

Innovations Academy Board Meeting: December 8, 2015 @ 6:00 pm

Meeting location(s)

Innovations Academy 10380 Spring Canyon Road San Diego, CA 92131	5519 McMillan Street Oakland, CA 94618	Public call in number 605-562-3140* Access code 151642
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*Members of the public need not state their names when entering the conference call. Call-in number is provided as a convenience to the public.

Board Attendance

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Others in Attendance

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Agenda

Topic	Minutes
➤ Call to order / roll call	
➤ Approval of current agenda	Vote:
➤ Approval of prior month meeting minutes	Vote:
➤ Public comments (3 mins per person)	
➤ Reports	
○ Teacher briefing (Tony)	Discussion:
○ Financial update (Delano)	<u>Item</u>
✓ Review 2015-16 First Interim Financial Report	Discussion:
✓ Review Revised 2015-16 Budget	
✓ Review 2014-15 Year-End Audit Report	
○ Director update (Christine)	<u>Item</u>
✓ Full time capacity/enrollment	Discussion:
✓ Part time capacity/enrollment	
✓ Combined ADA (% and #)	<u>Item</u>
✓ LCAP implementation	Discussion:
➤ Action items	
○ Approve 2015-16 First Interim Financial Report	<u>Item</u>
○ Approve Revised 2015-16 Budget	Discussion:
○ Approve 2014-15 Year-End Audit Report	Vote:
○ Approve Family Handbook for 2015-16	
	<u>Item</u>
	Discussion:
	Vote:

Topic	Minutes
	<p><u>Item</u> Discussion:</p> <p>Vote:</p> <p><u>Item</u> Discussion:</p> <p>Vote:</p>
➤ Discussion items	
<ul style="list-style-type: none"> ○ IA Real Estate Transaction Update (Christine) ○ Review Director Evaluation (Danielle) ○ IA Board recruitment (All) 	<p><u>Item</u> Discussion:</p> <p><u>Item</u> Discussion:</p>
<ul style="list-style-type: none"> ○ Assign new action/discussion items 	
➤ Next board meeting	
<ul style="list-style-type: none"> ○ Confirm date of next meeting 	
<ul style="list-style-type: none"> ○ Identify agenda items for next meeting 	

The foregoing minutes were approved by the Board of Directors of Innovations Academy on _____.

Secretary

Please contact Innovations Academy Board @ Board@InnovationsAcademy.org if you require special assistance or a listening device to attend the Board Meeting. Requests must be made 48 hours in advance.

1. TELECONFERENCE MEETINGS. Members of the Board of Directors may participate in teleconference meetings so long as all of the following requirements in the Brown Act are complied with:

- At a minimum, a quorum of the members of the Board of Directors shall participate in the teleconference meeting from locations within the boundaries of the State of California;
- All votes taken during a teleconference meeting shall be by roll call;
- If the Board of Directors elects to use teleconferencing, it shall post agendas at all teleconference locations with each teleconference location being identified in the notice and agenda of the meeting;
- All locations where a member of the Board of Directors constituting the quorum participates in a meeting via teleconference must be fully accessible to members of the public and shall be listed on the agenda;
- Members of the public must be able to hear what is said during the meeting and shall be provided with an opportunity to address the Board of Directors directly at each teleconference location;
and
- The agenda shall indicate that members of the public attending a meeting conducted via teleconference need not give their name when entering the conference call.
- The Brown Act prohibits requiring members of the public, to provide their names as a condition of attendance at the meeting; however, those wishing to speak may be required to identify themselves.

Innovations Academy Board Meeting: November 16, 2015 @ 6:00 pm

Meeting location(s)

Innovations Academy 10380 Spring Canyon Road San Diego, CA 92131	5519 McMillan Street Oakland, CA 94618	Public call in number 605-562-3140* Access code 151642
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*Members of the public need not state their names when entering the conference call. Call-in number is provided as a convenience to the public.

