Cal State L.A. University
Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Financial Statements
(With Supplementary Information)
and Independent Auditor's Report

June 30, 2022

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Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

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Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center
June 30, 2022

General Information

1. Full Official Name of the Agency

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

2. Project Name and Contract Number

General Child Care and Development Program: CCTR - 1076
Child Care Food Program: 19-Q967-00-1
California State Preschool Program: CSPP-1163
Child Care Access Means Parents in School: P335A180010

3. Type of Agency

Nonprofit, tax-exempt organization

4. Address of Agency Headquarters

5151 State University Drive
Los Angeles, California 90032

5. Name and Address of Executive Director

Mr. Tariq Marji
Cal State L.A. University
Auxiliary Services, Inc.
5151 State University Drive
Los Angeles, California 90032

6. Telephone Number

(323) 343-2531

7. Period Covered by Audit

July 1, 2021 to June 30, 2022

8. Number of Days of Agency Operation

General Child Care and Development - 196 days
California State Preschool Program - 196 days

9. Scheduled Hours of Operations Each Day

Monday through Thursday	7:30 a.m. - 6:00 p.m.
Friday	7:30 a.m. - 5:30 p.m.

Independent Auditor's Report

To the Board of Directors
Cal State L.A University Auxiliary Services, Inc.
(A California State University Auxiliary Organization)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the business-type activities of Cal State L.A. University Auxiliary Services, Inc. ("UAS") Anna Bing Arnold Children's Center (the "Center"), as of and for the year ended June 30, 2022, and the related notes to the financial statements as listed in the index.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Center as of June 30, 2022, and the changes in its financial position 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 ("GAAS") 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Center 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 opinion.

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 the Center's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's 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 GAAS and *Government 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 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 GAAS 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 the Center's 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 the Center's 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.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Center are intended to present the financial position, and the changes in financial position and cash flows, of only that portion of the business-type activities of UAS that is attributable to the transactions of the Center. They do not purport to, and do not, present fairly the financial position of UAS as of June 30, 2022, and the changes in its financial position and its cash flows, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information and the accompanying schedule of expenditures of federal and state awards as required by the California Department of Education are presented for purposes of additional analysis and are not a required part of the financial statements. The supplementary information and schedule of expenditures of federal and state awards 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. 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 and the California Department of Education Audit Guide issued by the California Department of Education. In our opinion, the supplementary information and schedule of expenditures of federal and state awards are 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 December 15, 2022, on our consideration of the Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Center's 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 the Center's internal control over financial reporting and compliance.



Los Angeles, California
December 15, 2022

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Statement of Net Position
June 30, 2022

Assets		
Cash and cash equivalents	$	37,951
Grants receivable		70,068
Accounts receivable - other		27,653
Capital assets, net		73,176
Total assets		208,848
Liabilities		
Accounts payable		9,674
Accrued expenses		45,330
Unearned revenue		108,110
Due to other funds		39,657
Due to other funds of Cal State L.A. University Auxiliary Service, Inc.		6,077
Total liabilities		208,848
Net position		
Unrestricted	$	-

See Notes to Financial Statements.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Statement of Revenue, Expenses and Changes in Net Position
Year Ended June 30, 2022

Operating revenues		
Grants and contracts		
State assistance		
Child Development Programs (CCTR-1076)	$	195,846
State Preschool Program (CSPP-1163)		327,230
Federal government assistance		
Child Care and Development Block Grant (CCTR-1076 & CSPP-1163)		30,872
Child Care and Development Fund (CCTR-1076 & CSPP-1163)		66,616
Child Care Access Means Parents in School (P335A180010)		156,233
Child Care Food Program (19-Q967-00-8)		28,163
Other revenue		
Other revenue		39,658
Associated student fees		140,779
Parent fees		
Non-certified children		285,422
Total operating revenues		1,270,819
Operating expenses		
Certified salaries - teachers		509,741
Classified salaries		
Instructional aides		121,470
Clerical		69,668
Temporary help		117,765
Food services		6,563
Employee benefits		201,628
Contractual services		52,828
Building supplies/repairs and maintenance		15,077
Other supplies		29,991
Food services		41,828
Indirect costs		56,285
Utilities		16,392
Equipment purchase and maintenance		17,332
Depreciation expense		19,024
Classroom supplies		74,682
Other expenses		11,806
Total operating expenses		1,362,080
Operating loss		(91,261)
Nonoperating revenues		
California State University allocation		145,724
Change in net position before transfers		54,463
Transfer to Cal State L.A. University Auxiliary Services, Inc.		(54,463)
Change in net position		-
Net position, beginning of year		-
Net position, end of year	$	-

See Notes to Financial Statements.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Statement of Cash Flows
Year Ended June 30, 2022

Cash flows from operating activities		
Government grants and contracts	$	321,542
State and local grants and contracts		523,076
Payments to suppliers		(993,887)
Payments to employees		(1,026,835)
Other receipts		426,201
Net cash used in operating activities		(749,903)
Cash flows from capital and related financing activities		
Acquisition of capital assets		(10,836)
Net cash used in capital and related financing activities		(10,836)
Cash flows from noncapital financing activities		
Transfer to Cal State L.A. University Auxiliary Services, Inc.		(54,463)
California State University allocation		145,724
Net cash provided by noncapital financing activities		91,261
Net decrease in cash and cash equivalents		(669,478)
Cash and cash equivalents - beginning of year		707,429
Cash and cash equivalents - end of year	$	37,951
Reconciliation of operating loss to net cash used in operating activities		
Operating loss	$	(91,261)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation		19,024
Changes in assets and liabilities		
Grants receivable		(308,677)
Accounts receivable - other		(27,653)
Accounts payable		5,374
Accrued expenses		11,818
Unearned revenue		108,110
Due to other funds of Cal State L.A. University Auxiliary Services, Inc.		(466,638)
Net cash used in operating activities	$	(749,903)

See Notes to Financial Statements.

