



ROOTED IN ISLA VISTA, NURTURING CENTRAL COAST FAMILIES

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Aprender • Participar • Abogar • Colaborar

**Financial Statements
For the Year Ended
June 30, 2024**

LEAP: Learn. Engage. Advocate. Partner.
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ABOVE THE BRIGHT LINE

AN ACCOUNTANCY CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Isla Vista Youth Projects, Inc.
dba LEAP: Learn. Engage. Advocate. Partner.
(A California Non-Profit Corporation)
Goleta, California

Report on Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of LEAP: Learn. Engage. Advocate. Partner. (A California Non-Profit Corporation), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of LEAP: Learn. Engage. Advocate. Partner. as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of LEAP: Learn. Engage. Advocate. Partner. and to meet our other ethical responsibilities, in accordance with the 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 audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about LEAP's: Learn. Engage. Advocate. Partner. ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of LEAP's: Learn. Engage. Advocate. Partner. internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about LEAP's: Learn. Engage. Advocate. Partner. ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We previously audited LEAP's: Learn. Engage. Advocate. Partner. 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 29, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived. The summary financial statements do not contain all the disclosures required by accounting principles generally accepted in the United States of America. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of LEAP: Learn. Engage. Advocate. Partner.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Management Discussion and Analysis is presented for purposes of additional analysis and are not a required part of the basic financial statements. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The General Information, Combining Schedule of Activities, Schedule of Claimed Equipment Expenditures, Schedule of Claimed Expenditures for Renovations and Repairs, Schedule of Claimed Administrative Costs, Schedule of Start-Up Expenses, Schedule of Reconciling CDE / CDSS and GAAP Expense Reporting, Schedule of Expenditures by State Categories, Notes to the Child Care and Development Program Supplemental Information and Audited Final Attendance and Fiscal Report Forms are presented for purposes of additional analysis and are not a required part of the basic financial statements. The General Information, Combining Schedule of Activities, Schedule of Claimed Equipment Expenditures, Schedule of Claimed Expenditures for Renovations and Repairs, Schedule of Claimed Administrative Costs, Schedule of Start-Up Expenses, Schedule of Reconciling CDE / CDSS and GAAP Expense Reporting, Schedule of Expenditures by State Categories, Notes to the Child Care and Development Program Supplemental Information and Audited Final Attendance and Fiscal Report Forms are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and in conformity with the Audit Guide for Audits of Child Development and Nutrition Programs issued by *the California Departments of Education and Social Services (CDE / CDSS Audit Guide)*. Such 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 General Information, Combining Schedule of Activities, Schedule of Claimed Equipment Expenditures, Schedule of Claimed Expenditures for Renovations and Repairs, Schedule of Claimed Administrative Costs, Schedule of Start-Up Expenses, Schedule of Reconciling CDE / CDSS and GAAP Expense Reporting, Schedule of Expenditures by State Categories, Notes to the Child Care and Development Program Supplemental Information and Audited Final Attendance and Fiscal Report Forms are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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 Audit Guide for Audits of Child Development and Nutrition Programs issued by *the California Departments of Education and Social Services (CDE / CDSS Audit Guide)*, is presented for purposes of additional analysis and is 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2024, on our consideration of LEAP's: Learn. Engage. Advocate. Partner. 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 solely 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 effectiveness of LEAP's: Learn. Engage. Advocate. Partner. internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering LEAP's: Learn. Engage. Advocate. Partner. internal control over financial reporting and compliance.

Vorlein, Hryn + Co.

Calabasas, California
September 20, 2024

LEAP: Learn. Engage. Advocate. Partner.
MANAGEMENT DISCUSSION & ANALYSIS
For the Year Ended June 30, 2024

Purpose

The purpose of this Management's Discussion & Analysis is to introduce our financial statements and to provide an overview of our program service accomplishments and community impact.

Mission

LEAP's: Learn. Engage. Advocate. Partner. (LEAP) mitigates the effects of poverty, racism and trauma by providing high-quality, trauma-informed childcare, visionary community leadership comprehensive and culturally-sensitive family support.

Vision

We envision a community where children are loved, valued, and respected; and families are able to reach their highest potential.

Core Beliefs

All children benefit when:

- they have as many loving, responsive, safe (and consistent) adults as possible in their lives, because children become resilient through relationships.
- they have equal access to educational, social, and recreational opportunities.
- they are in diverse economic, social, and cultural environments.
- parents are engaged in their child's school and community, when they know how to navigate and advocate for their children, resulting in positive academic outcomes.

All families benefit when:

- our teachers, family advocates and staff assume that caregivers want the best for their children
- they develop social connections with multiple individuals, organizations and one another
- they are supported to build relationships in diverse economic, social, and cultural environments in which they can feel safe, valued and whole

All communities benefit when:

- the individuals, families and organizations know one another, because communities build resilience through relationships.
- people of diverse cultures, ethnicities, religions and economic capacity are valued and represented.
- we honor diversity, multi-culturalism and respect.
- leaders know one another and can work together toward a common vision.
- the individuals, families and organizations know one another, because communities build resilience through relationships
- education is viewed as a pathway to success, social change, and leadership.

OUR PROGRAMS

Children's Center

When children are cared for in a safe, stimulating and high-quality environment, they grow up to be lifelong learners and caregivers who can work or go to school in order to provide for their families. LEAP's two Children's Center sites serve students with trauma-informed programs designed to facilitate cognitive, emotional, physical, social and creative growth to children in a language-rich environment that supports the ethnic and cultural diversity of the children. During the 2023-2024 fiscal year, all classrooms were full. We served 118 students.

School Aged Enrichment

Children build resilience when they have access to enriched social, educational and recreational opportunities. In Fiscal Year 2023-2024, continued our partnership with GUSD to supplement their expanded learning program at Isla Vista Elementary School, El Camino Elementary School, and La Patera Elementary School. LEAP provided a site-based family advocate to build nurturing relationships with the children in the expanded learning program as well as their families.

Family Resource Center

LEAP's Family Resource Center mitigates the effects of poverty, racism, and trauma by strengthening families. Families become resilient through relationships with community organizations and with one another. LEAP's Family Resource Center provides parent education classes, case management, monthly food distributions, an emergency personal care and food pantry on site, clothing distributions, home visitation, and enrollment services for CalFresh, Medi-Cal, WIC and other resources community engagement events. FRC services continued in FY 2023-2024. This year, LEAP's diaper bank provided more than 55,000 diapers to more than 2,000 children. In partnership with Immigrant Hope, the FRC hosted bi-monthly immigration webinars, providing accurate information about the changing laws relating to immigrants. The FRC expanded their offerings to include webinars on financial literacy and tenants' rights.

Community Leadership

LEAP envisions a community where children are loved, valued and respected and families are engaged to reach their highest potential. In FY 2023-2024, LEAP continued its leadership of the Goleta Valley Community Partnership Network. By convening community stakeholders regularly, LEAP ensured that children's and families' needs were met in a timely way.

LEAP: Learn. Engage. Advocate. Partner.
STATEMENT OF FINANCIAL POSITION
June 30, 2024
(with comparative totals for 2023)

	<u>2024</u>	<u>2023</u>
ASSETS		
ASSETS		
Cash and cash equivalents	\$ 2,197,815	\$ 997,841
Contracts and grants receivables (Note 3)	439,341	472,019
Prepaid expenses	16,210	16,210
Other current assets	-	1,695
Property and equipment, net (Note 4)	<u>1,742,321</u>	<u>1,508,703</u>
Investments (Note 5)		
Board designated	250,000	250,000
Investments	<u>313,374</u>	<u>264,689</u>
Total investments	<u>563,374</u>	<u>514,689</u>
Total assets	<u>\$ 4,959,061</u>	<u>\$ 3,511,157</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 104,599	\$ 214,119
Accrued payroll and related liabilities	134,457	206,193
Accrued vacation and sick leave (Note 6)	134,887	101,330
Deferred revenue	705,400	305,882
Child development reserves (Note 7)	<u>163,462</u>	<u>162,656</u>
Total liabilities	1,242,805	990,180
NET ASSETS		
Without Donor Restrictions:		
Undesignated	1,614,233	724,514
Designated by Board quasi-endowment	250,000	250,000
Invested in property and equipment, net	<u>1,742,321</u>	<u>1,508,703</u>
Total net assets without donor restrictions	3,606,554	2,483,217
With Donor Restrictions (Note 9)	<u>109,702</u>	<u>37,760</u>
Total net assets	<u>3,716,256</u>	<u>2,520,977</u>
Total liabilities and net assets	<u>\$ 4,959,061</u>	<u>\$ 3,511,157</u>

See accompanying notes.

