

Pacific View Charter School

A California Public School and Nonprofit 501 (c)(3) Corporation
3670 Ocean Ranch Blvd., Oceanside, California 92056
Phone # (760) 757-0161

AGENDA

Board of Trustees' Meeting – Tuesday, November 20, 2012

Closed Session begins at 4:30pm

Regular Meeting begins at 5:00pm

- 1.0 Call to Order/Roll Call
- 2.0 Approval of Agenda **Action**
- 3.0 Pledge of Allegiance
- 4.0 Closed Session
 - 4.1 Conference With Legal Counsel-Pending Litigation (Gov.Code54956.9)
1 Case: Superior Court Case Number: 2012-00056965 **Action**
- 5.0 Report Out To Public Action Taken In Closed Session
 - 4.1
- 6.0 Introductions
- 7.0 Public Comment
- 8.0 Director's Report **Information**
- 9.0 Treasurer's Report Ending October 31, 2012 **Information**
- 10.0 Consent Calendar

These agenda items are considered routine and will be approved in one action without discussion. If a Board Trustee requests that an item be removed from the consent calendar or a citizen wishes to speak to an item, the item will be considered under Action Items.

 - 10.1 Minutes from Board Meeting of October 16, 2012 **Action**
- 11.0 Action/Discussion Items
 - 11.1 2011.2012 Annual Audit Presentation – Brian Hadley **Action**
 - 11.2 SDCOE Quarterly Uniform Complaint Form **Action**
 - 11.3 Proposed Health Benefits Cap Increase **Action**
 - 11.4 December 2012 Board Meeting **Action**

- 12.0 Curriculum
 - 12.1 Star Enterprise Update
- 13.0 Board/Staff Discussion
- 14.0 Adjournment

Information

9.0

PACIFIC VIEW CHARTER SCHOOL

BOARD OF TRUSTEES' MEETING
November 20, 2012

2012/13 TREASURER'S REPORT
FOR PERIOD ENDING October 31, 2012

PACIFIC VIEW CHARTER SCHOOL

Treasurer's Report

November 20, 2012 Board Meeting

2012/13 - Charter Schools Enterprise Fund Statement of Activities for the Period Ending October 31, 2012

Revenues			2012/13	2012	#	Year-to-Date	Remaining	%
<u>Object</u>	<u>Resource</u>	<u>Description</u>	<u>Adopted Budget</u>	<u>Revised Budget</u>		<u>7/1-10/31/12 Transactions</u>	<u>Budget</u>	<u>Budget Remaining</u>
8015	0000	General Purpose Entitlement	2,056,997	1,778,763		276,436	1,502,327	84%
8096	0000	Transfer to Charter School Revenue Limit	1,073,509	939,751		346,523	593,228	63%
8290	3200	ARRA Fiscal Stabilization Funds	0	0		0	0	0%
8290	3205	Education Jobs Fund	0	0		0	0	0%
8550	0000	Mandated Cost Reimbursement	0	7,210		0	0	0%
8560	1100	Lottery	61,521	64,330		2,809	61,521	96%
8560	6300	Restricted Lottery	12,199	15,081		2,881	12,200	81%
8590	0000	Categorical Block Grant/Other State Funding	321,643	293,333		62,597	230,736	79%
8660	0000	Interest	1,810	1,810		527	1,283	71%
8699	0000	All Other Local Revenue	8,000	8,000		284	7,716	96%
8919	0000	Other Authorized Interfund Transfers	0	0		0	0	0%
Grand Total All Revenues:			<u>3,535,679</u>	<u>3,108,278</u>		<u>692,057</u>	<u>2,409,011</u>	<u>78%</u>

Expenditures

<u>Object</u>	<u>Certificated Personnel Salaries</u>					
1100	Teacher	1,478,798	1,194,678	407,700	786,978	66%
1300	Supervisors and Administrators	174,661	202,270	80,471	121,799	60%
1900	Other Certificated	0	0	0	0	0%
Total Certificated Personnel Salaries:		<u>1,653,459</u>	<u>1,396,948</u>	<u>488,171</u>	<u>908,777</u>	<u>65%</u>

PACIFIC VIEW CHARTER SCHOOL

Treasurer's Report

November 20, 2012 Board Meeting

2012/13 - Charter Schools Enterprise Fund Statement of Activities for the Period Ending October 31, 2012

