



**City of Moreno Valley**  
**Audited Financial Statements**  
**General Child Development Program Fund**  
***As of and for the Year Ended June 30, 2020***  
***With Report of Independent Auditors***

**City of Moreno Valley**  
**Audited Financial Statements**  
**General Child Development Program Fund**  
***As of and for the Year Ended June 30, 2020***  
***With Report of Independent Auditors***

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
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ROGERS, ANDERSON, MALODY & SCOTT, LLP  
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

## *Independent Auditor's Report*

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The Honorable Mayor and City Council  
City of Moreno Valley  
Moreno Valley, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the General Child Development Fund (the Fund) of the City of Moreno Valley, California (the City), as of and for the year ended June 30, 2020, and the related notes to the financial statements, as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

#### **PARTNERS**

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Scott W. Manno, CPA, CGMA  
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#### **MANAGERS / STAFF**

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#### **MEMBERS**

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*PCPS The AICPA Alliance  
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*Governmental Audit  
Quality Center*

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California Society of  
Certified Public Accountants



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the General Child Development Program Fund as of June 30, 2020, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 1, the financial statements present only the Fund and do not purport to, and do not, present fairly the financial position of the City of Moreno Valley, California, as of June 30, 2020, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements of the General Child Development Program Fund. The supplementary information identified in the table of contents is presented for purposes of additional analysis as required by the California Department of Education (CDE) and is not a required part of the basic financial statements.

The Schedule of Expenditures of Federal and State Awards, Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Schedule of Expenditures by State Categories, Reconciliation of CDE and GAAP Expenditure Reporting, Schedule of Reimbursable Expenditures for Renovations and Repairs, Schedule of Reimbursable Expenditures for Equipment, the Schedule of Reimbursable Expenditures for Administrative Costs, the Audited Attendance and Fiscal Report for Child Development Programs, and the Audited Reserve Account Activity Report are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information in those schedules has been subjected to the auditing procedures applied in the audit of the basic 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 addition, the supplementary information is presented in conformity with the CDE Audit Guide and all other laws, regulations and sub-grant requirements. In our opinion, the information in those supplementary schedules is fairly stated, in all material respects, in relation to the financial statements as a whole.

The Center Based Programs - Summary of Meals Reported and the Schedule of CCFP Reported, Adjusted and Allowed Enrollment were presented as required by the CDE Audit Guide. We have applied certain limited procedures to this 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 reports submitted to CDE, and other knowledge we obtained during our audit 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.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have issued our report dated November 4, 2020 on our consideration of the Fund's internal control over financial reporting and 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 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 Fund's internal control over financial reporting and compliance.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
November 4, 2020

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
BALANCE SHEET  
JUNE 30, 2020**

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**ASSETS**

Cash and investments	\$	74,473
Due from other governments		<u>365</u>
Total assets	\$	<u><u>74,838</u></u>

**LIABILITIES AND FUND BALANCE**

**Liabilities:**

Accounts payable	\$	27,489
Due to other governments		25,906
State Child Development reserves		<u>13,150</u>
Total liabilities		<u>66,545</u>

**Fund balance:**

Restricted		<u>8,293</u>
Total fund balance		<u>8,293</u>
Total liabilities and fund balance	\$	<u><u>74,838</u></u>

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
YEAR ENDED JUNE 30, 2020**

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**REVENUES**

Contracts:

State Department of Education	\$	788,135
Child Care Food Program		27,448
Parent fees		11,991

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Total revenues 827,574

**EXPENDITURES**

Classified personnel salaries	405,904
Employee benefits	219,798
Books and supplies	65,999
Services and other operating expenses	85,850
Indirect costs	50,023

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Total expenditures 827,574

Change in fund balance -

Fund balance, beginning of year 8,293

Fund balance, end of year \$ 8,293



**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2020**

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**NOTE 1: GENERAL INFORMATION**

The accompanying financial statements present only the City of Moreno Valley General Child Development Program Fund (Fund). The Fund is a program operated by the City of Moreno Valley, California (the City) to provide educational programs and care for children participating in the program. The Fund receives program revenues from the California State Department of Education (CDE), Office of Child Development. Families of participating children also pay a fee for these services. For additional information regarding the City of Moreno Valley, refer to the City's comprehensive annual financial report.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Fund Accounting*

To ensure observance of limitations and restrictions placed on the use of resources available to the Fund, the accounts are maintained in accordance with the principles of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established in accordance with their nature and purpose. The Fund is accounted for as a Special Revenue Fund. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

*Measurement Focus, Basis of Accounting and Financial Statement Presentation*

The Fund is accounted for as a Special Revenue Fund of the City of Moreno Valley.

