ASPIRE PUBLIC SCHOOLS

CONSOLIDATED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT

YEARS ENDED
JUNE 30, 2015 AND 2014

ASPIRE PUBLIC SCHOOLS

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Gilbert Associates, Inc.
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Aspire Public Schools
Oakland, California

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Aspire Public Schools, a non-profit public benefit corporation, and affiliates (collectively, the Organization), which comprise the consolidated statements of financial position as of June 30, 2015 and 2014, and the related consolidated statements of activities and of cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

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

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

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Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Aspire Public Schools and affiliates as of June 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Supplementary Information

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

Gilbert Associates, Inc.

GILBERT ASSOCIATES, INC.
Sacramento, California

November 13, 2015

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2015 AND 2014

ASSETS

	2015	2014
CURRENT ASSETS:		
Cash and cash equivalents	$ 39,558,131	$ 33,892,370
Restricted cash and cash equivalents	3,808,122	3,695,292
Accounts receivable	24,296,753	24,481,112
Foundation grants receivable, current portion	6,478,348	6,014,287
Prepaid expenses and deposits	656,435	257,051
Total current assets	74,797,789	68,340,112
NON-CURRENT ASSETS:		
Restricted cash and cash equivalents	11,613,493	13,255,777
Foundation grants receivable, net	5,229,654	830,512
Property and equipment, net	147,283,887	136,490,670
Deferred charges, net	3,311,858	3,418,692
Other assets, net	809,184	1,051,794
TOTAL ASSETS	$ 243,045,865	$ 223,387,557

LIABILITIES AND NET ASSETS

	2015	2014
CURRENT LIABILITIES:		
Accounts payable	$ 9,637,320	$ 6,782,886
Accrued expenses	7,720,828	7,839,500
Capital lease, current	655,000	635,000
Debt, current	2,299,298	2,070,896
Total current liabilities	20,312,446	17,328,282
LONG-TERM LIABILITIES:		
Deferred rent	750,083	695,531
Capital lease, net	15,335,000	15,990,000
Debt, net	114,045,021	116,745,506
Total liabilities	150,442,550	150,759,319
NET ASSETS:		
Unrestricted	59,742,105	44,396,753
Temporarily restricted	32,861,210	28,231,485
Total net assets	92,603,315	72,628,238
TOTAL LIABILITIES AND NET ASSETS	$ 243,045,865	$ 223,387,557

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2015 AND 2014

UNRESTRICTED NET ASSETS	2015	2014
SUPPORT AND REVENUE:		
Private grants and contributions	$ 3,274,440	$ 3,307,813
Donated equipment, materials, and service	72,478	212,440
Federal revenue	22,178,697	19,272,072
California state revenue:		
State aid portion of general purpose funding	64,525,368	53,499,716
All other state revenue	8,995,889	7,605,065
Tennessee state revenue:		
Basic education program funding	9,119,948	4,728,100
All other state revenue	27,150	-
Local revenue:		
Cash in-lieu of property taxes	18,409,782	18,444,723
Interest income	33,455	40,793
All other local revenue	1,512,468	1,242,910
Subtotal	128,149,675	108,353,632
Net assets released from restrictions	41,599,336	42,824,146
Total support and revenue	169,749,011	151,177,778
EXPENSES		
PROGRAM EXPENSES:		
Educational programs	126,842,622	111,360,574
SUPPORTING SERVICES:		
Site support	12,365,389	10,119,976
Development and expansion	9,377,352	6,844,447
Administration and general	5,818,296	4,373,363
Total supporting services	27,561,037	21,337,786
Total expenses	154,403,659	132,698,360
Increase in Unrestricted Net Assets	15,345,352	18,479,418
TEMPORARILY RESTRICTED NET ASSETS:		
Private grants and contributions	16,400,543	11,077,191
Federal and state revenue	30,292,061	31,468,751
Return of grant funds	(463,543)	-
Net assets released from restrictions	(41,599,336)	(42,824,146)
Increase (decrease) in Temporarily Restricted Net Assets	4,629,725	(278,204)
INCREASE IN NET ASSETS	19,975,077	18,201,214
NET ASSETS - Beginning of Year	72,628,238	54,427,024
NET ASSETS - End of Year	$ 92,603,315	$ 72,628,238

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

ASPIRE PUBLIC SCHOOLS

CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2015 AND 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase in net assets	$ 19,975,077	$ 18,201,214
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	5,234,095	4,751,738
Amortization	349,444	665,940
Receipt of donated property and equipment	(79,123)	-
Loss on disposal of property and equipment	51,196	-
Forgiveness of debt	(1,400,000)	(250,000)
Donated investments	(2,842,661)	(2,683,389)
(Increase) decrease in assets:		
Accounts receivable	184,359	7,725,807
Foundation grants receivable	(4,863,203)	762,453
Cash held at county or district	-	1,423,500
Prepaid expenses and deposits	(399,384)	368,776
Increase (decrease) in liabilities:		
Accounts payable	780,799	(2,723,157)
Accrued expenses	(118,672)	461,955
Deferred rent	54,552	66,893
Net cash provided by operating activities	16,926,479	28,771,730
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(13,925,750)	(9,429,226)
Net cash used in investing activities	(13,925,750)	(9,429,226)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from debt	4,100,000	3,459,764
Principal payments on capital lease	(635,000)	(610,000)
Proceeds from sale of donor restricted investments	2,842,661	2,683,389
Principal payments on debt	(5,172,083)	(4,687,863)
Net cash provided by financing activities	1,135,578	845,290
Net increase in cash and cash equivalents	4,136,307	20,187,794
Cash and cash equivalents, beginning of year	50,843,439	30,655,645
Cash and cash equivalents, end of year	$ 54,979,746	$ 50,843,439
Cash and cash equivalents	$ 39,558,131	$ 33,892,370
Restricted cash and cash equivalents	15,421,615	16,951,069
Total	$ 54,979,746	$ 50,843,439
NON-CASH INVESTING ACTIVITIES:		
Property and equipment financed through accounts payable	$ 2,073,635	$ 944,272
NON-CASH FINANCING ACTIVITIES:		
Forgiveness of debt	$ 1,400,000	$ 250,000
CASH PAID FOR INTEREST (net of capitalized amount)	$ 6,797,938	$ 6,427,012

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

1. OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Aspire Public Schools, a non-profit public benefit corporation, was formed to manage, guide, direct, and promote charter schools that provide quality education to youth in primary and secondary grades. The Organization was founded in 1998. The Organization's support is derived primarily from public education monies, individual and foundation contributions, and various government agency grants.

In addition to managing school operations, Aspire Public Schools has two wholly-owned organizations created to facilitate ownership of certain school facilities and support development of charter schools. The facilities are owned and managed by a single-member limited liability company, College for Certain, LLC (CFC LLC). The sole member of the CFC LLC is College for Certain, Inc. (CFC INC) which was created as a supporting organization of Aspire Public Schools to facilitate and support the development of charter schools. CFC INC is controlled by, and for the benefit of, Aspire Public Schools. CFC LLC is a disregarded entity for federal income tax purposes.

Aspire Public Schools TN, LLC (TN LLC) is a Tennessee non-profit limited liability company created in July 2013, whose sole member is Aspire Public Schools. TN LLC incorporated pursuant to the Tennessee Nonprofit Corporation Act and is a disregarded entity for federal income tax purposes. TN LLC was formed to manage, guide, direct, and promote charter schools that provide quality education to Tennessee youth in primary and secondary grades. TN LLC’s support is derived primarily from State of Tennessee public education monies, foundation contributions, and various government agency grants.

For financial reporting purposes, CFC LLC, CFC INC, and TN LLC are consolidated with Aspire Public Schools for the years ended June 30, 2015 and 2014.

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 -** Aspire Public Schools operates thirty-five schools in California under thirty-four charters which are chartered by twelve charter authorizers (sponsoring districts) in six counties. Charters were 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, 2015, the charter schools operated by Aspire Public Schools were as follows:

Charter School Name	Charter School Number	Sponsoring District	*Charter Granted/ Renewed	Charter Expiration
Aspire Alexander Twilight College Preparatory Academy	1554	San Juan Unified	Dec 2012	6/30/16
Aspire Alexander Twilight Secondary Academy	1555	San Juan Unified	Dec 2012	6/30/16
Aspire Antonio Maria Lugo Academy	694	Los Angeles County Office of Education	April 2014	6/30/19
Aspire APEX Academy	854	Stockton Unified	Nov 2012	6/30/18
Aspire Benjamin Holt College Preparatory Academy	565	Lodi Unified	Feb 2013	6/30/18
Aspire Berkley Maynard Academy	726	Oakland Unified	Jan 2015	6/30/20
Aspire California College Preparatory Academy**	1049	Alameda County Office of Education	Feb 2013	6/30/18
Aspire Capitol Heights Academy	598	Sacramento City	Nov 2012	6/30/18
Aspire Centennial College Preparatory Academy	1436	Los Angeles Unified	Apr 2012	6/30/17
Aspire College Academy	1577	Oakland Unified	May 2013	6/30/18
Aspire East Palo Alto Charter School	125	Ravenswood City	Nov 2013	6/30/19
Aspire ERES Academy	1115	Oakland Unified	Feb 2014	6/30/19
Aspire Firestone Academy	1214	Los Angeles Unified	Oct 2014	6/30/20
Aspire Gateway Academy	1213	Los Angeles Unified	Oct 2014	6/30/20
Aspire Golden State College Preparatory Academy	1023	Oakland Unified	Dec 2012	6/30/18
Aspire Huntington Park Charter School***	1035	Los Angeles Unified	Jan 2013	6/30/18
Aspire Inskeep Academy	1332	Los Angeles Unified	April 2011	6/30/16
Aspire Junior Collegiate Academy	1551	Los Angeles Unified	Jan 2013	6/30/18
Aspire Langston Hughes Academy	1048	Stockton Unified	Dec 2012	6/30/18
Aspire Lionel Wilson College Preparatory Academy	465	Oakland Unified	Jan 2012	6/30/17
Aspire Monarch Academy	252	Oakland Unified	Feb 2014	6/30/19
Aspire Ollin University Prep Academy	693	Los Angeles County Office of Education	April 2014	6/30/19
Aspire Pacific Academy	1230	Los Angeles Unified	Oct 2014	6/30/20
Aspire Port City Academy	854	Stockton Unified	Nov 2012	6/30/18
Aspire River Oaks Charter School	364	Lodi Unified	Mar 2011	6/30/16
Aspire Rosa Parks Academy	554	Stockton Unified	Jan 2015	6/30/20
Aspire Slauson Academy	1330	Los Angeles Unified	April 2011	6/30/16
Aspire Summit Charter Academy	812	Ceres Unified	April 2011	6/30/16
Aspire Tate Academy	1331	Los Angeles Unified	April 2011	6/30/16
Aspire Titan Academy	1550	Los Angeles Unified	Jan 2013	6/30/18
Aspire Triumph Technology Academy	1663	Oakland Unified	Jan 2014	6/30/19

Aspire University Charter School	1026	Sylvan Union Elem	Jan 2013	6/30/18
Aspire Vanguard College Preparatory Academy	1125	Modesto City Schools	Nov 2013	6/30/19
Aspire Vincent Shalvey Academy	178	Lodi Unified	Feb 2014	6/30/19

* Charter issuance date or the most recent renewal date.

** This charter was closed on June 30, 2015. The school re-opened as Aspire Richmond California College Preparatory Academy on July 1, 2015 under a new charter (#1739) granted by West Contra Costa Unified. The net assets of this charter, all of which were unrestricted, were transferred to non-active sites within the Organization.

*** This charter was closed on June 30, 2015. Students at this school moved to Aspire Antonio Maria Lugo Academy, which opened a new facility in August 2015. Net assets of this charter, all of which were unrestricted, were transferred to Aspire Antonio Maria Lugo Academy on July 1, 2015.

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

Through June 30, 2015, the Organization had separately negotiated with all sponsoring districts for administrative fees and other services. Additionally, for some schools, transportation expenses and/or special education encroachment are paid by the Organization to the sponsoring districts.

