

**ASPIRE PUBLIC SCHOOLS
(A CALIFORNIA NON-PROFIT
PUBLIC BENEFIT CORPORATION)**

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT**

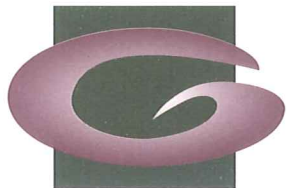
**YEARS ENDED
JUNE 30, 2010 (CONSOLIDATED)
AND JUNE 30, 2009**

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

JUNE 30, 2010 (CONSOLIDATED) AND 2009

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Gilbert Associates, Inc.
CPAs and Advisors

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Aspire Public Schools
Oakland, California**

We have audited the accompanying statements of financial position of Aspire Public Schools, a California non-profit public benefit corporation (the Organization), as of June 30, 2010 (Consolidated) and 2009, and the related consolidated statements of activities and changes in net assets and statements of cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the financial statements of the Organization as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Organization. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, such information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole

Gilbert Associates, Inc.

GILBERT ASSOCIATES, INC.
Sacramento, California

December 15, 2010

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2010 (CONSOLIDATED) AND 2009

ASSETS	2010	2009
CURRENT ASSETS		
Cash and equivalents	\$ 72,506	\$ 106,074
Restricted cash	43,681,303	423,427
Accounts receivable	16,258,309	12,686,837
Pledges receivable	3,547,276	2,536,213
Prepaid expenses and deposits	244,788	369,923
Deferred loss	13,749	13,749
Deferred charges	105,025	9,096
Total current assets	63,922,956	16,145,319
NON-CURRENT ASSETS		
Restricted cash	6,622,158	819,413
Pledges receivable	1,062,804	1,183,718
Property and equipment, net	92,689,454	49,040,169
Deferred loss	285,292	299,041
Deferred charges	3,675,882	191,004
TOTAL ASSETS	\$ 168,258,546	\$ 67,678,664
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Cash deficit	\$ 250,665	\$ 391,441
Accounts payable	11,117,009	6,142,588
Accrued expenses	5,212,279	2,619,556
Deferred revenue	226,077	472,452
Lines of credit	2,364,832	3,721,926
Capital lease, current portion	589,759	570,402
Debt, current portion	3,291,767	656,367
Total current liabilities	23,052,388	14,574,732
LONG-TERM LIABILITIES		
Capital lease	18,422,490	19,012,250
Debt	105,147,722	16,532,102
Total liabilities	146,622,600	50,119,084
NET ASSETS		
Unrestricted	8,956,737	4,132,268
Temporarily restricted	12,679,209	13,427,312
Total net assets	21,635,946	17,559,580
TOTAL LIABILITIES AND NET ASSETS	\$ 168,258,546	\$ 67,678,664

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

ASPIRE PUBLIC SCHOOLS
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STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2010 (CONSOLIDATED) AND 2009

	2010	2009
CHANGES IN UNRESTRICTED NET ASSETS:		
SUPPORT AND REVENUE		
Private grants and contributions	\$ 1,182,634	\$ 3,245,684
Donated property and services	106,847	
Federal revenue	9,309,510	6,799,421
Revenue limit sources:		
State aid portion of general purpose block grant	30,997,374	27,512,492
State revenue:		
Categorical block grant	5,629,674	4,196,847
All other state revenue	3,763,914	4,358,409
Local revenue:		
Cash in-lieu of property taxes	6,263,189	7,284,185
Interest income	41,577	67,065
All other local revenue	2,721,802	1,088,084
Subtotal	60,016,521	54,552,187
Net assets released from restrictions	24,977,627	8,847,431
Total support and revenue	84,994,148	63,399,618
EXPENSES		
PROGRAM EXPENSES		
Educational programs	66,775,180	52,800,427
SUPPORTING SERVICES		
Site support	6,917,709	6,536,192
Development and expansion	3,170,006	2,678,115
Administration and general	3,306,784	2,552,915
Total supporting services	13,394,499	11,767,222
Total expenses	80,169,679	64,567,649
Increase (Decrease) in Unrestricted Net Assets	4,824,469	(1,168,031)
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:		
Private grants and contributions	17,482,493	4,655,132
Federal and state revenue	6,747,031	9,127,774
Net assets released from restrictions	(24,977,627)	(8,847,431)
Increase (Decrease) in Temporarily Restricted Net Assets	(748,103)	4,935,475
INCREASE IN NET ASSETS	4,076,366	3,767,444
NET ASSETS - Beginning of Year	17,559,580	13,792,136
NET ASSETS - End of Year	\$ 21,635,946	\$ 17,559,580

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

ASPIRE PUBLIC SCHOOLS
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STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2010 (CONSOLIDATED) AND 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase in net assets	\$ 4,076,366	\$ 3,767,444
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	3,199,192	2,954,741
Amortization	46,827	22,845
Loss on sale of property and equipment		6,930
Write-off of deferred bond costs	193,278	
Donated property	(77,647)	
(Increase) decrease in assets:		
Accounts receivable	(3,571,472)	(2,752,301)
Pledges receivable	(890,149)	(169,460)
Prepaid expenses and deposits	125,135	70,757
Deferred charges	(3,807,163)	
Increase (decrease) in liabilities:		
Accounts payable	1,475,390	(491,245)
Accrued expenses	2,592,723	163,197
Deferred revenue	(246,375)	346,897
Net cash provided by operating activities	3,116,105	3,919,805
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(43,271,799)	(2,058,351)
Net cash used in investing activities	(43,271,799)	(2,058,351)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from lines of credit	35,071,647	38,387,540
Proceeds from debt	100,926,345	1,250,000
Payments on lines of credit	(36,428,741)	(38,515,351)
Principal payments on capital lease	(570,403)	(557,821)
Principal payments on debt	(9,675,325)	(2,726,498)
Net cash provided by (used in) financing activities	89,323,523	(2,162,130)
Net increase (decrease) in cash	49,167,829	(300,676)
Cash and cash equivalents, beginning of year	957,473	1,258,149
Cash and cash equivalents, end of year	\$ 50,125,302	\$ 957,473
Cash and cash equivalents	\$ 72,506	\$ 106,074
Cash deficit	(250,665)	(391,441)
Restricted cash	50,303,461	1,242,840
Total	\$ 50,125,302	\$ 957,473
NON-CASH INVESTING ACTIVITIES:		
Property and equipment financed through capital lease	\$ 0	\$ 165,473
Property and equipment financed through accounts payable	\$ 3,499,031	\$ 131,943
Donated property and equipment	\$ 77,647	\$ 0
CASH PAID FOR INTEREST (net of capitalized amount)	\$ 1,686,917	\$ 1,715,532

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

ASPIRE PUBLIC SCHOOLS
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 (CONSOLIDATED) AND 2009

1. OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Aspire Public Schools (the Organization) was formed to manage, guide, direct, and promote charter schools that provide quality education to California youth in primary and secondary grades. The Organization was founded in California in 1998. The Organization's support is derived primarily from State of California public education monies received through the California Department of Education and sponsoring districts, individual and foundation contributions, and various government agency grants.

In addition to managing school operations, the Organization created two new organizations in the 2009/10 fiscal year to facilitate ownership of certain school facilities and development of charter schools. The facilities are owned and managed by a single-member limited liability company, College for Certain, LLC (LLC). The sole member of the LLC is College for Certain, Inc. (INC) which was created as a supporting organization of Aspire Public Schools to facilitate and support the development of charter schools. The INC is controlled by, and for the benefit of, Aspire Public Schools. For financial reporting purposes, the LLC and INC are consolidated with Aspire Public Schools for the year ending June 30, 2010.