The Fund financial statements are reported using the current financial resources measurement focus. This means that generally, only current assets and current liabilities are included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources." Statement of revenues, expenditures and changes in fund balance for the Fund generally present increases (revenues) and decreases (expenditures) in net current assets.

The financial statements of the Fund have been prepared on the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, while grant revenues have an availability period of 120 days. Grant funds are considered to be earned to the extent of expenditures incurred under the provisions of the grant. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

*Cash and Investments*

The Fund's cash balance is pooled with various other City funds for deposit and investment purposes. The share of each fund in the pooled cash account was recorded in each of the fund's books of accounts, and interest income was apportioned to the participating funds based on the relationship of their average monthly balances to the total of the pooled cash and investments.

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2020**

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**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value based on the Fund's pro-rata share of the fair value calculated by the City on the entire City portfolio. The State Treasurer's Investment Pool operates in accordance with appropriate State laws and regulations. The Pool is governed by and under the regulatory oversight of the Investment Policy adopted by the City Council of the City of Moreno Valley. The balance available for withdrawal is based on the accounting records maintained by the City, which are recorded on an original cost basis.

Information regarding the credit risk and authorized types of deposits and investments in the City's pooled cash and investments is included in the City's comprehensive annual financial report.

*Reserve Account*

The Fund is eligible to retain a portion of deferred grant funds received from the State. The reserve account is subject to terms, conditions and limitations of the grant agreement and is retained by the Program. As of June 30, 2020, these deferred grant funds amounted to \$13,150. Upon termination of the Program, the Fund would be required to return all remaining reserves to CDE. Accordingly, the reserve account is recorded as a liability (deferred revenue) in the amount of \$13,150.

*Indirect Cost Allocation*

Indirect costs are allocated to the program based on the Program's pro-rata share of usage or consumption of goods and services

*Rent Expenses*

The Program operated at four locations during the year, all of which are either owned by the City or a school. The Program was not charged rent for the use of facilities.

**NOTE 3: PARENT FEES**

Parent fees represent the portion of childcare expenses that are to be paid by parents who do not qualify for the full subsidy. The parents pay the childcare providers directly for their portion of the childcare expenses.

**NOTE 4 RELATED PARTY TRANSACTIONS**

The Fund and the City share certain expenses such as the communication network, supplies, and other internal service fund charges. The Fund is billed for these services based on actual or allocated costs.

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2020**

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**NOTE 5      CONTINGENCIES**

The Fund receives state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could result in disallowed expenditures under terms of the grants, the disallowed amounts would be owed to the state or federal granting agencies. The City believes that any future repayments resulting from disallowances will not be material.

**NOTE 6      SUBSEQUENT EVENTS**

The City has evaluated events subsequent to June 30, 2020 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through November 4, 2020, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
GENERAL INFORMATION**

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Name of agency: City of Moreno Valley  
Type of agency: Municipality  
Address: City of Moreno Valley  
14177 Frederick Street  
Moreno Valley, CA 92553  
Program Director: Patti Solano, Parks and Community Services Director  
Finance Director: Marshall Eyerman, Chief Financial Officer/City Treasurer  
Period covered by audit: July 1, 2019 through June 30, 2020  
Number of days of operations: 251

Child Care Center locations:

Operating Hours  
School Days  
(except flex day)

Armada Elementary School 25201 John F Kennedy Drive Sunnymead, CA 92553	Opening time Closing time Number of hours open	2:00 p.m. 6:00 p.m. 4
Creekside Elementary School 13563 Heacock Street Moreno Valley, CA 92553	Opening time Closing time Number of hours open	2:00 p.m. 6:00 p.m. 4
Sunnymead Elementary School 24050 Dracaea Avenue Moreno Valley, CA 92553	Opening time Closing time Number of hours open	2:00 p.m. 6:00 p.m. 4
Rainbow Ridge Elementary School 15950 Indian Avenue Moreno Valley, CA 92553	Opening time Closing time Number of hours open	12:00 p.m. 6:00 p.m. 6