LEAP: Learn. Engage. Advocate. Partner.
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024
(with comparative totals for 2023)

	2024			2023
	Without Donor Restrictions	With Donor Restrictions	Totals	Totals
OPERATING				
Public Support:				
Special events revenue, gross	\$ 32,583	\$ -	\$ 32,583	\$ 42,256
Less: Direct costs	-	-	-	-
Special events revenue, net	32,583	-	32,583	42,256
Contributions and grants	981,425	109,702	1,091,127	496,958
Total public support	1,014,008	109,702	1,123,710	539,214
Revenue:				
Governmental service contracts	4,605,507	-	4,605,507	3,968,181
CACFP food program revenue	134,139	-	134,139	97,810
Parent fees	2,990	-	2,990	20,478
In-kind contributions	25	-	25	-
Other income	12,437	-	12,437	17,406
Interest and investment income	54,112	-	54,112	17,221
Contract settlements	(34,428)	-	(34,428)	72,403
Total public support and revenue	5,788,790	109,702	5,898,492	4,732,713
With donor restrictions released	37,760	(37,760)	-	-
EXPENSES				
Program services	4,438,368	-	4,438,368	3,981,186
Supporting services:				
Management and general services	88,293	-	88,293	292,484
Fundraising services	176,552	-	176,552	201,342
Total supporting services	264,845	-	264,845	493,826
Total operating expenses	4,703,213	-	4,703,213	4,475,012
CHANGE IN NET ASSETS	1,123,337	71,942	1,195,279	257,701
NET ASSETS - beginning of year	2,483,217	37,760	2,520,977	2,263,276
NET ASSETS - end of year	<u>\$ 3,606,554</u>	<u>\$ 109,702</u>	<u>\$ 3,716,256</u>	<u>\$ 2,520,977</u>

See accompanying notes.

LEAP: Learn. Engage. Advocate. Partner.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2024
(with comparative totals for 2023)

	Program Services			Total Program Services	Management and General Services	Fundraising Services	2024 Total Expenses	2023 Total Expenses
	Children's Center	School Aged Programming	Family Resource Center					
Salaries and related expenses								
Other salaries and wages	\$ 2,279,174	\$ -	\$ 148,820	\$ 2,427,994	\$ 96,480	\$ 110,952	\$ 2,635,426	\$ 2,496,921
Payroll taxes	166,197	-	10,170	176,367	23,105	8,959	208,431	197,332
Other employee benefits	582,363	-	44,829	627,192	2,143	14,973	644,308	509,965
Total Salaries and related expenses	3,027,734	-	203,819	3,231,553	121,728	134,884	3,488,165	3,204,218
Other expenses								
Accounting	88,066	-	4,714	92,780	1,500	-	94,280	95,765
Advertising	5,411	-	385	5,796	1,906	-	7,702	14,864
Conferences, conventions and meetings	5,800	-	55	5,855	2,214	61	8,130	8,351
Fees for services	71,577	-	16,787	88,364	5,702	13,775	107,841	93,382
Information technology	60,225	-	5,120	65,345	3,495	-	68,840	37,810
Insurance	1,644	-	-	1,644	21,176	-	22,820	18,243
Interest expense	-	-	-	-	-	-	-	761
Legal	3,466	-	-	3,466	1,883	-	5,349	1,632
Miscellaneous fundraising expenses	-	-	-	-	-	22,641	22,641	38,311
Occupancy	162,058	-	22,843	184,901	9,441	-	194,342	185,016
Office expenses	71,566	-	1,114	72,680	821	4,168	77,669	46,304
Program supplies	417,502	-	16,901	434,403	91	498	434,992	604,262
Other expenses	155,093	-	10,543	165,636	(85,632)	355	80,359	59,479
Travel	16,984	-	2,354	19,338	3,321	170	22,829	13,899
Total Operating expenses	4,087,126	-	284,635	4,371,761	87,646	176,552	4,635,959	4,422,297
Nonoperating expenses								
Depreciation	66,607	-	-	66,607	647	-	67,254	52,715
Total Nonoperating expenses	66,607	-	-	66,607	647	-	67,254	52,715
Total Functional Expenses 2024	\$ 4,153,733	\$ -	\$ 284,635	\$ 4,438,368	\$ 88,293	\$ 176,552	\$ 4,703,213	
Total Functional Expenses 2023	\$ 3,678,912	\$ 36,852	\$ 265,422	\$ 3,981,186	\$ 292,484	\$ 201,342		\$ 4,475,012

See accompanying notes.

LEAP: Learn. Engage. Advocate. Partner.
(dba LEAP: Learn. Engage. Advocate. Partner.)
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2024
(with comparative totals for 2023)

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 1,195,279	\$ 257,701
Adjustments to reconcile increase (decrease) in net assets to net cash provided (used) by operating activities		
Depreciation	67,254	52,715
(Increase) decrease in:		
Contracts and grants receivable	32,678	(337,894)
Prepaid expenses	-	2,411
Other current assets	1,695	(1,695)
Increase (decrease) in:		
Accounts payable and accrued expenses	(109,520)	179,963
Accrued payroll and related liabilities	(71,736)	1,028
Accrued vacation and sick leave	33,557	21,271
Deferred revenue	399,518	238,082
Government funded assets	-	(11,704)
Child development reserves	<u>806</u>	<u>237</u>
Total adjustments	<u>354,252</u>	<u>144,414</u>
Net Cash Provided (Used) by Operating Activities	1,549,531	402,115
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment activity, net	(48,685)	(514,689)
Purchases of property and equipment	<u>(300,872)</u>	<u>(177,672)</u>
Net Cash Provided (Used) by Investing Activities	<u>(349,557)</u>	<u>(692,361)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,199,974	(290,246)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>997,841</u>	<u>1,288,087</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 2,197,815</u>	<u>\$ 997,841</u>

See accompanying notes.

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

1. ORGANIZATION

General:

The Isla Vista Youth Projects, Inc., dba LEAP: Learn. Engage. Advocate. Partner. (LEAP), was born out of the chaos of the early 1970s in Isla Vista. In the wake of riots and the burning of the Bank of America, the children and families who lived in Isla Vista needed support, strength and resilience. By creating a community that valued children LEAP enabled families to work and access the social services and support they needed and LEAP sowed the seeds for a resilient, creative and thriving community.

Over the years, LEAP's work has expanded to serve children and families across the Goleta Valley. The organization's purpose remains the same. LEAP exists not only to provide direct services to families in need, but also to convene community members and stakeholders for the benefit of all. Together we can mitigate the negative effects of poverty, racism and trauma to support resilient children, families and community.

Major Programs:

LEAP Children's Center, the state-licensed component of the program, provides full day, year-round early care and education and nutrition services for children between the ages of 3 months to 5-years, including children with special needs.

School Age Enrichment Program supports GUSD expanded learning students and families with social-emotional support as well as access to concrete services.

Family Resource Center mitigates the effects of poverty, racism, and trauma, by providing strength-based supports to families. Using the protective factors framework, the FRC provides concrete support including food, diapers, and toiletries; and supports clients in applying for housing and other social services. The FRC improves parent/caregiver efficacy by offering parenting and grandparenting classes twice yearly.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

LEAP prepares its financial statements in accordance with GAAP. The significant accounting and reporting policies are described below to enhance the usefulness and understandability of the financial statements.

Net Assets:

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

- Net assets without donor restrictions. Net assets available for use in general operations and not subject to donor restrictions are reported as net assets without donor restrictions.
- Net assets with donor restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that funds be maintained in perpetuity.