Board Attendance

Nathan Cooper	Stephen Rosen	Tony Spitzberg	Eric Ludwig	Danielle Strachman		
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Others in Attendance

Christine Kulgen	Delano Jones	IA 2 nd Grade Teacher - Allie				
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Agenda

Topic	Minutes
➤ Call to order / roll call	Meeting called to order at 6:05 p.m.
➤ Approval of current agenda	Vote: Motion for approval of agenda presented by Stephen, Tony seconds. Motion passes unanimously
➤ Approval of prior month meeting minutes	Vote: Motion for approval of October 2015 meeting minutes presented by Stephen, Tony seconds. Motion passes unanimously.
➤ Public comments (3 mins per person)	N/A – No members of public in attendance on site or via telephone conference.
➤ Reports	
<ul style="list-style-type: none"> ○ Teacher briefing (Tony) 	Discussion: Tony discusses preparations for the upcoming IA Exhibition on December 17, 2015. Thereafter, Allie, a new Second Grade Teacher, provides the Board with a summary of her classroom's project, which entailed the redesign of the interior space of the room. Highlights of the project include instructing the students in how to take proper measurements and then create scale models and blueprints.
<ul style="list-style-type: none"> ○ Financial update (Delano) <ul style="list-style-type: none"> ✓ Review July – October 2015 financials 	<u>Item</u> Discussion: Delano presents highlights of IA's October 2015 financial information. Delano also discusses EPA expenditures. The Board has no questions regarding either topic or presentation.
<ul style="list-style-type: none"> ○ Director update (Christine) <ul style="list-style-type: none"> ✓ Full time capacity/enrollment ✓ Part time capacity/enrollment ✓ Combined ADA (% and #) 	<u>Item</u> Discussion: Christine indicates IA enjoys a current enrollment of 361 students; the school is performing well and there is no additional information to report.

Topic	Minutes
<p>✓ LCAP implementation</p>	<p><u>Item</u> Discussion: Discussion continued to following meeting.</p>
<p>➤ Action items</p>	
<ul style="list-style-type: none"> ○ Approve designation of Alex Antohin Day ○ Approve Revised Board Goals ○ Approve EPA 2015/16 expenditure ○ Review and approve resolution for Federal Surplus Property Program 	<p><u>Item</u> Discussion: Board discusses the potential establishment of “Alex Antohin Day.” Upon reflection, the Board decides to table the matter until further notice, so as to allow the IA community to determine how best to honor Alex.</p> <p>Vote: N/A</p> <p><u>Item</u> Discussion: The Board reviews and discusses the Revised Board Goals document, which the Board developed during the October 2015 retreat.</p> <p>Vote: Motion for approval of the Revised Board Goals presented by Tony, Stephen seconds. Motion passes unanimously.</p> <p><u>Item</u> Discussion: The Board discusses the 2015/16 EPA expenditures proposal.</p> <p>Vote: Motion to approval 2015/16 EPA expenditures presented by Eric, Stephen seconds. Motion passes unanimously.</p> <p><u>Item</u> Discussion: Christine explains the Federal Surplus Property Program, indicating completion of the application process for the program will allow IA to obtain vans for school use from the federal government.</p> <p>Vote: Motion to participate in the program presented by Stephen, Tony seconds. Motion passes unanimously.</p>
<p>➤ Discussion items</p>	
<ul style="list-style-type: none"> ○ IA Real Estate Transaction Update (Christine) ○ Review Director Evaluation (Danielle) ○ IA Board recruitment (All) 	<p><u>Item</u> Discussion: Christine provides update of property tentatively selected for purchase as site of new campus. She explains that representatives from property owner contacted IA’s realtor (Hughes Marino) and informed Christine the property owner did not want to have school</p>

Topic	Minutes
	<p>built at that particular location. Christine has asked IA's realtor to arrange a meeting with property owner. Meanwhile, the search continues for alternative site locations for a new campus elsewhere in the Scripps/Poway/Mira Mesa area. Christine also raises the possibility that if land is unavailable north of MCAS Miramar, IA's relocation may need to move south of the air station.</p> <p><u>Item</u> Discussion: Director Evaluation tabled until next month. Danielle would like Director performance milestones to relate to new building project. Christine states she would like to write and present new goals.</p>
<ul style="list-style-type: none"> ○ Assign new action/discussion items 	<p>Approve family handbook for 2015-16. Approve revised December budget.</p>
<p>➤ Next board meeting</p>	
<ul style="list-style-type: none"> ○ Confirm date of next meeting 	<p>December 8, 2015 @ 6:00 p.m.</p>
<ul style="list-style-type: none"> ○ Identify agenda items for next meeting 	<p>Meeting adjourns at 6:47 p.m.</p>

The foregoing minutes were approved by the Board of Directors of Innovations Academy on _____.

