

***Charter
School
Revolving
Loan
Fund
Program***

**2020-
2021**

**Annual
Detailed
Fund
Condition**



Charter School Revolving Loan Fund Program
2020-2021 Annual Detailed Fund Condition
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Charter School Revolving Loan Fund Program

2020-21 Annual Detailed Fund Condition

Introduction

Pursuant to Section 41366.6(b) of the Education Code, the California School Finance Authority (Authority) is required to present fund details of the Charter School Revolving Loan Fund Program (Program) every fiscal year. This report contains Program updates and highlights for the 2020-21 fiscal year, which includes the 2019-20 and 2020-21A funding rounds' decisions and awards. Additionally, financial reports and loan data are contained in the report. Highlights of the 2020-21 fiscal year:

- As of June 30, 2021, 100 active Program loans are outstanding, with a total outstanding balance of \$12.6 million. Schools utilizing these loans are in 20 counties throughout the state.
- The Authority awarded 21 loans in the 2019-20 funding round (held in Spring 2020), totaling \$4.2 million, which were disbursed by June 30, 2021.
- As of December 20, 2020, the Authority made Program emergency regulations permanent.
- During this past fiscal year, given a large Program Loan Fund balance, the Program transitioned from holding one annual funding round per year to multiple funding rounds available each fiscal year.
- The Authority awarded six loans in the 2020-21A funding round (held in Fall 2020), totaling \$1 million, which were disbursed by June 30, 2021.
- As the Program's Loan Fund was adequately funded for the 2019-20 and 2020-21A funding rounds, the Authority did not request a transfer of funds from the Charter School Security Fund to the Charter School Revolving Loan Fund in the 2020-21 fiscal year.

Background: Since inception of the Program in July 2013, the Authority has opened Program funding rounds in December of each year, with the intention of funding approved schools by the following school year. Considering the passage of AB 1505 in October 2019, which placed a two-year moratorium on the establishment of new charter schools offering nonclassroom-based instruction, the Authority anticipated a decrease in the number of applications to the Program. To offset this projected decrease, the Authority effectuated an emergency regulation change in 2019-20, resulting in a permanent regulation change in 2020-21, to transition from one annual application submission process to the option of multiple funding rounds (subject to funding availability). This change provided funding relief for schools that were negatively impacted as a result of the COVID-19 pandemic¹. The impact of COVID-19 has left charter schools, throughout California, struggling to meet cash

¹ On March 4, 2020, Governor Gavin Newsom issued an executive order that declared a State of Emergency in California "as a result of the threat of COVID-19".

flow needs due to pending state apportionment deferrals. With this change, the Authority began opening two funding rounds a year: 1) in Fall 2020 – Funding Round A and 2) in Spring 2021 – Funding Round B.

These loans are intended to assist new charter schools in meeting their short-term cash flow needs when State revenues based on student attendance are not sufficient to cover operating expenses. Since 2013, the Authority processes an average of 45 Program loan applications annually. The number of applicants has decreased in recent years due to the two-year moratorium of new nonclassroom-based instruction charter schools, and due to the passage of Assembly Bill (AB) 130 Chapter 44, which issued an additional three-year prohibition, the Authority projects that there will be a continued decline in new applicants resulting in a growing Program Loan Fund balance. In the 2017-18 fiscal year, the Program received 66 applications. Due to the moratorium, this number decreased to 23 applications for the 2020-21 fiscal year.

Change in Fund Balance: As shown in the Analysis of Change in Fund Balance (Charter School Revolving Loan Fund) table on page 4 of the report, there is not a significant difference between the current year (2020-21) and projected year (2022-23). The beginning fund balance for 2020-21 is approximately \$14.4 million and is projected to increase to approximately \$17.5 million in 2 years, while the annual principal payments made in 2020-21 is \$6.65 million and is projected to peak at \$8 million in 2021-22 and decrease to \$5.7 million in 2022-23. The annual disbursements are projected to stay, roughly around \$5-6 million per year. The principal repayment projection that shows a peak in 2021-22 is due in part to a \$1.35 million repayment the Authority received from one organization with nine defaulted schools.

As for the Analysis of Change in Fund Balance (Charter School Security Fund) table on page 14 of the Report, the interest income is projected to continue to decrease over the next couple years due to the low Pooled Money Investment Account rate, which as of June 2021 was at the lowest it's been in six years at 0.262%.

