONS MAY BE PLACED ON PUBLIC TESTIMONY

The Governing Board's presiding officer reserves the right to impose reasonable time limits on public testimony to ensure that the agenda is completed.

SPECIAL PRESENTATIONS MAY BE MADE

Notice is hereby given that, consistent with the requirements of the Bagley-Keene Open Meeting Act, special presentations not mentioned in the agenda may be made at this meeting. However, any such presentation will be for information only.

REASONABLE ACCOMMODATION WILL BE PROVIDED FOR ANY INDIVIDUAL WITH A DISABILITY

Pursuant to the Rehabilitation Act of 1973 and the Americans with Disabilities Act of 1990, any individual with a disability who requires reasonable accommodation to attend or participate in this meeting of the Governing Board may request assistance by contacting Sycamore Academy of Science and Cultural Arts

Telephone, (951) 678-5217;

FOR MORE INFORMATION

For more information concerning this agenda, please contact Sycamore Academy of Science and Cultural Arts

Telephone, (951) 678-5217.

Sycamore Academy of Science & Cultural Arts

Financial Update



Business and Development Specialists
for Charter Schools

November 19,
2013

Jennie Bartkowiak

Agenda



- Current Revenue Forecast
- Current Expense Forecast
- YTD Actuals
- Cash Flow Forecast

- Exhibits
 - Cash Flow
 - Oct. 2013 YTD Financials
 - Oct. 2013 Check Register

Current Revenue Forecast: Oct. YTD Update

The revenue forecast has increased this month, due to updated enrollment forecast.

- **Increases to Revenue Forecast = \$30.2K**
 - ▣ Current enrollment is 336; we conservatively budgeted for 320
 - ▣ This month we increased the forecast to 325 enrolled (still conservative)
 - ▣ Forecasted revenues have increased \$30K as a result
- **Decreases to Revenue Forecast = \$0**

Current Revenue Forecast

- + \$30.2K more than last month's forecast
- + \$30.2K more than board approved budget (Oct.)

Current Expense Forecast: Oct. YTD Update

Expenses have increased since last month's update, due to revenue and/or enrollment dependent expenses.

- **Increases to Expense Forecast: \$4.4K**
 - Due to revenue and/or enrollment dependent expenses such as Special Education Encroachment, District Oversight, Business Services
- **Decreases to Expense Forecast: \$0**

Current Expense Forecast

- + \$4.4K more than last month's forecast
- + \$4.4K more than board approved budget (Oct.)

2013-14 Current Forecast: Oct. Update

The current forecast for operating income is \$226K after depreciation.

SUMMARY		Approved Budget (Oct.)	Current Forecast	Variance (Previous vs. Current Forecast)	Variance (Budget vs. Current Forecast)
Revenue					
	General Block Grant	1,856,000	1,885,138	29,138	29,138
	Federal Revenue	-	-	-	-
	Other State Revenues	110,678	111,489	811	811
	Local Revenues	206,221	206,571	350	350
	Fundraising and Grants	26,189	26,189	-	-
	Total Revenue	2,199,088	2,229,387	30,298	30,298
Expenses					
	Compensation and Benefits	1,067,282	1,067,282	-	-
	Books and Supplies	102,970	102,970	-	-
	Services and Other Operating Expenditures	785,733	790,139	(4,407)	(4,407)
	Capital Outlay	-	-	-	-
	Total Expenses	1,955,985	1,960,391	(4,407)	(4,407)
	Operating Income (excluding Depreciation)	243,104	268,995	25,892	25,892
	<i>Operating Income (including Depreciation)</i>	200,427	226,319	25,892	25,892
Fund Balance					
	Beginning Balance (Audited)	658,425	658,425		
	Operating Income (including Depreciation)	200,427	226,319		
	Ending Fund Balance (including Depreciation)	858,852	884,744		
Ending Fund Balance as % of Operating Expenditures		44%	45%		

2013-14 YTD Actuals: Oct. Update

SASCA is tracking approximately \$29K behind the board approved budget (behind = more negative).

□ Revenues: \$77K behind board approved budget

- District paid the first three months of Property Tax in the first week of November; these payments are not reflected in the Oct. YTD financials

□ Expenses: \$48K slower than board approved budget

- Slower than planned spending on some books and supplies, including computers
- First district oversight invoice arrived late October; this payment is not reflected in the Oct. YTD financials

YTD Actuals

- **\$29K** behind board approved budget
[Only impacts timing, not overall forecast]

2013-14 YTD Actuals: Oct. Update

	Actual YTD	Budget YTD	Variance (YTD less Budget)
SUMMARY			
Revenue			
General Block Grant	281,542	365,543	(84,001)
Federal Revenue	-	-	-
Other State Revenues	36,235	29,400	6,835
Local Revenues	3,245	4,317	(1,072)
Fundraising and Grants	5,820	5,238	582
Total Revenue	326,842	404,498	(77,655)
Expenses			
Compensation and Benefits	280,828	297,490	16,662
Books and Supplies	40,713	62,578	21,865
Services and Other Operating Expenditures	245,642	255,178	9,536
Capital Outlay	-	-	-
Total Expenses	567,183	615,246	48,063
Operating Income (excluding Depreciation)	(240,340)	(210,748)	(29,592)
<i>Operating Income (including Depreciation)</i>	<i>(240,340)</i>	<i>(210,748)</i>	<i>(29,592)</i>

Cash Flow Forecast

Based on current assumptions, Sycamore Academy is still expected to have a positive cash balance in all months this school year.

- Under current assumptions, SASCA will not have a cash need in 13-14
- Cash flow forecast will be monitored with any budget changes, including those related to the current facilities discussions
- Currently, the average ending cash balance in Nov – June is about \$530K
- \$195K is expected from LEUSD in June for the in-lieu agreement
- Note that there is some uncertainty around how the State will calculate P1 apportionments (March-June) this year; our forecast is conservative and we do not expect Sycamore to incur a cash need

- Cash Flow
- October 2013 YTD Financials
- October Check Register

EXHIBITS

Sycamore Academy
Monthly Cash Forecast
As of most recent monthly close

	2013/14												Forecast	AP/AR
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun		
	Actual	Actual	Actual	Actual	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected		
Beginning Cash	\$215,813	609,872	673,756	608,177	622,961	487,767	452,385	623,448	503,003	537,950	640,206	578,832		
Revenue														
General Grant	-	56,992	57,185	167,365	208,883	124,883	201,787	124,883	179,684	247,016	71,311	24,882	1,885,138	420,458
Federal Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other State Income	-	844	29,400	5,991	(6,835)	-	29,400	12,075	2,185	-	12,075	-	111,489	26,345
Local Revenues	-	1,950	1,671	(376)	1,184	1,020	1,020	1,020	1,020	1,020	-	198,020	208,571	-
Fundraising and Grants	15	85	308	5,413	2,037	2,619	2,619	2,619	2,619	2,619	2,619	2,619	26,189	-
Total Revenue	15	69,871	88,664	178,383	205,269	128,522	234,826	140,596	185,528	250,655	87,026	223,321	2,228,387	448,802
Expenses														
Compensation & Benefits	15,472	85,465	88,418	91,472	105,933	89,271	92,380	89,681	89,681	87,479	87,479	144,560	1,087,282	-
Books & Supplies	8,127	11,979	10,383	10,224	20,852	5,058	5,058	5,058	5,058	5,058	-	5,058	102,870	-
Services & Other Operating Expenses	83,812	53,374	40,698	57,760	87,742	57,322	54,040	54,000	53,914	53,872	53,831	149,778	790,139	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	117,410	150,818	139,408	159,456	200,527	151,651	151,468	148,718	148,652	146,409	148,388	299,415	1,980,391	-
Operating Cash Inflow (Outflow)	(117,396)	(80,946)	(60,652)	19,938	4,742	(23,129)	83,358	(8,122)	36,896	104,245	(61,362)	(76,084)	288,995	448,802
Revenues - Prior Year Accruals	556,598	146,593	-	7,879	-	-	-	-	-	-	-	-	-	-
Expenses - Prior Year Accruals	(10,082)	(3,725)	(108,976)	-	-	-	-	-	-	-	-	-	-	-
Accounts Receivable - Current Year	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts Payable - Current Year	(23,389)	13,530	96,151	(89,453)	(27,782)	-	-	-	-	-	-	-	-	-
Summerholdback for Teachers	(37,525)	3,340	2,786	3,070	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	-	-
Loans Payable (Current)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans Payable (Long Term)	(4,828)	(4,706)	(4,706)	(25,619)	(15,204)	(15,244)	(15,284)	(15,324)	(4,948)	(4,900)	(5,031)	(5,073)	-	-
CDE Loan	-	-	-	(20,834)	(10,417)	(10,417)	(10,417)	(10,417)	-	-	-	-	-	-
TI Loan	(4,828)	(4,706)	(4,706)	(4,785)	(4,787)	(4,827)	(4,867)	(4,907)	(4,948)	(4,990)	(5,031)	(5,073)	-	-
Capital Leases Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Long Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure & Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Balance Sheet Changes	30,291	-	-	-	-	-	-	-	-	-	-	-	-	-
Ending Cash	\$609,872	673,756	608,177	622,961	487,767	452,385	623,448	503,003	537,950	640,206	578,832	500,684		

Sycamore Academy
Budget vs. Actuals
As of most recent monthly close

	Actual		Budget vs. Actual				Budget			
			Actual YTD		Budget YTD	Variance (YTD less Budget)	Approved Budget (Oct.)		Current Forecast	Variance (Previous vs. Current Forecast)
	Oct									
SUMMARY										
Revenue										
General Block Grant	167,365	281,542	365,543	(84,001)	1,856,000	1,865,138	29,138	29,138	1,574,458	1,603,596
Federal Revenue	-	-	-	-	-	-	-	-	-	-
Other State Revenues	5,991	36,235	29,400	6,835	110,678	111,489	811	811	74,443	75,254
Local Revenues	(376)	3,245	4,317	(1,072)	206,221	206,571	350	350	202,976	203,326
Fundraising and Grants	5,413	5,820	5,238	582	26,189	26,189	-	-	20,369	20,369
Total Revenue	178,393	326,842	404,498	(77,655)	2,198,088	2,229,387	30,298	30,298	1,872,246	1,902,544
Expenses										
Compensation and Benefits	91,472	280,828	297,490	16,662	1,067,282	1,067,282	-	-	786,455	786,455
Books and Supplies	10,224	40,713	62,578	21,865	102,970	102,970	-	-	62,257	62,257
Services and Other Operating Expenditures	57,760	245,642	255,178	9,536	785,733	790,139	(4,407)	(4,407)	540,091	544,497
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Total Expenses	159,456	567,183	615,246	48,063	1,955,985	1,960,391	(4,407)	(4,407)	1,388,802	1,393,209
Operating Income (excluding Depreciation)	18,938	(240,340)	(210,748)	(29,592)	243,104	268,995	25,892	25,892	483,444	509,335
Operating Income (including Depreciation)	18,938	(240,340)	(210,748)	(29,592)	200,427	226,319	25,892	25,892	440,767	466,659
Fund Balance										
Beginning Balance (Audited)	18,938	658,425	658,425		658,425	658,425				
Operating Income (including Depreciation)		(240,340)	(210,748)		200,427	226,319				
Ending Fund Balance (including Depreciation)	418,085	418,085	447,677		858,852	884,744				
Ending Fund Balance as % of Operating Expenditures					44%	45%				
Detail										
Enrollment Summary										
K-3					202	207	5	5		
4-6					118	118	-	-		
7-8					-	-	-	-		
9-12					-	-	-	-		
Total Enrolled					320	325	5	5		
ADA %										
K-3					97%	97%				
4-6					97%	97%				
7-8					95%	95%				
9-12					95%	95%				
Average					97%	97%				
ADA										
K-3					194.9	199.8	4.8	4.8		
4-6					113.9	113.9	0.0	0.0		
7-8					0.0	0.0	0.0	0.0		
9-12					0.0	0.0	0.0	0.0		
Total ADA					308.8	313.6	4.8	4.8		

Sycamore Academy

Budget vs. Actuals

As of most recent monthly close

	Actual				Budget vs. Actual				Budget			
	Oct	Actual YTD	Budget YTD	Variance (YTD less Budget)	Approved Budget (Oct.)	Current Forecast	Variance (Previous vs. Current Forecast)	Variance (Budget vs. Current Forecast)	Budget Remaining	Forecast Remaining		
REVENUE												
General Purpose/Local Control Entitlement												
8012 Education Protection Account	64,431	64,431	76,905	(12,474)	332,595	337,817	5,222	5,222	268,164	273,386		
8015 General Purpose/Local Control	102,934	217,304	217,305	(1)	1,220,910	1,240,100	19,190	19,190	1,003,606	1,022,796		
8019 State Aid - Prior Years	-	(193)	-	(193)	-	-	-	-	193	193		
8096 Charter Schools in Lieu of Prop. Taxes	-	-	71,334	(71,334)	302,494	307,221	4,726	4,726	302,494	307,221		
	167,365	281,542	365,543	(84,001)	1,856,000	1,885,138	29,138	29,138	1,574,458	1,603,596		
Other State Revenues												
8300 Other State Apportionments - Current Year	-	-	-	-	-	-	-	-	-	-		
8319 Other State Apportionments - Prior Years	5,991	6,835	-	6,835	-	-	-	-	(6,835)	(6,835)		
8550 Mandated Cost Reimbursements	-	-	-	-	4,323	4,391	68	68	4,323	4,391		
8560 State Lottery Revenue	-	-	-	-	47,555	48,298	743	743	47,555	48,298		
8590 All Other State Revenue	-	-	-	-	-	-	-	-	-	-		
8592 Categorical Block Grant	-	-	-	-	-	-	-	-	-	-		
0 Educationally Disadvantaged Block Grant	-	-	-	-	-	-	-	-	-	-		
8593 New School Categorical	-	-	-	-	-	-	-	-	-	-		
8594 Common Core	-	29,400	29,400	-	58,800	58,800	-	-	29,400	29,400		
	5,991	36,235	29,400	6,835	110,678	111,489	811	811	74,443	75,254		
SUBTOTAL - Other State Income												
Other Local Revenue												
8600 Food Service Sales	100	100	-	100	-	100	100	100	(100)	-		
8634 Leases and Rentals	945	2,895	3,873	(977)	9,000	9,000	-	-	6,105	6,105		
8693 Field Trips	-	-	444	(444)	2,221	2,221	-	-	2,221	2,221		
8699 All Other Local Revenue	250	250	250	250	-	250	250	250	(250)	-		
8701 In Lieu of Prop 39	-	-	-	-	195,000	195,000	-	-	195,000	195,000		
8999 Uncategorized Revenue	(1,671)	-	-	-	-	-	-	-	-	-		
	(376)	3,245	4,317	(1,072)	206,221	206,571	350	350	202,976	203,326		
SUBTOTAL - Local Revenues												
Donations/Fundraising												
8800 Donations - Private	515	852	1,566	(714)	7,829	7,829	-	-	6,977	6,977		
8803 Fundraising	4,898	4,968	3,672	1,296	18,360	18,360	-	-	13,392	13,392		
	5,413	5,820	5,238	582	26,189	26,189	-	-	20,369	20,369		
SUBTOTAL - Fundraising and Grants												
	178,393	326,842	404,498	(77,655)	2,199,088	2,229,387	30,298	30,298	1,872,246	1,902,544		
TOTAL REVENUE												
EXPENSES												
Compensation & Benefits												
1000 Certificated Salaries	-	-	-	-	516,816	516,816	-	-	373,872	373,872		
1100 Teachers Salaries	47,611	142,944	140,950	(1,994)	14,400	14,400	-	-	10,150	10,150		
1103 Teacher - Substitute Pay	2,700	4,250	3,927	(323)	94,500	94,500	-	-	69,682	69,682		
1300 Certificated Supervisor & Administrator Salaries	8,273	24,818	25,773	955	55,000	55,000	-	-	55,000	55,000		
1400 Certificated Bonuses & Extra Pay	-	-	-	-	-	-	-	-	-	-		

Sycamore Academy

Budget vs. Actuals

As of most recent monthly close

	Actual				Budget vs. Actual				Budget			
	Actual YTD	Budget YTD	Budget (Oct.)	Current Forecast	Variance (YTD less Budget)	Variance (Previous vs. Current Forecast)	Variance (Budget vs. Current Forecast)	Forecast Remaining	Budget Remaining	Variance (Budget vs. Current Forecast)	Forecast Remaining	Budget Remaining
2000	58,584	172,012	170,650	680,716	(1,362)	680,716	680,716	508,704	508,704	-	508,704	508,704
SUBTOTAL - Certified Employees												
Classified Salaries	8,085	17,244	19,636	72,000	2,392	72,000	72,000	54,756	54,756	-	54,756	54,756
Classified Instructional Aide Salaries	3,182	9,545	13,091	48,000	3,545	48,000	48,000	38,455	38,455	-	38,455	38,455
Classified Clerical & Office Salaries	-	-	-	6,000	-	6,000	6,000	6,000	6,000	-	6,000	6,000
Classified Bonuses & Extra Pay	2,062	6,185	6,185	22,680	(0)	22,680	22,680	16,495	16,495	-	16,495	16,495
Classified Other Salaries	1,432	2,896	436	1,600	(2,459)	1,600	1,600	(1,296)	(1,296)	-	(1,296)	(1,296)
Other Classified - Substitute	-	-	-	-	-	-	-	-	-	-	-	-
SUBTOTAL - Classified Employees	14,761	35,870	38,349	150,280	3,479	150,280	150,280	114,409	114,409	-	114,409	114,409
Employee Benefits												
STRS	4,744	14,072	12,941	51,622	(1,131)	51,622	51,622	37,549	37,549	-	37,549	37,549
PERS	600	1,800	1,710	6,768	(90)	6,768	6,768	4,968	4,968	-	4,968	4,968
OASDI-Medicare-Alternative	1,992	5,159	6,287	24,987	1,129	24,987	24,987	19,828	19,828	-	19,828	19,828
Health & Welfare Benefits	9,251	38,840	52,500	126,000	13,660	126,000	126,000	87,160	87,160	-	87,160	87,160
Unemployment Insurance	102	168	3,899	7,797	3,731	7,797	7,797	7,629	7,629	-	7,629	7,629
Workers Comp Insurance	1,438	12,907	10,154	19,113	(2,753)	19,113	19,113	6,206	6,206	-	6,206	6,206
SUBTOTAL - Employee Benefits	18,127	72,945	87,491	236,286	14,546	236,286	236,286	163,341	163,341	-	163,341	163,341
Books & Supplies												
Approved Textbooks & Core Curricula Materials	2,595	4,192	12,383	15,060	8,191	15,060	15,060	10,868	10,868	-	10,868	10,868
Books & Other Reference Materials	436	436	839	1,020	403	1,020	1,020	584	584	-	584	584
Custodial Supplies	1,960	3,396	1,515	4,544	(1,881)	4,544	4,544	1,148	1,148	-	1,148	1,148
Educational Software	-	2,529	2,079	2,529	(450)	2,529	2,529	(0)	(0)	-	(0)	(0)
Instructional Materials & Supplies	2,388	4,405	3,239	16,193	(1,166)	16,193	16,193	11,788	11,788	-	11,788	11,788
Office Supplies	590	4,687	4,244	12,733	(442)	12,733	12,733	8,046	8,046	-	8,046	8,046
PE Supplies	-	1,585	1,303	1,585	(282)	1,585	1,585	(0)	(0)	-	(0)	(0)
Non Instructional Student Materials & Supplies	485	2,931	3,974	4,833	1,043	4,833	4,833	1,902	1,902	-	1,902	1,902
SCEWL Conference Expenses	-	-	500	2,500	500	2,500	2,500	2,500	2,500	-	2,500	2,500
Classroom Furniture, Equipment & Supplies	51	3,106	2,935	3,570	(171)	3,570	3,570	464	464	-	464	464
Computers (individual items less than \$5k)	605	11,595	28,922	35,175	17,327	35,175	35,175	23,580	23,580	-	23,580	23,580
Non Classroom Related Furniture, Equipment & Supplies	163	163	10	163	(154)	163	163	(114)	(114)	-	(114)	(114)
Other Food	952	1,688	636	3,179	(1,053)	3,179	3,179	1,491	1,491	-	1,491	1,491
SUBTOTAL - Books and Supplies	10,224	40,713	62,578	102,970	21,865	102,970	102,970	62,257	62,257	-	62,257	62,257
Services & Other Operating Expenses												
Conference Fees	-	-	128	638	128	638	638	638	638	-	638	638
Travel - Mileage, Parking, Tolls	20	272	469	2,347	197	2,347	2,347	2,075	2,075	-	2,075	2,075
Travel and Lodging	160	324	1,160	5,800	836	5,800	5,800	5,476	5,476	-	5,476	5,476
Travel - Meals & Entertainment	245	308	488	2,439	180	2,439	2,439	2,131	2,131	-	2,131	2,131
Dues & Membership - Professional	-	550	1,122	5,611	572	5,611	5,611	5,061	5,061	-	5,061	5,061
Subscriptions	-	130	61	306	(68)	306	306	176	176	-	176	176
Insurance - Other	-	12,381	14,541	17,311	2,160	17,311	17,311	4,930	4,930	-	4,930	4,930
Utilities - Gas and Electric	2,254	5,566	8,000	24,000	2,434	24,000	24,000	18,434	18,434	-	18,434	18,434
Janitorial, Gardening Services & Supplies	1,744	3,414	4,202	12,607	789	12,607	12,607	9,194	9,194	-	9,194	9,194
Security	217	931	608	1,824	(323)	1,824	1,824	893	893	-	893	893
Equipment Leases	1,311	2,972	1,893	5,679	(1,079)	5,679	5,679	2,707	2,707	-	2,707	2,707
Rent	25,384	126,921	126,921	304,610	-	304,610	304,610	177,689	177,689	-	177,689	177,689
Repairs and Maintenance - Building	1,273	2,509	3,030	11,111	521	11,111	11,111	8,602	8,602	-	8,602	8,602
Repairs and Maintenance - Other Equipment	10	80	300	1,502	220	1,502	1,502	1,422	1,422	-	1,422	1,422

Sycamore Academy

Budget vs. Actuals

As of most recent monthly close

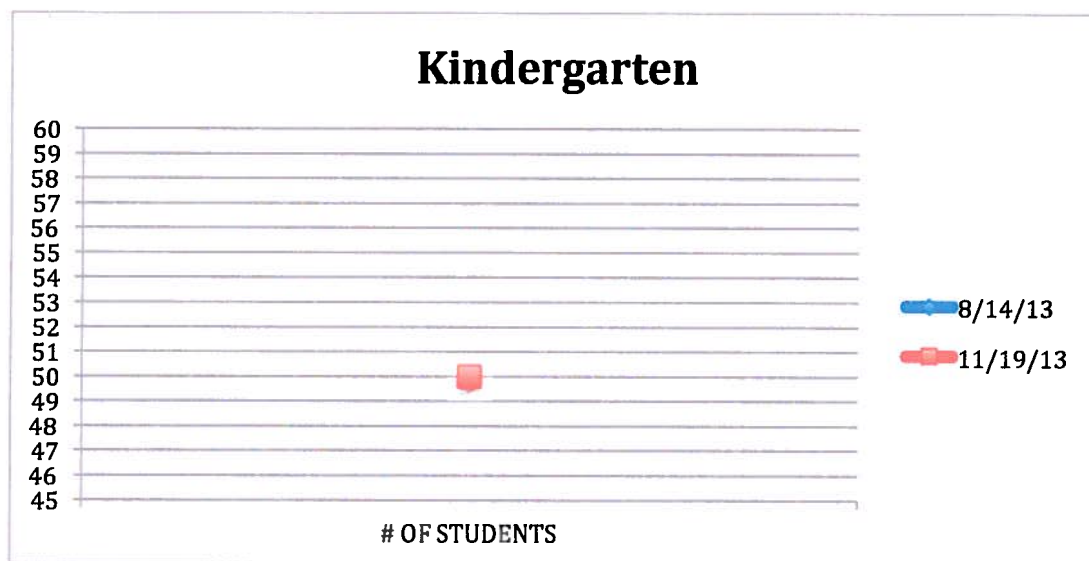
	Budget vs. Actual										Budget			
	Actual					Variance (YTD less Budget)					Variance (Previous vs. Current Forecast)		Variance (Budget vs. Current Forecast)	
	Oct	Actual YTD	Budget YTD	Budget YTD	Approved Budget (Oct.)	Current Forecast	Variance (Previous vs. Current Forecast)	Budget Remaining	Forecast Remaining		Budget Remaining	Forecast Remaining		
5699 Other Rentals, Leases and Repairs 6	-	-	84	84	420	420	-	420	420	-	-	-	-	420
5803 Accounting Fees	-	-	1,530	1,530	7,650	7,650	-	7,650	7,650	-	-	-	-	7,650
5809 Banking Fees	12	12	43	43	216	216	-	216	204	-	-	-	-	204
5812 Business Services	9,799	39,324	42,627	3,303	127,880	130,071	(2,191)	88,556	90,747	(2,191)	(2,191)	(2,191)	(2,191)	90,747
5824 District Oversight Fees	-	-	6,187	6,187	18,560	18,560	-	18,560	18,560	-	-	-	-	18,560
5830 Field Trips Expenses	-	-	707	685	3,534	3,534	-	3,512	3,512	-	-	-	-	3,512
5833 Fines and Penalties	-	110	600	490	3,000	3,000	-	2,890	2,890	-	-	-	-	2,890
5836 Fingerprinting	45	225	36	(189)	180	225	(45)	(45)	(45)	-	-	-	-	(45)
5839 Fundraising Expenses	331	605	2,627	2,022	13,137	13,137	-	12,532	12,532	-	-	-	-	12,532
5843 Interest - Loans Less than 1 Year	954	4,879	3,939	(940)	9,897	9,897	-	5,018	5,018	-	-	-	-	5,018
5845 Legal Fees	1,573	4,513	4,173	(340)	15,300	15,300	-	10,788	10,788	-	-	-	-	10,788
5848 Licenses and Other Fees	26	26	861	836	4,307	4,307	-	4,281	4,281	-	-	-	-	4,281
5851 Marketing and Student Recruiting	376	1,729	526	(1,203)	2,630	2,630	-	901	901	-	-	-	-	901
5854 Consultants - Other 1	3,250	5,750	1,509	(4,241)	7,546	7,546	-	1,796	1,796	-	-	-	-	1,796
5857 Payroll Fees	249	774	803	29	4,015	4,015	-	3,241	3,241	-	-	-	-	3,241
5860 Printing and Reproduction	-	-	210	210	1,051	1,051	-	1,051	1,051	-	-	-	-	1,051
5863 Professional Development	1,750	10,805	6,000	(4,805)	18,000	18,000	-	7,195	7,195	-	-	-	-	7,195
5872 Special Education Enrichment	-	-	-	-	119,506	121,373	(1,867)	119,506	121,373	(1,867)	(1,867)	(1,867)	(1,867)	121,373
5875 Staff Recruiting	-	-	191	191	953	953	-	953	953	-	-	-	-	953
5878 Student Assessment	3,238	4,214	2,801	(1,413)	4,202	4,214	(12)	(12)	(12)	-	-	-	-	(12)
5881 Student Information System	144	6,902	10,156	3,254	15,234	15,234	-	8,332	8,332	-	-	-	-	8,332
5887 Technology Services	244	423	380	(42)	1,141	1,141	-	718	718	-	-	-	-	718
5896 Internet/Website consulting	-	3,600	3,600	-	3,600	3,600	-	-	-	-	-	-	-	-
5899 Miscellaneous Operating Expenses	2,643	3,482	-	(3,482)	-	-	-	(3,482)	(3,482)	-	-	-	-	(3,482)
5910 Communications - Internet / Website Fees	-	-	88	88	263	263	-	263	263	-	-	-	-	263
5915 Postage and Delivery	136	412	632	220	1,897	1,897	-	1,485	1,485	-	-	-	-	1,485
5920 Communications - Telephone & Fax	373	1,478	1,943	465	5,828	5,828	-	4,350	4,350	-	-	-	-	4,350
SUBTOTAL - Services & Other Operating Exp.	57,760	245,642	255,178	9,536	785,733	790,139	(4,407)	540,091	544,497	(4,407)	(4,407)	(4,407)	(4,407)	544,497
TOTAL EXPENSES	159,456	567,183	615,246	48,063	1,955,985	1,960,391	(4,407)	1,388,802	1,393,209	(4,407)	(4,407)	(4,407)	(4,407)	1,393,209
6900 Total Depreciation (includes Prior Years)	-	-	-	-	42,677	42,677	-	42,677	42,677	-	-	-	-	42,677
TOTAL EXPENSES including Depreciation	159,456	567,183	615,246	48,063	1,998,661	2,003,068	(4,407)	1,431,479	1,435,886	(4,407)	(4,407)	(4,407)	(4,407)	1,435,886