<u>Description</u>	<u>2012/13 Adopted Budget</u>	<u>2012 Revised Budget</u>	<u>Year-to-Date 7/1-10/31/12 Transactions</u>	<u>Remaining Budget</u>	<u>% Budget Remaining</u>
<u>Object</u>					
<u>Classified Personnel Salaries</u>					
2100	8,515	28,515	9,505	19,010	67%
2300	116,103	116,103	38,701	77,402	67%
2400	36,257	36,257	12,085	24,172	67%
2900	78,323	58,760	21,441	37,319	64%
Total Classified Personnel Salaries:	239,198	239,635	81,732	157,903	66%
Total Employee Benefits:	485,915	393,164	134,012	259,152	66%
<u>Books and Supplies</u>					
4100	2,809	2,809	280	2,529	90%
4200	0	0	0	0	0%
4300	84,070	108,469	18,180	90,289	83%
4400	0	0	0	0	0%
Total Books and Supplies:	86,879	111,278	18,460	92,818	83%
<u>Services and Other Operating Expenditures</u>					
5200	29,091	29,091	3,834	25,257	87%
5300	7,458	7,677	2,664	5,013	65%
5500	24,000	24,000	9,223	14,777	62%
5600	660	660	317	343	52%
5800	992,513	997,940	334,314	663,626	66%
Professional Consulting Services & Operating Expenses					

PACIFIC VIEW CHARTER SCHOOL

Treasurer's Report

November 20, 2012 Board Meeting

2012/13 - Charter Schools Enterprise Fund Statement of Activities for the Period Ending October 31, 2012

<u>Description</u>	2012/13 Adopted Budget	2012 Revised Budget	Year-to-Date 7/1-10/31/12 Transactions	Remaining Budget	% Budget Remaining
Object	<u>Services & Other Operating Expenses (con't)</u>				
5900	8,163	8,163	1,056	7,107	87%
	1,061,885	1,067,531	351,408	716,123	67%
6XXX	0	0	0	0	0%
7XXX	<u>Other Outgo and Transfers Out</u>				
	3,527,336	3,208,556	1,073,783	2,134,773	67%
	596,222	1,663,421			
	8,343	-100,278			
	604,565	1,563,143			
9711 000	200	200			
9770 000	105,820	96,257			
9780 009	50,000	50,000			
9780 008	14,416	14,416			
9780 007	150,000	150,000			
9780 000	117,212	1,082,002			
9780 012	160,237	160,237			
9780 013	6,680	10,032			

PACIFIC VIEW CHARTER SCHOOL

Treasurer's Report

November 20, 2012 Board Meeting

2011/12 - Charter School #1/Special Reserve/Capital Projects Fund

Statement of Activities for the Period Ending October 31, 2012

<u>Revenues</u>		2012/13	2012/13	Year-to-Date	Remaining	%
<u>Object</u>	<u>Description</u>	Adopted	Revised	7/1-8/31/12	Budget	Budget
		Budget	Budget	Transactions		Remaining
8660	Interest	0	400	102	298	0.0%
8919	Other Transfers In - General Fund (CSEF)	0	0	0	0	0.0%
	Grand Total All Revenues:	<u>0</u>	<u>400</u>	<u>102</u>	<u>298</u>	<u>0.0%</u>

Expenditures

Object Description

Services and Other Operating Expenditures

4400	Non-Capitalized Equipment	0	0	0	0	0.0%
5600	Rental, Lease and Repair	0	0	0	0	0.0%
5800	Professional Consulting Services & Operating	3,000	3,000	0	3,000	100.0%
	Total Services and Other Operating Expenditures:	<u>3,000</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>	<u>0.0%</u>

Capital Outlay

6200	Buildings and Improvements of Buildings	0	0	0	0	0.0%
6400	Equipment	0	0	0	0	0.0%
6500	Equipment Replacement	0	0	0	0	0.0%
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0%</u>

7619	<u>Transfers Out</u>	0	0	0	0	0.0%
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	Grand Total All Expenditures:	<u>3,000</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>	<u>100.0%</u>
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	Beginning Fund Balance	384,034	384,034			
	Increase/Decrease	-3,000	-2,600			
	Ending Fund Balance	381,034	381,434			

10.1

Pacific View Charter School

A California Public School and Nonprofit 501(c) (3) Corporation

3670 Ocean Ranch Blvd., Oceanside, CA 92056

Phone # (760) 757-0161

Minutes

Board of Trustees' Meeting – Tuesday, October 16, 2012

5:00 p.m.

