



**FAMILY FIRST CHARTER SCHOOL**

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**June 30, 2019**

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***Financial Section***

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**FAMILY FIRST CHARTER SCHOOL**  
**Statements of Financial Position**  
**June 30, 2019 and 2018**

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**June 30, 2019**

	<b>Family First Charter School</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,818,614
Accounts receivable	879,950
Prepaid rent	1,748,408
Prepaid expenditures	7,413
<b>Total Assets</b>	<u>4,454,385</u>
<b>LIABILITIES</b>	
Accounts payable	<u>358,718</u>
Total Liabilities	<u>358,718</u>
<b>NET ASSETS</b>	
Without donor restriction	<u>4,095,667</u>
Total Net Assets	<u>4,095,667</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 4,454,385</u>

**June 30, 2018**

	<b>Family First Charter School</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and cash equivalents	\$ 3,263,739
Accounts receivable	665,286
Prepaid expenditures	25,908
<b>Total Assets</b>	<u>3,954,933</u>
<b>LIABILITIES</b>	
Accounts payable	<u>110,002</u>
Total Liabilities	<u>110,002</u>
<b>NET ASSETS</b>	
Without donor restriction	<u>3,844,931</u>
Total Net Assets	<u>3,844,931</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 3,954,933</u>

The notes to financial statements are an integral part of this statement.

**FAMILY FIRST CHARTER SCHOOL**  
**Statements of Activities**  
**For the Fiscal Year Ended June 30, 2019**

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<b>June 30, 2019</b>	<b>Net Assets, Without Donor Restriction</b>
	<b>Family First Charter School</b>
<b>SUPPORT AND REVENUES</b>	
Federal and state support and revenues	
General purpose entitlement	\$ 2,298,303
Education protection account entitlement	68,118
Other federal revenues	584,869
Other state revenues	335,050
Local support and revenues	
Payments in lieu of property taxes	1,037,618
Other local revenue	6,201
<b>Total Support and Revenues</b>	<u>4,330,159</u>
<b>EXPENSES</b>	
Program services	3,448,081
Management and general	431,349
<b>Total Operating Expenses</b>	<u>3,879,430</u>
<b>CHANGE IN NET ASSETS</b>	450,729
<b>Net Assets, Without Donor Restriction - Beginning</b>	<u>3,844,931</u>
<b>Adjustment for Restatement (See Note 10)</b>	(199,993)
<b>Net Assets, Without Donor Restriction - Beginning, as Adjusted</b>	<u>3,644,938</u>
<b>Net Assets, Without Donor Restriction - Ending</b>	<u>\$ 4,095,667</u>

The notes to financial statements are an integral part of this statement.

**FAMILY FIRST CHARTER SCHOOL**  
**Statements of Activities**  
**For the Fiscal Year Ended June 30, 2018**

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<b>June 30, 2018</b>	<b>Net Assets, Without Donor Restriction</b>
	<b>Family First Charter School</b>
<b>SUPPORT AND REVENUES</b>	<hr/>
Federal and state support and revenues	
General purpose entitlement	\$ 2,088,162
Education protection account entitlement	66,260
Other federal revenues	319,428
Other state revenues	374,173
Local support and revenues	
Payments in lieu of property taxes	996,756
Other local revenue	4,270
<b>Total Support and Revenues</b>	<hr/> <b>3,849,049</b> <hr/>
 <b>EXPENSES</b>	
Program services	3,093,697
Management and general	259,675
<b>Total Operating Expenses</b>	<hr/> <b>3,353,372</b> <hr/>
 <b>CHANGE IN NET ASSETS</b>	 495,677
 <b>Net Assets, Without Donor Restriction - Beginning</b>	 <hr/> 2,889,360 <hr/>
 <b>Adjustment for Restatement</b>	 459,894
 <b>Net Assets, Without Donor Restriction - Beginning, as Adjusted</b>	 <hr/> 3,349,254 <hr/>
 <b>Net Assets, Without Donor Restriction - Ending</b>	 <hr/> <b>\$ 3,844,931</b> <hr/>

The notes to financial statements are an integral part of this statement.