November 19, 2013

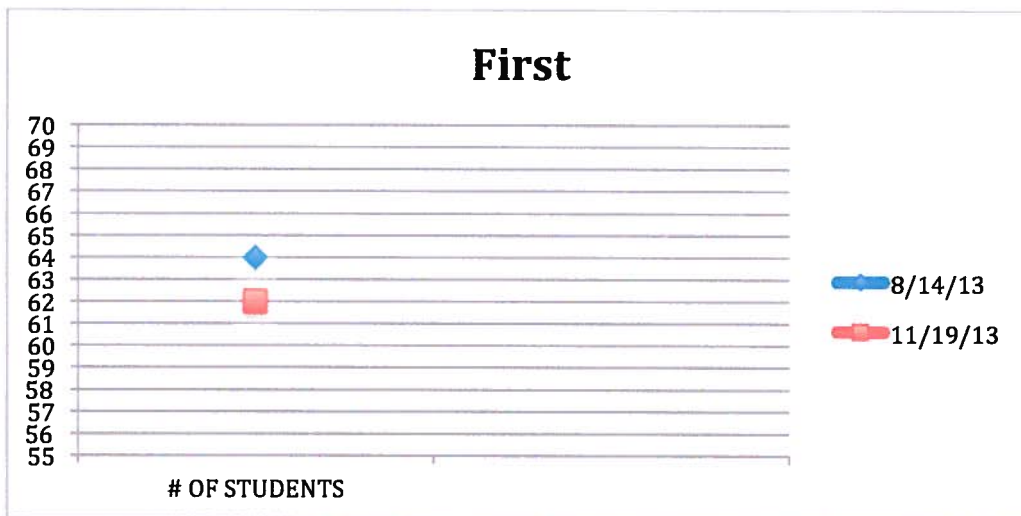
Enrollment

Data Report

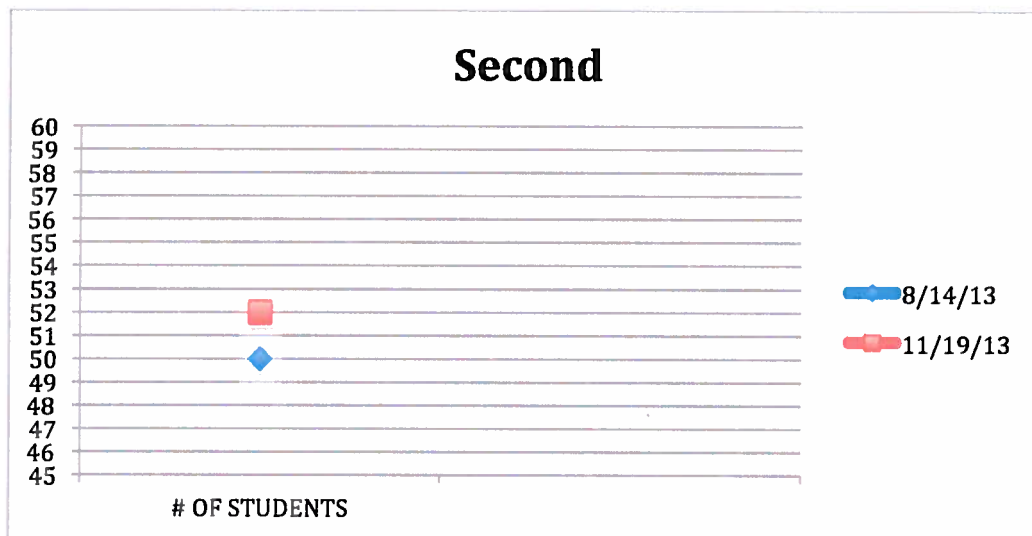
	8/14/13	11/19/13
# OF STUDENTS	50	50



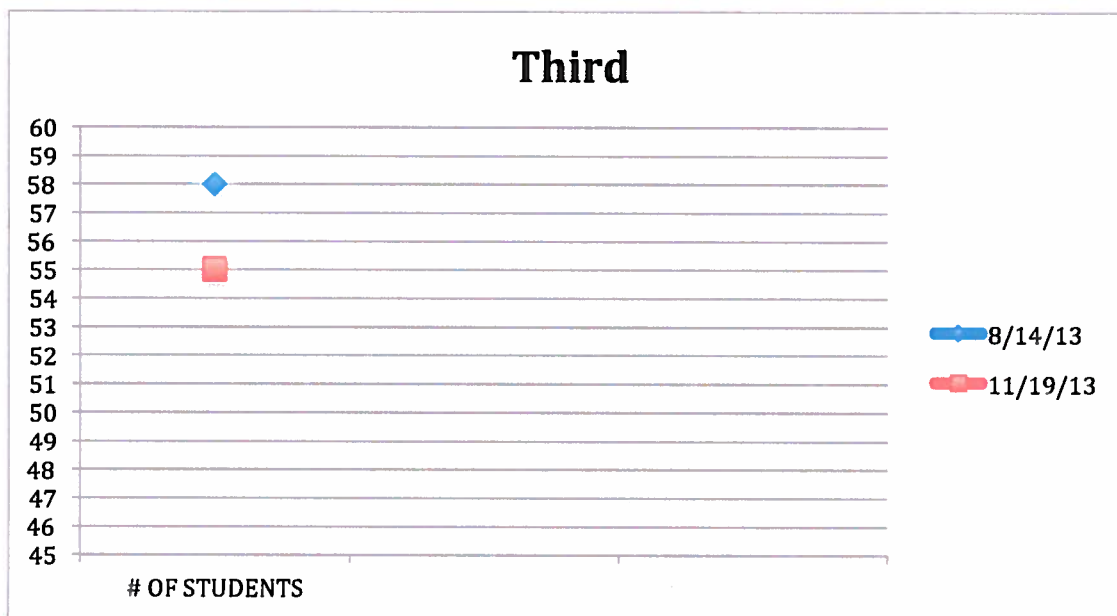
	8/14/13	11/19/13
# OF STUDENTS	64	62



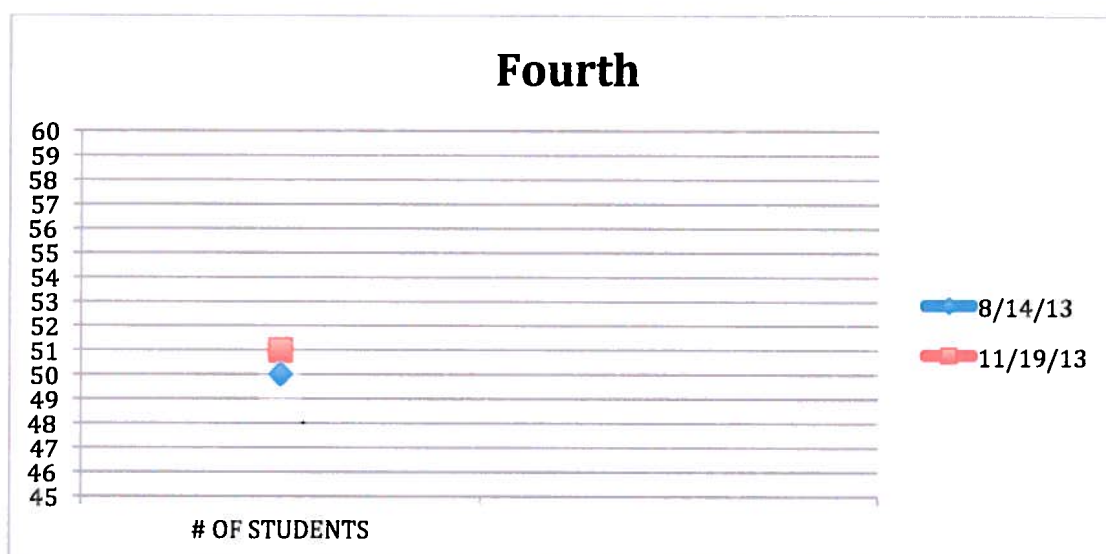
	8/14/13	11/19/13
# OF STUDENTS	50	52



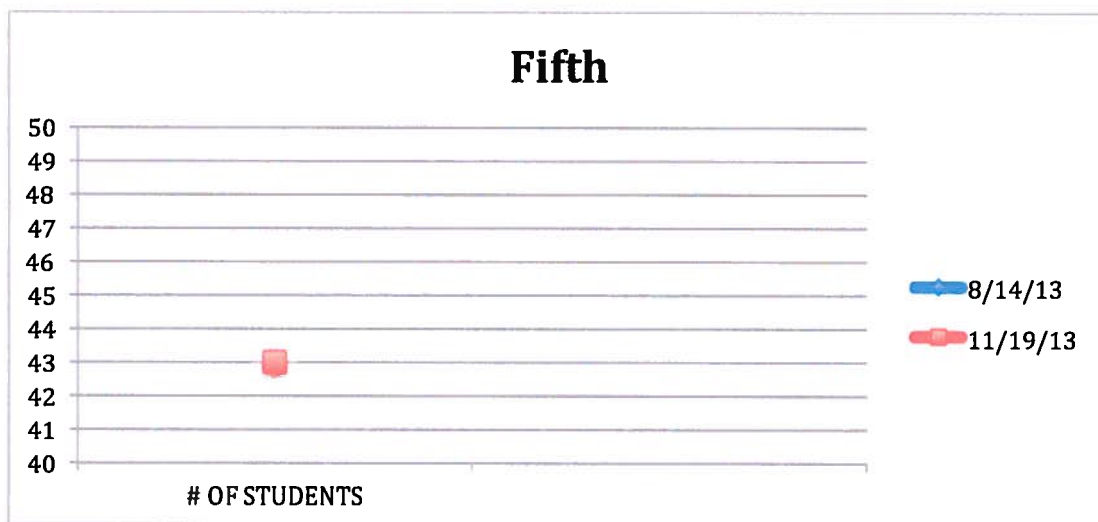
	8/14/13	11/19/13
# OF STUDENTS	58	55



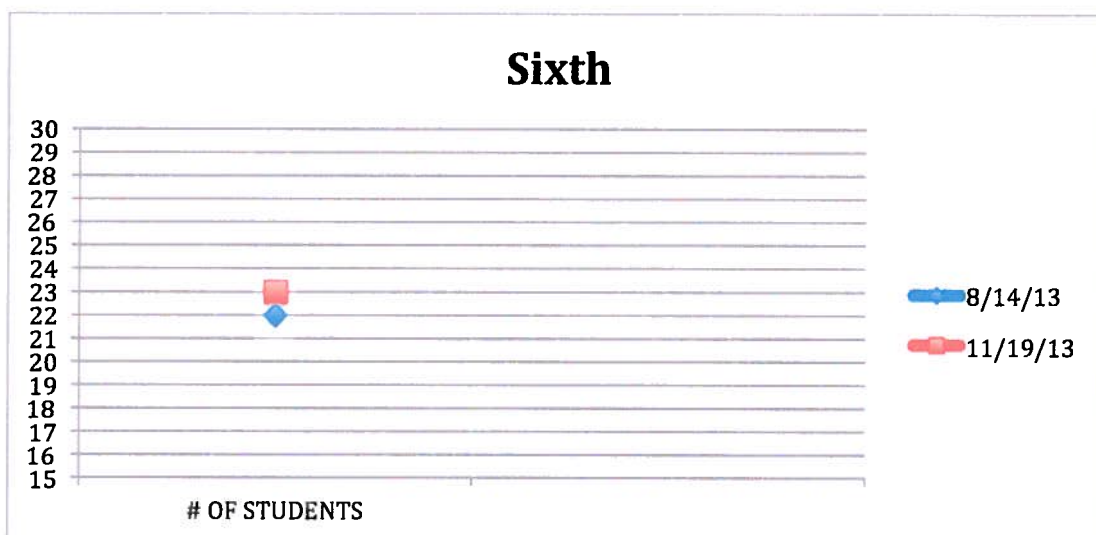
	8/14/13	11/19/13
# OF STUDENTS	50	51



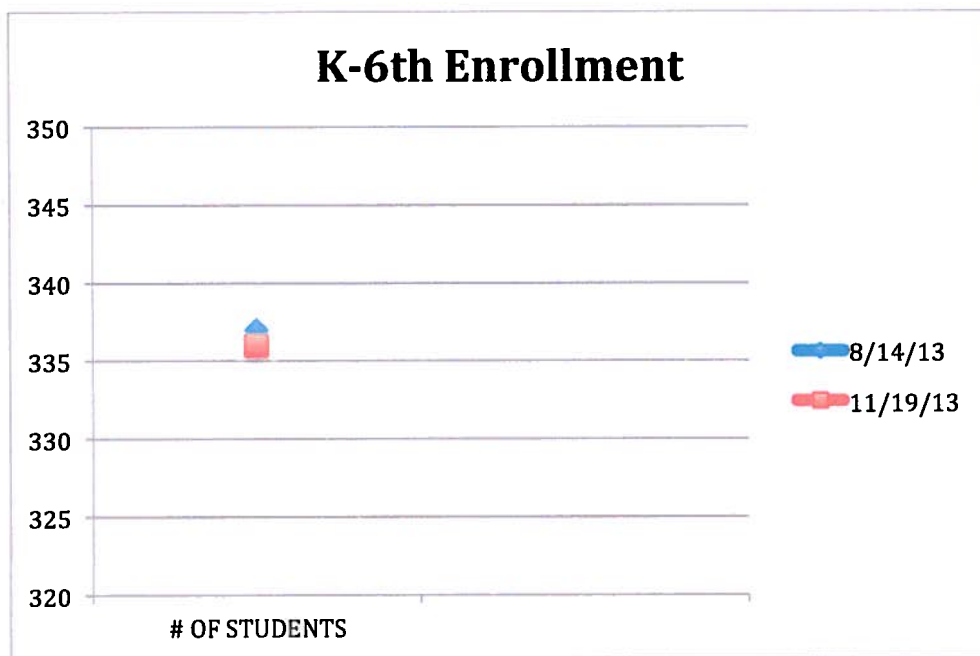
	8/14/13	11/19/13
# OF STUDENTS	43	43



	8/14/13	11/19/13
# OF STUDENTS	22	23



	8/14/13	11/19/13
# OF STUDENTS	337	336



RONALD REAGAN CHARTER SCHOOL ALLIANCE
Sycamore Academy of Science and Cultural Arts
Regular Board Meeting Minutes
Renaissance Plaza
32326 Clinton Keith Road, Suite 202
Wildomar, CA 92595
Phone: (951) 678-5217
October 10, 2013, @4:30 p.m.

Board Members

William Sampson, President
Roland Skumawitz, Secretary/Treasurer
Ingrid Flores
Craig Richter
Vacant seat

1.0 CALL TO ORDER

Introduction of Guests

The meeting was called to order by the Board Chair at 4:30 p.m.

2.0 OPEN GENERAL SESSION

ROLL CALL

	Present	Absent
Mr. William Sampson	_____	___X___
Mr. Roland Skumawitz	___X___	_____
Dr. Ingrid Flores	___X___	_____
Mr. Craig Richter	___X___	_____

Other guests present:

3.0 PLEDGE OF ALLEGIANCE

4.0 INVITATION TO ADDRESS THE BOARD, OPEN SESSION ITEMS:

No comments.

5.0 APPROVAL OF THE AGENDA

Motion: Mr. Richter Second: Dr. Flores Vote: 3 - 0

6.0 INFORMATION SESSION:

6.1 Ed Tec Financial Update Report (Attachment 6.1)

Presentation of the status of our school's finances.

Presented by: Jennie Bartkowiak, Ed Tec, Client Manager

6.2 School Report/Special Education Report

Reported on school business and Special Education.

Presented by: Barbara Hale, Director/Principal and SASCA's Special Education Liaison

7.0 ACTION ITEMS:

7.1 Approve 13-14 Budget (Attachment 7.1)

Presented by: Jennie Bartkowiak, Ed Tec, Client Manager.

Motion: Mr. Richter Second: Dr. Flores Vote: 3 - 0

7.2 Approve Disbursement of Common Core Funds (Attachment 7.2)

Presented by: Jennie Bartkowiak, Ed Tec, Client Manager.

Motion: Mr. Richter Second: Dr. Flores Vote: 3 - 0

8.0 CONSENT CALENDAR

8.1 Approval of the Minutes: September 17, 2013

8.2 Approval of the Check Register for September 2013

Motion: Dr. Flores Second: Mr. Richter Vote: 3 – 0

9.0 BOARD COMMENTS

No comments.

10.0 ADJOURNMENT

Motion: Mr. Richter Second: Dr. Flores Vote: 3 – 0

The meeting was adjourned at 4:46 p.m.

RONALD REAGAN CHARTER SCHOOL ALLIANCE
Sycamore Academy of Science and Cultural Arts
REGULAR Board Meeting Minutes

Renaissance Plaza
32326 Clinton Keith Road, Suite 202
Wildomar, CA 92595
Phone: (951) 678-5217

November 9, 2013, TIME @ 9:00 a.m. to 3:00 p.m.

Board Members

William Sampson, President
Roland Skumawitz, Secretary/Treasurer
Ingrid Flores
Craig Richter

1.0 CALL TO ORDER

Introduction of Guests

The meeting was called to order by the Board Chair at 9:04 a.m.

2.0 OPEN GENERAL SESSION

ROLL CALL

	Present	Absent
Mr. William Sampson	<u> X </u>	<u> </u>
Mr. Roland Skumawitz	<u> X </u>	<u> </u>
Dr. Ingrid Flores	<u> </u>	<u> X </u>
Mr. Craig Richter	<u> X </u>	<u> </u>

Other guests present: Richard Hansberger, Benson Sainsbury

3.0 INVITATION TO ADDRESS THE BOARD, CLOSED SESSION ITEMS:

No comments.

4.0 CLOSED SESSION:

Adjourn to Closed Session at 9:04 a.m.

Pursuant to Cal.Govt.Code section 54956.8, the Governing Board will meet in closed session on the following matters:

CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Properties:

STREET ADDRESS/PARCEL # PROPERTY ONE: 23175 Palomar St, Wildomar 92562 / 380-170-023

STREET ADDRESS/PARCEL # PROPERTY TWO: 21457 Pecan St, Wildomar 92595 / 376-023-002

STREET ADDRESS/PARCEL # PROPERTY THREE: 23151 Palomar St Wildomar, CA / 380-170-020

Agency negotiators:

- Benson Sainsbury
- Barbara Hale
- Richard Hansberger

Negotiating parties:

PROPERTY ONE: Lee Patrick Wilson

PROPERTY TWO: Matthew Markham

PROPERTY THREE: Mario Ybarra

Under negotiation: The Board will instruct the negotiators as to matters concerning the price of the property and the terms of payment.

5.0 RECONVENE OPEN GENERAL SESSION:

The board reconvened to General Session at 10:21 a.m.

ROLL CALL	Present	Absent
Mr. William Sampson	<u> X </u>	<u> </u>
Mr. Roland Skumawitz	<u> X </u>	<u> </u>
Dr. Ingrid Flores	<u> </u>	<u> X </u>
Mr. Craig Richter	<u> X </u>	<u> </u>

Other guests present:

6.0 PLEDGE OF ALLEGIANCE

7.0 APPROVAL OF THE AGENDA

Motion: Mr. Skumawitz Second: Mr. Richter Vote: 3 - 0

8.0 REPORT OUT OF CLOSED SESSION, IF APPLICABLE.

None

9.0 INVITATION TO ADDRESS THE BOARD, OPEN SESSION ITEMS:

No comments.

10.0 INFORMATION SESSION:

10.1 Ledesma & Meyer Construction Co. Inc., Mr. Joe Ledesma, 9441 Haven Ave., Rancho Cucamonga, CA 91730, 909-476-0590, a General Contractor, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Construction of a New School Facility

10.2 PJHM Architects, Mr. Thomas Kruse, 24461 Ridge Route Dr. Suite 100, Laguna Hills, CA 92653, 949-496-6191, an Architect, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Architectural Plans and Construction of a New School Facility

10.3 Intertex Companies, Mr. Dale Donahoe, 28338 Constellation Rd Suite 900, Valencia, CA 91355, 661-702-2222, a General Contractor, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Construction of a New School Facility

10.4 Berliner & Associates, Mr. Richard Berliner, 5976 Washington Blvd., Culver City, CA 90232, 310-838-2100, an Architect, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Architectural Plans and Construction of a New School Facility

10.5 Canyon Building and Design, Mr. David Gerovac, 4750 N. La Cholla Blvd., Tucson, AZ 85705, 520-299-7927, a General Contractor, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Construction of a New School Facility

10.6 Carhuff + Cueva Architects, Mr. Philip Carhuff, 3149 E. Prince Rd #151, Tucson, AZ 85716, 520-577-45604, an Architect, will present to and answer questions by the Board on the following topics:

- Proposed Costs, Timeline and Other Matters Concerning Architectural Plans and Construction of a New School Facility

11.0 BOARD COMMENTS

No comments.

12.0 ADJOURNMENT

Motion: Mr. Sampson Second: Mr. Skumawitz Vote: 3 - 0

ROLL CALL

	Aye	Nay	Abstentions
Mr. William Sampson	<u> X </u>	<u> </u>	<u> </u>
Mr. Roland Skumawitz	<u> X </u>	<u> </u>	<u> </u>
Dr. Ingrid Flores	<u> </u>	<u> </u>	<u> </u>
Mr. Craig Richter	<u> X </u>	<u> </u>	<u> </u>

The meeting was adjourned at 1:40 p.m.

Check Register



Sycamore Academy of Science and Cultural Arts
October 2013

Grand Total 175,902.54

Vendor	Check Number	Date	Description	Check Amount
Gabe Campos	2193	10/4/2013	Window Cleaning & Power Washing 1st & 2nd stories	410.00
Laura Girard	2194	10/4/2013	Reimb: Dinner for RRCSA Board	28.33
Guardian	2195	10/4/2013	Group ID: 00488212; Premium: Sep 2013	622.04
JD Promotions	2196	10/4/2013	Svc: Adult Warning Track Piped	93.29
Prudential Overall Supply	2197	10/4/2013	Janitorial/Restroom Supplies	293.37
Angela Putulowski	2198	10/4/2013	Reimb: Supplies	773.64
Southwest Business Products	2199	10/4/2013	Svc: Rolls - Laminating Film	324.00
Staples Advantage	2200	10/4/2013	Acct#1008311; Office Supplies	569.95
Verizon California	2201	10/4/2013	Acct: 01 2571 1196681580 10; Internet & Phn Svc 09/13 -	382.80
Barney & Barney LLC	2191	10/4/2013	Policy: BBWWK00105961; Cust: 18485; Workers Comp	1,861.00
Benjamin Jacobs	2192	10/4/2013	Svc: T-Shirt Design/Brand Illustration for SCEWL	200.00
Sycamore Academy of Science and Cultural Arts dba	2221	10/7/2013	PC reimb: DIFFERENCE	863.46
Ace Hardware	PC-093013	10/7/2013	PC REIMB Ace Hardware PC-093013	24.49
Emma Gocal	PC-M1302	10/7/2013	PC-M1302	285.00
Jennifer Muniz	PC-M1304	10/7/2013	PC-M1304 DATED 8/14 Jennifer Muniz	15.49
USPS	PC-M1305	10/7/2013	PC REIMB USPS PC-M1305	4.18
Riverside Co Fire Dept	PC-M1307	10/7/2013	PC-M1307	74.00
Sycamore Academy of Science and Cultural Arts dba	PC030413-repost	10/7/2013	PC reimb: 2/12/13-3/4/13	1,135.20
Sycamore Academy of Science and Cultural Arts dba	PC052013-repost	10/7/2013	PC052013-repost	536.25
Mireya Spitsnaugle	2204	10/9/2013	Reimb: Classroom Supplies	104.51
Costco	PC-M1314	10/9/2013	PC-M1314	47.39
Jack Marcus	2205	10/10/2013	Janitorial Svc Sept 2013	1,024.00
State of California Franchise Tax Board	2206	10/10/2013	ENTITY# 3065333 Prepymt tax assessment	25.67
Costco	PC-M1315	10/10/2013	PC-M1315	11.88
Costco	PC-M1316	10/10/2013	PC-M1316	322.38
Lake Elsinore Unified School District	2215	10/16/2013	Acct: 8699; FY 12/13 SASCA P2 X PP Contribution: Special	108,976.00
Mathews Termite Services	2216	10/16/2013	Cust: 84; Pest Svc: 08/10/13	325.00
Pacific Alarm Service	2217	10/16/2013	Acct: SYCA; Alarm Equip Rent/Svc/Monitor & CCTV Svc: 10/01 - 10/31/13	136.50
Prudential Overall Supply	2218	10/16/2013	Janitorial/Restroom Supplies	396.75
Angela Putulowski	2219	10/16/2013	Reimb: Supplies	8,150.24
Staples Advantage	2220	10/16/2013	Acct#1008311; Office Supplies	128.83
US Healthworks Medical Group PC	2222	10/16/2013	Acct#: 174158; Health Test - Daniels, Carrie 09/13/13	45.00
Xerox Corporation	2223	10/16/2013	Acct: 718368558; Base Charge: Sept 2013	1,311.48
Tim Bedley	2207	10/16/2013	Teacher Training Honorarium-Google Apps	350.00
Employment Development Dept	2208	10/16/2013	942-6314-2 3rd Qtr 2013 SUJ	66.01

Note: Multiple expenses or "Itemized/Invoice Amounts" may be paid by one check. The total "Check Amount" will appear for each "Itemized/Invoice Amount" paid by the check.

Vendor	Check Number	Date	Description	Check Amount
Laura Girard	2209	10/16/2013	Reimb: Mileage, Straps & Duck Tape	17.74
The Law Offices of Richard J. Hansberger	2210	10/16/2013	Cust: RRCSA; Legal Svcs' Fee	1,572.50
ICCAOSA	2211	10/16/2013	Membership 2013-2014	300.00
Inland Valley Mechanical, Inc.	2212	10/16/2013	Commercial Maint. - Repalce Air Filters & Check Units for Proper Operation	944.00
JD Promotions	2213	10/16/2013	Svc: Adult Warning Track Piped & Set Up Screens an/or Films - Balance due	280.76
Kaiser	2214	10/16/2013	Cust ID: 000336803-0000; Billing Period: 08/26/13 - 09/25/13	9,019.00
USPS	PC REIMB USPS PC-M1318	10/17/2013	PC REIMB USPS PC-M1318	6.85
USPS	PC-M1317	10/17/2013	PC REIMB USPS PC-M1317	72.09
Wildomar Renaissance Plaza Inc.	2224	10/30/2013	Nov rent 2013	31,032.74
Morgan Williams	2225	10/30/2013	Reimb: Instructional Materials	107.15
Sycamore Academy of Science and Cultural Arts dba	2226	10/31/2013	PC reimb: 9/16-9/30	1,205.32
Sycamore Academy of Science and Cultural Arts dba	2239	10/31/2013	PC reimb: 10/9/13-10/17	460.59
Sycamore Academy of Science and Cultural Arts dba	2240	10/31/2013	PC reimb: AUG	300.49
Woodcrest Ace	PC-M1306	10/31/2013	PC-M1306	4.18
Alex Figueroa	PC-M1309	10/31/2013	PC-M1309	411.00
Cathy McIntyre	PC-M1311	10/31/2013	PC-M1311	250.00

Note: Multiple expenses or "Itemized/Invoice Amounts" may be paid by one check. The total "Check Amount" will appear for each "Itemized/Invoice Amount" paid by the check.