Note 1 - Organization

The Anna Bing Arnold Children's Center of Cal State Los Angeles University Auxiliary Services, Inc. ("Center") is a licensed program operated by the Cal State Los Angeles University Auxiliary Services, Inc. ("UAS"), a nonprofit auxiliary organization of California State University, Los Angeles ("University"). The Center's main function is to provide child care services for students, faculty, and staff of the University. The net position of the Center is controlled by UAS as part of its general operations account. In addition, the State of California provides funding to the Center for the General Child Care and Development Program, California State Preschool Program and Child Care Food Program. The activities of the Center are included in the basic financial statements of UAS.

The accompanying financial statements present the net position and changes in net position and cash flows of the Center. These financial statements are not intended to present the financial position and the changes in financial position or cash flows of UAS.

Note 2 - Summary of significant accounting policies

Basis of accounting and measurement focus

The accompanying basic financial statements of the Center have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), as promulgated by the Governmental Accounting Standards Board ("GASB"), the accepted standard-setting body for establishing governmental accounting and financial reporting principles. As a component unit of a public institution, the Center has presented its basic financial statements using the reporting model for special purpose governments engaged only in business-type activities in accordance with GASB Statements No. 34 and 35.

The Center operates as a business enterprise and the accompanying financial statements reflect the flow of economic resources measurement focus and the full accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows.

An enterprise fund distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the Center's enterprise fund are grants and contracts, campus program revenue and revenue from auxiliary activities. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Cash and cash equivalents

Cash and cash equivalents consist primarily of cash on hand, demand deposits, and money market accounts.

Grants receivable and accounts receivable - other

Grants receivable consists of amounts due from grants and contracts and accounts receivable - other consists of amounts due from the University and others. Annually, a review of open receivables is conducted to determine collectability on past due receivables and an allowance is established based on historical data, if necessary.

Capital assets
Improvements and furniture, fixtures and equipment are recorded at cost at date of acquisition, net of accumulated depreciation. The Center capitalizes all expenses for improvements and furniture, fixtures and equipment with costs in excess of $5,000 and for which it is deemed probable that the assets will not revert back to the granting agency. Property and equipment funded by the California Department of Education are expensed on supplementary schedules during the contract period. Depreciation expense may not be claimed for the reimbursement under child development contracts for assets donated or purchased with public funds. Depreciation is calculated using the straight-line method over the assets' estimated useful lives, which range from three to ten years.

Due to other funds of Cal State L.A. University Auxiliary Services, Inc.
The Center is a licensed child care program under UAS, any excess net position is returned back to UAS' general operating account. As of June 30, 2022, the amount due back to UAS is $6,077.

Policy regarding use of restricted vs. unrestricted resources
When an expense is incurred for purposes for which both restricted and unrestricted resources are available, the Center will utilize restricted resources first, and then unrestricted resources as needed.

Income taxes
UAS is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue Taxation Code of California. Accordingly, no provision for income taxes is included in the accompanying financial statements.

The Center has no unrecognized tax benefits at June 30, 2022. UAS's federal and state income tax returns prior to 2019 and 2018, respectively, are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If applicable, the Center recognizes interest and penalties associated with tax matters as part of income tax expense and includes accrued interest and penalties with accrued expenses in the statement of financial position.

Use of estimates
In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Note 3 - Cash

Cash in bank
The California Government Code requires California banks and savings and loan associations to secure UAS' deposits. Obligations pledged to secure deposits must be delivered to an institution other than the institution in which the deposit is made; however, the trust department of the same institution may hold them. Written custodial agreements are required that provide, among other things, that the collateral securities are held separate from the assets of the custodial institution. The pledge to secure deposits is administered by the California Superintendent of Banks. The fair value of pledged securities must equal 110% of all deposits not covered by federal deposit insurance if obligations of the United States and its agencies, or obligations of the State or its municipalities, school districts, and district corporations are pledged. California law also allows

financial institutions to secure an agency's deposits by pledging first trust deeds or first mortgages having a value of 150% of an agency's total deposits. All such collateral is considered to be held by the pledging financial institutions' trust departments or agents in the name of UAS.

At June 30, 2022, cash held by financial institutions for UAS was entirely insured and collateralized as described above. The book balance at June 30, 2022 for the Center was $37,951.

Note 4 - Grants receivable

At June 30, 2022, grants receivable consisted of a receivable from the California Department of Education - Child Development, Preschool Programs and Food Programs in the amount of $36,406 and a receivable from the U.S. Department of Education - Child Care Access Means Parents in School in the amount of $33,662.

Note 5 - Capital assets

The capital assets balance at June 30, 2022 consisted of the following activity:

	Balance July 1, 2021	Increases	Decreases	Balance June 30, 2022
Capital assets, depreciable				
Improvements	$ 166,531	$ 10,836	$ -	$ 177,367
Furniture, fixtures and equipment	54,777	-	-	54,777
Total depreciable capital assets	221,308	10,836	-	232,144
Less: accumulated depreciation				
Improvements	(94,803)	(12,600)	-	(107,403)
Furniture, fixtures and equipment	(45,141)	(6,424)	-	(51,565)
Total accumulated depreciation	(139,944)	(19,024)	-	(158,968)
Capital assets - net	$ 81,364	$ (8,188)	$ -	$ 73,176

Depreciation expense for the year ended June 30, 2022 is $19,024.