**FAMILY FIRST CHARTER SCHOOL**  
**Statements of Functional Expenses**  
**For the Fiscal Year Ended June 30, 2019 and 2018**

**June 30, 2019**

	<b>Family First Charter School</b>		
	Program	Management	Total
	Services	and General	
<b>EXPENSES</b>			
Personnel expenses			
Certificated salaries	\$ 1,465,487	\$ 19,164	\$ 1,484,651
Classified salaries	649,279	5,778	655,057
Other employee benefits	671,637	8,155	679,792
Total personnel expenses	<u>2,786,403</u>	<u>33,097</u>	<u>2,819,500</u>
Non-personnel expenses			
Books and supplies	86,005	40,324	126,329
Travel and conference	34,475	-	34,475
Dues and memberships	6,895	-	6,895
Operation and housekeeping services	104,743	24,851	129,594
Rental, leases and repairs	76,004	51,573	127,577
Professional services	326,913	194,040	520,953
Communications	26,643	2,960	29,603
Direct support/indirect cost charges	-	84,504	84,504
Total non-personnel expenses	<u>661,678</u>	<u>398,252</u>	<u>1,059,930</u>
<b>Total Operating Expenses</b>	<u>\$ 3,448,081</u>	<u>\$ 431,349</u>	<u>\$ 3,879,430</u>

**June 30, 2018**

	<b>Family First Charter School</b>		
	Program	Management	Total
	Services	and General	
<b>EXPENSES</b>			
Personnel expenses			
Certificated salaries	\$ 1,349,253	\$ 37,847	\$ 1,387,100
Classified salaries	528,922	-	528,922
Other employee benefits	581,599	11,678	593,277
Total personnel expenses	<u>2,459,774</u>	<u>49,525</u>	<u>2,509,299</u>
Non-personnel expenses			
Books and supplies	90,653	16,498	107,151
Travel and conference	32,503	-	32,503
Rental, leases and repairs	145,375	74,466	219,841
Professional services	314,734	86,306	401,040
Communications	39,187	-	39,187
Operation and housekeeping services	6,820	1,368	8,188
Other operating expenses	4,651	31,512	36,163
<b>Total Operating Expenses</b>	<u>\$ 3,093,697</u>	<u>\$ 259,675</u>	<u>\$ 3,353,372</u>

The notes to financial statements are an integral part of this statement.

**FAMILY FIRST CHARTER SCHOOL**  
**Statements of Cash Flows**  
**For the Fiscal Year Ended June 30, 2019 and 2018**

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**June 30, 2019**

	<b>Family First Charter School</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Change in net assets	\$ 450,729
Adjustment for restatement	(199,993)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Changes in:	
Accounts receivable	(214,664)
Prepaid rent	(1,748,408)
Prepaid expenses	18,495
Accounts payable	248,716
<b>Net Cash Provided by Operating Activities</b>	<u>(1,445,125)</u>
Net increase in cash and cash equivalents	(1,445,125)
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>3,263,739</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 1,818,614</u>

**June 30, 2018**

	<b>Family First Charter School</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Change in net assets	\$ 495,677
Adjustment for restatement	459,894
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Changes in:	
Accounts receivable	(310,688)
Prepaid expenses	(2,267)
Accounts payable	(364,062)
<b>Net Cash Provided by Operating Activities</b>	<u>278,554</u>
Net increase in cash and cash equivalents	278,554
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>2,985,185</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 3,263,739</u>

The notes to financial statements are an integral part of this statement.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***New Accounting Pronouncement***

In August 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities whereby significant changes were proposed in seven areas: net asset classes, liquidity and availability of resources, classification and disclosure of underwater endowment funds, expense reporting, statement of cash flows, investment return, and release of restrictions on capital assets. The amendments in ASU No. 2016-14 are effective for annual financial statements issued for fiscal years beginning after December 15, 2017. The Charter began the implementation of the provisions of Financial Accounting Standards Board Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities as of fiscal year 2018-19.