Principles of Consolidation – The accompanying consolidated financial statements include the accounts of Aspire Public Schools and its wholly-owned entities, collectively the “Organization”. All significant intercompany accounts and transactions have been eliminated in consolidation. Listed below are the affiliated organizations included in these financial statements:

- **Aspire Public Schools**

As of June 30, 2010 the Organization operated twenty-five schools chartered by eleven charter authorizers in six counties. Charters are granted for each school for up to five years, with an opportunity for renewal. Charters may be revoked by the sponsoring district for material violations of the charter, failure to meet or make progress toward student outcomes identified in the charter, failure to meet generally accepted standards of fiscal management, or violation of any provision of the law. As of June 30, 2010, the charter schools operated by the Organization were as follows:

<u>Charter School Name</u>	<u>Charter School Number</u>	<u>Sponsoring District</u>	<u>*Charter Granted/Renewed</u>	<u>Charter Expiration</u>
Aspire Alexander Twilight College Preparatory Academy	854	CA Dept of Education	Jan 2007	6/30/12
Aspire Antonio Maria Lugo Academy	694	Los Angeles Unified	Nov 2008	6/30/14
Aspire Benjamin Holt College Preparatory Academy	565	Lodi Unified	March 2008	6/30/13
Aspire Berkley Maynard Academy	726	Oakland Unified	July 2010	6/30/15
Aspire California College Preparatory Academy	1049	Alameda County Office of Education	April 2008	6/30/13
Aspire Capitol Heights Academy	598	Sacramento City Unified	March 2008	6/28/13

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Aspire Centennial College Preparatory Academy	693	Los Angeles Unified	Dec 2008	6/30/14
Aspire East Palo Alto Charter School	125	Ravenswood City	Jan 2009	6/30/14
Aspire East Palo Alto Phoenix Academy	1022	Sequoia Union HS Dist	April 2008	6/30/13
Aspire ERES Academy	1115	Oakland Unified	May 2009	6/30/14
Aspire Huntington Park Charter School	1035	Los Angeles Unified	July 2008	6/30/13
Aspire Junior Collegiate Academy				
Clarendon Elementary	854	CA Dept of Education	Jan 2007	6/30/12
Aspire Langston Hughes Academy	1048	Stockton Unified	April 2008	6/30/13
Aspire Lionel Wilson College Preparatory	465	Oakland Unified	July 2007	6/30/12
Aspire Millsmont Academy	689	Oakland Unified	Dec 2008	6/30/14
Aspire Millsmont Secondary Academy	1023	Oakland Unified	May 2008	6/30/13
Aspire Monarch Academy	252	Oakland Unified	Jan 2009	6/30/14
Aspire Port City Academy	854	CA Dept of Education	Jan 2007	6/30/12
Aspire River Oaks Charter School	364	Lodi Unified	July 2006	6/30/11
Aspire Rosa Parks Academy	554	Stockton Unified	July 2010	6/30/15
Aspire Summit Charter Academy	812	Ceres Unified	July 2006	6/30/11
Aspire Titan Academy	854	CA Dept of Education	Sept 2009	6/30/12
Aspire University Charter School	1026	Sylvan Union Elem	Jan 2008	6/30/13
Aspire University Public School Vincent				
Shalvey Academy	178	Lodi Unified	June 2009	6/30/14
Aspire Vanguard College Preparatory Academy	1125	CA Dept of Education	July 2009	6/30/14

* Charter issuance date or the most recent renewal date

All sponsoring districts receive up to 1% of the annual charter revenue for supervisory oversight. Ravenswood City School District, the sponsoring district for Aspire East Palo Alto Charter School, receives up to 3% for supervisory oversight because the district provides facilities substantially rent-free.

Through June 30, 2010, the Organization had separately negotiated for sponsoring district administrative and other services. Additionally, transportation expenses and/or special education encroachment are paid by the Organization to the sponsoring districts.

- **College for Certain, LLC** – The LLC holds title to properties where Aspire Public Schools operates charter schools (seven locations); and manages, operates and leases the properties.
- **College for Certain, Inc.** – The INC is a supporting organization of Aspire Public Schools in that it facilitates and supports the development of charter schools for Aspire Public Schools. As of and for the year ending June 30, 2010, there was no activity in this entity.

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JUNE 30, 2010 (CONSOLIDATED) AND 2009

Basis of 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, temporarily restricted, and permanently restricted. The Organization has no permanently restricted net assets.

Revenue recognition – Contributions and grants are recognized when the donor/grantor makes an unconditional promise to give to the Organization or when received, in accordance with ASC 958-605, *Not-For-Profit Entities – Revenue Recognition*. Donor-restricted contributions and grants are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. 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 reported in the statement of activities as “Net Assets Released from Restriction.” Government grants are recognized as revenue in accordance with the terms of the applicable grant agreement, which is generally upon the incurrence of expenditures related to the required services.

Cash and cash equivalents – For financial statement purposes, the Organization considers investments with maturity at purchase of three months or less to be cash equivalents.

Property and equipment with a value greater than \$2,000 are capitalized at cost, or fair market value on the date of receipt in the case of donated property, and depreciated using the straight-line method over their estimated useful lives, which range from two to thirty years. Leasehold improvements are depreciated over the lease term (including options) or the useful life. Major additions are capitalized, and repairs and maintenance that do not improve or extend the life of the assets are expensed. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts, with the resulting gain or loss reflected in the statement of activities.

Donated materials, services, and facilities – In-kind contributions are recorded at their estimated fair values at the date of donation. Donated services are recorded when they create or enhance non-financial assets or require a specialized skill that the Organization would otherwise need to purchase. During the year ended June 30, 2010, in-kind contributions of playground equipment and services valued at \$106,847 were received. During the year ended June 30, 2009, no in-kind contributions of materials, services, or facilities were received.

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.

Income taxes – The Organization has been granted tax-exempt status as provided by Internal Revenue Code Section 501(c)(3) and Section 23701(d) of the California Revenue and Taxation Code. In addition, the Internal Revenue Service has determined the Organization is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. Accordingly, no provision for income taxes has been reflected in these financial statements.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 (CONSOLIDATED) AND 2009

The Organization adopted the accounting principles related to accounting for uncertainty in income taxes (as described under ASC 740-10, *Income Taxes*) as of July 1, 2009, and has determined that there is no material impact on the financial statements for June 30, 2010. With some exceptions, the Organization is no longer subject to U.S. Federal and California income tax examinations by tax authorities for years prior to 2006.

Functional allocation of expenses – The cost of providing various programs and other activities has been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Program development and expansion – The Organization continually explores potential opportunities for expansion and growth; thus costs are incurred to research the possibility of establishing new sites. The Organization capitalizes these preacquisition costs into Schools Under Construction (Note 6) at the time incurred. If it is determined that a formal contractual commitment will not be entered into, the expenses are included in program development and expansion in the period that the determination is made.

Subsequent events were reviewed through the date of the audit report.

2. CONCENTRATIONS OF CASH

The Organization maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. Management believes the Organization is not exposed to any significant credit risk related to cash.

3. RESTRICTED CASH

Restricted cash represents bond proceeds that are required to be used for construction projects, debt service reserve, as well as cash accumulated for principal and interest payments. The balance in the debt service accounts at June 30, 2010 and 2009, was \$50,303,460 and \$1,242,840, respectively. The current portion is \$43,681,303 and \$423,427 at June 30, 2010 and 2009, respectively.

4. ACCOUNTS RECEIVABLE

Accounts receivable balances at June 30 were as follows:

	<u>2010</u>	<u>2009</u>
Due from grantor governments	\$ 16,258,309	\$ 12,670,837
Accrued interest		16,000
Accounts receivable	<u>\$ 16,258,309</u>	<u>\$ 12,686,837</u>

Management deems all receivables to be collectible as of June 30, 2010.

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5. PLEDGES RECEIVABLE

Unconditional promises to give for development of new school sites are recognized as pledges receivable and are discounted to fair value using estimated prevailing interest rates. The discount rate used in determining the net present value of new pledges receivable was the risk-free rate of return of 4.26% and 5.34% at June 30, 2010 and 2009, respectively. All pledges are judged by management to be collectible. Amounts recorded as pledges receivable were as follows as of June 30:

	<u>2010</u>	<u>2009</u>
Gross pledges receivable	\$ 4,661,436	\$ 3,783,140
Less: Unamortized discount	<u>(51,356)</u>	<u>(63,209)</u>
Pledges receivable, net	<u>\$ 4,610,080</u>	<u>\$ 3,719,931</u>

Pledges receivable are due to be collected as follows:

	<u>2010</u>	<u>2009</u>
Within one year	\$ 3,547,276	\$ 2,536,213
One to five years	<u>1,062,804</u>	<u>1,183,718</u>
Pledges receivable, net	<u>\$ 4,610,080</u>	<u>\$ 3,719,931</u>

Conditional promises to give, which depend on the occurrence of specified future and uncertain events are not recorded until the conditions are met. Outstanding conditional promises to give for the purpose of opening new schools in specific locations were approximately \$3,400,000 and \$8,100,000 at June 30, 2010 and 2009, respectively.