- **Aspire Public Schools TN, LLC** – TN LLC operates three schools under three charters in Shelby County, Tennessee. Charters were granted for each school for ten years, with an opportunity for renewal. Charters may be revoked by the charter authorizer (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, 2015, the charter schools operated by TN LLC were as follows:

Charter School Name	Charter School Number	Sponsoring District	Charter Granted/ Renewed	Charter Expiration
Aspire Hanley Elementary School #1	8024	TN Achievement School District	April 2013	6/30/23
Aspire Hanley Elementary School #2	8025	TN Achievement School District	April 2013	6/30/23
Aspire Coleman Elementary School	8050	TN Achievement School District	May 2014	6/30/24

- **College for Certain, LLC** – CFC LLC holds title to properties where Aspire Public Schools operates ten charter schools (seven locations) and manages, operates, and leases the properties.

- **College for Certain, Inc.** – CFC 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 years ended June 30, 2015 and 2014, there was no activity in this entity.

Basis of presentation – The financial statements are presented in conformity with accounting for not-for-profit entities. 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. Donor-restricted amounts 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 Restrictions.” 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. Deferred revenue is recorded to the extent cash received on specific grants exceeds qualified expenses. Conditional promises to give, which depend on the occurrence of specified future and uncertain events, are not recorded until the conditions are met.

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.

Investment in Schoolzilla, Inc is treated as an equity method investment as management determined the Organization has a significant influence over the Company.

Intangible assets – The Organization has intangible assets for product and service discounts to be used in future periods. The Organization amortizes certain intangibles over their estimated useful lives, while intangible assets determined to have indefinite useful lives are assessed annually for impairment.

Property and equipment with a value greater than $5,000 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 equipment, materials, services, and facilities – In-kind contributions of equipment, materials, and services 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 years ended June 30, 2015 and 2014, in-kind contributions of $72,478 and $212,440 were received, respectively.

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.

The Organization applied the accounting principles related to accounting for uncertainty in income taxes and has determined that there is no material impact on the financial statements for June 30, 2014 and 2013. With some exceptions, the Organization is no longer subject to U.S. federal and state income tax examinations by tax authorities for years prior to the year ended June 30, 2011.

Functional allocation of expenses – The cost of providing educational 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.

Fair value measurements – Fair value is a market-based measurement, not an entity-specific measurement. For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same—to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (that is, an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

In order to increase consistency and comparability in fair value measurements, a fair value hierarchy that prioritizes observable and unobservable inputs is used to measure fair value into three broad levels, as follows:

Level 1 Inputs	Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
Level 2 Inputs	Inputs other than quoted prices in active markets that are observable either directly or indirectly.
Level 3 Inputs	Unobservable inputs for the asset or liability.

When a price for an identical asset or liability is not observable, a reporting entity measures fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. Because fair value is a market-based measurement, it is measured using the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk. As a result, a reporting entity's intention to hold an asset or to settle or otherwise fulfill a liability is not relevant when measuring fair value.

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. Significant management estimates included in the financial statements are the collectability of the receivables and foundation grants receivables, estimate of net present value of the foundation grants receivable, the estimated useful lives of property and equipment, the functional allocation of expenses, and the net present value of intangibles.

Reclassifications – Certain amounts in the prior year financial statements have been reclassified for comparative purposes to conform with presentation in the current-year financial statements.

Subsequent events have been reviewed through November 13, 2015, the date the financial statements were available to be issued. See Note 16 for subsequent events.

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 consists of amounts that are required to be held for debt services reserves and for principal and interest payments with respect to the bond outstanding; and contributions restricted to investment in property and equipment. The total restricted cash at June 30, 2015 and 2014, was $15,421,615 and $16,591,069, respectively. The current portion of $3,808,122 and $3,695,292 as of June 30, 2015 and 2014, respectively, was restricted for current bond debt obligations. The noncurrent portion of $11,613,493 at June 30, 2015 consisted of $7,676,673 for debt service reserves and $3,936,820 for investment in property and equipment. The noncurrent portion of $13,255,777 at June 30, 2014 consisted of $7,757,817 for debt service reserves and $5,497,960 for investment in property and equipment.

4. ACCOUNTS RECEIVABLE

Accounts receivable balances at June 30, 2015 and 2014 were $24,296,753 and $24,481,112, respectively. The balances were due entirely from grantor government agencies. Management deems all receivables to be collectible as of June 30, 2015.

5. FOUNDATION GRANTS RECEIVABLE

The Organization recognizes unconditional foundation grants receivables at their estimated fair value using estimated prevailing interest rates, on a nonrecurring basis, at the time the pledge is made. Fair value is determined by calculating the net present value of the estimated future cash flows. The discount rate used in determining the net present value of new pledges receivable was 3.23% and 2.84% at June 30, 2015 and 2014, respectively The estimated fair value of the pledges made during 2015 and 2014 totaled approximately $4,389,044 at June 30, 2015 and $519,000 at June 30, 2014, and were included within level 3 of the fair value hierarchy because determination of the net present value of future cash flows was based on little or no market data and required management to develop their own assumptions. For the year ended June 30, 2015, a foundation grant receivable balance of $3,050,000, which is expected to be received within one year, is classified with the non-current portion of the grant receivable balance as the contribution is restricted to be invested in property and equipment. All foundation grants receivable are judged by management to be collectible, and were as follows as of June 30:

	2015	2014
Gross foundation grants receivable	$ 11,778,348	$ 6,868,345
Less: Unamortized discount	(70,346)	(23,546)
Foundation grants receivable, net	$ 11,708,002	$ 6,844,799

Foundation grants receivable are due to be collected as follows:

	2015	2014
Within one year	$ 9,528,348	$ 6,014,287
One to five years	2,179,654	830,512
Foundation grants receivable, net	$ 11,708,002	$ 6,844,799

Conditional promises to give, which depend on the occurrence of specified future and uncertain events, are not recorded until the conditions are met. Approximate outstanding conditional promises to give are as follows and will be recognized as revenue as the conditions are met:

Purpose:	2015	2014
Openings schools in specific locations	$ 10,650,000	$ 15,800,000
Implementation of blended learning at specific locations	225,000	865,000
Facility construction		2,911,000
Future financial performance		2,000,000
Total	$ 10,875,000	$ 21,576,000

6. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	2015	2014
Land	$ 27,731,414	$ 25,328,678
Buildings	99,585,994	99,475,453
Construction in progress	12,966,189	1,614,762
Leasehold improvements	8,554,732	8,006,811
Property under capital lease	21,845,473	21,845,473
Equipment	7,403,068	7,049,041
Subtotal	178,086,870	163,320,218
Less accumulated depreciation	(30,802,983)	(26,829,548)
Property and equipment, net	$ 147,283,887	$ 136,490,670

Depreciation expense was $5,234,095 and $4,751,738 for the years ended June 30, 2015 and 2014, respectively. Various components of the land, buildings, and schools under construction shown above are pledged as collateral for the debt disclosed in Note 8, and the capital lease disclosed in Note 10.

7. OTHER ASSETS

Other assets consisted of the following at June 30:

	2015	2014
Deferred loss, net	$ 230,297	$ 244,045
Indefinite-lived intangible assets	316,372	316,372
Amortizable intangible assets, net	262,515	365,691
Investment in Schoolzilla, Inc.		125,686
Other assets, net	$ 809,184	$ 1,051,794

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 treated as sale-leaseback transaction and a loss on this transaction of $374,660 was deferred and is being amortized over the term of the capital lease. As of June 30, 2015 and 2014, accumulated amortization was $144,363 and $130,615, respectively. Amortization expense of the deferred loss for the years ended June 30, 2015 and 2014 was $13,748 and $13,749, respectively. The Organization's obligation under this capital lease is detailed in Note 10.

Intangible Assets

The Organization holds an indefinite-life intangible asset for product and technology discount benefits valued at $316,372. Management assesses the carrying value of the indefinite-life intangible asset annually, or more often if facts and circumstances suggest it may be impaired. If this review indicates that the carrying value may not be recoverable, then the carrying value would be reduced to its estimated fair value. No impairment losses were recognized as a result of this review for the years ended June 30, 2015 and 2014, respectively.

Amortizable intangible assets consist of the following as of June 30, 2015:

	Gross Carrying Amount	Accumulated Amortization	Net
Product and technology discount benefits	$ 438,922	$ 209,233	$ 229,689
Rights to use certain assets	53,200	23,940	29,260
Service discount benefits	14,263	10,697	3,566
Total	$ 506,385	$ 243,870	$ 262,515

Amortizable intangible assets consist of the following as of June 30, 2014:

	Gross Carrying Amount	Accumulated Amortization	Net
Product and technology discount benefits	$ 438,922	$ 121,451	$ 317,471
Rights to use certain assets	53,200	13,300	39,900
Service discount benefits	14,263	5,943	8,320
Total	$ 506,385	$ 140,694	$ 365,691

The product and technology discount benefits, rights to use certain assets, and service discount benefits are amortized on a straight-line basis over a seven, five, and three year period, respectively. These lives are based on the periods in which the Organization is eligible for such discounts. Amortization expense on intangible assets for the years ended June 30, 2015 and 2014 was $103,176 and $123,829, respectively.

The expected future amortization expense of intangible assets for the next five years is as follows:

2016	$ 95,405
2017	47,500
2018	45,726
2019	40,096
2020	33,788
Total	$ 262,515

Investment in Schoolzilla, Inc.

The Organization owned 15.325% and 20% of the common stock of Schoolzilla, Inc. (Schoolzilla) at June 30, 2015 and 2014, respectively. Schoolzilla is a for-profit company that develops web-based data management platforms allowing teachers to synthesize data from multiple sources and create reports presenting their students' academic performances. Although the Organization's interest in Schoolzilla has dropped below 20%, management has determined they still have significant influence over the operations of Schoolzilla through a seat on their board of directors, and maintaining the third largest stake in Schoolzilla, and therefore accounts for this investment under the equity method.

The Organization and Schoolzilla obtained an independent valuation which valued this investment on the date of acquisition using the Option-Pricing Model using inputs derived from the financial records of Schoolzilla to determine the value of the investment on the date of acquisition. The investment has been adjusted for the Organization's share of the net loss since the date of acquisition, resulting in $0 book value as of June 30, 2015. Schoolzilla did not declare any dividends as of June 30, 2015 and 2014, respectively.

The condensed unaudited financial information for Schoolzilla, Inc. at June 30:

	2015	**2014**
Total assets	$ 3,017,000	$ 2,235,000
Total liabilities	2,431,000	819,000
Stockholders' Equity	586,000	1,416,000
Net loss	3,124,000	809,000

8. DEBT

	2015	2014
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 bearing interest rates ranging from 5.00% - 6.375%. The bond proceeds were used for the construction of new campuses. Principal and interest payments are due yearly beginning July 1, 2014. Final maturity is in 2046.	$ 91,805,000	$ 92,795,000
Charter Fund, Inc. $3,500,000 loan, effective October 15, 2012, bearing interest at 1%, to provide general support for the management of the organization. Principal payments of $700,000 are due in 3 annual installments beginning in 2020 through 2022. This loan has the potential to be forgiven annually through 2017, if specific milestones are met. $1,400,000 of this note was forgiven in 2015.	2,100,000	3,500,000
California School Finance Authority $4,758,509 loan, effective June 27, 2007, bearing interest at 2.202%, for the construction of Rosa Parks Academy in Stockton under Proposition 47. Interest only payments of varying amounts are due annually. Principal and interest payments totaling $231,795 are due annually. Final maturity is in 2037.	4,007,587	4,148,042
Pacific Charter School Development, Inc. $4,000,000 promissory note, effective April 1, 2010, bearing an interest rate of 0%. Principal payments of various amounts were due at various dates in accordance with the provisions of the note. The note was repaid in full during 2015.	-	3,001,188
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 in 2017.	1,000,000	1,000,000
California Department of Education loans for fifteen schools. Loans range from $150,000 to $250,000 with interest rates from .24% to .55%. Principal is payable in five annual installments ranging from $20,000 to $67,500, per loan. Final maturity for various schools range from 2015 to 2017.	402,496	1,077,495