Assumptions: The Analysis of Change in Fund Balance table on page 4, (Charter School Revolving Loan Fund) and page 14, (Charter School Security Fund) of the report provide a future glimpse of the funds into 2021-22 and 2022-23. These projections are calculated by doing two computations: 1) taking the current loans' annual principal/interest payments, and 2) adding the estimated payments of projected future loans. The tables also reflect the projected disbursements of loans based on the current average loan round.

Staff also is monitoring the overall decline of enrollment in the State of California public schools, which may have an impact on the Program. Projections reflect that total enrollment has been decreasing and is projected to decline into the next decade. Below is the data from the California Department of Education (CDE) that reflect the enrollment trends. While the total student enrollment declines, the enrollment numbers of charter schools have increased year over year.

California School Enrollent Figures			
Acadamic Year	Charter School Enrollent	Public School Enrollment	Total Enrollment
2014-15	8.70%	91.3%	6,235,520
2015-16	9.20%	90.8%	6,226,737
2016-17	9.70%	90.3%	6,228,235
2017-18	10.10%	89.9%	6,220,413
2018-19	10.60%	89.4%	6,186,278
2019-20	11.00%	89.0%	6,163,001
2020-21	11.50%	88.5%	6,002,523

To minimize the effects of the moratoriums and enrollment listed above, the Authority has proposed amendments to the Program Statutes that would effectively open the Program to more applicants by expanding the eligibility to charter schools that have renewed their charter, and/or have less than ten years of operation. The Authority will work with the Administration and Legislators to effectuate these changes in the 2021-22 fiscal year, thus allowing the Program to accept more applicants and provide more funds to charter schools each year.

Since the Program Loan Fund is projected to increase over the next year, the Authority does not plan to transfer funds from the Charter School Security Fund to the Charter School Revolving Loan Fund.

California School Finance Authority
 Analysis of Change in Fund Balance
 California Education Code Section 41366.6(b)
Charter School Revolving Loan Fund – Fund #0606

As of June 30, 2021

	Fiscal Year		
	2020-21 Actual	2021-22 Estimated	2022-23 Projected
Beginning Fund Balance	\$ 14,369,914	\$ 15,819,351	\$ 17,576,355
<u>Additions</u>			
Principal Repayment	\$ 6,649,437	\$ 8,007,004	\$ 5,721,954
Transfers from CSSF (Fund #8000)	\$ -	\$ -	\$ -
<i>Total Additions</i>	\$ 6,649,437	\$ 8,007,004	\$ 5,721,954
<u>Deductions</u>			
Loan Principal Disbursed	\$ 5,200,000	\$ 6,250,000	\$ 8,750,000
<i>Total Deductions</i>	\$ 5,200,000	\$ 6,250,000	\$ 8,750,000
Net Additions/(Deductions)	\$ 1,449,437	\$ 1,757,004	\$ (3,028,046)
Ending Fund Balance	\$ 15,819,351	\$ 17,576,355	\$ 14,548,309