In November 2009, the Organization was selected to receive a grant from the Bill & Melinda Gates Foundation as part of a consortium of charter management organizations (“ the Consortium”) along with Alliance College-Ready Public Schools, Green Dot Public Schools, Inner City Education Foundation and Partnerships to Uplift Communities. The purpose of the grant is to dramatically improve student achievement and college-readiness rates by making changes in policies and practice at the Consortium’s member schools to ensure that all students have an effective teacher throughout their academic careers. The grant amount to the Consortium is up to \$60,000,000 for the grant period that ends in June 2016. Because the timing of payments is driven by milestones and will be divided among the Consortium members based on each member’s success in meeting deliverables, the Organization is currently unable to accurately project the timing or amount of their portion of the grant proceeds.

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6. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	<u>2010</u>	<u>2009</u>
Land	\$ 11,605,700	\$ 2,462,909
Buildings	29,656,932	17,499,935
Schools under construction	28,622,548	7,346,655
Leasehold improvements	8,305,415	6,666,317
Property under capital lease	21,845,473	21,845,473
Equipment	6,472,799	5,992,643
Automobiles	5,815	2,140
Subtotal	106,514,682	61,816,072
Less accumulated depreciation	<u>(13,825,228)</u>	<u>(12,775,903)</u>
Property and equipment, net	<u>\$ 92,689,454</u>	<u>\$ 49,040,169</u>

Depreciation expense was \$3,199,192 and \$2,954,741 for the years ended June 30, 2010 and 2009, respectively. Various components of the land, buildings, and schools under construction shown above are pledged as collateral for the debt disclosed in Note 9, and the capital lease disclosed in Note 11.

7. DEFERRED LOSS

In January of 2005, Lodi Unified School District (the District) purchased the Aspire River Oaks Charter School and Aspire Benjamin Holt College Preparatory Academy facilities from the Organization. The Organization concurrently entered into a capital lease obligation with the District effective January 1, 2005 through August 1, 2032. The Organization has the option to purchase the properties for one dollar at the termination of the lease. This transaction was considered a sale-leaseback transaction under ASC 840, *Leases*. The Organization's obligation under this capital lease is detailed in Note 11.

In accordance with ASC 840, *Leases*, a loss on this transaction of \$360,911 was deferred and is being amortized over the term of the capital lease. As of June 30, 2010 and 2009, accumulated amortization was \$75,619 and \$61,870, respectively. Amortization expense of the deferred loss for the years ended June 30, 2010 and 2009 was \$13,749.

8. LINES OF CREDIT

The Organization has a line of credit with Raza Development Fund, Inc. (up to \$250,000) dated December 30, 2005. Interest on the line of credit was 6% per annum through January 2010 and increased to 6.5% per annum in February 2010. Interest on the outstanding advances shall be payable monthly in arrears on the first business day of each month commencing on the first day following the advance. Principal balance and all outstanding interest are due at the maturity date of December 30,

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2010. The Organization had no advances and no repayments during the year ended June 30, 2010. The outstanding balance as of June 30, 2010 and 2009 was \$250,000.

The Organization has a second line of credit with Raza Development Fund, Inc. (up to \$500,000) dated December 30, 2005. Interest on the line of credit was 5% per annum through January 2010 and increased to 6% per annum in February 2010. Interest on the outstanding advances shall be payable monthly in arrears on the first business day of each month commencing on the first day following the advance. Principal balance and all outstanding interest are due at the maturity date of December 30, 2010. The Organization had no advances and no repayments during the year ended June 30, 2010. The outstanding balance as of June 30, 2010 and 2009 was \$500,000.

The Organization had a line of credit with Wells Fargo Bank (up to \$4,500,000) dated September 16, 2009 bearing an interest rate of 2.5% above the Prime Rate in effect. The outstanding principal balance is due and payable in full on August 1, 2010. The line of credit requires the Organization to maintain a current ratio of not less than 1.00 to 1.00. The outstanding balance as of June 30, 2010 was \$1,614,832.

9. DEBT

	<u>2010</u>	<u>2009</u>
College for Certain Series 2010 School Facility Revenue Bonds in the amount of \$93,295,000 were issued effective April 1, 2010; with 7 bonds and ranging interest rate of 5.00% - 6.375%. The bond proceeds are to be used for the construction of new campuses. Principal and interest payments are due yearly beginning July 1, 2014. Final maturity is July 1, 2046.	\$ 93,295,000	\$ 0
Revenue Bonds, Series 2001A - Accumulated in a sinking fund in annual installments ranging from \$110,000 to \$760,000, plus interest at a rate of 7.25%. Secured by a pledge of all assets and revenues of the Lionel Wilson College Preparatory Academy. The original maturity of these bonds was in 2032, but the bonds were retired on April 1, 2010.	0	9,010,000
California School Finance Authority \$4,758,509 loan, effective June 27, 2007, bearing interest at 5.25%, for the construction of Rosa Parks Academy in Stockton under Proposition 47. Beginning July 2009, principal and interest payments in the amount of \$328,275 are due semi-annually. Final maturity is in 2037.	4,680,246	4,758,509
Pacific Charter School Development, Inc \$4,000,000 promissory note, effective April 1, 2010, bearing interest rate of 0%. Principal is payable twice a year beginning on August 15, 2010. Final maturity is June 30, 2019.	4,000,000	0

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<p>Charter Fund, Inc \$1,000,000 loan, effective February 8, 2008, bearing interest at 4.1%, to provide general support for the management of the organization. Beginning in 2009 through 2016, interest only payments of \$41,000 are due annually. Principal payments of \$500,000 are due in both 2015 and 2016. Final maturity is January 25, 2016.</p>	1,000,000	1,000,000
<p>Charter Fund, Inc \$1,000,000 loan, effective January 25, 2009, bearing interest at 4.1%, to provide general support for the management of the organization. Beginning in 2010 through 2017, interest only payments of \$41,000 are due annually. Principal payments of \$500,000 are due in both 2016 and 2017. Final maturity is January 25, 2017.</p>	1,000,000	1,000,000
<p>California Department of Education loans in the amount of \$807,000, effective December 2007, bearing interest at a rate of 4.73%. Principal is payable in three annual installments with the final amount due 2011.</p>	275,805	551,606
<p>California Department of Education \$250,000 loan, effective October 2007, bearing interest at a rate of 2.69%. Principal is payable in five annual installments of \$50,000. Final maturity is in 2014.</p>	200,000	250,000
<p>California Department of Education \$1,050,000 loans, effective March 2010, bearing interest at a rate of 0.53%. Principal is payable in five annual installments of \$210,000. Final maturity is in 2015.</p>	1,050,000	0
<p>California School Finance Authority \$457,252 loan, effective date and payment terms to be determined upon conversion to final apportionment for a new secondary school to be built in Los Angeles under Proposition 55.</p>	457,251	457,252
<p>Low Income Investment Fund \$547,210 promissory note, effective December 1, 2009, which Aspire withdrew \$340,511; bearing interest at a rate of 8%, and to be used for tenant improvements. Beginning December 2009, principal and interest payments in the amount of \$29,580 are due monthly. Final maturity is December 1, 2010.</p>	144,891	0

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Low Income Investment Fund \$2,798,000 promissory note, effective April 16, 2010, bearing interest at a rate of 7.25%, for the purchase of 58th street, Huntington Park. Of the \$2,798,000 available, only \$2,240,833 was withdrawn in 2009/10; the remaining amount of the loan is pending the final appraisal value of the property. Once the property is appraised Maturity date and payment plan will be established.	2,240,833	0
NCB Capital Impact \$310,000 loan, effective October 13, 2006, bearing interest at a rate of 7.625% per annum. Principal and interest payments in the amount of \$6,317 are due monthly. Final maturity is October 1, 2011.	<u>95,463</u>	<u>161,102</u>
Subtotal	108,439,489	17,188,469
Less current portions	<u>(3,291,767)</u>	<u>(656,367)</u>
Total Long-Term Debt	<u>\$ 105,147,722</u>	<u>\$ 16,532,102</u>

Future payments relating to debt were as follows as of June 30, 2010:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 3,291,767	\$ 6,133,147	\$ 9,424,914
2012	442,240	5,936,581	6,378,821
2013	488,324	5,929,236	6,417,560
2014	1,439,865	5,922,034	7,361,899
2015	1,376,100	5,864,090	7,240,190
Thereafter	<u>101,401,193</u>	<u>117,000,265</u>	<u>218,401,458</u>
Total	<u>\$ 108,439,489</u>	<u>\$ 146,785,353</u>	<u>\$ 255,224,842</u>

10. CAPITALIZATION OF CONSTRUCTION DEBT INTEREST

While a facility is under construction, a portion of interest is capitalized into its cost in accordance with ASC 835, *Interest*. In summary, the capitalization of interest is applicable to the amount of interest that could have been avoided had the Organization not undertaken the building of a capital asset. The Organization evaluates capitalization of interest at the individual site level since the cash from one site would not be used to pay down the debt on another site.