School Days (flex day only)

Opening time	12:00 p.m.
Closing time	6:00 p.m.
Number of hours open	6

Vacation Days

Opening time	7:00 a.m.
Closing time	6:00 p.m.
Number of hours open	11

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
YEAR ENDED JUNE 30, 2020**

Grantor / Program Title	Federal CFDA Number	Grantor's Number	Award Amount			Expenditures		
			Federal	State	Total	Federal	State*	Total
<b>U.S. Department of Agriculture:</b>								
<i>Passed through State of California, Department of Education:</i>								
Child Nutrition and Food Distribution Division								
Child and Adult Care Food Program	10.558	04321-CACFP-33-GM-CS	\$ 27,448	\$ -	\$ 27,448	\$ 27,448	\$ -	\$ 27,448
<b>State of California, Department of Education:</b>								
<i>Direct Assistance:</i>								
Office of Child Development								
Child Development Programs	93.596 / 93.575	CCTR-9167	<u>273,218</u>	<u>514,916</u>	<u>788,135</u>	<u>273,218</u>	<u>526,908</u>	<u>800,126</u>
Total Federal and State Awards			<u>\$ 300,666</u>	<u>\$ 514,916</u>	<u>\$ 815,583</u>	<u>\$ 300,666</u>	<u>\$ 526,908</u>	<u>\$ 827,574</u>

\*This amount includes amounts funded by the State of California, parent fees and miscellaneous sources.

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2020**

	<u>CCTR-9167</u>	<u>04321-CACFP 33-GM-CS</u>	<u>Total CDE Contracts</u>
<b>REVENUES</b>			
Contracts:			
State Department of Education	\$ 788,135	\$ -	\$ 788,135
Child Care Food Program	-	27,448	27,448
Parent fees	11,991	-	11,991
	<u>800,126</u>	<u>27,448</u>	<u>827,574</u>
Total revenues	<u>800,126</u>	<u>27,448</u>	<u>827,574</u>
<b>EXPENDITURES</b>			
Classified personnel salaries	405,904	-	405,904
Employee benefits	219,798	-	219,798
Books and supplies	65,999	-	65,999
Services and other operating expenses	58,402	27,448	85,850
Indirect costs	50,023	-	50,023
	<u>800,126</u>	<u>27,448</u>	<u>827,574</u>
Total expenditures	<u>800,126</u>	<u>27,448</u>	<u>827,574</u>
Change in fund balance	-	-	-
Fund balance, beginning of year	<u>8,293</u>	<u>-</u>	<u>8,293</u>
Fund balance, end of year	<u>\$ 8,293</u>	<u>\$ -</u>	<u>\$ 8,293</u>

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF EXPENDITURES BY STATE CATEGORIES  
YEAR ENDED JUNE 30, 2020**

	<b>CCTR-9167</b>	<b>04321-CACFP 33-GM-CS</b>	<b>Total CDE Contracts</b>
<b>EXPENDITURES</b>			
2000 Classified salaries	\$ 405,904	\$ -	\$ 405,904
3000 Employee benefits	219,798	-	219,798
4000 Books and supplies	65,999	-	65,999
5000 Services and other operating expenses	58,402	27,448	85,850
Indirect costs	50,023	-	50,023
	<hr/>	<hr/>	<hr/>
Total expenditures claimed for reimbursement	800,126	27,448	827,574
	<hr/>	<hr/>	<hr/>
Total supplemental expenditures	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	<u>\$ 800,126</u>	<u>\$ 27,448</u>	<u>\$ 827,574</u>

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
RECONCILIATION OF CDE AND GAAP EXPENDITURE REPORTING  
YEAR ENDED JUNE 30, 2020**

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	<u>CCTR-9167</u>	<u>04321-CACFP 33-GM-CS</u>	<u>Total CDE Contracts</u>
Schedule of expenditure by State categories (CDE)	\$ 800,126	\$ 27,448	\$ 827,574
Adjustment to reconcile differences in reporting	<u>-</u>	<u>-</u>	<u>-</u>
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (GAAP)	<u>\$ 800,126</u>	<u>\$ 27,448</u>	<u>\$ 827,574</u>



CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR RENOVATIONS AND REPAIRS  
YEAR ENDED JUNE 30, 2020

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<u>Reimbursable Renovations and Repairs Expenditures</u>	<u>CCTR-9167</u>
None	\$ -
Total	<u>\$ -</u>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR EQUIPMENT  
YEAR ENDED JUNE 30, 2020