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the use of the related resources is subject to donor restrictions. All expenses and net losses are reported as decreases in net assets without donor restrictions.

Cash and Cash Equivalents:

Cash and cash equivalents are short term, interest bearing, highly liquid investments with original maturities of three months or less, unless the investments are held for meeting restrictions of a capital or endowment nature.

Contracts and Grants Receivables:

Receivables consist of contracts, grants, employee advances and accounts receivables and are stated at the amount management expects to collect from outstanding balances. Receivables are primarily unsecured amounts due on cost reimbursement or performance contracts. Any amount that is denied for reimbursement is written off when LEAP receives notification from the grantor agency. LEAP uses the allowance method of accounting for receivables determined to be potentially uncollectable. In management's opinion, all contracts and accounts receivable were collectible at year-end. No allowance for doubtful accounts for contracts and accounts receivable is considered necessary at June 30, 2024.

Prepaid Expenses:

Prepaid insurance, deposits and other costs are expensed ratably over their respective terms of agreement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments:

Investments consist of equities and fixed income which are carried at fair value. Donated investments are recorded at fair value at the date of donation and thereafter carried at fair value. Investment purchases and sales are accounted for on a trade-date basis. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Gains or losses (including investments bought, sold and held during the year), and interest and dividend income are reflected in the statement of activities as increases or decreases in net assets without donor restrictions, unless their use is restricted by donor stipulations or by law.

Board Designated Investments:

Board designated investments, which are resources set aside by the Board of Directors for an indeterminate period to operate in a manner similar to a donor-restricted permanent endowment. Because a board-designated endowment results from an internal designation, it can be spent upon action of the Board of Directors.

Property and Equipment, Net:

Land, buildings, property, and equipment are reported in the Statement of Financial Position at cost, if purchased, and at fair value at the date of donation, if donated. All land, buildings, and property are capitalized. Equipment is capitalized if it has a cost of \$5,000 or more and a useful life when acquired of more than one year. Repairs and maintenance that do not significantly increase the useful life of the asset are expensed as incurred.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets, as follows:

Automobiles	5 years
Buildings	25 years
Equipment	5-7 years
Furniture and Fixtures	5-10 years
Leasehold Improvements	7 - 10 years, or remaining lease term, if shorter
Portable Classrooms	25 years

Property and equipment are reviewed for impairment when a significant change in the asset's use or another indicator of possible impairment is present. No impairment losses were recognized in the financial statements in the current period.

Government funded assets are recorded as an asset and an offsetting liability. The related assets are depreciated over their estimated useful lives and a corresponding amount reduces the related liability each year and is recognized as revenue.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting for Contributions:

Contributions, including unconditional promises to give, are recognized when received. All contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions, consistent with the nature of the restriction. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as with net assets with donor restrictions until the payment is due unless the contribution is clearly intended to support activities of the current fiscal year or is received with donor restrictions. Conditional promises, such as matching grants, are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

Contributed Goods and Services:

Contributions of goods received that are measurable are recorded as revenue at their estimated fair value when received. Contributions of services are recognized if the services received meet any of these criteria: (1) if they create or enhance nonfinancial assets and (2) if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

LEAP benefits from personal services provided by a substantial number of volunteers. Those volunteers have donated significant amounts of time and services in the organization's program operations and in its fund-raising campaigns. However, the majority of the contributed services do not meet the criteria for recognition in financial statements. During the year ended LEAP did not receive any in-kind contributions.

Government Revenue:

Government revenue is recognized when the qualifying costs are incurred for cost-reimbursement grants or contracts or when a unit of service is provided for performance grants. Government revenue from federal agencies is subject to independent audit under the Uniform Guidance and review by grantor agencies. The review could result in the disallowance of expenditures under the terms of the grant or reductions of future grant funds. Based on prior experience, LEAP's management believes that costs ultimately disallowed, if any, would not materially affect the financial position of LEAP.

Revenue Recognition:

Revenues from government agencies, program service fees, and other third-party payors for services provided under such contracts are recognized when earned by LEAP. All gifts, bequests, and other public support are included in unrestricted net assets unless specifically restricted by the donor or the terms of the gift or grant

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

instrument. Amounts received in excess of balances earned are recognized as liabilities in Contract Advance.

Income Taxes:

LEAP is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and California income taxes under section 23701(d) of the California Revenue and Taxation Code. The IRS classified the organization as one that is not a private foundation within the meaning of section 509(a) of the Code because it is an organization described in section(s) 509(a)(1) and 170(b)(1)(A)(vi). LEAP has adopted Financial Accounting Standards Board Accounting Standards Codification (ASC) Section 740-10, which clarifies the accounting for uncertainty in income taxes. ASC Section 740-10 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. ASC Section 740-10 requires that an organization recognize in the financial statements the impact of the tax position if that position will more likely than not be sustained on audit, based on the technical merits of the position. As of and for the year ended June 30, 2024, LEAP had no material unrecognized tax benefits, tax penalties or interest.

LEAP's Forms 990, *Return of Organization Exempt from Income Tax*, for each of the tax years ended June 30, 2023, 2022, and 2021, are subject to examination by the IRS, generally for 3 years after they were filed. LEAP's Forms 199, *California Exempt Organization Return*, for each of the tax years ended June 30, 2023, 2022, 2021, and 2020, are subject to examination by the Franchise Tax Board, generally for 4 years after they were filed.

Fundraising Expense Recognition and Allocation:

Fundraising costs are expensed as incurred, even though they may result in contributions received in future years. LEAP generally does not conduct its fundraising activities in conjunction with its other activities. In the few cases in which it does, such as when the annual report or donor acknowledgements contain requests for contributions, joint costs have been allocated between fundraising and management and general expenses in accordance with standards for accounting for costs of activities that include fundraising. Total fundraising costs for the year ended June 30, 2024 were \$176,552. Additionally, advertising costs are expensed as incurred; such amounts were insignificant at year end and totaled \$7,702.

Administrative and other costs are allocate to operating programs based upon employees' time spent on various tasks, and other statistical analyses (such as meals served or child days of enrollment) prepared by management.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

LEAP allocates its costs based on relative benefits received by the programs or activities. Accordingly, LEAP applies several methods for allocating costs:

Direct Costs - Costs identified 100 percent to a specific project are charged directly to that project.

Shared Costs – Costs identified to specific multiple programs or activities are shared between the programs benefitting.

Payroll costs are allocated using individual timesheets that report the actual time spent by the employees in each program each day.

Rent and associated utilities, maintenance, and insurance are allocated using the square footage of building space occupied by each program, according to floor plans and/or room measurements.

Indirect Costs – Costs that benefit the operations of the entire organization, which cannot be identified to specific programs or activities, are allocated based on relative direct payroll costs.

Reclassifications:

Certain amounts in the 2023 comparative totals have been reclassified to conform with the 2024 reporting format.

Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, LEAP's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. LEAP's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

Comparative Totals:

The financial statements include certain prior year summarized comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with LEAP's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements:

LEAP reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal or most advantageous market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity.

Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available.

This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

- Level 1 - Quoted prices for identical assets or liabilities in active markets to which LEAP has access at the measurement date.
- Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:
 - quoted prices for similar assets or liabilities in active markets;
 - quoted prices for identical or similar assets in markets that are not active;
 - observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
 - inputs derived principally from, or corroborated by, observable market data by correlation or by other means.
- Level 3 - Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

When available, LEAP measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

The carrying amounts of cash and cash equivalents, receivables, equities and fixed income approximate fair value because of the terms and relatively short maturity of these financial instruments.

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

3. CONTRACTS AND GRANTS RECEIVABLE

The carrying amounts of liabilities, approximate fair value because of the relatively short maturity of these financial instruments.

In management's opinion, all contracts and grants receivable were collectible at year-end. No allowance for doubtful accounts for contracts and accounts receivable is considered necessary at June 30, 2024.