Charter School Revolving Loan Fund Program
Loans Awarded in 2020-21

Fund #0606

<u>County</u>	<u>Charter School</u>	<u>Disbursement Date</u>	<u>Pooled Money Investment Account (PMIA) Interest Rate</u>	<u>Loan Amount</u>
San Diego	Baypoint Preparatory Academy - San Diego (L2)	8/18/2020	0.79%	\$100,000
San Diego	Brookfield Engineering Science Technology Academy	7/29/2020	0.84%	\$250,000
Los Angeles	Citizens of the World Charter School 5	3/15/2021	0.36%	\$250,000
Fresno	Clovis Global Academy	9/9/2020	0.72%	\$100,000
Los Angeles	Ednovate College Prep 7	1/21/2021	0.44%	\$250,000
Los Angeles	El Rio Community School	8/18/2020	0.79%	\$250,000
Fresno	Endeavor Charter School	7/29/2020	0.84%	\$250,000
Los Angeles	Equitas Academy 6	11/3/2020	0.60%	\$250,000
Los Angeles	Future Is Now Preparatory	10/6/2020	0.63%	\$100,000
Sonoma	Heartwood Charter	8/18/2020	0.79%	\$250,000
Los Angeles	Invictus Leadership Academy	12/23/2020	0.52%	\$100,000
San Diego	Julian Charter Schools - Cedar Cove	10/13/2020	0.63%	\$250,000
San Diego	Julian Charter Schools - Manzanita	10/13/2020	0.63%	\$250,000
San Diego	Julian Charter Schools - Pine Valley	10/13/2020	0.63%	\$250,000
San Diego	Kidinnu Academy	7/1/2020	1.05%	\$250,000
San Diego	Learning Choice Academy - Chula Vista	12/21/2020	0.53%	\$250,000
Orange	OCASA College Prep	11/3/2020	0.63%	\$100,000
Shasta	Shasta View Academy	9/30/2020	0.65%	\$100,000
San Diego	The Learning Choice Academy - East County	10/9/2020	0.63%	\$250,000
San Joaquin	Voices College-Bound Language Academy at Stockton	9/30/2020	0.65%	\$250,000
Los Angeles	We the People	8/18/2020	0.79%	\$100,000
Orange	Sycamore Creek Community Charter (L2)	12/15/2020	0.55%	\$150,000
Los Angeles	Vista Horizon Global Academy (L2)	2/24/2021	0.39%	\$150,000
Orange	International School for Science and Culture (L2)	3/11/2021	0.37%	\$150,000
Orange	Orange County Classical Academy	3/15/2021	0.36%	\$250,000
Santa Clara	Perseverance Preparatory (L2)	3/2/2021	0.37%	\$150,000
Orange	EPIC Charter (Excellence Performance Innovation Citizenship) (L2)	5/13/2021	0.33%	\$150,000
TOTAL				\$5,200,000

*(L2) indicates that this is the school's second loan.

State of California
Memorandum

Date: September 21, 2021

To: State Controller's Office
Division of Accounting and Reporting
3301 "C" Street, Suite 700
Sacramento, CA 95816

From: CA School Finance Authority (0985)
Prepared by: State Treasurer's Office – Fiscal Services (0950)
915 Capitol Mall, Room 538
Sacramento, CA 95814
Rebecca Grajski, Director of Administration Division, bgrajski@treasurer.ca.gov
Karma Manni, Chief of Fiscal Services, kmanni@treasurer.ca.gov

Subject: CERTIFICATION OF YEAR-END FINANCIAL REPORTS

The following financial reports for the fiscal year-end June 30, 2021, are enclosed:

Charter School Revolving Loan Fund (0606)

<u>Report No.</u>	<u>Description</u>
3	No Activity to Report Adjustments to Controller's Accounts
7	Pre-Closing Trial Balance
8	Post-Closing Trial Balance
9	Analysis of Change in Fund Balance
20	Statement of Financial Condition

Special Reports

<u>Report No.</u>	<u>Description</u>
14	Report of Accounts Outside the State Treasury – submitted with Fund 0001
18	Statement of Change in Capital Assets Account Group – None to Report
19	Statement of Capital Assets Account Group – submitted with Fund 0526
22	Statement of Contingent Liabilities - None to Report

SUPPLEMENTAL FORMS

Due To/From Other Funds/Appropriations Supplementary Information Form
Material Variance Explanation Form
Checklist

Contact Person: Kristalyn Fong
Phone Number: (916) 653-5670
E-mail: kfong@treasurer.ca.gov

I certify (or declare) under penalty of perjury that the attached reports are true, accurate and complete, and were prepared following the applicable laws, regulations, policies, procedures, and instructions. I have not violated any of the provisions of Article 4, Chapter 1, Division 4, Title 1, Government Code (commencing with Section 1090) and Article 2, Chapter 1, Part 3, Division 3, Title 2, Government Code (commencing with Section 13030).

Subscribed and executed this 21st day of September 2021, at Sacramento, California.


Karma Manni
Chief of Fiscal Services

REPORT 7 - PRE-CLOSING TRIAL BALANCE
CA School Finance Authority - 0985
Fund 0606
Fiscal Year 2020 - 21
As of 06/30/2021

Business Unit: 0985 - CA School Finance Authority
Fund: 0606 - Charter School Revolving Fund
Subfund:

Report ID: RPTGL068
Run Date: 09/15/2021
Run Time: 16:49:18
Adjustment Period: 998