Note 6 - Related parties

For the year ended June 30, 2022, the Center received $145,724 from the University for general support of the childcare programs that benefit the faculty and staff of the University. Associated Students of California State University, Los Angeles, Inc. also provided $140,779 in the year ended June 30, 2022, to the Center to support the operation of child care programs for University students.

Note 7 - Retirement plans

The UAS Money Purchase Pension Plan ("Plan") is a defined contribution plan covering all employees of the UAS who have a minimum of one year of service and are age 21 or older. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA"). The Plan is administered by Prudential Retirement Insurance and Annuity Company (Prudential). Although UAS has not expressed any intent to do so, UAS has the right under the Plan to modify or discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants would become 100% vested in their employer contribution. The Plan contributes an amount equal to 6% of eligible employees' annual salaries. Total contributions to the Plan for the year ended June 30, 2022, were $307,116, of which $35,678 were contributed by UAS on behalf of the Center's employees.

UAS also has a tax-sheltered annuity plan whereby UAS will match up to 6% of eligible employees' gross salary contributed by the employees. Total contributions to this plan for the year ended June 30, 2022, were $118,457, of which $13,761 was contributed by UAS on behalf of the Center's employees.

Note 8 - Other postemployment healthcare benefits (OPEB) plan

UAS offers an Other Postemployment Healthcare Benefit ("OPEB") Plan, an agent multiple-employer defined benefit healthcare plan administered by CSU Auxiliaries Multiple Employer VEBA Trust (the "Trust"). UAS issues a publicly available financial report that includes complete disclosures and required supplementary information for the OPEB Plan. The report may be obtained from UAS, 5151 State University Drive, Golden Eagle Building Room 314, Los Angeles, CA 90032.

Note 9 - Commitments and contingencies

Coronavirus

In December 2019, a novel strain of the coronavirus ("COVID-19") was reported. On March 11, 2020, the World Health Organization declared the COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the disruption. Therefore, the extent of the financial impact and duration cannot be reasonably estimated at this time.

Supplementary Information

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

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

Program Name	Federal Assistance Listing Number	Pass-through Grantor's Number	Program or award amount	Expenditures
Federal Awards:				
U.S. Department of Agriculture				
Passed through the State of California Department of Education				
Child and Adult Care Food Program	10.558	04676-CACFP-19-NP-IC	$ 155,500	$ 28,163
U.S. Department of Education				
Passed through the State of California Department of Education				
Child Care Access Means Parents in School (CCAMPIS)	84.335A	P335A180010	960,824	156,233
U.S. Department of Health and Human Services				
Passed through the State of California Department of Education				
Child Care and Development Fund - CCDF Cluster				
General Center Child Care	93.575/93.596	CCTR-1076	118,584	61,846
California State Preschool Program	93.575/93.596	CSPP-1163	42,401	35,642
Total Child Care and Development Fund - CCDF Cluster			160,985	97,488
Total expenditures of federal awards			1,277,309	281,884
State of California				
Child Development Services:				
General Child Care and Development Fund		CCTR-1076	376,797	195,846
State Preschool		CSPP-1163	389,284	327,230
Total expenditures of state awards			766,081	523,076
Total expenditures of federal and state awards			$ 2,043,390	$ 804,960

See Independent Auditor's Report and Notes to Supplementary Information.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Combining Statement of Activities
Year Ended June 30, 2022

	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
Revenue and support:			
Grants and contracts			
Child Care and Development Programs	$ 257,692	$ 362,872	$ 620,564
Child Care Food Program	11,194	16,969	28,163
Child Care ACCESS Means Parents in School	59,815	96,418	156,233
Other revenue	15,183	24,475	39,658
Parent fees - non-certified children	113,235	172,187	285,422
Associated student fees	47,160	93,619	140,779
California State University support	49,821	95,903	145,724
Total revenue	554,100	862,443	1,416,543
Expenses:			
Salaries	328,538	496,669	825,207
Employee benefits	85,627	116,001	201,628
Instructional materials and supplies	31,662	43,020	74,682
Other supplies	10,958	19,033	29,991
Contracts for personnel services	22,133	30,695	52,828
Food	17,923	23,905	41,828
Utilities and housekeeping	7,212	9,180	16,392
Other operating expenses	5,431	6,375	11,806
Building supplies/repair and maintenance	6,392	8,685	15,077
Equipment purchase and maintenance	7,453	9,879	17,332
Depreciation expense	8,180	10,844	19,024
Indirect costs	23,093	33,192	56,285
Total expenses	554,602	807,478	1,362,080
Change in net position before transfers	$ (502)	$ 54,965	$ 54,463

See Independent Auditor's Report.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Administrative Costs
Year Ended June 30, 2022

	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
Contractual services	$ 9,726	$ 14,666	$ 24,392
Classified salaries	1,555	3,266	4,821
Certified salaries - Teachers	1,244	2,333	3,577
Total	12,525	20,265	32,790
Indirect costs			
Other related child care costs, direct services at 8% maximum	23,093	33,192	56,285
Total expenses	$ 35,618	$ 53,457	$ 89,075

See Independent Auditor's Report.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Expenses by State Categories
Year Ended June 30, 2022