4. PROPERTY AND EQUIPMENT, NET

Property and equipment at June 30, 2024 consists of the following:

	Cost	Accumulated Depreciation	Net
Automobiles	\$ 28,877	\$ (28,877)	\$ -
Building	490,168	(177,952)	312,216
Equipment	95,179	(63,024)	32,155
Furniture and Fixtures	91,033	(91,033)	-
Land	838,134	-	838,134
Leasehold Improvements	790,845	(256,418)	534,427
Portable Classrooms	265,049	(239,660)	25,389
TOTAL	\$ 2,599,285	\$ (856,964)	\$ 1,742,321

Total depreciation expense charged to operations was \$67,254 for the year ended June 30, 2024.

5. INVESTMENTS

LEAP measures fair value in accordance with FASB ASC 820-10. FASB ASC 820-10 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels; Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs, other than the quoted prices in active markets, are observable either directly or indirectly, and Level 3 unobservable inputs in which there is little or no market data, which requires the Agency to develop its own assumptions. The Agency uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Agency measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. All assets reported at fair value at June 30, 2024 are Level 1 inputs.

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

5. INVESTMENTS (continued)

At June 30, 2024, the Agency did not have any investments measured using level 2 and 3 inputs.

	Total	Level 1
Equities	\$ 143,164	\$ 143,164
Fixed income	420,210	420,210
TOTAL	<u><u>\$ 563,374</u></u>	<u><u>\$ 563,374</u></u>

6. ACCRUED VACATION AND SICK LEAVE

LEAP provides all full-time and part-time employees with paid vacation after completing 90 days of employment. The amount of vacation is calculated according to the employees work anniversary and the amount of vacation received each year is based on their length of service and accrues by fractional hours each pay period according to an accrual schedule determined LEAP. Part-time regular employees receive vacation time in proportion to their work schedule.

Once the maximum accrual amount is reached, employees will no longer accrue additional vacation time until the accrual amount falls below their maximum accrual amount.

Total accrued vacation and accumulated sick leave benefits payable at June 30, 2024 was \$134,887.

7. CHILD DEVELOPMENT RESERVES

Child development contractors are allowed, with prior CDE and/or CDSS approval, to maintain a reserve account from earned but unexpended child development contract funds for three types of programs: Center Based, Resource and Referral, and Alternative Payment. Transfers from a reserve account are considered restricted income for child development programs, but may be applied to any of the contracts that are eligible to contribute to that particular program type.

LEAP maintains a reserve account for Center Based contracts, and funds are deposited into an interest-bearing account. The reserve account balance at June 30, 2024 was \$163,462, which is recorded as an asset in the cash account. Also, upon termination of all child development center-based contracts, Example Entity would have to return the reserve funds to CDE and/or CDSS, so the reserve account is recorded as a liability in the amount of \$163,462.

The reserve account balance of \$163,462 includes interest of \$806 that the bank paid on the account balances during the year ended June 30, 2024.

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

8. RETIREMENT PLAN

LEAP maintains a contributory retirement plan available to eligible employees which allows participants to make tax deferred investment contributions. Full-time employees are eligible to participate immediately on hire. The plan qualifies under 403(b). During the year ended June 30, 2024 LEAP contributed \$191,024 to the plan.

9. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are part of the net assets of LEAP resulting from contributions and other inflows of assets whose use by LEAP is limited by donor imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of IVP pursuant to those stipulations.

Net assets with donor restrictions at June 30, 2024 comprised of:

	Balance at June 30, 2023	Income	Expenditures	Balance at June 30, 2024
Alice Tweed Touhy Grant	\$ -	\$ 25,000	\$ (-)	\$ 25,000
Children's Resource and Referral	-	34,702	(-)	34,702
Daniel Scholarship Grant	37,760	-	(37,760)	-
Nissenson Family Fund	-	25,000	(-)	25,000
William Corbet Fund	-	25,000	(-)	25,000
TOTAL	<u>\$ 37,760</u>	<u>\$ 109,702</u>	<u>\$ (37,760)</u>	<u>\$ 109,702</u>

10. CONTINGENCIES

Contracts and Grants:

Grant awards require the fulfillment of certain conditions as set forth in the instruments of grant. Failure to fulfill the conditions could result in the return of the funds to the grantors. LEAP deems this contingency remote since by accepting the grants and their terms it has accommodated the objectives of the organization to the provisions of the grants. LEAP's management is of the opinion that the organization has complied with the terms of all grants.

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

11. LIQUIDITY AND FUNDS AVAILABILITY

The total financial assets held by LEAP at June 30, 2024 and the amount of those financial assets that could be made available for general expenditure within one year of the date of the statement of financial position are summarized in the following table:

	<u>June 30, 2024</u>
Financial assets:	
Cash and cash equivalents	\$ 2,197,815
Contracts and grants receivable	439,341
Investments	<u>563,374</u>
Total financial assets	3,200,530
Less: With donor restrictions	<u>(109,702)</u>
 Financial assets available to meet cash needs for general expenditures within one year	 <u><u>\$ 3,090,828</u></u>

LEAP receives significant contributions that are restricted by donors. Contributions that are restricted for programs which are ongoing, major, and central to its annual operations are considered by LEAP to be available to meet cash needs for general expenditures.

LEAP manages its liquidity and reserves following three guiding principles:

- (1) Operating within a prudent range of financial soundness and stability,
- (2) maintaining adequate liquid assets to fund near-term operating needs, and
- (3) maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

LEAP has a liquidity policy to maintain its working capital (current assets - current liabilities) at a minimum of 60 days of average operating expenses and has a policy to target a year-end balance of reserves of unrestricted, undesignated net assets at 30 to 60 days of expected average expenditures for the next fiscal year.

To achieve these targets, the entity forecasts its future cash flows and monitors its liquidity quarterly and monitors its reserves annually. During the year ended June 30, 2024 the level of liquidity and reserves was managed within the policy requirements.

12. CONCENTRATION RISK

Amounts held in financial institutions occasionally are in excess of the Federal Deposit Insurance Corporation and Securities Investor Protection Corporation limits. LEAP deposits its cash with high quality financial institutions, and management believes the organization is not exposed to significant credit risk on those amounts.

During the year ended June 30, 2024, LEAP had two major revenue funding source, the California Departments of Education and Social Services, which accounted for approximately 73% of the total revenue of LEAP. The majority of LEAP's contributions and grants are received from corporations, foundations, and individuals and from agencies located throughout the state of California.

As such, LEAP's ability to generate resources via contributions and grants is dependent upon the economic health of that area and of the state of California. An economic downturn could cause a decrease in contributions and grants that coincides with an increase in demand for LEAP's services.

13. SUBSEQUENT EVENTS

LEAP has evaluated events subsequent to June 30, 2024 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through September 20, 2024, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.



VASIN, HEYN & COMPANY

ABOVE THE BRIGHT LINE

AN ACCOUNTANCY CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS | AUDITORS AND ADVISERS

**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 of
Isla Vista Youth Projects, Inc.
dba LEAP: Learn. Engage. Advocate. Partner.
(A California Non-Profit Corporation)
Goleta, 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 LEAP: Learn. Engage. Advocate. Partner. (A California Non-Profit Corporation), which comprise the statement of financial position as of June 30, 2024 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 September 20, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered LEAP's: Learn. Engage. Advocate. Partner. 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 LEAP's: Learn. Engage. Advocate. Partner. internal control. Accordingly, we do not express an opinion on the effectiveness of LEAP's: Learn. Engage. Advocate. Partner. 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 a 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether LEAP's: Learn. Engage. Advocate. Partner. 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 LEAP's: Learn. Engage. Advocate. Partner. internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Vorwin, Hryn + Co.