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<u>Reimbursable Equipment Expenditures</u>	<u>CCTR-9167</u>
None	\$ -
Total	<u>\$ -</u>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR ADMINISTRATIVE COSTS  
YEAR ENDED JUNE 30, 2020

---

<u>Reimbursable Administrative Costs</u>	<u>CCTR-9167</u>
Classified salaries and benefits	\$ 37,864
Audit services	6,675
Indirect costs:	
Liability insurance	19,866
Facility charges	21,800
Technology services	7,757
Administrative charge - other post-employment benefits	600
Total indirect costs	<u>50,023</u>
 Total	 <u>\$ 94,562</u>

# California Department of Education Audited Attendance and Fiscal Report for Child Development Programs

Fiscal Year Ending **June 30, 2020**

Contract Number **CCTR-9167**

Vendor Code **2186**

A U D 9500 Page 1 of 8

Full Name of Contractor **City of Moreno Valley**

## 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	0
Infants (up to 18 months) Full-time				2.4400	0
Infants (up to 18 months) Three-quarters-time				1.8300	0
Infants (up to 18 months) One-half-time				1.3420	0
Toddlers (18 up to 36 months) Full-time-plus				2.1240	0
Toddlers (18 up to 36 months) Full-time				1.8000	0
Toddlers (18 up to 36 months) Three-quarters-time				1.3500	0
Toddlers (18 up to 36 months) One-half-time				0.9900	0
Three Years and Older Full-time-plus	953		953	1.1800	1,124.54
Three Years and Older Full-time	3,514		3,514	1.0000	3,514
Three Years and Older Three-quarters-time	7,695		7,695	0.7500	5,771.25
Three Years and Older One-half-time	14,945		14,945	0.5500	8,219.75
Exceptional Needs Full-time-plus				1.8172	0
Exceptional Needs Full-time				1.5400	0
Exceptional Needs Three-quarters-time				1.1550	0
Exceptional Needs One-half-time				0.8470	0

Full Name of Contractor **City of Moreno Valley**

**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	0
Limited and Non-English Proficient Full-time				1.1000	0
Limited and Non-English Proficient Three-quarters-time				0.8250	0
Limited and Non-English Proficient One-half-time				0.6050	0
At Risk of Abuse or Neglect Full-time-plus				1.2980	0
At Risk of Abuse or Neglect Full-time				1.1000	0
At Risk of Abuse or Neglect Three-quarters-time				0.8250	0
At Risk of Abuse or Neglect One-half-time				0.6050	0
Severely Disabled Full-time-plus				2.2774	0
Severely Disabled Full-time				1.9300	0
Severely Disabled Three-quarters-time				1.4475	0
Severely Disabled One-half-time				1.0615	0
<b>TOTAL CERTIFIED DAYS OF ENROLLMENT</b>	<b>27,107</b>		<b>27,107</b>	<b>N/A</b>	<b>18,629.54</b>
<b>DAYS OF OPERATION</b>	<b>251</b>		<b>251</b>	<b>N/A</b>	<b>N/A</b>
<b>DAYS OF ATTENDANCE</b>	<b>27,048</b>		<b>27,048</b>	<b>N/A</b>	<b>N/A</b>

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

Full Name of Contractor **City of Moreno Valley**

**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	0
Infants (up to 18 months) Full-time				2.4400	0
Infants (up to 18 months) Three-quarters-time				1.8300	0
Infants (up to 18 months) One-half-time				1.3420	0
Toddlers (18 up to 36 months) Full-time-plus				2.1240	0
Toddlers (18 up to 36 months) Full-time				1.8000	0
Toddlers (18 up to 36 months) Three-quarters-time				1.3500	0
Toddlers (18 up to 36 months) One-half-time				0.9900	0
Three Years and Older Full-time-plus				1.1800	0
Three Years and Older Full-time				1.0000	0
Three Years and Older Three-quarters-time				0.7500	0
Three Years and Older One-half-time				0.5500	0
Exceptional Needs Full-time-plus				1.8172	0
Exceptional Needs Full-time				1.5400	0
Exceptional Needs Three-quarters-time				1.1550	0
Exceptional Needs One-half-time				0.8470	0