1. Call To Order

President Gleisberg called the meeting to order at 5:03 pm with Trustees Bob Gleisberg, Jody Miller, & Jon Walters present.

2. Approval of Agenda

Moved by 1st Vice President Walters and seconded by Trustee Miller to approve the agenda as presented.

AYES: Gleisberg, Miller, Walters

NOES: None

ABSTAINED: None

3. Pledge of Allegiance

The pledge was led by Trustee Miller

4. Introductions

Gayl Johnson, Achievement Coordinator; Don Thiele, Curriculum Coordinator; Sandy Benson, Business Consultant; Weston Strawn.

5. Public Comment

None

6. Executive Director's Report

- ✚ We have been participating in different events and plan on attending at least two each month.
- ✚ We had a meet and greet at the Starbucks by the Krikorian Theater
- ✚ We attended the Escondido Farmer's Market, and have scheduled to participate in the Escondido Street Fair this coming weekend
- ✚ I attended the CCSA Regional meeting on October 4 at Classical Academy. Special Ed students are exempt from passing the CAHSEE until July 2015. SB1290 is a bill that added criteria stating that if a Charter School does not meet their sub group growth the sponsoring District could use this not to renew the Charter.
- ✚ I contacted the State regarding the 4 year graduation cohort. I was told that since the committee that is monitoring this cannot agree on how to weight this, it will not be factored into our API for this year or

next. The committee will continue to work on the process to be put in place

- ✚ The Fall Festival that was scheduled for October 11 was cancelled due to rain, but has been rescheduled for Wednesday, November 14. Please mark your calendars.
- ✚ Our API score for last year is 688, that total is 15 points down from where we were. We have experienced significant growth in Special Ed and EL students but our in house assessment shows growth. Read 180 was implemented and we feel that this will affect the EL student's scores. There will be a Star Enterprise presentation at our next meeting.
- ✚ Our enrollment is 448 with 95 being in our K-8 program

7. Treasurer's Report

- ✚ The revenue was reduced to 3.1 from 3.5 due to the reduction in ADA
- ✚ We have made cuts in Curriculum and Certificated positions
- ✚ We ended 2011.2012 with a balanced budget and 107K
- ✚ The ending balance we have at this time after making all of the cuts mentioned is -100K
- ✚ We are marketing our program at different events to promote enrollment into the school

8. Consent Calendar

8.1 Moved by Trustee Miller and seconded by President Gleisberg to approve the Consent Calendar items as presented.

AYES: Gleisberg, Miller, & Walters

NOES: None

ABSTAIN: None

9.0 Action/Discussion Items

9.1 Moved by Trustee Miller and seconded by 1st Vice President Walters to approve the Donation from Martha Brown as presented.

AYES: Gleisberg, Miller, & Walters

NOES: None

ABSTAIN: None

9.2 Moved by President Gleisberg and seconded by 1st Vice President Walters to approve the item as presented.

AYES: Gleisberg, Walters, & Miller

NOES: None

ABSTAIN: None

10.0 Board/Staff Discussion

None

11.0 Adjournment

President Gleisberg adjourned the meeting at 5:34pm

11.1

PACIFIC VIEW CHARTER SCHOOL

SAN DIEGO COUNTY

OCEANSIDE, CALIFORNIA

AUDIT REPORT

JUNE 30, 2012

**PACIFIC VIEW CHARTER SCHOOL
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JUNE 30, 2012**

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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

**Governing Board
Pacific View Charter School
Oceanside, California**

We have audited the accompanying statement of financial position of Pacific View Charter School as of June 30, 2012, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of Pacific View Charter School's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pacific View Charter School as of June 30, 2012, and the results of its changes in net assets and its cash flows, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2012, on our consideration of Pacific View Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole of Pacific View Charter School. The accompanying supplementary information is presented for purposes of additional analysis as required by the State's audit guide, *Standards and Procedures for Audits of California K-12 Local Education Agencies 2011-12*, published by the Education Audit Appeal Panel, and is not a required part of these financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Wilkinson Hadley King & Co., LLP

El Cajon, California
October 19, 2012

FINANCIAL STATEMENT

**PACIFIC VIEW CHARTER SCHOOL
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2012**

ASSETS

Current Assets

Cash in county treasury	\$ 156,996
Cash in bank	20,720
Accounts receivable	1,075,904
Prepaid expenditures	9,460
Total Current Assets	<u>1,263,080</u>

Non-current Assets

Property and equipment, net	2,957,628
Total Non-current Assets	<u>2,957,628</u>

Total Assets	<u><u>\$ 4,220,708</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$ 89,983
Compensated absences payable	64,185
Note payable, current portion	20,571
Total Current Liabilities	<u>174,739</u>

Long Term Liabilities

Note payable	2,019,085
Less current portion	(20,571)
Total Long Term Liabilities	<u>1,998,514</u>

Total Liabilities	<u>2,173,253</u>
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Net Assets

Temporarily restricted	-
Unrestricted	2,047,455
Total Net Assets	<u>2,047,455</u>

Total Liabilities and Net Assets	<u><u>\$ 4,220,708</u></u>
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The accompanying notes are an integral part of these financial statements.