California School Finance Authority $9,834,913 loan ($457,251 issued in 2009/10, $5,262,400 issued in 2010/11, and $4,115,262 issued in 2012/13), bearing interest at 2%, for the construction of Aspire Ollin University College Preparatory campus in Los Angeles under Proposition 55. Beginning July 2014, interest only payments of varying amounts are due annually. In addition, a principal and interest payment of $462,139 is due annually. Final maturity is in 2042.	9,569,472	9,834,913
California School Finance Authority $3,459,764 loan issued in 2013/14, effective date and payment terms to be determined upon conversion to final apportionment for a new campus to be built for Aspire Antonio Maria Lugo Academy in Los Angeles under Proposition 1D. The interest rate will be approximately the state's borrowing rate and repayment will commence starting one-year after the new facility is opened. The principal will then be amortized over 30 years. Interest is not charged until the repayment period begins. The School is expected to be completed in the 2015/16 fiscal year.	3,459,764	3,459,764
CSGF Revolving Facilities Loan Fund LLC loan up to $3,500,000, executed on April 8, 2015. $2,500,000 has been issued to date. The loan carries an interest rate of 3.75% per annum with interest not due until maturity which occurs on September 30, 2016. The proceeds will be used for the construction of Aspire Antonio Maria Lugo Academy in Huntington Park.	2,500,000	-
Pacific West Communities loan in the amount of $1,500,000 executed on April 8, 2015. The loan carries an interest rate of 30-day LIBOR plus 3.5% with a floor of 4.0%. The interest rate at June 30, 2015 was 4.0%. Interest is not due until maturity which occurs on September 30, 2016. The proceeds will be used for the construction of Aspire Antonio Maria Lugo Academy in Huntington Park.	1,500,000	-
Subtotal	116,344,319	118,816,402
Less current portions	(2,299,298)	(2,070,896)
Total Long-Term Debt	$ 114,045,021	$ 116,745,506

Future payments relating to debt are as follows as of June 30, 2015:

Year Ending June 30,	Principal	Interest	Total
2016	$ 2,299,298	$ 5,839,433	$ 8,138,731
2017	6,155,653	6,026,634	12,182,287
2018	1,668,617	5,748,404	7,417,021
2019	1,744,291	5,679,909	7,424,200
2020	2,510,187	5,607,933	8,118,120
Thereafter	101,966,273	95,532,829	197,499,102
Total	$ 116,344,319	$ 124,435,142	$ 240,779,461

Aspire Public Schools (lessee to College for Certain, LLC) must meet several financial covenants as a requirement of the College for Certain Series 2010 School Facility Revenue Bonds. These requirements are as follows: 1) maintain a minimum cash balance of 3% of gross revenue as of December 31 and June 30 of each year, 2) maintain a ratio of current assets to current liabilities of 1:10 to 1, 3) working capital must not be less than 7.5% of total operating expenses, 4) operations must allow Aspire to pay all its expenses during such fiscal year for the operation, maintenance and repair of the Schools operated by it, 5) produce net available corporate income of Aspire equal to at least 1.05 times maximum aggregate annual debt service on all outstanding indebtedness of Aspire for the fiscal year, and 6) produce gross revenues of the financed schools equal to at least 2 times maximum annual debt service on the outstanding bonds. Aspire Public Schools was in compliance with these covenants for the year ended June 30, 2015.

Revolving Line of Credit

On October 28, 2014, The Organization obtained a $10,000,000 revolving line of credit, of which all was unused at June 30, 2015. Advances on the credit line are payable on demand and carry and interest rate of 3.25% over prime (6.50% at June 30, 2015). The credit line is secured by substantially all assets of the Organization.

9. CAPITALIZATION OF CONSTRUCTION DEBT INTEREST

While a facility is under construction, a portion of interest is capitalized into its cost. 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 $6,745,944 and $6,770,979 were incurred related to debt during the years ended June 30, 2015 and 2014, respectively. During the years ended June 30, 2015 and 2014, $8,912 and $0 of interest was capitalized, respectively.

10. LEASE COMMITMENTS

Operating leases

The Organization leases buildings for administrative offices in Oakland and Stockton and leases land and buildings for school sites in Berkeley, East Palo Alto, Empire, Los Angeles, Modesto, Oakland, Sacramento, Stockton, and Memphis 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, 2015 are as follows:

Year Ending June 30,	Minimum Payments
2016	$ 3,163,895
2017	2,974,017
2018	2,869,032
2019	2,496,221
2020	1,544,097
Thereafter	11,105,977
Total	$ 24,153,239

Rental expense under operating leases was $3,480,818 and $3,366,759 for the years ended June 30, 2015 and 2014, 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 and depreciation expense for the leased property is included in the total depreciation expense.

Future payments relating to this capital lease are as follows as of June 30, 2015:

Year Ending June 30,	Principal	Interest	Total
2016	$ 655,000	$ 719,963	$ 1,374,963
2017	680,000	693,231	1,373,231
2018	710,000	664,581	1,374,581
2019	740,000	635,116	1,375,116
2020	770,000	603,494	1,373,494
Thereafter	12,435,000	3,932,922	16,367,922
Total	$ 15,990,000	$ 7,249,307	$ 23,239,307

11. EMPLOYEE BENEFIT PLANS

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California and Tennessee. Classified employees in California are members of the California Public Employees' Retirement System (CalPERS), and certificated employees working at California Schools are members of the California State Teachers' Retirement System (CalSTRS). Certificated employees working at Tennessee schools are members of the Tennessee Consolidated Retirement System (TCRS). All employees who are not members of these plans must contribute to the federal Social Security system. The Organization also has two 403(b) plans.

California Public Employees' Retirement System (CalPERS)

Plan name:	California Public Employees' Retirement System (CalPERS) State & Schools
Plan's EIN:	94-6207465
Market value of assets:	$56,838
Actuarial accrued liability:	$65,600
Funded status:	At least 80% funded

The market value of assets and actuarial accrued liability are expressed in millions and are valued as of June 30, 2014, the most recent information available.

Plan Description

The Organization participates in the Schools Pool (the CalPERS Plan), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. CalPERS acts as a common investment and administrative agent for participating entities within the State of California. CalPERS issues a publicly available financial report that includes financial statements and required supplementary information for this plan. This report is available online at www.calpers.ca.gov.

Benefits Provided

The benefits for the CalPERS Plan are established by contract, in accordance with the provisions of the California Public Employees' Retirement Law (PERL). The benefits are based on members' years of service, age, final compensation, and benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. PEPRA made significant changes to the benefit structure that primarily affect members first hired to perform CalPERS creditable activities on or after January 1, 2013. As a result of PEPRA, the CalPERS Plan has two benefit structures: 1) CalPERS 2% at 55 – Members first hired on or before December 31, 2012, to perform CalPERS creditable activities, and 2) CalPERS 2% at 62 – Members first hired on or after January 1, 2013, to perform CalPERS creditable activities. To be eligible for service retirement, members hired prior to January 1, 2013, must be at least age 50 with a minimum of five years of CalPERS-credited service, while members hired after January 1, 2013, must be at least age 52 with a minimum of five years of service.

Contributions

Section 20814(c) of the PERL requires that the employer contribution rates for all employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Contribution rates for the CalPERS Plan are determined annually on an actuarial basis as of June 30 by CalPERS. The CalPERS Plan's actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Classic plan members, defined as a member who joined CalPERS prior to January 1, 2013, are required to contribute 7% of their salary (7% of monthly salary over $133.33 if the member participates in Social Security). New members who joined CalPERS for the first time on or after January 1, 2013 are required to contribute 6% of their salary. The required employer contribution rate for fiscal years ended June 30, 2015 and 2014 were 11.771% and 11.442% of annual payroll, respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2016, the Organization is required to contribute 11.847% of annual payroll.

California State Teachers' Retirement System (CalSTRS):

Plan name:	California State Teachers' Retirement System (CalSTRS)
Plan's EIN:	94-6291617
Actuarial value of assets:	$158,495
Actuarial accrued liability:	$231,213
Funded status:	65-80% funded

The actuarial value of assets and accrued liability are expressed in millions and are valued as of June 30, 2014, the most recent actuarial valuation date.

Plan Description

The Organization participates in the State Teachers' Retirement Plan (the CalSTRS Plan), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalSTRS. CalSTRS acts as a common investment and administrative agent for participating entities within the State of California. CalSTRS issues a publicly available financial report that includes financial statements and required supplementary information for this plan. This report is available online at www.calstrs.com.

Benefits Provided

The benefits for the CalSTRS Plan are established by contract, in accordance with the provisions of the State Teachers' Retirement Law. Benefits are based on members' years of service, age, final compensation, and a benefit formula. Benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The California Public Employees' Pension Reform Act of 2013 (PEPRA) made significant changes to the benefit structure that primarily affect members first hired to perform CalSTRS creditable activities on or after January 1, 2013. As a result of PEPRA, the CalSTRS Plan has two benefit structures: 1) CalSTRS 2% at 60 – Members first hired on or before December 31, 2012, to perform CalSTRS creditable activities, and 2) CalSTRS 2% at 62 – Members first hired on or after January 1, 2013, to perform CalSTRS creditable activities. The 2 percent, also known as the age factor, refers to the percentage of final compensation received as a retirement benefit for each year of service credit. To be eligible for service retirement, members hired prior to January 1, 2013, must be at least age 60 with a minimum of five years of CalSTRS-credited service, while members hired after January 1, 2013, must be at least age 62 with five years of service.

Contributions

Assembly Bill 1469 (AB 1469), signed into law as a part of the State of California's (the State) 2014-15 budget, increases contributions to the CalSTRS Plan from members, employers, and the State over the next seven years, effective July 1, 2014. School employer contributions will increase from 8.25% to a total of 19.1% of covered payroll over the seven-year period. Active plan members are required to contribute 8.15% of their salary. The required employer contribution rates for the fiscal years ended June 30, 2015 and 2014 were 8.88% and 8.25% of annual payroll, respectively. For the fiscal year 2016, the Organization is required to contribute 10.73% of annual payroll.

Tennessee Consolidated Retirement System (TCRS):

Legacy Plan:

	Tennessee Consolidated Retirement System (TCRS)
Plan name:	Legacy Plan: Teachers
Plan's EIN:	62-6001445
Actuarial value of assets:	$21,215
Actuarial accrued liability:	$21,198
Funded status:	At least 80% funded

The actuarial value of assets and accrued liability are expressed in millions and are valued as of July 1, 2014, the most recent actuarial valuation date.

Plan Description

The Organization contributes to the Tennessee Consolidated Retirement System (TCRS) Legacy Plan, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan for all employees hired on or before June 30, 2014 administered by the Tennessee Department of Treasury. 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. TCRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the TCRS annual financial report may be obtained from the State of Tennessee Treasury Department, 502 Deaderick Street, Nashville, Tennessee, 37243.

Funding Policy

Active plan members are required to contribute 5% 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 TCRS Board of Trustees. The required employer contribution rate for the fiscal years ended June 30, 2015 and 2014 were 9.04% and 8.88% of annual payroll respectively. The contribution requirements of the plan members are established by state statute. For the fiscal year 2016, the Organization is required to contribute 9.04% of annual payroll.

Hybrid Plan:

Plan name:	TCRS Hybrid Pension Plan with Cost Controls
Plan's EIN:	62-6001445

Plan Description

In the fiscal year ended June 30, 2015, TCRS created a new Hybrid Pension Plan with Cost Controls for all eligible new hires hired on or after July 1, 2014. This plan is a combination of a Defined Benefit and Defined Contribution plan to help provide a sustainable plan going forward, control employer pension cost, and control unfunded liabilities related to pension plans.

Contributions

Under the defined benefit portion of this plan, active plan members are required to contribute 5% of their salary and the Organization is required to contribute 4% of plan member's annual payroll. Under the defined contribution portion of this plan, employees contribute 2% of their salary, which employees can opt out of if they choose, and the Organization is required to contribute 5% of active member's annual payroll. The actuarial value of assets and accrued liabilities for the defined benefit portion of the plan have not yet been determined, as there has been no actuarial valuation performed on the plan as of June 30, 2015.

The Organization's contributions to these employee benefits plans were as follows:

	2015	2014
CalPERS	$ 2,407,936	$ 2,120,225
CalSTRS	4,291,551	3,952,939
TCRS Legacy	366,599	268,709
TCRS Hybrid	108,893	

Contributions to all plans equal 100% of the required contributions for each year.