The new standard changes the following aspects of the Charter's financial statements:

- The temporarily restricted and permanently restricted net asset classes have been predominantly combined into a single net asset class called net assets with donor restrictions.
- The unrestricted net asset class has been transferred into net assets without donor restrictions.
- Investment earnings and related expenses have been combined into a single net activity line item called net investment return.
- The financial statements include a new disclosure about liquidity and availability of resources (Note 3).

***Reporting Entity***

Family First Charter School (the "Charter") was formed as a nonprofit public benefit corporation on June 17, 2013 for the purpose of operating as a California public school located in Los Angeles County. The Charter was approved by the State Board of Education on July 1, 2013 as California Charter No. 1558. During the year ended June 30, 2018, the Charter served grades 9-12. Funding sources primarily consist of local control funding formula (LCFF) state apportionments, in lieu of property tax revenues, and grants and donations from the public.

***Basis of Accounting***

The Charter's policy is to prepare its financial statements on the accrual basis of accounting; consequently, revenues are recognized when earned rather than when cash is received and certain expenses and purchases of assets are recognized when the obligation is incurred rather than when cash is disbursed.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

***Financial Statement Presentation***

The Charter is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Unrestricted net assets include all resources available for use by the Board of Directors and management's discretion in carrying out the activities of the Charter in accordance with its Bylaws. Temporarily or permanently restricted net assets are only expendable for the purposes specified by the donor or through the passage of time. When a 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. Permanently restricted net assets are generally required to be held by the Charter in perpetuity while the earnings on those assets are available for use by the Charter to support operations. Donors can place restrictions on the earnings from permanently restricted contributions at the time the contributions are made or pledged. Fund accounting is not used in the Charter's financial statement presentation.

***Functional Expenses***

The costs of providing services have been summarized on a functional basis in the statement of activities and detailed in the statement of functional expenses. Certain costs and expenses have been allocated between program and supporting services based on management's estimates.

***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, such as depreciation expense and the net book value of capital assets. Accordingly, actual results could differ from those estimates.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

***Cash and Cash Equivalents***

The Charter considers all highly liquid deposits and investments with an original maturity of less than ninety days to be cash equivalents.

***Deferred Revenue***

Deferred revenue arises when potential revenue does not meet the criteria for recognition in the current period and when resources are received by the Charter prior to the incurrence of expenses. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the statement of financial position and revenue is recognized.

***In Lieu of Property Taxes Revenue***

Secured property taxes attach as an enforceable lien on property as of March 1. Taxes are payable in two installments on December 10 and April 10. Unsecured property taxes are payable in one installment on or before August 31. The County bills and collects the taxes for the authorizing agency. In lieu of distributing funds out of property tax proceeds, the authorizing agency makes monthly payments to the Charter. Revenues are recognized by the Charter when earned.

***Contributions***

Contributions that are restricted by the donor are reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the revenue is recognized. All other donor restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the existence or nature of any donor restrictions.

Non-cash contributions of goods, materials, and facilities are recorded at fair value at the date of contribution. Contributed services are recorded at fair value at the date of contribution if they are used to create or enhance a non-financial asset or require specialized skills, are provided by someone possessing those skills, and would have to be purchased by the Charter if not donated.

***Income Taxes***

Family First Charter School is a 170(b)(1)(A)(ii) publicly supported nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as a public charity. The Charter is exempt from state franchise or income tax under Section 23701(d) of the California Revenue and Taxation Code. As a school, the Charter is not required to register with the California Attorney General as a charity.