**PACIFIC VIEW CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

	Unrestricted	Temporarily Restricted		Total
		Charter School Fund	Special Reserve Fund	
REVENUES				
Revenue limit sources				
State aid	\$ 2,068,934	\$ -	\$ -	\$ 2,068,934
Local sources	980,260	-	-	980,260
Federal revenue	-	1,582	-	1,582
Other state revenue	387,081	15,647	-	402,728
Other local revenue	20,692	-	-	20,692
	<u>3,456,967</u>	<u>17,229</u>	<u>-</u>	<u>3,474,196</u>
Net assets released from restriction				
Restriction satisfied	429,147	(39,968)	(389,179)	-
	<u>429,147</u>	<u>(39,968)</u>	<u>(389,179)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUES	<u>3,886,114</u>	<u>(22,739)</u>	<u>(389,179)</u>	<u>3,474,196</u>
EXPENSES				
Certificated salaries	1,487,568	-	-	1,487,568
Classified salaries	330,075	-	-	330,075
Employee benefits	398,532	-	-	398,532
Books and supplies	97,170	-	-	97,170
Services and other operating expenses	877,491	-	-	877,491
Capital outlay	-	-	-	-
Interest expense	137,142	-	-	137,142
Depreciation expense	44,174	-	-	44,174
	<u>3,372,152</u>	<u>-</u>	<u>-</u>	<u>3,372,152</u>
TOTAL EXPENSES	<u>3,372,152</u>	<u>-</u>	<u>-</u>	<u>3,372,152</u>
CHANGE IN NET ASSETS	513,962	(22,739)	(389,179)	102,044
NET ASSETS, BEGINNING OF YEAR	<u>1,533,493</u>	<u>22,739</u>	<u>389,179</u>	<u>1,945,411</u>
NET ASSETS, END OF YEAR	<u>\$ 2,047,455</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,047,455</u>

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

**PACIFIC VIEW CHARTER SCHOOL
COMBINED-STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012**

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	\$ 102,044
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	44,174
(Increase) Decrease in accounts receivable	(251,977)
(Increase) Decrease in prepaid expenditures	(4,096)
Increase (Decrease) in accounts payable	25,113
Increase (Decrease) in compensated absences	64,185
	<u> </u>
NET CASH USED BY OPERATING ACTIVITIES	(20,557)
NET CASH USED IN INVESTING ACTIVITIES	
Acquisition of fixed assets	-
	<u> </u>
NET CASH USED IN INVESTING ACTIVITIES	-
NET CASH PROVIDED BY FINANCING ACTIVITIES	
Note payable less principal payments	(23,094)
	<u> </u>
NET CASH PROVIDED BY FINANCING ACTIVITIES	(23,094)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(43,651)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	221,367
	<u> </u>
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 177,716
	<u> </u>

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

**PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

A. Organization and Summary of Significant Accounting Policies:

History

Pacific View Charter School is a K-12 public school that opened in August 1999. The school provides the Oceanside and neighboring communities an educational alternative to the traditional school setting. Enrollment at the school is strictly on a voluntary basis. Students in San Diego County and in any neighboring county are free to attend.

Pacific View Charter School strives to provide an educational opportunity for all students to work independently or in a small group setting and to pursue personalized educational plans created by the parents, students, and teachers. These plans provide for continuing academic progress and reflect the students yearly goals and objectives.

The staff of Pacific View Charter School desires to work in an atmosphere of collaboration and mutual understanding with all who attend. The learning team consists of the supervisory teacher, student, and parent. Parents are an integral part of their child's educational success and have an active voice in the governance of Pacific View Charter School.

The Vision of Pacific View Charter School

Students at Pacific View Charter School use technological tools and research based curriculum to achieve personal and academic success. In a Personalized Learning environment, the students develop 21st Century skills to be prepared for college and the workforce. Pacific View Charter School students are global communicators who listen, speak, read, and write in an effective manner. The individual needs and learning styles of students are accommodated through personalized learning.