The amount of capitalizable interest is determined by applying the debt interest rate to the average amount of accumulated expenditures for the building during the year. Interest costs of \$3,514,795 and \$1,922,516 were incurred related to debt during the years ended June 30, 2010 and 2009, respectively. During the years ended June 30, 2010 and 2009, \$596,633 and \$213,478 of interest was capitalized, respectively.

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11. LEASE COMMITMENTS

Operating leases

The Organization leases buildings for administrative offices in Oakland and Stockton and leases land and buildings for school sites Berkeley, East Palo Alto, Empire, Los Angeles, Modesto, Oakland, Sacramento, and Stockton under various operating leases. The Organization also leases copiers at various school sites. It is unlikely that the Organization will cancel any of these leases before they expire. The aggregate minimum rental payments required under the terms of all operating leases as of June 30, 2010 were as follows:

<u>Year Ending June 30,</u>	<u>Minimum Payments</u>
2011	\$ 2,709,043
2012	2,298,071
2013	1,054,031
2014	822,067
2015	<u>237,148</u>
Total	<u>\$ 7,120,360</u>

Rental expense under operating leases was \$4,242,404 and \$3,250,692 for the years ended June 30, 2010 and 2009, respectively.

Capital leases

As discussed in Note 7, the Organization entered into a capital lease with Lodi Unified School District from January 1, 2005 through August 1, 2032. The property under capital lease is separately disclosed in Note 6 and consists of the Aspire River Oaks Charter School and the Aspire Benjamin Holt College Preparatory Academy school facilities in Lodi, California. The leased property is being depreciated over the term of the lease in accordance with ASC 840, *Leases*, and depreciation expense for the leased property is included in the total depreciation expense.

Future payments relating to this capital lease were as follows as of June 30, 2010:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 545,000	\$ 833,713	\$ 1,378,713
2012	565,000	811,513	1,376,513
2013	590,000	788,413	1,378,413
2014	610,000	765,938	1,375,938
2015	635,000	743,753	1,378,753
Thereafter	<u>15,990,000</u>	<u>7,249,306</u>	<u>23,239,306</u>
Total	<u>\$ 18,935,000</u>	<u>\$ 11,192,636</u>	<u>\$ 30,127,636</u>

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The Organization entered into two leases for furniture that have a bargain purchase option at the termination of the lease in 2012. The monthly minimum lease payments required under the two leases are \$2,605 and \$1,614. The furniture is being depreciated over its useful life and is included in the total depreciation expense.

Future payments relating to these capital leases were as follows as of June 30, 2010:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 44,759	\$ 5,874	\$ 50,633
2012	32,491	1,266	33,757
Total	<u>\$ 77,250</u>	<u>\$ 7,140</u>	<u>\$ 84,390</u>

12. EMPLOYEE BENEFIT PLANS

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 California State Teachers' Retirement System (CalSTRS), and classified employees are members of the California Public Employees' Retirement System (CalPERS). All employees who are not members of CalSTRS or CalPERS must contribute to the federal Social Security system.

California Public Employees' Retirement System (CalPERS):

Plan Description

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

Funding Policy

Active plan members are required to contribute 7% of their salary (7% of monthly salary over \$133.33 if the member participates in Social Security), and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS board of Administration. The required employer contribution rate for fiscal year ending June 30, 2010 and 2009 was 9.709% and 9.428% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. The Organization's contributions to CalPERS for the fiscal years ending June 30, 2010, 2009, and 2008 were \$907,453, \$704,812, and \$601,013, respectively, and equal 100% of the required contributions for each year.

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California State Teachers' Retirement Systems (CalSTRS):

Plan Description

The Organization contributes to the California State Teachers' Retirement Systems (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.

Funding Policy

Active plan members are required to contribute 8% of their salary and the Organization is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalSTRS Teachers' Retirement Board. The required employer contribution rate for the fiscal years ending June 30, 2010 and 2009 was 8.25% of annual payroll. The contribution requirements of the plan members are established by state statute. The Organization's contributions to CalSTRS for the fiscal years ending June 30, 2010, 2009, and 2008 were \$2,273,164, \$1,764,279, and \$1,551,191 respectively, and equal 100% of the required contributions for each year.

13. RESTRICTED NET ASSETS

At June 30, 2010 and 2009, temporarily restricted net assets consisted of unexpended grants restricted for the following purposes: curriculum development, implementation of literacy programs, purchase of classroom and library materials, staff training and development, and construction projects.

14. JOINT VENTURES

The Organization participates in two joint ventures under joint powers agreements (JPAs), the California Charter School Association (CCSA) and the Schools Excess Liability Fund (SELF).

CCSA and SELF arrange for and provide workers' compensation, property, and liability insurance coverage for their members, respectively. The JPAs are governed by boards consisting of a representative from each member. The boards control the operations of the JPAs, including selection of management and approval of operating budgets, independent of any influence by the member beyond their representation on the boards. Each member pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPAs.

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SUMMARY OF JPA COVERAGES

1. **Workers' Compensation (CCSA)**

JPA's SIR: \$1,000,000
Excess Insurance: To statutory limits

2. **Property (CCSA)**

Organization
Deductible: \$1,000
Coverage: \$2,500,000 per occurrence
Excess Insurance: None

3. **Liability**

Organization
Deductible: \$0 - \$5,000
Coverage
(CCSA - SIR) \$1,000,000
(Insurance Company of the State of PA)
\$1,000,001 to \$5,000,000
(SELF) \$5,000,001 to \$25,000,000

Complete separate financial statements for the JPAs may be obtained from:

SELF 1531 I Street, Suite 300, Sacramento, California 95814
CCSA 250 E. 1st Street, Suite 1000, Los Angeles, California 90012

The latest condensed financial information available for the JPAs were as follows:

	SELF	CCSA
	June 30, 2010	June 30, 2009
Total Assets	<u>\$ 196,974,000</u>	<u>\$ 6,894,247</u>
Total Liabilities	\$ 160,464,000	\$ 6,674,631
Net Assets	<u>36,510,000</u>	<u>219,616</u>
Total Liabilities and Equity	<u>\$ 196,974,000</u>	<u>\$ 6,894,247</u>
Total Revenues	\$ 19,384,000	\$ 7,916,264
Total Expenses	<u>30,536,000</u>	<u>9,274,357</u>
Net Decrease in Net Assets	<u>\$ (11,152,000)</u>	<u>\$ (1,358,093)</u>

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15. CONTINGENCIES

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

The Organization has various outstanding claims and litigation. However, based on consultation with legal counsel, management believes that the ultimate resolution of these matters will not have a material adverse effect on the Organization's financial position or results of operations.

16. SUBSEQUENT EVENTS

The Organization's second line of credit with Raza Development Fund, Inc. (Note 8) was increased from \$500,000 to \$2,000,000 in July 2010. The interest rate on that line of credit increased to 7.625%. A Principal payment of \$1,000,000 was due on October 31, 2010. The remaining principal and all outstanding interest are due at the maturity date of December 30, 2010. The Organization advanced \$1,500,000 in July 2010.

The Organization's line of credit with Wells Fargo Bank (Note 8) was amended on July 29, 2010 to extend the maturity date to September 1, 2010. The entire principal balance was paid on August 20, 2010.

On August 24, 2010, the Organization entered into an agreement with NCB Capital Impact under which NCB Capital Impact would purchase up to \$5,000,000 of Revenue Anticipation Notes ("RANs"). On August 24, 2010, NCB Capital Impact purchase \$4,600,000 in RANs. Those RANs are secured by the receivables of certain of the Organization's schools.

In September, 2010, the Organization amended the terms of the California School Finance Authority \$4,758,509 loan to lower the interest rate to 2.20%.