**SYCAMORE ACADEMY OF SCIENCE AND CULTURAL ARTS
RESOLUTION NO. 2013-14-001
RESOLUTION REGARDING THE EDUCATION PROTECTION ACCOUNT**

WHEREAS, the voters approved Proposition 30 on November 6, 2012;

WHEREAS, Proposition 30 added Article XIII, Section 36 to the California Constitution effective November 7, 2012;

WHEREAS, the provisions of Article XIII, Section 36(e) create in the state General Fund an Education Protection Account to receive and disburse the revenues derived from the incremental increases in taxes imposed by Article XIII, Section 36(f);

WHEREAS, before June 30th of each year, the Director of Finance shall estimate the total amount of additional revenues, less refunds that will be derived from the incremental increases in tax rates made pursuant to Article XIII, Section 36(f) that will be available for transfer into the Education Protection Account during the next fiscal year;

WHEREAS, if the sum determined by the State Controller is positive, the State Controller shall transfer the amount calculated into the Education Protection Account within ten days preceding the end of the fiscal year;

WHEREAS, all monies in the Education Protection Account are hereby continuously appropriated for the support of school districts, county offices of education, charter schools and community college districts;

WHEREAS, monies deposited in the Education Protection Account shall not be used to pay any costs incurred by the Legislature, the Governor or any agency of state government;

WHEREAS, a community college district, county office of education, school district, or charter school shall have the sole authority to determine how the monies received from the Education Protection Account are spent in the school or schools within its jurisdiction;

WHEREAS, the governing board of the SYCAMORE ACADEMY OF SCIENCE AND CULTURAL ARTS shall make the spending determinations with respect to monies received from the Education Protection Account in open session of a public meeting of the governing board;

WHEREAS, the monies received from the Education Protection Account shall not be used for salaries or benefits for administrators or any other administrative cost;

WHEREAS, each community college district, county office of education, school district and charter school shall annually publish on its Internet website an accounting of how much money was received from the Education Protection Account and how that money was spent;

WHEREAS, the annual independent financial and compliance audit required of community college districts, county offices of education, school districts and charter schools shall ascertain and verify whether the funds provided from the Education Protection Account have been properly disbursed and expended as required by Article XIII, Section 36 of the California Constitution;

WHEREAS, expenses incurred by community college districts, county offices of education, school districts and charter schools to comply with the additional audit requirements of Article XIII, Section 36 may be paid with funding from the Education Protection Act and shall not be considered administrative costs for purposes of Article XIII, Section 36.

NOW, THEREFORE, IT IS HEREBY RESOLVED:

1. The monies received from the Education Protection Account shall be spent as required by Article XIII, Section 36 and the spending determinations on how the money will be spent shall be made in open session of a public meeting of the governing board of SYCAMORE ACADEMY OF SCIENCE AND CULTURAL ARTS;

2. In compliance with Article XIII, Section 36(e), with the California Constitution, the governing board of SYCAMORE ACADEMY OF SCIENCE AND CULTURAL ARTS has determined to spend the monies received from the Education Protection Act as attached.

DATED: _____, 2013.

Board President

Board Secretary

	Aye	Nay	Abstain	Absent
William Sampson				
Roland Skumawitz				
Craig Richter				
Ingrid Flores				
(open)				
Totals				

2012-13 Education Protection Account

Program by Resource Report

Expenditures by Function - Detail

Sycamore Academy of Science and Cultural Arts

EPA Spending Plan through: June 30, 2013

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
AMOUNT AVAILABLE FOR THIS FISCAL YEAR		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	316,759.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
TOTAL AVAILABLE		316,759.00
EXPENDITURES AND OTHER FINANCING USES		
(Objects 1000-7999)		
Instruction	1000-1999	316,759.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
TOTAL EXPENDITURES AND OTHER FINANCING USES		316,759.00
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		0.00

Sycamore Academy of Sciences & Cultural Arts
Income Statement for EPA Funds Only
July 1, 2012 - June 30, 2013

Financial Row

1400-0

Ordinary Income/Expense

Income

8000 - Revenue

8010 - Principal Apportionment

8015 - Charter Schools General Purpose Entitlement - State Aid \$307,618.00

8019 - State Aid - Prior Years \$0.00

8096 - Charter Schools in Lieu of Property Taxes \$0.00

Total - 8010 - Principal Apportionment \$307,618.00

8300 - Other State Revenues

8319 - Other State Apportionments - Prior Years \$0.00

8550 - Mandated Cost Reimbursements \$0.00

8560 - State Lottery Revenue \$0.00

8590 - All Other State Revenue

8590 - All Other State Revenue \$0.00

8592 - Categorical Block Grant \$0.00

8593 - Other State Revenue 3 \$0.00

Total - 8590 - All Other State Revenue \$0.00

Total - 8300 - Other State Revenues \$0.00

8600 - Other Local Revenue

8650 - Leases and Rentals \$0.00

8690 - Other Local Revenue

8693 - Field Trips \$0.00

8699 - All Other Local Revenue \$0.00

Total - 8690 - Other Local Revenue \$0.00

Total - 8600 - Other Local Revenue \$0.00

8800 - Donations/Fundraising

8802 - Donations - Private \$0.00

8803 - Fundraising \$0.00

8811 - School Defined Revenue 1 \$0.00

Total - 8800 - Donations/Fundraising \$0.00

8999 - Uncategorized Revenue \$0.00

Total - 8000 - Revenue \$307,618.00

Total - Income \$307,618.00

Gross Profit \$307,618.00

Expense

1000 - Certificated Salaries

1100 - Teachers Salaries

1100 - Teachers Salaries \$307,618.00

1103 - Teacher - Substitute Pay \$0.00

Total - 1100 - Teachers Salaries \$307,618.00

1300 - Certificated Supervisor & Administrator Salaries \$0.00

Total - 1000 - Certificated Salaries \$307,618.00

2000 - Classified Salaries

2100 - Classified Instructional Aide Salaries \$0.00

2300 - Classified Supervisor & Administrator Salaries \$0.00

2400 - Classified Clerical & Office Salaries \$0.00

2900 - Classified Other Salaries

2900 - Classified Other Salaries \$0.00

2935 - Other Classified - Substitute \$0.00

Total - 2900 - Classified Other Salaries \$0.00

Sycamore Academy of Sciences & Cultural Arts
Income Statement for EPA Funds Only
July 1, 2012 - June 30, 2013

Total - 2000 - Classified Salaries	\$0.00
3000 - Employee Benefits	
3100 - STRS	
3101 - State Teachers Retirement System, certificated positions	\$0.00
Total - 3100 - STRS	\$0.00
3200 - PERS	
3202 - Public Employees Retirement System, classified positions	\$0.00
Total - 3200 - PERS	\$0.00
3300 - OASDI-Medicare-Alternative	
3303 - Medicare, certificated positions	\$0.00
3304 - Medicare, classified positions	\$0.00
Total - 3300 - OASDI-Medicare-Alternative	\$0.00
3400 - Health & Welfare Benefits	
3401 - Health & Welfare Benefits - Certificated Positions	\$0.00
Total - 3400 - Health & Welfare Benefits	\$0.00
3500 - Unemployment Insurance	
3501 - State Unemploy. Insurance - Certificated Positions	\$0.00
3502 - State Unemploy. Insurance - Classified Positions	\$0.00
Total - 3500 - Unemployment Insurance	\$0.00
3600 - Workers Comp Insurance	
3601 - Worker's Comp Insurance - Certificated Positions	\$0.00
Total - 3600 - Workers Comp Insurance	\$0.00
3900 - Other Employee Benefits	
3915 - Misc. Benefit Fees	\$0.00
Total - 3900 - Other Employee Benefits	\$0.00
Total - 3000 - Employee Benefits	\$0.00
4000 - Books & Supplies	
4100 - Approved Textbooks & Core Curricula Materials	\$0.00
4200 - Books & Other Reference Materials	\$0.00
4300 - Materials & Supplies	
4315 - Custodial Supplies	\$0.00
4325 - Instructional Materials & Supplies	\$0.00
4330 - Office Supplies	\$0.00
4335 - PE Supplies	\$0.00
4345 - Non Instructional Student Materials & Supplies	\$0.00
Total - 4300 - Materials & Supplies	\$0.00
4400 - Noncapitalized Equipment	
4410 - Classroom Furniture, Equipment & Supplies	\$0.00
4420 - Computers (individual items less than \$5k)	\$0.00
4430 - Non Classroom Related Furniture, Equipment & Supplies	\$0.00
Total - 4400 - Noncapitalized Equipment	\$0.00
4700 - Food	
4720 - Other Food	\$0.00
Total - 4700 - Food	\$0.00
Total - 4000 - Books & Supplies	\$0.00
5000 - Services & Other Operating Expenses	
5200 - Travel & Conferences	
5210 - Conference Fees	\$0.00
5215 - Travel - Mileage, Parking, Tolls	\$0.00
5220 - Travel and Lodging	\$0.00
5225 - Travel - Meals & Entertainment	\$0.00
Total - 5200 - Travel & Conferences	\$0.00

Sycamore Academy of Sciences & Cultural Arts
Income Statement for EPA Funds Only
July 1, 2012 - June 30, 2013

5300 - Dues & Memberships	
5305 - Dues & Membership - Professional	\$0.00
Total - 5300 - Dues & Memberships	\$0.00
5400 - Insurance	
5450 - Insurance - Other	\$0.00
Total - 5400 - Insurance	\$0.00
5500 - Operations & Housekeeping	
5510 - Utilities - Gas and Electric	\$0.00
5515 - Janitorial, Gardening Services & Supplies	\$0.00
5520 - Security	\$0.00
Total - 5500 - Operations & Housekeeping	\$0.00
5600 - Rentals, Leases, & Repairs	
5605 - Equipment Leases	\$0.00
5610 - Rent	\$0.00
5615 - Repairs and Maintenance - Building	\$0.00
5616 - Repairs and Maintenance - Computers	\$0.00
5617 - Repairs and Maintenance - Other Equipment	\$0.00
Total - 5600 - Rentals, Leases, & Repairs	\$0.00
5800 - Other Services & Operating Expenses	
5803 - Accounting Fees	\$0.00
5809 - Banking Fees	\$0.00
5812 - Business Services	\$0.00
5815 - Consultants - Instructional	\$0.00
5824 - District Oversight Fees	\$0.00
5830 - Field Trips Expenses	\$0.00
5833 - Fines and Penalties	\$0.00
5836 - Fingerprinting	\$0.00
5839 - Fundraising Expenses	\$0.00
5845 - Legal Fees	\$0.00
5846 - Loan and Financing Fees	\$0.00
5848 - Licenses and Other Fees	\$0.00
5851 - Marketing and Student Recruiting	\$0.00
5854 - Consultants - Other 1	\$0.00
5857 - Payroll Fees	\$0.00
5860 - Printing and Reproduction	\$0.00
5861 - Prior Yr Exp (not accrued)	\$0.00
5863 - Professional Development	\$0.00
5872 - Special Education Encroachment	\$0.00
5875 - Staff Recruiting	\$0.00
5877 - Student Activities	\$0.00
5878 - Student Assessment	\$0.00
5881 - Student Information System	\$0.00
5884 - Substitutes	\$0.00
5887 - Technology Services	\$0.00
5896 - Internet/Website consulting	\$0.00
5898 - Bad Debt Expense	\$0.00
5899 - Miscellaneous Operating Expenses	\$0.00
Total - 5800 - Other Services & Operating Expenses	\$0.00
5900 - Communications	
5915 - Postage and Delivery	\$0.00
5920 - Communications - Telephone & Fax	\$0.00
Total - 5900 - Communications	\$0.00

**Sycamore Academy of Sciences & Cultural Arts
Income Statement for EPA Funds Only
July 1, 2012 - June 30, 2013**

Total - 5000 - Services & Other Operating Expenses	\$0.00
6000 - Capital Outlay	
6900 - Depreciation	\$0.00
Total - 6000 - Capital Outlay	\$0.00
7000 - Other Outflows	
7438 - Long term debt - Interest	\$0.00
7999 - Uncategorized Expense	\$0.00
Total - 7000 - Other Outflows	\$0.00
Total - Expense	\$307,618.00
Net Ordinary Income	\$0.00
Net Income	\$0.00

2013-14 Education Protection Account
Program by Resource Report
Expenditures by Function - Detail

Sycamore Academy of Science and Cultural Arts

EPA Spending Plan through: June 30, 2014

For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount	
AMOUNT AVAILABLE FOR THIS FISCAL YEAR			
Adjusted Beginning Fund Balance	9791-9795	0.00	
Revenue Limit Sources	8010-8099	332,595.00	*amount not final
Federal Revenue	8100-8299	0.00	
Other State Revenue	8300-8599	0.00	
Other Local Revenue	8600-8799	0.00	
All Other Financing Sources and Contributions	8900-8999	0.00	
Deferred Revenue	9650	0.00	
TOTAL AVAILABLE		332,595.00	
EXPENDITURES AND OTHER FINANCING USES			
(Objects 1000-7999)			
Instruction	1000-1999	332,595.00	
Instruction-Related Services			
Instructional Supervision and Administration	2100-2150	0.00	
AU of a Multidistrict SELPA	2200	0.00	
Instructional Library, Media, and Technology	2420	0.00	
Other Instructional Resources	2490-2495	0.00	
School Administration	2700	0.00	
Pupil Services			
Guidance and Counseling Services	3110	0.00	
Psychological Services	3120	0.00	
Attendance and Social Work Services	3130	0.00	
Health Services	3140	0.00	
Speech Pathology and Audiology Services	3150	0.00	
Pupil Testing Services	3160	0.00	
Pupil Transportation	3600	0.00	
Food Services	3700	0.00	
Other Pupil Services	3900	0.00	
Ancillary Services	4000-4999	0.00	
Community Services	5000-5999	0.00	
Enterprise	6000-6999	0.00	
General Administration	7000-7999	0.00	
Plant Services	8000-8999	0.00	
Other Outgo	9000-9999	0.00	
TOTAL EXPENDITURES AND OTHER FINANCING USES		332,595.00	
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		0.00	



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....

Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

**RONALD REGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

**COUNTY OF RIVERSIDE
WILDOMAR, CALIFORNIA**

**REPORT TO THE
GOVERNING BOARD**

JUNE 30, 2013



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....

Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

To the Governing Board
Ronald Regan Charter School Alliance
d/b/a Sycamore Academy of Science
Wildomar, California

We have audited the financial statements of Ronald Regan Charter School Alliance d/b/a Sycamore Academy of Science (the Organization), for the year ended June 30, 2013, and have issued our report thereon dated September 24, 2013. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards and Government Auditing Standards

As stated in our engagement letter, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement and are fairly presented in accordance with U. S. generally accepted accounting principles. Because an audit is designed to provide reasonable, but not absolute, assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

As part of our audit, we considered the internal control of the Organization. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed test of the Organization's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the Organization are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2013. We noted no transactions entered into by the Organization during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Organization's financial reporting process (that is, cause future financial statements to be materially misstated).

Disagreements With Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultations With Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Issues Discussed Prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Ronald Regan Charter School Alliance
d/b/a Sycamore Academy of Science
Governing Board Report
Page 3 of 3

This information is intended solely for the use of the Audit Committee, Governing Board, and Management of the Organization and is not intended to be and should not be used by anyone other than these specified parties.

Hosaka, Rotherham & Company

Hosaka, Rotherham & Company
September 24, 2013



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....

Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

INDEPENDENT AUDITORS' REPORT

FOR THE FISCAL YEAR ENDED

JUNE 30, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

INTRODUCTORY SECTION

JUNE 30, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
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JUNE 30, 2013**

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**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

FINANCIAL SECTION

JUNE 30, 2013



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....
Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

INDEPENDENT AUDITORS' REPORT

Governing Board
Ronald Reagan Charter School Alliance
d/b/a Sycamore Academy of Science
Wildomar, California

Report on the Financial Statements

We have audited the accompanying financial statements of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science a nonprofit organization), which comprise the statement of financial position as of June 30, 2013, and the related statements of activities and cash flows for the fiscal year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

INDEPENDENT AUDITORS' REPORT

Page 2

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science as of June 30, 2013, and the changes in its net assets and its cash flows for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2013, on our consideration of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's internal control over financial reporting and compliance.

Hosaka, Rotherham & Company

San Diego, California
September 24, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2013**

ASSETS

Current assets:	
Cash (Note 3)	\$ 215,813
Accounts receivable (Note 4)	711,313
Prepaid expenses	<u>30,291</u>
Total current assets	<u>957,417</u>
Fixed assets, net of depreciation (Note 5)	<u>42,677</u>
Noncurrent assets:	
Deposits	<u>35,000</u>
Total noncurrent assets	<u>35,000</u>
TOTAL ASSETS	<u>\$ 1,035,094</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$ 158,865
Accrued expenses	37,525
Current portion of long-term liabilities (Note 6)	<u>116,031</u>
Total current liabilities	<u>312,421</u>
Long-term liabilities:	
Notes payable, net of current portion (Note 6)	<u>64,249</u>
Total long-term liabilities	<u>64,249</u>
Total liabilities	<u>376,670</u>
Net assets:	
Unrestricted	<u>658,424</u>
Total net assets	<u>658,424</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,035,094</u>

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

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Unrestricted</u>
REVENUES	
Revenue limit sources:	
State aid	\$ 856,223
Education protection account	307,618
In-lieu of property taxes	274,361
State revenues	237,202
Local revenues:	
Donations	7,675
Fundraising	16,174
Miscellaneous	216,605
Total revenues	<u>1,915,858</u>
EXPENSES	
Program services:	
Education	1,416,213
Support services:	
Management and general	376,666
Total expenses	<u>1,792,879</u>
CHANGE IN NET ASSETS	122,979
NET ASSETS, BEGINNING OF YEAR	<u>535,445</u>
NET ASSETS, END OF YEAR	<u><u>\$ 658,424</u></u>

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

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 122,979
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	42,677
(Increase) decrease in operating assets:	
Accounts receivable	19,965
Prepaid expenses	26,973
Increase (decrease) in operating liabilities:	
Accounts payable	58,352
Accrued expenses	901
Net cash flows provided by operating activities	<u>271,847</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

(Payment) on revolving loan	(62,500)
(Payment) on long-term note payable	<u>(57,352)</u>
Net cash flows (used by) financing activities	<u>(119,852)</u>

NET CHANGE IN CASH

151,995

CASH, BEGINNING OF YEAR

63,818

CASH, END OF YEAR

\$ 215,813

SUPPLEMENTAL DISCLOSURES:

Cash paid for interest	<u><u>\$ 15,668</u></u>
------------------------	-------------------------

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

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 - ORGANIZATION

Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science (Organization) is a non-profit benefit corporation. The Organization petitioned and was approved through Lake Elsinore Unified School District for a charter for a five-year period ending 2014. The Organization was approved by the State of California Department of Education on June 25, 2009.

The Organization opened in 2009 and currently serves approximately 281 students in Kindergarten through Grade 6. The Organization offers a student-centered, problem-based, experiential, and collaborative teaching and learning environment.

The mission of the Organization is to prepare a diverse student population for secondary education, college, careers and global citizenship by providing each child with the knowledge, critical skills, and fundamental dispositions to become self-motivated, competent, lifelong learners. To be fully educated and prepared for the 21st century every child must construct and communicate knowledge, display personal and social responsibility.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial statement presentation

The financial statements are presented in conformity with Accounting Standards Codification (ASC) 958-205, *Non-For-Profit Entities – Presentation of Financial Statements*. Under ASC 958-205, the Organization reports information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets: Unrestricted net assets are available to support all activities of the Organization, and are not subject to donor-imposed stipulations. These generally result from revenues generated by providing services, receiving unrestricted contributions, and receiving interest from investments, less expenses incurred in providing program-related services, raising contributions, and performing administrative functions.

Temporarily restricted net assets: Net assets that are subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restrictions. There were no temporarily restricted net assets as of June 30, 2013.

Permanently restricted net assets: Net assets that are subject to donor-imposed stipulations that the restrictions be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on the related investments for general or specific purposes. There were no permanently restricted assets as of June 30, 2013.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Accounting method - basis of accounting

The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied. The Organization uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

C. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

D. Income taxes

The Organization is exempt from income taxes under Internal Revenue Code Section (IRC §) 501(c)(3). It is, however, subject to income taxes from activities unrelated to its tax-exempt purpose. The Organization uses the same accounting methods for tax and financial reporting.

Generally accepted accounting principles (GAAP) provides accounting and disclosure guidance about positions taken by an entity in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. The Organization's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

E. Cash

Cash is from time to time variously composed of cash on hand and cash in banks.

F. Fixed assets

Fixed assets are recorded at cost and depreciated under the straight-line method over their estimated useful lives of 5 to 10 years. Repair and maintenance costs, which do not extend the useful lives of the asset, are charged to expense. The cost of assets, sold or retired, and related amounts of accumulated depreciation are eliminated from the accounts in the year of disposal, and any resulting gain or loss is included in the earnings. Management has elected to capitalize and depreciate all assets costing \$5,000 or more; all other assets are charged to expense in the year incurred.

G. Revenue sources and recognition

The Organization receives federal, state and local revenues for the enhancement of various educational programs. This assistance is generally received based on applications submitted to and approved by various granting agencies.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Revenue sources and recognition (continued)

The Organization primarily receives the funds from California Department of Education (CDE). Amounts received from the CDE are recognized by the Organization based on the average daily attendance (ADA) of students.

The Organization recognizes federal revenue to the extent that eligible expenditures have been incurred.

Revenue that is restricted is recorded as an increase in unrestricted net assets if the restriction expires in the reporting period in which the revenue is recognized. All other restricted revenues are reported as increases in temporarily restricted net assets.

H. Functional allocation of expenses

The costs of providing the program services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program services based on employees' time incurred and management's estimates of the usage of resources.

NOTE 3 - CASH

Cash at June 30, 2013, consisted of the following:

Concentration of risk:

Deposits:

Cash in banks	\$ 215,813
Total cash	<u>\$ 215,813</u>

Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). 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. At June 30, 2013, the Organization had \$30,141 in excess of FDIC insured limits.

NOTE 4 - ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2013, consisted of the following:

Revenue limit sources:

State aid	\$ 277,776
Education protection account	307,618
In-lieu of property taxes	38,457
State revenues	<u>87,462</u>
Total accounts receivable	<u>\$ 711,313</u>

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 5 - FIXED ASSETS

Fixed assets at June 30, 2013, consisted of the following:

Land improvements	\$ 192,045
Less: accumulated depreciation	<u>(149,368)</u>
Total fixed assets, net of depreciation	<u>\$ 42,677</u>

During the fiscal year ended June 30, 2013, \$42,677 was charged to depreciation expense.

NOTE 6 - LONG-TERM LIABILITIES

A. Long-term liabilities activity

Long-term liabilities activity includes debt and other long-term liabilities. Changes in obligations for the fiscal year ended June 30, 2013, are as follows:

	Balance 2012	Additions	Payments	Balance 2013	Due In One Year
Charter school revolving loan	\$ 125,000	\$ -	\$ (62,500)	\$ 62,500	\$ 62,500
Note payable - A&S Properties at Clinton Keith, LLC.	<u>175,132</u>	<u>-</u>	<u>(57,352)</u>	<u>117,780</u>	<u>53,531</u>
Total	<u>\$ 300,132</u>	<u>\$ -</u>	<u>\$ (119,852)</u>	<u>\$ 180,280</u>	<u>\$ 116,031</u>

B. Charter school revolving loan

On January 21, 2010, the Organization took out a four (4) year Charter School Revolving Loan (Loan) in the principal amount of \$250,000 with interest at 0.56% per annum. The Loan matures in January 2014 with annual principal payments of \$62,500, plus annual interest payments made by the California Department of Education by deducting principal and interest payments from the Organization's August through January apportionments.

Required payments of principal on the Loan at June 30, 2013, including current maturities are as follows:

Year Ending June 30,	Principal	Interest	Total
<u>2014</u>	<u>\$ 62,500</u>	<u>\$ 270</u>	<u>\$ 62,770</u>
	<u>\$ 62,500</u>	<u>\$ 270</u>	<u>\$ 62,770</u>

C. Note payable - A&S Properties at Clinton Keith, LLC

A&S Properties at Clinton Keith, LLC, is the lessor of the Organization's facility. The Organization agreed to pay the improvement cost of the facility over three (3) years in the total amount of \$252,866. The payments started on July 1, 2010, and the note payable will mature on June 30, 2015.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

C. Note payable - A&S Properties at Clinton Keith, LLC (continued)

Required payments of principal at June 30, 2013, including current maturities are as follows:

Year Ending June 30,	Principal	Interest	Total
2014	\$ 53,531	\$ 8,603	\$ 62,134
2015	64,249	3,533	67,782
	<u>\$ 117,780</u>	<u>\$ 12,136</u>	<u>\$ 129,916</u>

NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (STRS), and classified employees are members of the California Public Employees' Retirement System (CalPERS).

Plan Description and Funding Policy

STRS

Plan Description

The Organization contributes to STRS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. 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. STRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the STRS annual financial report may be obtained from STRS, 7667 Folsom Boulevard, Sacramento, California 95826.

Funding Policy

Active plan members are required to contribute 8.0% 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 STRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2012-2013 was 8.25% of annual payroll. The contribution requirements of the plan members are established by state statute. The Organization's contributions to STRS for the fiscal years ending June 30, 2013, 2012, and 2011, were \$51,231, \$50,666, and \$45,193, respectively, and equal 100% of the required contribution for each fiscal year.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 7 - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

CalPERS

Plan Description

The Organization contributes to the School Employer Pool under CalPERS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, California 95814.

Funding Policy

Active plan members are required to contribute 7.0% of their salary (7% of monthly salary over \$133.33 if the member participates in Social Security), and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. The required employer contribution rate for fiscal year 2012-2013 was 11.417% of annual payroll based on PERS reduction transfers. The contribution requirements of the plan members are established by the state statute. The Organization's contribution to CalPERS for the fiscal year ending June 30, 2013, 2012, and 2011, were \$5,808, \$4,685, and \$3,815, respectively, and equal 100% of the required contribution for each fiscal year.

NOTE 8 - OPERATING LEASE

The Organization leases its facility under a lease agreement expiring in June 2015. The Organization also leases a copier under an operating lease agreement expiring in September 2012.

<u>Year Ending June 30,</u>	<u>Lease Payments</u>
2014	\$ 176,446
2015	18,966
2016	4,337
2017	<u>3,614</u>
Total future lease payments	<u>\$ 203,363</u>

The Organization will not pay any contingent rentals associated with this lease. For the fiscal year ended June 30, 2013, operating lease expense was \$310,623.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 9 - COMMITMENTS AND CONTINGENCIES

A. State allowances, awards, and grants

The Organization has received state funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, management believes that any required reimbursement will not be material.

NOTE 10 - SUBSEQUENT EVENT

The Organization's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through September 24, 2013, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial statements.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

SUPPLEMENTARY INFORMATION SECTION

JUNE 30, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
ORGANIZATION
JUNE 30, 2013**

Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science [Charter #1118] is a Kindergarten through Grade 6 Charter School and was originally granted its charter by the Lake Elsinore Unified School District, pursuant to the terms of the Charter School Act of 1992, as amended.