The Mission of Pacific View Charter School

The Pacific View Charter School community is focused on the success of each student and partners with parents in the education of their children. The school is committed to providing a safe and exceptional learning environment utilizing 21st Century tools, resources, and curriculum. Highly Qualified Teachers guide the learning process through current research and methodologies.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, Financial Statements for Not-for-Profit Organizations. Under (ASC) No. 958, the School is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)**

A. Organization and Summary of Significant Accounting Policies (continued)

Funds

The school reports the following funds:

Charter School Fund. This is the school's primary operating fund. It accounts for all financial resources of the school except those required to be accounted for in another fund.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, Pacific View Charter School considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments

The School's method of accounting for investments, in accordance with generally accepted accounting principles, is the fair value method. Fair value is determined by published quotes. Changes in fair value of investments results in increases or decreases to the unrealized fair values of equity investments. Adjustments to fair values are reflected as "Unrealized Gain or Loss on Investments" in the accompanying Statement of Activities.

Advertising

Advertising costs are expensed when incurred.

Donated Property and Equipment

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

A. Organization and Summary of Significant Accounting Policies (continued)

Revenue Recognition-continued

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Income Taxes

The School is a 509(a) (1) publicly supported nonprofit organization that is exempt from income taxes under Sections 501(a) and 501(c) (3). This exemption is for all income taxes except for those assessed on unrelated business income, if any. The School is also exempt from state franchise or income tax under Section 23701 d of the California Revenue and Taxation Code.

Deferred Revenue

Deferred revenue arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period or when resources are received by the charter school prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the charter school has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

Property Tax Revenue

Secured property taxes attach as an enforceable lien on property as of March 1. Taxes are payable in two installments on December 10 and April 10. Unsecured property taxes are payable in one installment on or before August 31. The County of San Diego bills and collects the taxes for the charter school. Tax revenues are recognized by the charter school when earned.

Restricted, Temporarily Restricted, and Unrestricted Revenue and Expenses

Revenues received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of any donor restrictions.

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

When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets.

**PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)**

B. Cash

1. Cash in County Treasury:

In accordance with Education Code Section 41001, the School maintains substantially all of its cash in the San Diego County Treasury as part of the common investment pool (\$156,996 as of June 30, 2012). The fair value of the School's portion of this pool as of that date, as provided by the pool sponsor, was \$156,996. Assumptions made in determining the fair value of the pooled investment portfolio's are available from the County Treasurer.

2. Cash in Banks

Cash balances in banks and on hand (\$20,720 as of June 30, 2012) are insured up to \$250,000 by the Federal Depository Insurance Corporation. All cash held by the financial institution is fully insured or collateralized.

C. Accounts Receivable

Receivables at June 30, 2012 are deemed to be fully collectible by management. As a result, no allowance for uncollectible accounts has been established. As of June 30, 2012 accounts receivable consisted of:

Federal Government:	
Federal programs	\$ -
State Government:	
Grants and entitlements	771,528
Lottery	38,516
Other state programs	138,238
Local Sources:	
Property taxes	125,965
Interest	423
Other local revenue	<u>1,234</u>
Total accounts receivable	<u>\$ 1,075,904</u>

D. Prepaid Expenditures

Prepaid expenditures at June 30, 2012 consist of:

Prepaid operating expenditures	<u>\$ 9,460</u>
Total prepaid expenditures	<u>\$ 9,460</u>

PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)

E. Property and Equipment:

Property and equipment consists of the following at June 30, 2012:

Land	\$ 829,926
Equipment	73,040
Building	<u>2,208,689</u>
 Total	 3,111,655
 Less accumulated depreciation	 <u>(154,027)</u>
 Property and equipment, net	 <u>\$ 2,957,628</u>

F. Accounts Payable

Accounts payable balances as of June 30, 2012 consists of:

Vendor payables	\$ 70,227
Payroll and related benefits	19,756
Other liabilities	<u>-</u>
 Total	 <u>\$ 89,983</u>

G. Joint Ventures (Joint Powers Agreements)

The School participates in one joint powers agreement (JPA) entity, the San Diego County Schools Risk Management (SDCSR). The relationship between the School and the JPA is such that the JPA is not a component unit of the District.

The JPA arranges for and provides for various types of insurances for its member districts as requested. The JPA is governed by a board 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 districts beyond their representation on the board. Each member district pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the JPA.

