

## Application and Certification to Exempt a Charter School from the June 2014 Apportionment Deferral

*Charter schools must consult with County Superintendent of Schools, complete Sections A through C of this application, and submit it with all required documents, as described below. Note, charter school governing body representative must certify the application and accompanying documents. The charter school may receive in June no more than the lesser of (1) the total amount of additional funds necessary for the charter school to meet its expenditure obligations for the month of June, or (2) the total June principal apportionment payments the charter school is entitled to in July<sup>1</sup>.*

- A. The charter school identified below is applying for an exemption from the deferral of principal apportionment payments during June 2014 pursuant to the provisions of California *Education Code (EC)* Section 14041.7. The charter school is eligible to make this application in that it meets all of the following criteria:
- It has exhausted all internal and external sources of borrowing including those pursuant to *EC* sections 42620, 42620.1, 42621, 42622, the *California Constitution*, Article XVI, Section 6, and *Government Code* Section 53850 et.seq. (Links to these legal references are available on the CDE Web page at <http://www.cde.ca.gov/fg/fi/ir/jun14def.asp>.)
  - The deferral of warrants in April, May, and June will result in the charter school being unable to meet its expenditure obligations for the month of June, and
  - If not exempt, the charter school will become insolvent.

The amount of additional funds necessary for the charter school to meet its expenditure obligations for the month of June is \$\_\_\_\_\_. (This amount must match the June negative ending cash balance on the cash flow projection provided or an explanation of any difference must be provided in the narrative below.)

\_\_\_\_\_  
County-District-School Code and  
Charter Number

\_\_\_\_\_  
Charter School Name

- B. The charter school must provide narrative below and attach documents as necessary that demonstrate that the charter school has exhausted all internal and external sources of borrowing, will be unable to meet its expenditure obligations and will become insolvent and be forced to cease operations in the absence of specific payments in June. Attach a current cash flow projection covering, at a minimum, July 2013 through June 2014. Please refer to the March 3, 2014, letter for assumptions to use in preparing the cash flow statement. The letter can be found on the CDE Web site at <http://www.cde.ca.gov/fg/fi/ir>.

<sup>1</sup> The amount a charter school is entitled to receive in June is equal to 20 percent of the balance due amount calculated as of the First Principal Apportionment.

C. I hereby certify that we have consulted the County Superintendent of Schools regarding this deferral exemption application and the statements, information, and documents provided in response to Sections A and B of this application are true and correct. (Fill in all blanks.)

\_\_\_\_\_  
Charter School Governing Body Representative Signature

\_\_\_\_\_  
Date (MM/DD/YYYY)

\_\_\_\_\_  
Charter School Director/Administrator Signature

\_\_\_\_\_  
Date (MM/DD/YYYY)

\_\_\_\_\_  
Charter School Business Official/Designee Name (print/type)

\_\_\_\_\_  
Charter School Business Official/Designee Signature

\_\_\_\_\_  
Date (MM/DD/YYYY)

\_\_\_\_\_  
E-mail Address of Charter School Business  
Official/Designee

\_\_\_\_\_  
Contact Phone (include area code)

#### D. Submittal Instructions

Charter schools must submit, in consultation with the county superintendent of schools, the completed and certified charter school application for exemption, cash flow statement, and any other supporting documents to both the CDE (copy) and Department of Finance (original), by **April 1, 2014**, at the addresses below. The CDE will accept a hard copy or a scanned copy of the original. A scanned copy of the original sent to the Department of Finance must be followed by the submission of the hard copy original. **A copy of this application must also be provided to the charter school's authorizer.**

Send copy to:

**California Department of Education**  
School Fiscal Services Division  
Attention: Arlene Matsuura  
1430 N Street, Suite 3800  
Sacramento, CA 95814  
Telephone: 916-327-0538  
Scan: [ab1200@cde.ca.gov](mailto:ab1200@cde.ca.gov)

Send original to:

**Department of Finance**  
Education Systems Unit  
Attention: Laurie Carney  
915 L Street, 7<sup>th</sup> Floor  
Sacramento, CA 95814  
Telephone: 916-445-0328  
Scan: [laurie.carney@dof.ca.gov](mailto:laurie.carney@dof.ca.gov)