The Governing Board for the fiscal year ended June 30, 2013, was comprised of the following members:

Name	Office	Term	Term Expiration
William Sampson	President	2 years	September 29, 2013
Prapanna Smith	Trustee	2 years	December 7, 2013
Roland Skumawitz	Secretary/Treasurer	2 years	August 20, 2015
Ingrid Flores	Trustee	2 years	October 18, 2013
Craig Richter	Trustee	2 years	January 22, 2015

Administration	
Name	Position
Barbara Hale	Executive Director

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
SCHEDULE OF AVERAGE DAILY ATTENDANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Second Period				
	Resident		Non-Resident	
	Classroom Based	Independent Study	Classroom Based	Independent Study
Kindergarten	31.30	1.18	9.40	0.18
Grades 1 - 3	102.30	3.62	38.28	1.42
Grades 4 - 6	71.07	1.91	20.20	0.44
Total	204.67	6.71	67.88	2.04

Annual Report				
	Resident		Non-Resident	
	Classroom Based	Independent Study	Classroom Based	Independent Study
Kindergarten	31.38	1.04	10.44	0.19
Grades 1 - 3	100.66	3.23	40.74	1.30
Grades 4 - 6	69.74	1.68	23.09	0.37
Total	201.78	5.95	74.27	1.86

The Organization is 96.9% classroom-based and generates 3.1% ADA from an independent study program.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
SCHEDULE OF INSTRUCTIONAL TIME
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

<u>Grade Level</u>	<u>1986-87 Minutes Requirements*</u>	<u>2012-2013 Actual Minutes</u>	<u>Number of Days Traditional Calendar</u>	<u>Status</u>
Kindergarten	33,531	41,770	175	In compliance
Grade 1	46,944	62,620	175	In compliance
Grade 2	46,944	62,620	175	In compliance
Grade 3	46,944	62,620	175	In compliance
Grade 4	50,297	62,620	175	In compliance
Grade 5	50,297	62,620	175	In compliance
Grade 6	50,297	62,620	175	In compliance

* As reduced pursuant to the provisions of Education Code Section 46201.2.

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Program Services	Support Services	
	Education	Management and General	Total
Certificated salaries	\$ 614,155	\$ 17,755	\$ 631,910
Classified salaries	96,406	10,770	107,176
Employee benefits	182,364	5,971	188,335
Books and supplies	38,830	16,910	55,740
Travel and conferences	15,974	-	15,974
Dues and memberships	3,201	-	3,201
Operation and housekeeping services	10,904	29,621	40,525
Rental, leases, repairs, and non-capitalized improvements	220,257	100,392	320,649
Communications	5,215	1,304	6,519
Professional/consulting services and operating expenditures	228,907	135,522	364,429
Depreciation	-	42,677	42,677
Direct support/indirect cost charges	-	15,744	15,744
Total expenses	<u>\$ 1,416,213</u>	<u>\$ 376,666</u>	<u>\$ 1,792,879</u>

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
RECONCILIATION OF CHARTER SCHOOL UNAUDITED ACTUAL FINANCIAL REPORT
WITH AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Charter School</u>
June 30, 2013, Charter School Unaudited Actual Financial Report -- Alternative Form, Ending Fund Balance	<u>\$ 641,660</u>
Adjustments and reclassifications:	
Increasing (decreasing) the fund balance:	
Prepaid expenses overstatement	(23,523)
Accounts payable overstatement	40,288
Rounding	<u>(1)</u>
Net adjustments and reclassifications	<u>16,764</u>
June 30, 2013, audited financial statement net assets	<u><u>\$ 658,424</u></u>

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

OTHER INDEPENDENT AUDITORS' REPORTS SECTION

JUNE 30, 2013



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....
Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

**INDEPENDENT AUDITORS' 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**

Governing Board
Ronald Reagan Charter School Alliance
d/b/a Sycamore Academy of Science
Wildomar, 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 financial statements of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science (a nonprofit organization), which comprise the statement of financial position as of June 30, 2013, and the related statements of activities and cash flows for the fiscal year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 24, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science'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 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 over financial reporting 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.

**INDEPENDENT AUDITORS' 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**

Page 2

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hosaka, Rotherham & Company

San Diego, California
September 24, 2013



Hosaka, Rotherham & Company
Certified Public Accountants

James A. Rotherham, CPA
CEO & Managing Partner

.....
Roy T. Hosaka, CPA
Retired

James C. Nagel, CPA
Retired

INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE

Governing Board
Ronald Reagan Charter School Alliance
d/b/a Sycamore Academy of Science
Wildomar, California

Report on Compliance for Each State Program

We have audited Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's compliance with the types of compliance requirements described in the *Standards and Procedures for Audits of California K-12 Local Education Agencies 2012-2013*, published by the Education Audit Appeals Panel, that could have a direct and material effect on each of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's state programs for the fiscal year ended June 30, 2013. Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's state programs are identified below.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science'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 the State's Audit Guide, *Standards and Procedures for Audits of California K-12 Local Education Agencies 2012-2013*, published by the Education Audit Appeals Panel. Those standards 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 a state program occurred. An audit includes examining, on a test basis, evidence about Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science'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 state program. However, our audit does not provide a legal determination of Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science's compliance. In connection with the audit referred to above, we selected transactions and records to determine the Organization's compliance with the state laws and regulations applicable to the following items:

INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE
Page 2

<u>Description</u>	<u>Procedures In Audit Guide</u>	<u>Procedures Performed</u>
Class Size Reduction (including in charter schools)		
General Requirements	7	Not Applicable
Option One Classes	3	Not Applicable
Option Two Classes	4	Not Applicable
District or Charter Schools With Only One School Serving K-3	4	Not Applicable
After School Education and Safety Program		
General Requirements	4	Not Applicable
After School	5	Not Applicable
Before School	6	Not Applicable
Contemporaneous Records of Attendance, for charter schools	1	Yes
Mode of Instruction, for charter schools	1	Yes
Nonclassroom-Based Instruction/Independent Study, for charter schools	15	Yes
Determination of Funding for Nonclassroom-Based Instruction, for charter schools	3	Not Applicable
Annual Instructional Minutes - Classroom Based, for charter schools	4	Yes

The term "Not Applicable" is used above to mean either that the Organization did not offer the program during the current fiscal year, or that the program applies only to a different type of local education agency.

Opinion on State Programs

In our opinion, Ronald Reagan Charter School Alliance d/b/a Sycamore Academy of Science 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 state programs for the fiscal year ended June 30, 2013.

The purpose of this report on state compliance is solely to describe the scope of our testing of state compliance and the results of that testing based on the requirements of *Standards and Procedures for Audits of California K-12 Local Education Agencies 2012-2013*. Accordingly, this report is not suitable for any other purpose.

Hosaka, Rotherham & Company

San Diego, California
September 24, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE**

FINDINGS AND RECOMMENDATIONS SECTION

JUNE 30, 2013

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

A. Summary of Auditors' Results

1. Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes N/A No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes N/A None Reported

Type of auditors' report issued on compliance for major programs: N/A

Any audit findings disclosed that are required to be reported in accordance with section .510(a) or Circular A-133? Yes N/A No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
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The Organization did not have over \$500,000 in Federal Expenditures.

Dollar threshold used to distinguish between type A and type B programs: N/A

Auditee qualified as low-risk auditee? Yes N/A No

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SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

A. Summary of Auditors' Results (continued)

3. State Awards

Internal control over state programs:

One or more material weaknesses identified? Yes X No

One or more significant deficiencies identified that
are not considered to be material weaknesses? Yes X None Reported

Type of auditors' report issued on compliance
for state programs: Unqualified

B. Financial Statement Findings

None

C. Federal Award Findings and Questioned Costs

None

D. State Award Findings and Questioned Costs

None

**RONALD REAGAN CHARTER SCHOOL ALLIANCE
D/B/A SYCAMORE ACADEMY OF SCIENCE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2013**

<u>Findings/Recommendations</u>	<u>Current Status</u>	<u>Explanation If Not Implemented</u>
None	N/A	N/A

BYLAWS OF RONALD REAGAN CHARTER SCHOOL ALLIANCE

ARTICLE I

Purposes

The corporation is organized for the public and educational purposes as specified in its Articles of Incorporation.

ARTICLE II

Offices

Section 1. Principal Office.

The corporation's principal office shall be located at 32326 Clinton Keith Road, Suite 202, Wildomar, CA 92595, County of Riverside, State of California. The Board of Trustees ("Board") is granted full power and authority to change the principal office from one location to another within California.

Section 2. Other Offices.

The Board at any place or places where the corporation is qualified to do business may at any time establish branch or subordinate offices.

ARTICLE III

Membership

Section 1. No Members.

Unless and until these Bylaws are amended to provide otherwise, this corporation shall have no statutory members, as the term "member" is defined in Section 5056 of the California Nonprofit Corporation Law. Any action, which would otherwise by law require approval by a majority of all members or approval by the members, shall require only approval of the Board. All rights, which would otherwise by law be vested in the members, shall rest in the Board.

Section 2. Associates.

Nothing in this Article shall be construed to limit the corporation's right to refer to persons associated with it as "members" even though such persons are not members, and no such

reference by the corporation shall render anyone a member within the meaning of Section 5056 of the California Nonprofit Corporation Law, including honorary or donor members. Such individuals may originate and take part in the discussion of any subject that may properly come before any meeting of the Board, but may not vote. The corporation may confer, by amendment of its Articles of Incorporation or of these Bylaws, some or all of a member's rights, set forth in the California Nonprofit Corporation Law, upon any person who does not have the right to vote for the election of Trustees/directors, on a disposition of substantially all of the assets of the corporation, on a merger, on a dissolution, or on changes to the corporation's Articles of Incorporation or Bylaws, but no such person shall be a member within the meaning of said Section 5056. The Board may also, in its discretion, without establishing memberships, establish an advisory council or honorary board or such other auxiliary groups as it deems appropriate to advise and support the corporation.

ARTICLE IV

Board of Trustees

Section 1. Powers.

Subject to the limitations of the California Nonprofit Public Benefit Corporation Law, the corporation's Articles of Incorporation and these Bylaws, and such local public agency laws as may be applicable to the corporation, the activities and affairs of the corporation shall be conducted and all corporate powers shall be exercised by or under the direction of the Board. The Board may delegate the management of the corporation's activities to any person(s), management company or committees, however composed, provided that the activities and affairs of the corporation shall be managed and all corporate powers shall be exercised under the ultimate direction of the Board. No assignment, referral or delegation of authority by the Board or anyone acting under such delegation shall preclude the Board from exercising full authority over the conduct of the corporation's activities, and the Board may rescind any such assignment, referral or delegation at any time. Without prejudice to its general powers, but subject to the same limitations set forth above, the Board shall have the following powers in addition to any other powers enumerated in these Bylaws and permitted by law and not inconsistent with the corporation's Articles of Incorporation or these Bylaws:

- To select and remove all of the officers, agents and employees of the corporation;
- To prescribe powers and duties;
- To fix their compensation;
- To require security from them for faithful service;
- To conduct, manage and control the affairs and activities of the corporation and to make such rules and regulations;
- To adopt, make and use a corporate seal and to alter the form of the seal from time to time;

- To borrow money and incur indebtedness for the purposes of the corporation, and to cause to be executed and delivered therefore, in the corporate name, promissory notes, bonds, debentures, deeds of trust, mortgages, pledges, hypothecations and other evidences of debt and securities therefore;
- To carry on a business and apply any revenues in excess of expenses that result from the business activity to any activity in which it may lawfully engage;
- To act as Trustee under any trust incidental to the principal object of the corporation, and receive, hold, administer, exchange and expend funds and property subject to such trust;
- To acquire by purchase, exchange, lease, gift, devise, bequest, or otherwise, and to hold, improve, lease, sublease, mortgage, transfer in trust, encumber, convey or otherwise dispose of real and personal property;
- To assume any obligations, enter into any contracts or other instruments, and do any and all other things incidental or expedient to the attainment of any corporate purpose; and
- To carry out such other duties as are described in the Charter school(s) as approved by the chartering authority and the Charter Schools Act of 1992 (Education Code Section 47600 et seq.).

Section 2. Number and Qualifications of Trustees.

The number of Trustees of the corporation shall not be less than five (5) and not more than nine (9).

The qualifications for Trustees are:

- The ability to attend board meetings;
- A willingness to actively support and promote the mission and vision of the charter school(s);
- Knowledgeable of Constructivist theory and practices;
- Knowledgeable of the charter petition(s); and
- Knowledgeable about roles and responsibilities of being a governing board member.

Section 3. Appointments and Term of Office.

The initial Trustees and Officers shall be appointed by the incorporator and shall serve staggered terms as determined by the Board at its first Board meeting. After initial terms, Trustees shall hold office for a term of two (2) years or until a successor has been selected. Thereafter, the Board shall, by a majority vote, select each Trustee from a slate of qualified candidates developed by the School Site Committee of the charter school(s) or absent such a slate, through a process of the Board's design.

The Lake Elsinore Unified School District Governing Board (the "District") reserves its right pursuant to Education Code Section 47604(b) to have a single voting representative on the RRCSA Board of Trustees, and if the District chooses to exercise this right, the representative shall be solely of the District's choosing. Any District representative appointed pursuant to Education Code section 47604(b) shall serve solely at the District's or its designee's discretion and may serve an unlimited number of consecutive terms. No restrictions on the appointment, qualifications, service or terms for removal of other

members of the Board of Trustees shall apply to any District appointee pursuant to Education Code section 47604(b) and such appointee shall serve at the pleasure of and be removed only by the action of the District or its designee.

Section 4. Resignation and Removal.

Subject to the provisions of Section 5226 of the California Nonprofit Public Benefit Corporation Law, any Trustee may resign by giving written notice to the president, the secretary, or the Board, unless the written notice specifies a later effective date. If the resignation is effective at a future date, a successor may be selected before such time, so as to take office when the resignation becomes effective.

Section 5. Vacancies.

A Board vacancy or vacancies shall be deemed to exist if any Trustee dies, resigns, or is removed, or if the authorized number of Trustees is increased. The Board may also declare vacant the office of any Trustee who has been convicted of a felony, or has been found to breach any duty arising under Article 3 of Chapter 2 of the California Nonprofit Public Benefit Corporation Law or deemed to be of unsound mind by any court of competent jurisdiction. A vacancy on the Board shall be filled only by resolution of the Board. Each Trustee so elected, appointed, or designated shall hold office until the expiration of the term of the replaced Trustee and continue to hold office until a qualified successor has been elected, appointed, or designated. No reduction of the authorized number of Trustees shall have the effect of removing any Trustee prior to the expiration of the Trustee's term of office.

Section 6. Place of Meeting

Meetings of the Board shall be held at the principal office of the corporation or at any other place within or without the State of California which has been designated in the notice of the meeting or, if there is no notice, by resolution of the Board.

Section 7. Meetings: Annual Meeting.

Annually the Board shall meet for the purpose of organization, appointment of officers and the transaction of such other business as may properly be brought before the meeting. This meeting shall be held at a time, date and place as may be specified and noticed by resolution of the Board.

Section 8. Regular Meetings.

Regular meetings of the Board, including annual meetings, amounting to at least nine (9) meetings per year, shall be held at such times and places as may from time to time be fixed by the Board.

Section 9. Special Meetings.

Special meetings of the Board for any purpose may be called at any time by the President, the Secretary or any combination of two Trustees. The party calling such special meeting shall determine the place, date and time thereof.

Section 10. Notice of Special Meetings.

Special meetings of the Board may be held only after each Trustee has received four (4) days' prior notice by first-class mail or twenty-four (24) hours' notice given personally or by telephone (including a voice messaging system or other system or technology designed to record and communicate messages), telegraph, facsimile, electronic mail or other electronic means of communication. A twenty-four hour notice will be provided to media outlets including a brief general description of matters to be considered or discussed. Any such notice shall be addressed or delivered to each Trustee at the Trustee's address (or telephone or facsimile number, or electronic mail address, as applicable) as it is shown on the records of the corporation or as may have been given to the corporation by the Trustee for purposes of notice or, if an address (or telephone or facsimile number, or electronic mail address, as applicable) is not shown on the corporation's records or is not readily ascertainable, at the place at which the meetings of the Trustees are regularly held. Notice by mail shall be deemed received at the time a properly addressed written notice is deposited in the United States mail, postage prepaid. Any other written notice shall be deemed received at the time it is personally delivered to the recipient or is delivered to a common carrier for transmission, or is actually transmitted by the person giving the notice by electronic means to the recipient. Oral notice shall be deemed received at the time it is communicated, in person or by telephone or wireless, to the recipient or to a person at the office of the recipient whom the person giving the notice has reason to believe will promptly communicate it to the receiver. The notice of special meeting shall state the time of the meeting, and the place if the place is other than the principal office of the corporation, and the general nature of the business proposed to be transacted at the meeting. No business, other than the business the general nature of which was set forth in the notice of the meeting, may be transacted at a special meeting.

Section 11. Quorum.

A majority of the Trustees then in office shall constitute a quorum. Every act or decision done or made by a majority of the Trustees present at a meeting duly held at which a quorum is present is an act of the Board. A meeting at which a quorum is initially present may continue to transact business notwithstanding the withdrawal of Trustees, if any action taken is approved by at least a majority of the required quorum for such meeting. Trustees may not vote by proxy.

Section 12. Consent to Meetings.

Transactions of the Board at any meeting, however called and noticed or wherever held, shall be as valid as though done at a meeting duly held after regular call and notice if a quorum be present, and if, either before or after the meeting, each Trustee entitled to vote, not present in person signs a written waiver of notice, or a consent to the holding of such meeting, or approval of the minutes thereof. All such waivers, consents or approvals shall be filed with the corporate records and made a part of the minutes of the meeting. Notice of

a meeting need not be given to any Trustee who attends the meeting without protesting prior to or at the commencement of the meeting, the lack of notice to such Trustee.

Section 13. Telephonic and Electronic Video Meetings.

Members of the Board may participate in a meeting through the use of conference telephone, electronic video screen communication, or other communications equipment pursuant to the requirements of the Brown Act.

Section 14. Adjournment.

A majority of the Trustees present, whether or not a quorum is present, may adjourn any Trustees meeting to another time or place. If a meeting is adjourned for more than twenty-four (24) hours, notice of such adjournment to another time or place shall be given, prior to the time schedule for the continuation of the meeting, to the Trustees who were not present at the time of the adjournment.

Section 15. Rights of Inspection.

Board members reserve the right to review, inspect and/or copy at any reasonable time books, records, and documents of every kind maintained by the corporation, including confidential student and employee records in those limited situations in which they are pertinent to a matter before the Board, as well as inspect the physical properties of the corporation. Such review is subject to any and all limitations of federal and state law and/or regulation in effect at the time such an inspection is requested.

Section 16. Board Committees.

The Board may appoint an executive committee and one or more other committees each consisting of two (2) or more Trustees to serve at the pleasure of the Board, and delegate to such committee any of the authority of the Board, except with respect to:

- The filling of vacancies on the Board or on any committee which has the authority of the Board;
- The fixing of compensation of the Trustees for serving on the Board or on any committee;
- The amendment or repeal of Bylaws or the adoption of new Bylaws;
- The amendment or repeal of any resolution of the Board which by its express terms is not so amendable or repealable;
- The appointment of other committees having the authority of the Board;
- The expenditure of corporate funds to support a nominee for Trustee after there are more people nominated for Trustee than can be elected; or
- The approval of any self-dealing transaction as such transactions are defined in Section 5233(a) of the California Nonprofit Public Benefit Corporation Law, except as permitted under Section 24 of this Article.

Any such committee must be created, and the members thereof appointed, by resolution adopted by a majority of the number of Trustees then in office, and any such committee may be designated as an executive committee or by such other name as the Board shall specify.

The Board may appoint, in the same manner, alternate members to a committee who may replace any absent member at any meeting of the committee. The Board shall have the power to prescribe the manner in which proceedings of any such committee shall be conducted. In the absence of any such prescription, such committee shall have the power to prescribe the manner in which its proceedings shall be conducted. Unless the Board, such committee, or these Bylaws otherwise provide, the regular and special meetings and other actions of any such committee shall be governed by the provisions of this Article IV herein applicable to meetings and actions of the Board. Minutes shall be kept of each meeting of each committee.

Committees so appointed shall be subject to Section 22 of these Bylaws.

Section 17. Other Committees.

The President, subject to the limitations imposed by the Board, or the Board, may create other committees, either standing or special, to serve the Board which do not have the powers of the Board. The President, with the approval of the Board, shall appoint members to serve on such committees, and shall designate the committee chair. If a Trustee is on a committee, he or she shall be the chair. Each member of a committee shall continue as such until the next annual election of officers and until his or her successor is appointed, unless the member sooner resigns or is removed from the committee. The President, the chair of the committee or a majority of the committee's voting members may call meetings of a committee. Each committee shall meet as often as is necessary to perform its duties. A majority of the voting members of a committee shall constitute a quorum for the transaction of business at any meeting of the committee. Each committee may keep minutes of its proceedings and shall report periodically to the Board. A committee may take action by majority vote. Any member of a committee may resign at any time by giving written notice to the President. Such resignation, which may or may not be made contingent upon formal acceptance, shall take effect upon the date of receipt or at any later date if specified in the notice. The President may, with prior approval of the Board, remove any appointed member of a committee. The President, with the Board's approval, shall appoint a member to fill a vacancy in any committee or any position created by an increase in the membership for the unexpired portion of the term.

Committees so appointed shall be subject to Section 22 of these Bylaws.

Section 18. Fees and Compensation.

Trustees and members of committees shall not receive any compensation for their services; however, the Board may approve reimbursement of a Trustee's actual and necessary expenses incurred in the conduct of the corporation's business, such as food, lodging and mileage.

Section 19. Non-liability of Trustees.

No Trustee shall be personally liable for the debts, liabilities or other obligations of this corporation.

Section 20. Interested Persons.

Not more than forty-nine percent (49%) of the Trustees serving on the Board may be "interested persons." An "interested person" is (i) any person compensated by the corporation for services rendered to it within the previous twelve (12) months whether as a full – or part-time employee, independent contractor, or otherwise, excluding any reasonable compensation paid to a Trustee as Trustee, and (ii) any brother, sister, ancestor, descendant, spouse, brother-in-law, sister-in-law, son-in-law, daughter-in-law, mother-in-law or father-in-law of any such person. However, any violation of the provisions of this Section shall not affect the validity or enforceability of any transaction entered into by the corporation.

Section 21. Standard of Care.

A Trustee shall perform the duties of a Trustee, including duties as a member of any committee of the Board upon which the Trustee may serve, in good faith, in a manner such Trustee believes to be in the best interests of the corporation and with such care, including reasonable inquiry, as an ordinarily prudent person in a like position would use under similar circumstances. In performing the duties of a Trustee, a Trustee shall be entitled to rely on information, opinions, reports or statements, including financial statements and other financial data, in each case prepared or presented by:

- One or more officers or employees of the corporation whom the Trustee believes to be reliable and competent in the matters presented;
- Counsel, independent accountants or other persons as to matters which the Trustee believes to be within such person's professional or expert competence; or
- A committee of the Board upon which the Trustee does not serve as to matters within its designated authority, provided the Trustee believes merits confidence and the Trustee acts in good faith, after reasonable inquiry when the need therefore is indicated by the circumstances and without knowledge that would cause such reliance to be unwarranted.

Section 22. Compliance with the Brown Act, Government Code Section 1090 et seq. and the Political Reform Act of 1974.

The corporation and the Board of Trustees shall comply with the Ralph M. Brown Act, Government Code Section 1090 et seq., and the Political Reform Act of 1974 (Gov. Code section 81000 *et seq.*), including all attendant regulations applicable to any such laws, as the same may be amended from time to time.

Section 23. Conflict with Charter Requirements.

In the case of a conflict between the requirements of the corporation's then approved charter petition and the provisions of the Articles of Incorporation and/or Bylaws, action taken in accordance with such Articles/Bylaws which conflicts with or is inconsistent with the requirements of the corporation's then approved charter petition shall be deemed a violation of the corporation's then approved charter petition, and in the case of such a conflict, the RRCSA Board of Trustees shall take prompt action to revise the Bylaws to make the Bylaws consistent with the requirements of the corporation's then approved charter

petition or seek a material revision to the corporation's then approved charter petition to make the Bylaws and charter petition consistent. Should the provisions of the corporation's then approved charter petition conflict with the policies, practices, or terms of any collective bargaining agreement or other agreement of the corporation or its school, the provisions of the corporation's then approved charter petition shall prevail.

Section 24. Effecting Changes to Bylaws.

RRCSA shall provide written notice to the Lake Elsinore Unified School District Superintendent or designee of any proposed revisions to the Articles of Incorporation and/or Bylaws no less than four (4) weeks prior to consideration of adoption of the revision(s) by the RRCSA Board of Trustees. Should the District Superintendent or designee indicate that the District considers the proposed revisions(s) to be a material revision to SASCA/RRCSA's charter petition, RRCSA may not formally adopt such revision(s) unless and until the revision(s) is first approved through the process set forth in Education Code section 47607 for material revisions to the Charter. Should RRCSA adopt revision(s) to its Articles and/or Bylaws (in accordance with the requirements set forth in this paragraph) it shall provide a final copy of the revised document to the District within three (3) business days of the adoption of such revision(s).

Section 25. Persons Liable and Extent of Liability.

If a self-dealing transaction has not been approved as required by law, the interested Trustee(s) may be required to do such things and pay such damages as a court may provide as an equitable and fair remedy to the corporation, considering any benefit received by it and whether or not the interested Trustee(s) acted in good faith and with the intent to further the best interests of the corporation.

Section 26. Corporate Loans and Advances.

The corporation shall not make any loan of money or property to or guarantee the obligation of any Trustee or officer, unless approved by the Attorney General; provided, however, that the corporation may advance money to a Trustee or officer of the corporation or any subsidiary for expenses reasonably anticipated to be incurred in the performance of the duties of such officer or Trustee, if, in the absence of such advance, such Trustee or officer would be entitled to be reimbursed for such expenses by the corporation, its parent or any subsidiary.

Section 27. Annual Report.

Pursuant to Section 6321 of the California Nonprofit Public Benefit Corporation Law, the chief financial officer shall cause an annual report to be prepared and sent to each Trustee not later than one hundred and twenty (120) days after the close of the fiscal year. Such annual report shall be prepared in conformity with the requirements of the California Nonprofit Public Benefit Corporation Law as it may be in effect from time to time.

Section 28. Annual Statement of Certain Transactions and Indemnifications.

Pursuant to Section 6322 of the California Nonprofit Public Benefit Corporation Law, the

corporation shall furnish an annual statement of certain transactions and indemnifications to each of the Trustees setting forth any transactions or indemnifications of a kind described in Cal. Corporations Code section 6322(d) or (e).

Section 29. Property Rights.

No Trustee shall have any right or interest in any of the corporation's property or assets.

ARTICLE V

Officers

Section 1. Officers.

The officers of this corporation shall be a President, a Secretary, and a Chief Financial Officer or treasurer. The corporation may also have, at the discretion of the Board, one or more Vice Presidents, one or more Assistant Secretaries, one or more Assistant Treasurers, and such other officers as may be elected or appointed by the Board. The same person may hold any number of officers, except that neither the Secretary nor the Treasurer may serve concurrently as President.

Section 2. Appointment of Officers.

Except as otherwise specified in Sections 3 and 10 of this Article, the officers of the corporation shall be chosen annually by the Board and each shall hold office until he or she shall resign or shall be removed or otherwise disqualified to serve, or his or her successor shall be elected and qualified.

Section 3. Subordinate Officers.

The Board may appoint and may empower the President to appoint such other officers as the business of the corporation may require, each of whom shall hold office for such period, have such authority, and perform such duties as are provided in the Bylaws or as the Board may from time to time determine.