Reimbursable expenses	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
1000 Certified salaries			
Teacher's salaries	$ 167,337	$ 252,693	$ 420,030
2000 Classified salaries			
Instructional aides' salaries	50,080	71,390	121,470
Temporary help	47,476	70,289	117,765
Clerical and other office			
Personnel salaries	21,357	33,694	55,051
Food service personnel salaries	2,691	3,872	6,563
Subtotal	121,604	179,245	300,849
3000 Employee benefits			
Public employees			
Post-employment benefits	29,273	39,051	68,324
Old age, survivors, disability, and			
health insurance	16,729	22,316	39,045
Health and welfare benefits	22,195	29,643	51,838
Workers' compensation insurance	1,792	2,389	4,181
Other benefits	4,157	5,547	9,704
Subtotal	74,146	98,946	173,092
4000 Books, supplies, and equipment			
Instructional materials and supplies	31,662	43,020	74,682
Other supplies	10,958	19,033	29,991
Subtotal	42,620	62,053	104,673
5000 Services and other operating expenses			
Contracts for personnel services	17,733	24,095	41,828
Food	17,923	23,905	41,828
Utilities and housekeeping	7,212	9,180	16,392
Other operating expenses	5,431	6,375	11,806
Building supplies/repairs and maintenance	6,392	8,685	15,077
Equipment purchase and maintenance	7,453	9,879	17,332
Subtotal	62,144	82,119	144,263
Depreciation expense	8,180	10,844	19,024
Indirect costs	18,578	26,134	44,712
Total reimbursable expenses	$ 494,609	$ 712,034	$ 1,206,643

See Independent Auditor's Report.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Expenses by State Categories
Year Ended June 30, 2022

Supplemental expenses	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
1000 Certified salaries			
Teacher's salaries	$ 33,984	$ 55,727	$ 89,711
2000 Classified salaries			
Instructional aides' salaries	-	-	-
Clerical and other office			
Personnel salaries	5,613	9,004	14,617
Food service personnel salaries	-	-	-
Subtotal	5,613	9,004	14,617
3000 Employee benefits			
Public employees			
Post-employment benefits	4,533	6,732	11,265
Old age, survivors, disability, and			
health insurance	2,590	3,847	6,437
Health and welfare benefits	3,439	5,112	8,551
Workers' compensation insurance	277	412	689
Other benefits	642	952	1,594
Subtotal	11,481	17,055	28,536
4000 Books, supplies, and equipment			
Instructional materials and supplies	-	-	-
Other supplies	-	-	-
Subtotal	-	-	-
5000 Services and other operating expenses			
Contracts for personnel services	4,400	6,600	11,000
Food	-	-	-
Utilities and housekeeping	-	-	-
Other operating expenses	-	-	-
Building supplies/repairs and maintenance	-	-	-
Equipment purchase and maintenance	-	-	-
Subtotal	4,400	6,600	11,000
Depreciation expense	-	-	-
Indirect costs	4,515	7,058	11,573
Total Supplemental Expenses	59,993	95,444	155,437
Total Program Expenses	$ 554,602	$ 807,478	$ 1,362,080

See Independent Auditor's Report.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Renovation and Repair Expenditures Utilizing Contract Funds
Year Ended June 30, 2022

	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
Expenses Under $10,000 Unit Cost			
Item	$ -	$ -	$ -
Subtotal	-	-	-
Expenses Over $10,000 Unit Cost With CDD Approval			
Item	-	-	-
Subtotal	-	-	-
Expenses Over $10,000 Unit Cost Without CDD Approval			
Item	-	-	-
Subtotal	-	-	-
Total Renovation and Repair Expenditures	$ -	$ -	$ -

See Independent Auditor's Report.

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Equipment Expenditures Utilizing Contract Funds
Year Ended June 30, 2022

	General Child Care Program (CCTR-1076)	California State Preschool Program (CSPP-1163)	Total
Unit Cost Under $7,500			
Item	$ -	$ -	$ -
Subtotal	-	-	-
Unit Cost Over $7,500 With CDD Approval			
Item	-	-	-
Subtotal	-	-	-
Unit Cost Over $7,500 Without CDD Approval			
Item	-	-	-
Subtotal	-	-	-
Total Equipment Expenditures	$ -	$ -	$ -

See Independent Auditor's Report.

Contractor Name: Cal State LA University Auxiliary Services Inc.

Contract Number: CSPP-1163

Fiscal Year Ended: June 30, 2022

Vendor Code: Q967

California Department of Education Audited Enrollment, Attendance and Fiscal Report for California State Preschool Program

Section 1 – Number of Counties Where Services are Provided

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

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

Number of counties where the agency provided services to non-certified children (Form 3): **1**

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

Total enrollment and attendance forms to attach: **4**

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

Section 2 – Days of Enrollment, Attendance and Operation

Enrollment and Attendance Form Summary	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	4,284	0	4,284	
Total Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000
Days of Attendance (including MHCS)	128	0	128	N/A
Total Non-Certified Days of Enrollment	2,530	0	2,530	0.0000
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000

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	196	0	196	N/A

Section 3 – Revenue

Restricted Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Child Nutrition Programs	19,475	(2,506)	16,969
County Maintenance of Effort (EC Section 8279)	0	0	0
Other:	0	0	0
Other:	0	0	0
TOTAL RESTRICTED INCOME	**19,475**	**(2,506)**	**16,969**