Full Name of Contractor **City of Moreno Valley**

**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	0
Limited and Non-English Proficient Full-time				1.1000	0
Limited and Non-English Proficient Three-quarters-time				0.8250	0
Limited and Non-English Proficient One-half-time				0.6050	0
At Risk of Abuse or Neglect Full-time-plus				1.2980	0
At Risk of Abuse or Neglect Full-time				1.1000	0
At Risk of Abuse or Neglect Three-quarters-time				0.8250	0
At Risk of Abuse or Neglect One-half-time				0.6050	0
Severely Disabled Full-time-plus				2.2774	0
Severely Disabled Full-time				1.9300	0
Severely Disabled Three-quarters-time				1.4475	0
Severely Disabled One-half-time				1.0615	0
<b>TOTAL NON-CERTIFIED DAYS OF ENROLLMENT</b>				<b>N/A</b>	<b>0</b>

Full Name of Contractor **City of Moreno Valley**

**Section 3 - Revenue**

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs	27,448		27,448
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - Other:			
<b>Restricted Income - Subtotal</b>	<b>27,448</b>		<b>27,448</b>
Transfer From Reserve			
Family Fees for Certified Children	11,991		11,991
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Fees for Non-Certified Children			
Unrestricted Income - Head Start			
Unrestricted Income - Other:			
<b>Total Revenue</b>	<b>39,439</b>		<b>39,439</b>

Comments:



Full Name of Contractor **City of Moreno Valley**

**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			
2000 Classified Salaries	405,904		405,904
3000 Employee Benefits	219,798		219,798
4000 Books and Supplies	65,999		65,999
5000 Services and Other Operating Expenses	85,850		85,850
6100/6200 Other Approved Capital Outlay			
6400 New Equipment (program-related)			
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance			
Start-up Expenses (service level exemption)			
Budget Impasse Credit			
Indirect Costs (include in Total Administrative Cost)	50,023		50,023
Non-Reimbursable (State use only)			
<b>Total Reimbursable Expenses</b>	<b>827,574</b>		<b>827,574</b>
Total Administrative Cost (included in Section 4 above)	94,562		94,562
Total Staff Training Cost (included in Section 4 above)			

Approved Indirect Cost Rate: **6.3%**

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

Full Name of Contractor **City of Moreno Valley**

**Section 5 - Supplemental Revenue**

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding			
Other:			
Other:			
<b>Total Supplemental Revenue</b>			

**Section 6 - Supplemental Expenses**

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries			
2000 Classified Salaries			
3000 Employee Benefits			
4000 Books and Supplies			
5000 Services and Other Operating Expenses			
6000 Equipment / Capital Outlay			
Depreciation or Use Allowance			
Indirect Costs			
Non-Reimbursable Supplemental Expenses			
<b>Total Supplemental Expenses</b>			

Full Name of Contractor **City of Moreno Valley**

**Section 7 - Summary**

	Column A Cumulative CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Total Certified Days of Enrollment	27,107		27,107
Days of Operation	251		251
Days of Attendance	27,048		27,048
Restricted Program Income	27,448		27,448
Transfer from Reserve			
Family Fees for Certified Children	11,991		11,991
Interest Earned on Child Development Apportionment Payments			
Direct Payments to Providers			
Start-up Expenses (service level exemption)			
Total Reimbursable Expenses	827,574		827,574
Total Administrative Cost	94,562		94,562
Total Staff Training Cost			

Total Certified Adjusted Days of Enrollment **18,629.54**      Total Non-Certified Adjusted Days of Enrollment **0**

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

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.

# California Department of Education Audited Reserve Account Activity Report

Fiscal Year End

June 30, 2020

Reserve Account Type

Center-Based

A U D 9530A Page 1 of 1

Vendor Code

2186

Full Name of Contractor **City of Moreno Valley**

## Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2018–19 AUD 9530A Ending Balance)	8,293
2. Plus Transfers to Reserve Account:	Per 2018–19 Post-Audit CDNFS 9530
Contract No.	4,607
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
<b>Total Transferred from 2018–19 Contracts to Reserve</b>	<b>4,607</b>
3. Less Excess Reserve to be Billed	
<b>4. Ending Balance per 2018–19 Post-Audit CDNFS 9530</b>	<b>12,900</b>