Other Defined Contribution Plans:

During the fiscal year ended June 30, 2014, CalPERS informed the Organization that employees at three schools, Aspire Junior Collegiate Academy, Aspire Titan Academy, and Aspire Centennial College Preparatory Academy, would not be eligible for CalPERS benefits. The matter is currently being negotiated; however in October 2014, as a response to this decision from CalPERS, Aspire amended their existing 403(b) retirement plan, the Aspire Public Schools 403(b) CA Plan (CA Plan) to allow all California employees not eligible for CalPERS or CalSTRS to be eligible to receive discretionary employer contributions. All employees of the Organization are eligible to participate in the CA Plan, but only employees not eligible for any other employee benefit plan may receive employer contributions. The organization contributed $41,121 to the CA Plan in the year ended June 30, 2015.

The Organization also offers a 403(b) retirement plan for TN LLC employees, the Aspire Public Schools 403(b) TN Plan (TN Plan). All employees who normally work more than 20 hours a week and are not already enrolled in the TCRP retirement plan are eligible to participate in the TN Plan. The Organization will match a discretionary portion of the employers contributions, determined on an annual basis. The Organization contributed $32,859 and $28,354 to the TN Plan for the years ended June 30, 2015 and 2014, respectively.

12. RESTRICTED NET ASSETS

At June 30, 2015 and 2014, temporarily restricted net assets consisted of unexpended grants restricted for various purposes. The Organization accrued a liability for a portion of grant funding that is due to be returned to the grantor, as the Organization did not spend the entire amount of grant funds associated with a specific project that was completed during the year ended June 30, 2015. These funds totaling $463,543 are shown as a reduction of temporarily restricted net assets on the statements of activities.

Temporarily restricted net assets are to be used for the following purposes:

	2015	2014
Construction of facilities	$ 10,631,102	$ 6,622,826
School expansion	7,356,423	7,918,227
Organizational stability	7,000,000	5,000,000
School improvement programs	4,151,665	4,856,433
Clean energy projects	3,268,032	1,698,493
Other school programs	453,988	160,420
Common core implementation funds		1,975,086
Total	$ 32,861,210	$ 28,231,485

13. JOINT VENTURES

For their California schools, the Organization participates in a joint venture under a joint powers agreement (JPAs) with the California Charter School Joint Powers Authority, doing business as charterSAFE (SAFE).

SAFE arranges for and provides workers' compensation, property, and liability insurance coverage for their members, respectively. The JPA is governed by boards consisting of a representative from each member. The board controls the operations of the JPA, including selection of management and approval of operating budgets, independent of any influence by the member beyond their representation on the board. Each member pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPA.

SUMMARY OF JPA COVERAGE

1. **Workers' Compensation**

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

2. **Property**

Organization	
Deductible:	$1,000
Coverage:	
Building:	$123,613,956
Contents:	$4,858,871
Data processing:	$4,464,810
Extra expense:	$1,000,000
Business income:	$1,000,000
Excess Insurance:	None

3. **Liability**

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

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

SAFE 250 E. 1st Street, Suite 1000, Los Angeles, California 90012

The latest condensed financial information available for SAFE are as follows:

	June 30, 2015 (Unaudited)
Total Assets	$ 16,299,437
Total Liabilities	$ 12,683,664
Net Assets	3,615,773
Total Liabilities and Equity	$ 16,299,437
Total Revenues	$ 16,229,245
Total Expenses	15,166,051
Net Increase in Net Assets	$ 1,063,194

14. 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.

15. RELATED-PARTY TRANSACTIONS

The Organization is member of a coalition of Charter Management Organizations (CMO's) called The College Ready Promise (TCRP) designed to pool resources of schools that share the same objective of graduating all students college ready. TCRP is made up of four partnering CMO's: Aspire Public Schools, Alliance College-Ready Public Schools, Green Dot Public Schools, and Partnerships to Uplift Communities. TCRP's board of directors is made up of the top executives from each CMO, including the Organization's CEO. TCRP's goal is to gain funding from foundations across the country, and disburse it to its members in order to assist them in carrying out their common goals. TCRP granted $23,646 and $17,175 in private funding to the Organization during the years ended June 30, 2015 and 2014, respectively.

The Organization's CFO was a Board Member of charterSAFE (see Note 13) during the 2013/14 and 2014/15 fiscal year. The Organization paid $1,387,211 and $1,385,190 in premiums to charterSAFE during the years ended June 30, 2015 and 2014, respectively.

The Organization's Board of Directors and their respective companies contributed $4,025,605 in the year ended June 30, 2015 to support the Organization's ongoing operations and growth, with the most significant contribution of $3,710,919 from the Pyramid Peak Foundation.

16. SUBSEQUENT EVENTS

Debt

Subsequent to the year ended June 30, 2015, the Organization made an accelerated payment of $2,900,000 of principal on the College for Certain Series 2010 School Facility Revenue Bonds. Future minimum payments were revised to reflect the reduction in principal.

Additionally, subsequent to the year ended June 30, 2015, the Organization paid $402,496 in principal on the California Department of Education loans, the entire balance of the loans.

Aspire University, Inc.

On July 1, 2015, the Organization created a new nonprofit public benefit corporation, Aspire University, Inc. (Aspire U). Aspire U's purpose is to develop a high-caliber teacher, principal, and leader pipeline for the Organization and other education organizations.

College for Certain II, LLC

On August 19, 2015, the Organization created a new wholly-owned organization, College for Certain II, LLC (CFC II LLC) to facilitate potential future ownership of certain school facilities and support development of charter schools. The sole member of the CFC II LLC is CFC INC (see Note 1). CFC II LLC is a disregarded entity for federal income tax purposes.

SUPPLEMENTARY INFORMATION

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION, BY REGION
JUNE 30, 2015

	School Operations					Administration					
	Bay Area Schools	**Central Valley Schools**	**LA Schools**	**Tennessee Schools**	**Non Active Schools**	**California Home Office**	**Tennessee Home Office**	**Total School Activity**	**CFC, LLC**	**Eliminations**	**Total Consolidated**
CURRENT ASSETS:											
Cash and cash equivalents	$ 4,497,011	$ 13,088,773	$ 11,977,982	$ (61,195)	$ 99,633	$ 7,672,916	$ 2,282,401	$ 39,557,521	$ 610	$ -	$ 39,558,131
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	3,808,122	-	3,808,122
Accounts receivable	8,639,511	6,407,503	6,000,889	1,862,773	129,543	1,170,439	86,095	24,296,753	-	-	24,296,753
Foundation grants receivable,	-	-	-	-	-	-	-	-	-	-	-
current portion	14,044	-	265,000	600,000	-	2,449,304	3,150,000	6,478,348	-	-	6,478,348
Prepaid expenses and deposits	74,525	92,658	56,067	41,745	46,056	336,808	8,576	656,435	-	-	656,435
Intercompany receivable	-	29,893	-	-	-	1,497,597	-	1,527,490	-	(1,527,490)	-
Total current assets	13,225,091	19,618,827	18,299,938	2,443,323	275,232	13,127,064	5,527,072	72,516,547	3,808,732	(1,527,490)	74,797,789
NON-CURRENT ASSETS:											
Restricted cash and cash equivalents	3,936,820		-	-	-	-	-	3,936,820	7,676,673	-	11,613,493
Foundation grants receivable, net	4,018,735	-	-	-	-	-	1,210,919	5,229,654	-	-	5,229,654
Deferred rent due	-	-	-	-	-	-	-	-	2,835,576	(2,835,576)	-
Property and equipment, net	3,146,522	24,877,950	32,406,987	1,058,353	30,298	2,979,487	138,599	64,638,196	83,677,819	(1,032,128)	147,283,887
Deferred charges, net	-	-	-	-	-	-	-	-	3,311,858	-	3,311,858
Other assets, net	-	230,297	-	-	-	578,887	-	809,184	-	-	809,184
TOTAL ASSETS	$ 24,327,168	$ 44,727,074	$ 50,706,925	$ 3,501,676	$ 305,530	$ 16,685,438	$ 6,876,590	$147,130,401	$101,310,658	$ (5,395,194)	$243,045,865
CURRENT LIABILITIES:											
Accounts payable	$ 1,812,457	$ 941,173	$ 4,088,451	$ 188,361	$ 34,652	$ 2,362,508	$ 209,718	$ 9,637,320	$ -	$ -	$ 9,637,320
Accrued expenses	1,075,436	1,107,960	1,300,210	333,998	11,989	1,008,195	120,185	4,957,973	2,762,855	-	7,720,828
Capital lease, current	-	575,238	-	-	-	79,762	-	655,000	-	-	655,000
Debt, current	-	206,048	548,250	-	-	500,000	-	1,254,298	1,045,000	-	2,299,298
Intercompany payable	-	-	-	-	-	-	444,957	444,957	1,082,533	(1,527,490)	-
Total current liabilities	2,887,893	2,830,419	5,936,911	522,359	46,641	3,950,465	774,860	16,949,548	4,890,388	(1,527,490)	20,312,446
LONG-TERM LIABILITIES:											
Deferred rent	-	-	750,083	-	-	2,825,716	-	3,575,799	9,860	(2,835,576)	750,083
Capital lease, net	-	13,467,604	-	-	-	1,867,396	-	15,335,000	-	-	15,335,000
Debt, net	-	3,926,535	16,758,486	-	-	2,600,000	-	23,285,021	90,760,000	-	114,045,021
Total liabilities	2,887,893	20,224,558	23,445,480	522,359	46,641	11,243,577	774,860	59,145,368	95,660,248	(4,363,066)	150,442,550
NET ASSETS:											
Unrestricted	10,761,889	23,434,579	24,185,547	1,757,218	33,889	(5,121,210)	71,911	55,123,823	5,650,410	(1,032,128)	59,742,105
Temporarily restricted	10,677,386	1,067,937	3,075,898	1,222,099	225,000	10,563,071	6,029,819	32,861,210	-	-	32,861,210
Total net assets	21,439,275	24,502,516	27,261,445	2,979,317	258,889	5,441,861	6,101,730	87,985,033	5,650,410	(1,032,128)	92,603,315
TOTAL LIABILITIES AND NET ASSETS	$ 24,327,168	$ 44,727,074	$ 50,706,925	$ 3,501,676	$ 305,530	$ 16,685,438	$ 6,876,590	$147,130,401	$101,310,658	$ (5,395,194)	$243,045,865

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS, BY REGION
YEAR ENDED JUNE 30, 2015