Transfer from Reserve	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Transfer from Reserve	0	0	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	33,992	0	33,992
Interest Earned on Child Development Apportionment Payments	0	0	0
Fees for Non-Certified Children	171,343	844	172,187
Unrestricted Income: Head Start	0	0	0
Other:ASI; Lottery Fund; General Fund; IRA; MISC	207,841	7,130	214,971
Other:	0	0	0

Section 4 - Reimbursable Expenses

Cost Category	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Direct Payments to Providers (FCCH only)			0
1000 Certificated Salaries	255,771	(3,078)	252,693
2000 Classified Salaries	186,168	(6,923)	179,245
3000 Employee Benefits	102,611	(3,665)	98,946
4000 Books and Supplies	21,647	40,406	62,053
5000 Services and Other Operating Expenses	139,552	(57,433)	82,119
6100/6200 Other Approved Capital Outlay			0
6400 New Equipment (program-related)			0
6500 Equipment Replacement (program-related)			0
Depreciation or Use Allowance	11,869	(1,025)	10,844
Start-up Expenses (service level exemption)			0
Indirect Costs (include in Total Administrative Cost)	26,397	(263)	26,134
TOTAL REIMBURSABLE EXPENSES	**744,015**	**(31,981)**	**712,034**

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

Approved Indirect Cost Rate: 3.74%

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)	46,662	12,521	59,183
Total Staff Training Cost (included in Reimbursable Expenses)	14,257		14,257

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

Section 5 - Supplemental Funding

Supplemental Revenue	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Enhancement Funding	96,418	(974)	95,444
Other:	0	0	0
Other:	0	0	0
TOTAL SUPPLEMENTAL REVENUE	**96,418**	**(974)**	**95,444**

Supplemental Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
1000 Certificated Salaries	57,707	(1,980)	55,727
2000 Classified Salaries	8,767	237	9,004
3000 Employee Benefits	19,588	(2,533)	17,055
4000 Books and Supplies	0	0	0
5000 Services and Other Operating Expenses	3,300	3,300	6,600
6000 Equipment / Capital Outlay	0	0	0
Depreciation or Use Allowance	0	0	0
Indirect Costs	7,058	0	7,058
Non-Reimbursable Supplemental Expenses	0	0	0
TOTAL SUPPLEMENTAL EXPENSES	**96,420**	**(976)**	**95,444**

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)	4,284	0	4,284
Days of Operation	196	0	196
Days of Attendance (including MHCS)	128	0	128
Total Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Restricted Program Income	19,475	(2,506)	16,969
Transfer from Reserve	0	0	0
Interest Earned on Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	744,015	(31,981)	712,034
Total Administrative Cost	46,662	12,521	59,183
Total Staff Training Cost	14,257	0	14,257
Non-Reimbursable Cost (State Use Only)	N/A	N/A	

Section 7 – Auditor's Assurances

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

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

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

Section 8 – Comments

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

None.

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

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

Pilot Program: None

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	1,499	0	1,499	1.0000	1,499.0000
Three Years and Older Three-quarters-time	0	0	0	0.7500	0.0000
Three Years and Older One-half-time	0	0	0	0.6193	0.0000
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs Three-quarters-time	0	0	0	1.1550	0.0000
Exceptional Needs One-half-time	0	0	0	0.9537	0.0000
Limited and Non-English Proficient Full-time-plus	0	0	0	1.2980	0.0000
Limited and Non-English Proficient Full-time	0	0	0	1.1000	0.0000
Limited and Non-English Proficient Three-quarters-time	0	0	0	0.8250	0.0000
Limited and Non-English Proficient One-half-time	0	0	0	0.6193	0.0000

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect Three-quarters-time	0	0	0	0.8250	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6193	0.0000
Severely Disabled Full-time-plus	0	0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled Three-quarters-time	0	0	0	1.4475	0.0000
Severely Disabled One-half-time	0	0	0	1.1952	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	**1,499**	**0**	**1,499**	N/A	**1,499.0000**

Attendance	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	**74**	**0**	**74**	N/A	N/A

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

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

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

Service County: Los Angeles

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	2,785	0	2,785	1.0000	2,785.0000
Three Years and Older One-half-time	0	0	0	0.6334	0.0000
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs One-half-time	0	0	0	0.9754	0.0000
Dual Language Learner Full-time-plus	0	0	0	1.2980	0.0000
Dual Language Learner Full-time	0	0	0	1.1000	0.0000
Dual Language Learner One-half-time	0	0	0	0.6334	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6334	0.0000

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Severely Disabled Full-time-plus		0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled One-half-time	0	0	0	1.2225	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	**2,785**	**0**	**2,785**	N/A	**2,785.0000**

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	**54**	**0**	**54**	N/A	N/A

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

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

California State Preschool Program – Form 3A
Non-Certified Children Days of Enrollment from July 2021 – December 2021

Pilot Program: None

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Toddlers (18 up to 36 months) Full-time-plus	0	0	0	2.1240	0.0000
Toddlers (18 up to 36 months) Full-time	0	0	0	1.8000	0.0000
Toddlers (18 up to 36 months) Three-quarters-time	0	0	0	1.3500	0.0000
Toddlers (18 up to 36 months) One-half-time	0	0	0	0.9900	0.0000
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	838	0	838	1.0000	838.0000
Three Years and Older Three-quarters-time	0	0	0	0.7500	0.0000
Three Years and Older One-half-time	0	0	0	0.6193	0.0000
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs Three-quarters-time	0	0	0	1.1550	0.0000
Exceptional Needs One-half-time	0	0	0	0.9537	0.0000

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

Enrollment Description	Column A Cumulative FY per CPARIS December Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Limited and Non-English Proficient Full-time-plus	0	0	0	1.2980	0.0000
Limited and Non-English Proficient Full-time	0	0	0	1.1000	0.0000
Limited and Non-English Proficient Three-quarters-time	0	0	0	0.8250	0.0000
Limited and Non-English Proficient One-half-time	0	0	0	0.6193	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect Three-quarters-time	0	0	0	0.8250	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6193	0.0000
Severely Disabled Full-time-plus	0	0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled Three-quarters-time	0	0	0	1.4475	0.0000
Severely Disabled One-half-time	0	0	0	1.1952	0.0000
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT	**838**	**0**	**838**	N/A	**838.0000**

Enter the sum of Total Non-Certified Days of Enrollment from all Form 3s in the Total Non-Certified Days of Enrollment line of AUD 8501, Section 2.