## Section 2 - Current Year Reserve Account Activity

	Column A CDNFS 9530A	Column B Audit Adjustments	Column C per Audit
5. Plus Interest Earned This Year on Reserve	250		250
6. Less Transfers to Contracts from Reserve:			
CSPP General-Contract No.			
CSPP General-Contract No.			
CSPP Professional Development-Contract No.			
CSPP Professional Development-Contract No.			
<b>Subtotal CSPP Transfers</b>			
Other Contract No.			
Other Contract No.			
Other Contract No.			
Other Contract No.			
Other Contract No.			
<b>Subtotal Other Contract Transfers</b>			
<b>Total Transferred to Contracts from Reserve Account</b>			
<b>7. Ending Balance on June 30, 2020</b>	<b>13,150</b>		<b>13,150</b>

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

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
 CENTER BASED PROGRAMS – SUMMARY OF MEALS REPORTED  
 YEAR ENDED JUNE 30, 2020

		Meals Reported			Meal Breakdown			Federal			Cash in Lieu	Grand Totals
		Reported	Adjustment	Allowed	Free	Reduced	Base	Free	Reduced	Base	Reimbursement	
JUL	Breakfast	1,226	-	1,226	791	326	109	\$ 1,455.44	\$ 502.04	\$ 33.79	\$ -	
	AM Snack	1,525	-	1,525	984	406	135	\$ 924.96	\$ 190.82	\$ 10.80	\$ -	
	Lunch	979	-	979	632	261	86	\$ 2,155.12	\$ 785.61	\$ 27.52	\$ 232.51	
	PM Snack	1,260	-	1,260	813	335	112	\$ 764.22	\$ 157.45	\$ 8.96	\$ -	
	<b>July Totals</b>	<b>4,990</b>	<b>-</b>	<b>4,990</b>	<b>3,220</b>	<b>1,328</b>	<b>442</b>	<b>\$ 5,299.74</b>	<b>\$ 1,635.92</b>	<b>\$ 81.07</b>	<b>\$ 232.51</b>	<b>\$ 7,249.24</b>
AUG	Breakfast	392	-	392	253	104	35	\$ 465.52	\$ 160.16	\$ 10.85	\$ -	
	Lunch	801	-	801	517	213	71	\$ 1,762.97	\$ 641.13	\$ 22.72	\$ 190.24	
	PM Snack	1,977	-	1,977	1,276	526	175	\$ 1,199.44	\$ 247.22	\$ 14.00	\$ -	
	<b>August Totals</b>	<b>3,170</b>	<b>-</b>	<b>3,170</b>	<b>2,046</b>	<b>843</b>	<b>281</b>	<b>\$ 3,427.93</b>	<b>\$ 1,048.51</b>	<b>\$ 47.57</b>	<b>\$ 190.24</b>	<b>\$ 4,714.25</b>
SEP	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	2,012	-	2,012	1,298	535	179	\$ 1,220.12	\$ 251.45	\$ 14.32	\$ -	
	<b>September Totals</b>	<b>2,012</b>	<b>-</b>	<b>2,012</b>	<b>1,298</b>	<b>535</b>	<b>179</b>	<b>\$ 1,220.12</b>	<b>\$ 251.45</b>	<b>\$ 14.32</b>	<b>\$ -</b>	<b>\$ 1,485.89</b>
OCT	Breakfast	21	-	21	14	3	4	\$ 25.76	\$ 4.62	\$ 1.24	\$ -	
	Lunch	30	-	30	20	5	5	\$ 68.20	\$ 15.05	\$ 1.60	\$ 7.13	
	PM Snack	2,375	-	2,375	1,608	393	374	\$ 1,511.52	\$ 184.71	\$ 29.92	\$ -	
	<b>October Totals</b>	<b>2,426</b>	<b>-</b>	<b>2,426</b>	<b>1,642</b>	<b>401</b>	<b>383</b>	<b>\$ 1,605.48</b>	<b>\$ 204.38</b>	<b>\$ 32.76</b>	<b>\$ 7.13</b>	<b>\$ 1,849.75</b>
NOV	Breakfast	237	-	237	160	39	38	\$ 294.40	\$ 60.06	\$ 11.78	\$ -	
	Lunch	373	-	373	253	62	58	\$ 862.73	\$ 186.62	\$ 18.56	\$ 88.59	
	PM Snack	1,733	-	1,733	1,174	287	272	\$ 1,103.56	\$ 134.89	\$ 21.76	\$ -	
	<b>November Totals</b>	<b>2,343</b>	<b>-</b>	<b>2,343</b>	<b>1,587</b>	<b>388</b>	<b>368</b>	<b>\$ 2,260.69</b>	<b>\$ 381.57</b>	<b>\$ 52.10</b>	<b>\$ 88.59</b>	<b>\$ 2,782.95</b>
DEC	Breakfast	243	-	243	172	40	31	\$ 316.48	\$ 61.60	\$ 9.61	\$ -	
	Lunch	455	-	455	322	75	58	\$ 1,098.02	\$ 225.75	\$ 18.56	\$ 108.06	
	PM Snack	1,886	-	1,886	1,337	312	237	\$ 1,256.78	\$ 146.64	\$ 18.96	\$ -	
	<b>December Totals</b>	<b>2,584</b>	<b>-</b>	<b>2,584</b>	<b>1,831</b>	<b>427</b>	<b>326</b>	<b>\$ 2,671.28</b>	<b>\$ 433.99</b>	<b>\$ 47.13</b>	<b>\$ 108.06</b>	<b>\$ 3,260.46</b>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
 CENTER BASED PROGRAMS – SUMMARY OF MEALS REPORTED, CONTINUED  
 YEAR ENDED JUNE 30, 2020