Calabasas, California
September 20, 2024

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2024
FEIN: 95-3007419

Federal Grantor, Pass Through Grantor, Program Title	Federal CFDA Number	Grantors Number	Program or Award Amount	Revenue Recognized	Disbursements/ Expenditures	Payments to Subrecipients
U.S. Department of Health and Human Services						
Child Care and Development Fund Cluster						
Passed Through the California Department of Social Services General Center Child Care & Development Programs Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	CCTR-3300	\$ 116,936	\$ 116,936	\$ 116,936	\$ -
Passed Through the California Department of Social Services General Center Child Care & Development Programs Child Care and Development Block Grant	93.575	CCTR-3300	183,349	183,349	183,349	-
Passed Through the California Departments of Education and Social Services ARPA Funds Child Care and Development Block Grant	93.596/93.575		87,424	87,424	87,424	-
Total Child Care and Development Fund Cluster			\$ 387,709	\$ 387,709	\$ 387,709	\$ -
Total U.S. Department of Health and Human Services			\$ 387,709	\$ 387,709	\$ 387,709	\$ -
U.S. Department of Agriculture						
Passed Through the California Department of Education Office of Child Nutrition Services Child and Adult Care Food Program	10.558	05024-CACFP-42-NP-CS	\$ 134,139	\$ 134,139	\$ 134,139	\$ -
Total U.S. Department of Agriculture			134,139	134,139	134,139	-
TOTAL FEDERAL EXPENDITURES			\$ 521,848	\$ 521,848	\$ 521,848	\$ -
STATE FUNDING						
California Department of Social Services						
General Center Child Care & Development Programs		CCTR-3300	\$ 2,514,313	\$ 2,514,313	\$ 2,514,313	\$ -
California Department of Education						
California State Preschool		CSPP-3539	\$ 1,508,267	\$ 1,508,267	\$ 1,406,306	\$ -
TOTAL STATE EXPENDITURES			\$ 4,022,580	\$ 4,022,580	\$ 3,920,619	\$ -
TOTAL FEDERAL AND STATE EXPENDITURES			\$ 4,544,428	\$ 4,544,428	\$ 4,442,467	\$ -

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2024

1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal and State Awards (the "Schedule") includes the federal grant activity of LEAP: Learn. Engage. Advocate. Partner. under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents only a selected portion of the operations of LEAP: Learn. Engage. Advocate. Partner., it is not intended to and does not present the financial position, changes in net assets or cash flows of LEAP: Learn. Engage. Advocate. Partner.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

3. DE MINIMIS INDIRECT COST RATE

LEAP: Learn. Engage. Advocate. Partner. did not elect to use the 10% de minimis indirect cost rate for the year ended June 30, 2024.

4. LOAN AND LOAN GUARANTEE

LEAP: Learn. Engage. Advocate. Partner. did not have any balances of loan and loan guarantee programs outstanding at June 30, 2024 for loans described in 2 CFR section 200.50(b).

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

• Material weakness(es) identified?

_____ Yes

___X___ No

• Significant deficiency(ies) identified?

_____ Yes

___X___ None Reported

Noncompliance material to financial statements noted?

_____ Yes

___X___ No

Section II - Financial Statement Findings

No matters were reported.

Note: The Organization did not receive over \$750,000 of federal funds, a Uniform Guidance 2 CFR 200 audit is not necessary. The supplementary schedule is completed to conform to California Departments of Education and Social Services requirements.

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF CURRENT AND PRIOR YEARS FINDINGS AND
QUESTIONED COSTS
For the Year Ended June 30, 2024

CURRENT YEAR

2024 Findings:

There were no 2024 findings noted.

2024 Questioned Costs:

There were no 2024 questioned costs noted.

PRIOR YEARS

2023 Findings:

There were no 2023 findings noted.

2023 Questioned Costs:

There were no 2023 questioned costs noted.

2022 Findings:

There were no 2022 findings noted.

2022 Questioned Costs:

There were no 2022 questioned costs noted.

LEAP: Learn. Engage. Advocate. Partner.
GENERAL INFORMATION
For the Year Ended June 30, 2024

Agency Name: LEAP: Learn. Engage. Advocate. Partner

Program Numbers/Type CCTR-3300 General Child Care & Development Programs
CSPP-3539 California State Preschool
Child and Adult Care Food Program 05024-CACFP-42-NP-CS

Type of Agency: A California Non-Profit Corporation

Agency Address: 6842 Phelps Road, Goleta, California 93117

Name and Address
of Executive Director: Lori Goodman
6842 Phelps Road, Goleta, California 93117

Telephone Number: (805) 968-0488

Fax Number: (805) 968-1771

Website Address: www.leapcentralcoast.org

Period Covered by
Examination: July 1, 2023 through June 30, 2024

Number of Days of
Agency Operation: 244 days

Scheduled Hours of
Operation Each Day: 8:00 a.m. - 5:00 p.m.

LEAP: Learn. Engage. Advocate. Partner.
COMBINING SCHEDULE OF ACTIVITIES
For the Year Ended June 30, 2024

	General Child Care & Development CCTR-3300	California State Preschool CSPP-3539	Total CDE / CDSS	Non-CDE / CDSS General Child Care Programs	Family Resource Center	Management and General	Fundraising	2024 Totals
Revenue and Support								
CDE / CDSS governmental service contracts	\$ 2,592,773	\$ 1,508,267	\$ 4,101,040	\$ 2,200	\$ -	\$ -	\$ -	\$ 4,103,240
CDSS CCTR Star-Up Funds	221,825	-	221,825	-	-	-	-	221,825
CRRSA Stipend	68,608	18,816	87,424	-	-	-	-	87,424
Governmental service contracts	-	-	-	27,466	127,667	37,885	-	193,018
CACFP food program revenue	85,938	48,201	134,139	-	-	-	-	134,139
Contributions and grants	-	-	-	34,702	341,147	156,275	559,003	1,091,127
Parent fees - CDE certified	-	-	-	-	-	-	-	-
Parent fees - non-certified / private pay	3,049	2,990	6,039	(3,049)	-	-	-	2,990
Other income	-	-	-	-	-	12,437	-	12,437
Interest income	-	-	-	-	-	54,112	-	54,112
In-kind contributions	-	-	-	-	-	25	-	25
Contract settlements	(16,358)	(18,070)	(34,428)	-	-	-	-	(34,428)
Special events revenue	-	-	-	-	-	-	32,583	32,583
Total revenue and support	2,955,835	1,560,204	4,516,039	61,319	468,814	260,734	591,586	5,898,492
Expenses								
Other salaries and wages	1,460,001	819,173	2,279,174	-	148,820	96,480	110,952	2,635,426
Payroll taxes	106,466	59,731	166,197	-	10,170	23,105	8,959	208,431
Other employee benefits	373,049	209,314	582,363	-	44,829	2,143	14,973	644,308
Accounting	60,905	27,161	88,066	-	4,714	1,500	-	94,280
Advertising	3,466	1,945	5,411	-	385	1,906	-	7,702
Conferences, conventions and meetings	3,715	2,085	5,800	-	55	2,214	61	8,130
Fees for services	42,362	29,215	71,577	-	16,787	5,702	13,775	107,841
Information technology	45,771	14,454	60,225	-	5,120	3,495	-	68,840
Insurance	1,053	591	1,644	-	-	21,176	-	22,820
Legal	2,634	832	3,466	-	-	1,883	-	5,349
Miscellaneous fundraising expenses	-	-	-	-	-	-	22,641	22,641
Occupancy	113,652	48,406	162,058	-	22,843	9,441	-	194,342
Office expenses	41,633	29,933	71,566	-	1,114	821	4,168	77,669
Program supplies	267,445	150,057	417,502	-	16,901	91	498	434,992
Other expenses	111,759	43,334	155,093	-	10,543	(85,632)	355	80,359
Travel	12,908	4,076	16,984	-	2,354	3,321	170	22,829
	2,646,819	1,440,307	4,087,126	-	284,635	87,646	176,552	4,635,959
Depreciation	42,667	23,940	66,607	-	-	647	-	67,254
Total expenses	2,689,486	1,464,247	4,153,733	-	284,635	88,293	176,552	4,703,213
CHANGE IN NET ASSETS	\$ 266,349	\$ 95,957	362,306	\$ 61,319	\$ 184,179	\$ 172,441	\$ 415,034	\$ 1,195,279

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF CLAIMED EQUIPMENT EXPENDITURES
For the Year Ended June 30, 2024

	General Child Care & Development CCTR-3300	California State Preschool CSPP-3539	Total Costs
Capitalized equipment expensed on the AUD with prior written CDE / CDSS approval			
Item:			
Server for new Site - Lompoc	\$ 7,272	\$ -	\$ 7,272
Security Glass	5,705	2,274	7,979
Electrical work on new site - Lompoc	33,850	-	33,850
General Contractor - Labor & Material on new site - Lompoc	234,766	-	234,766
Copy machine	10,204	6,802	17,006
Total:	<u>291,797</u>	<u>9,076</u>	<u>300,874</u>
Capitalized equipment expensed on the AUD without prior written CDE / CDSS approval:			
Item:			
None	-	-	-
Total:	<u>-</u>	<u>-</u>	<u>-</u>
Total Equipment Expenditures	<u><u>\$ 291,797</u></u>	<u><u>\$ 9,076</u></u>	<u><u>\$ 300,874</u></u>

LEAP's capitalization threshold is \$5,000 or more.