Secretary

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**INNOVATIONS ACADEMY
INDEPENDENT AUDITORS' REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2015
CHARTER SCHOOL #1024**

DRAFT

INNOVATIONS ACADEMY

INTRODUCTORY SECTION

JUNE 30, 2015

DRAFT

**INNOVATIONS ACADEMY
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JUNE 30, 2015**

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INNOVATIONS ACADEMY

FINANCIAL SECTION

JUNE 30, 2015

DRAFT

INDEPENDENT AUDITORS' REPORT

Board of Directors
Innovations Academy
San Diego, California

We have audited the accompanying financial statements of Innovations Academy (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, 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 presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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 Innovations Academy as of June 30, 2015, 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 28, 2015, on our consideration of Innovations Academy'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 Innovations Academy's internal control over financial reporting and compliance.

San Diego, California
September 28, 2015

**INNOVATIONS ACADEMY
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015**

ASSETS

Current assets:

Cash and cash equivalents (Note 3)	\$ 985,927
Accounts receivable (Note 4)	305,644
Prepaid expenses	66,648

TOTAL ASSETS \$ 1,358,219

LIABILITIES AND NET ASSETS

Current liabilities:

Accounts payable	\$ 29,268
Current portion of long-term liabilities (Note 5)	6,120

Total current liabilities 35,388

Long-term liabilities (Note 5):

Notes payable, net of current portion	13,760
Total long-term liabilities	13,760

Total liabilities 49,148

Net assets:

Temporarily restricted (Note 8)	102,852
Unrestricted	1,206,219

Total net assets 1,309,071

TOTAL LIABILITIES AND NET ASSETS \$ 1,358,219

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

**INNOVATIONS ACADEMY
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Unrestricted	Temporarily Restricted	Total
REVENUES AND OTHER SUPPORT			
Revenue limit sources:			
State apportionments	\$ 505,187	\$ -	\$ 505,187
Education protection account	310,220	-	310,220
In-lieu of property taxes	1,426,574	-	1,426,574
Federal revenues	85,044	-	85,044
State revenues	312,516	-	312,516
Local revenues:			
Fundraising	3,104	-	3,104
Miscellaneous	7,615	-	7,615
Total revenues	2,650,260	-	2,650,260
Net assets released from restriction	55,254	(55,254)	-
Total revenues and other support	2,705,514	(55,254)	2,650,260
EXPENSES			
Program service:			
Education	2,177,965	-	2,177,965
Support services:			
Management and general	226,591	-	226,591
Total expenses	2,404,556	-	2,404,556
CHANGE IN NET ASSETS	300,958	(55,254)	245,704
NET ASSETS, BEGINNING OF YEAR	905,261	158,106	1,063,367
NET ASSETS, END OF YEAR	\$ 1,206,219	\$ 102,852	\$ 1,309,071

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

**INNOVATIONS ACADEMY
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 245,704
Adjustments to reconcile change in net assets to net cash used in operating activities:	
(Increase) decrease in operating assets:	
Accounts receivable	10,840
Prepaid expenses	(7,004)
Increase (decrease) in operating liabilities:	
Accounts payable	<u>(77,386)</u>
Net cash flows provided by operating activities	172,154
CASH FLOWS FROM FINANCING ACTIVITIES:	
Payment on long-term liabilities	<u>(6,120)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	166,034
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>819,893</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 985,927</u></u>
SUPPLEMENTAL DISCLOSURES:	
Cash paid for interest	<u><u>\$ 714</u></u>

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

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1 - ORGANIZATION AND MISSION

Innovations Academy (Organization) was incorporated in the State of California on May 22, 2007, under the Nonprofit Public Benefit Corporation Law for public and charitable purposes. The Organization petitioned and was approved through the San Diego Unified School District for a five year period ending in June 2018. The Organization was approved by the State of California Department of Education on May 27, 2008.

The Organization commenced operations during the 2008-2009 fiscal year, and currently serves approximately 330 students in kindergarten through grade 8.

The Mission of the Organization is to teach students to powerfully create their lives through self-expression, compassionate connection, and purposeful learning.

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, *Not-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 was \$102,852 in temporarily restricted net assets as of June 30, 2015.

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, 2015.

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 related 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.

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Use of Estimates

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

D. Income Taxes

The Organization is exempt from income taxes under Internal Revenue Code Section 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 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 and Cash Equivalents

Cash and cash equivalents are from time to time variously composed of cash on hand and in banks, and liquid investments with original maturities of three months or less.