GLAN	ACCOUNT TITLE	DEBITS	CREDITS
1313	AR - Revenue	43,369.00	
1319	AR - Other	1,337,528.00	
1380	Contingent Receivables	2,870,447.33	
1600	Provision For Deferred AR		4,207,975.33* 1)
2119	Loans Receivable - Other	12,591,691.00	
3114	Due to Other Funds		4.00
5380	Reserve - Noncurrent Loans		12,591,691.00
5530	Fund Balance - Unappropriated		14,369,914.37
65	Unapp InterUnit Transfers	15,775,985.92 2)	
9839	Other Financial Sources		6,649,436.55
9844	Loan Principal Disbursements	5,200,000.00	
Fund	0606	<u>37,819,021.25</u>	<u>37,819,021.25</u>

1) GL 1600 Normal Balance is Credit Balance
2) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

REPORT 8 - POST-CLOSING TRIAL BALANCE
 CA School Finance Authority - 0985
 Fund 0606
 Fiscal Year 2020 - 21
 As of 06/30/2021

Business Unit: 0985 - CA School Finance Authority
 Fund: 0606 - Charter School Revolving Fund
 Subfund:

Report ID: RPTGL069
 Run Date: 09/15/2021
 Run Time: 16:50:35
 Adjustment Period: 996, 998

GLAN	ACCOUNT TITLE	DEBITS	CREDITS
1313	AR - Revenue	43,369.00	
1319	AR - Other	1,337,528.00	
1380	Contingent Receivables	2,870,447.33	
1600	Provision For Deferred AR		4,207,975.33* 1)
2119	Loans Receivable - Other	12,591,691.00	
3114	Due to Other Funds		4.00
5380	Reserve - Noncurrent Loans		12,591,691.00
5530	Fund Balance - Unappropriated		15,819,350.92
65	Unapp InterUnit Transfers	15,775,985.92 2)	
Fund	0606	<u>32,619,021.25</u>	<u>32,619,021.25</u>

1) GL 1600 Normal Balance is Credit Balance

2) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

REPORT 8 – SUBSIDIARIES ON FILE
CA School Finance Authority - 0985
Fund 0606
Fiscal Year 2020-21
As of 06/30/2021

Business Unit : 0985 - CA School Finance Authority
Fund : 0606 - Charter School Revolving Fund
Subfund :

Report ID : RPTGL114
Run Date : 09/15/2021
Run Time : 16:57:33
Adjustment Period : 998

ACCOUNT	ACCOUNT TITLE		DEBITS	CREDITS
	SUBSIDIARY	SUBSIDIARY TITLE		
1600**		PROVISION FOR DEFERRED AR		
	01319	PROV DEFERRED A/R-OTHER		1,337,528.00
	01380	PROV DEFERRED CONTINGENT A/R		2,870,447.33
** 0 (ZERO) IS DISPLAYED PRECEDING SUBSIDIARY CODES FOR THIS GL TO ACCOMMODATE STATE CONTROLLERS OFFICE NEEDS				
	TOTAL ACCOUNT	1600		4,207,975.33
3114		DUE TO OTHER FUNDS		
	8000	CHARTER SCHOOL SECURITY FUND		4.00
	TOTAL ACCOUNT	3114		4.00
	TOTAL FUND	0606		4,207,979.33

REPORT 9 ANALYSIS OF CHANGE IN FUND BALANCE
 CA School Finance Authority - 0985
 Fund 0606
 Fiscal Year 2020 - 21
 As of 06/30/2021

Business Unit:	0985 - CA School Finance Authority	Report ID:	RPTGL113
Fund:	0606 - Charter School Revolving Fund	Run Date:	09/15/2021
Subfund:		Run Time:	16:51:30
		Adjustment Period:	996, 998

Account Number	Account Title	Total
5530	Fund Balance - Unappropriated, July 1, 2020	14,369,914.37
Additions:		
9839	Other Financial Sources	
	6,649,436.55	
	Total Additions	6,649,436.55
Deductions:		
9844	Loan Principal Disbursements	
	5,200,000.00	
	Total Deductions	5,200,000.00
Adjustments to Fund Balance:		
	Total Adjustments	0.00
5530	Fund Balance - Unappropriated, June 30, 2021	<u>15,819,350.92</u>

 Name of Contact Person (Type or Print)

 Telephone Number

REPORT 20 - STATEMENT OF FINANCIAL CONDITION
CA School Finance Authority - 0985
Fund 0606 - Charter School Revolving Fund
Fiscal Year 2020 - 21
As of 06/30/2021
Ledger - BUDLEGAL

Subfund:

Run Date: 9/15/2021
Run Time: 16:51 PM
Adjustment Period: 996

Assets

<u>Account</u>	<u>Account Title</u>	<u>Balance</u>
65	Unapp InterUnit Transfers	15,775,985.92 1)
1313	AR - Revenue	43,369.00
1319	AR - Other	1,337,528.00
1380	Contingent Receivables	2,870,447.33
1600	Provision For Deferred AR	(4,207,975.33)
2119	Loans Receivable - Other	12,591,691.00
Total Assets		28,411,045.92

Liabilities & Fund Equity

<u>Account</u>	<u>Account Title</u>	<u>Balance</u>
3114	Due to Other Funds	4.00
5380	Reserve - Noncurrent Loans	12,591,691.00
5530	Fund Balance - Unappropriated	15,819,350.92
Total Liabilities		4.00
Total Fund Equity		28,411,041.92
<u>Total Liabilities & Fund Equity</u>		28,411,045.92

1) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

Business Unit: 0985
 Ledger: MODACCRL
 Fiscal Year: 2020
 Period From: 12 To Period: 12
 Fund Range: 0606 to 8000

Run Date: 09/16/2021
 Run Time 11:01:01

Fund: 0606 Charter School Revolving Fund
 SubFund:

<u>ACCOUNT</u>	<u>ACCOUNT TITLE</u>	<u>BEGINNING BALANCE</u>	<u>DEBITS</u>	<u>CREDITS</u>	<u>ENDING BALANCE</u>
1109100	Pending Cash Transfers - GL	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1109110	SCO Legacy Interface Trans	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1109300	Pending Cash Transfers - AR	\$ 0.00	\$ 125,002.00	\$ 125,002.00	\$ 0.00
1200000	AR - Revenue	\$ 0.00	\$ 43,369.00	\$ 0.00	\$ 43,369.00
1200100	AR - Abatements	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1209400	Contingent Receivables	\$ 2,018,221.73	\$ 2,870,447.33	\$ 2,018,221.73	\$ 2,870,447.33
1209900	AR - Other	\$ 362,722.81	\$ 1,337,528.00	\$ 362,722.81	\$ 1,337,528.00
1221900	Loans Receivable - Other	\$ 14,550,340.08	\$ 0.00	\$ 1,958,649.08	\$ 12,591,691.00
1225100	Loans to School Districts	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1261000	Due From School Districts	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1290000	Provision For Deferred AR	\$ -2,380,944.54	\$ 2,630,944.54	\$ 4,457,975.33	\$ -4,207,975.33
2000000	Accounts Payable	\$ -150,000.00	\$ 150,000.00	\$ 0.00	\$ 0.00
2010000	Due to Other Funds	\$ 0.00	\$ 0.00	\$ 4.00	\$ -4.00
2090600	Pending Escheatments - AP	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
3504000	Reserve - Interfund Receivable	\$ -14,550,340.08	\$ 1,958,649.08	\$ 0.00	\$ -12,591,691.00
3902000	Fund Balance - Unappropriated	\$ -14,369,914.37	\$ 0.00	\$ 0.00	\$ -14,369,914.37
4171400	Escheat-Uncla Ck/Warr/Bond/Cou	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
4520000	Loan Princ Repayment/Collect	\$ -6,581,069.55	\$ 4.00	\$ 68,371.00	\$ -6,649,436.55
5390950	SCO Inbound Interface Departm	\$ 1,650,000.00	\$ 0.00	\$ 1,650,000.00	\$ 0.00
5438000	Loans, Transfers & Oth Disbur	\$ 3,650,000.00	\$ 1,650,000.00	\$ 100,000.00	\$ 5,200,000.00
6510000	Unapp InterUnit Cash Xfers In	\$ -23,054,461.00	\$ 0.00	\$ 150,000.00	\$ -23,204,461.00
6520000	Unapp InterUnit Cash Xfers Out	\$ 38,855,444.92	\$ 125,002.00	\$ 0.00	\$ 38,980,446.92
Total Fund:	0606	\$ 0.00	\$ 10,890,945.95	\$ 10,890,945.95	\$ 0.00

Material Variance Explanation Form
Expenditures, Revenue, Transfers In, and Transfers Out
June 30, 2021

Fund Number: **0606**

Contact Name: **Kristalyn Fong**

Agency Code: **0985**

Contact Email: kfong@treasurer.ca.gov

Fill in the prior year and current year amounts below for expenditures, revenue, transfers in, and transfers out. Use the amounts from Report 7 from prior and current years. Be sure to include any prior year revision amounts, if applicable.