Combined condensed unaudited financial information of the School's share of the JPA for the year ended June 30, 2012 is as follows:

Total Assets	\$ 32,001
Total Liabilities	3,137
Total Fund Balance	28,864
 Total Cash Receipts	 31,218
Total Cash Disbursements	23,401
Net Change in Fund Balance	7,817

**PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)**

H. Long Term Debt:

Long term debt at June 30, 2012 consists of:

In August 2010 the School obtained a loan in the amount of \$2,058,750 from Wells Fargo for the purchase of a building. The loan bears interest at a rate of 6.75%. The loan has a 30 year amortization with a ten year call. The loan is due on August 15, 2020.

Note payable to Wells Fargo	\$ 2,019,085
Total long term debt	2,019,085
Less portion due within one year	<u>(20,571)</u>
Long term debt, net of current portion	<u>\$ 1,998,514</u>

In addition, the School has a liability for compensated absences payable at June 30, 2012 in the amount of \$64,185.

I. Donated Services:

During the year, many parents, administrators, and other individuals donate significant amounts of time and services to Pacific View Charter School in an effort to advance the programs and objectives of the school. These services have not been recorded in the financial statements because no objective basis is available to measure the value of such services.

J. Employee Retirement Systems:

Qualified employees are covered under multiple-employer defined benefit pension plans by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (STRS).

STRS:

The School contributes to the State Teachers Retirement System (STRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. 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. STRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the STRS annual report may be obtained from the STRS, 7667 Folsom Boulevard, Sacramento, California 95826

Active plan members are required to contribute 8% of their salary and the School is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by STRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2011-12 was 8.25% of annual payroll. The contribution requirements of the plan members are established by state statute. The School's contribution to STRS for the fiscal year ended June 30, 2012 was \$ 120,784. For the year ended June 30, 2012 the state contributed \$ 56,156 on behalf of the school.

**PACIFIC VIEW CHARTER SCHOOL
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012
(Continued)**

J. Employee Retirement Systems: (continued)

PERS:

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

Active plan members are required to contribute 7% of their salary (7% of monthly salary over \$133.33 if the member participates in Social Security), and the School is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. The required employer contribution rates for fiscal year 2011-12 were 10.923% of payroll. The contribution requirements of the plan members are established by state statute. The School's contribution to CalPERS for the fiscal year ending June 30, 2012 was \$ 26,024.

K. Commitments and Contingencies

State and Federal Allowances, Awards, and Grants

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

L. Subsequent Event

In preparing these financial statements, the School has evaluated events and transactions for potential recognition or disclosure between June 30, 2012 and the date the financial statements were issued.

SUPPLEMENTAL INFORMATION

**PACIFIC VIEW CHARTER SCHOOL
 (A California Charter School)
 ORGANIZATION STRUCTURE
 JUNE 30, 2012**

Pacific View Charter School (Charter #247) was formed pursuant to Education Code Section 47600 under agreement with Oceanside Unified School District granted in July, 1999.

BOARD OF TRUSTEES

<u>Name</u>	<u>Office</u>	<u>Term/Term Expiration</u>
Martha Brown	President	Three Year Term Expires March 2012
Bob Gleisberg	1st Vice President	Three Year Term Expires January 2014
Jody Miller	Board Trustee	Three Year Term Expires November 2014
Catherine Stockwell	Board Trustee	Three Year Term Expires November 2014

ADMINISTRATION

Gina Campbell	Founding Executive Director
Steve Bentley	Associate Director
Kira Fox	Administrative Coordinator

EXECUTIVE LEADERSHIP

Gina Campbell	Gayl Johnson
Steve Bentley	Kathy Meck
Sandra Benson	Kathi Miller Cohen
Kira Fox	Donald Thiele

**PACIFIC VIEW CHARTER SCHOOL
SCHEDULE OF AVERAGE DAILY ATTENDANCE
FOR THE YEAR ENDED JUNE 30, 2012**

<u>Non-Classroom Based</u>	<u>P2</u>		<u>Annual</u>	
	<u>Original</u>	<u>Revised</u>	<u>Original</u>	<u>Revised</u>
Kindergarten	7.70	N/A	7.27	N/A
Grades 1 through 3	29.12	N/A	29.04	N/A
Grades 4 through 6	36.96	N/A	38.38	N/A
Grades 7 through 8	36.16	N/A	36.86	N/A
Grades 9 through 12	<u>405.08</u>	<u>N/A</u>	<u>413.09</u>	<u>N/A</u>
Total ADA	<u>515.02</u>	<u>N/A</u>	<u>524.64</u>	<u>N/A</u>

N/A – There were no audit findings that resulted in revisions to the attendance reports.

