

ALL KIDS ACADEMY HEAD START, INC.

**INDEPENDENT AUDITORS' REPORTS
REQUIRED BY UNIFORM GUIDANCE,
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS,
AND OTHER SUPPLEMENTARY INFORMATION**

For the Year Ended June 30, 2022

ALL KIDS ACADEMY HEAD START, INC.

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**INDEPENDENT AUDITORS' 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***

To the Board of Directors
All Kids Academy Head Start, Inc.
El Cajon, California

We have audited, in accordance with the 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, the financial statements of All Kids Academy Head Start, Inc. (a nonprofit corporation), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 14, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered All Kids Academy Head Start, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of All Kids Academy Head Start, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of All Kids Academy Head Start, Inc.'s internal control.

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. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether All Kids Academy Head Start, Inc.'s financial statements are free from 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 financial statements. 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lavine, Lofgren, Morris & Engelberg LLP

La Jolla, California
December 14, 2022



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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors
All Kids Academy Head Start, Inc.
El Cajon, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited All Kids Academy Head Start, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of All Kids Academy Head Start, Inc.'s major federal programs for the year ended June 30, 2022. All Kids Academy Head Start, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, All Kids Academy Head Start, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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 audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of All Kids Academy Head Start, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of All Kids Academy Head Start, Inc.'s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to All Kids Academy Head Start, Inc.'s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on All Kids Academy Head Start, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about All Kids Academy Head Start, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding All Kids Academy Head Start, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of All Kids Academy Head Start, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of All Kids Academy Head Start, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Lavine, L'Joven, Morris & Engelberg LLP

La Jolla, California
December 14, 2022



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**INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS REQUIRED BY THE UNIFORM GUIDANCE
AND OTHER SUPPLEMENTARY INFORMATION**

To the Board of Directors
All Kids Academy Head Start, Inc.
El Cajon, California

We have audited the financial statements of All Kids Academy Head Start, Inc. (a nonprofit corporation), as of and for the year ended June 30, 2022, and have issued our report thereon dated December 14, 2022, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal and state awards, as required by Title 2 of the U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and other supplementary information, are presented for purposes of additional analysis and are not a required part of the 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 the 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 schedule of expenditures of federal and state awards and other supplementary information are fairly stated, in all material respects, in relation to the financial statements as a whole.

Lavine, Lofgren, Morris & Engelberg, LLP

La Jolla, California
December 14, 2022

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Expenditures of Federal and State Awards For the Year Ended June 30, 2022

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Pass-Through Entity Identifying Award Number	Provided Through to Subrecipients	Total Expenditures
Federal Awards:				
<u>U.S. Department of Health and Human Services</u>				
<i>Passed through Neighborhood House Association</i>				
Head Start Program	93.600	09CH0101587	\$ -	\$ 13,346,886
Head Start Program	93.600	09CH911801	-	600,000
COVID-19—Head Start Program	93.600	09HE000447	-	<u>1,086,097</u>
Total Head Start Program	93.600		<u>-</u>	<u>15,032,983</u>
<i>Passed through State of California Department of Education</i>				
California State Preschool Program	93.575	CSPP-1435	-	99,732
COVID-19—California State Preschool Program				
Child Development: American Rescue Plan One-Time Stipend	93.575		-	<u>9,923</u>
Total California State Preschool Program			<u>-</u>	<u>109,655</u>
<i>Passed through the State of California, Department of Social Services</i>				
COVID-19—Child Care Licensed Facility Stabilization Stipend	93.575		-	<u>11,500</u>
Total Child Care and Development Block Grant	93.575		<u>-</u>	<u>121,155</u>
<u>U.S. Department of Agriculture</u>				
<i>Passed through the State of California, Department of Education</i>				
Child and Adult Care Food Program (CACFP)	10.558	04496-CACFP-37-NP-CS	-	<u>318,632</u>
Total expenditures of federal awards			<u>\$ -</u>	<u>\$ 15,472,770</u>
State Awards:				
<u>California Department of Education - State Preschool Program</u>	93.575	CSPP-1435	\$ -	\$ 1,049,764
<u>California Department of Social Services</u>				
Child and Adult Care Food Program (CACFP)	10.558	04496-CACFP-37-NP-CS	-	<u>17,170</u>
Total expenditures of state awards			<u>\$ -</u>	<u>\$ 1,066,934</u>
Total expenditures of federal and state awards			<u>\$ -</u>	<u>\$ 16,539,704</u>