SUPPLEMENTAL INFORMATION

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	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Millsmont Secondary Academy	Aspire ERES Academy	Total Bay Area Region
CURRENT ASSETS										
Cash and cash equivalents	\$ (75,939)	\$ (320,240)	\$ (710,367)	\$ (445,067)	\$ (7,394)	\$ (207,377)	\$ (380,661)	\$ (527,221)	\$ (314,389)	\$ (2,988,655)
Restricted cash	-	-	-	-	-	-	-	-	-	-
Accounts receivable	1,046,616	1,172,020	1,221,327	672,426	1,108,354	377,160	630,726	741,783	584,423	7,554,835
Pledges receivable	-	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	15,000	-	-	10,000	-	11,000	11,250	-	4,863	52,113
Deferred loss	-	-	-	-	-	-	-	-	-	-
Deferred charges	-	-	-	-	-	-	-	-	-	-
Intercompany Receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	<u>985,677</u>	<u>851,780</u>	<u>510,960</u>	<u>237,359</u>	<u>1,100,960</u>	<u>180,783</u>	<u>261,315</u>	<u>214,562</u>	<u>274,897</u>	<u>4,618,293</u>
NONCURRENT ASSETS										
Restricted cash	-	-	-	-	-	-	-	-	-	-
Pledges receivable	-	-	-	-	-	-	-	-	-	-
Deferred Rent Due	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	296,706	22,070	34,546	115,153	35,862	198,995	626,395	289,159	169,357	1,788,243
Deferred loss	-	-	-	-	-	-	-	-	-	-
Deferred charges	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 1,282,383</u>	<u>\$ 873,850</u>	<u>\$ 545,506</u>	<u>\$ 352,512</u>	<u>\$ 1,136,822</u>	<u>\$ 379,778</u>	<u>\$ 887,710</u>	<u>\$ 503,721</u>	<u>\$ 444,254</u>	<u>\$ 6,406,536</u>
CURRENT LIABILITIES										
Cash deficit	-	-	-	-	-	-	-	-	-	-
Accounts payable	\$ 481,779	\$ 746,654	\$ 481,941	\$ 337,910	\$ 586,131	\$ 113,533	\$ 111,096	\$ 378,082	\$ 272,508	\$ 3,509,634
Accrued expenses	104,866	131,500	113,154	87,579	131,518	66,467	61,529	64,201	56,455	817,269
Deferred revenue	-	-	3,824	-	-	-	2,122	-	18,781	24,727
Lines of credit	32,544	-	-	48,947	-	-	-	12,880	-	94,371
Capital leases, current portion	-	-	-	-	-	-	-	-	-	-
Debt, current portion	-	-	-	-	32,334	39,333	164,891	88,471	50,000	375,029
Intercompany Payable	-	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>619,189</u>	<u>878,154</u>	<u>598,919</u>	<u>474,436</u>	<u>749,983</u>	<u>219,333</u>	<u>339,638</u>	<u>543,634</u>	<u>397,744</u>	<u>4,821,030</u>
LONG-TERM DEBT										
Deferred Rent Due	-	-	-	-	-	-	80,000	-	200,000	280,000
Capital leases	-	-	-	-	-	-	-	-	-	-
Debt	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>619,189</u>	<u>878,154</u>	<u>598,919</u>	<u>474,436</u>	<u>749,983</u>	<u>219,333</u>	<u>419,638</u>	<u>543,634</u>	<u>597,744</u>	<u>5,101,030</u>
NET ASSETS										
Unrestricted	630,016	(218,606)	(323,976)	(166,234)	371,417	(248,317)	261,799	(301,031)	(260,831)	(255,763)
Temporarily restricted	33,178	214,302	270,563	44,310	15,422	408,762	206,273	261,118	107,341	1,561,269
Total net assets	<u>663,194</u>	<u>(4,304)</u>	<u>(53,413)</u>	<u>(121,924)</u>	<u>386,839</u>	<u>160,445</u>	<u>468,072</u>	<u>(39,913)</u>	<u>(153,490)</u>	<u>1,305,506</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,282,383</u>	<u>\$ 873,850</u>	<u>\$ 545,506</u>	<u>\$ 352,512</u>	<u>\$ 1,136,822</u>	<u>\$ 379,778</u>	<u>\$ 887,710</u>	<u>\$ 503,721</u>	<u>\$ 444,254</u>	<u>\$ 6,406,536</u>

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	Aspire Vincent Shalvey Academy	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy	Aspire Port City Academy	Vanguard College Prep Academy	Alexander Twilight College Prep Academy	Total Central Valley Region
CURRENT ASSETS												
Cash and cash equivalents	\$ 453,750	\$ 821,868	\$ 343,262	\$ (6,072)	\$ 821,062	\$ (323,905)	\$ (53,853)	\$ (727,472)	\$ (487,157)	\$ (254,171)	\$ (731,297)	\$ (143,985)
Restricted cash	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	544,119	391,009	387,119	628,564	821,774	374,486	711,155	492,248	468,848	345,880	560,088	5,725,290
Pledges receivable	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	173	-	13,750	-	-	6,667	-	53,000	25,000	10,000	6,250	114,840
Deferred loss	-	-	-	(5,669)	19,418	-	-	-	-	-	-	13,749
Deferred charges	-	-	-	-	-	-	-	-	-	-	-	-
Intercompany Receivable	-	-	-	-	-	-	-	-	-	-	-	-
Total current assets	998,042	1,212,877	744,131	616,823	1,662,254	57,248	657,302	(182,224)	6,691	101,709	(164,959)	5,709,894
NONCURRENT ASSETS												
Restricted cash	-	-	-	-	-	-	-	-	-	-	-	-
Pledges receivable	-	-	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	870,830	10,268	169,586	7,266,179	9,049,337	148,260	9,224,822	135,350	477,998	24,178	46,227	27,423,035
Deferred loss	-	-	-	(122,478)	407,770	-	-	-	-	-	-	285,292
Deferred charges	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 1,868,872	\$ 1,223,145	\$ 913,717	\$ 7,760,524	\$ 11,119,361	\$ 205,508	\$ 9,882,124	\$ (46,874)	\$ 484,689	\$ 125,887	\$ (118,732)	\$ 33,418,221
CURRENT LIABILITIES												
Cash deficit	-	-	-	-	-	-	-	-	-	-	-	-
Accounts payable	\$ 105,176	\$ 483,779	\$ 122,981	\$ 128,050	\$ 177,590	\$ 66,810	\$ 110,135	\$ 97,675	\$ 81,600	\$ 142,203	\$ 115,103	\$ 1,631,102
Accrued expenses	75,249	71,127	111,647	61,734	105,986	66,792	217,599	61,841	58,458	49,565	108,324	988,322
Deferred revenue	-	-	-	1,099	-	-	-	-	1,632	49,527	27,723	79,981
Lines of credit	-	-	21,332	-	-	54,875	-	-	-	-	-	76,207
Capital leases, current portion	-	-	-	222,578	256,056	-	-	-	-	-	-	478,634
Debt, current portion	-	-	-	-	60,000	55,667	132,379	90,896	20,000	20,000	20,000	398,942
Intercompany Payable	-	-	-	-	-	-	-	-	62,056	-	-	62,056
Total current liabilities	180,425	554,906	255,960	413,461	599,632	244,144	460,113	250,412	223,746	261,295	271,150	3,715,244
LONG-TERM DEBT												
Deferred Rent Due	-	-	-	-	-	-	-	-	-	-	-	-
Capital leases	-	-	-	7,510,476	8,640,110	-	-	-	-	-	-	16,150,586
Debt	-	-	-	-	-	-	4,747,867	104,567	80,000	80,000	80,000	5,092,434
Total liabilities	180,425	554,906	255,960	7,923,937	9,239,742	244,144	5,207,980	354,979	303,746	341,295	351,150	24,958,264
NET ASSETS												
Unrestricted	1,683,318	661,874	581,645	(169,253)	1,713,717	(49,658)	4,667,988	(434,333)	169,365	(235,884)	(469,882)	8,118,897
Temporarily restricted	5,129	6,365	76,112	5,840	165,902	11,022	6,156	32,480	11,578	20,476	-	341,060
Total net assets	1,688,447	668,239	657,757	(163,413)	1,879,619	(38,636)	4,674,144	(401,853)	180,943	(215,408)	(469,882)	8,459,957
TOTAL LIABILITIES AND NET ASSETS	\$ 1,868,872	\$ 1,223,145	\$ 913,717	\$ 7,760,524	\$ 11,119,361	\$ 205,508	\$ 9,882,124	\$ (46,874)	\$ 484,689	\$ 125,887	\$ (118,732)	\$ 33,418,221