Section 4. President.

The President is the Chief Executive Office of the corporation and has, subject to the control of the Board, general supervision, direction and control of the business and affairs of the corporation. The President has the general management powers and duties usually vested in the office of president of a corporation, as well as such other powers and the Board may prescribe duties as from time to time. The President shall be an ex officio voting member of each Board committee.

Section 5. Vice President.

In the absence or disability of the President, Vice President (or if more than (1) Vice President is appointed, in order of their rank as fixed by the Board or if not ranked, the Vice President designated by the Board) shall perform all the duties of the President and when so acting shall have all the powers of, and be subject to all of the restrictions upon, the

President. The Vice Presidents shall have such other powers and perform such other duties as the Board may prescribe from time to time.

Section 6. Secretary.

The Secretary shall keep or cause to be kept, at the principal office of the corporation the State of California, the original or a copy of the corporation's Articles of Incorporation and Bylaws, as amended to date, and a register showing the names of all Trustees and their respective addresses. The Secretary shall keep the seal of the corporation and shall affix or cause to be affixed the same on such papers and instruments as may be required in the regular course of business, but failure to affix it shall not affect the validity of any instrument. The Secretary also shall keep or cause to be kept at the principal office, or at such other place as the Board may order, a book of minutes of all meetings of the Board and its committees, with the time and place of holding; whether regular or special; if special how authorized; the notice thereof given; the names of those present and absent; and the proceedings thereof. The Secretary shall give or cause to be given notice of all the meetings of the Board required by these Bylaws or by law to be given; shall keep the seal of the corporation in safe custody; shall see that all reports, statements and other documents required by law are properly kept or filed; and shall have such other powers and perform such other duties as may be prescribed from time to time by the Board.

Section 7. Chief Financial Officer (or Treasurer)

The Chief Financial Officer or Treasurer shall keep and maintain or cause to be kept and maintained adequate and correct accounts of the properties and business transactions of the corporation, including accounts of its assets, liabilities, receipts, disbursements, gains and losses. The books of account shall at all times be open to inspection by any Trustee. The Chief Financial Officer shall deposit or cause to be deposited all monies and other valuables in the name and to the credit of the corporation in such depositories as may be designated by the Board. The Chief Financial Officer shall disburse or cause to be disbursed the funds of the corporation as shall be ordered by the Board, shall render or cause to be rendered to the President and the Trustees, upon request, an account of all transactions as Chief Financial Officer. The Chief Financial Officer shall present or cause to be presented an operating statement and report, since the last preceding board meeting, to the Board at all regular meetings. The Chief Financial Officer shall have such other powers and perform such other duties as may be prescribed from time to time by the Board.

Section 8. Removal and Resignation.

The Board at any time may remove any officer, either with or without cause. In the case of an officer appointed by the President, the President shall also have the power of removal. Any such removal shall be without prejudice to the rights, if any, of the officer under any contract of employment. Any officer may resign at any time by giving written notice to the corporation, but without prejudice to the rights, if any, of the corporation under any contract to which the officer is a party. Any such resignation shall take effect at the date of the receipt of such notice or at any later time specified therein, and, unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

Section 9. Vacancies.

A vacancy in any office because of death, resignation, removal, disqualification, or any other cause, shall be filled in the manner prescribed in the Bylaws for regular election or appointment to such office, provided that such vacancies shall be filled as they occur and not on an annual basis.

ARTICLE VI

Indemnification

Section 1. Definitions.

For the purposes of this Article, "agent" means any person who is or was a Trustee, officer, or employee of this corporation, or is or was serving at the request of the corporation as a director, Trustee, officer, employee or agent of another foreign or domestic corporation, partnership, joint venture, trust or other enterprise, or was a director, Trustee, officer, employee or agent of a foreign or domestic corporation which was a predecessor corporation of this corporation or of another enterprise at the request of such predecessor corporation; and "proceeding" means any threatened, pending completed action or proceeding, whether civil, criminal, administrative or investigative; and "expenses" includes, without limitation, attorneys' fees and any expenses of establishing a right to indemnification under Sections 4 or 5b of this Article.

Section 2. Indemnification in Actions by Third Parties.

This corporation may indemnify any person who was or is a party or is threatened to be made a party to any proceeding (other than an action by or in the right of this corporation to procure a judgment in its favor, an action brought under Section 5233 of the California Nonprofit Public Benefit Corporation Law, or an action brought by the Attorney General or a person granted relator status by the Attorney General for any breach of duty relating to assets held in charitable trust) by reason of the fact that such person is or was an agent of this corporation, against expenses, judgments, fines, settlements and other amounts actually and reasonably incurred in the connection with such proceeding if such person acted in good faith and in a manner such person reasonably believed to be in the best interests of this corporation, and, in the case of a criminal proceeding, had no reasonable cause to believe the conduct of such person was unlawful. The termination of any proceeding by judgment, order, settlement, conviction or upon a plea of nolo contendere or its equivalent shall not, of itself, create a presumption that the person did not act in good faith and in a manner which the person reasonably believed to be in the best interests of this corporation or that the person had reasonable cause to believe that the person's conduct was unlawful.

Section 3. Indemnification in Actions by or in the Right of the Corporation.

This corporation may indemnify any person who was or is a party or is threatened to be made a party to any threatened, pending or completed action by or in the right of this corporation, or brought under Section 5233 of the California Nonprofit Public Benefit

Corporation Law, or brought by the Attorney General or a person granted regulator status by the Attorney General for breach of duty relating to assets held in charitable trust, to procure a judgment in its favor by reason of the fact that such person is or was an agent of the corporation, against expenses actually and reasonably incurred by such person in connection with the defense or settlement of such action if such person acted in good faith, in a manner such person believed to be in the best interests of the corporation and with such care, including reasonable inquiry, as an ordinarily prudent person in a like position would use under similar circumstances. No indemnification shall be made under this Section:

- In respect of any claim, issue or matter as to which such person shall have been adjudged to be liable to this corporation in the performance of such person's duty to the corporation, unless and only to the extent that the court in which such proceeding is or was pending shall determine upon application that, in view of all the circumstances of the case, such person is fairly and reasonably entitled to indemnity for the expenses which such court shall determine;
- Of amounts paid in settling or otherwise disposing of a threatened or pending action, with or without court approval; or
- Of expenses incurred in defending a threatened or pending action, which is settled or otherwise disposed of without court approval, unless it is settled with the approval of the Attorney General.

Section 4. Indemnification Against Expenses.

To the extent that an agent of this corporation has been successful on the merits in defense of any proceeding referred to in Sections 2 or 3 of this Article or in defense of any claim, issue or matter therein, the agent shall be indemnified against expenses actually and reasonably incurred by the agent in connection therewith.

Section 5. Required Determinations.

Except as provided in Section 4 of this Article, any indemnification under this Article shall be made by this corporation only if authorized in the specific case, upon a determination that indemnification of the agent is proper in the circumstances because the agent has met the applicable standard of conduct set forth in Sections 2 or 3 of this Article by:

- A majority vote of a quorum consisting of Trustees who are not parties to such proceeding; or
- The court in which such proceeding is or was pending upon application made by this corporation or the agent or the attorney or other person rendering services in connection with the defense, whether or not such application by the agent, attorney or other person is opposed by this corporation.

Section 6. Advance of Expenses.

Expenses incurred in defending any proceeding may be advanced by this corporation prior to the final disposition of such proceeding upon receipt of an undertaking by or on behalf of the agent to repay such amount unless it shall be determined ultimately that the agent is

entitled to be indemnified as authorized in this Article. The provisions of Section 8 of this Article do not apply to advances made pursuant to this Section.

Section 7. Other Indemnification.

No provision made by this corporation to indemnify its or its subsidiary's directors, Trustees or officers for the defense of any proceeding, whether contained in the Articles of Incorporation, Bylaws, a resolution of members or Trustees/directors, an agreement, or otherwise, shall be valid unless consistent with this Article. Nothing contained in this Article shall affect any right to indemnification to which: (i) persons other than such Trustees/directors and officers may be entitled by contract or under the provisions of the California Tort Claims Act; (ii) such Trustees/directors may be entitled under the provisions of the California Tort Claims Act; or (iii) either may otherwise be entitled.

Section 8. Forms of Indemnification Not Permitted.

No indemnification or advance shall be made under this Article, except as provided in Sections 4 or 5b, in any circumstances where it appears:

- That it would be inconsistent with a provision of the Articles of Incorporation, these Bylaws, or an agreement in effect at the time of the accrual of the alleged cause of action asserted in the proceeding in which the expenses were incurred or other amounts were paid, which prohibits or otherwise limits indemnification; or
- That it would be inconsistent with any condition expressly imposed by a court in approving a settlement.

Section 9. Insurance.

The corporation shall have the power to purchase and maintain insurance on behalf of any agent of this corporation against any liability asserted against or incurred by the agent in such capacity or arising out of the agent's status as such whether or not this corporation would have the power to indemnify the agent against such liability under the provisions of this Article; provided, however, that this corporation shall have no power to purchase and maintain such insurance to indemnify any agent of the corporation for a violation of Section 5233 of the California Nonprofit Public Benefit Corporation Law.

Section 10. Non-applicability to Fiduciaries of Employee Benefit Plans.

This Article does not apply to any proceeding against any Trustee, investment manager or other fiduciary of an employee benefit plan in such person's capacity as such, even though such person may also be an agent of the corporation as defined in Section 1 of this Article. The corporation shall have power to indemnify such Trustee, investment manager or other fiduciary to the extent permitted by subdivision (f) of Section 207 of the California General Corporation Law.

Section 11. Indemnification and the California Tort Claims Act.

Notwithstanding any other provision of this Article VI, the corporation shall have the right and obligation to insure, defend, and indemnify the corporation's employees, officers, and directors for all claims brought pursuant to the California Tort Claims Act (Government Code Section 810, *et seq.*) to the fullest extent allowed under said Act.

ARTICLE VII

Miscellaneous

Section 1. Fiscal Year.

The fiscal year of the corporation shall be a fiscal year ending June 30.

Section 2. Inspection of Corporate Records.

The books of account and minutes of the proceedings of members and Trustees, and of any executive committee or other committees of the Trustees, shall be open to inspection at any reasonable time upon the written demand of any member. Such inspection may be made in person or by an agent or attorney, and shall include the right to make photocopies and extracts.

Section 3. Checks, Drafts, Etc.

All checks, drafts or other orders for payment of money, notes or other evidences of indebtedness issued in the name of or payable to the corporation and any and all securities owned by or held by the corporation requiring signature for transfer shall be signed or endorsed by such person or persons and in such manner as from time to time shall be determined by the Board or the executive committee, if any, or by the president.

Section 4. Endorsement or Execution of Documents and Contracts.

Subject to the provisions of applicable law, any note, mortgage, evidence of indebtedness, contract, conveyance or other instrument in writing and any assignment or endorsement thereof executed or entered into between the corporation and any other person, when signed by the chair of the Board, the president, certain designated vice-presidents, the secretary or the chief financial officer of the corporation, shall be valid and binding on the corporation in the absence of actual knowledge on the part of the other person that the signing officer(s) had no authority to execute the same. Additionally, by resolution of the Board, general signatory authority may be granted and delegated to other persons on behalf of the corporation. Any such instruments may be signed by any other person or persons and in such manner as from time to time shall be determined by the Board or the president. Unless so authorized, no officer, agent or employee shall have any power or authority to bind the corporation to any contract or engagement or to pledge its credit or to render it liable for any purpose or amount.

Section 5. Dissolution and Distribution of SASCA Assets.

The property of this corporation is irrevocably dedicated to charitable purposes and no part of the net income or assets of this corporation shall even inure to the benefit of any director, officer, or member thereof or to the benefit of any private person. Upon the winding up and dissolution of the corporation, after paying or adequately providing for the debts and obligations of the corporation (including any obligations requiring the return of

grant funds on the dissolution of the corporation), any capital assets, including facilities or property, purchased in whole or part with public funds will be distributed to a political subdivision of the state organized for educational purposes at the discretion of the corporation's governing board. Any remaining assets of the corporation shall be distributed to either (i) such organization organized for educational purposes at the discretion of the corporation's governing board; (ii) such organization organized and operated exclusively for educational purposes which has established its tax exempt status under Section 501 (c) (3) of the Internal Revenue Code of 1986, as amended, (or the corresponding provision of any future United States Internal Revenue Law), or (iii) a state or political subdivision of a state of the United States to be used exclusively for public purposes.

ARTICLE VIII

Effective Date and Amendments.

Section 1. Effective Date.

These Bylaws shall become effective immediately upon their adoption. Amendments to these Bylaws shall become effective immediately upon their adoption unless the Board directs otherwise.

Section 2. Amendments.

These Bylaws may be amended or repealed and new Bylaws adopted only by the vote of a majority of Trustees then in office.

Date: _____
William Sampson, President

Date: _____
Roland Skumawitz, Secretary
[END]

Charter School Name: Sycamore Academy of Science & Cultural Arts
CDS #: 33 75176 0120204
Charter Approving Entity: Lake Elsinore School District
County: Riverside
Charter #: 1118

For information regarding this report, please contact:

For Approving Entity:

Carol Cole

Name

Director, Fiscal Support Services

Title

(951) 253-7000

Telephone

Carol.Cole@leusd.k12.ca.us

E-mail address

For Charter School:

Jennie Bartkowiak

Name

Client Manager, Edtec

Title

(213) 622-5114

Telephone

jennie@edtec.com

E-mail address

To the entity that approved the charter school:

2013-14 CHARTER SCHOOL FIRST INTERIM FINANCIAL REPORT:

This report has been approved, and is hereby filed by the charter school pursuant to *Education Code* section 47604.33

Signed: _____

Date: _____

Charter School Official

(Original signature required)

Printed

Name: Barbara Hale

Title: School Director

To the County Superintendent of Schools:

2013-14 CHARTER SCHOOL FIRST INTERIM FINANCIAL REPORT: This report Has been reviewed pursuant to *Education Code* section 47604.32, and is hereby filed with the County Superintendent pursuant to *Education Code* section 47604.33

Signed: _____

Date: _____

Authorized Representative of
Charter Approving Entity
(Original signature required)

Printed

Name: _____

Title: _____

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

Charter School Name: Sycamore Academy of Science I
(continued)
CDS #: 33 75178 0120204
Charter Approving Entity: Lake Elsinore Unified
County: Riverside
Charter #: 1118
Fiscal Year: 2012-13

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1, 2013			Actuals thru 10/31/13			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
A. REVENUES										
1. LCFF/Revenue Limit Sources										
Local Control Funding Formula (LCFF)	8011	1,092,936.60	212,442.11	1,295,378.70	217,304.00	64,431.00	217,304.00	1,240,100.26	337,816.68	1,240,100.26
Education Protection Account (EPA)	8012	-	-	-	-	(193.00)	(193.00)	-	-	-
State Aid - Prior Years	8019	-	-	-	-	-	-	-	-	-
Tax Relief Subventions (for rev. limit funded schools)	8020-8039	-	-	-	-	-	-	-	-	-
County and District Taxes (for rev. limit funded schools)	8040-8079	-	-	-	-	-	-	-	-	-
Miscellaneous Funds (for rev. limit funded schools)	8080-8089	-	-	-	-	-	-	-	-	-
Charter Schools Funding in lieu of Property Taxes	8096	291,484.67	-	291,484.67	-	-	-	307,220.78	-	307,220.78
Other Revenue Limit Transfers	8091, 8097	-	-	-	-	-	-	-	-	-
Total, LCFF/Revenue Limit Sources		1,374,421.26	212,442.11	1,586,863.37	217,111.00	84,431.00	281,542.00	1,547,321.04	337,816.68	1,885,137.72
2. Federal Revenues										
No Child Left Behind	8290	-	-	-	-	-	-	-	-	-
Special Education - Federal	8181, 8182	-	-	-	-	-	-	-	-	-
Child Nutrition - Federal	8220	-	-	-	-	-	-	-	-	-
Other Federal Revenues	8110, 8260-8299	-	-	-	-	-	-	-	-	-
Total, Federal Revenues		-	-	-	-	-	-	-	-	-
3. Other State Revenues										
Special Education - State	StateRevSE	-	-	-	-	-	-	-	-	-
All Other State Revenues	StateRevAO	225,614.04	9,119.25	234,733.29	6,835.26	29,400.00	36,235.26	52,689.00	58,800.00	111,489.00
Total, Other State Revenues		225,614.04	9,119.25	234,733.29	6,835.26	29,400.00	36,235.26	52,689.00	58,800.00	111,489.00
4. Other Local Revenues										
All Other Local Revenues	LocalRevAO	37,409.50	-	37,409.50	9,065.23	-	9,065.23	232,760.00	-	232,760.00
Total, Local Revenues		37,409.50	-	37,409.50	9,065.23	-	9,065.23	232,760.00	-	232,760.00
5. TOTAL REVENUES		1,637,444.80	221,561.36	1,859,006.16	233,011.49	93,831.00	326,842.49	1,832,770.04	396,616.68	2,229,386.72

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

Charter School Name: Sycamore Academy of Science I
(continued)
CDS #: 33 76178 0120204
Charter Approving Entity: Lake Elsinore Unified
County: Riverside
Charter #: 1118
Fiscal Year: 2012-13

This charter school uses the following basis of accounting:

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

Description	Object Code	Adopted Budget - July 1, 2013			Actuals thru 10/31/13			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
B. EXPENDITURES										
1. Certificated Salaries										
Teachers' Salaries										
Certificated Pupil Support Salaries	1100	319,424.60	212,442.11	531,866.71	82,762.76	64,431.00	147,193.76	189,399.32	341,816.68	531,216.00
Certificated Supervisors' and Administrators' Salaries	1200	-	-	-	-	-	-	-	-	-
Other Certificated Salaries	1300	86,930.00	-	86,930.00	24,818.19	-	24,818.19	94,500.00	-	94,500.00
	1900	-	-	-	-	-	-	55,000.00	-	55,000.00
Total, Certificated Salaries		406,354.60	212,442.11	618,796.71	107,580.95	64,431.00	172,011.95	338,899.32	341,816.68	680,716.00
2. Non-certificated Salaries										
Instructional Aides' Salaries	2100	57,736.65	-	57,736.65	17,243.85	-	17,243.85	71,999.65	-	71,999.65
Non-certificated Support Salaries	2200	-	-	-	-	-	-	-	-	-
Non-certificated Supervisors' and Administrators' Sal.	2300	-	-	-	-	-	-	-	-	-
Clerical and Office Salaries	2400	31,925.88	-	31,925.88	9,545.46	-	9,545.46	48,000.00	-	48,000.00
Other Non-certificated Salaries	2500	19,034.40	-	19,034.40	9,081.09	-	9,081.09	30,280.00	-	30,280.00
Total, Non-certificated Salaries		108,696.93	-	108,696.93	35,870.40	-	35,870.40	150,279.65	-	150,279.65
3. Employee Benefits										
STRS	3101-3102	49,730.73	-	49,730.73	14,072.19	-	14,072.19	51,621.57	-	51,621.57
PERS	3201-3202	5,818.14	-	5,818.14	1,799.93	-	1,799.93	6,768.00	-	6,768.00
OASDI / Medicare / Alternative	3301-3302	18,454.87	-	18,454.87	5,158.59	-	5,158.59	24,986.78	-	24,986.78
Health and Welfare Benefits	3401-3402	128,000.00	-	128,000.00	38,839.76	-	38,839.76	126,000.00	-	126,000.00
Unemployment Insurance	3501-3502	6,289.41	-	6,289.41	168.09	-	168.09	7,797.22	-	7,797.22
Workers' Compensation Insurance	3601-3602	16,732.35	-	16,732.35	12,906.70	-	12,906.70	19,112.90	-	19,112.90
OPEB, Allocated	3701-3702	-	-	-	-	-	-	-	-	-
OPEB, Active Employees	3751-3752	-	-	-	-	-	-	-	-	-
Other Employee Benefits	3901-3902	-	-	-	-	-	-	-	-	-
Total, Employee Benefits		223,035.49	-	223,035.49	72,945.26	-	72,945.26	236,266.46	-	236,266.46
4. Books and Supplies										
Approved Textbooks and Core Curricula Materials	4100	3,060.00	-	3,060.00	-	4,191.65	4,191.65	3,060.00	12,000.00	15,060.00
Books and Other Reference Materials	4200	1,020.00	-	1,020.00	-	435.68	435.68	20.00	1,000.00	1,020.00
Materials and Supplies	4300	25,381.71	9,119.25	34,500.96	17,160.24	2,372.67	19,532.91	41,916.96	3,000.00	44,916.96
Noncapitalized Equipment	4400	25,290.90	-	25,290.90	3,269.39	11,595.00	14,864.39	12,994.00	25,800.00	38,794.00
Food	4700	2,429.00	-	2,429.00	1,688.33	-	1,688.33	3,179.00	-	3,179.00
Total, Books and Supplies		57,181.61	9,119.25	66,300.86	22,117.96	18,595.00	40,712.96	61,169.96	41,800.00	102,969.96
5. Services and Other Operating Expenditures										
Subagreements for Services	5100	-	-	-	-	-	-	-	-	-
Travel and Conferences	5200	9,223.48	-	9,223.48	803.64	-	803.64	11,224.00	-	11,224.00
Dues and Memberships	5300	5,917.02	-	5,917.02	679.60	-	679.60	5,917.00	-	5,917.00
Insurance	5400	17,311.44	-	17,311.44	12,381.00	-	12,381.00	17,311.00	-	17,311.00
Operations and Housekeeping Services	5500	38,430.96	-	38,430.96	9,910.74	-	9,910.74	38,431.20	-	38,431.20
Rentals, Leases, Repairs, and Noncap. Improvements	5600	321,823.00	-	321,823.00	132,482.40	-	132,482.40	323,322.76	-	323,322.76
Professional/Consulting Services and Operating Expend.	5800	355,168.33	-	355,168.33	76,589.61	10,805.00	87,394.61	372,945.23	13,000.00	385,945.23
Communications	5900	6,944.16	-	6,944.16	1,890.03	-	1,890.03	7,988.00	-	7,988.00
Total, Services and Other Operating Expenditures		754,818.39	-	754,818.39	234,837.02	10,805.00	245,642.02	777,139.19	13,000.00	790,139.19

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

Charter School Name: Sycamore Academy of Science /
(continued)
CDS #: 33 75176 0120204
Charter Approving Entity: Lake Elaine Unified
County: Riverside
Charter #: 1118
Fiscal Year: 2012-13

This charter school uses the following basis of accounting:

- ☒ **Accrual Basis (Applicable Capital Assets / Interest on Long-Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9680-9689)**
☐ **Modified Accrual Basis (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)**

Description	Object Code	Adopted Budget - July 1, 2013			Actuals thru 10/31/13			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
6. Capital Outlay (Objects 6100-6170, 6200-6500 for modified accrual)										
Land and Land Improvements	6100-6170	-	-	-	-	-	-	-	-	-
Buildings and Improvements of Buildings	6200	-	-	-	-	-	-	-	-	-
Books and Media for New School Libraries or Major										
Expansion of School Libraries	6300	-	-	-	-	-	-	-	-	-
Equipment	6400	-	-	-	-	-	-	-	-	-
Equipment Replacement	6500	-	-	-	-	-	-	-	-	-
Depreciation Expense (for full accrual only)	6900	47,719.10	-	47,719.10	-	-	-	42,676.68	-	42,676.68
Total, Capital Outlay		47,719.10	-	47,719.10	-	-	-	42,676.68	-	42,676.68
7. Other Outgo										
Tuition to Other Schools	7110-7143	-	-	-	-	-	-	-	-	-
Transfers of Pass-through Revenues to Other LEAs	7211-7213	-	-	-	-	-	-	-	-	-
Transfers of Apportionments to Other LEAs - Spec. Ed.	7221-7223SE	-	-	-	-	-	-	-	-	-
Transfers of Apportionments to Other LEAs - All Other	7221-7223AO	-	-	-	-	-	-	-	-	-
All Other Transfers	7281-7299	-	-	-	-	-	-	-	-	-
Debt Service:										
Interest	7438	-	-	-	-	-	-	-	-	-
Principal	7439	-	-	-	-	-	-	-	-	-
Total, Other Outgo		-	-	-	-	-	-	-	-	-
8. TOTAL EXPENDITURES		1,597,806.13	221,561.36	1,819,367.49	473,351.59	93,831.00	567,182.59	1,606,451.26	396,616.68	2,003,067.94
C. EXCESS (DEFICIENCY) OF REVENUES OVER EXPEND. BEFORE OTHER FINANCING SOURCES AND USES (A5-B8)		39,638.67	-	39,638.67	(240,340.10)	-	(240,340.10)	226,318.77	-	226,318.77
D. OTHER FINANCING SOURCES / USES										
1. Other Sources	8930-8979	-	-	-	-	-	-	-	-	-
2. Less: Other Uses	7630-7699	-	-	-	-	-	-	-	-	-
3. Contributions Between Unrestricted and Restricted Accounts (must net to zero)	8980-9999	-	-	-	-	-	-	-	-	-
4. TOTAL OTHER FINANCING SOURCES / USES		-	-	-	-	-	-	-	-	-
E. NET INCREASE (DECREASE) IN FUND BALANCE (C + D4)		39,638.67	-	39,638.67	(240,340.10)	-	(240,340.10)	226,318.77	-	226,318.77

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

Charter School Name: Sycamore Academy of Science I
(continued)
CDS #: 33 75176 0120204
Charter Approving Entity: Lake Elsinore Unified
County: Riverside
Charter #: 1118
Fiscal Year: 2012-13

This charter school uses the following basis of accounting:
☒ **Accrual Basis (Applicable Capital Assets / Interest on Long Term Debt / Long-Term Liabilities objects are 6900, 7438, 9400-9499, and 9660-9669)**
☐ **Modified Accrual Basis (Applicable Capital Outlay / Debt Service objects are 6100-6170, 6200-6500, 7438, and 7439)**

Description	Object Code	Adopted Budget - July 1, 2013			Actuals thru 10/31/13			1st Interim Budget		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
F. FUND BALANCE, RESERVES										
1. Beginning Fund Balance										
a. As of July 1	9791	618,557.69	-	618,557.69	658,424.95	-	658,424.95	658,424.95	-	658,424.95
b. Adjustments to Beginning Balance	9793, 9795	-	-	-	-	-	-	-	-	-
c. Adjusted Beginning Balance		618,557.69	-	618,557.69	658,424.95	-	658,424.95	658,424.95	-	658,424.95
2. Ending Fund Balance, June 30 (E + F 1 c.)		658,196.37	-	658,196.37	418,084.65	-	418,084.65	884,743.72	-	884,743.72
Components of Ending Fund Balance (Optional):										
Nonspendable Revolving Cash (equals object 9130)	9711	-	-	-	-	-	-	-	-	-
Nonspendable Stores (equals object 9320)	9712	-	-	-	-	-	-	-	-	-
Nonspendable Prepaid Expenditures (equals object 9330)	9713	-	-	-	-	-	-	-	-	-
Nonspendable All Others	9719	-	-	-	-	-	-	-	-	-
Restricted Fund Balance	9740	-	-	-	-	-	-	-	-	-
Committed Fund Balance	9750, 9760	-	-	-	-	-	-	-	-	-
Assigned Fund Balance	9780	90,968.37	-	90,968.37	28,359.13	-	28,359.13	100,153.40	-	100,153.40
Reserve for Economic Uncertainties	9789	-	-	-	-	-	-	-	-	-
Undesignated/Unappropriated Amount	9790	567,227.99	-	567,227.99	389,725.72	-	389,725.72	784,590.33	-	784,590.33

Sycamore Academy of Science & Cultural Arts Charter School
Interim Report and Multi-Year Projections
2012-13 through 2015-16