See accompanying notes to schedule of expenditures of federal and state awards and independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Notes to Schedule of Expenditures of Federal and State Awards For the Year Ended June 30, 2022

NOTE 1. ORGANIZATION

All Kids Academy Head Start, Inc. (the "Organization") is a non-profit organization incorporated in 1970 under the laws of the State of California. The Organization's specific and primary purpose is to engage in a comprehensive child development program for low-income families and their infant/toddler and preschool-aged children in its community under the Economic Opportunity Act of 1964. The Organization is a subrecipient (delegate agency) of Neighborhood House Association ("NHA").

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (the "Schedule") of the Organization has been prepared on the accrual basis of accounting. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

Cost Principles

The information in this Schedule is presented in accordance with the requirements of Title 2 of the U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Pursuant to Head Start Program standards, the Organization's costs to administer the program cannot exceed 15% of total program costs. The Organization has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance as the Organization has a specific indirect cost rate agreement with the delegate agency.

Program Revenues

Grant award revenues are recognized as services are performed and as allowable costs per the terms of the related agreements are incurred.

Net Program Expenditures

It is the policy of the Organization to record expenditures in the period incurred in accordance with the accrual basis of accounting. Where applicable, program expenditures are reflected net of other income sources.

NOTE 3. DISCLOSURE OF AUDIT FEES

In accordance with the audit disclosure requirements of the State of California, Department of Education, the audit contract for All Kids Academy Head Start, Inc. for the fiscal year ended June 30, 2022 included an audit fee of approximately \$36,500.

OTHER SUPPLEMENTARY INFORMATION

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Reported Meals and Earned Reimbursement – Child and Adult Care Food Program For the Year Ended June 30, 2022

<u>Federal and State Meal Compensation</u>	<u>Reported</u>	<u>Meal Reimbursement Rate</u>	<u>Earned Reimbursement</u>
Breakfast	43,310	\$ 2.1553	\$ 93,346
Lunch	49,222	4.1053	202,071
Supplement	40,385	1.0000	<u>40,385</u>
Total reimbursement			<u><u>\$ 335,802</u></u>

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Reported Meals – Child and Adult Care Food Program For the Year Ended June 30, 2022

<u>Month</u>	<u>Breakfast</u>	<u>Lunch</u>	<u>Supplement</u>	<u>Total</u>
July	-	-	-	-
August	71	106	105	282
September	4,211	4,802	3,926	12,939
October	5,475	6,136	5,094	16,705
November	4,971	5,666	4,657	15,294
December	3,202	3,569	3,036	9,807
January	2,663	2,983	2,489	8,135
February	4,117	4,617	3,780	12,514
March	5,418	6,198	5,050	16,666
April	2,633	2,953	2,480	8,066
May	6,357	7,367	5,953	19,677
June	4,192	4,825	3,815	12,832
Total	<u>43,310</u>	<u>49,222</u>	<u>40,385</u>	<u>132,917</u>

See accompanying independent auditors' report.

Contractor Name: All Kids Academy Head Start, Inc
California Department of Education
Audited Enrollment, Attendance and Fiscal
Report for California State Preschool Program

Contract Number: CSPP-1435
Fiscal Year Ended: June 30, 2022
Vendor Code: B786

Section 1 – Number of Counties Where Services are Provided

Number of counties where the agency provided services to certified children (Form 1): **1**

Number of counties where the agency provided mental health consultation services to certified children (Form 2): **0**

Number of counties where the agency provided services to non-certified children (Form 3): **0**

Number of counties where the agency provided mental health consultation services to non-certified children (Form 4): **0**

Total enrollment and attendance forms to attach: **2**

Note: For each of the above categories, submit one July-December form and one form for each service county for January-June.