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	Antonio Maria Lugo Academy	Aspire Centennial College Prep Academy	Huntington Park Charter School	Aspire Junior Collegiate Academy	Aspire Titan Academy	Total LA Region	Non Active Sites	Home Office	Total Aspire Pubic Schools	CFC, LLC	Eliminations	Total Consolidated
CURRENT ASSETS												
Cash and cash equivalents	\$ 28	\$ 381,943	\$ (71,622)	\$ (220,587)	\$ (297,342)	\$ (207,580)	\$ (372,997)	\$ 3,785,723	\$ 72,506			\$ 72,506
Restricted cash	-	-	-	-	-	-	-	-	-	43,681,303		43,681,303
Accounts receivable	376,291	813,031	399,511	623,067	537,161	2,749,061		229,123	16,258,309			16,258,309
Pledges receivable	-	-	-	-	-	-		3,547,276	3,547,276			3,547,276
Prepaid expenses and deposits	10,400	-	10,800	-	-	21,200		56,635	244,788			244,788
Deferred loss	-	-	-	-	-	-		-	13,749			13,749
Deferred charges	-	-	-	-	-	-		-	-	105,025		105,025
Intercompany Receivable	-	-	-	-	-	-		3,597,517	3,597,517		(3,597,517)	-
Total current assets	<u>386,719</u>	<u>1,194,974</u>	<u>338,689</u>	<u>402,480</u>	<u>239,819</u>	<u>2,562,681</u>	<u>(372,997)</u>	<u>11,216,274</u>	<u>23,734,145</u>	<u>43,786,328</u>	<u>(3,597,517)</u>	<u>63,922,956</u>
NONCURRENT ASSETS												
Restricted cash								1	1	6,622,157		6,622,158
Pledges receivable								1,062,804	1,062,804			1,062,804
Property and equipment, net	104,702	190,010	247,628	118,639	117,876	778,855	3,243,832	3,418,096	36,652,061	57,069,521	(1,032,128)	92,689,454
Deferred loss									285,292			285,292
Deferred charges										3,675,882		3,675,882
TOTAL ASSETS	<u>\$ 491,421</u>	<u>\$ 1,384,984</u>	<u>\$ 586,317</u>	<u>\$ 521,119</u>	<u>\$ 357,695</u>	<u>\$ 3,341,536</u>	<u>\$ 2,870,835</u>	<u>\$ 15,697,175</u>	<u>\$ 61,734,303</u>	<u>\$ 111,383,759</u>	<u>\$ (4,859,516)</u>	<u>\$ 168,258,546</u>
CURRENT LIABILITIES												
Cash deficit								\$ 250,665	\$ 250,665			\$ 250,665
Accounts payable	\$ 197,685	\$ 230,477	\$ 87,859	\$ 117,349	\$ 114,528	\$ 747,898	\$ 180,154	5,048,221	11,117,009			11,117,009
Accrued expenses	94,682	177,868	102,466	53,998	91,467	520,481	67,308	375,141	2,768,521	2,443,758		5,212,279
Deferred revenue	-	-	102,125	-	11,717	113,842	-	7,527	226,077			226,077
Lines of credit	13,177	28,614	37,630	-	-	79,421	-	2,114,833	2,364,832			2,364,832
Capital leases, current portion	-	-	-	-	-	-	-	111,125	589,759			589,759
Debt, current portion	-	-	20,000	20,000	20,000	60,000	2,240,833	216,963	3,291,767			3,291,767
Intercompany Payable								(62,056)	-	3,597,517	(3,597,517)	-
Total current liabilities	<u>305,544</u>	<u>436,959</u>	<u>350,080</u>	<u>191,347</u>	<u>237,712</u>	<u>1,521,642</u>	<u>2,488,295</u>	<u>8,062,419</u>	<u>20,608,630</u>	<u>6,041,275</u>	<u>(3,597,517)</u>	<u>23,052,388</u>
LONG-TERM DEBT												
Deferred Rent Due								229,871	229,871		(229,871)	-
Capital leases								2,271,904	18,422,490			18,422,490
Debt			80,000	80,000	80,000	240,000	457,252	5,783,036	11,852,722	93,295,000		105,147,722
Total liabilities	<u>305,544</u>	<u>436,959</u>	<u>430,080</u>	<u>271,347</u>	<u>317,712</u>	<u>1,761,642</u>	<u>2,945,547</u>	<u>16,347,230</u>	<u>51,113,713</u>	<u>99,336,275</u>	<u>(3,827,388)</u>	<u>146,622,600</u>
NET ASSETS												
Unrestricted	129,177	634,085	62,228	201,337	(17,804)	1,009,023	(455,601)	(10,475,173)	(2,058,617)	12,047,484	(1,032,128)	8,956,739
Temporarily restricted	56,700	313,940	94,009	48,435	57,787	570,871	380,889	9,825,118	12,679,207			12,679,207
Total net assets	<u>185,877</u>	<u>948,025</u>	<u>156,237</u>	<u>249,772</u>	<u>39,983</u>	<u>1,579,894</u>	<u>(74,712)</u>	<u>(650,055)</u>	<u>10,620,590</u>	<u>12,047,484</u>	<u>(1,032,128)</u>	<u>21,635,946</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 491,421</u>	<u>\$ 1,384,984</u>	<u>\$ 586,317</u>	<u>\$ 521,119</u>	<u>\$ 357,695</u>	<u>\$ 3,341,536</u>	<u>\$ 2,870,835</u>	<u>\$ 15,697,175</u>	<u>\$ 61,734,303</u>	<u>\$ 111,383,759</u>	<u>\$ (4,859,516)</u>	<u>\$ 168,258,546</u>

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2010

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	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Millmont Secondary Academy	Aspire ERES Academy	Total Bay Area Region
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	\$ 2,652	\$ 2,600	\$ 168,636	\$ 2,197	\$ 5,750	\$ 7,875	\$ 102,657	\$ -	\$ 950	\$ 293,317
Donated property and services	-	3,675	-	-	-	-	-	-	-	3,675
Federal revenue	416,103	572,861	444,732	265,764	386,282	176,995	430,260	620,268	468,100	3,781,365
Revenue limit sources:										
State aid portion of general purpose block grant	1,429,099	2,007,061	1,852,236	1,015,407	1,828,580	989,360	454,145	1,207,486	925,313	11,708,687
State revenue:										
Categorical block grant	375,684	325,335	414,042	186,117	293,861	109,864	99,014	188,007	151,561	2,143,485
All other state revenue	311,370	71,677	240,301	161,546	319,512	25,389	23,292	35,581	29,352	1,218,020
Local revenue:										
Cash in-lieu of property taxes	209,248	260,291	142,418	147,706	264,240	-	384,117	157,153	127,607	1,692,780
Interest income	-	37,115	-	-	-	-	-	-	-	37,115
All other local revenue	35,777	109,333	97,623	72,438	131,896	46,468	638,188	36,787	5,778	1,174,288
Subtotal	2,779,933	3,389,948	3,359,988	1,851,175	3,230,121	1,355,951	2,131,673	2,245,282	1,708,661	22,052,732
Net assets released from restrictions	345,604	1,019,540	102,788	418,808	604,881	553,584	7,207,307	464,792	156,662	10,873,966
Total support and revenue	3,125,537	4,409,488	3,462,776	2,269,983	3,835,002	1,909,535	9,338,980	2,710,074	1,865,323	32,926,698
PROGRAM EXPENSES										
Educational programs	3,047,509	4,793,794	3,560,132	2,184,935	3,377,544	2,067,949	2,231,504	2,537,774	1,879,565	25,680,706
SUPPORTING SERVICES										
Site support										
Program development and expansion										
Administration and general										
Cost allocations and reserve	133,281	(137,775)	282,947	161,645	394,491	(42,491)	(193,357)	85,159	232,913	916,813
Total supporting services	133,281	(137,775)	282,947	161,645	394,491	(42,491)	(193,357)	85,159	232,913	916,813
Total expenses	3,180,790	4,656,019	3,843,079	2,346,580	3,772,035	2,025,458	2,038,147	2,622,933	2,112,478	26,597,519
OTHER INCOME										
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	7,100,000	-	-	7,100,000
Increase (Decrease) in Unrestricted Net Assets	(55,253)	(246,531)	(380,303)	(76,597)	62,967	(115,923)	200,833	87,141	(247,155)	(770,821)
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	20,331	264,373	30,348	27,199	10,381	341,825	7,177,884	102,613	175,149	8,150,103
Federal and state revenue	203,493	574,690	166,477	357,709	479,926	265,430	49,677	300,386	88,854	2,486,642
Net assets released from restrictions	(345,604)	(1,019,540)	(102,788)	(418,808)	(604,881)	(553,584)	(7,207,307)	(464,792)	(156,662)	(10,873,966)
Increase (Decrease) in Temporarily Restricted Net Assets	(121,780)	(180,477)	94,037	(33,900)	(114,574)	53,671	20,254	(61,793)	107,341	(237,221)
INCREASE (DECREASE) IN NET ASSETS	(177,033)	(427,008)	(286,266)	(110,497)	(51,607)	(62,252)	221,087	25,348	(139,814)	(1,008,042)
NET ASSETS - Beginning of Year	840,227	422,704	232,853	(11,427)	438,446	222,697	246,985	(65,261)	-	2,327,224
NET ASSETS TRANSFERS	-	-	-	-	-	-	-	-	(13,676)	(13,676)
NET ASSETS - End of Year	\$ 663,194	\$ (4,304)	\$ (53,413)	\$ (121,924)	\$ 386,839	\$ 160,445	\$ 468,072	\$ (39,913)	\$ (153,490)	\$ 1,305,506