The Charter's management believes all of its significant tax positions would be upheld under examination; therefore, no provision for income tax has been recorded. The Charter's information and/or tax returns are subject to examination by the regulatory authorities for up to four years from the date of filing.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued**

***Fair Value Measurements***

The Fair Value Measurements Topic of the FASB *Accounting Standards Codification* establishes a fair value hierarchy that prioritizes inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

*Level 1:* Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

*Level 2:* Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

*Level 3:* Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

**NOTE 2 – CASH AND CASH EQUIVALENTS**

Cash and cash equivalents as of June 30, 2019, consist of the following:

Cash in banks	\$ 1,811,833
Revolving cash	6,781
<b>Total cash and cash equivalents</b>	<b><u>\$ 1,818,614</u></b>

Cash and cash equivalents as of June 30, 2018, consist of the following:

Cash in banks	\$ 3,256,958
Revolving cash	6,781
<b>Total cash and cash equivalents</b>	<b><u>\$ 3,263,739</u></b>

***Cash in County Treasury***

The Charter is a voluntary participant in an external investment pool. The fair value of the Charter’s investment in the pool is reported in the financial statements at amounts based upon the Charter’s pro-rata share of the fair value provided by the County Treasurer for the entire portfolio in relation to the amortized cost of that portfolio. The balance available for withdrawal is recorded on the amortized cost basis and is based on the accounting records maintained by the County Treasurer.

**FAMILY FIRST CHARTER SCHOOL**  
**Notes to Financial Statements**  
**June 30, 2019**

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**NOTE 2 – CASH AND CASH EQUIVALENTS, continued**

***Cash in County Treasury, continued***

Except for investments by trustees of debt proceeds, the authority to invest Charter funds deposited with the county treasury is delegated to the County Treasurer and Tax Collector. Additional information about the investment policy of the County Treasurer and Tax Collector may be obtained from its website. The table below identifies examples of the investment types permitted in the California Government Code:

Authorized Investment Type	Maximum Remaining Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptance	180 days	40%	30%
Commercial Paper	270 days	40%	10%
Negotiable Certificates of Deposit	5 years	40%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

***Cash in Banks – Custodial Credit Risk***

Custodial credit risk is the risk that in the event of a bank failure, an organization's deposits may not be returned to it. The Charter has adopted a cash management policy that addresses investment options as well as actions to be taken in the event that deposits exceed FDIC insurance limits. The FDIC insures 100% of non-interest bearing accounts and up to \$250,000 per depositor on interest bearing accounts per insured bank. The California Government Code also requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agency. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits. As of June 30, 2019 and 2018, the Charter's bank balance was exposed to custodial credit risk as there were deposits over \$250,000, the amount exceeding \$250,000 was collateralized with securities held by the pledging financial institution's trust department or agent, but not in the name of the Charter.

**FAMILY FIRST CHARTER SCHOOL**  
**Schedule of Contributions**  
**June 30, 2019**

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**NOTE 3 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Charter’s financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. Amounts not available include amounts set aside for program services that could be drawn upon if the Board approves that action.

**June 30, 2019**

	<b>Family First Charter School</b>
Financial assets, at year end:	
Cash and cash equivalents	\$ 1,818,614
Accounts receivable	879,950
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,698,564</u>

**June 30, 2018**

	<b>Family First Charter School</b>
Financial assets, at year end:	
Cash and cash equivalents	\$ 3,263,739
Accounts receivable	665,286
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,929,025</u>

**NOTE 4 – ACCOUNTS RECEIVABLE**

Accounts receivable as of June 30, 2019, consists of the following:

Due From Grantor Governments:	
California Department of Education	\$ 295,279
Other Federal Receivables	316,244
Other local receivables	268,427
Total Accounts Receivable	<u>\$ 879,950</u>

Accounts receivable as of June 30, 2018, consists of the following:

Due From Grantor Governments:	
California Department of Education	\$ 304,616
Other Federal Receivables	331,558
Other local receivables	29,112
Total Accounts Receivable	<u>\$ 665,286</u>



**FAMILY FIRST CHARTER SCHOOL**  
**Schedule of Contributions**  
**June 30, 2019**

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**NOTE 5 – RELATED PARTY TRANSACTIONS**

***Authorizing Agency***

Family First Charter School is authorized to operate as a charter school through Centinela Valley Union High School District (the "authorizing agency"). On March 5, 2013, the Board of Directors of Centinela Valley Union High School District approved a charter renewal for the Charter for a 5 year term beginning July 1, 2013 and expiring on June 30, 2018. On November 14, 2017, the Board of Directors of Centinela Valley Union High School District approved a charter renewal for the Charter for a second 5 year term beginning on July 1, 2018 and expiring on June 30, 2023.