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

California State Preschool Program – Form 3B
Non-Certified Children Days of Enrollment from January 2022 – June 2022

Service County: Los Angeles

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	0	0	2.1240	0.0000
Toddlers (18 up to 36 months) Full-time	0	0	0	1.8000	0.0000
Toddlers (18 up to 36 months) One-half-time	0	0	0	0.9900	0.0000
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	1,692	0	1,692	1.0000	1,692.0000
Three Years and Older One-half-time	0	0	0	0.6334	0.0000
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs One-half-time	0	0	0	0.9754	0.0000
Dual Language Learner Full-time-plus	0	0	0	1.2980	0.0000
Dual Language Learner Full-time	0	0	0	1.1000	0.0000
Dual Language Learner One-half-time	0	0	0	0.6334	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6334	0.0000

Contractor Name: Cal State LA University Auxiliary Services Inc. **Contract Number: CSPP-1163**

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Severely Disabled Full-time-plus	0	0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled One-half-time	0	0	0	1.2225	0.0000
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT	**1,692**	**0**	**1,692**	N/A	**1,692.0000**

Enter the sum of Total Non-Certified Days of Enrollment from all Form 3s in the Total Non-Certified Days of Enrollment line of AUD 8501, Section 2.

AUDITED ATTENDANCE AND FISCAL REPORT FOR CHILD DEVELOPMENT PROGRAMS

Fiscal Year Ending June 30, 2022

Contract Number CCTR-1076

Vendor Code Q967

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 1 - Days of Enrollment Certified Children

	Column A Cumulative CDNFS 9500	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				2.8792	
Infants (up to 18 months) Full-time	764		764	2.4400	1,864.16
Infants (up to 18 months) Three-quarters-time (July to December 2021)				1.8300	
Infants (up to 18 months) One-half-time				1.3420	
Toddlers (18 up to 36 months) Full-time-plus				2.1240	
Toddlers (18 up to 36 months) Full-time	1,660		1,660	1.8000	2,988
Toddlers (18 up to 36 months) Three-quarters-time (July to December 2021)				1.3500	
Toddlers (18 up to 36 months) One-half-time				0.9900	
Three Years and Older Full-time-plus				1.1800	
Three Years and Older Full-time	168		168	1.0000	168
Three Years and Older Three-quarters-time (July to December 2021)				0.7500	
Three Years and Older One-half-time Total Standard Rate (July 2021 through June 2022)				0.5500	
Three Years and Older One-half-time Total Direct Service Counties (January 2022 through June 2022)*				Direct Service Counties	
Exceptional Needs Full-time-plus				1.8172	
Exceptional Needs Full-time				1.5400	
Exceptional Needs Three-quarters-time (July to December 2021)				1.1550	
Exceptional Needs One-half-time				0.8470	

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 1 - Days of Enrollment Certified Children (continued)

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Limited and Non-English Proficient Full-time-plus				1.2980	
Limited and Non-English Proficient Full-time				1.1000	
Limited and Non-English Proficient Three-quarters-time (July to December 2021)				0.8250	
Limited and Non-English Proficient One-half-time				0.6050	
At Risk of Abuse or Neglect Full-time-plus				1.2980	
At Risk of Abuse or Neglect Full-time				1.1000	
At Risk of Abuse or Neglect Three-quarters-time (July to December 2021)				0.8250	
At Risk of Abuse or Neglect One-half-time				0.6050	
Severely Disabled Full-time-plus				2.2774	
Severely Disabled Full-time				1.9300	
Severely Disabled Three-quarters-time (July to December 2021)				1.4475	
Severely Disabled One-half-time				1.0615	
TOTAL CERTIFIED DAYS OF ENROLLMENT	**2,592**		**2,592**	**N/A**	**5,020.16**
DAYS OF OPERATION	**196**		**196**	**N/A**	**N/A**
DAYS OF ATTENDANCE	**196**		**196**	**N/A**	**N/A**

*If applicable, must attach AUD9500S days of enrollment supplemental pages for direct service counties

☐ NO NON-CERTIFIED CHILDREN Check this box (omit pages 3-4) and continue to Revenue Section on page 5.