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2010

	Aspire Vincent Shalvey Academy	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep Academy	Total Central Valley Region
CHANGES IN UNRESTRICTED NET ASSETS												
SUPPORT AND REVENUE												
Private grants and contributions	\$ 14,786	\$ 2,000	\$ 188	\$ 212	\$ 19,922	\$ -	\$ 284	\$ 2,189	\$ 1,830	\$ 585	\$ -	\$ 41,996
Donated property and services	-	-	-	-	-	-	-	-	-	-	-	-
Federal revenue	60,658	72,580	335,986	226,324	129,158	253,464	236,040	439,632	208,392	363,767	518,628	2,844,629
Revenue limit sources:												
State aid portion of general purpose block grant	1,198,998	858,538	1,293,513	1,249,189	2,255,898	681,884	1,336,408	1,117,638	1,198,042	668,041	1,617,755	13,475,904
State revenue:												
Categorical block grant	178,311	123,901	201,362	221,310	287,348	168,228	309,057	162,661	158,967	102,224	207,241	2,120,610
All other state revenue	301,621	196,573	219,778	307,764	73,378	175,607	298,401	34,672	191,350	23,830	42,886	1,865,860
Local revenue:												
Cash in-lieu of property taxes	429,092	316,791	288,377	431,603	693,918	283,458	281,222	217,454	-	335,305	-	3,277,220
Interest income	-	226	376	39	45	-	505	254	1,046	20	108	2,619
All other local revenue	124,416	67,591	55,353	83,931	105,589	52,763	75,363	66,966	2,790	84,378	61,009	780,149
Subtotal	2,307,882	1,638,200	2,394,933	2,520,372	3,565,256	1,615,404	2,537,280	2,041,466	1,762,417	1,578,150	2,447,627	24,408,987
Net assets released from restrictions	239,306	196,235	491,807	393,222	605,258	243,277	382,342	592,385	359,748	473,968	288,100	4,265,648
Total support and revenue	2,547,188	1,834,435	2,886,740	2,913,594	4,170,514	1,858,681	2,919,622	2,633,851	2,122,165	2,052,118	2,735,727	28,674,635
PROGRAM EXPENSES												
Educational programs	2,407,823	1,801,612	2,915,072	2,834,592	3,932,051	1,785,535	3,304,157	2,720,005	1,993,856	1,870,608	2,946,344	28,511,655
SUPPORTING SERVICES												
Site support												
Program development and expansion												
Administration and general												
Cost allocations and reserve	387,900	88,761	281,858	165,690	18,517	146,826	(209,472)	247,489	69,077	397,790	243,256	1,837,692
Total supporting services	387,900	88,761	281,858	165,690	18,517	146,826	(209,472)	247,489	69,077	397,790	243,256	1,837,692
Total expenses	2,795,723	1,890,373	3,196,930	3,000,282	3,950,568	1,932,361	3,094,685	2,967,494	2,062,933	2,268,398	3,189,600	30,349,347
OTHER INCOME												
TRANSFERS BETWEEN AFFILIATES	-	-	(140,089)	-	-	(12,000)	-	-	(45,000)	-	-	(197,089)
Increase (Decrease) in Unrestricted Net Assets	(248,535)	(55,938)	(170,101)	(86,688)	219,946	(61,680)	(175,063)	(333,643)	104,232	(216,280)	(453,873)	(1,477,623)
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:												
Private grants and contributions	315	215	281	281	381	232	298	276,199	182	412,166	150,199	840,749
Federal and state revenue	130,143	113,494	346,292	267,403	376,602	158,648	228,207	244,102	246,819	82,278	137,901	2,331,889
Net assets released from restrictions	(239,306)	(196,235)	(491,807)	(393,222)	(605,258)	(243,277)	(382,342)	(592,385)	(359,748)	(473,968)	(288,100)	(4,265,648)
Increase (Decrease) in Temporarily Restricted Net Assets	(108,848)	(82,526)	(145,234)	(125,538)	(228,275)	(84,397)	(153,837)	(72,084)	(112,747)	20,476	-	(1,093,010)
INCREASE (DECREASE) IN NET ASSETS	(357,383)	(138,464)	(315,335)	(212,226)	(8,329)	(146,077)	(328,900)	(405,727)	(8,515)	(195,804)	(453,873)	(2,570,633)
NET ASSETS - Beginning of Year	2,045,830	806,703	973,092	48,813	1,887,948	107,441	5,003,044	3,874	189,458	-	-	11,066,203
NET ASSETS TRANSFERS										(19,604)	(16,009)	(35,613)
NET ASSETS - End of Year	\$ 1,688,447	\$ 668,239	\$ 657,757	\$ (163,413)	\$ 1,879,619	\$ (38,636)	\$ 4,674,144	\$ (401,853)	\$ 180,943	\$ (215,408)	\$ (469,882)	\$ 8,459,957