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF CLAIMED EXPENDITURES FOR RENOVATIONS AND REPAIRS
For the Year Ended June 30, 2024

	General Child Care & Development CCTR-3300	California State Preschool CSPP-3539	Total Costs
Unit Cost Under \$10,000 Per Item:			
Items:			
None	\$ -	\$ -	\$ -
Total:	-	-	-
Unit Cost \$10,000 or More Per Item			
With Prior Written Approval:			
Item:			
None	-	-	-
Total:	-	-	-
Unit Cost \$10,000 or More Per Item			
Without Prior Approval:			
Item:			
None	-	-	-
Total:	-	-	-
Total Expenditures for Renovations and Repairs	\$ -	\$ -	\$ -

LEAP's capitalization threshold is \$5,000 or more.

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF ADMINISTRATIVE COSTS
For the Year Ended June 30, 2024

		General Child Care & Development CTTR-3300	California State Preschool CSPP-3539	Total Costs
Direct payment to providers		\$ -	\$ -	\$ -
1000	Certified Salaries	60,460	33,922	94,382
2000	Classified Salaries	90,689	50,884	141,573
3000	Employee Benefits	56,709	31,818	88,527
4000	Books and Supplies	130,894	73,442	204,336
5000	Services and Other Expenses	10,214	5,731	15,945
6100 / 6200	Other Approved Capital Outlay	-	-	-
6400	New Equipment Expense	-	-	-
6500	Replacement Equipment (program-related)	-	-	-
	Depreciation on Assets Not Purchased with Public Funds	-	-	-
	Start-up Expense (service level exemption)	-	-	-
	Budget Impasse Credit Expense (service level exemption)	-	-	-
	Indirect Costs	-	-	-
	Total Administrative Costs	\$ 348,967	\$ 195,797	\$ 544,763

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF START-UP EXPENSES
For the Year Ended June 30, 2024

		General Child Care & Development CTTR-3300	California State Preschool CSPP-3539	Total Costs
Direct payment to providers		\$ -	\$ -	\$ -
1000	Certified Salaries	-	-	-
2000	Classified Salaries	-	-	-
3000	Employee Benefits	-	-	-
4000	Books and Supplies	-	-	-
5000	Services and Other Expenses	-	-	-
6100 / 6200	Other Approved Capital Outlay	-	-	-
6400	New Equipment Expense	221,825	-	221,825
6500	Replacement Equipment (program-related)	-	-	-
	Depreciation on Assets Not Purchased with Public Funds	-	-	-
	Start-up Expense (service level exemption)	-	-	-
	Budget Impasse Credit Expense (service level exemption)	-	-	-
	Indirect Costs	-	-	-
Total Start-Up Expenses		\$ 221,825	\$ -	\$ 221,825

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF RECONCILING CDE / CDSS AND GAAP EXPENSE REPORTING
For the Year Ended June 30, 2024

Expenses	General Child Care & Development CCTR-3300	California State Preschool CSPP-3539	Total
Schedule of Expenditures by State Categories (CDE / CDSS)	\$ 2,981,283	\$ 1,473,323	\$ 4,454,606
Adjustments to Reconcile Differences in Reporting:			
Depreciation of assets funded by CDE / CDSS-CD	\$ -	\$ -	\$ -
Capitalized renovation and repairs expensed on AUD forms	-	-	-
Capitalized lease expensed on AUD forms	-	-	-
Capitalized carpeting expensed on supplemental expensed on AUD forms	-	-	-
Capitalized equipment expensed on AUD forms	(69,972)	(9,076)	(79,048)
Audit fees expensed on AUD forms	-	-	-
Start-Up Expenses (capitalized)	(221,825)	-	(221,825)
Subtotal	(291,797)	(9,076)	(300,873)
Statement of Activities amounts for CDE / CDSS Contracts (GAAP)	\$ 2,689,486	\$ 1,464,247	\$ 4,153,733

LEAP: Learn. Engage. Advocate. Partner.
SCHEDULE OF EXPENDITURES BY STATE CATEGORIES
For the Year Ended June 30, 2024

		General Child Care & Development CTTR-3300	California State Preschool CSPP-3539	Total Expenditures
1000	Certified Salaries	\$ 584,000	\$ 327,670	\$ 911,670
2000	Classified Salaries	876,001	491,503	1,367,504
3000	Employee Benefits	479,515	269,045	748,560
4000	Books and supplies	267,445	150,057	417,502
5000	Services and Other Operating Expenses	439,858	202,032	641,890
6100/6200	Other Approved Capital Outlay	-	-	-
6400	New Equipment (program-related)	69,972	9,076	79,048
6500	Equipment Replacement (program-related)	-	-	-
	Start-Up Expenses	221,825	-	221,825
	Indirect Costs	-	-	-
	Depreciation or Use Allowance	<u>42,667</u>	<u>23,940</u>	<u>66,607</u>
	Total expenses claimed for reimbursements	2,981,283	1,473,323	4,454,606
	Supplemental expenses	<u>-</u>	<u>-</u>	<u>-</u>
	Total Expenditures	<u>\$ 2,981,283</u>	<u>\$ 1,473,323</u>	<u>\$ 4,454,606</u>

LEAP: Learn. Engage. Advocate. Partner.
NOTES TO THE CHILDCARE AND DEVELOPMENT PROGRAM SUPPLEMENTAL
INFORMATION
For the Year Ended June 30, 2024

In accordance with the applicable requirements from the Funding Terms & Conditions:

1. Interest expense is only allowable as a reimbursable cost in certain circumstances when it has been preapproved by the administering state department or relates to the lease purchase, acquisition, or repair or renovation of early learning and care facilities owned or leased by the contractor. LEAP had no interest expense claimed as a reimbursable expense for the year ended June 30, 2024.
2. All expenses claimed for reimbursement under a related party rent transaction must be supported by a fair market rental estimate from an independent appraiser, licensed by the California Office of Real Estate Appraisers. There was no related party rent expense claimed as a reimbursable expense for the year ended June 30, 2024.
3. Bad debt expense is unallowable unless it relates to uncollected family fees where documentation of adequate collection attempts exists. No bad debt expense was claimed to a child development contract for the year ended June 30, 2024.