**Larchmont Charter School**  
 Monthly Cash Forecast  
 As of most recent monthly close

	2013/14												Forecast	API/AR
	Actual & Projected													
	Jul Actual	Aug Actual	Sep Actual	Oct Actual	Nov Actual	Dec Actual	Jan Actual	Feb Actual	Mar Projected	Apr Projected	May Projected	Jun Projected		
<b>Beginning Cash</b>	<b>548,312</b>	<b>1,026,204</b>	<b>1,062,261</b>	<b>332,747</b>	<b>239,578</b>	<b>(34,880)</b>	<b>115,333</b>	<b>132,140</b>	<b>308,912</b>	<b>163,403</b>	<b>99,010</b>	<b>65,946</b>		
<b>Revenue</b>														
General Block Grant	-	375,033	218,417	517,268	349,083	460,601	545,060	434,619	572,865	1,233,393	473,296	162,246	7,174,416	1,832,536
Federal Income	-	32,812	1,440	17,424	47,750	30,374	69,797	27,609	49,415	85,791	30,702	30,702	472,155	48,339
Other State Income	-	98,617	67,900	52,369	398,266	111,291	82,923	70,587	41,502	58,407	312,128	58,407	1,660,814	308,416
Local Revenues	14,478	5,060	6,384	14,982	284,890	46,458	86,342	23,252	84,854	84,873	84,873	84,873	821,319	-
Fundraising and Grants	179,890	13,204	15,160	104,476	183,771	436,064	121,649	134,556	284,786	161,690	121,690	142,650	2,278,587	379,002
<b>Total Revenue</b>	<b>194,368</b>	<b>524,726</b>	<b>309,301</b>	<b>706,520</b>	<b>1,263,759</b>	<b>1,084,788</b>	<b>905,771</b>	<b>690,623</b>	<b>1,033,421</b>	<b>1,624,155</b>	<b>1,022,689</b>	<b>478,878</b>	<b>12,407,291</b>	<b>2,568,293</b>
<b>Expenses</b>														
Compensation & Benefits	276,435	537,566	758,473	750,896	864,662	781,480	786,469	782,174	735,400	776,376	776,376	776,376	8,602,685	-
Books & Supplies	23,182	71,419	74,536	93,694	56,429	43,907	87,019	42,308	32,883	50,523	50,523	50,523	676,945	-
Services & Other Operating Expenses	215,323	165,479	142,719	334,070	580,130	301,859	122,819	225,935	207,309	198,764	198,764	205,735	2,916,159	17,254
Capital Outlay	22,790	204,924	93,938	24,685	25,015	48,907	95,283	13,003	(0)	(0)	(0)	(0)	528,545	-
<b>Total Expenses</b>	<b>537,730</b>	<b>979,388</b>	<b>1,069,666</b>	<b>1,203,344</b>	<b>1,526,236</b>	<b>1,176,152</b>	<b>1,091,590</b>	<b>1,063,421</b>	<b>975,592</b>	<b>1,025,663</b>	<b>1,025,663</b>	<b>1,032,635</b>	<b>12,724,335</b>	<b>17,254</b>
<b>Operating Cash Inflow (Outflow)</b>	<b>(343,363)</b>	<b>(454,662)</b>	<b>(760,365)</b>	<b>(496,825)</b>	<b>(262,477)</b>	<b>(91,364)</b>	<b>(185,820)</b>	<b>(372,798)</b>	<b>57,830</b>	<b>598,492</b>	<b>(2,974)</b>	<b>(553,757)</b>	<b>(317,044)</b>	<b>2,551,039</b>
Revenues - Prior Year Accruals	1,699,726	522,580	(4,113)	31,188	(9,674)	(9,674)	(7,048)	442,161	(43,903)	(43,903)	(25,372)	-	-	-
Expenses - Prior Year Accruals	(1,773)	60,228	1	-	-	-	-	-	-	-	-	-	-	-
Accounts Payable - Current Year	(195,096)	837	39,730	(16,715)	841	76,251	147,022	8,613	(150,000)	(94,265)	-	-	-	-
Loans Payable (Current)	(222,194)	509,174	-	400,000	-	175,000	65,741	100,000	(9,436)	(524,718)	(4,718)	(4,718)	-	-
Notes Payable - PacWest LOC	(580,000)	-	-	400,000	-	175,000	75,000	100,000	-	(520,000)	-	-	-	-
Notes Payable - PacWest Term Loan	357,806	509,174	-	-	-	-	(9,259)	-	(9,436)	(4,718)	(4,718)	(4,718)	-	-
Loans Payable (Long Term)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Leases Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Long Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure & Depreciation	(358,730)	(602,099)	-	(10,817)	(3,148)	-	(3,088)	(1,204)	-	-	-	-	-	-
Other Balance Sheet Changes	(100,679)	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Ending Cash</b>	<b>1,026,204</b>	<b>1,062,261</b>	<b>332,747</b>	<b>239,578</b>	<b>(34,880)</b>	<b>115,333</b>	<b>132,140</b>	<b>308,912</b>	<b>163,403</b>	<b>99,010</b>	<b>65,946</b>	<b>(492,529)</b>		

Before Capitalization & Depreciation