San Bernardino County Superintendent of Schools
Transforming lives through education

Ted Alejandre
County Superintendent

October 28, 2021 Bulletin No. 22-013

TO: Chief Business Officials and Directors of Fiscal Services
Charter School Sponsoring School Districts & Charters

Subject: **CHARTER SCHOOLS**
2021-22 FIRST INTERIM FINANCIAL REPORT
Due to Sponsoring District on or before December 16th

Education Code Sections 42100 and 47604.33 require charter schools to provide budget, interims, annual financial statements, and audit reports to their sponsoring district and the County Superintendent of Schools Office. Statute requires **charter school's First Interim Financial Report be submitted on or before December 15th.** District review of charter First Interim Reports are requested by Business Advisory Services on or before December 22, 2021. Districts may modify the date charter reports are due to them to allow sufficient time for their review by the deadline. Charters are encouraged to coordinate with their sponsoring district to ensure accurate and timely reporting submission.

Required reporting templates are available on the San Bernardino County Schools Charter School Financial Information webpage at: http://www.sbcss.k12.ca.us/index.php/business-services/business-advisory-services/charter-schools-financial. The Excel workbook consists of worksheets for 2021-22 Budget, First Interim, and Second Interim Financial Reports. Optionally, districts may allow charters to use the State SACS Software located on the CDE website at http://www.cde.ca.gov/fg/sf/fr/.

A PowerPoint presentation on Charter School Reporting can be found on the webpage noted above. Charters are encouraged to download the presentation for guidance and reference.

At a minimum, charters must submit the following First Interim Reports to the sponsoring district. Districts may require additional reports and/or supporting documentation:

Electronic copies	Hard copies
LCFF calculator (using the most recent FCMAT release)	Signed Interim Certification
Budget/Interim Worksheet	

The worksheets have been designed to populate other worksheets of the workbook wherever possible. Some of the features are:

- Inputting the Charter Name and Number on Certification page will populate all other schedules.
- Budget worksheet information will populate the Adopted Budget columns of the First Interim Financial Report's worksheet.
- Data Entry cells are highlighted in a blue/green color (depending on your monitor).
- Cells with formulas are locked.

As you complete these worksheets, please be conscious of the unrestricted or restricted regulations associated with the revenue the charter has received. Refer to the California School Accounting Manual for in depth explanations of various codes and accounting treatments.

The first column of the report refers to the charter's adopted budget. Amounts reflected in this column **must** be those adopted on or before July 1st and submitted to your sponsoring district.

If you have a final 2020-21 audit report, include any audit adjustments with your First Interim Report. These adjustments will be reported as "Adjustments for Audit" on line 52 of the Unrestricted and/or Restricted tab.

Districts will review budgets for reasonableness and solvency. Charters must provide evidence of their ability to maintain sufficient fund and cash balances for the current and two subsequent fiscal years. If the charter is unable to meet their reserve requirements in the 2021-22 or two subsequent fiscal years as established in their memorandum of understanding with their authorizing district, the charter may be required to submit a board-approved fiscal action plan detailing the anticipated reductions or revenue enhancements that the charter will make to ensure reserve requirements are met in all years. The charter should work with their authorizing district to determine the specific requirements to show solvency.

The district review worksheet can be found on the Charter School Financial Information webpage. Upon review of the charter's report, districts should send a letter to the charter summarizing their findings and documenting any requests for additional information or action. Districts must forward the following to Business Advisory Services on or before December 22, 2021:

<table>
<tr><th>Electronic files
E-mail to
BAS@sbcss.net</th><th>Hard copies
Send to Beverly Pierce, Business Advisory Services</th><th>Hard or Electronic Copy</th></tr>
<tr><td>District Review Worksheet</td><td>Charter Interim Certification (signed)</td><td rowspan="3">District response letter to Charter itemizing items found in Detail Review</td></tr>
<tr><td>Charter Interim Worksheet</td><td rowspan="2">District Summary Review (signed)</td></tr>
<tr><td>Charter LCFF Calculator</td></tr>
</table>

Questions regarding the charter school's First Interim Financial Report should be directed to the authorizing district's business liaison. Questions regarding the reporting template may be directed to Annette Baker (909) 388-5741.

Sincerely,

Ted Alejandre
County Superintendent of Schools

Thomas G. Cassida, Jr.
Director, Business Advisory Services

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