**CHILD CARE AND DEVELOPMENT PROGRAMS
CERTIFIED CHILDREN RECEIVING MENTAL HEALTH
CONSULTATION SERVICES DAYS OF ENROLLMENT
AND ATTENDANCE**

Fiscal Year Ending	June 30, 2024
Contract Number	CTTR-3300
Vendor Code	W9350

Full Name of Contractor Service County:

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Infants (up to 18 months) Full-time-plus				2.9792	
Infants (up to 18 months) Full-time	4,500		4,500	2.5400	11,430.0000
Infants (up to 18 months) One-half-time	55		55	1.6291	89.6005
Toddlers (18 up to 36 months) Full-time-plus				2.2240	
Toddlers (18 up to 36 months) Full-time	7,383		7,383	1.9000	14,027.7000
Toddlers (18 up to 36 months) One-half-time	119		119	1.2281	146.1439
Three Years and Older Full-time-plus				1.2800	
Three Years and Older Full-time	65		65	1.1000	71.5000
Three Years and Older One-half-time				0.7267	
Exceptional Needs Full-time-plus				1.9172	
Exceptional Needs Full-time	1		1	1.6400	1.6400
Exceptional Needs One-half-time				1.0651	

Full Name of Contractor **Isla Vista Youth Projects, Inc.**Contract Number **CCTR-3300**

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Dual Language Learner Full-time-plus				1.3980	
Dual Language Learner Full-time	37		37	1.2000	44.4000
Dual Language Learner One-half-time				0.7267	
At Risk of Abuse or Neglect Full-time-plus				1.3980	
At Risk of Abuse or Neglect Full-time				1.2000	
At Risk of Abuse or Neglect One-half-time				0.7267	
Severely Disabled Full-time-plus				2.3774	
Severely Disabled Full-time				2.0300	
Severely Disabled One-half-time				1.3095	
TOTAL CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	12,160		12,160	N/A	25,810.9844
DAYS OF ATTENDANCE	12,153		12,153	N/A	N/A

Enter the sum of Total Certified Days of Enrollment with Mental Health Consultation Services from Form AUD 9500.2(s) in the Total Certified Days of Enrollment with Mental Health Consultation Services line of AUD 9500, Section 2.

Enter the sum of Days of Attendance from all Form AUD 9500.1(s) and Form AUD 9500.2(s) in the Days of Attendance line of AUD 9500, Section 2.

**CHILD CARE AND DEVELOPMENT PROGRAMS
NON-CERTIFIED CHILDREN RECEIVING MENTAL HEALTH
CONSULTATION SERVICES DAYS OF ENROLLMENT**

Fiscal Year Ending	June 30, 2024
Contract Number	CCTR-3300
Vendor Code	W9350

Full Name of Contractor **Isla Vista Youth Projects, Inc.**Service County: **Santa Barbara**

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Infants (up to 18 months) Full-time-plus				2.9792	
Infants (up to 18 months) Full-time	23		23	2.5400	58.4200
Infants (up to 18 months) One-half-time				1.6291	
Toddlers (18 up to 36 months) Full-time-plus				2.2240	
Toddlers (18 up to 36 months) Full-time	63		63	1.9000	119.7000
Toddlers (18 up to 36 months) One-half-time				1.2281	
Three Years and Older Full-time-plus				1.2800	
Three Years and Older Full-time				1.1000	
Three Years and Older One-half-time				0.7267	
Exceptional Needs Full-time-plus				1.9172	
Exceptional Needs Full-time				1.6400	
Exceptional Needs One-half-time				1.0651	

Full Name of Contractor **Isla Vista Youth Projects, Inc.**Contract Number **CCTR-3300**

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Dual Language Learner Full-time-plus				1.3980	
Dual Language Learner Full-time				1.2000	
Dual Language Learner One-half-time				0.7267	
At Risk of Abuse or Neglect Full-time-plus				1.3980	
At Risk of Abuse or Neglect Full-time				1.2000	
At Risk of Abuse or Neglect One-half-time				0.7267	
Severely Disabled Full-time-plus				2.3774	
Severely Disabled Full-time				2.0300	
Severely Disabled One-half-time				1.3095	
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	86		86	N/A	178.1200

Enter the sum of Total Non-Certified Days of Enrollment with Mental Health Consultation Services from Form AUD 9500.4(s) in the Total Non-Certified Days of Enrollment with Mental Health Consultation Services line of AUD 9500, Section 2.

AUDITED ENROLLMENT, ATTENDANCE AND FISCAL REPORT
FOR CHILD CARE AND DEVELOPMENT PROGRAMS

Fiscal Year Ending

Contract Number*

Vendor Code*

June 30, 2024

CCTR-3300

W9350

Full Name of Contractor*

Isla Vista Youth Projects, Inc.

Section 1 - Number of Counties Where Services are Provided

- Number of counties where the agency provided services to certified children (Form AUD 9500.1):*
- Number of counties where the agency provided mental health consultation services to certified children (Form AUD 9500.2):*
- Number of counties where the agency provided services to non-certified children (Form AUD 9500.3):*
- Number of counties where the agency provided mental health consultation services to non-certified children (Form AUD 9500.4):*
- Total enrollment and attendance forms to attach:

Note: For each of the above categories, submit one form for each service county for the fiscal year.

Section 2 - Days of Enrollment, Attendance and Operation

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment				
Total Certified Days of Enrollment with Mental Health Consultation Services	12,160		12,160	25,810.9844
Days of Attendance (including MHCS)	12,153		12,153	N/A
Total Non-Certified Days of Enrollment				
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	86		86	178.1200
Days of Operation	244		244	N/A

*Indicates field is required.

Full Name of Contractor

Isla Vista Youth Projects, Inc.

Contract Number

CCTR-3300

Section 3 - Revenue

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs	85,938		85,938
Restricted Income - County Maintenance of Effort (WIC Section 10308.5)			
Restricted Income - American Rescue Plan Act (ARPA)	68,608		68,608
Restricted Income - Other:			
Restricted Income - Subtotal	154,546		154,546
Transfer From Reserve			
Waived Family Fees for Certified Children*	5,949		5,949
Family Fees Collected for Certified Children			
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Fees for Non-Certified Children	3,049		3,049
Unrestricted Income - Head Start			
Unrestricted Income - Other:			
Total Revenue (*Waived Family Fees Not Included)	157,595		157,595

Comments:

Full Name of Contractor **Isla Vista Youth Projects, Inc.**Contract Number **CCTR-3300****Section 4 - Reimbursable Expenses**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers (FCCH only)			
1000 Certificated Salaries	584,000		584,000
2000 Classified Salaries	876,001		876,001
3000 Employee Benefits	479,515		479,515
4000 Books and Supplies	267,445		267,445
5000 Services and Other Operating Expenses	439,856	2	439,858
6100/6200 Other Approved Capital Outlay	72,246	-72,246	
6400 New Equipment (program-related)		69,972	69,972
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance	42,667		42,667
Start-up Expenses (service level exemption)	221,825		221,825
Budget Impasse Credit			
Indirect Costs (include in Total Administrative Cost)			
Total Reimbursable Expenses	2,983,555	-2,272	2,981,283
Total Administrative Cost (included in Section 4 above)	347,651	1,316	348,967
Total Staff Training Cost (included in Section 4 above)			

Approved Indirect Cost Rate:

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

Full Name of Contractor **Isla Vista Youth Projects, Inc.**Contract Number **CCTR-3300****Section 7 - Summary**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Total Certified Days of Enrollment (including MHCS)	12,160		12,160
Days of Operation	244		244
Days of Attendance (including MHCS)	12,153		12,153
Restricted Program Income	154,546		154,546
Transfer from Reserve			
Family Fees Collected for Certified Children			
Interest Earned on Child Development Apportionment Payments			
Direct Payments to Providers			
Start-up Expenses (service level exemption)	221,825		221,825
Total Reimbursable Expenses	2,983,555	-72,244	2,911,311
Total Administrative Cost	347,651	1,316	348,967
Total Staff Training Cost			
Non-Reimbursable (State use only)	N/A	N/A	

Total Certified Adjusted Days of Enrollment (including MHCS) 25,810.9844

Total Non-Certified Adjusted Days of Enrollment (including MHCS) 178.1200

Independent auditor's assurances on agency's compliance with contract funding terms and conditions and program requirements for programs that transferred to the California Department of Social Services on July 1, 2021 pursuant to WIC Section 10203(b):

Eligibility, enrollment and attendance records are being maintained as required (select YES or NO from the drop-down box): Yes

Reimbursable expenses claimed on page 3 are eligible for reimbursement, reasonable, necessary, and adequately supported (select YES or NO from the drop-down box):

Yes

Include any comments in the comments box on page 2. If necessary, attach additional sheets to explain adjustments.