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2010

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	Aspire Antonio Maria Lugo Academy	Aspire Centennial College Prep Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy	Aspire Titan Academy	Total LA Region	Non Active Sites	Home Office	Total Aspire Public Schools	CFC, LLC	Eliminations	Total Consolidated
CHANGES IN UNRESTRICTED NET ASSETS												
SUPPORT AND REVENUE												
Private grants and contributions	\$ 71	\$ 1,180	\$ 1,049	\$ 1,200	\$ 2,440	\$ 5,940	\$ -	\$ 841,381	\$ 1,182,634	\$ 11,776,267	\$ (11,776,267)	\$ 1,182,634
Donated property and services	-	-	-	36,986	36,986	73,972	-	29,200	106,847	-	-	106,847
Federal revenue	333,450	566,429	606,834	326,010	529,824	2,362,547	-	320,969	9,309,510	-	-	9,309,510
Revenue limit sources:												
State aid portion of general purpose block grant	653,827	1,917,976	668,126	1,323,308	1,249,546	5,812,783	-	-	30,997,374	-	-	30,997,374
State revenue:												
Categorical block grant	231,581	405,272	217,025	243,426	268,275	1,365,579	-	-	5,629,674	-	-	5,629,674
All other state revenue	127,711	70,377	158,745	126,079	35,097	518,009	-	162,025	3,763,914	-	-	3,763,914
Local revenue:												
Cash in-lieu of property taxes	295,739	713,961	283,489	-	-	1,293,189	-	-	6,263,189	-	-	6,263,189
Interest income	-	-	-	1,046	108	1,154	-	218	41,106	471	-	41,577
All other local revenue	12,795	148,210	5,593	8,768	7,492	182,858	-	584,507	2,721,802	1,631,080	(1,631,080)	2,721,802
Subtotal	1,655,174	3,823,405	1,940,861	2,066,823	2,129,768	11,616,031	-	1,938,300	60,016,050	13,407,818	(13,407,347)	60,016,521
Net assets released from restrictions	297,363	976,582	295,716	507,955	224,646	2,302,262	76,363	7,459,388	24,977,627	-	-	24,977,627
Total support and revenue	1,952,537	4,799,987	2,236,577	2,574,778	2,354,414	13,918,293	76,363	9,397,688	84,993,677	13,407,818	(13,407,347)	84,994,148
PROGRAM EXPENSES												
Educational programs	1,909,083	4,332,783	2,086,064	2,180,991	2,103,836	12,612,757	240,808	0	67,045,926	1,360,334	(1,631,080)	66,775,180
SUPPORTING SERVICES												
Site support	-	-	-	-	-	-	-	6,917,709	6,917,709	-	-	6,917,709
Program development and expansion	-	-	-	-	-	-	-	3,170,006	3,170,006	-	-	3,170,006
Administration and general	-	-	-	-	-	-	-	3,306,784	3,306,784	-	-	3,306,784
Cost allocations and reserve	81,235	369,747	54,875	197,103	234,470	937,430	-	(3,691,935)	-	-	-	-
Total supporting services	81,235	369,747	54,875	197,103	234,470	937,430	-	9,702,564	13,394,499	-	-	13,394,499
Total expenses	1,990,318	4,702,530	2,140,939	2,378,094	2,338,306	13,550,187	240,808	9,702,564	80,440,425	1,360,334	(1,631,080)	80,169,679
OTHER INCOME								1,032,128	1,032,128		(1,032,128)	-
TRANSFERS BETWEEN AFFILIATES				(45,000)	-	(45,000)		4,918,356	11,776,267		(11,776,267)	-
Increase (Decrease) in Unrestricted Net Assets	(37,781)	97,457	95,638	241,684	16,108	413,106	(164,445)	(4,191,104)	(6,190,887)	12,047,484	1,032,128	4,824,469
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:												
Private grants and contributions				25,000	175,000	200,000	-	8,291,641	17,482,493			17,482,493
Federal and state revenue	257,911	688,687	296,604	320,233	107,433	1,670,868	-	257,632	6,747,031			6,747,031
Net assets released from restrictions	(297,363)	(976,582)	(295,716)	(507,955)	(224,646)	(2,302,262)	(76,363)	(7,459,388)	(24,977,627)			(24,977,627)
Increase (Decrease) in Temporarily Restricted Net Assets	(39,452)	(287,895)	888	(162,722)	57,787	(431,394)	(76,363)	1,089,885	(748,103)	-	-	(748,103)
INCREASE (DECREASE) IN NET ASSETS	(77,233)	(190,438)	96,526	78,962	73,895	(18,288)	(240,808)	(3,101,219)	(6,938,990)	12,047,484	1,032,128	4,076,366
NET ASSETS - Beginning of Year	263,110	1,138,463	59,711	170,810	-	1,632,094	149,246	2,384,813	17,559,580			17,559,580
NET ASSETS TRANSFERS	-	-	-	-	(33,912)	(33,912)	16,850	66,351	-			-
NET ASSETS - End of Year	\$ 185,877	\$ 948,025	\$ 156,237	\$ 249,772	\$ 39,983	\$ 1,579,894	\$ (74,712)	\$ (650,055)	\$ 10,620,590	\$ 12,047,484	\$ 1,032,128	\$ 21,635,946

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)
CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2010

	Program Expenses									Total Bay Area Region
	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Millsmont Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire East Palo Alto Phoenix Academy	Aspire Millsmont Secondary	Aspire ERES Academy	
Certificated salaries	\$ 1,208,132	\$ 1,452,663	\$ 1,254,756	\$ 828,913	\$ 1,400,176	\$ 725,022	\$ 745,739	\$ 886,226	\$ 689,033	\$ 9,190,660
Classified salaries	479,965	603,002	471,137	306,108	344,468	297,253	210,487	373,973	207,697	3,294,090
Employee benefits	440,321	532,653	462,413	277,876	446,306	257,204	243,993	345,817	212,864	3,219,447
Books and supplies	277,578	392,790	299,915	173,387	346,548	145,104	222,664	241,516	259,576	2,359,078
Services and other operating expenses	593,387	1,490,422	1,038,277	548,363	768,044	513,827	479,838	574,760	333,670	6,340,588
Depreciation and amortization	40,613	232,552	22,292	33,838	56,075	126,411	309,833	78,531	31,836	931,981
Capital outlay	7,513	89,712	11,342	16,450	15,927	3,128	18,950	36,951	144,889	344,862
Total	\$ 3,047,509	\$ 4,793,794	\$ 3,560,132	\$ 2,184,935	\$ 3,377,544	\$ 2,067,949	\$ 2,231,504	\$ 2,537,774	\$ 1,879,565	\$ 25,680,706

	Program Expenses											Total Central Valley Region
	Aspire Vincent Shalvey Academy	Aspire University Charter School	Aspire Summit Charter Academy	Aspire River Oaks Charter School	Aspire Benjamin Holt College Prep Academy	Aspire Capitol Heights Academy	Aspire Rosa Parks Academy	Aspire Langston Hughes Academy	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep	
Certificated salaries	\$ 1,180,094	\$ 682,158	\$ 1,049,093	\$ 946,731	\$ 1,554,382	\$ 661,115	\$ 1,254,480	\$ 952,781	\$ 710,274	\$ 802,373	\$ 1,002,994	\$ 10,796,475
Classified salaries	222,226	169,437	328,875	355,891	288,498	268,046	185,053	471,211	293,057	186,516	331,239	3,100,049
Employee benefits	331,181	215,916	365,782	328,075	454,125	251,045	353,150	347,200	284,393	219,054	316,903	3,466,824
Books and supplies	102,552	88,174	252,448	170,223	214,292	189,969	126,154	158,006	65,159	166,735	388,528	1,922,240
Services and other operating expenses	402,134	615,801	751,091	704,938	1,044,282	314,939	1,035,289	626,749	550,168	466,118	848,486	7,359,995
Depreciation and amortization	100,661	19,192	138,239	300,888	364,494	89,563	326,296	89,940	82,214	10,941	2,051	1,524,479
Capital outlay	68,975	10,934	29,544	27,846	11,978	10,858	23,735	74,118	8,591	18,871	56,143	341,593
Total	\$ 2,407,823	\$ 1,801,612	\$ 2,915,072	\$ 2,834,592	\$ 3,932,051	\$ 1,785,535	\$ 3,304,157	\$ 2,720,005	\$ 1,993,856	\$ 1,870,608	\$ 2,946,344	\$ 28,511,655

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)
CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2010

	Program Expenses										
	Aspire Antonio Maria Lugo Academy	Aspire Centennial College Prep Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy	Aspire Titan Academy	Total Los Angeles Region	Non Active Sites	Total Aspire Public Schools Program Expense	CFC, LLC	Eliminations	Total Consolidated Program Expenses
Certificated salaries	\$ 646,042	\$ 1,471,793	\$ 742,113	\$ 840,336	\$ 809,382	\$ 4,509,666	\$ 69,470	\$ 24,566,271			\$ 24,566,271
Classified salaries	252,851	662,604	259,778	182,309	193,449	1,550,991	10,521	7,955,651			7,955,651
Employee benefits	228,097	519,320	249,139	247,559	222,439	1,466,554	9,998	8,162,823			8,162,823
Books and supplies	165,386	440,408	222,573	256,986	308,444	1,393,797	2,731	5,677,846			5,677,846
Services and other operating expenses	560,252	1,134,771	469,635	578,266	493,544	3,236,468	83,965	17,021,016	1,179,726	(1,631,080)	16,569,662
Depreciation and amortization	51,959	53,925	120,430	58,071	19,680	304,065	-	2,760,525	180,608		2,941,133
Capital outlay	4,496	49,962	22,396	17,464	56,898	151,216	64,123	901,794			901,794
Total	\$ 1,909,083	\$ 4,332,783	\$ 2,086,064	\$ 2,180,991	\$ 2,103,836	\$ 12,612,757	\$ 240,808	\$ 67,045,926	\$ 1,360,334	\$(1,631,080)	\$ 66,775,180

ASPIRE PUBLIC SCHOOLS
(A California Non-Profit Public Benefit Corporation)

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2010

	Supporting Services						Total Consolidated
	Site support	Development and expansion	Administrative and general	Total Aspire Public Schools supporting expenses	CFC, LLC	Eliminations	
Certificated salaries	\$ 2,019,844	\$ 575,273	\$ 858,842	\$ 3,453,959			\$ 3,453,959
Classified salaries	2,693,254	767,068	1,145,160	4,605,482			4,605,482
Employee benefits	1,206,694	343,679	513,101	2,063,474			2,063,474
Books and supplies	317,400		208,975	526,375			526,375
Services and other operating expenses	590,820	1,394,289	238,384	2,223,493			2,223,493
Depreciation and amortization	89,697	89,697	92,414	271,808			271,808
Capital outlay			249,908	249,908			249,908
Total	\$ 6,917,709	\$ 3,170,006	\$ 3,306,784	\$ 13,394,499	\$ -	\$ -	\$ 13,394,499