	School Operations					Administration					
	Bay Area Schools	**Central Valley Schools**	**LA Schools**	**Tennessee Schools**	**Non Active Schools**	**California Home Office**	**Tennessee Home Office**	**Total School Activity**	**CFC, LLC**	**Eliminations**	**Total Consolidated**
CHANGES IN UNRESTRICTED NET ASSETS											
SUPPORT AND REVENUE											
Private grants and contributions	$ 666,976	$ 48,673	$ 15,813	$ 500	$ 15,000	$ 2,525,022	$ 2,456	$ 3,274,440	$ -	$ -	$ 3,274,440
Donated equipment, materials, and services	68,500	-	-	-	-	3,978	-	72,478	-	-	72,478
Federal revenue	4,678,663	3,798,830	5,831,568	1,620,025	129,543	6,393,701	316,031	22,768,361	-	(589,664)	22,178,697
California State revenue											
State aid portion of general purpose funding	19,478,060	24,001,820	21,045,488	-	-	-	-	64,525,368	-	-	64,525,368
All other state revenue	2,950,331	3,385,111	2,660,447	-	-	-	-	8,995,889	-	-	8,995,889
Tennessee State revenue											
Basic education program funding	-	-	-	9,119,948	-	-	-	9,119,948	-	-	9,119,948
All other state revenue	-	-	-	27,150	-	-	-	27,150	-	-	27,150
Local revenue:											
Cash in-lieu of property taxes	4,999,061	6,284,658	7,126,063	-	-	-	-	18,409,782	-	-	18,409,782
Interest income	3,665	1,017	-	-	-	24,515	2,691	31,888	1,567	-	33,455
All other local revenue	294,171	978,095	236,657	13,420	-	1,655,873	1,241	3,179,457	6,491,720	(8,158,709)	1,512,468
Subtotal	33,139,427	38,498,204	36,916,036	10,781,043	144,543	10,603,089	322,419	130,404,761	6,493,287	(8,748,373)	128,149,675
Net assets released from restrictions	8,540,739	11,552,906	12,359,377	2,047,609	-	4,273,211	2,825,494	41,599,336	-	-	41,599,336
Total support and revenue	41,680,166	50,051,110	49,275,413	12,828,652	144,543	14,876,300	3,147,913	172,004,097	6,493,287	(8,748,373)	169,749,011
PROGRAM EXPENSES											
Educational programs	34,733,952	42,238,200	38,335,344	9,843,306	110,654	-	-	125,261,456	8,072,886	(6,491,720)	126,842,622
SUPPORTING SERVICES											
Site support	-	-	-	1,210,176	-	12,763,020	192,033	14,165,229	-	(1,799,840)	12,365,389
Program development and expansion	-	-	-	-	-	6,874,313	2,503,039	9,377,352	-	-	9,377,352
Administration and general	-	-	-	-	-	5,603,208	671,901	6,275,109	-	(456,813)	5,818,296
Cost allocations	3,223,023	3,864,594	4,904,040	328,303	138,312	(12,129,969)	(328,303)	-	-	-	-
Total supporting services	3,223,023	3,864,594	4,904,040	1,538,479	138,312	13,110,572	3,038,670	29,817,690	-	(2,256,653)	27,561,037
Total expenses	37,956,975	46,102,794	43,239,384	11,381,785	248,966	13,110,572	3,038,670	155,079,146	8,072,886	(8,748,373)	154,403,659
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	3,723,191	3,948,316	6,036,029	1,446,867	(104,423)	1,765,728	109,243	16,924,951	(1,579,599)	-	15,345,352
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:											
Private grants and contributions	7,064,489	-	865,000	250,000	225,000	3,885,135	4,110,919	16,400,543	-	-	16,400,543
Federal and state revenue	8,680,453	11,585,015	9,913,952	112,641	-	-	-	30,292,061	-	-	30,292,061
Interfund transfers	(1,935,508)	(2,378,000)	(2,018,998)	-	(6,122)	6,338,628	-	-	-	-	-
Return of grant funds	-	-	(463,543)	-	-	-	-	(463,543)	-	-	(463,543)
Net assets released from restrictions	(8,540,739)	(11,552,906)	(12,359,377)	(2,047,609)	-	(4,273,211)	(2,825,494)	(41,599,336)	-	-	(41,599,336)
Increase (Decrease) in Temporarily Restricted Net Assets	5,268,695	(2,345,891)	(4,062,966)	(1,684,968)	218,878	5,950,552	1,285,425	4,629,725	-	-	4,629,725
INCREASE (DECREASE) IN NET ASSETS	8,991,886	1,602,425	1,973,063	(238,101)	114,455	7,716,280	1,394,668	21,554,676	(1,579,599)	-	19,975,077
NET ASSETS - Beginning of Year	12,447,389	22,900,091	25,288,382	3,217,418	144,434	(2,274,419)	4,707,062	66,430,357	7,230,009	(1,032,128)	72,628,238
NET ASSETS - End of Year	$ 21,439,275	$ 24,502,516	$ 27,261,445	$ 2,979,317	$ 258,889	$ 5,441,861	$ 6,101,730	$ 87,985,033	$ 5,650,410	$ (1,032,128)	$ 92,603,315

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015

	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School *	Aspire Triumph Technology Academy **	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy	Aspire College Academy
CURRENT ASSETS:									
Cash and cash equivalents	$ 1,133,509	$ 1,185,149	$ (1,286,771)	$ 249,999	$ 1,868,254	$ 244,340	$ 528,691	$ 15,069	$ 558,771
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	694,747	686,528	4,114,141	417,206	615,374	371,303	1,066,449	329,773	343,990
Foundation grants receivable, current portion	-	-	5,724	-	-	8,320	-	-	-
Prepaid expenses and deposits	20,164	1,153	1,922	11,934	4,669	26,638	769	5,279	1,997
Intercompany receivable	-	-	-	-	-	-	-	-	-
Total current assets	1,848,420	1,872,830	2,835,016	679,139	2,488,297	650,601	1,595,909	350,121	904,758
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	-	-	-	-	-	-	3,936,820	-	-
Foundation grants receivable, net	-	-	4,018,735	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-
Property and equipment, net	206,508	136,452	213,151	206,611	142,030	115,006	1,801,598	70,447	254,719
Deferred charges, net	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	$ 2,054,928	$ 2,009,282	$ 7,066,902	$ 885,750	$ 2,630,327	$ 765,607	$ 7,334,327	$ 420,568	$ 1,159,477
CURRENT LIABILITIES:									
Accounts payable	$ 133,200	$ 88,841	$ 403,480	$ 97,689	$ 79,165	$ 330,791	$ 567,525	$ 47,751	$ 64,015
Accrued expenses	112,157	129,317	234,715	80,676	162,211	79,682	145,399	57,315	73,964
Capital lease, current	-	-	-	-	-	-	-	-	-
Debt, current	-	-	-	-	-	-	-	-	-
Intercompany payable	-	-	-	-	-	-	-	-	-
Total current liabilities	245,357	218,158	638,195	178,365	241,376	410,473	712,924	105,066	137,979
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	-	-	-	-	-
Debt, net	-	-	-	-	-	-	-	-	-
Total liabilities	245,357	218,158	638,195	178,365	241,376	410,473	712,924	105,066	137,979
NET ASSETS:									
Unrestricted	1,534,746	1,680,654	2,231,095	604,644	2,222,351	355,134	913,123	198,644	1,021,498
Temporarily restricted	274,825	110,470	4,197,612	102,741	166,600	-	5,708,280	116,858	-
Total net assets	1,809,571	1,791,124	6,428,707	707,385	2,388,951	355,134	6,621,403	315,502	1,021,498
TOTAL LIABILITIES AND NET ASSETS	$ 2,054,928	$ 2,009,282	$ 7,066,902	$ 885,750	$ 2,630,327	$ 765,607	$ 7,334,327	$ 420,568	$ 1,159,477

* On June 30, 2014, Aspire East Palo Alto Phoenix Academy (EPAPA) closed its charter, and students transferred to Aspire East Palo Alto Charter School (EPACS). Net assets from EPAPA of $779,837 were transferred to EPACS on July 1, 2014.

** Aspire Triumph Technology Academy was a new charter that opened in the 2014/15 school year . Beginning net assets of $164,684 were included in California Non Active Sites ending net assets in the year ended June 30, 2014.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015

	Total Bay Area 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
CURRENT ASSETS:									
Cash and cash equivalents	$ 4,497,011	$ 1,031,319	$ 1,269,933	$ 1,185,998	$ 1,620,164	$ 2,475,351	$ 649,519	$ 1,281,220	$ 718,828
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	8,639,511	509,041	70,773	229,838	440,222	733,657	373,781	496,811	1,013,912
Foundation grants receivable, current portion	14,044	-	-	-	-	-	-	-	-
Prepaid expenses and deposits	74,525	1,153	769	23,366	1,153	769	7,436	7,153	1,153
Intercompany receivable	-	-	-	-	-	-	-	-	-
Total current assets	13,225,091	1,541,513	1,341,475	1,439,202	2,061,539	3,209,777	1,030,736	1,785,184	1,733,893
NON-CURRENT ASSETS:									
Restricted cash and cash equivalents	3,936,820	-	-	-	-	-	-	-	-
Foundation grants receivable, net	4,018,735	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-
Property and equipment, net	3,146,522	475,404	53,597	162,547	5,891,937	7,822,777	34,399	9,586,706	96,494
Deferred charges, net	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	(94,949)	325,246	-	-	-
TOTAL ASSETS	$ 24,327,168	$ 2,016,917	$ 1,395,072	$ 1,601,749	$ 7,858,527	$ 11,357,800	$ 1,065,135	$ 11,371,890	$ 1,830,387
CURRENT LIABILITIES:									
Accounts payable	$ 1,812,457	$ 52,048	$ 46,307	$ 48,465	$ 225,255	$ 119,894	$ 55,429	$ 53,372	$ 105,991
Accrued expenses	1,075,436	86,331	43,558	92,633	75,471	125,516	57,132	77,080	130,903
Capital lease, current	-	-	-	-	267,502	307,736	-	-	-
Debt, current	-	-	-	-	-	-	-	143,548	-
Intercompany payable	-	-	-	-	-	-	-	-	-
Total current liabilities	2,887,893	138,379	89,865	141,098	568,228	553,146	112,561	274,000	236,894
LONG-TERM LIABILITIES:									
Deferred rent	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	6,262,814	7,204,790	-	-	-
Debt, net	-	-	-	-	-	-	-	3,864,039	-
Total liabilities	2,887,893	138,379	89,865	141,098	6,831,042	7,757,936	112,561	4,138,039	236,894
NET ASSETS:									
Unrestricted	10,761,889	1,835,447	1,258,706	1,411,334	978,148	3,549,909	903,077	7,182,570	1,429,922
Temporarily restricted	10,677,386	43,091	46,501	49,317	49,337	49,955	49,497	51,281	163,571
Total net assets	21,439,275	1,878,538	1,305,207	1,460,651	1,027,485	3,599,864	952,574	7,233,851	1,593,493
TOTAL LIABILITIES AND NET ASSETS	$ 24,327,168	$ 2,016,917	$ 1,395,072	$ 1,601,749	$ 7,858,527	$ 11,357,800	$ 1,065,135	$ 11,371,890	$ 1,830,387

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015

	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin University Preparatory Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy
CURRENT ASSETS:										
Cash and cash equivalents	$ 1,348,906	$ 276,520	$ 681,165	$ 67,670	$ 482,180	$ 13,088,773	$ 1,023,044	$ 1,731,680	$ 591,652	$ 990,775
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Accounts receivable	546,963	251,475	589,597	683,297	468,136	6,407,503	353,053	640,359	367,570	544,439
Foundation grants receivable, current portion	-	-	-	-	-	-	265,000	-	-	-
Prepaid expenses and deposits	26,153	10,769	9,246	769	2,769	92,658	16,484	9,493	11,953	384
Intercompany receivable	-	-	29,893	-	-	29,893	-	-	-	-
Total current assets	1,922,022	538,764	1,309,901	751,736	953,085	19,618,827	1,657,581	2,381,532	971,175	1,535,598
NON-CURRENT ASSETS:										
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	92,259	69,176	221,641	84,436	286,577	24,877,950	13,432,801	18,139,950	60,206	49,941
Deferred charges, net	-	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	230,297	-	-	-	-
TOTAL ASSETS	$ 2,014,281	$ 607,940	$ 1,531,542	$ 836,172	$ 1,239,662	$ 44,727,074	$ 15,090,382	$ 20,521,482	$ 1,031,381	$ 1,585,539
CURRENT LIABILITIES:										
Accounts payable	$ 74,101	$ 52,936	$ 32,019	$ 33,086	$ 42,270	$ 941,173	$ 2,758,043	$ 640,265	$ 70,764	$ 57,900
Accrued expenses	95,489	82,886	79,982	83,001	77,978	1,107,960	67,809	172,500	64,180	76,844
Capital lease, current	-	-	-	-	-	575,238	-	-	-	-
Debt, current	-	-	-	-	62,500	206,048	-	270,750	30,001	30,001
Intercompany payable	-	-	-	-	-	-	-	-	-	-
Total current liabilities	169,590	135,822	112,001	116,087	182,748	2,830,419	2,825,852	1,083,515	164,945	164,745
LONG-TERM LIABILITIES:										
Deferred rent	-	-	-	-	-	-	-	-	-	-
Capital lease, net	-	-	-	-	-	13,467,604	-	-	-	-
Debt, net	-	-	-	-	62,496	3,926,535	7,459,764	9,298,722	-	-
Total liabilities	169,590	135,822	112,001	116,087	245,244	20,224,558	10,285,616	10,382,237	164,945	164,745
NET ASSETS:										
Unrestricted	1,793,630	423,691	1,262,452	565,616	840,077	23,434,579	3,268,860	10,083,707	866,436	1,207,531
Temporarily restricted	51,061	48,427	157,089	154,469	154,341	1,067,937	1,535,906	55,538	-	213,263
Total net assets	1,844,691	472,118	1,419,541	720,085	994,418	24,502,516	4,804,766	10,139,245	866,436	1,420,794
TOTAL LIABILITIES AND NET ASSETS	$ 2,014,281	$ 607,940	$ 1,531,542	$ 836,172	$ 1,239,662	$ 44,727,074	$ 15,090,382	$ 20,521,482	$ 1,031,381	$ 1,585,539