On August 21, 2014, the Board of Directors of the Charter approved a charter management agreement with EdTec Inc. to provide administrative function services to the Charter.

On November 14, 2017, the Board of Directors of Centinela Valley Union High School District approved a charter renewal for the Charter for a second 5 year term beginning on July 1, 2018 and expiring on June 30, 2023.

**NOTE 6 – EMPLOYEE RETIREMENT PLANS**

Qualified employees are covered under multiple-employer defined benefit pension plan maintained by agencies of the State of California. Certificated employees are members of the California State Teachers' Retirement System (CalSTRS) and non-certificated employees are covered by an alternative plan.

**California State Teachers' Retirement System (CalSTRS)**

Plan Description

Family First Charter School contributes to the California State Teachers' Retirement System (CalSTRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalSTRS. The plan provides retirement, disability and survivor benefits to beneficiaries. Benefit provisions are established by state statutes, as legislatively amended, within the State Teachers' Retirement Law. CalSTRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalSTRS annual financial report may be obtained from CalSTRS, 7667 Folsom Boulevard; Sacramento, California 95826.

Contributions

Active plan CalSTRS 2% at 60 and 2% at 62 members are required to contribute 10.25% and 9.205% of their salary for fiscal year 2018, respectively, and the Charter is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by CalSTRS Teachers' Retirement Board. The required employer contribution rates for fiscal years 2019 and 2018 was 16.28% and 14.43% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. Contributions to the plan from the Charter were \$121,321 and \$178,799 for the years ended June 30, 2019 and 2018, respectively.

**FAMILY FIRST CHARTER SCHOOL**  
**Schedule of Contributions**  
**June 30, 2019**

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**NOTE 6 – EMPLOYEE RETIREMENT PLANS, continued**

On-Behalf Payments

The State of California makes direct on-behalf payments for retirement benefits to CalSTRS on behalf of all school agencies in California. The amount of on-behalf payments made for the Charter is estimated and recorded as \$132,504 and \$60,788 at June 30, 2019 and 2018, respectively.

***Alternative Plan***

As established by federal law, all public sector employees who are not members of their employer's existing retirement plan (CalSTRS) must be covered by social security or an alternative plan. The Charter uses social security as their alternative plan.

**NOTE 7 – DONATED MATERIALS AND SERVICES**

During the year, many parents, administrators and other individuals donated significant amounts of time and services to the Charter in an effort to advance the Charter's programs and objectives. These services have not been recorded in the Charter's financial statements because they do not meet the criteria required by generally accepted accounting principles.

**NOTE 8 – COMMITMENTS AND CONTINGENCIES**

Governmental Funds

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

**NOTE 9 – SUBSEQUENT EVENTS**

The Charter evaluated subsequent events from June 30, 2019 through December 4, 2019, the date the financial statements were issued. The District concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements..

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***Supplementary Information Section***

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**FAMILY FIRST CHARTER SCHOOL**  
**Charter Organizational Structure**  
**June 30, 2019**

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Family First Charter School, located in Los Angeles County, was formed as a nonprofit public benefit corporation on June 17, 2013 and approved by the State Board of Education on July 1, 2013. The Charter was authorized to operate as a charter school through Centinela Valley Union High School District. Classes began in 2013 for grades 9 to 12. The Charter's charter number is 1558.

**BOARD OF TRUSTEES**

<u>Name</u>	<u>Office</u>	<u>Term and Term Expiration</u>
Bernie Konig	President	12/20/2019
Francisco Carrillo	Treasurer	12/20/2019
Mary Agnes Erlandson	Clerk	12/20/2019
Lulu Camberos	Member	12/20/2019
Ermina McKelvy	Member	12/20/2019

**ADMINISTRATION**

Paul Guzman  
*Executive Director*

**FAMILY FIRST CHARTER SCHOOL**  
**Schedule of Average Daily Attendance**  
**June 30, 2019**

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	Second Period Report	Revised Second Period Report	Annual Report	Revised Annual Report
<b>Secondary</b>				
Grades 9 - 12:				
Family First Charter School Regular ADA	341.30	341.30	320.53	320.53
<b>Total Average Daily Attendance*</b>	340.59	340.59	320.53	320.53

\* This schedule includes total Average Daily Attendance and Average Daily Attendance generated through classroom-based instruction by grade span.