F. Fixed Assets

Fixed assets are recorded at cost and depreciated under the straight-line method over their estimated useful lives of 5 to 39 years. Equipment is depreciated over a useful life of 5 years. Building improvements are depreciated over a useful life of 39 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 \$2,500 or more; all other assets are charged to expense in the year incurred.

G. Deferred Revenue

Deferred revenue represents donated funds received, but not expended. These funds must be expended in accordance with the provisions of the contract to which they apply or refund if not expended under the terms of the contract. As of June 30, 2015, the Organization did not have any deferred revenue.

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. 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.

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.

I. 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 managements' estimates of the usage of resources.

NOTE 3 - CASH AND CASH EQUIVALENTS

A. Cash and cash equivalents

Cash and cash equivalents at June 30, 2015, consisted of the following:

Pooled Funds:	
Cash in County Treasury	\$ 748,867
Deposits:	
Cash in banks	236,560
Cash on hand:	
Petty cash	500
Total cash and cash equivalents	<u>\$ 985,927</u>

B. Cash in County Treasury

The Organization maintains a portion of its cash in the County Treasury as part of the common investment pool (\$748,867 as of June 30, 2015). The fair value of the Organization's portion of this pool as of that date, as provided by the pool sponsor, was \$749,616. Assumptions made in determining the fair value of the pooled investment portfolios are available from the County Treasurer.

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 3 - CASH AND CASH EQUIVALENTS (CONTINUED)

B. Cash in County Treasury (continued)

The county is restricted by Government Code Section 53635 pursuant to Section 53601 to invest in time deposits, U.S. Government securities, state registered warrants, notes or bonds, State Treasurer's investment pool, bankers' acceptances, commercial paper, negotiable certificates of deposit, and repurchase or reverse repurchase agreements.

C. Cash in banks

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit 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, 2015, the Organization had \$22,670 in uninsured funds.

NOTE 4 - ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2015, consisted of the following:

Revenue limit sources:		
In-lieu of property taxes	\$	136,959
Federal revenues		16,410
State revenues		151,384
Local revenues:		
Miscellaneous		891
Total accounts receivable	<u>\$</u>	<u>305,644</u>

NOTE 5 - 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, 2015, are as follows:

	Balance	Additions	Payments	Balance 1900	Due in One year
Litigation Settlement	\$ 26,000	\$ -	\$ (6,120)	\$ 19,880	\$ 6,120
Total	\$ 26,000	\$ -	\$ (6,120)	\$ 19,880	\$ 6,120

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 5 - LONG-TERM LIABILITIES (CONTINUED)

B. Litigation Settlement

During the year ended June 30, 2010, the Organization was involved in litigation regarding the early termination of its facilities lease with Mission Grove Offices, LLC. In November 2010, the Organization entered into a stipulated settlement agreement through which it was agreed the Organization would pay \$510 per month for 100 months, for a total of \$51,000 in past due rent and related fees. The repayment period was retroactive to July 1, 2010. Future minimum payments on the outstanding settlement liability are as follows:

Year Ending June 30,	Principal
2016	\$ 6,120
2017	6,120
2018	6,120
2019	1,520
	\$ 19,880

C. Line of Credit

On November 21, 2014, the Organization entered into a line of credit for \$250,000 with JPMorgan Chase Bank, N.A. On June 30, 2015, the outstanding balance on the line of credit was \$0.

NOTE 6 - 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 the State Teachers' Retirement System (STRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. Plan information for STRS is not publicly available. 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. According to the most recently available Comprehensive Annual Financial Report and Actuarial Valuation Report for the year ended June 30, 2014, total plan assets are \$179.7 billion, the total actuarial present value of accumulated plan benefits is \$288.0 billion, contributions from all employers totaled \$2.2 billion, and the plan is 68.5% funded. The Organization did not contribute more than 5% of the total contributions to the plan.

Copies of the STRS annual financial reports may be obtained from STRS, 7667 Folsom Boulevard, Sacramento, CA 95826 and www.calstrs.com.

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 6 - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Funding Policy

Active plan members are required to contribute 8.15% of their salary and the Organization www.innovationsacademy.org 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 2014-2015 was 8.88% 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, 2015, 2014, and 2013, were \$89,852, \$80,216, and \$74,283, respectively, and equal 100% of the required contributions for each fiscal year.