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015

	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Preparatory Academy	Total LA Region	California Non Active Sites ***
CURRENT ASSETS:										
Cash and cash equivalents	$ 867,613	$ 881,842	$ 1,183,200	$ 1,212,170	$ 508,560	$ 906,559	$ 703,774	$ 1,377,113	$ 11,977,982	$ 99,633
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Accounts receivable	456,837	745,916	473,840	431,128	403,805	458,504	400,916	724,522	6,000,889	129,543
Foundation grants receivable, current portion	-	-	-	-	-	-	-	-	265,000	-
Prepaid expenses and deposits	5,239	2,774	769	769	4,743	1,153	1,153	1,153	56,067	46,056
Intercompany receivable	-	-	-	-	-	-	-	-	-	-
Total current assets	1,329,689	1,630,532	1,657,809	1,644,067	917,108	1,366,216	1,105,843	2,102,788	18,299,938	275,232
NON-CURRENT ASSETS:										
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Foundation grants receivable, net	-	-	-	-	-	-	-	-	-	-
Deferred rent due	-	-	-	-	-	-	-	-	-	-
Property and equipment, net	98,664	149,728	54,685	40,390	36,083	37,792	35,474	271,273	32,406,987	30,298
Deferred charges, net	-	-	-	-	-	-	-	-	-	-
Other assets, net	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	$ 1,428,353	$ 1,780,260	$ 1,712,494	$ 1,684,457	$ 953,191	$ 1,404,008	$ 1,141,317	$ 2,374,061	$ 50,706,925	$ 305,530
CURRENT LIABILITIES:										
Accounts payable	$ 40,705	$ 79,253	$ 61,560	$ 59,865	$ 68,987	$ 60,539	$ 68,533	$ 122,037	$ 4,088,451	$ 34,652
Accrued expenses	101,073	137,376	133,676	120,934	102,112	106,505	75,200	142,001	1,300,210	11,989
Capital lease, current	-	-	-	-	-	-	-	-	-	-
Debt, current	29,998	-	-	-	62,500	62,500	62,500	-	548,250	-
Intercompany payable	-	-	-	-	-	-	-	-	-	-
Total current liabilities	171,776	216,629	195,236	180,799	233,599	229,544	206,233	264,038	5,936,911	46,641
LONG-TERM LIABILITIES:										
Deferred rent	-	-	-	-	-	-	-	750,083	750,083	-
Capital lease, net	-	-	-	-	-	-	-	-	-	-
Debt, net	-	-	-	-	-	-	-	-	16,758,486	-
Total liabilities	171,776	216,629	195,236	180,799	233,599	229,544	206,233	1,014,121	23,445,480	46,641
NET ASSETS:										
Unrestricted	1,061,887	1,401,365	1,261,537	1,335,155	560,650	1,008,046	770,433	1,359,940	24,185,547	33,889
Temporarily restricted	194,690	162,266	255,721	168,503	158,942	166,418	164,651	-	3,075,898	225,000
Total net assets	1,256,577	1,563,631	1,517,258	1,503,658	719,592	1,174,464	935,084	1,359,940	27,261,445	258,889
TOTAL LIABILITIES AND NET ASSETS	$ 1,428,353	$ 1,780,260	$ 1,712,494	$ 1,684,457	$ 953,191	$ 1,404,008	$ 1,141,317	$ 2,374,061	$ 50,706,925	$ 305,530

*** As noted on Page 30, beginning net assets of $164,684 associated with Aspire Triumph Technology Academy were included in California Non Active Sites ending net assets in the year ended June 30, 2014. Additionally, on June 30, 2014 Aspire Millsmont Academy closed its charter. Ending net assets of Aspire Millsmont Academy, included in its own site in the year ended June 30, 2014, are now shown in California Non Active Sites beginning net assets.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015

	California Home Office	Total Aspire Public Schools	Aspire Hanley School #1	Aspire Hanley School #2	Aspire Coleman Elementary School	Tennessee Home Office	Total Aspire TN, LLC	CFC, LLC	Eliminations	Total Consolidated
CURRENT ASSETS:										
Cash and cash equivalents	$ 7,672,916	$ 37,336,315	$ (245,002)	$ (324,207)	$ 508,014	$ 2,282,401	$ 2,221,206	$ 610	$ -	$ 39,558,131
Restricted cash and cash equivalents	-	-	-	-	-	-	-	3,808,122	-	3,808,122
Accounts receivable	1,170,439	22,347,885	747,747	656,365	458,661	86,095	1,948,868	-	-	24,296,753
Foundation grants receivable, current portion	2,449,304	2,728,348	-	-	600,000	3,150,000	3,750,000	-	-	6,478,348
Prepaid expenses and deposits	336,808	606,114	20,488	20,488	769	8,576	50,321	-	-	656,435
Intercompany receivable	1,497,597	1,527,490	-	-	-	-	-	-	(1,527,490)	
Total current assets	13,127,064	64,546,152	523,233	352,646	1,567,444	5,527,072	7,970,395	3,808,732	(1,527,490)	74,797,789
NON-CURRENT ASSETS:										
Restricted cash and cash equivalents	-	3,936,820	-	-	-	-	-	7,676,673	-	11,613,493
Foundation grants receivable, net	-	4,018,735	-	-	-	1,210,919	1,210,919	-	-	5,229,654
Deferred rent due	-	-	-	-	-	-	-	2,835,576	(2,835,576)	-
Property and equipment, net	2,979,487	63,441,244	338,824	325,319	394,210	138,599	1,196,952	83,677,819	(1,032,128)	147,283,887
Deferred charges, net	-	-	-	-	-	-	-	3,311,858	-	3,311,858
Other assets, net	578,887	809,184	-	-	-	-	-	-	-	809,184
TOTAL ASSETS	$ 16,685,438	$136,752,135	$ 862,057	$ 677,965	$ 1,961,654	$ 6,876,590	$ 10,378,266	$101,310,658	$ (5,395,194)	$243,045,865
CURRENT LIABILITIES:										
Accounts payable	$ 2,362,508	$ 9,239,241	$ 66,039	$ 53,864	$ 68,458	$ 209,718	$ 398,079	$ -	$ -	$ 9,637,320
Accrued expenses	1,008,195	4,503,790	121,634	77,007	135,357	120,185	454,183	2,762,855	-	7,720,828
Capital lease, current	79,762	655,000	-	-	-	-	-	-	-	655,000
Debt, current	500,000	1,254,298	-	-	-	-	-	1,045,000	-	2,299,298
Intercompany payable	-	-	-	-	-	444,957	444,957	1,082,533	(1,527,490)	-
Total current liabilities	3,950,465	15,652,329	187,673	130,871	203,815	774,860	1,297,219	4,890,388	(1,527,490)	20,312,446
LONG-TERM LIABILITIES:										
Deferred rent	2,825,716	3,575,799	-	-	-	-	-	9,860	(2,835,576)	750,083
Capital lease, net	1,867,396	15,335,000	-	-	-	-	-	-	-	15,335,000
Debt, net	2,600,000	23,285,021	-	-	-	-	-	90,760,000	-	114,045,021
Total liabilities	11,243,577	57,848,149	187,673	130,871	203,815	774,860	1,297,219	95,660,248	(4,363,066)	150,442,550
NET ASSETS:										
Unrestricted	(5,121,210)	53,294,694	554,379	547,094	655,745	71,911	1,829,129	5,650,410	(1,032,128)	59,742,105
Temporarily restricted	10,563,071	25,609,292	120,005	-	1,102,094	6,029,819	7,251,918	-	-	32,861,210
Total net assets	5,441,861	78,903,986	674,384	547,094	1,757,839	6,101,730	9,081,047	5,650,410	(1,032,128)	92,603,315
TOTAL LIABILITIES AND NET ASSETS	$ 16,685,438	$136,752,135	$ 862,057	$ 677,965	$ 1,961,654	$ 6,876,590	$ 10,378,266	$101,310,658	$ (5,395,194)	$243,045,865

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2015

	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School *	Aspire Triumph Technology Academy **	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy	Aspire College Academy
CHANGES IN UNRESTRICTED NET ASSETS									
SUPPORT AND REVENUE									
Private grants and contributions	$ -	$ -	$ 632,060	$ 3,721	$ -	$ 26,320	$ -	$ 3,875	$ 1,000
Donated equipment, materials, and services	-	-	-	-	68,500	-	-	-	-
Federal revenue	565,950	608,491	943,414	244,326	573,430	473,715	604,842	373,895	290,600
California State revenue									
State aid portion of general purpose funding	2,082,053	2,284,542	4,521,751	1,637,858	2,372,572	1,454,103	2,509,863	959,573	1,655,745
All other state revenue	381,287	511,022	433,291	236,152	133,415	67,758	687,691	154,466	345,249
Tennessee State revenue									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	674,574	832,002	295,177	462,344	953,642	(1,886)	941,379	379,112	462,717
Interest income	-	-	3,665	-	-	-	-	-	-
All other local revenue	17,528	25,206	67,525	36,374	101,168	25,875	4,824	9,193	6,478
Subtotal	3,721,392	4,261,263	6,896,883	2,620,775	4,202,727	2,045,885	4,748,599	1,880,114	2,761,789
Net assets released from restrictions	882,648	1,258,215	1,942,401	448,019	1,150,156	587,010	1,231,489	715,268	325,533
Total support and revenue	4,604,040	5,519,478	8,839,284	3,068,794	5,352,883	2,632,895	5,980,088	2,595,382	3,087,322
PROGRAM EXPENSES									
Educational programs	3,443,275	4,514,116	7,292,669	2,571,885	4,081,697	2,496,379	5,848,136	2,122,994	2,362,801
SUPPORTING SERVICES									
Site support	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	808,781	476,918	792,700	(117,414)	575,320	167,290	(139,932)	255,282	404,078
Total supporting services	808,781	476,918	792,700	(117,414)	575,320	167,290	(139,932)	255,282	404,078
Total expenses	4,252,056	4,991,034	8,085,369	2,454,471	4,657,017	2,663,669	5,708,204	2,378,276	2,766,879
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	351,984	528,444	753,915	614,323	695,866	(30,774)	271,884	217,106	320,443
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:									
Private grants and contributions	125,000	-	4,018,735	-	-	-	2,920,754	-	-
Federal and state revenue	939,663	1,270,711	2,006,084	402,211	1,216,598	518,259	1,251,355	763,601	311,971
Interfund transfers	(46,645)	(557,587)	(588,626)	(25,814)	(65,943)	(28,245)	(564,124)	(26,221)	(32,303)
Return of grant funds									-
Net assets released from restrictions	(882,648)	(1,258,215)	(1,942,401)	(448,019)	(1,150,156)	(587,010)	(1,231,489)	(715,268)	(325,533)
Increase (Decrease) in Temporarily Restricted Net Assets	135,370	(545,091)	3,493,792	(71,622)	499	(96,996)	2,376,496	22,112	(45,865)
INCREASE (DECREASE) IN NET ASSETS	487,354	(16,647)	4,247,707	542,701	696,365	(127,770)	2,648,380	239,218	274,578
NET ASSETS - Beginning of Year	1,322,217	1,807,771	2,181,000	164,684	1,692,586	482,904	3,973,023	76,284	746,920
NET ASSETS - End of Year	$ 1,809,571	$ 1,791,124	$ 6,428,707	$ 707,385	$ 2,388,951	$ 355,134	$ 6,621,403	$ 315,502	$ 1,021,498

* On June 30, 2014, Aspire East Palo Alto Phoenix Academy (EPAPA) closed its charter, and students transferred to Aspire East Palo Alto Charter School (EPACS). Net assets from EPAPA of $779,837 were transferred to EPACS on July 1, 2014.