**FAMILY FIRST CHARTER SCHOOL**  
**Reconciliation of Financial Report – Alternative Form with Audited Financial Statements**  
**June 30, 2019**

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There was no adjustment to the financial report – alternative form which required reconciliation to the audited financial statements at June 30, 2019.













## Opinion on State Compliance

In our opinion, Family First Charter School complied, in all material respects, with the types of compliance requirements referred to above that are applicable to the state programs noted in the table below for the year ended June 30, 2019.

### Procedures Performed

In connection with the audit referred to above, we selected and tested transactions and records to determine the Charter's compliance with the state laws and regulations applicable to the following items:

Description	Procedures Performed
California Clean Energy Jobs Act	No, see below
After/Before School Education and Safety Program	No, see below
Proper Expenditure of Education Protection Account Funds	Yes
Unduplicated Local Control Funding Formula Pupil Counts	Yes
Local Control and Accountability Plan	Yes
Independent Study - Course Based	Yes
Attendance	Yes
Mode of Instruction	Yes
Nonclassroom-Based Instruction/Independent Study	Yes
Determination of Funding for Nonclassroom-Based Instruction	No, see below
Annual Instructional Minutes-Classroom Based	Yes
Charter School Facility Grant Program	Yes

The Charter did not receive or spend any California Clean Energy Jobs Act funds during the current year, therefore, we did not perform any procedures related to the California Clean Energy Jobs Act.

The Charter did not participate in the After School Education and Safety (ASES) Program during the current year, therefore, we did not perform any procedures related to the ASES Program.

The Charter did not generate ADA related to Nonclassroom - Based Instruction at the threshold percentage of total ADA required for testing during the current year, therefore, we did not perform any procedures related to the Determination of Funding for Nonclassroom - Based Instruction.

San Diego, California  
December 4, 2019

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***Schedule of Findings and Questioned Costs***

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**FAMILY FIRST CHARTER SCHOOL**  
**Summary of Auditors' Results**  
**June 30, 2019**

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**FINANCIAL STATEMENTS**

Type of auditors' report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None Reported</u>
Non-compliance material to financial statements noted?	<u>No</u>

**FEDERAL AWARDS**

*Not applicable because the Charter did not expend \$750,000 in federal expenditures in fiscal year 2018-19.*

**STATE AWARDS**

Internal control over state programs:	
Material weaknesses identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses?	<u>None Reported</u>
Type of auditors' report issued on compliance for state programs:	<u>Unmodified</u>

**FAMILY FIRST CHARTER SCHOOL**  
**Financial Statement Findings**  
**June 30, 2019**

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**FIVE DIGIT CODE**

20000  
30000  
60000

**AB3627 FINDING TYPES**

Inventory of Equipment  
Internal Control  
Miscellaneous

***There were no financial statement findings noted in the 2018-19 fiscal year.***



**FAMILY FIRST CHARTER SCHOOL**  
**State Award Findings and Questioned Costs**  
**June 30, 2019**

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**FIVE DIGIT CODE**

10000  
40000  
42000  
60000  
61000  
62000  
70000  
71000  
72000

**AB3627 FINDING TYPES**

Attendance  
State Compliance  
Charter School Facilities Program  
Miscellaneous  
Classroom Teacher Salaries  
Local Control Accountability Plan  
Instructional Materials  
Teacher Missassignments  
School Accountability Report Card

***There were no state award findings noted in the 2018-19 fiscal year.***

**FAMILY FIRST CHARTER SCHOOL**  
**Summary Schedule of Prior Audit Findings and Questioned Costs**  
**June 30, 2019**

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*There were no findings noted in the 2017-18 fiscal year.*