Section 2 – Days of Enrollment, Attendance and Operation

Enrollment and Attendance Form Summary	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	23,708		23,708	
Total Certified Days of Enrollment with Mental Health Consultation Services			0	
Days of Attendance (including MHCS)	23,591		23,591	N/A
Total Non-Certified Days of Enrollment			0	
Total Non-Certified Days of Enrollment with Mental Health Consultation Services			0	

Days of Operation	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Days of Operation	177		177	N/A

See accompanying independent auditors' report.

Section 3 – Revenue

Restricted Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Child Nutrition Programs	17,170		17,170
County Maintenance of Effort (EC Section 8279)			0
Other: ARPA		9,923	9,923
Other:			0
TOTAL RESTRICTED INCOME	17,170	9,923	27,093

Transfer from Reserve	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Transfer from Reserve			0

Other Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Waived Family Fees for Certified Children			0
Interest Earned on Child Development Apportionment Payments			0
Fees for Non-Certified Children			0
Unrestricted Income: Head Start			0
Other:			0
Other:			0

Section 4 - Reimbursable Expenses

Cost Category	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Direct Payments to Providers (FCCH only)			0
1000 Certificated Salaries	215,138	9,223	224,361
2000 Classified Salaries	498,134		498,134
3000 Employee Benefits	228,247	700	228,947
4000 Books and Supplies			0
5000 Services and Other Operating Expenses	138,727		138,727
6100/6200 Other Approved Capital Outlay			0
6400 New Equipment (program-related)			0
6500 Equipment Replacement (program-related)			0
Depreciation or Use Allowance			0
Start-up Expenses (service level exemption)			0
Indirect Costs (include in Total Administrative Cost)	86,420		86,420
TOTAL REIMBURSABLE EXPENSES	1,166,666	9,923	1,176,589

Does the agency have an indirect cost rate approved by its cognizant agency (Select YES or NO)? Yes No

Approved Indirect Cost Rate: 8% %

Specific Items of Reimbursable Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Administrative Cost (included in Reimbursable Expenses)	103,729		103,729
Total Staff Training Cost (included in Reimbursable Expenses)			0

NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 4.

See accompanying independent auditors' report.

Section 5 - Supplemental Funding

Supplemental Revenue	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Enhancement Funding			0
Other: SDCOE QPI	65,131		65,131
Other:			0
TOTAL SUPPLEMENTAL REVENUE	65,131	0	65,131

Supplemental Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
1000 Certificated Salaries			0
2000 Classified Salaries	50,080		50,080
3000 Employee Benefits	15,051		15,051
4000 Books and Supplies			0
5000 Services and Other Operating Expenses			0
6000 Equipment / Capital Outlay			0
Depreciation or Use Allowance			0
Indirect Costs			0
Non-Reimbursable Supplemental Expenses			0
TOTAL SUPPLEMENTAL EXPENSES	65,131	0	65,131

Section 6 - Summary

Description	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Certified Days of Enrollment (including MHCS)	23,708	0	23,708
Days of Operation	177	0	177
Days of Attendance (including MHCS)	23,591	0	23,591
Total Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Restricted Program Income	17,170	9,923	27,093
Transfer from Reserve	0	0	0
Interest Earned on Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	1,166,666	9,923	1,176,589
Total Administrative Cost	103,729	0	103,729
Total Staff Training Cost	0	0	0
Non-Reimbursable Cost (State Use Only)	N/A	N/A	

Section 7 – Auditor’s Assurances

Independent auditor's assurances on agency's compliance with the contract funding terms and conditions and program requirements of the California Department of Education, Early Education Division:

Eligibility, enrollment and attendance records are being maintained as required (Select YES or NO): Yes No

Reimbursable expenses claimed in Section 4 are eligible for reimbursement, reasonable, necessary, and adequately supported (Select YES or NO): Yes No

Section 8 – Comments

Include any comments in the comment box. If necessary, attach additional sheets to explain adjustments.