Average daily attendance is a measurement of the number of pupils attending classes of the charter school. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to charter schools. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

**PACIFIC VIEW CHARTER SCHOOL
SCHEDULE OF INSTRUCTIONAL TIME
FOR THE YEAR ENDED JUNE 30, 2012**

Pacific View Charter School is a non-classroom based school and not subject to the minimum instructional minutes required by Education Code Section 4620.

**PACIFIC VIEW CHARTER SCHOOL
RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET
REPORT WITH AUDITED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2012**

June 30, 2012 annual financial and budget report fund balance	<u>\$ 2,047,455</u>
Adjustments and reclassifications:	-
June 30, 2012 audited financial statement net assets	<u>\$ 2,047,455</u>

This schedule provides the information necessary to reconcile the fund balance as reported on the SACS report to the net assets reported on the audited financial statements.

OTHER INDEPENDENT AUDITOR'S REPORTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**Board of Directors
Pacific View Charter School
San Diego, California**

We have audited the financial statements of Pacific View Charter School as of and for the year ended June 30, 2012, and have issued our report thereon dated October 19, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

Management of Pacific View Charter School is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Pacific View Charter School's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Pacific View Charter School's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Pacific View Charter School's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies or material weaknesses as defined previously.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, the governing board, others within the entity and regulatory agencies and is not intended to be and should not be used by anyone other than these specified parties.

Wilkinson Haderly King & Co., LLP

El Cajon, California
October 19, 2012

INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

**Board of Directors
 Pacific View Charter School
 Oceanside, California**

We have audited the financial statements of Pacific View Charter School (School) as of and for the year ended June 30, 2012, and have issued our report thereon dated October 19, 2012. We have also audited the School's compliance with the requirements specified in the State's audit guide, *Standards and Procedures for Audits of California K-12 Local Education Agencies 2011-12*, published by the Education Audit Appeals Panel, applicable to the School's statutory requirements identified below for the year ended June 30, 2012. Compliance with the requirements referred to above is the responsibility of the School's management. Our responsibility is to express an opinion on the School's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the comptroller General of the United States; and the State's audit guide *Standards and Procedures for Audits of California K-12 Local Education Agencies 2011-12* published by the Education Audit Appeals Panel. Those standards and audit guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a material effect on the state laws and regulations applicable to the items in the schedule below occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the School's compliance with those requirements.

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

Description	Procedures in Audit Guide	Procedures Performed
Attendance Accounting:		
Attendance Reporting	6	N/A
Teacher Certification and Misassignments	3	N/A
Kindergarten Continuance	3	N/A
Independent Study	23	N/A
Continuation Education	10	N/A
Instructional Time:		
School Districts	6	N/A
County Offices of Education	3	N/A

Description	Procedures in Audit Guide	Procedures Performed
Instructional Materials, General Requirements	8	N/A
Ratios of Administrative Employees to Teachers	1	N/A
Classroom Teacher Salaries	1	N/A
Early Retirement Incentive	4	N/A
Gann Limit Calculation	1	N/A
School Accountability Report Card	3	N/A
Public Hearing Requirement - Receipt of Funds	1	N/A
Juvenile Court Schools	8	N/A
Exclusion of Pupils - Pertussis Immunization	2	N/A
Class Size Reduction (Including Charter Schools)		
General Requirements	7	N/A
Option One	3	N/A
Option Two	4	N/A
Only One School Serving Grades K-3	4	N/A
After School Education and Safety Program		
General Requirements	4	N/A
After School	5	N/A
Before School	6	N/A
Charter Schools		
Contemporaneous Records of Attendance	3	Yes
Mode of Instruction	1	Yes
Nonclassroom-Based Instruction/Independent Study	15	Yes
Determination of Funding for Nonclassroom-Based Instruction	3	Yes
Annual Instructional Minutes - Classroom Based	4	N/A

The term N/A is used above to mean either the School did not offer the program during the current fiscal year or the program applies to a different type of local education agency.

In our opinion, Pacific View Charter School complied, in all material respects, with the compliance requirements referred to above that are applicable to the statutory requirements listed in the schedule above for the year ended June 30, 2012.

This report is intended solely for the information and use of the Board of Directors, Management, and regulatory and pass through agencies and is not intended to be and should not be used by anyone other than these specified parties.