** Aspire Triumph Technology Academy was a new charter that opened in the 2014/15 school year. Beginning net assets of $164,684 were included in California Non Active Sites ending net assets in the year ended June 30, 2014.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2015

	Total Bay Area 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
CHANGES IN UNRESTRICTED NET ASSETS									
SUPPORT AND REVENUE									
Private grants and contributions	$ 666,976	$ 12,452	$ 183	$ 5,653	$ 2,127	$ 7,708	$ 829	$ -	$ 16,185
Donated equipment, materials, and services	68,500	-	-	-	-	-	-	-	-
Federal revenue	4,678,663	135,683	75,253	350,867	329,556	439,873	362,157	238,494	396,593
California State revenue	-								
State aid portion of general purpose funding	19,478,060	1,561,137	1,125,526	1,938,646	1,712,730	2,912,667	1,365,994	2,101,625	3,648,231
All other state revenue	2,950,331	334,489	52,029	331,882	87,455	163,054	197,433	79,436	643,626
Tennessee State revenue									
Basic education program funding	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-
Local revenue:									
Cash in-lieu of property taxes	4,999,061	525,322	320,204	296,842	525,708	980,227	404,667	302,232	549,316
Interest income	3,665	7	88	163	47	54	-	163	212
All other local revenue	294,171	110,061	24,453	81,606	80,250	143,652	53,596	40,090	143,086
Subtotal	33,139,427	2,679,151	1,597,736	3,005,659	2,737,873	4,647,235	2,384,676	2,762,040	5,397,249
Net assets released from restrictions	8,540,739	774,839	513,075	771,082	905,243	1,341,974	744,386	700,684	1,369,931
Total support and revenue	41,680,166	3,453,990	2,110,811	3,776,741	3,643,116	5,989,209	3,129,062	3,462,724	6,767,180
PROGRAM EXPENSES									
Educational programs	34,733,952	2,859,149	1,894,280	3,008,557	3,490,918	4,848,923	2,449,100	2,936,590	5,743,661
SUPPORTING SERVICES									
Site support	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-
Cost allocations	3,223,023	412,809	44,731	475,347	(94,883)	347,821	372,708	255,961	412,776
Total supporting services	3,223,023	412,809	44,731	475,347	(94,883)	347,821	372,708	255,961	412,776
Total expenses	37,956,975	3,271,958	1,939,011	3,483,904	3,396,035	5,196,744	2,821,808	3,192,551	6,156,437
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	3,723,191	182,032	171,800	292,837	247,081	792,465	307,254	270,173	610,743
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:									
Private grants and contributions	7,064,489	-	-	-	-	-	-	-	-
Federal and state revenue	8,680,453	656,148	462,134	728,805	899,440	1,223,182	718,020	699,587	1,469,418
Interfund transfers	(1,935,508)	53,977	15,042	(47,614)	(45,015)	16,375	(33,019)	(44,486)	(580,921)
Return of grant funds	-	-	-	-	-	-	-	-	-
Net assets released from restrictions	(8,540,739)	(774,839)	(513,075)	(771,082)	(905,243)	(1,341,974)	(744,386)	(700,684)	(1,369,931)
Increase (Decrease) in Temporarily Restricted Net Assets	5,268,695	(64,714)	(35,899)	(89,891)	(50,818)	(102,417)	(59,385)	(45,583)	(481,434)
INCREASE (DECREASE) IN NET ASSETS	8,991,886	117,318	135,901	202,946	196,263	690,048	247,869	224,590	129,309
NET ASSETS - Beginning of Year	12,447,389	1,761,220	1,169,306	1,257,705	831,222	2,909,816	704,705	7,009,261	1,464,184
NET ASSETS - End of Year	$ 21,439,275	$ 1,878,538	$ 1,305,207	$ 1,460,651	$ 1,027,485	$ 3,599,864	$ 952,574	$ 7,233,851	$ 1,593,493

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2015

	Aspire Port City Academy	Aspire Vanguard College Prep Academy	Aspire Alexander Twilight College Prep Academy	Aspire Alexander Twilight Secondary Academy	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	$ 661	$ -	$ 2,875	$ -	$ -	$ 48,673	$ -	$ -	$ 1,316	$ 2,200
Donated equipment, materials, and services	-	-	-	-	-	-	-	-	-	-
Federal revenue	251,178	363,454	368,365	316,617	170,740	3,798,830	424,140	467,792	370,305	520,552
California State revenue										
State aid portion of general purpose funding	2,014,858	1,078,434	1,621,577	1,418,861	1,501,534	24,001,820	889,681	2,608,624	1,120,697	1,345,594
All other state revenue	393,038	71,391	405,381	373,411	252,486	3,385,111	211,112	110,489	231,756	313,759
Tennessee State revenue										
Basic education program funding	-	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-	-
Local revenue:										
Cash in-lieu of property taxes	323,363	574,125	667,842	567,675	247,135	6,284,658	309,218	916,558	385,457	483,093
Interest income	104	82	-	-	97	1,017	-	-	-	-
All other local revenue	94,001	76,956	72,217	35,513	22,614	978,095	9,193	31,086	6,989	21,659
Subtotal	3,077,203	2,164,442	3,138,257	2,712,077	2,194,606	38,498,204	1,843,344	4,134,549	2,116,520	2,686,857
Net assets released from restrictions	963,342	697,967	1,090,548	910,498	769,337	11,552,906	2,982,341	1,318,227	502,423	613,731
Total support and revenue	4,040,545	2,862,409	4,228,805	3,622,575	2,963,943	50,051,110	4,825,685	5,452,776	2,618,943	3,300,588
PROGRAM EXPENSES										
Educational programs	3,319,221	2,693,721	3,436,004	3,189,867	2,368,209	42,238,200	2,099,059	5,242,082	2,089,308	2,645,135
SUPPORTING SERVICES										
Site support	-	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-	-
Cost allocations	252,625	282,317	405,637	359,537	337,208	3,864,594	116,191	300,432	264,747	302,721
Total supporting services	252,625	282,317	405,637	359,537	337,208	3,864,594	116,191	300,432	264,747	302,721
Total expenses	3,571,846	2,976,038	3,841,641	3,549,404	2,705,417	46,102,794	2,215,250	5,542,514	2,354,055	2,947,856
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	468,699	(113,629)	387,164	73,171	258,526	3,948,316	2,610,435	(89,738)	264,888	352,732
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	-	-	-	-	-	-	356,250	-	-	175,000
Federal and state revenue	960,496	732,550	1,175,314	1,007,220	852,701	11,585,015	625,988	1,214,083	439,604	582,105
Interfund transfers	(547,601)	(36,030)	(549,893)	(542,392)	(36,423)	(2,378,000)	(22,497)	(66,693)	(28,033)	(535,120)
Return of grant funds	-	-	-	-	-	-	-	(463,543)	-	-
Net assets released from restrictions	(963,342)	(697,967)	(1,090,548)	(910,498)	(769,337)	(11,552,906)	(2,982,341)	(1,318,227)	(502,423)	(613,731)
Increase (Decrease) in Temporarily Restricted Net Assets	(550,447)	(1,447)	(465,127)	(445,670)	46,941	(2,345,891)	(2,022,600)	(634,380)	(90,852)	(391,746)
INCREASE (DECREASE) IN NET ASSETS	(81,748)	(115,076)	(77,963)	(372,499)	305,467	1,602,425	587,835	(724,118)	174,036	(39,014)
NET ASSETS - Beginning of Year	1,926,439	587,194	1,497,504	1,092,584	688,951	22,900,091	4,216,931	10,863,363	692,400	1,459,808
NET ASSETS - End of Year	$ 1,844,691	$ 472,118	$ 1,419,541	$ 720,085	$ 994,418	$ 24,502,516	$ 4,804,766	$ 10,139,245	$ 866,436	$ 1,420,794

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2015

	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy	Aspire Slauson Academy	Aspire Centennial College Prep Academy	Total LA Region	California Non Active Sites ***
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	$ 5,000	$ (544)	$ 334	$ -	$ 107	$ 7	$ 7	$ 7,386	$ 15,813	$ 15,000
Donated equipment, materials, and services	-	-	-	-	-	-	-	-	-	-
Federal revenue	472,098	657,029	515,443	502,585	433,391	482,435	413,811	571,987	5,831,568	129,543
California State revenue									-	
State aid portion of general purpose funding	1,487,764	2,299,965	1,818,197	1,760,987	1,479,994	1,581,756	1,472,182	3,180,047	21,045,488	-
All other state revenue	409,032	460,739	98,383	96,557	81,221	89,946	82,243	475,210	2,660,447	-
Tennessee State revenue										
Basic education program funding	-	-	-	-	-	-	-	-	-	-
All other state revenue	-	-	-	-	-	-	-	-	-	-
Local revenue:										
Cash in-lieu of property taxes	536,636	738,601	671,588	650,481	534,770	577,703	529,871	792,087	7,126,063	-
Interest income	-	-	-	-	-	-	-	-	-	-
All other local revenue	13,798	49,249	15,952	39,191	12,768	8,188	9,356	19,228	236,657	-
Subtotal	2,924,328	4,205,039	3,119,897	3,049,801	2,542,251	2,740,035	2,507,470	5,045,945	36,916,036	144,543
Net assets released from restrictions	678,417	1,095,643	1,043,857	1,025,439	860,595	901,570	843,962	493,172	12,359,377	-
Total support and revenue	3,602,745	5,300,682	4,163,754	4,075,240	3,402,846	3,641,605	3,351,432	5,539,117	49,275,413	144,543
PROGRAM EXPENSES										
Educational programs	2,907,872	4,328,651	3,154,212	3,161,553	2,804,886	2,931,081	2,749,774	4,221,731	38,335,344	110,654
SUPPORTING SERVICES										
Site support	-	-	-	-	-	-	-	-	-	-
Program development and expansion	-	-	-	-	-	-	-	-	-	-
Administration and general	-	-	-	-	-	-	-	-	-	-
Cost allocations	315,583	617,642	564,994	547,929	462,824	495,883	459,991	455,103	4,904,040	138,312
Total supporting services	315,583	617,642	564,994	547,929	462,824	495,883	459,991	455,103	4,904,040	138,312
Total expenses	3,223,455	4,946,293	3,719,206	3,709,482	3,267,710	3,426,964	3,209,765	4,676,834	43,239,384	248,966
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	379,290	354,389	444,548	365,758	135,136	214,641	141,667	862,283	6,036,029	(104,423)
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	-	-	168,750	41,250	41,250	41,250	41,250	-	865,000	225,000
Federal and state revenue	644,246	1,117,527	1,076,397	1,045,304	857,727	910,168	849,553	551,250	9,913,952	-
Interfund transfers	(539,028)	(553,767)	(48,896)	(47,338)	(38,935)	(42,051)	(38,562)	(58,078)	(2,018,998)	(6,122)
Return of grant funds	-	-	-	-	-	-	-	-	(463,543)	-
Net assets released from restrictions	(678,417)	(1,095,643)	(1,043,857)	(1,025,439)	(860,595)	(901,570)	(843,962)	(493,172)	(12,359,377)	-
Increase (Decrease) in Temporarily Restricted Net Assets	(573,199)	(531,883)	152,394	13,777	(553)	7,797	8,279	-	(4,062,966)	218,878
INCREASE (DECREASE) IN NET ASSETS	(193,909)	(177,494)	596,942	379,535	134,583	222,438	149,946	862,283	1,973,063	114,455
NET ASSETS - Beginning of Year	1,450,486	1,741,125	920,316	1,124,123	585,009	952,026	785,138	497,657	25,288,382	144,434
NET ASSETS - End of Year	$ 1,256,577	$ 1,563,631	$ 1,517,258	$ 1,503,658	$ 719,592	$ 1,174,464	$ 935,084	$ 1,359,940	$ 27,261,445	$ 258,889

*** As noted on Page 30, beginning net assets of $164,684 associated with Aspire Triumph Technology Academy were included in California Non Active Sites ending net assets in the year ended June 30, 2014. Additionally, on June 30, 2014 Aspire Millsmont Academy closed its charter. Ending net assets of Aspire Millsmont Academy, included in its own site in the year ended June 30, 2014, are now shown in California Non Active Sites beginning net assets.