DESCRIPTION	Unaudited Actuals 2012-13	Operating Budget 2013-14	Percent of Change over PY	Actuals to Date 2013-14	Percent of Change %	1st Interim Projected Budget 2013-14	Percent of Change over PY	Projected Budget 2014-15	Percent of Change over PY	Projected Budget 2015-16	Percent of Change over PY
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ADA Actual/Projection (Number)		309	#DIV/0!	325	5.25%	314	#DIV/0!	387	24%	455	18%
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REVENUES											
LCFF/EPA Revenue Sources											
Federal	\$1,438,843	\$1,586,863	10.29%	\$281,542	-82.28%	1,885,138	0.3101761	2,454,945	30%	3,098,382	26%
State	\$229,559	\$234,733	2.25%	\$36,235	-84.58%	111,489	-0.51433362	\$64,995	-42%	76,382	18%
Local	\$240,454	\$37,410	-84.44%	\$9,065	-98.43%	232,760	-0.03198865	233,371	0%	39,045	-83%
Total Revenue	\$1,908,856	\$1,859,006	-2.61%	\$326,842	-82.42%	\$2,229,387	0.1879766	\$2,753,311	24%	\$3,213,810	17%

EXPENDITURES											
Certificated Salaries											
Classified Salaries	\$643,909	\$618,797	-3.90%	\$172,012	-72.20%	680,716	0.05718143	719,895	6%	879,503	22%
Benefits	\$109,176	\$108,697	-0.44%	\$35,870	-87.00%	150,280	0.37648017	146,960	-2%	151,369	3%
Books & Supplies	\$191,100	\$223,035	16.71%	\$72,945	-87.28%	236,286	0.23645273	280,835	19%	335,787	20%
Contracts & Services	\$48,739	\$66,301	36.03%	\$40,713	-38.59%	102,970	1.11768965	126,243	23%	132,249	5%
Capital Outlay	\$751,373	\$754,818	0.46%	\$245,642	-87.48%	790,139	0.0519474	1,007,893	28%	1,190,392	18%
	\$42,677	\$47,719	11.82%	\$0	-100.00%	42,677	0	47,719	12%	47,719	0%
Other Outgo	\$15,668		-100.00%		#DIV/0!		-1		#DIV/0!		#DIV/0!
Support Costs			#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!
Total Expenditures	\$1,802,641	\$1,819,367	0.93%	\$567,183	-68.83%	\$2,003,068	0.11118518	\$2,329,545	16%	\$2,737,019	17%

OTHER SOURCES & USES											
Transfers In & Other Sources			#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!
Transfers Out & Other Uses			#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!		#DIV/0!
Total Expenditures & Uses	\$1,802,641	\$1,819,367	0.93%	\$567,183	-68.83%	\$2,003,068	0.11118518	\$2,329,545	16%	\$2,737,019	17%
NET INCREASE (DECREASE) IN FUND BALANCE	\$106,215	\$39,639	-62.68%	(\$240,340)	-708.33%	\$226,319	1.13076126	\$423,766	87%	\$476,791	13%

FUND BALANCE, RESERVES											
Beginning Balance	\$535,445	\$618,558	15.52%	\$658,425	6.45%	658,425	0.22467867	\$884,744	34%	\$1,308,510	48%
Ending Balance	\$641,660	\$658,196	2.55%	\$418,085	-36.48%	884,744	0.37683623	1,308,510	48%	\$1,785,301	36%

Reserve Amounts:											
Revolving Cash											
Stores											
Restricted Balances											
Reserve for Economic Uncert.	\$90,132	\$90,968		\$28,359		\$100,153		\$116,477		\$136,851	
Committed/Assigned											
Unappropriated	\$551,528	\$567,228		\$389,726		\$784,590		\$1,192,032		\$1,648,450	
Total EFB	\$641,660	\$658,196		\$418,085		\$884,744		\$1,308,510		\$1,785,301	
% of Reserve (9789 & 9790)	35.60%	36.18%		73.71%		44.17%		56.17%		65.23%	

CDS Number: 33 76176 0120204

Charter Name: Sycamore Academy of Science & Cultural Arts

Contact Name: Jennie Bartkowiak

Authorizer: Lake Elsinore Unified

FIRST INTERIM REPORT ASSUMPTIONS	2013-14	2014-15	2015-16
Projected Enrollment			
Grades K-3	207	228	232
Grades 4-6	118	142	167
Grades 7-8	0	32	74
Grades 9-12	0		0
Total Enrollment	325	402	473
Percent Change Over Prior Year	--	23.69%	17.66%
Projected P-2 ADA			
Grades K-3	200	220	224
Grades 4-6	114	137	161
Grades 7-8	0	30	70
Grades 9-12	0		
Total ADA	314	387	455
Percent Change Over Prior Year	--	23.54%	17.52%
ADA to Enrollment Ratio	97%	96%	96%
Staffing			
Number of Teachers (FTE)	11.00	14.00	17.00
Average Teacher Cost (Salary and Benefits)	\$55,225.00	\$57,388.00	\$59,623.00
Step and Column Increase		\$2,163.00	\$2,235.00
Health and Welfare Cost per Employee	\$8,400.00	\$8,820.00	\$9,261.00
Retirement Cost per Employee	\$3,542.39	\$3,625.46	\$3,713.49
Classroom Staffing Ratio			
Students per FTE	29.55	28.71	27.82
Facilities			
Rent/Lease	\$304,610.00	\$402,000.00	\$473,000.00
Electricity	\$24,000.00	\$31,673.00	\$37,267.00
Heating & Gas			
Other			
Administrative Service Agreements			
Oversight Fees to Authorizer (1 or 3 percent)	1%	1%	1%
Administrative Services Contract			
Other			
Other Major Expenditure Assumptions			
Other Major Revenue Assumptions			
School will receive \$195K/yr for 2 yrs (13-14 and 14-15) for an In-Lieu of Prop 39 Settlement with the district			

Full-time teachers only

Increase in average teacher salary + benefits, assuming 3% COLA for salary

STRS: 8.25%

Full-time teachers only

Gas & Electric

Sycamore Academy
Monthly Cash Forecast
As of most recent monthly close

2013/14													
	Actual & Projected												
	Jul Actual	Aug Actual	Sep Actual	Oct Actual	Nov Projected	Dec Projected	Jan Projected	Feb Projected	Mar Projected	Apr Projected	May Projected	Jun Projected	Forecast AP/AR
Beginning Cash	\$215,813	609,672	673,766	608,177	522,991	487,767	452,395	523,449	593,003	537,950	640,206	578,832	
Revenue													
General Block Grant	-	56,992	57,185	167,365	208,883	124,883	201,767	124,883	179,694	247,016	71,311	24,682	1,985,138
Federal Income	-	-	-	-	-	-	-	-	-	-	-	-	-
Other State Income	-	844	29,400	5,991	(6,835)	-	29,400	12,075	2,195	-	12,075	-	111,489
Local Revenues	-	1,950	1,671	(376)	1,184	1,020	1,020	1,020	1,020	1,020	1,020	196,020	206,571
Fundraising and Grants	15	85	308	5,413	2,037	2,619	2,619	2,619	2,619	2,619	2,619	2,619	26,189
Total Revenue	15	59,871	88,564	178,393	205,269	128,522	234,826	140,598	185,528	250,655	87,026	223,321	2,229,387
Expenses													
SUMMARY													
Compensation & Benefits	15,472	85,465	88,418	91,472	105,803	88,271	92,380	88,661	89,661	87,479	87,479	144,580	1,087,282
Books & Supplies	8,127	11,979	10,383	10,224	26,852	5,068	5,068	5,068	5,068	5,068	5,068	5,068	102,970
Services & Other Operating Expenses	93,812	53,374	40,696	57,760	67,742	57,322	54,040	54,000	53,914	53,872	53,831	149,778	790,139
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	117,410	150,819	139,498	159,456	200,527	151,651	151,488	148,718	148,632	146,409	146,368	299,415	1,990,391
Operating Cash Inflow (Outflow)	(117,398)	(80,948)	(80,934)	19,938	4,742	(23,129)	83,338	(8,122)	36,896	104,245	(59,343)	(76,084)	238,995
Revenues - Prior Year Accruals	556,598	146,593	-	7,879	-	-	-	-	-	-	-	-	-
Expenses - Prior Year Accruals	(10,082)	(3,725)	(108,976)	-	-	-	-	-	-	-	-	-	-
Accounts Receivable - Current Year	(23,399)	13,530	98,251	(89,453)	(27,762)	-	-	-	-	-	-	-	-
Accounts Payable - Current Year	(37,525)	3,340	2,766	3,070	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	-
Summerholdback for Teachers	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans Payable (Current)	(4,628)	(4,706)	(4,706)	(25,619)	(15,204)	(15,244)	(15,284)	(15,324)	(4,948)	(4,990)	(5,031)	(5,073)	-
Loans Payable (Long Term)	-	-	-	(20,834)	(10,417)	(10,417)	(10,417)	(10,417)	(4,907)	(4,907)	(5,031)	(5,073)	-
CDE Loan	(4,628)	(4,706)	(4,706)	(4,785)	(4,787)	(4,827)	(4,887)	(4,907)	(4,948)	(4,990)	(5,031)	(5,073)	-
Ti Loan	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Leases Payable	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Long Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure & Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Balance Sheet Changes	30,291	-	-	-	-	-	-	-	-	-	-	-	-
Ending Cash	\$609,672	673,766	608,177	522,991	487,767	452,395	523,449	503,003	537,950	640,206	578,832	500,644	

Return of Organization Exempt From Income Tax**2012**Department of the Treasury
Internal Revenue ServiceUnder section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code
(except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

**Open to Public
Inspection****A** For the 2012 calendar year, or tax year beginning **7/01**, 2012, and ending **6/30**, 2013**B** Check if applicable:

- ☐ Address change
☐ Name change
☐ Initial return
☐ Terminated
☐ Amended return
☐ Application pending

C
RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS
32326 CLINTON KEITH RD.
WILDOMAR, CA 92595

D Employer identification number

26-1352817

E Telephone number

(951) 678-5217

G Gross receipts \$ **1,915,858.**

F Name and address of principal officer: **WILLIAM SAMPSON**
SAME AS C ABOVE

H(a) Is this a group return for affiliates? ☐ Yes ☒ No**H(b)** Are all affiliates included? ☐ Yes ☒ No
If 'No,' attach a list. (see instructions)**I** Tax-exempt status ☒ 501(c)(3) ☐ 501(c) () (insert no.) ☐ 4947(a)(1) or ☐ 527**J** Website: **WWW.DRSCA.ORG WWW.SycamoreAcademyCharter.org****H(c)** Group exemption number ▶**K** Form of organization: ☒ Corporation ☐ Trust ☐ Association ☐ Other ▶ **L** Year of formation: **2007** **M** State of legal domicile: **CA****Part I Summary**

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: <u>TO PREPARE A DIVERSE STUDENT POPULATION FOR SECONDARY EDUCATION, COLLEGE, CAREERS AND GLOBAL CITIZENSHIP BY PROVIDING EACH CHILD WITH THE KNOWLEDGE, CRITICAL SKILLS, AND FUNDAMENTAL DISPOSITIONS TO BECOME SELF-MOTIVATED, COMPETENT, LIFELONG LEARNERS.</u>		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3 Number of voting members of the governing body (Part VI, line 1a).....	3	5
	4 Number of independent voting members of the governing body (Part VI, line 1b).....	4	5
	5 Total number of individuals employed in calendar year 2012 (Part V, line 2a).....	5	42
	6 Total number of volunteers (estimate if necessary).....	6	114
	7a Total unrelated business revenue from Part VIII, column (C), line 12.....	7a	0.
b Net unrelated business taxable income from Form 990-T, line 34.....	7b	0.	
Revenue	8 Contributions and grants (Part VIII, line 1h).....	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g).....	1,967,774.	1,915,858.
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d).....		
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e).....		
	12 Total revenue — add lines 8 through 11 (must equal Part VIII, column (A), line 12)....	1,967,774.	1,915,858.
Expenses	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3).....		
	14 Benefits paid to or for members (Part IX, column (A), line 4).....		
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)....	885,465.	927,421.
	16a Professional fundraising fees (Part IX, column (A), line 11e).....		
	b Total fundraising expenses (Part IX, column (D), line 25) ▶		
	17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e).....	1,055,504.	865,458.
	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25).....	1,940,969.	1,792,879.
19 Revenue less expenses. Subtract line 18 from line 12.....	26,805.	122,979.	
Net Assets or Fund Balances	20 Total assets (Part X, line 16).....	Beginning of Current Year	End of Year
	21 Total liabilities (Part X, line 26).....	972,714.	1,035,094.
	22 Net assets or fund balances. Subtract line 21 from line 20.....	437,269.	376,670.
		535,445.	658,424.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer		Date	
	BARBARA HALE Type or print name and title.		EXEC DIRECTOR	
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed PTIN
	JAMES A. ROTHERHAM, CPA	James A. Rotherham, CPA	11/12/13	P00911471
	Firm's name ▶ HOSAKA, ROTHERHAM & COMPANY			
	Firm's address ▶ 1011 CAMINO DEL RIO S STE 410 SAN DIEGO, CA 92108	Firm's EIN ▶ 45-1180982 Phone no. (619) 543-9702		

May the IRS discuss this return with the preparer shown above? (see instructions) ☒ Yes ☐ No**BAA For Paperwork Reduction Act Notice, see the separate instructions.**

TEEA0113L 12/18/12

Form **990** (2012)

Part III Statement of Program Service AccomplishmentsCheck if Schedule O contains a response to any question in this Part III. ☐

1 Briefly describe the organization's mission:

TO PREPARE A DIVERSE STUDENT POPULATION FOR SECONDARY EDUCATION, COLLEGE, CAREERS AND
GLOBAL CITIZENSHIP BY PROVIDING EACH CHILD WITH THE KNOWLEDGE, CRITICAL SKILLS, AND
FUNDAMENTAL DISPOSITIONS TO BECOME SELF-MOTIVATED, COMPETENT, LIFELONG LEARNERS.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? ☐ Yes ☒ No

If 'Yes,' describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? ☐ Yes ☒ No

If 'Yes,' describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 1,416,213. including grants of \$) (Revenue \$)
CALIFORNIA PUBLIC CHARTER SCHOOL OFFERING K-6 EDUCATION.

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services. (Describe in Schedule O.)

(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses ► 1,416,213.

Part IV Checklist of Required Schedules

		Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If 'Yes,' complete Schedule A.....	1	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?.....	2	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If 'Yes,' complete Schedule C, Part I.....	3		X
4 Section 501(c)(3) organizations Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If 'Yes,' complete Schedule C, Part II.....	4		X
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If 'Yes,' complete Schedule C, Part III.....	5		X
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If 'Yes,' complete Schedule D, Part I.....	6		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas or historic structures? If 'Yes,' complete Schedule D, Part II.....	7		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If 'Yes,' complete Schedule D, Part III.....	8		X
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management credit repair, or debt negotiation services? If 'Yes,' complete Schedule D, Part IV.....	9		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If 'Yes,' complete Schedule D, Part V.....	10		X
11 If the organization's answer to any of the following questions is 'Yes,' then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.			
a Did the organization report an amount for land, buildings and equipment in Part X, line 10? If 'Yes,' complete Schedule D, Part VI.....	11a	X	
b Did the organization report an amount for investments -- other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part VII.....	11b		X
c Did the organization report an amount for investments -- program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part VIII.....	11c		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If 'Yes,' complete Schedule D, Part IX.....	11d		X
e Did the organization report an amount for other liabilities in Part X, line 25? If 'Yes,' complete Schedule D, Part X.....	11e		X
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If 'Yes,' complete Schedule D, Part X.....	11f		X
12a Did the organization obtain separate, independent audited financial statements for the tax year? If 'Yes,' complete Schedule D, Parts XI, and XII.....	12a	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If 'Yes,' and if the organization answered 'No' to line 12a, then completing Schedule D, Parts XI and XII is optional.....	12b		X
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If 'Yes,' complete Schedule E.....	13	X	
14a Did the organization maintain an office, employees, or agents outside of the United States?.....	14a		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If 'Yes,' complete Schedule F, Parts I and IV.....	14b		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If 'Yes,' complete Schedule F, Parts II and IV.....	15		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If 'Yes,' complete Schedule F, Parts III and IV.....	16		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If 'Yes,' complete Schedule G, Part I (see instructions).....	17		X
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If 'Yes,' complete Schedule G, Part II.....	18		X
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If 'Yes,' complete Schedule G, Part III.....	19		X
20a Did the organization operate one or more hospital facilities? If 'Yes,' complete Schedule H.....	20		X
b If 'Yes' to line 20a, did the organization attach a copy of its audited financial statements to this return?.....	20b		

Part IV Checklist of Required Schedules (continued)

		Yes	No
21 Did the organization report more than \$5,000 of grants and other assistance to governments and organizations in the United States on Part IX, column (A), line 1? If 'Yes,' complete Schedule I, Parts I and II.	21		X
22 Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If 'Yes,' complete Schedule I, Parts I and III.	22		X
23 Did the organization answer 'Yes' to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If 'Yes,' complete Schedule J.	23		X
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, and that was issued after December 31, 2002? If 'Yes,' answer lines 24b through 24d and complete Schedule K. If 'No,' go to line 25.	24a		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c		
d Did the organization act as an 'on behalf of' issuer for bonds outstanding at any time during the year?	24d		
25a Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If 'Yes,' complete Schedule L, Part I.	25a		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If 'Yes,' complete Schedule L, Part I.	25b		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If 'Yes,' complete Schedule L, Part II.	26		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If 'Yes,' complete Schedule L, Part III.	27		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):			
a A current or former officer, director, trustee, or key employee? If 'Yes,' complete Schedule L, Part IV.	28a		X
b A family member of a current or former officer, director, trustee, or key employee? If 'Yes,' complete Schedule L, Part IV.	28b		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If 'Yes,' complete Schedule L, Part IV.	28c		X
29 Did the organization receive more than \$25,000 in non-cash contributions? If 'Yes,' complete Schedule M.	29		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If 'Yes,' complete Schedule M.	30		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? If 'Yes,' complete Schedule N, Part I.	31		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If 'Yes,' complete Schedule N, Part II.	32		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Schedule R, Part I.	33		X
34 Was the organization related to any tax-exempt or taxable entity? If 'Yes,' complete Schedule R, Parts II, III, IV, and V, line 1.	34		X
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a		X
b If 'Yes' to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If 'Yes,' complete Schedule R, Part V, line 2.	35b		
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? If 'Yes,' complete Schedule R, Part V, line 2.	36		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If 'Yes,' complete Schedule R, Part VI.	37		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? Note. All Form 990 filers are required to complete Schedule O.	38	X	

BAA

Form 990 (2012)

Part V Statements Regarding Other IRS Filings and Tax ComplianceCheck if Schedule O contains a response to any question in this Part V. ☐

		Yes	No
1 a Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	1 a 4		
b Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	1 b 0		
c Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	1 c	X	
2 a Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	2 a 42		
b If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file. (see instructions)	2 b	X	
3 a Did the organization have unrelated business gross income of \$1,000 or more during the year?	3 a		X
b If 'Yes' has it filed a Form 990-T for this year? If 'No,' provide an explanation in Schedule O	3 b		
4 a At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	4 a		X
b If 'Yes,' enter the name of the foreign country: See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.			
5 a Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?	5 a		X
b Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?	5 b		X
c If 'Yes,' to line 5a or 5b, did the organization file Form 8886-T?	5 c		
6 a Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?	6 a		X
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	6 b		
7 Organizations that may receive deductible contributions under section 170(c).			
a Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	7 a		X
b If 'Yes,' did the organization notify the donor of the value of the goods or services provided?	7 b		
c Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?	7 c		X
d If 'Yes,' indicate the number of Forms 8282 filed during the year	7 d		
e Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	7 e		X
f Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	7 f		X
g If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?	7 g		
h If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?	7 h		
8 Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	8		
9 Sponsoring organizations maintaining donor advised funds.			
a Did the organization make any taxable distributions under section 4966?	9 a		
b Did the organization make a distribution to a donor, donor advisor, or related person?	9 b		
10 Section 501(c)(7) organizations. Enter:			
a Initiation fees and capital contributions included on Part VIII, line 12	10 a		
b Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	10 b		
11 Section 501(c)(12) organizations. Enter:			
a Gross income from members or shareholders	11 a		
b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)	11 b		
12 a Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?	12 a		
b If 'Yes,' enter the amount of tax-exempt interest received or accrued during the year	12 b		
13 Section 501(c)(29) qualified nonprofit health insurance issuers.			
a Is the organization licensed to issue qualified health plans in more than one state? Note. See the instructions for additional information the organization must report on Schedule O.	13 a		
b Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	13 b		
c Enter the amount of reserves on hand	13 c		
14 a Did the organization receive any payments for indoor tanning services during the tax year?	14 a		X
b If 'Yes,' has it filed a Form 720 to report these payments? If 'No,' provide an explanation in Schedule O	14 b		

Part VI Governance, Management and Disclosure For each 'Yes' response to lines 2 through 7b below, and for a 'No' response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.Check if Schedule O contains a response to any question in this Part VI. ☒ **X****Section A. Governing Body and Management**

	Yes	No
1 a Enter the number of voting members of the governing body at the end of the tax year. 1 a 5 If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.		
b Enter the number of voting members included in line 1a, above, who are independent. 1 b 5		
2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee or key employee? 2		X
3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person? 3		X
4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed? 4		X
5 Did the organization become aware during the year of a significant diversion of the organization's assets? 5		X
6 Did the organization have members or stockholders? 6		X
7 a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body? 7 a		X
b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or other persons other than the governing body? 7 b		X
8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
a The governing body? 8 a	X	
b Each committee with authority to act on behalf of the governing body? 8 b	X	
9 Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If 'Yes,' provide the names and addresses in Schedule O. 9		X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

	Yes	No
10 a Did the organization have local chapters, branches, or affiliates? 10 a		X
b If 'Yes,' did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes? 10 b		
11 a Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form? 11 a	X	
b Describe in Schedule O the process, if any, used by the organization to review this Form 990. SEE SCHEDULE O		
12 a Did the organization have a written conflict of interest policy? If 'No,' go to line 13. 12 a	X	
b Were officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts? 12 b	X	
c Did the organization regularly and consistently monitor and enforce compliance with the policy? If 'Yes,' describe in Schedule O how this is done. SEE SCHEDULE O. 12 c	X	
13 Did the organization have a written whistleblower policy? 13		X
14 Did the organization have a written document retention and destruction policy? 14		X
15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
a The organization's CEO, Executive Director, or top management official. SEE SCHEDULE O. 15 a	X	
b Other officers of key employees of the organization. 15 b	X	
If 'Yes' to line 15a or 15b, describe the process in Schedule O. (See instructions.)		
16 a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year? 16 a		X
b If 'Yes,' did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements? 16 b		

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed ► CA

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.
☒ Own website ☐ Another's website ☒ Upon request ☐ Other (explain in Schedule O)

19 Describe in Schedule O whether (and if so, how) the organization makes its governing documents, conflict of interest policy, and financial statements available to the public during the tax year. SEE SCHEDULE O

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization:
 ► EDTEC, LLC 1410-A 62ND STREET EMERYVILLE CA 94608 (510) 663-3500

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent ContractorsCheck if Schedule O contains a response to any question in this Part VII. ☐**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees****1 a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of 'key employee.'
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former** directors or trustees that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

☐ Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) WILLIAM SAMPSON PRESIDENT	2 0	X		X				0.	0.	0.
(2) ROLAND SKUMAWITZ SEC/TREAS	2 0	X		X				0.	0.	0.
(3) PRAPANNA SMITH TRUSTEE	2 0	X						0.	0.	0.
(4) INGRID FLORES TRUSTEE	2 0	X						0.	0.	0.
(5) CRAIG RICHTER TRUSTEE	2 0	X						0.	0.	0.
(6) BARBARA HALE EXEC DIRECTOR	40 0			X				69,410.	0.	0.
(7)										
(8)										
(9)										
(10)										
(11)										
(12)										
(13)										
(14)										

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (cont)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(15) -----										
(16) -----										
(17) -----										
(18) -----										
(19) -----										
(20) -----										
(21) -----										
(22) -----										
(23) -----										
(24) -----										
(25) -----										
1 b Sub-total							69,410.	0.	0.	
c Total from continuation sheets to Part VII, Section A							0.	0.	0.	
d Total (add lines 1b and 1c)							69,410.	0.	0.	

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **0**

3 Did the organization list any **former** officer, director or trustee, key employee, or highest compensated employee on line 1a? If 'Yes,' complete Schedule J for such individual.

	Yes	No
3		X
4		X
5		X

4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If 'Yes' complete Schedule J for such individual.

5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If 'Yes,' complete Schedule J for such person.

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
EDTEC, LLC 1410-A 62ND ST. EMERYVILLE, CA 94608	BACK OFFICE SUPPORT	107,731.

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 in compensation from the organization **1**

Part VIII Statement of RevenueCheck if Schedule O contains a response to any question in this Part VIII. ☐

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
CONTRIBUTIONS, GIFTS, GRANTS AND OTHER SIMILAR AMOUNTS	1 a Federated campaigns	1 a			
	b Membership dues	1 b			
	c Fundraising events	1 c			
	d Related organizations	1 d			
	e Government grants (contributions)	1 e 1,675,404.			
	f All other contributions, gifts, grants, and similar amounts not included above.	1 f 240,454.			
	g Noncash contributions included in lns 1a-1f: \$				
	h Total. Add lines 1a-1f. ▶	1,915,858.			
PROGRAM SERVICE REVENUE	Business Code				
	2 a				
	b				
	c				
	d				
	e				
	f All other program service revenue.				
	g Total. Add lines 2a-2f. ▶				
	3 Investment income (including dividends, interest and other similar amounts). ▶				
	4 Income from investment of tax-exempt bond proceeds. ▶				
	5 Royalties				
OTHER REVENUE	6 a Gross rents	(i) Real	(ii) Personal		
	b Less: rental expenses				
	c Rental income or (loss).				
	d Net rental income or (loss). ▶				
	7 a Gross amount from sales of assets other than inventory.	(i) Securities	(ii) Other		
	b Less: cost or other basis and sales expenses.				
	c Gain or (loss).				
	d Net gain or (loss). ▶				
	8 a Gross income from fundraising events (not including \$ of contributions reported on line 1c). See Part IV, line 18	a			
	b Less: direct expenses	b			
	c Net income or (loss) from fundraising events. ▶				
	9 a Gross income from gaming activities. See Part IV, line 19	a			
	b Less: direct expenses	b			
	c Net income or (loss) from gaming activities. ▶				
	10 a Gross sales of inventory, less returns and allowances	a			
	b Less: cost of goods sold.	b			
	c Net income or (loss) from sales of inventory. ▶				
	Miscellaneous Revenue		Business Code		
	11 a				
	b				
c					
d All other revenue.					
e Total. Add lines 11a-11d. ▶					
12 Total revenue. See instructions	1,915,858.	0.	0.	0.	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response to any question in this Part IX. ☐

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21.				
2 Grants and other assistance to individuals in the United States. See Part IV, line 22.				
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16.				
4 Benefits paid to or for members.				
5 Compensation of current officers, directors, trustees, and key employees.	69,410.	69,410.	0.	0.
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B).	0.	0.	0.	0.
7 Other salaries and wages.	669,676.	641,151.	28,525.	
8 Pension plan accruals and contributions (include section 401(k) and section 403(b) employer contributions).				
9 Other employee benefits.	188,335.	182,364.	5,971.	
10 Payroll taxes.				
11 Fees for services (non-employees):				
a Management.				
b Legal.				
c Accounting.				
d Lobbying.				
e Professional fundraising services. See Part IV, line 17.				
f Investment management fees.				
g Other. (If line 11g amt exceeds 10% of line 25, column (A) amt, list line 11g expenses on Sch O.)				
12 Advertising and promotion.				
13 Office expenses.				
14 Information technology.				
15 Royalties.				
16 Occupancy.				
17 Travel.	15,974.	15,974.		
18 Payments of travel or entertainment expenses for any federal, state, or local public officials.				
19 Conferences, conventions, and meetings.				
20 Interest.				
21 Payments to affiliates.				
22 Depreciation, depletion, and amortization.	42,677.		42,677.	
23 Insurance.				
24 Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a PROFESSIONAL/CONSULT. SERV.	364,429.	228,907.	135,522.	
b RENTAL, LEASES & REPAIRS	320,649.	220,257.	100,392.	
c BOOKS & SUPPLIES	55,740.	38,830.	16,910.	
d OPERATION & HOUSEKEEPING SERV.	40,525.	10,904.	29,621.	
e All other expenses.	25,464.	8,416.	17,048.	
25 Total functional expenses. Add lines 1 through 24e.	1,792,879.	1,416,213.	376,666.	0.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720).				