**California State Preschool Program – Form 1A
 Certified Children Days of Enrollment and Attendance from July 2021 – December 2021**

Pilot Program: None

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus			0	1.1800	0.0000
Three Years and Older Full-time			0	1.0000	0.0000
Three Years and Older Three-quarters-time			0	0.7500	0.0000
Three Years and Older One-half-time	9,169		9,169	0.6193	5,678.3617
Exceptional Needs Full-time-plus			0	1.8172	0.0000
Exceptional Needs Full-time			0	1.5400	0.0000
Exceptional Needs Three-quarters-time			0	1.1550	0.0000
Exceptional Needs One-half-time			0	0.9537	0.0000
Limited and Non-English Proficient Full-time-plus			0	1.2980	0.0000
Limited and Non-English Proficient Full-time			0	1.1000	0.0000
Limited and Non-English Proficient Three-quarters-time			0	0.8250	0.0000
Limited and Non-English Proficient One-half-time			0	0.6193	0.0000

See accompanying independent auditors' report.

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus			0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time			0	1.1000	0.0000
At Risk of Abuse or Neglect Three-quarters-time			0	0.8250	0.0000
At Risk of Abuse or Neglect One-half-time			0	0.6193	0.0000
Severely Disabled Full-time-plus			0	2.2774	0.0000
Severely Disabled Full-time			0	1.9300	0.0000
Severely Disabled Three-quarters-time			0	1.4475	0.0000
Severely Disabled One-half-time			0	1.1952	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	9,169	0	9,169	N/A	5,678.3617

Attendance	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	9,160		9,160	N/A	N/A

Enter the sum of Total Certified Days of Enrollment from all Form 1s in the Total Certified Days of Enrollment line of AUD 8501, Section 2.

Enter the sum of Days of Attendance from all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

See accompanying independent auditors' report.

**California State Preschool Program – Form 1B
 Certified Children Days of Enrollment and Attendance from January 2022 – June 2022**

Service County: San Diego



Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus			0	1.1800	0.0000
Three Years and Older Full-time			0	1.0000	0.0000
Three Years and Older One-half-time	14,539		14,539	0.6375	9,268.6125
Exceptional Needs Full-time-plus			0	1.8172	0.0000
Exceptional Needs Full-time			0	1.5400	0.0000
Exceptional Needs One-half-time			0	0.9818	0.0000
Dual Language Learner Full-time-plus			0	1.2980	0.0000
Dual Language Learner Full-time			0	1.1000	0.0000
Dual Language Learner One-half-time			0	0.6375	0.0000
At Risk of Abuse or Neglect Full-time-plus			0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time			0	1.1000	0.0000
At Risk of Abuse or Neglect One-half-time			0	0.6375	0.0000

See accompanying independent auditors' report.

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Severely Disabled Full-time-plus			0	2.2774	0.0000
Severely Disabled Full-time			0	1.9300	0.0000
Severely Disabled One-half-time			0	1.2304	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	14,539	0	14,539	N/A	9,268.6125

Attendance	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	14,431		14,431	N/A	N/A

Enter the sum of Total Certified Days of Enrollment from all Form 1s in the Total Certified Days of Enrollment line of AUD 8501, Section 2.

Enter the sum of Days of Attendance from all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

See accompanying independent auditors' report.