An explanation is required if a variance amount equals or exceeds \$1 million AND the variance percentage equals or exceeds 10%. If a "YES" is indicated under "Explanation Required", input an explanation in the space provided. Submit this form to the SCO with the fund's year-end financial statements, even if all amounts are zero.

EXPENDITURES				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ 3,810,000.00	\$ 5,200,000.00	\$ 1,390,000.00	36%	YES
Explanation: More Revolving Loans were disbursed in FY 20/21 versus FY 19/20.				

REVENUE				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ 8,755,891.64	\$ 6,649,436.55	\$ (2,106,455.09)	-24%	YES
Explanation: More loan repayments were received in FY 19/20 versus FY 20/21				

TRANSFERS IN				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ -	\$ -	\$ -	0%	NO
Explanation:				

TRANSFERS OUT				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ -	\$ -	\$ -	0%	NO
Explanation:				

California School Finance Authority
 Analysis of Change in Fund Balance
 California Education Code Section 41366.6(b)
Charter School Security Fund – Fund #8000

As of June 30, 2021

	Fiscal Year		
	2020-21 Actual	2021-22 Estimated	2022-23 Projected
Beginning Fund Balance	\$ 1,610,761	\$ 1,837,384	\$ 1,992,200
<u>Additions</u>			
Interest Income	\$ 226,623	\$ 154,817	\$ 82,127
Total Additions	\$ 226,623	\$ 154,817	\$ 82,127
<u>Deductions</u>			
Transfer to CSRLF (Fund #0606)	\$ -	\$ -	\$ -
Total Deductions	\$ -	\$ -	\$ -
Net Additions/(Deductions)	\$ 226,623	\$ 154,817	\$ 82,127
Ending Fund Balance	\$ 1,837,384	\$ 1,992,200	\$ 2,074,327

State of California
Memorandum

Date: September 17, 2021

To: State Controller's Office
Division of Accounting and Reporting
3301 "C" Street, Suite 700
Sacramento, CA 95816

From: CA School Finance Authority (0985)
Prepared by: State Treasurer's Office – Fiscal Services (0950)
915 Capitol Mall, Room 538
Sacramento, CA 95814
Rebecca Grajski, Director of Administration Division, bgrajski@treasurer.ca.gov
Karma Manni, Chief of Fiscal Services, kmanni@treasurer.ca.gov

Subject: CERTIFICATION OF YEAR-END FINANCIAL REPORTS

The following financial reports for the fiscal year-end June 30, 2021, are enclosed:

Charter School Security Fund (8000)

<u>Report No.</u>	<u>Description</u>
3	No Activity to Report Adjustments to Controller's Accounts
7	Pre-Closing Trial Balance
8	Post-Closing Trial Balance
9	Analysis of Change in Fund Balance
20	Statement of Financial Condition

Special Reports

<u>Report No.</u>	<u>Description</u>
14	Report of Accounts Outside the State Treasury – (submitted with Fund 0001)
18	Statement of Change in Capital Assets Account Group – None to Report
19	Statement of Capital Assets Account Group – (submitted with Fund 0526)
22	Statement of Contingent Liabilities - None to Report

SUPPLEMENTAL FORMS

Due To/From Other Funds/Appropriations Supplementary Information Form
Material Variance Explanation Form
Checklist

Contact Person: Kristalyn Fong
Phone Number: (916) 653-5670
E-mail: kfong@treasurer.ca.gov

I certify (or declare) under penalty of perjury that the attached reports are true, accurate and complete, and were prepared following the applicable laws, regulations, policies, procedures, and instructions. I have not violated any of the provisions of Article 4, Chapter 1, Division 4, Title 1, Government Code (commencing with Section 1090) and Article 2, Chapter 1, Part 3, Division 3, Title 2, Government Code (commencing with Section 13030).

Subscribed and executed this 17th day of September 2021, at Sacramento, California.