NOTE 7 - OPERATING LEASE

The Organization leases facilities and office equipment under lease agreements longer than one year. The future minimum lease payments are as follows:

Year Ending June 30,	Lease Payments
2016	\$ 140,394
2017	8,634
2018	8,634
2019	1,439
Total future lease payments	\$ 159,101

The Organization will receive no sublease rental revenues nor pay any contingent rentals associated with this lease. For the fiscal year ended June 30, 2015, operating lease expense was \$135,390.

NOTE 8 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consist of entitlements received but not expended as of June 30, 2015. At June 30, 2015, the Organization's temporarily restricted net assets consisted of:

California Clean Energy Job Acts	\$ 102,852
Total temporarily restricted net assets	\$ 102,852

NOTE 9 - COMMITMENTS AND CONTINGENCIES

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.

**INNOVATIONS ACADEMY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015**

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 28, 2015, 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.

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INNOVATIONS ACADEMY
SUPPLEMENTARY INFORMATION SECTION
JUNE 30, 2015

DRAFT

**INNOVATIONS ACADEMY
ORGANIZATION
JUNE 30, 2015**

Innovations Academy [Charter #1024], is a Kindergarten through grade 8 Charter School and was granted a five-year charter by the San Diego Unified School District, expiring in June, 2018, pursuant to the terms of the Charter School Act of 1992, as amended.

The Board of Directors for the fiscal year ended June 30, 2015, was comprised of the following members:

Name	Office	Term	Term Expiration
Nathan Cooper	President	3 Years	September 2016
Stephen Rosen	Treasurer	3 Years	February 2016
Eric Ludwig	Secretary	3 Years	July 2017
Danielle Strachman	Board Member	2 Years	December 2016
Tony Spitzberg	Board Member	3 Years	October 2016

Administration	
Name	Position
Christine Kuglen	Director
Delano Jones	Business Manager, CSMC

**INNOVATIONS ACADEMY
SCHEDULE OF AVERAGE DAILY ATTENDANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Second Period Report		
	Classroom Based	Independent Study
Grades K - 3	112.18	26.98
Grades 4 - 6	107.24	15.41
Grades 7 - 8	59.57	8.80
Total	278.99	51.19

Annual Report		
	Classroom Based	Independent Study
Grades K - 3	112.45	29.15
Grades 4 - 6	105.55	15.14
Grades 7 - 8	58.96	9.72
Total	276.96	54.01

The Organization generates 84% of its ADA from a fulltime classroom-based program and generates 16% of its ADA from a full-time independent study program.

**INNOVATIONS ACADEMY
SCHEDULE OF INSTRUCTIONAL TIME
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Grade Level	1986-87 Minutes Requirements*	2014-2015 Actual Minutes	Number of Days Traditional Calendar	Status
Kindergarten	34,971	48,120	176	In Compliance
Grade 1	48,960	54,970	176	In Compliance
Grade 2	48,960	54,970	176	In Compliance
Grade 3	48,960	54,970	176	In Compliance
Grade 4	52,457	54,970	176	In Compliance
Grade 5	52,457	54,970	176	In Compliance
Grade 6	52,457	54,970	176	In Compliance
Grade 7	52,457	54,970	176	In Compliance
Grade 8	52,457	54,970	176	In Compliance

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

**INNOVATIONS ACADEMY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Program Services	Support Services	Total
	Education	Management and General	
Certificated salaries	\$ 922,295	\$ 59,000	\$ 981,295
Classified salaries	391,708	97,836	489,544
Employee benefits	307,971	32,378	340,349
Books and supplies	56,086	1,951	58,037
Travel and conferences	4,523	559	5,082
Dues and memberships	3,141	388	3,529
Insurance	17,527	2,166	19,693
Operation and housekeeping services	10,927	1,350	12,277
Rental, leases, repairs, and non-capitalized improvements	157,715	15,430	173,145
Professional/consulting services and operating expenditures	249,933	10,819	260,752
Communications	6,826	844	7,670
District oversight fee	19,837	2,452	22,289
Training and development expenses	16,499	704	17,203
Interest expense	-	714	714
Other expenses	12,977	-	12,977
Total expenses	<u>\$ 2,177,965</u>	<u>\$ 226,591</u>	<u>\$ 2,404,556</u>

**INNOVATIONS ACADEMY
RECONCILIATION OF CHARTER SCHOOL UNAUDITED ACTUALS
FINANCIAL REPORT -- ALTERNATIVE FORM WITH AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

There were no changes between the net assets reported on the June 30, 2015 Charter School Unaudited Financial Report -- Alternative Form and the Audited Financial Statements.