Wilkinson Hadley King & Co., LLP

El Cajon, California
October 19, 2012

**PACIFIC VIEW CHARTER SCHOOL
SUMMARY OF AUDITOR'S RESULTS
FOR THE YEAR ENDED JUNE 30, 2012**

A. FINANCIAL STATEMENTS

Type of auditors' report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
Material weaknesses identified?	<u>No</u>
Reporting conditions identified not considered to be material weaknesses?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

STATE AWARDS

Any audit findings disclosed that are required to be reported in Accordance with <i>Standard and Procedures for Audits of California K-12 Local Educational Agencies?</i>	<u>No</u>
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Type of auditors' report issued on compliance for State programs:	<u>Unqualified</u>
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B. FINANCIAL STATEMENT FINDINGS

None.

C. STATE AWARD FINDINGS AND QUESTIONED COSTS

None.

**PACIFIC VIEW CHARTER SCHOOL
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2012**

There were no findings in the prior year audit report.

11.2

SDCOE Uniform Complaint Quarterly Reports Database

Williams and Valenzuela Settlements

Quarterly Complaint Summary ADD a new summary record

[Back to Home Menu](#)

User ID: 3731221

Quarter to
Add: 2012-13 1st Qtr Jul-Sep

Please fill in the following table. Enter 0 in any cell that does not apply.

Number of Complaints for Quarter			
	Received	Resolved	Unresolved
CAHSEE Intensive Instruction	0	0	0

Submitted
By: Sandra Benson

Title: Business Consultant

[Add Record](#)

[Main Menu](#)

11.3

PACIFIC VIEW CHARTER SCHOOL

Renewal Rates 2013

	NEW RATES 1/1/2013	2012 rates	INCREASE	Employee Monthly Contribution CURRENT rate of \$550.00 ¹	EMPLOYEE MONTHLY CONTRIBUTION Proposed Rate of \$600.00 ¹	Employee Contribution % of Increase	# of Employees in Plan
FBC POOL PLAN 1							
Employee Only	\$ 763.40	\$ 664.99	\$ 98.41	270.52	\$ 220.52	21.80%	
Employee + Spouse	\$ 1,329.42	\$ 1,146.25	\$ 183.17	836.54	\$ 786.54	18.70%	
Employee + Child	\$ 1,102.60	\$ 964.41	\$ 138.19	609.72	\$ 559.72	16.50%	
Employee + Family	\$ 2,060.92	\$ 1,551.85	\$ 509.07	1,568.04	\$ 1,518.04	42.10%	
FBC POOL PLAN 2							
Employee Only	\$ 671.09	\$ 605.76	\$ 65.33	178.21	\$ 128.21	5.20%	8
Employee + Spouse	\$ 1,144.31	\$ 1,066.08	\$ 78.23	651.43	\$ 601.43	3.30%	3
Employee + Child	\$ 997.17	\$ 896.27	\$ 100.90	504.29	\$ 454.29	10.20%	4
Employee + Family	\$ 1,776.66	\$ 1,339.12	\$ 437.54	1,283.78	\$ 1,233.78	44.30%	2
FBC POOL PLAN 3							
Employee Only	\$ 841.41	\$ 730.73	\$ 110.68	348.53	\$ 298.53	21.90%	1
Employee + Spouse	\$ 1,482.14	\$ 1,288.82	\$ 193.32	989.26	\$ 939.26	16.70%	
Employee + Child	\$ 1,215.35	\$ 1,052.02	\$ 163.33	722.47	\$ 672.47	18.40%	
Employee + Family	\$ 2,157.91	\$ 1,693.71	\$ 464.20	1,665.03	\$ 1,615.03	33.50%	1
DENTAL DENTAL PLAN						TOTAL	19
Employee Only	\$ 48.44	\$ 56.99	\$ (8.55)				
Employee + 1 Dependent	\$ 88.15	\$ 103.70	\$ (15.55)				
Employee + 2 or more Dependents	\$ 123.08	\$ 144.80	\$ (21.72)				
VSP VISION PLAN							
Employee Only	\$ 8.68	\$ 9.14	\$ (0.46)				
Employee + 1 Dependent	\$ 18.11	\$ 19.06	\$ (0.95)				
Employee + 2 or more Dependents	\$ 25.98	\$ 27.35	\$ (1.37)				

¹ Based on specific health plan plus EMPLOYEE ONLY dental & vision coverage