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2015

	California Home Office	Total Aspire Public Schools	Aspire Hanley School #1	Aspire Hanley School #2	Aspire Coleman Elementary School	Tennessee Home Office	Total Aspire TN, LLC	CFC, LLC	Eliminations	Total Consolidated
CHANGES IN UNRESTRICTED NET ASSETS										
SUPPORT AND REVENUE										
Private grants and contributions	$ 2,525,022	$ 3,271,484	$ -	$ 500	$ -	$ 2,456	$ 2,956	$ -	$ -	$ 3,274,440
Donated equipment, materials, and services	3,978	72,478	-	-	-	-	-	-	-	72,478
Federal revenue	6,393,701	20,832,305	722,064	637,643	260,318	316,031	1,936,056	-	(589,664)	22,178,697
California State revenue										
State aid portion of general purpose funding	-	64,525,368	-	-	-	-	-	-	-	64,525,368
All other state revenue	-	8,995,889	-	-	-	-	-	-	-	8,995,889
Tennessee State revenue										
Basic education program funding	-	-	3,145,203	2,957,763	3,016,982	-	9,119,948	-	-	9,119,948
All other state revenue	-	-	6,787	6,788	13,575	-	27,150	-	-	27,150
Local revenue:										
Cash in-lieu of property taxes	-	18,409,782	-	-	-	-	-	-	-	18,409,782
Interest income	24,515	29,197	-	-	-	2,691	2,691	1,567	-	33,455
All other local revenue	1,655,873	3,164,796	3,997	2,995	6,428	1,241	14,661	6,491,720	(8,158,709)	1,512,468
Subtotal	10,603,089	119,301,299	3,878,051	3,605,689	3,297,303	322,419	11,103,462	6,493,287	(8,748,373)	128,149,675
Net assets released from restrictions	4,273,211	36,726,233	425,286	442,262	1,180,061	2,825,494	4,873,103	-	-	41,599,336
Total support and revenue	14,876,300	156,027,532	4,303,337	4,047,951	4,477,364	3,147,913	15,976,565	6,493,287	(8,748,373)	169,749,011
PROGRAM EXPENSES										
Educational programs	-	115,418,150	3,387,702	3,146,550	3,309,054	-	9,843,306	8,072,886	(6,491,720)	126,842,622
SUPPORTING SERVICES										
Site support	12,763,020	12,763,020	432,960	380,160	397,056	192,033	1,402,209	-	(1,799,840)	12,365,389
Program development and expansion	6,874,313	6,874,313	-	-	-	2,503,039	2,503,039	-	-	9,377,352
Administration and general	5,603,208	5,603,208	-	-	-	671,901	671,901	-	(456,813)	5,818,296
Cost allocations	(12,129,969)	-	112,853	106,246	109,204	(328,303)	-	-	-	-
Total supporting services	13,110,572	25,240,541	545,813	486,406	506,260	3,038,670	4,577,149	-	(2,256,653)	27,561,037
Total expenses	13,110,572	140,658,691	3,933,515	3,632,956	3,815,314	3,038,670	14,420,455	8,072,886	(8,748,373)	154,403,659
OTHER INCOME (LOSS)	-	-	-	-	-	-	-	-	-	-
TRANSFERS BETWEEN AFFILIATES	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) in Unrestricted Net Assets	1,765,728	15,368,841	369,822	414,995	662,050	109,243	1,556,110	(1,579,599)	-	15,345,352
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS:										
Private grants and contributions	3,885,135	12,039,624	-	-	250,000	4,110,919	4,360,919	-	-	16,400,543
Federal and state revenue		30,179,420	58,205	54,436	-	-	112,641	-	-	30,292,061
Interfund transfers	6,338,628	-	-	-	-	-	-	-	-	-
Return of grant funds	-	(463,543)	-	-	-	-	-	-	-	(463,543)
Net assets released from restrictions	(4,273,211)	(36,726,233)	(425,286)	(442,262)	(1,180,061)	(2,825,494)	(4,873,103)	-	-	(41,599,336)
Increase (Decrease) in Temporarily Restricted Net Assets	5,950,552	5,029,268	(367,081)	(387,826)	(930,061)	1,285,425	(399,543)	-	-	4,629,725
INCREASE (DECREASE) IN NET ASSETS	7,716,280	20,398,109	2,741	27,169	(268,011)	1,394,668	1,156,567	(1,579,599)	-	19,975,077
NET ASSETS - Beginning of Year	(2,274,419)	58,505,877	671,643	519,925	2,025,850	4,707,062	7,924,480	7,230,009	(1,032,128)	72,628,238
NET ASSETS - End of Year	$ 5,441,861	$ 78,903,986	$ 674,384	$ 547,094	$ 1,757,839	$ 6,101,730	$ 9,081,047	$ 5,650,410	$ (1,032,128)	$ 92,603,315

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015

	Program Expenses										
	Aspire Monarch Academy	Aspire Lionel Wilson College Prep Academy	Aspire East Palo Alto Charter School	Aspire Triumph Technology Academy	Aspire Berkley Maynard Academy	Aspire California College Prep Academy	Aspire Golden State College Prep Academy	Aspire ERES Academy	Aspire College Academy	Total Bay Area Region	Aspire Vincent Shalvey Academy
Certificated salaries	$ 1,421,885	$ 1,660,936	$ 2,814,785	$ 1,045,863	$ 1,888,587	$ 1,123,754	$ 1,856,469	$ 884,138	$ 1,080,605	$ 13,777,022	$ 1,399,224
Classified salaries	507,772	650,745	1,063,440	277,214	602,091	286,680	615,515	409,452	248,793	4,661,702	249,478
Employee benefits	550,906	648,216	1,111,250	346,038	715,864	350,729	670,190	320,547	375,554	5,089,294	448,031
Books and supplies	423,659	483,639	774,720	225,980	432,094	198,246	466,599	237,984	220,830	3,463,751	240,299
Services and other operating expenses	494,786	1,049,737	1,489,880	632,848	424,792	515,568	2,206,439	260,581	374,994	7,449,625	418,781
Depreciation and amortization	44,267	20,843	38,594	43,942	18,269	21,402	32,924	10,292	62,025	292,558	103,336
Total	$ 3,443,275	$ 4,514,116	$ 7,292,669	$ 2,571,885	$ 4,081,697	$ 2,496,379	$ 5,848,136	$ 2,122,994	$ 2,362,801	$ 34,733,952	$ 2,859,149

	Program Expenses										
	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	Alexander Twilight Secondary Academy
Certificated salaries	$ 894,291	$ 1,382,790	$ 1,408,001	$ 1,950,635	$ 912,416	$ 1,247,925	$ 2,104,579	$ 1,196,096	$ 1,254,945	$ 1,300,712	$ 1,216,275
Classified salaries	186,378	355,933	396,522	501,249	431,152	325,306	629,384	541,069	239,062	451,213	433,241
Employee benefits	325,615	521,007	491,310	737,409	418,315	441,388	806,921	530,912	480,057	518,501	474,721
Books and supplies	117,073	295,580	289,120	346,896	346,530	190,691	522,346	170,835	168,443	397,702	392,065
Services and other operating expenses	358,883	421,814	615,225	978,315	325,534	372,046	1,656,261	856,218	539,795	745,511	660,220
Depreciation and amortization	12,040	31,433	290,740	334,419	15,153	359,234	24,170	24,091	11,419	22,365	13,345
Total	$ 1,894,280	$ 3,008,557	$ 3,490,918	$ 4,848,923	$ 2,449,100	$ 2,936,590	$ 5,743,661	$ 3,319,221	$ 2,693,721	$ 3,436,004	$ 3,189,867

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015

Program Expenses

	Aspire APEX Academy	Total Central Valley Region	Aspire Antonio Maria Lugo Academy	Aspire Ollin College Prep Academy	Aspire Huntington Park Charter School	Aspire Junior Collegiate Academy	Aspire Titan Academy	Aspire Pacific Academy	Aspire Firestone Academy	Aspire Gateway Academy	Aspire Tate Academy	Aspire Inskeep Academy
Certificated salaries	$ 956,596	$ 17,224,485	$ 698,593	$ 1,734,789	$ 838,606	$ 1,005,698	$ 1,119,822	$ 1,353,628	$ 1,256,212	$ 1,341,323	$ 1,043,516	$ 1,166,306
Classified salaries	331,261	5,071,248	275,251	789,351	322,355	301,222	365,669	709,637	490,423	456,121	513,586	491,434
Employee benefits	388,577	6,582,764	281,667	738,141	313,637	338,025	379,509	585,456	485,446	523,006	404,760	445,467
Books and supplies	150,572	3,628,152	311,290	660,975	246,565	303,274	312,540	565,190	527,055	485,520	473,664	448,279
Services and other operating expenses	427,431	8,376,034	458,951	726,764	358,620	683,255	706,393	1,077,252	393,384	353,891	363,255	370,593
Depreciation and amortization	113,772	1,355,517	73,307	592,062	9,525	13,661	23,939	37,488	1,692	1,692	6,105	9,002
Total	$ 2,368,209	$ 42,238,200	$ 2,099,059	$ 5,242,082	$ 2,089,308	$ 2,645,135	$ 2,907,872	$ 4,328,651	$ 3,154,212	$ 3,161,553	$ 2,804,886	$ 2,931,081

Program Expenses

	Aspire Slauson Academy	Aspire Centennial College Prep Academy	Total Los Angeles Region	Total California Non Active Sites	Aspire Public Schools Program Expenses	Aspire Hanley School #1	Aspire Hanley School #2	Aspire Coleman Elementary School	Aspire TN, LLC Program Expenses	CFC, LLC	Eliminations	Total Expenses
Certificated salaries	$ 1,048,573	$ 1,403,333	$ 14,010,399	$ 10,515	$ 45,022,421	$ 1,614,078	$ 1,417,833	$ 1,653,996	$ 4,685,907	$ -	$ -	$ 49,708,328
Classified salaries	475,945	626,759	5,817,753	11,618	15,562,321	361,806	442,729	348,162	1,152,697	-	-	16,715,018
Employee benefits	381,041	521,604	5,397,759	3,397	17,073,214	605,320	569,905	583,668	1,758,893	-	-	18,832,107
Books and supplies	467,456	646,312	5,448,120	80,575	12,620,598	246,368	150,259	203,835	600,462	-	-	13,221,060
Services and other operating expenses	368,336	982,821	6,843,515	4,549	22,673,723	506,972	510,635	476,057	1,493,664	5,632,557	(6,491,720)	23,308,224
Depreciation and amortization	8,423	40,902	817,798	-	2,465,873	53,158	55,189	43,336	151,683	2,440,329	-	5,057,885
Total	$ 2,749,774	$ 4,221,731	$ 38,335,344	$ 110,654	$ 115,418,150	$ 3,387,702	$ 3,146,550	$ 3,309,054	$ 9,843,306	$ 8,072,886	$ (6,491,720)	$ 126,842,622

ASPIRE PUBLIC SCHOOLS

CONSOLIDATING SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015

	Supporting Services										
	Aspire Public Schools				Aspire TN LLC						
	Site support	Development and expansion	Administrative and general	Total Aspire Public Schools Supporting Expenses	Site support	Development and expansion	Administrative and general	Total Aspire TN LLC Supporting Expenses	CFC LLC	Eliminations	Total Consolidated
Certificated salaries	$ 3,496,234	$ 1,321,473	$ 705,495	$ 5,523,202	$ -	$ 972,935	$ -	$ 972,935	$ -	$ -	$ 6,496,137
Classified salaries	3,753,802	2,854,798	1,262,027	7,870,627	-	897,597	-	897,597	-	-	8,768,224
Employee benefits	1,991,322	1,282,150	437,527	3,710,999	-	518,072	-	518,072	-	-	4,229,071
Books and supplies	936,774	-	936,774	1,873,548	29,577	-	29,577	59,154	-	-	1,932,702
Services and other operating expenses	2,492,860	1,323,864	2,166,569	5,983,293	1,367,923	109,726	637,472	2,115,121	-	(2,256,653)	5,841,761
Depreciation and amortization	92,028	92,028	94,816	278,872	4,709	4,709	4,852	14,270	-	-	293,142
Total	$ 12,763,020	$ 6,874,313	$ 5,603,208	$ 25,240,541	$ 1,402,209	$ 2,503,039	$ 671,901	$ 4,577,149	$ -	$ (2,256,653)	$ 27,561,037