Part X Balance SheetCheck if Schedule O contains a response to any question in this Part X ☐

		(A) Beginning of year		(B) End of year
ASSETS	1 Cash — non-interest-bearing	63,818.	1	215,813.
	2 Savings and temporary cash investments		2	
	3 Pledges and grants receivable, net		3	
	4 Accounts receivable, net	731,278.	4	711,313.
	5 Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions). Complete Part II of Schedule L		6	
	7 Notes and loans receivable, net		7	
	8 Inventories for sale or use		8	
	9 Prepaid expenses and deferred charges	57,264.	9	30,291.
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D.	10a 192,045.		
	b Less: accumulated depreciation	10b 149,368.	10c	42,677.
	11 Investments — publicly traded securities		11	
	12 Investments — other securities. See Part IV, line 11		12	
	13 Investments — program-related. See Part IV, line 11		13	
	14 Intangible assets		14	
	15 Other assets. See Part IV, line 11	35,000.	15	35,000.
16 Total assets. Add lines 1 through 15 (must equal line 34)	972,714.	16	1,035,094.	
LIABILITIES	17 Accounts payable and accrued expenses	137,137.	17	196,390.
	18 Grants payable		18	
	19 Deferred revenue		19	
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22 Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties		23	
	24 Unsecured notes and loans payable to unrelated third parties	300,132.	24	180,280.
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		25	
	26 Total liabilities. Add lines 17 through 25	437,269.	26	376,670.
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	535,445.	27	658,424.
	28 Temporarily restricted net assets		28	
	29 Permanently restricted net assets		29	
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
	33 Total net assets or fund balances	535,445.	33	658,424.
34 Total liabilities and net assets/fund balances	972,714.	34	1,035,094.	

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Form 990 (2012)

Part XI Reconciliation of Net AssetsCheck if Schedule O contains a response to any question in this Part XI. ☐

1	Total revenue (must equal Part VIII, column (A), line 12)	1	1,915,858.
2	Total expenses (must equal Part IX, column (A), line 25)	2	1,792,879.
3	Revenue less expenses. Subtract line 2 from line 1.	3	122,979.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A)).	4	535,445.
5	Net unrealized gains (losses) on investments	5	
6	Donated services and use of facilities	6	
7	Investment expenses.	7	
8	Prior period adjustments.	8	
9	Other changes in net assets or fund balances (explain in Schedule O).	9	0.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B)).	10	658,424.

Part XII Financial Statements and ReportingCheck if Schedule O contains a response to any question in this Part XII. ☐

	Yes	No
1 Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked 'Other,' explain in Schedule O.		
2a Were the organization's financial statements compiled or reviewed by an independent accountant?..... If 'Yes,' check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	2a	X
b Were the organization's financial statements audited by an independent accountant?..... If 'Yes,' check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	2b	X
c If 'Yes' to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?..... If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	2c	X
3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?	3a	X
b If 'Yes,' did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits	3b	

BAA

Form 990 (2012)

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

► Attach to Form 990 or Form 990-EZ. ► See separate instructions.

OMB No. 1545-0047

2012

**Open to Public
Inspection**

Name of the organization

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

Employer identification number

26-1352817

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1 ☐ A church, convention of churches or association of churches described in **section 170(b)(1)(A)(i)**.
- 2 ☒ A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E.)
- 3 ☐ A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.
- 4 ☐ A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state: _____
- 5 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II.)
- 6 ☐ A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.
- 7 ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 8 ☐ A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 9 ☐ An organization that normally receives: (1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions – subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See **section 509(a)(2)**. (Complete Part III.)
- 10 ☐ An organization organized and operated exclusively to test for public safety. See **section 509(a)(4)**.
- 11 ☐ An organization organized and operated exclusively for the benefit of, to perform the functions of, or carry out the purposes of one or more publicly supported organizations described in **section 509(a)(1)** or **section 509(a)(2)**. See **section 509(a)(3)**. Check the box that describes the type of supporting organization and complete lines 11e through 11h.
- a ☐ Type I b ☐ Type II c ☐ Type III – Functionally integrated d ☐ Type III – Non-functionally integrated
- e ☐ By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in **section 509(a)(1)** or **section 509(a)(2)**.
- f ☐ If the organization received a written determination from the IRS that is a Type I, Type II or Type III supporting organization, check this box.
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

- (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?
- (ii) A family member of a person described in (i) above?
- (iii) A 35% controlled entity of a person described in (i) or (ii) above?

	Yes	No
11 g (i)		
11 g (ii)		
11 g (iii)		

h Provide the following information about the supported organization(s).

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section (see instructions))	(iv) Is the organization in column (i) listed in your governing document?		(v) Did you notify the organization in column (i) of your support?		(vi) Is the organization in column (i) organized in the U.S.?		(vii) Amount of monetary support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
Total									

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule A (Form 990 or 990-EZ) 2012

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any 'unusual grants'.)						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf.						
3 The value of services or facilities furnished by a governmental unit to the organization without charge.						
4 Total. Add lines 1 through 3.						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f).						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
7 Amounts from line 4.						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources.						
9 Net income from unrelated business activities, whether or not the business is regularly carried on.						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
11 Total support. Add lines 7 through 10.						
12 Gross receipts from related activities, etc (see instructions).					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here. ▶ <input type="checkbox"/>						

Section C. Computation of Public Support Percentage

14 Public support percentage for 2012 (line 6, column (f) divided by line 11, column (f)).	14	%
15 Public support percentage from 2011 Schedule A, Part II, line 14.	15	%
16a 33-1/3% support test – 2012. If the organization did not check the box on line 13, and the line 14 is 33-1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization. ▶ <input type="checkbox"/>		
b 33-1/3% support test – 2011. If the organization did not check a box on line 13 or 16a, and line 15 is 33-1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization. ▶ <input type="checkbox"/>		
17a 10%-facts-and-circumstances test – 2012. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and stop here. Explain in Part IV how the organization meets the 'facts-and-circumstances' test. The organization qualifies as a publicly supported organization. ▶ <input type="checkbox"/>		
b 10%-facts-and-circumstances test – 2011. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and stop here. Explain in Part IV how the organization meets the 'facts-and-circumstances' test. The organization qualifies as a publicly supported organization. ▶ <input type="checkbox"/>		
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions. ▶ <input type="checkbox"/>		

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal yr beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
1 Gifts, grants, contributions and membership fees received. (Do not include any 'unusual grants'.)						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose.						
3 Gross receipts from activities that are not an unrelated trade or business under section 513.						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf.						
5 The value of services or facilities furnished by a governmental unit to the organization without charge.						
6 Total. Add lines 1 through 5.						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons.						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year.						
c Add lines 7a and 7b.						
8 Public support. (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal yr beginning in) ▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
9 Amounts from line 6.						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources.						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975.						
c Add lines 10a and 10b.						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on.						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
13 Total support. (Add lns 9, 10c, 11, and 12.)						
14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

15 Public support percentage for 2012 (line 8, column (f) divided by line 13, column (f)).	15	%
16 Public support percentage from 2011 Schedule A, Part III, line 15.	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2012 (line 10c, column (f) divided by line 13, column (f)).	17	%
18 Investment income percentage from 2011 Schedule A, Part III, line 17.	18	%
19a 33-1/3% support tests – 2012. If the organization did not check the box on line 14, and line 15 is more than 33-1/3%, and line 17 is not more than 33-1/3%, check this box and stop here . The organization qualifies as a publicly supported organization.	<input type="checkbox"/>	
b 33-1/3% support tests – 2011. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33-1/3%, and line 18 is not more than 33-1/3%, check this box and stop here . The organization qualifies as a publicly supported organization.	<input type="checkbox"/>	
20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions.	<input type="checkbox"/>	

Schedule B
(Form 990, 990-EZ,
or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

► **Attach to Form 990, Form 990-EZ, or Form 990-PF**

OMB No. 1545-0047

2012

Name of the organization **RONALD REAGAN CHARTER SCHOOL ALLIANCE**
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

Employer identification number
26-1352817

Organization type (check one):

Filers of:

Form 990 or 990-EZ

Section:

☒ 501(c)(3) (enter number) organization

☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

☐ 527 political organization

Form 990-PF

☐ 501(c)(3) exempt private foundation

☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation

☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year..... ► \$ _____

Caution: An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it must answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2, of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990EZ, Schedule B (Form 990, 990-EZ, or 990-PF) (2012) or 990-PF.

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	CA DEPARTMENT OF EDUCATION 1430 N STREET SACRAMENTO, CA 95814	\$ 1,675,404.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2	UNIVERSITY OF CALIFORNIA RIVERSIDE 900 UNIVERSITY AVE RIVERSIDE, CA 92507	\$ 6,653.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	N/A		
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	

BAA

Schedule B (Form 990, 990-EZ, or 990-PF) (2012)

Employer identification number

26-1352817

organizations that total more than \$1,000 for the year. Complete columns (a) through (e) and the following line entry.

contributions of \$1,000 or less for the year. (Enter this information once. See instructions.) ▶ \$ N/A

► \$ N/A

**SCHEDULE D
(Form 990)**Department of the Treasury
Internal Revenue Service

Name of the organization

Supplemental Financial Statements

► Complete if the organization answered 'Yes,' to Form 990,
Part IV, lines 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.
► Attach to Form 990. ► See separate instructions.

OMB No. 1545-0047

2012**Open to Public
Inspection**

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered 'Yes' to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?	<input type="checkbox"/> Yes	<input type="checkbox"/> No

Part II Conservation Easements. Complete if the organization answered 'Yes' to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).

<input type="checkbox"/> Preservation of land for public use (e.g., recreation or education)	<input type="checkbox"/> Preservation of an historically important land area
<input type="checkbox"/> Protection of natural habitat	<input type="checkbox"/> Preservation of a certified historic structure
<input type="checkbox"/> Preservation of open space	

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Tax Year
a Total number of conservation easements	2 a
b Total acreage restricted by conservation easements	2 b
c Number of conservation easements on a certified historic structure included in (a)	2 c
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2 d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ►

4 Number of states where property subject to conservation easement is located ►

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?

☐ Yes ☐ No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ►

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ► \$

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?

☐ Yes ☐ No

9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered 'Yes' to Form 990, Part IV, line 8.

- 1 a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items.
- b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:
- (i) Revenues included in Form 990, Part VIII, line 1. ► \$
- (ii) Assets included in Form 990, Part X. ► \$
- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:
- a Revenues included in Form 990, Part VIII, line 1. ► \$
- b Assets included in Form 990, Part X. ► \$

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- ☐ a Public exhibition
☐ b Scholarly research
☐ c Preservation for future generations
☐ d Loan or exchange programs
☐ e Other _____

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? ☐ Yes ☐ No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered 'Yes' to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1 a Is the organization an agent, trustee, custodian, or other intermediary for contributions or other assets not included on Form 990, Part X? ☐ Yes ☐ No

b If 'Yes,' explain the arrangement in Part XIII and complete the following table:

	Amount
c Beginning balance	1 c
d Additions during the year	1 d
e Distributions during the year	1 e
f Ending balance	1 f

2 a Did the organization include an amount on Form 990, Part X, line 21? ☐ Yes ☐ No

b If 'Yes,' explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII ☐

Part V Endowment Funds. Complete if the organization answered 'Yes' to Form 990, Part IV, line 10.

	(a) Current	(b) Prior year	(c) Two years	(d) Three years	(e) Four years
1 a Beginning of year balance					
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment ▶ _____ %
 b Permanent endowment ▶ _____ %
 c Temporarily restricted endowment ▶ _____ %

The percentages in lines 2a, 2b, and 2c should equal 100%.

3 a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

	Yes	No
(i) unrelated organizations	3a(i)	
(ii) related organizations	3a(ii)	
b If 'Yes' to 3a(ii), are the related organizations listed as required on Schedule R?	3b	

4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1 a Land				
b Buildings				
c Leasehold improvements		192,045.	149,368.	42,677.
d Equipment				
e Other				

Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).) ▶ 42,677.

BAA

Schedule D (Form 990) 2012

Part VII Investments – Other Securities. See Form 990, Part X, line 12. N/A

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
(I)		
Total. (Column (b) must equal Form 990, Part X, column (B) line 12.) ▶		

Part VIII Investments – Program Related. See Form 990, Part X, line 13. N/A

(a) Description of investment type	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Total. (Column (b) must equal Form 990, Part X, column (B) line 13.) ▶		

Part IX Other Assets. See Form 990, Part X, line 15. N/A

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
Total. (Column (b) must equal Form 990, Part X, column (B), line 15.) ▶	

Part X Other Liabilities. See Form 990, Part X, line 25.

(a) Description of liability	(b) Book value
(1) Federal income taxes	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
Total. (Column (b) must equal Form 990, Part X, column (B) line 25.) ▶	

2. FIN 48 (ASC 740) Footnote. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII. ☐

SCHEDULE E (Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Schools

► **Complete if the organization answered 'Yes' to Form 990, Part IV, line 13, or Form 990-EZ, Part VI, line 48.**
► **Attach to Form 990 or Form 990-EZ.**

OMB No. 1545-0047

2012

Open to Public Inspection

Name of the organization

RONALD REAGAN CHARTER SCHOOL ALLIANCE

Employer identification number

26-1352817

Part I

	YES	NO
1 Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	1 X	
2 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	2 X	
3 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If 'Yes,' please describe. If 'No,' please explain. If you need more space, use Part II	3 X	
<u>NONDISCRIMINATORY POLICY INCLUDED IN ALL ADVERTISEMENTS, ENROLLMENT MATERIALS, AND OUR CHARTER BYLAWS.</u>		
.....		
.....		
4 Does the organization maintain the following?		
a Records indicating the racial composition of the student body, faculty, and administrative staff?	4a X	
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	4b X	
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	4c X	
d Copies of all material used by the organization or on its behalf to solicit contributions?	4d X	
If you answered 'No' to any of the above, please explain. If you need more space, use Part II.		
.....		
.....		
5 Does the organization discriminate by race in any way with respect to:		
a Students' rights or privileges?	5a	X
b Admissions policies?	5b	X
c Employment of faculty or administrative staff?	5c	X
d Scholarships or other financial assistance?	5d	X
e Educational policies?	5e	X
f Use of facilities?	5f	X
g Athletic programs?	5g	X
h Other extracurricular activities?	5h	X
If you answered 'Yes' to any of the above, please explain. If you need more space, use Part II.		
.....		
.....		
6a Does the organization receive any financial aid or assistance from a governmental agency?	6a	X
b Has the organization's right to such aid ever been revoked or suspended?	6b	X
If you answered 'Yes' to either line 6a or line 6b, explain on Part II.		
7 Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' explain on Part II.	7 X	

Part II

Supplemental Information. Complete this part to provide the explanations required by Part I, lines 3, 4d, 5h, 6b, and 7, as applicable. Also complete this part to provide any other additional information (see instructions).

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

► Attach to Form 990 or 990-EZ.

OMB No. 1545-0047

2012

Open to Public
Inspection

Name of the organization

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

Employer identification number

26-1352817

FORM 990, PART VI, LINE 11B - FORM 990 REVIEW PROCESS

A COPY OF THE RETURN WILL BE PROVIDED TO THE BOARD MEMBERS EITHER BY MAIL OR E-MAIL
BEFORE THE FILING FOR REVIEW.

FORM 990, PART VI, LINE 12C - EXPLANATION OF MONITORING AND ENFORCEMENT OF CONFLICTS

BOARD MEMBERS COMPLETE CONFLICT OF INTEREST STATEMENTS ANNUALLY, WHICH ARE
MONITORED. IF A CONFLICT ARISES THE BOARD MEMBER IS ASKED TO EXCUSE HIMSELF/HERSELF
FROM ALL DISCUSSIONS AND VOTING ON THE ISSUE.

FORM 990, PART VI, LINE 15A - COMPENSATION REVIEW & APPROVAL PROCESS - CEO, TOP MANAGEMENT

THE SALARIES ARE BASED ON SIMILAR JOB DESCRIPTIONS IN THE GEOGRAPHIC AREA LESS 25%.

FORM 990, PART VI, LINE 19 - OTHER ORGANIZATION DOCUMENTS PUBLICLY AVAILABLE

THE REQUIRED DOCUMENTS ARE AVAILABLE UPON REQUEST AT THE BUSINESS ADDRESS DURING
NORMAL BUSINESS HOURS.

Form **4562**Department of the Treasury
Internal Revenue Service (99)**Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2012Attachment
Sequence No. **179**Name(s) shown on return **RONALD REAGAN CHARTER SCHOOL ALLIANCE**
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTSIdentifying number
26-1352817

Business or activity to which this form relates

FORM 990/990-PF

Part I Election To Expense Certain Property Under Section 179**Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions).....	1	
2	Total cost of section 179 property placed in service (see instructions).....	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions).....	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-.....	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions.....	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29.....	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7.....	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8.....	9	
10	Carryover of disallowed deduction from line 13 of your 2011 Form 4562.....	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs).....	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11.....	12	
13	Carryover of disallowed deduction to 2013. Add lines 9 and 10, less line 12.....	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).....	14	
15	Property subject to section 168(f)(1) election.....	15	
16	Other depreciation (including ACRS).....	16	42,677.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2012.....	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here..... <input type="checkbox"/>		

Section B — Assets Placed in Service During 2012 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only — see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property.....						
b 5-year property.....						
c 7-year property.....						
d 10-year property.....						
e 15-year property.....						
f 20-year property.....						
g 25-year property.....			25 yrs		S/L	
h Residential rental property.....			27.5 yrs	MM	S/L	
i Nonresidential real property.....			39 yrs	MM	S/L	

Section C — Assets Placed in Service During 2012 Tax Year Using the Alternative Depreciation System

20a Class life.....					S/L	
b 12-year.....			12 yrs		S/L	
c 40-year.....			40 yrs	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28.....	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions.....	22	42,677.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.....	23	

6/30/13

2012 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 1

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 990/990-PF																
IMPROVEMENTS																
1	LAND IMPROVEMENTS	1/01/09		192,045							192,045	106,691	S/L	4.5		42,677
	TOTAL IMPROVEMENTS			192,045		0	0	0	0	0	192,045	106,691				42,677
	TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	106,691				42,677
	GRAND TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	106,691				42,677

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

FORM 990, PART IX, LINE 24E
OTHER EXPENSES

	(A) <u>TOTAL</u>	(B) <u>PROGRAM SERVICES</u>	(C) <u>MANAGEMENT & GENERAL</u>	(D) <u>FUNDRAISING</u>
COMMUNICATIONS	6,519.	5,215.	1,304.	
DIRECT SUPPORT/INDIRECT COST	15,744.		15,744.	
DUES & MEMBERSHIPS	3,201.	3,201.		
TOTAL	<u>\$ 25,464.</u>	<u>\$ 8,416.</u>	<u>\$ 17,048.</u>	<u>\$ 0.</u>

2012

California Exempt Organization
Annual Information Return

199

Calendar Year 2012 or fiscal year beginning month 07 day 01 year 2012, and ending month 06 day 30 year 2013

Corporation/Organization Name RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

California corporation number

3065333

Address (suite, room, or PMB no.)

32326 CLINTON KEITH RD.

FEIN

26-1352817

City

WILDOMAR

State ZIP Code

CA 92595

- A** First Return. ☐ Yes ☒ No
- B** Amended Return ☐ Yes ☒ No
- C** IRC Section 4947(a)(1) trust. ☐ Yes ☒ No
- D** Final Return ☐ Dissolved ☐ Surrendered (Withdrawn)
- ☐ Merged/Reorganized Enter date: ☐

E Check accounting method:1 ☐ Cash 2 ☒ Accrual 3 ☐ Other**F** Federal return filed?1 ☐ 990T 2 ☐ 990 (PF) 3 ☐ Sch H (990)

- G**
- Is this a group filing for the subordinates/affiliates?
- ☐
- Yes
- ☒
- No
-
- If 'Yes,' attach a roster. See instructions

- H**
- Is this organization in a group exemption?
- ☐
- Yes
- ☒
- No
-
- If 'Yes,' What's the parent's name?

- I**
- Did the organization have any changes in its activities, governing instrument, articles of incorporation, or bylaws that have not been reported to the Franchise Tax Board?
- ☐
- Yes
- ☒
- No
-
- If 'Yes,' explain, and attach copies of revised documents.

- J**
- If exempt under R&TC Section 23701d, has the organization during the year: (1) participated in any political campaign, or (2) attempted to influence legislation or any ballot measure, or (3) made an election under R&TC Section 23704.5 (relating to lobbying by public charities)?
- ☐
- Yes
- ☒
- No
-
- If 'Yes,' complete and attach form FTB 3509.

- K**
- Is the organization exempt under R&TC Section 23701g?
- ☐
- Yes
- ☒
- No
-
- If 'Yes,' enter gross receipts from nonmember sources. \$

- L**
- If organization is exempt under R&TC Section 23701d and is exclusively religious, educational, or charitable, and is supported primarily (50% or more) by public contributions, check box. No filing fee is required
- ☒

- M**
- Is the organization a Limited Liability Company?
- ☐
- Yes
- ☒
- No

- N**
- Did the organization file Form 100 or Form 109 to report taxable income?
- ☐
- Yes
- ☒
- No

- O**
- Is the organization under audit by the IRS or has the IRS audited in a prior year?
- ☐
- Yes
- ☒
- No

CACAI 112L 10/11/12

Part I Complete Part I unless not required to file this form. See General Instructions B and C.

Receipts and Revenues	1	Gross sales or receipts from other sources. From Side 2, Part II, line 8.	1		
	2	Gross dues and assessments from members and affiliates.	2		
	3	Gross contributions, gifts, grants, and similar amounts received. SEE. SCH... B	3	1,915,858.	
	4	Total gross receipts for filing requirement test. Add line 1 through line 3.			
	This line must be completed. If the result is less than \$50,000, see General Instruction B...			4	1,915,858.
	5	Cost of goods sold	5		
	6	Cost or other basis, and sales expenses of assets sold	6		
	7	Total costs. Add line 5 and line 6.	7		
Expenses	8	Total gross income. Subtract line 7 from line 4.	8	1,915,858.	
	9	Total expenses and disbursements. From Side 2, Part II, line 18.	9	1,792,879.	
	10	Excess of receipts over expenses and disbursements. Subtract line 9 from line 8.	10	122,979.	
Filing Fee	11	Filing fee \$10 or \$25. See General Instruction F.	11		
	12	Total payments	12		
	13	Penalties and Interest. See General Instruction J.	13		
	14	Use tax. See General Instruction K.	14		
	15	Balance due. Add line 11, line 13, and line 14. Then subtract line 12 from the result.	15		

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		
	Signature of officer	Title	Date
Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>
	Firm's name (or yours, if self-employed) and address	Telephone	
	HOSAKA, ROTHERHAM & COMPANY	(951) 678-5217	
	1011 CAMINO DEL RIO S STE 410	PTIN	
	SAN DIEGO, CA 92108	P00911471	
May the FTB discuss this return with the preparer shown above? See instructions			<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Part II Organizations with gross receipts of more than \$50,000 and private foundations regardless of amount of gross receipts — complete Part II or furnish substitute information.

Receipts from Other Sources	1	Gross sales or receipts from all business activities. See instructions.	•	1	
	2	Interest	•	2	
	3	Dividends	•	3	
	4	Gross rents	•	4	
	5	Gross royalties	•	5	
	6	Gross amount received from sale of assets (See instructions)	•	6	
	7	Other income. Attach schedule	•	7	
Expenses and Disbursements	8	Total gross sales or receipts from other sources. Add line 1 through line 7. Enter here and on Side 1, Part I, line 1		8	
	9	Contributions, gifts, grants, and similar amounts paid. Attach schedule	•	9	
	10	Disbursements to or for members	•	10	
	11	Compensation of officers, directors, and trustees. Attach schedule. SEE STATEMENT 1	•	11	69,410.
	12	Other salaries and wages	•	12	669,676.
	13	Interest	•	13	
	14	Taxes	•	14	
	15	Rents	•	15	
	16	Depreciation and depletion (See instructions)	•	16	42,677.
	17	Other Expenses and Disbursements. Attach schedule. SEE STATEMENT 2	•	17	1,011,116.
	18	Total expenses and disbursements. Add line 9 through line 17. Enter here and on Side 1, Part I, line 9		18	1,792,879.

Schedule L Balance Sheets

	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash		63,818.		215,813.
2 Net accounts receivable		731,278.		711,313.
3 Net notes receivable				
4 Inventories				
5 Federal and state government obligations				
6 Investments in other bonds				
7 Investments in stock				
8 Mortgage loans				
9 Other investments Attach schedule				
10a Depreciable assets	192,045.		192,045.	
b Less accumulated depreciation	106,691.	85,354.	149,368.	42,677.
11 Land				
12 Other assets. Attach schedule. STM 3		92,264.		65,291.
13 Total assets		972,714.		1,035,094.
Liabilities and net worth				
14 Accounts payable		137,137.		196,390.
15 Contributions, gifts, or grants payable				
16 Bonds and notes payable ST. 4		300,132.		180,280.
17 Mortgages payable				
18 Other liabilities. Attach schedule				
19 Capital stock or principle fund		535,445.		658,424.
20 Paid-in or capital surplus. Attach reconciliation				
21 Retained earnings or income fund				
22 Total liabilities and net worth		972,714.		1,035,094.

Schedule M-1 Reconciliation of income per books with income per return

Do not complete this schedule if the amount on Schedule L, line 13, column (d), is less than \$50,000

1	Net income per books	•	122,979.	7	Income recorded on books this year not included in this return. Attach sch.	•	
2	Federal income tax	•		8	Deductions in this return not charged against book income this year.		
3	Excess of capital losses over capital gains	•			Attach schedule	•	
4	Income not recorded on books this year.			9	Total. Add line 7 and line 8		
	Attach schedule	•		10	Net income per return.		
5	Expenses recorded on books this year not deducted in this return. Attach schedule	•			Subtract line 9 from line 6		122,979.
6	Total. Add line 1 through line 5		122,979.				