California Department of Education
 Audited Preschool Reserve Account Activity Report

Fiscal Year Ending: June 30, 2022

Vendor Code: **B786**

Contractor Name: **All Kids Academy Head Start, Inc**

Section 1 – Prior Year Reserve Account Activity

1. Beginning Balance (2020–21 AUD 9530A Ending Balance): 0

2. Plus Transfers to Reserve Account:

2020–21 Contract No.	Per 2020–21 Post-Audit CDFS 9530
CSPP - 0442	5,236
Total Transferred from 2020–21 Contracts	5,236

3. Less Excess Reserve to be Billed:

4. 2020–21 CDFS 9530 Reserve Balance After Billing: 5,236

Section 2 – Current Year Reserve Account Activity

5. Plus Interest Earned This Year on Reserve:

Description	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit
Interest Earned	1		1

6. Less Transfers to Contracts from Reserve:

2021–22 Contract No.	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit
			0
			0
			0
Total Transferred to Contracts	0	0	0

7. Ending Balance:

Description	Column A per CPARIS	Column B Audit Adjustments	Column C Total per Audit
Ending Balance on June 30, 2022	5,237	0	5,237

COMMENTS – If necessary, attach additional sheets to explain adjustments.

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Expenditures by State Category – California State Preschool Program For the Year Ended June 30, 2022

	CDE CSPP 1435	Total CDE CD Contracts
Direct payments to providers:		
1000 Certificated salaries	\$ 215,138	\$ 215,138
2000 Classified salaries	498,134	498,134
3000 Employee benefits	228,247	228,247
4000 Books and supplies	-	-
5000 Services and other operating expenses	138,727	138,727
6100/6200 Other approved capital outlay	-	-
6400 New equipment	-	-
6500 Replacement equipment	-	-
Depreciation on assets not purchased with public funds	-	-
Start-up expenses - service level exemption	-	-
Budget impasse credit expenses - service level exemption	-	-
Indirect costs (a)	<u>86,420</u>	<u>86,420</u>
Total expenses claimed for reimbursement (b)	1,166,666	1,166,666
Total supplemental expenses	<u>65,131</u>	<u>65,131</u>
Total Expenditures	<u>\$ 1,231,797</u>	<u>\$ 1,231,797</u>

Notes:

- (a) A written indirect cost allocation plan for the current fiscal year, approved by the Board of Directors, is on file in the main accounting office of All Kids Academy Head Start, Inc.
- (b) Any food expenses have been allocated to the appropriate contracts.

We have examined the claims filed for reimbursements and the original records supporting the transactions recorded under the contracts listed above to an extent considered necessary to assure ourselves that the amounts claimed by the contractor were eligible for reimbursements, reasonable, necessary, and adequately supported, according to governing laws, regulations, and contract provisions.

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Combining Statement of Activities by State Category – California State Preschool Program For the Year Ended June 30, 2022

	CDE CSPP 1435	Total CDE CD Contracts	Non-CDE Programs	Total
Revenue and Support				
Government contracts:				
Childcare and development programs	\$ 1,149,496	\$ 1,149,496	\$ 15,102,483	\$ 16,251,979
Child care food program	17,170	17,170	318,632	335,802
Supplemental revenue	65,131	65,131	-	65,131
Subtotal - government contracts	<u>1,231,797</u>	<u>1,231,797</u>	<u>15,421,115</u>	<u>16,652,912</u>
In-kind contributions income	-	-	-	-
Unrestricted contributions and other income	-	-	3,128	3,128
Transfers from CD reserves	-	-	-	-
Family fees - certified children	-	-	-	-
Family fees - noncertified children	-	-	-	-
Interest income	-	-	-	-
Other income	-	-	-	-
Total revenue and support	<u>1,231,797</u>	<u>1,231,797</u>	<u>15,424,243</u>	<u>16,656,040</u>
Expenses:				
Provider payments	-	-	-	-
Salaries	763,352	763,352	6,916,499	7,679,851
Employee benefits	243,298	243,298	2,254,530	2,497,828
Books and supplies	-	-	1,131,122	1,131,122
Rents and leases	105,946	105,946	945,541	1,051,487
Other operating expenses	32,781	32,781	1,505,555	1,538,336
Building repairs and maintenance	-	-	380,858	380,858
Equipment expense	-	-	64,433	64,433
Depreciation	-	-	155,000	155,000
In-kind contributions expense	-	-	-	-
General, administrative, and indirect	86,420	86,420	2,099,835	2,186,255
Total expenses	<u>1,231,797</u>	<u>1,231,797</u>	<u>15,453,373</u>	<u>16,685,170</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,130)</u>	<u>\$ (29,130)</u>