Audit Report Page 45

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

California State Preschool Program – Form 2
Certified Children Receiving Mental Health Consultation Services
Days of Enrollment and Attendance
Service County: Santa Barbara

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 Old Full-time-plus			0	2.2240	0.0000
Three Years Old Full-time	7,564		7,564	1.9000	14,371.6000
Three Years Old Part-time	361		361	1.2281	443.3441
Four Years and Older Full-time-plus			0	1.2800	0.0000
Four Years and Older Full-time	5,149		5,149	1.1000	5,663.9000
Four Years and Older Part-time	154		154	0.7267	111.9118
Exceptional Needs Full-time-plus			0	2.9320	0.0000
Exceptional Needs Full-time	102		102	2.5000	255.0000
Exceptional Needs Part-time			0	1.6041	0.0000
Dual Language Learner Full-time-plus			0	1.5160	0.0000
Dual Language Learner Full-time	546		546	1.3000	709.8000
Dual Language Learner Part-time	64		64	0.7267	46.5088

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

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
At Risk of Abuse or Neglect Full-time-plus			0	1.3980	0.0000
At Risk of Abuse or Neglect Full-time			0	1.2000	0.0000
At Risk of Abuse or Neglect Part-time			0	0.7267	0.0000
Severely Disabled Full-time-plus			0	2.9320	0.0000
Severely Disabled Full-time			0	2.5000	0.0000
Severely Disabled Part-time			0	1.6041	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	13,940	0	13,940	N/A	21,602.0647

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	13,899		13,899	N/A	N/A

Enter the sum of Total Certified Days of Enrollment with Mental Health Consultation Services from all Form 2s in the Total Certified Days of Enrollment with Mental Health 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.

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

California State Preschool Program – Form 4

Non-Certified Children Receiving Mental Health Consultation Services

Days of Enrollment

Service County: Santa Barbara

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
Toddlers (18 up to 36 months) Full-time-plus			0	2.2240	0.0000
Toddlers (18 up to 36 months) Full-time			0	1.9000	0.0000
Toddlers (18 up to 36 months) Part-time			0	1.0900	0.0000
Three Years Old Full-time-plus			0	2.2240	0.0000
Three Years Old Full-time			0	1.9000	0.0000
Three Years Old Part-time			0	1.2281	0.0000
Four Years and Older Full-time-plus			0	1.2800	0.0000
Four Years and Older Full-time			0	1.1000	0.0000
Four Years and Older Part-time			0	0.7267	0.0000
Exceptional Needs Full-time-plus			0	2.9320	0.0000
Exceptional Needs Full-time			0	2.5000	0.0000
Exceptional Needs Part-time			0	1.6041	0.0000
Dual Language Learner Full-time-plus			0	1.5160	0.0000
Dual Language Learner Full-time	34		34	1.3000	44.2000
Dual Language Learner Part-time			0	0.7267	0.0000

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

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
At Risk of Abuse or Neglect Full-time-plus			0	1.3980	0.0000
At Risk of Abuse or Neglect Full-time			0	1.2000	0.0000
At Risk of Abuse or Neglect Part-time			0	0.7267	0.0000
Severely Disabled Full-time-plus			0	2.9320	0.0000
Severely Disabled Full-time			0	2.5000	0.0000
Severely Disabled Part-time			0	1.6041	0.0000
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	34	0	34	N/A	44.2000

Enter the sum of Total Non-Certified Days of Enrollment with Mental Health Consultation Services from all Form 4s in the Total Non-Certified Days of Enrollment with Mental Health Consultation Services line of AUD 8501, Section 2.

Section 1 – Number of Counties Where Services are Provided

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

Number of counties where the agency provided mental health consultation services to certified children (Form 2): 1

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

Number of counties where the agency provided mental health consultation services to non-certified children (Form 4): 1

Total enrollment and attendance forms to attach: 2

Note: For each of the above categories, submit one form for each service county.

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			0	
Total Certified Days of Enrollment with Mental Health Consultation Services	13,940		13,940	21,602.0647
Days of Attendance (including MHCS)	13,899		13,899	N/A
Total Non-Certified Days of Enrollment			0	
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	34		34	44.2000

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	244		244	N/A

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

Section 3 – Revenue

Restricted Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Child Nutrition Programs	48,218	(17)	48,201
County Maintenance of Effort (EC Section 8260)			0
American Rescue Plan Act (ARPA)	18,816		18,816
Other:			0
TOTAL RESTRICTED INCOME	67,034	(17)	67,017

Transfer from Reserve	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Transfer from Preschool Reserve Account			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 (July – September)	7,758		7,758
Family Fees for Certified Children (October – June)			0
Interest Earned on Apportionment Payments			0
Unrestricted Income: Fees for Non-Certified Children	2,990		2,990
Unrestricted Income: Head Start			0
Other:			0
Other:			0

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

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
Direct Payments to Subcontractors: Cost of Care Plus & One-Time Allocations Only			0
1000 Certificated Salaries	327,669	1	327,670
2000 Classified Salaries	491,503		491,503
3000 Employee Benefits	269,045	(31,829)	237,216
4000 Books and Supplies	150,057	(76,618)	73,439
5000 Services and Other Operating Expenses	202,034	(83,644)	118,390
6100/6200 Other Approved Capital Outlay	6,802	(6,802)	0
6400 New Equipment (program-related)		9,076	9,076
6500 Equipment Replacement (program-related)			0
Depreciation or Use Allowance	23,939	1	23,940
Start-up Expenses (service level exemption)			0
Indirect Costs (include in Total Administrative Cost)			0
TOTAL REIMBURSABLE EXPENSES	1,471,049	(189,815)	1,281,234

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

Approved Indirect Cost Rate:

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)	195,797		195,797
Total Staff Training Cost (included in Reimbursable Expenses)			0

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

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)	13,940	0	13,940
Days of Operation	244	0	244
Days of Attendance (including MHCS)	13,899	0	13,899
Total Certified Adjusted Days of Enrollment	N/A	N/A	21,602.0647
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	44.2000
Restricted Program Income	67,034	(17)	67,017
Transfer from Preschool Reserve Account	0	0	0
Family Fees for Certified Children (October – June)	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	1,471,049	(189,815)	1,281,234
Total Administrative Cost	195,797	0	195,797
Total Staff Training Cost	0	0	0
Non-Reimbursable Cost (State Use Only)	N/A	N/A	

Contractor Name: Isla Vista Youth Projects, Inc.

Contract Number: CSPP-3539

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.

**AUDITED RESERVE ACCOUNT
ACTIVITY REPORT**

Fiscal Year End June 30, 2024

Reserve Account Type Center-Based

Vendor Code W9350

Full Name of Contractor Isla Vista Youth Projects, Inc.

Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2022–23 AUD 9530A Ending Balance)	105,997
2. Plus Transfers to Reserve Account:	Per 2022–23 Post-Audit CDNFS 9530
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Total Transferred from 2022–23 Contracts to Reserve	0
3. Less Excess Reserve to be Billed	
4. Ending Balance per 2022-23 Post-Audit CDNFS 9530	105,997

Section 2 - Current Year (2023–24) Reserve Account Activity

	Column A CDNFS 9530A	Column B Audit Adjustments	Column C per Audit
5. Plus Interest Earned This Year on Reserve:	515		515
6. Less Transfers to Contracts from Reserve:			
Contract No.			0
Contract No.			0
Contract No.			0
Contract No.			0
Contract No.			0
Contract No.			0
Total Transferred to Contracts from Reserve Account	0	0	0
7. Ending Balance on June 30, 2024	106,512	0	106,512

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

California Department of Education
Audited Preschool Reserve Account Activity Report

Fiscal Year Ending: June 30, 2024

Vendor Code: W9350

Contractor Name: Isla Vista Youth Projects, Inc.

Section 1 – Prior Year Reserve Account Activity

1. Beginning Balance (2022–23 AUD 9530A Ending Balance):

56,671

2. Plus Transfers to Reserve Account:

2022–23 Contract No.	Per 2022–23 Post-Audit EENFS 9530
Total Transferred from 2022–23 Contracts	0

3. Less Excess Reserve to be Billed:

4. 2022–23 EENFS 9530 Reserve Balance After Billing:

56,671

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	291		291

6. Less Transfers to Contracts from Reserve:

2023–24 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, 2024	56,962	0	56,962

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