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INNOVATIONS ACADEMY
OTHER INDEPENDENT AUDITORS' REPORT SECTION
JUNE 30, 2015

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**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**

Board of Directors
Innovations Academy
San Diego, 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 Innovations Academy (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, 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 28, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Innovations Academy'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 Innovations Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of Innovations Academy's internal control.

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

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

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

Purpose of this Report

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

San Diego, California
September 28, 2015

INDEPENDENT AUDITORS' REPORT ON STATE COMPLIANCE

Board of Directors
Innovations Academy
San Diego, California

Report on Compliance for Each State Program

We have audited Innovations Academy's compliance with the types of compliance requirements described in the *2014-15 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel, that could have a direct and material effect on each of Innovations Academy's state programs for the fiscal year ended June 30, 2015. Innovations Academy'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 Innovations Academy'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, *2014-15 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, published by the Education Audit Appeals Panel. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether 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 Innovations Academy'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 Innovations Academy'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 Performed</u>
California Clean Energy Jobs Act	Yes
After School Education and Safety Program	Not Applicable
Proper Expenditure of Education Protection Account Funds	Yes
Common Core Implementation Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Attendance	Yes
Mode of Instruction	Yes
Nonclassroom-Based Instruction/Independent Study	Yes
Determination of Funding for Nonclassroom-Based Instruction	Not Applicable
Annual Instructional Minutes - Classroom Based	Yes
Charter School Facility Grant Program	Not Applicable

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, Innovations Academy's 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, 2015.

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 *2014-15 Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*. Accordingly, this report is not suitable for any other purpose.

San Diego, California
September 28, 2015

INNOVATIONS ACADEMY
FINDINGS AND RECOMMENDATIONS SECTION
JUNE 30, 2015

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**INNOVATIONS ACADEMY
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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>
-----------------------	---

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

**INNOVATIONS ACADEMY
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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

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**INNOVATIONS ACADEMY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2015**