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 2 - Days of Enrollment Non-Certified Children

	Column A Cumulative CDNFS 9500	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				2.8792	
Infants (up to 18 months) Full-time	707		707	2.4400	1,725.08
Infants (up to 18 months) Three-quarters-time (July to December 2021)				1.8300	
Infants (up to 18 months) One-half-time				1.3420	
Toddlers (18 up to 36 months) Full-time-plus				2.1240	
Toddlers (18 up to 36 months) Full-time	1,203		1,203	1.8000	2,165.4
Toddlers (18 up to 36 months) Three-quarters-time (July to December 2021)				1.3500	
Toddlers (18 up to 36 months) One-half-time				0.9900	
Three Years and Older Full-time-plus				1.1800	
Three Years and Older Full-time	144		144	1.0000	144
Three Years and Older Three-quarters-time (July to December 2021)				0.7500	
Three Years and Older One-half-time Total Standard Rate (July 2021 through June 2022)				0.5500	
Three Years and Older One-half-time Total Direct Service Counties (January 2022 through June 2022)*				Direct Service Counties	
Exceptional Needs Full-time-plus				1.8172	
Exceptional Needs Full-time				1.5400	
Exceptional Needs Three-quarters-time (July to December 2021)				1.1550	
Exceptional Needs One-half-time				0.8470	

*If applicable, must attach AUD9500S days of enrollment supplemental pages for direct service counties

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 2 - Days of Enrollment Non-Certified Children (continued)

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Limited and Non-English Proficient Full-time-plus				1.2980	
Limited and Non-English Proficient Full-time				1.1000	
Limited and Non-English Proficient Three-quarters-time (July to December 2021)				0.8250	
Limited and Non-English Proficient One-half-time				0.6050	
At Risk of Abuse or Neglect Full-time-plus				1.2980	
At Risk of Abuse or Neglect Full-time				1.1000	
At Risk of Abuse or Neglect Three-quarters-time (July to December 2021)				0.8250	
At Risk of Abuse or Neglect One-half-time				0.6050	
Severely Disabled Full-time-plus				2.2774	
Severely Disabled Full-time				1.9300	
Severely Disabled Three-quarters-time (July to December 2021)				1.4475	
Severely Disabled One-half-time				1.0615	
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT	**2,054**		**2,054**	**N/A**	**4,034.48**

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 3 - Revenue

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs	12,846	-1,652	11,194
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - American Rescue Plan Act (ARPA)			
Restricted Income - Other:			
Restricted Income - Subtotal	**12,846**	**-1,652**	**11,194**
Transfer From Reserve			
Waived Family Fees for Certified Children	18,390		18,390
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Fees for Non-Certified Children	112,681	554	113,235
Unrestricted Income - Head Start			
Unrestricted Income - Other: ASI; Lottery fund; General Fund; IRA; Misc.	107,971	4,015	111,986
Total Revenue	**233,498**	**2,917**	**236,415**

Comments:

Audit Report Page 39

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 4 - Reimbursable Expenses

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers (FCCH only)			
1000 Certificated Salaries	168,882	-1,545	167,337
2000 Classified Salaries	126,419	-4,815	121,604
3000 Employee Benefits	66,348	7,798	74,146
4000 Books and Supplies	15,120	27,500	42,620
5000 Services and Other Operating Expenses	92,273	-30,129	62,144
6100/6200 Other Approved Capital Outlay			
6400 New Equipment (program-related)			
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance	7,155	1,025	8,180
Start-up Expenses (service level exemption)			
Budget Impasse Credit			
Indirect Costs (include in Total Administrative Cost)	18,578		18,578
Non-Reimbursable (State use only)			
Total Reimbursable Expenses	**494,775**	**-166**	**494,609**
Total Administrative Cost (included in Section 4 above)	31,104	-577	30,527
Total Staff Training Cost (included in Section 4 above)	9,554		9,554

Approved Indirect Cost Rate: 4.0%

☐ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 7.

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Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 5 - Supplemental Revenue

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding	59,815	178	59,993
Other:			
Other:			
Total Supplemental Revenue	**59,815**	**178**	**59,993**

Section 6 - Supplemental Expenses

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	35,190	-1,206	33,984
2000 Classified Salaries	5,317	296	5,613
3000 Employee Benefits	12,593	-1,112	11,481
4000 Books and Supplies			
5000 Services and Other Operating Expenses	2,200	2,200	4,400
6000 Equipment / Capital Outlay			
Depreciation or Use Allowance			
Indirect Costs	4,515		4,515
Non-Reimbursable Supplemental Expenses			
Total Supplemental Expenses	**59,815**	**178**	**59,993**

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Section 7 - Summary

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Total Certified Days of Enrollment	2,592		2,592
Days of Operation	196		196
Days of Attendance	196		196
Restricted Program Income	12,846	-1,652	11,194
Transfer from Reserve			
Waived Family Fees for Certified Children	18,390		18,390
Interest Earned on Child Development Apportionment Payments			
Direct Payments to Providers			
Start-up Expenses (service level exemption)			
Total Reimbursable Expenses	494,775	-166	494,609
Total Administrative Cost	31,104	-577	30,527
Total Staff Training Cost	9,554		9,554

Total Certified Adjusted Days of Enrollment 5,020.16

Total Non-Certified Adjusted Days of Enrollment 4,034.48

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 6 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 5. If necessary, attach additional sheets to explain adjustments.