Schedule B
(Form 990, 990-EZ,
or 990-PF)

Department of the Treasury
Internal Revenue Service

CALIFORNIA COPY
Schedule of Contributors

► Attach to Form 990, Form 990-EZ, or Form 990-PF

OMB No. 1545-0047

2012

Name of the organization **RONALD REAGAN CHARTER SCHOOL ALLIANCE**
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

Employer identification number
26-1352817

Organization type (check one):

Filers of:

Form 990 or 990-EZ

Section:

- ☒ 501(c)(3) (enter number) organization
☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
☐ 527 political organization

Form 990-PF

- ☐ 501(c)(3) exempt private foundation
☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

- ☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules

- ☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not total to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc, purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc, contributions of \$5,000 or more during the year..... ► \$ _____

Caution: An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it must answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2, of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990EZ,
or 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2012)

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	CA DEPARTMENT OF EDUCATION 1430 N STREET SACRAMENTO, CA 95814	\$ 1,675,404.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2	UNIVERSITY OF CALIFORNIA RIVERSIDE 900 UNIVERSITY AVE RIVERSIDE, CA 92507	\$ 6,653.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	N/A		
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	

BAA

Name of organization

RONALD REAGAN CHARTER SCHOOL ALLIANCE

Employer identification number

26-1352817

Part III Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8) or (10)**organizations that total more than \$1,000 for the year.** Complete columns (a) through (e) and the following line entry.For organizations completing Part III, enter total of *exclusively* religious, charitable, etc., contributions of **\$1,000 or less** for the year. (Enter this information once. See instructions.) \$ N/A
Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	N/A		
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

2012**Corporation Depreciation and Amortization****3885**

Attach to Form 100 or Form 100W. FORM 199

Corporation name

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD & CULT ARTS

California corporation number

3065333

Part I Election to Expense Certain Property Under IRC Section 179

1	Maximum deduction under IRC Section 179 for California.....	1	\$25,000
2	Total cost of IRC Section 179 property placed in service.....	2	
3	Threshold cost of IRC Section 179 property before reduction in limitation.....	3	\$200,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-.....	4	
5	Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0-.....	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property (elected IRC Section 179 cost).....	7	
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7.....	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8.....	9	
10	Carryover of disallowed deduction from prior taxable years.....	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5.....	11	
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11.....	12	
13	Carryover of disallowed deduction to 2013. Add line 9 and line 10, less line 12.....	13	

Part II Depreciation and Election of Additional First Year Expense Deduction Under R&TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
	LAND IMPROVEMEN	1/01/09	192,045.	106,691.	S/L	5	42,677.	
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h).....						15	42,677.

Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) or Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) or Depreciation (if no election is made), enter the amount from line 15, column (g).....	16	
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22.....	17	
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.).....	18	

Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g).....						20
21	Total amortization claimed for federal purposes from federal Form 4562, line 44.....						21
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.....						22

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

STATEMENT 1
FORM 199, PART II, LINE 11
COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

CURRENT OFFICERS:

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
WILLIAM SAMPSON 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	PRESIDENT 2.00	\$ 0.	\$ 0.	\$ 0.
ROLAND SKUMAWITZ 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	SEC/TREAS 2.00	0.	0.	0.
PRAPANNA SMITH 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
INGRID FLORES 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
CRAIG RICHTER 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
BARBARA HALE 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	EXEC DIRECTOR 40.00	69,410.	0.	0.
TOTAL		\$ 69,410.	\$ 0.	\$ 0.

STATEMENT 2
FORM 199, PART II, LINE 17
OTHER EXPENSES

BOOKS & SUPPLIES.....	\$ 55,740.
COMMUNICATIONS.....	6,519.
DIRECT SUPPORT/INDIRECT COST.....	15,744.
DUES & MEMBERSHIPS.....	3,201.
OPERATION & HOUSKEEPING SERV.....	40,525.
OTHER EMPLOYEE BENEFIT.....	188,335.
PROFESSIONAL/CONSULT. SERV.....	364,429.
RENTAL, LEASES & REPAIRS.....	320,649.
TRAVEL.....	15,974.
TOTAL	\$ 1,011,116.

2012

CALIFORNIA STATEMENTS

PAGE 2

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

STATEMENT 3
FORM 199, SCHEDULE L, LINE 12
OTHER ASSETS

DEPOSITS	35,000.
PREPAID EXPENSES AND DEFERRED CHARGES	30,291.
TOTAL \$	<u>65,291.</u>

STATEMENT 4
FORM 199, SCHEDULE L, LINE 16
BONDS AND NOTES PAYABLE

LENDER'S NAME:	CHARTER SCHOOL REVOLVING LOAN	
DATE OF NOTE:	1/21/2010	
MATURITY DATE:	1/01/2014	
INTEREST RATE:	0.56	
ORIGINAL AMOUNT:	250,000.	
BALANCE DUE:		62,500.

LENDER'S NAME:	A&S PROPERTIES	
DATE OF NOTE:	7/01/2010	
MATURITY DATE:	6/30/2013	
ORIGINAL AMOUNT:	252,866.	
BALANCE DUE:		117,780.

TOTAL NOTES AND BONDS PAYABLE \$ 180,280.

6/30/13

2012 CALIFORNIA BOOK DEPRECIATION SCHEDULE

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

PAGE 1

26-1352817

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
1	LAND IMPROVEMENTS	1/01/09		192,045							192,045	106,691		S/L	4.5	42,677
	TOTAL IMPROVEMENTS			192,045		0	0	0	0	0	192,045	106,691				42,677
	TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	106,691				42,677
	GRAND TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	106,691				42,677

FORM 199

IMPROVEMENTS

2012

California Exempt Organization Annual Information Return

199

Calendar Year 2012 or fiscal year beginning month 07 day 01 year 2012, and ending month 06 day 30 year 2013

Corporation/Organization Name RONALD REAGAN CHARTER SCHOOL ALLIANCE DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS		California corporation number 3065333
Address (suite, room, or PMB no.) 32326 CLINTON KEITH RD.		FEIN 26-1352817
City WILDOMAR	State CA	ZIP Code 92595

- A** First Return. ☐ Yes ☒ No
- B** Amended Return. ☐ Yes ☒ No
- C** IRC Section 4947(a)(1) trust. ☐ Yes ☒ No
- D** Final Return ☐ Dissolved ☐ Surrendered (Withdrawn)
☐ Merged/Reorganized Enter date: _____

E Check accounting method:1 ☐ Cash 2 ☒ Accrual 3 ☐ Other**F** Federal return filed?1 ☐ 990T 2 ☐ 990 (PF) 3 ☐ Sch H (990)

- G** Is this a group filing for the subordinates/affiliates? ☐ Yes ☒ No
If 'Yes,' attach a roster. See instructions

- H** Is this organization in a group exemption? ☐ Yes ☒ No
If 'Yes,' What's the parent's name? _____

- I** Did the organization have any changes in its activities, governing instrument, articles of incorporation, or bylaws that have not been reported to the Franchise Tax Board? ☐ Yes ☒ No
If 'Yes,' explain, and attach copies of revised documents.

- J** If exempt under R&TC Section 23701d, has the organization during the year: (1) participated in any political campaign, or (2) attempted to influence legislation or any ballot measure, or (3) made an election under R&TC Section 23704.5 (relating to lobbying by public charities)? ☐ Yes ☒ No
If 'Yes,' complete and attach form FTB 3509.

- K** Is the organization exempt under R&TC Section 23701g? ☐ Yes ☒ No
If 'Yes,' enter gross receipts from nonmember sources \$ _____

- L** If organization is exempt under R&TC Section 23701d and is exclusively religious, educational, or charitable, and is supported primarily (50% or more) by public contributions, check box. No filing fee is required. ☒ Yes ☐ No

- M** Is the organization a Limited Liability Company? ☐ Yes ☒ No

- N** Did the organization file Form 100 or Form 109 to report taxable income? ☐ Yes ☒ No

- O** Is the organization under audit by the IRS or has the IRS audited in a prior year? ☐ Yes ☒ No

CACAI112L 10/11/12

Part I Complete Part I unless not required to file this form. See General Instructions B and C.

Receipts and Revenues	1	Gross sales or receipts from other sources. From Side 2, Part II, line 8.	1	
	2	Gross dues and assessments from members and affiliates.	2	
	3	Gross contributions, gifts, grants, and similar amounts received. SEE SCH. B	3	1,915,858.
	4	Total gross receipts for filing requirement test. Add line 1 through line 3. This line must be completed. If the result is less than \$50,000, see General Instruction B.	4	1,915,858.
	5	Cost of goods sold	5	
	6	Cost or other basis, and sales expenses of assets sold	6	
	7	Total costs. Add line 5 and line 6.	7	
	8	Total gross income. Subtract line 7 from line 4.	8	1,915,858.
Expenses	9	Total expenses and disbursements. From Side 2, Part II, line 18.	9	1,792,879.
	10	Excess of receipts over expenses and disbursements. Subtract line 9 from line 8.	10	122,979.
Filing Fee	11	Filing fee \$10 or \$25. See General Instruction F.	11	
	12	Total payments	12	
	13	Penalties and Interest. See General Instruction J.	13	
	14	Use tax. See General Instruction K.	14	
	15	Balance due. Add line 11, line 13, and line 14. Then subtract line 12 from the result.	15	
Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.			
	Signature of officer	Title EXEC DIRECTOR	Date 11/2/13	Telephone (951) 678-5217
Paid Preparer's Use Only	Preparer's signature James A. Rotherham, CPA	Date 11/2/13	Check if self-employed <input type="checkbox"/>	PTIN P00911471
	Firm's name (or yours, if self-employed) and address HOSAKA, ROTHERHAM & COMPANY 1011 CAMINO DEL RIO S STE 410 SAN DIEGO, CA 92108			FEIN 45-1180982
				Telephone (619) 543-9702
	May the FTB discuss this return with the preparer shown above? See instructions <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			

Part II Organizations with gross receipts of more than \$50,000 and private foundations regardless of amount of gross receipts — complete Part II or furnish substitute information.

Receipts from Other Sources	1	Gross sales or receipts from all business activities. See instructions.	•	1	
	2	Interest	•	2	
	3	Dividends	•	3	
	4	Gross rents	•	4	
	5	Gross royalties	•	5	
	6	Gross amount received from sale of assets (See instructions)	•	6	
	7	Other income. Attach schedule	•	7	
Expenses and Disbursements	8	Total gross sales or receipts from other sources. Add line 1 through line 7. Enter here and on Side 1, Part I, line 1		8	
	9	Contributions, gifts, grants, and similar amounts paid. Attach schedule	•	9	
	10	Disbursements to or for members	•	10	
	11	Compensation of officers, directors, and trustees. Attach schedule. SEE STATEMENT. 1	•	11	69,410.
	12	Other salaries and wages	•	12	669,676.
	13	Interest	•	13	
	14	Taxes	•	14	
	15	Rents	•	15	
	16	Depreciation and depletion (See instructions)	•	16	42,677.
	17	Other Expenses and Disbursements. Attach schedule. SEE STATEMENT. 2	•	17	1,011,116.
	18	Total expenses and disbursements. Add line 9 through line 17. Enter here and on Side 1, Part I, line 9		18	1,792,879.

Schedule L Balance Sheets		Beginning of taxable year		End of taxable year	
Assets		(a)	(b)	(c)	(d)
1	Cash		63,818.	•	215,813.
2	Net accounts receivable		731,278.	•	711,313.
3	Net notes receivable			•	
4	Inventories			•	
5	Federal and state government obligations			•	
6	Investments in other bonds			•	
7	Investments in stock			•	
8	Mortgage loans			•	
9	Other investments Attach schedule			•	
10a	Depreciable assets	192,045.		192,045.	
b	Less accumulated depreciation	106,691.	85,354.	149,368.	42,677.
11	Land			•	
12	Other assets. Attach schedule. STM. 3		92,264.	•	65,291.
13	Total assets		972,714.		1,035,094.
Liabilities and net worth					
14	Accounts payable		137,137.	•	196,390.
15	Contributions, gifts, or grants payable			•	
16	Bonds and notes payable ST. 4		300,132.	•	180,280.
17	Mortgages payable			•	
18	Other liabilities. Attach schedule				
19	Capital stock or principle fund		535,445.	•	658,424.
20	Paid-in or capital surplus. Attach reconciliation			•	
21	Retained earnings or income fund			•	
22	Total liabilities and net worth		972,714.		1,035,094.

Schedule M-1 Reconciliation of income per books with income per return

Do not complete this schedule if the amount on Schedule L, line 13, column (d), is less than \$50,000

1	Net income per books	•	122,979.	7	Income recorded on books this year not included in this return. Attach sch.	•	
2	Federal income tax	•		8	Deductions in this return not charged against book income this year.		
3	Excess of capital losses over capital gains	•			Attach schedule	•	
4	Income not recorded on books this year. Attach schedule	•		9	Total. Add line 7 and line 8		
5	Expenses recorded on books this year not deducted in this return. Attach schedule	•		10	Net income per return.		
6	Total. Add line 1 through line 5		122,979.		Subtract line 9 from line 6		122,979.

Schedule B
(Form 990, 990-EZ,
or 990-PF)

Department of the Treasury
Internal Revenue Service

CALIFORNIA COPY
Schedule of Contributors

► Attach to Form 990, Form 990-EZ, or Form 990-PF

OMB No. 1545-0047

2012

Name of the organization **RONALD REAGAN CHARTER SCHOOL ALLIANCE**
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

Employer identification number
26-1352817

Organization type (check one):

Filers of:

Form 990 or 990-EZ

Section:

☒ 501(c)(3) (enter number) organization

☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

☐ 527 political organization

Form 990-PF

☐ 501(c)(3) exempt private foundation

☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation

☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year. ► \$ _____

Caution: An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it **must** answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2, of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990EZ,

Schedule B (Form 990, 990-EZ, or 990-PF) (2012)

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	CA DEPARTMENT OF EDUCATION 1430 N STREET SACRAMENTO, CA 95814	\$ 1,675,404.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2	UNIVERSITY OF CALIFORNIA RIVERSIDE 900 UNIVERSITY AVE RIVERSIDE, CA 92507	\$ 6,653.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization

Employer identification number

RONALD REAGAN CHARTER SCHOOL ALLIANCE

26-1352817

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	N/A		
		\$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$	

BAA

Schedule B (Form 990, 990-EZ, or 990-PF) (2012)

Employer identification number

26-1352817

organizations that total more than \$1,000 for the year. Complete columns (a) through (e) and the following line entry.

For organizations completing Part III, enter total of *exclusively* religious, charitable, etc., contributions of **\$1,000 or less** for the year. (Enter this information once. See instructions.) **\$** N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	N/A		
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

2012**Corporation Depreciation and Amortization****3885**Attach to Form 100 or Form 100W. **FORM 199**

Corporation name

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

California corporation number

3065333

Part I Election to Expense Certain Property Under IRC Section 179

1	Maximum deduction under IRC Section 179 for California	1	\$25,000
2	Total cost of IRC Section 179 property placed in service	2	
3	Threshold cost of IRC Section 179 property before reduction in limitation	3	\$200,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for taxable year. Subtract line 4 from line 1. If zero or less, enter -0-	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property (elected IRC Section 179 cost)	7	
8	Total elected cost of IRC Section 179 property. Add amounts in column (c), line 6 and line 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from prior taxable years	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	IRC Section 179 expense deduction. Add line 9 and line 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2013. Add line 9 and line 10, less line 12	13	

Part II Depreciation and Election of Additional First Year Expense Deduction Under R&TC Section 24356

14	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation allowed or allowable in earlier years	(e) Deprecia- tion method	(f) Life or rate	(g) Depreciation for this year	(h) Additional first year depreciation
	LAND IMPROVEMEN	1/01/09	192,045.	106,691.	S/L	5	42,677.	
15	Add the amounts in column (g) and column (h). The total of column (h) may not exceed \$2,000. See instructions for line 14, column (h)						15	42,677.

Part III Summary

16	Total: If the corporation is electing: IRC Section 179 expense, add the amount on line 12 and line 15, column (g) or Additional first year depreciation under R&TC Section 24356, add the amounts on line 15, columns (g) and (h) or Depreciation (if no election is made), enter the amount from line 15, column (g)	16	
17	Total depreciation claimed for federal purposes from federal Form 4562, line 22	17	
18	Depreciation adjustment. If line 17 is greater than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 17 is less than line 16, enter the difference here and on Form 100 or Form 100W, Side 1, line 12. (If California depreciation amounts are used to determine net income before state adjustments on Form 100 or Form 100W, no adjustment is necessary.)	18	

Part IV Amortization

19	(a) Description of property	(b) Date acquired	(c) Cost or other basis	(d) Amortization allowed or allowable in earlier years	(e) R&TC section (see instr)	(f) Period or percentage	(g) Amortization for this year
20	Total. Add the amounts in column (g)						20
21	Total amortization claimed for federal purposes from federal Form 4562, line 44						21
22	Amortization adjustment. If line 21 is greater than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 6. If line 21 is less than line 20, enter the difference here and on Form 100 or Form 100W, Side 1, line 12.						22

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

STATEMENT 1
FORM 199, PART II, LINE 11
COMPENSATION OF OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

CURRENT OFFICERS:

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
WILLIAM SAMPSON 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	PRESIDENT 2.00	\$ 0.	\$ 0.	\$ 0.
ROLAND SKUMAWITZ 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	SEC/TREAS 2.00	0.	0.	0.
PRAPANNA SMITH 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
INGRID FLORES 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
CRAIG RICHTER 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	TRUSTEE 2.00	0.	0.	0.
BARBARA HALE 32326 CLINTON KEITH RD. WILDOMAR, CA 92595	EXEC DIRECTOR 40.00	69,410.	0.	0.
TOTAL		\$ 69,410.	\$ 0.	\$ 0.

STATEMENT 2
FORM 199, PART II, LINE 17
OTHER EXPENSES

BOOKS & SUPPLIES.....	\$ 55,740.
COMMUNICATIONS.....	6,519.
DIRECT SUPPORT/INDIRECT COST.....	15,744.
DUES & MEMBERSHIPS.....	3,201.
OPERATION & HOUSKEEPING SERV.....	40,525.
OTHER EMPLOYEE BENEFIT.....	188,335.
PROFESSIONAL/CONSULT. SERV.....	364,429.
RENTAL, LEASES & REPAIRS.....	320,649.
TRAVEL.....	15,974.
TOTAL	\$ 1,011,116.

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

STATEMENT 3
FORM 199, SCHEDULE L, LINE 12
OTHER ASSETS

DEPOSITS.....	35,000.
PREPAID EXPENSES AND DEFERRED CHARGES.....	30,291.
TOTAL \$	<u>65,291.</u>

STATEMENT 4
FORM 199, SCHEDULE L, LINE 16
BONDS AND NOTES PAYABLE

LENDER'S NAME:	CHARTER SCHOOL REVOLVING LOAN	
DATE OF NOTE:	1/21/2010	
MATURITY DATE:	1/01/2014	
INTEREST RATE:	0.56	
ORIGINAL AMOUNT:	250,000.	
BALANCE DUE:		62,500.

LENDER'S NAME:	A&S PROPERTIES	
DATE OF NOTE:	7/01/2010	
MATURITY DATE:	6/30/2013	
ORIGINAL AMOUNT:	252,866.	
BALANCE DUE:		117,780.

TOTAL NOTES AND BONDS PAYABLE \$ 180,280.

6/30/14

2013 CALIFORNIA BOOK DEPRECIATION SCHEDULE

PAGE 1

RONALD REAGAN CHARTER SCHOOL ALLIANCE
DBA SYCAMORE ACAD OF SCIENCE & CULT ARTS

26-1352817

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 199																
IMPROVEMENTS																
1	LAND IMPROVEMENTS	1/01/09		192,045							192,045	149,368		S/L	4.5	0
	TOTAL IMPROVEMENTS			192,045		0	0	0	0	0	192,045	149,368				0
	TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	149,368				0
	GRAND TOTAL DEPRECIATION			192,045		0	0	0	0	0	192,045	149,368				0

RONALD REAGAN CHARTER SCHOOL ALLIANCE

RESOLUTION NO. 2013-14-002

The undersigned, on behalf of RONALD REAGAN CHARTER SCHOOL ALLIANCE, a California nonprofit public benefit corporation (the "Company"), hereby certifies that the resolutions set forth below were adopted by the Board of Trustees (the "Board") of the Company, in accordance with Section 5211 (a) of the California Nonprofit Corporation Law and Art. IV of the Bylaws, at a duly noticed meeting held on November 19, 2013 at 6:00 p.m., Pacific Time at 32326 Clinton Keith Road, Suite 202, Wildomar, CA 92595. A quorum of the Board was present at the meeting.

Appointment of Trustee(s)

RESOLVED: That the following named persons be, and they hereby are, appointed as Trustees of the Corporation, to serve until they resign or are removed or until their successors are duly elected and qualified:

CERTIFICATE OF ADOPTION

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

RONALD REAGAN CHARTER SCHOOL ALLIANCE

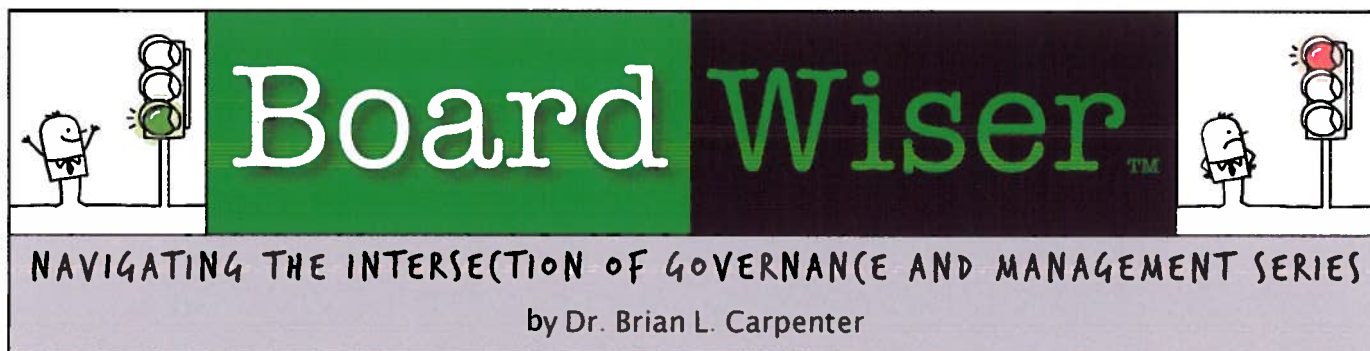
By: _____

Name: _____

Title: _____

Date: _____

	Aye	Nay	Abstain	Absent
William Sampson				
Roland Skumawitz				
Craig Richter				
Ingrid Flores				
(open)				
Totals				



Where The Heck Are We?

As part of the training I provide to individual charter school boards and leaders across the country, I administer a comprehensive survey I designed to evaluate their overall performance and risk exposure. (The questions are based on my research and field experience.) After surveying *hundreds* of directors and trustees this way since 2006, I've learned that ***most charter school board members***:

1. receive no orientation when joining the board,
2. receive little, if any, ongoing training about *how* to fulfill their responsibilities,
3. have not read their school's articles of incorporation, bylaws or charter,
4. are unaware of the potential personal liability involved in serving on a board,
5. often do not, by their own estimation, know how to interpret financial reports very well,
6. have not read the board's policy manual (where such a manual even exists),
7. have not read the contract between the board and the management company that operates the school,
8. cannot explain the differences between management and governance responsibilities,
9. rarely review *meaningful data* on their school's student performance, and
10. are unaware of the vast number of statutory and regulatory items with which their school must comply.

Thus, despite the best of intentions and their willingness to sacrifice three to four hours a month in meetings (or longer), most charter school board members are actually ill-prepared for the responsibilities entrusted to them by the taxpayers in their state. Perhaps this partly explains why an estimated 12% of charter schools have gone out of business since 1992 (Center for Education Reform, 2009).

In contrast, a great way to begin building an effective board is to orient new board members. (Occasionally, I even encounter bylaws that read, "all new board members will receive an orientation prior to joining the board," however, in time, because most boards rarely review their bylaws, they forget that this statement exists.) Like using a compass and map in the wilderness to determine one's location, a good board orientation helps new board members answer the question for the school, "Where the heck are we?"

As part of the orientation process, the board should provide *all* new members a copy of (or internet access to) the 15 documents listed on the reverse side. After new members have had a reasonable period of time to review the documents (I suggest within three months of joining the board, if not *prior to*), a governance committee or a board member can meet with them to answer their questions, etc. And while you're at it, don't forget to give them a CD with their own copy of these BoardWiser podcasts and printable versions.

Board Self-Appraisal Questions/Recommendations

1. Does your board have an orientation process *that it follows* when new members are elected or appointed?
2. Adopt a board policy which says: "The Board of ABC Charter School hereby resolves that the 15 documents in Dr. Carpenter's podcast shall be provided to all new board members *prior* to joining the board and that all new members shall read these documents within three months of joining."

Case in Point

THE FIFTEEN ESSENTIAL ORIENTATION DOCUMENTS

1. **Your school's charter.** As a board member, you *cannot* do your part to ensure that the school is accomplishing the outcomes in its charter (a performance agreement between your board and your school's authorizer) if you haven't read it. (Also, as an agenda item, I recommend that boards review their charters at least once a year.)
2. **Your school's articles of incorporation and bylaws.** You might think these documents are just paperwork, but they actually spell out rules for who is on the board, how the board will conduct its work, and whether board members are indemnified (protected by the school from personal loss, in the event of a lawsuit), etc. Modifying them usually requires authorizer approval. Legally, your board has a duty to obey these documents. Read them.
3. **A list of your fellow board members, their contact information, the offices they hold (e.g., treasurer) and when their terms are set to expire.**
4. **Name and contact information of the board's attorney and financial auditor.** (By the way, it's worth confirming with a fellow board member that it was the board which *took the lead* in selecting each of these crucial people and that it made a reasonable effort to ensure that each is independent from management.)
5. **Management company contract or contract with the school leader.** It's mind-bending to discover how many boards don't know what their school is paying the management company that operates it. They should know--the company works at the board's pleasure.
6. **Board member job description.** Your authority does have limits. You need to know what those are, and make sure to stay within them.
7. **One- or two-page summary of the school's academic performance over the past few years.** Specifically, what percentage of students are meeting or exceeding standards on the state test? And, where does that percentage place the school relative to all other public schools in your states?
8. **Board minutes from the previous 12 months.** Reading these will quickly bring you up to speed on where the board has been and where it's going. (How crucial is it to read these? I personally read a year's worth for *every client school*, if that tells you anything.)
9. **Director and officer liability certificate of insurance.** You can take someone's word for it that such insurance is up to date, but I wouldn't, especially when one piece of paper will confirm that you're covered. (Waiting until you get sued to confirm it is inadvisable.)
10. **Most recent audit results.** And make sure the audit evaluated the school's internal control policy.
11. **Board policy manual.** If your board doesn't have one, introduce a motion to begin creating one.
12. **Debt instruments.** Building loans, etc. In some states, board members may be personally liable for these.
13. **Code of conduct/ethics.** All board members should sign a statement committing themselves to ethical, professional conduct when acting as board members. Outside of meetings, this means no gossiping, violating confidences, or backstabbing. In meetings, no fist pounding, voice raising, or name calling.
14. **Disclosure of conflicts of interest.** All board members should sign an annual statement disclosing whether they have any direct or indirect conflicts of interest. For example, a board member whose spouse works for, or owns the company that provides lunches to the school, should disclose the relationship. The board should enter all signed statements into its minutes.
15. **Form 990 (IRS non-profit tax return for 501(c)(3) schools.)** In 2008, because of decades of lax oversight by not-for-profit boards across the country, the IRS modified its governance requirements for the first time in 30 years. If your school has been granted 501(c)(3) status by the IRS, don't let it get fined for non-compliance with these new rules. For more information, go to the IRS website and be sure to listen to the bonus podcast in this series.

About This Publication & The Author

BoardWiser™ is a publication of Brian L Carpenter PhD & Associates, LLC. It is available on an annual subscription basis and is intended to strengthen charter school performance by helping boards evaluate and excel at governance while refraining from entanglement in operations. To subscribe, visit www.BrianLCarpenter.com. While *BoardWiser™* is intended to provide reliable governance training, it is not intended as legal advice, for which boards should consult a qualified attorney as well as the specific laws of the state in which their chartered school operates.

Dr. Brian L. Carpenter is widely regarded as one of the foremost authorities on charter school governance. Both of his books, *Charter School Board University* and *The Seven Outs: Strategic Planning Made Easy for Charter Schools* are used by schools, associations, and universities. For information on engaging Dr. Carpenter to conduct a board development retreat or to speak at your conference, call (989) 205-4182 or email him at Brian@BrianLCarpenter.com.

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