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

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Description	Object Code	a	b	c	d	a+c=e	b+d=f	the > of e or f = g	h
		Unrestricted Budget	Unrestricted Actuals through 10/31/15	Restricted Budget	Restricted Actuals through 10/31/15	Total Budget	Total Actuals through 10/31/15	Projected EFB/NP (Higher of Budget or Actual)	Budget to Projected EFB/NP Differences
A. REVENUES (8000-8799)									
1. Local Control Funding Formula (LCFF) Sources - (8011-8097)									
LCFF - State Aid - Current Year (CY) (Res 0000)	8011	797,820	197,506			797,820	197,506	797,820	-
Education Protection Account (EPA) - CY (Res 1400)	8012	431,068	77,555			431,068	77,555	431,068	-
State Aid - Prior Year (LCFF - State Aid and EPA) (Res 0000 and Res 1400)	8019					-	-	-	-
Transfers to Charter Schools In Lieu Of Property Taxes - CY & PY (Res 0000)	8096	1,439,991	365,157			1,439,991	365,157	1,439,991	-
Other LCFF Transfers	8091, 8097					-	-	-	-
Total - LCFF Sources		2,668,879	640,218	-	-	2,668,879	640,218	2,668,879	-
2. Other State Revenues (8300-8599)									
State Special Education (Res 6500)	8792			180,450	15,674	180,450	15,674	180,450	-
State Special Education Mental Health Services (Res 6512)	8590					-	-	-	-
Mandate Block Grant (Res 0000)	8550	5,053				5,053	-	5,053	-
After School Education and Safety (ASES) (Res 6010)	8677, 8590					-	-	-	-
Common Core Standards Implementation (Res 7405)	8590					-	-	-	-
Charter School Facility Grant Program (SB 740) (Res 6030)	8590					-	-	-	-
Lottery, Unrestricted (Res 1100)	8560	45,113				45,113	-	45,113	-
Lottery, Instructional Materials - Prop 20 Restricted (Res 6300)	8560			10,834		10,834	-	10,834	-
Proposition 39 - California Clean Energy Jobs Act (Res 6230)	8590					-	-	-	-
Other State Revenues (All other resources not reported separately)	8300-8599	61,716	725			61,716	725	61,716	-
Total - Other State Revenues		111,882	725	191,284	15,674	303,165	16,399	303,165	-
3. Federal Revenues (8100-8299)									
NCLB, Title I, Part A, Basic Grants Low-Income and Neglected (Res 3010)	8290			42,100	7,486	42,100	7,486	42,100	-
NCLB: Title II, Part A, Improving Teacher Quality Program (Res 4035)	8290					-	-	-	-
NCLB: Title III, Limited English Proficient Student Program (Res 4203)	8290					-	-	-	-
NCLB: Title III, Immigrant Student Program (Res 4201)	8290					-	-	-	-
NCLB: Title V, Part B, Public Charter Schools Grant Program (Res 4610)	8290					-	-	-	-
Fed Sp Ed, IDEA Basic Local Assistance Entitlement, Part B, Sec 611 (Res 3310)	8181			46,917		46,917	-	46,917	-
Fed Sp Ed, IDEA Mental Health Allocation Plan, Part B, Sec 611 (Res 3327)	8182					-	-	-	-
21st Century Learning Communities (Res 4124)	8290					-	-	-	-
Child Nutrition - Federal (NSLP) (Res 5310 and others)	8220					-	-	-	-
State Ch. School Fac. Incentive Grants Prog.(Res within range 5800-5899)	8290					-	-	-	-
Federal Impact Aid - Survey Cards - Maintenance and Operations (Res 0000)	8110				904	-	904	-	-
Other Federal Revenues (All other resources not reported separately)	8100-8299					-	-	904	(904)
Total - Federal Revenues		-	-	89,017	8,390	89,017	8,390	89,921	(904)
4. Local Revenue (8600-8799)									
All Local Revenues	8600-8799	19,000	3,386			19,000	3,386	19,000	-
Total - Local Revenues		19,000	3,386	-	-	19,000	3,386	19,000	-
5. TOTAL REVENUES		2,799,761	644,329	280,301	24,064	3,080,061	668,393	3,080,965	(904)
B. EXPENDITURES AND OTHER OUTGO (1000-7499)									
1. Certificated Salaries									
Certificated Teachers' Salaries	1100	965,400	270,528	130,000	49,162	1,095,400	319,690	1,095,400	-
Certificated Pupil Support Salaries	1200					-	-	-	-
Certificated Supervisors' and Administrators' Salaries	1300	115,000	38,333			115,000	38,333	115,000	-
Other Certificated Salaries	1900				7,900	-	7,900	7,900	(7,900)
Total, Certificated Salaries		1,080,400	308,861	130,000	57,062	1,210,400	365,923	1,218,300	(7,900)
2. Classified Salaries									
Classified Instructional Salaries	2100	86,739	26,522	189,240	25,134	275,979	51,656	275,979	-
Classified Support Salaries	2200	54,978	29,987	105,000	28,949	159,978	58,936	159,978	-
Classified Supervisors' and Administrators' Salaries	2300	71,500	21,667			71,500	21,667	71,500	-
Clerical and Office Salaries	2400		15,415		6,854	-	22,269	22,269	(22,269)
Other Classified Salaries	2900					-	-	-	-
Total, Classified Salaries		213,217	93,591	294,240	60,937	507,457	154,528	529,726	(22,269)