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AUDITED DAYS OF ENROLLMENT FOR CHILD DEVELOPMENT PROGRAMS THREE YEARS AND OLDER ONE-HALF-TIME DIRECT SERVICE COUNTIES

Fiscal Year Ending June 30, 2022

Contract Number CCTR-1076

Vendor Code Q967

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Days of Enrollment - Certified Children (Direct Service Counties)

Three Years and Older One-half-time (January 2022 through June 2022)

	Column A Cumulative Jan to Jun 2022	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Alameda				0.6014	
Contra Costa				0.6139	
El Dorado				0.6313	
Los Angeles				0.6334	
Marin				0.6040	
Mono				0.6140	
Napa				0.6528	
Orange				0.6541	
Placer				0.6567	
San Diego				0.6375	
San Francisco				0.6286	
San Mateo				0.6051	
Santa Barbara				0.6267	
Santa Clara				0.6036	
Santa Cruz				0.6402	
Sonoma				0.6507	
Ventura				0.6465	
Yolo				0.6312	
Total Certified Days Of Enrollment - Direct Service Counties				**N/A**	

*Total certified days of enrollment direct service counties for three years and older one-half-time must be reported on AUD9500 page 1 or AUD9500MHCS page 5

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Days of Enrollment - Non-Certified Children (Direct Service Counties)

Three Years and Older One-half-time (January 2022 through June 2022)

	Column A Cumulative Jan to Jun 2022	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Alameda				0.6014	
Contra Costa				0.6139	
El Dorado				0.6313	
Los Angeles				0.6334	
Marin				0.6040	
Mono				0.6140	
Napa				0.6528	
Orange				0.6541	
Placer				0.6567	
San Diego				0.6375	
San Francisco				0.6286	
San Mateo				0.6051	
Santa Barbara				0.6267	
Santa Clara				0.6036	
Santa Cruz				0.6402	
Sonoma				0.6507	
Ventura				0.6465	
Yolo				0.6312	
Total Non-Certified Days Of Enrollment - Direct Service Counties				**N/A**	

*Total non-certified days of enrollment direct service counties for three years and older one-half-time must be reported on AUD9500 page 3 or AUD9500MHCS page 7

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Days of Enrollment - Certified Children in Classrooms with Mental Health Consultation Services Recipient(s) (Direct Service Counties)

Three Years and Older One-half-time (January 2022 through June 2022)

	Column A Cumulative Jan to Jun 2022	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Alameda				0.6014	
Contra Costa				0.6139	
El Dorado				0.6313	
Los Angeles				0.6334	
Marin				0.6040	
Mono				0.6140	
Napa				0.6528	
Orange				0.6541	
Placer				0.6567	
San Diego				0.6375	
San Francisco				0.6286	
San Mateo				0.6051	
Santa Barbara				0.6267	
Santa Clara				0.6036	
Santa Cruz				0.6402	
Sonoma				0.6507	
Ventura				0.6465	
Yolo				0.6312	
Total Certified Days of Enrollment with Mental Health Consultation Services Recipient(s) - Direct Service Counties				**N/A**	

*Total certified days of enrollment with mental health consultation service recipient(s) direct service counties for three years and older one-half-time must be reported on AUD9500MHCS page 1

Contract Number CCTR-1076

Full Name of Contractor Cal State LA University Auxiliary Services Inc.

Days of Enrollment - Non-Certified Children in Classrooms with Mental Health Consultation Services Recipient(s) (Direct Service Counties)

Three Years and Older One-half-time (January 2022 through June 2022)

	Column A Cumulative Jan to Jun 2022	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Alameda				0.6014	
Contra Costa				0.6139	
El Dorado				0.6313	
Los Angeles				0.6334	
Marin				0.6040	
Mono				0.6140	
Napa				0.6528	
Orange				0.6541	
Placer				0.6567	
San Diego				0.6375	
San Francisco				0.6286	
San Mateo				0.6051	
Santa Barbara				0.6267	
Santa Clara				0.6036	
Santa Cruz				0.6402	
Sonoma				0.6507	
Ventura				0.6465	
Yolo				0.6312	
Total Non-Certified Days of Enrollment with Mental Health Consultation Services Recipient(s) - Direct Service Counties				**N/A**	

*Total non-certified days of enrollment with mental health consultation service recipient(s) direct service counties for three years and older one-half-time must be reported on AUD9500MHCS page 3

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Notes to Supplementary Information
June 30, 2022

Note 1 - General

The accompanying schedule of expenditures of federal and state awards presents the activity of all federal and state award programs of the Center.

Note 2 - Basis of accounting

The accompanying schedule of expenditures of federal and state awards is prepared on the accrual basis of accounting in conformity with GAAP as described in the notes to the financial statements.

Note 3 - Supplementary schedules

All supplementary schedules are presented in accordance with the prescribed formats in the *California Department of Education Audit Guide.*

Note 4 - Allowable indirect costs

Indirect costs are only applicable to the 1000-5000 Series of general ledger expenditure accounts in the California School Accounting Manual. In accordance with Child Development Programs funding terms and conditions, indirect costs cannot be charged on capital outlay expenditures in the 6000 Series accounts.

Note 5 - Allowable direct costs

Interest expense is only allowable as a reimbursable cost in certain circumstance 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. No interest expense was claimed to a child development contract for the year ended June 30, 2022.

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. No related party rent transactions were claimed to a child development contract for the year ended June 30, 2022.

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, 2022.

Independent Auditor's 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
Cal State L.A. University Auxiliary Services, Inc.
(A California State University Auxiliary Organization)

We have audited, 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, the financial statements of the business-type activities of Cal State L.A. University Auxiliary Services, Inc. ("UAS") Anna Bing Arnold Children's Center (the "Center"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Center's financial statements, and have issued our report thereon dated December 15, 2022.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Cohn Reznick LLP

Los Angeles, California
December 15, 2022

Cal State L.A. University Auxiliary Services, Inc.
Anna Bing Arnold Children's Center

Schedule of Findings and Responses
Year Ended June 30, 2022

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States:	Unmodified Opinion
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

Section II - Financial Statement Findings

No matters were reported.

Section III - State Compliance Findings and Questioned Costs

No matters were reported.

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