Karma Manni
Chief of Fiscal Services

REPORT 7 - PRE-CLOSING TRIAL BALANCE
CA School Finance Authority - 0985
Fund 8000
Fiscal Year 2020 - 21
As of 06/30/2021

Business Unit: 0985 - CA School Finance Authority
Fund: 8000 - Charter School Security Fund
Subfund:

Report ID: RPTGL068
Run Date: 09/15/2021
Run Time: 16:49:18
Adjustment Period: 998

GLAN	ACCOUNT TITLE	DEBITS	CREDITS
1313	AR - Revenue	8.60	
1319	AR - Other	35.15	
1380	Contingent Receivables	12,824.76	
1410	Due From Other Funds	4.00	
1600	Provision For Deferred AR		12,859.91* 1)
5530	Fund Balance - Unappropriated		1,610,760.61
65	Unapp InterUnit Transfers	1,837,371.03 2)	
8000	Revenue		226,623.02
Fund	8000	<u>1,850,243.54</u>	<u>1,850,243.54</u>

1) GL 1600 Normal Balance is Credit Balance
2) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

REPORT 8 - POST-CLOSING TRIAL BALANCE
 CA School Finance Authority - 0985
 Fund 8000
 Fiscal Year 2020 - 21
 As of 06/30/2021

Business Unit: 0985 - CA School Finance Authority
 Fund: 8000 - Charter School Security Fund
 Subfund:

Report ID: RPTGL069
 Run Date: 09/15/2021
 Run Time: 16:50:35
 Adjustment Period: 996, 998

GLAN	ACCOUNT TITLE	DEBITS	CREDITS
1313	AR - Revenue	8.60	
1319	AR - Other	35.15	
1380	Contingent Receivables	12,824.76	
1410	Due From Other Funds	4.00	
1600	Provision For Deferred AR		12,859.91* 1)
5530	Fund Balance - Unappropriated		1,837,383.63
65	Unapp InterUnit Transfers	1,837,371.03 2)	
Fund	8000	<u>1,850,243.54</u>	<u>1,850,243.54</u>

1) GL 1600 Normal Balance is Credit Balance

2) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

REPORT 8 – SUBSIDIARIES ON FILE
CA School Finance Authority - 0985
Fund 8000
Fiscal Year 2020-21
As of 06/30/2021

Business Unit : 0985 - CA School Finance Authority
Fund : 8000 - Charter School Security Fund
Subfund :

Report ID : RPTGL114
Run Date : 09/15/2021
Run Time : 16:57:33
Adjustment Period : 998

ACCOUNT	ACCOUNT TITLE		DEBITS	CREDITS
	SUBSIDIARY	SUBSIDIARY TITLE		
1410		DUE FROM OTHER FUNDS		
	0606	CHARTER SCHOOL REVOLVING LOAN	4.00	
	TOTAL ACCOUNT	1410	4.00	
1600**		PROVISION FOR DEFERRED AR		
	01319	PROV DEFERRED A/R-OTHER		35.15
	01380	PROV DEFERRED CONTINGENT A/R		12,824.76
	TOTAL ACCOUNT	1600		12,859.91
	TOTAL FUND	8000		12,855.91

** 0 (ZERO) IS DISPLAYED PRECEDING SUBSIDIARY CODES FOR THIS GL TO ACCOMMODATE STATE CONTROLLERS OFFICE NEEDS

REPORT 9 ANALYSIS OF CHANGE IN FUND BALANCE
 CA School Finance Authority - 0985
 Fund 8000
 Fiscal Year 2020 - 21
 As of 06/30/2021

Business Unit: 0985 - CA School Finance Authority
 Fund: 8000 - Charter School Security Fund
 Subfund:

Report ID: RPTGL113
 Run Date: 09/15/2021
 Run Time: 16:51:30
 Adjustment Period: 996, 998

Account Number	Account Title	Total
5530	Fund Balance - Unappropriated, July 1, 2020	1,610,760.61
8000	Additions: Revenue	
	<u>226,623.02</u>	
	Total Additions	<u>226,623.02</u>
	Deductions: Total Deductions	<u>0.00</u>
	Adjustments to Fund Balance: Total Adjustments	<u>0.00</u>
5530	Fund Balance - Unappropriated, June 30, 2021	<u><u>1,837,383.63</u></u>

 Name of Contact Person (Type or Print)

 Telephone Number

REPORT 20 - STATEMENT OF FINANCIAL CONDITION
CA School Finance Authority - 0985
Fund 8000 - Charter School Security Fund
Fiscal Year 2020 - 21
As of 06/30/2021
Ledger - BUDLEGAL

Subfund:

Run Date: 9/15/2021
Run Time: 16:51 PM
Adjustment Period: 996

Assets

<u>Account</u>	<u>Account Title</u>	<u>Balance</u>
65	Unapp InterUnit Transfers	1,837,371.03 1)
1313	AR - Revenue	8.60
1319	AR - Other	35.15
1380	Contingent Receivables	12,824.76
1410	Due From Other Funds	4.00
1600	Provision For Deferred AR	(12,859.91)
Total Assets		1,837,383.63

Liabilities & Fund Equity

<u>Account</u>	<u>Account Title</u>	<u>Balance</u>
5530	Fund Balance - Unappropriated	1,837,383.63
Total Liabilities		0.00
Total Fund Equity		1,837,383.63
<u>Total Liabilities & Fund Equity</u>		<u>1,837,383.63</u>

1) GL 65 (Unapp InterUnit Transfers) is equivalent to GL 1140 (Cash in State Treasury) in the legacy system.

Business Unit: 0985
 Ledger: MODACCRL
 Fiscal Year: 2020
 Period From: 12 To Period: 12
 Fund Range: 0606 to 8000

Run Date: 09/16/2021
 Run Time 11:01:02

Fund: 8000 Charter School Security Fund
 SubFund:

<u>ACCOUNT</u>	<u>ACCOUNT TITLE</u>	<u>BEGINNING BALANCE</u>	<u>DEBITS</u>	<u>CREDITS</u>	<u>ENDING BALANCE</u>
1109100	Pending Cash Transfers - GL	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1109110	SCO Legacy Interface Trans	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1109300	Pending Cash Transfers - AR	\$ 0.00	\$ 3,491.00	\$ 3,491.00	\$ 0.00
1200000	AR - Revenue	\$ 0.00	\$ 8.60	\$ 0.00	\$ 8.60
1209400	Contingent Receivables	\$ 9,113.22	\$ 12,824.76	\$ 9,113.22	\$ 12,824.76
1209900	AR - Other	\$ 2,308.75	\$ 35.15	\$ 2,308.75	\$ 35.15
1240000	Due From Other Funds	\$ 0.00	\$ 4.00	\$ 0.00	\$ 4.00
1261000	Due From School Districts	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1290000	Provision For Deferred AR	\$ -11,421.97	\$ 11,421.97	\$ 12,859.91	\$ -12,859.91
3902000	Fund Balance - Unappropriated	\$ -1,610,760.61	\$ 0.00	\$ 0.00	\$ -1,610,760.61
4172500	Miscellaneous Revenue	\$ -223,119.42	\$ 0.00	\$ 3,503.60	\$ -226,623.02
6510000	Unapp InterUnit Cash Xfers In	\$ -1,558,901.59	\$ 0.00	\$ 0.00	\$ -1,558,901.59
6520000	Unapp InterUnit Cash Xfers Out	\$ 3,392,781.62	\$ 3,491.00	\$ 0.00	\$ 3,396,272.62
Total Fund: 8000		\$ 0.00	\$ 31,276.48	\$ 31,276.48	\$ 0.00
Total:			\$ 32,062,134.80	\$ 32,062,134.80	

Material Variance Explanation Form
Expenditures, Revenue, Transfers In, and Transfers Out
June 30, 2021

Fund Number: 8000

Contact Name: Kristalyn Fong

Agency Code: 0985

Contact Email: kfong@treasurer.ca.gov

Fill in the prior year and current year amounts below for expenditures, revenue, transfers in, and transfers out. Use the amounts from Report 7 from prior and current years. Be sure to include any prior year revision amounts, if applicable.

An explanation is required if a variance amount equals or exceeds \$1 million AND the variance percentage equals or exceeds 10%. If a "YES" is indicated under "Explanation Required", input an explanation in the space provided. Submit this form to the SCO with the fund's year-end financial statements, even if all amounts are zero.

EXPENDITURES				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ -	\$ -	\$ -	0%	NO
Explanation:				

REVENUE				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ 256,280.32	\$ 226,623.02	\$ (29,657.30)	-12%	NO
Explanation:				

TRANSFERS IN				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ -	\$ -	\$ -	0%	NO
Explanation:				

TRANSFERS OUT				
PY 2019-20	CY 2020-21	Variance Amount	Variance Percentage	Explanation Required?
\$ -	\$ -	\$ -	0%	NO
Explanation:				