Charter School Name: Innovations Academy Charter		First Interim Report				Authorizing Agency: San Diego Unified School District			
CDS# 37-68338- 118083		FY 2015-2016				Financial Accounting Department			
Contact name: Delano Jones		For the Period July 1 2015 through October 31, 2015				Charter Schools Accounting Office			
E-mail and phone #: djones@csmci.com/619-417-5247		Accrual Basis				Authorizing Agency Contact: Kevin Malloy (kmalloy@sandi.net)			
						Authorizing Agency Contact: Anna Day (aday1@sandin.net)			
Description	Object Code	a Unrestricted Budget	b Unrestricted Actuals through 10/31/15	c Restricted Budget	d Restricted Actuals through 10/31/15	a+c=e Total Budget	b+d=f Total Actuals through 10/31/15	the > of e or f = g Projected EFB/NP (Higher of Budget or Actual)	h Budget to Projected EFB/NP Differences
E. NET INCREASE (DECREASE) IN FUND BALANCE/NET POSITION (C + D.4.)		568,437	(97,732)	(330,197)	(123,371)	238,240	(221,103)	208,443	29,797
F. FUND BALANCE/NET POSITION (Budget and Actuals MUST match) (F.1.a-b)									
1. Beginning Fund Balance/Net Position									
a. July 1 (MUST match EFB/Net Position of PY Unaudited Actuals, Section F.2)		9791 1,206,218	1,206,218	102,852	102,852	1,309,070	1,309,070	1,309,070	-
b. Adjustments/Restatements		9793, 9795 -	-	-	-	-	-	-	-
c. Adjusted Beginning Fund Balance/Net Position		1,206,218	1,206,218	102,852	102,852	1,309,070	1,309,070	1,309,070	-
2. Projected Ending Fund Balance/Net Position, June 30 (E + F.1.c.) See cell L134		1,774,655	1,108,486	(227,345)	(20,519)	1,547,310	1,087,967	1,517,513	29,797
Components of Ending Net Position									
a. Net Investment in Capital Assets (See Sections B.6 and G.9)		9796			-		-		
b. Restricted Net Position		9797			(20,519)		(20,519)		
c. Unrestricted Net Position		9790A	1,108,486		-		1,108,486		
G. ASSETS									
1. Cash									
In County Treasury		9110	687,276		(20,519)		666,757		
Fair Value Adjustment to Cash in County Treasury		9111	-		-		-		
In Banks		9120	346,131				346,131		
In Revolving Fund		9130					-		
With Fiscal Agent/Trustee		9135					-		
Collections Awaiting Deposit		9140					-		
2. Investments		9150					-		
3. Accounts Receivable		9200	338				338		
4. Due From Grantor Government		9290	70,133				70,133		
5. Due From Other Funds		9310	33,840				33,840		
6. Stores		9320					-		
7. Prepaid Expenditures (Expenses)		9330					-		
8. Other Current Assets		9340					-		
9. Capital Assets (See Sections B.6 & F.2.a)		9400-9489					-		
10. TOTAL ASSETS			1,137,718		(20,519)		1,117,199		
H. DEFERRED OUTFLOWS OF RESOURCES									
1. Deferred Outflows of Resources		9490					-		
2. TOTAL DEFERRED OUTFLOWS							-		
I. LIABILITIES									
1. Accounts Payable		9500	29,229				29,229		
2. Due to Grantor Government		9590					-		
3. Due to Other Funds		9610					-		
4. Current Loans		9640					-		
5. Deferred Revenue		9650					-		
6. Long-term Liabilities		9660-9669					-		
7. TOTAL LIABILITIES			29,229		-		29,229		
J. DEFERRED INFLOWS OF RESOURCES									
1. Deferred Inflows of Resources		9690					-		
2. TOTAL DEFERRED INFLOWS							-		
K. ENDING FUND BALANCE/NET POSITION, October 31, 2015									
1. Ending Fund Balance/Net Position (G10+H2-I7-J2) (MUST agree with F.2)			1,108,489		(20,519)		1,087,970		

INNOVATIONS ACADEMY				
Account Description	Current 2015-16 Total Budget	Revised 2015-16 Total Budget	Variance \$	Variance %
Revenue Limit	\$2,668,879	\$2,668,879	\$0	0.0%
Federal Revenue	\$89,017	\$89,018	\$1	0.0%
Other State Revenue	\$303,166	\$235,754	(\$67,412)	-28.6%
Local Revenue	\$19,000	\$199,455	\$180,455	90.5%
Total Revenue	\$3,080,061	\$3,193,106	\$113,045	3.5%
Certificated Salaries	\$1,210,400	\$1,250,725	\$40,325	3.2%
Classified Salaries	\$507,457	\$511,033	\$3,576	0.7%
Employee Benefits	\$420,728	\$446,394	\$25,666	5.7%
Total Personnel Expenses	\$2,138,585	\$2,208,152	\$69,567	3.2%
Books and Supplies	\$105,300	\$105,300	-	0.0%
Services & Other Operating Expenses	\$592,508	\$592,508	(\$0)	0.0%
Capital Outlay	\$5,473	\$5,473	(\$0)	0.0%
Other Outgo	-	-	-	#DIV/0!
Total Operational Expenses	\$703,281	\$703,281	(\$0)	0.0%
Total Expenses	\$2,841,866	\$2,911,433	\$69,567	2.4%
Net Income	\$238,195	\$281,673	\$43,478	15.4%