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Reimbursable Equipment Expenditures – California State Preschool Program For the Year Ended June 30, 2022

	<u>CDE CSPP 1435</u>	<u>Total CDE CD Contracts</u>
<u>Unit Cost Under \$7,500 Per Purchase</u>		
None	\$ -	\$ -
<u>Unit Cost Over \$7,500 Per Purchase With Prior Written Approval</u>		
None	-	-
<u>Unit Cost Over \$7,500 Per Purchase Without Prior Written Approval</u>		
None	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

Note: All Kids Academy Head Start, Inc.'s capitalization threshold is \$5,000.

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Reimbursable Expenditures for Renovations and Repairs – California State Preschool Program For the Year Ended June 30, 2022

	<u>CDE CSPP 1435</u>	<u>Total CDE CD Contracts</u>
<u>Unit Cost Under \$10,000 Per Item</u>		
None	\$ -	\$ -
<u>Unit Cost \$10,000 or More Per Item With Prior Written Approval</u>		
None	-	-
<u>Unit Cost \$10,000 or More Per Item Without Prior Written Approval</u>		
None	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

Note: All Kids Academy Head Start, Inc.'s capitalization threshold is \$5,000.

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Reimbursable Administrative Costs – California State Preschool Program For the Year Ended June 30, 2022

	<u>CDE</u> <u>CSPP 1435</u>	<u>Total CDE</u> <u>CD Contracts</u>
Salaries	\$ 13,014	\$ 13,014
Employee benefits	4,295	4,295
Books and Supplies	-	-
Services and other operating expenses	-	-
Depreciation on non-CDE-funded assets used in program	-	-
Indirect costs	86,420	86,420
	<hr/>	<hr/>
Total	<u>\$ 103,729</u>	<u>\$ 103,729</u>

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Notes to Child Development Contract Supplemental Information – California State Preschool Program For the Year Ended June 30, 2022

1. All Kids Academy Head Start, Inc. (the "Organization") did not claim any interest expense as an allowable reimbursable expense for the year ended June 30, 2022. During the year ended June 30, 2022, the Organization did not incur any interest expense.
2. The Organization did not claim any related party rent/lease expense as an allowable reimbursable expense for the year ended June 30, 2022. During the year ended June 30, 2022, the Organization did not incur any related party rent/lease expense.
3. The Organization did not claim any bad debt expense as an allowable reimbursable expense for the year ended June 30, 2022. During the year ended June 30, 2022, the Organization did not incur any bad debt expense.

See accompanying independent auditors' report.

ALL KIDS ACADEMY HEAD START, INC.

Schedule of Findings and Questioned Costs For the Year Ended June 30, 2022

SECTION 1 – SUMMARY OF AUDITORS' RESULTS

Financial Statements

1. Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America: UNMODIFIED
2. Internal control over financial reporting:
 - Material weakness(es) identified NO
 - Significant deficiency(ies) identified NONE REPORTED
3. Noncompliance material to financial statements noted: NO

Federal Awards

1. Internal control over major programs:
 - Material weakness(es) identified NO
 - Significant deficiency(ies) identified NONE REPORTED
2. Type of auditor's report issued on compliance for federal major programs: UNMODIFIED
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a): NONE REPORTED

4. Identification of major federal programs:

<u>CFDA NUMBER</u>	<u>FEDERAL PROGRAM TITLE</u>
93.600	HEAD START PROGRAM

5. Dollar threshold used to distinguish between type A and type B programs: \$750,000
6. Auditee qualified as low-risk: YES

SECTION 2 – FINANCIAL STATEMENT FINDINGS

None required to be reported.

SECTION 3 – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None required to be reported.

See accompanying independent auditors' report.