		Meals Reported			Meal Breakdown			Federal			Cash in Lieu	Grand Totals
		Reported	Adjustment	Allowed	Free	Reduced	Base	Free	Reduced	Base	Reimbursement	
JAN	Breakfast	252	-	252	179	42	31	\$ 329.36	\$ 64.68	\$ 9.61	\$ -	
	Lunch	483	-	483	342	80	61	\$ 1,166.22	\$ 240.80	\$ 19.52	\$ 114.71	
	PM Snack	1,904	-	1,904	1,349	315	240	\$ 1,268.06	\$ 148.05	\$ 19.20	\$ -	
	<b>January Totals</b>	<b>2,639</b>	<b>-</b>	<b>2,639</b>	<b>1,870</b>	<b>437</b>	<b>332</b>	<b>\$ 2,763.64</b>	<b>\$ 453.53</b>	<b>\$ 48.33</b>	<b>\$ 114.71</b>	
FEB	Breakfast	27	-	27	18	7	2	\$ 33.12	\$ 10.78	\$ 0.62	\$ -	
	Lunch	61	-	61	42	16	3	\$ 143.22	\$ 48.16	\$ 0.96	\$ 14.49	
	PM Snack	1,795	-	1,795	1,225	470	100	\$ 1,151.50	\$ 220.90	\$ 8.00	\$ -	
	<b>February Totals</b>	<b>1,883</b>	<b>-</b>	<b>1,883</b>	<b>1,285</b>	<b>493</b>	<b>105</b>	<b>\$ 1,327.84</b>	<b>\$ 279.84</b>	<b>\$ 9.58</b>	<b>\$ 14.49</b>	
MAR	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	948	-	948	647	248	53	\$ 608.18	\$ 116.56	\$ 4.24	\$ -	
	<b>March Totals</b>	<b>948</b>	<b>-</b>	<b>948</b>	<b>647</b>	<b>248</b>	<b>53</b>	<b>\$ 608.18</b>	<b>\$ 116.56</b>	<b>\$ 4.24</b>	<b>\$ -</b>	
APR	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	<b>April Totals</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	
MAY	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	66	-	66	45	17	4	\$ 42.30	\$ 7.99	\$ 0.32	\$ -	
	<b>May Totals</b>	<b>66</b>	<b>-</b>	<b>66</b>	<b>45</b>	<b>17</b>	<b>4</b>	<b>\$ 42.30</b>	<b>\$ 7.99</b>	<b>\$ 0.32</b>	<b>\$ -</b>	
JUN	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	409	-	409	279	107	23	\$ 262.26	\$ 50.29	\$ 1.84	\$ -	
	<b>June Totals</b>	<b>409</b>	<b>-</b>	<b>409</b>	<b>279</b>	<b>107</b>	<b>23</b>	<b>\$ 262.26</b>	<b>\$ 50.29</b>	<b>\$ 1.84</b>	<b>\$ -</b>	
<b>Grand Totals</b>		<b>23,470</b>	<b>-</b>	<b>23,470</b>	<b>15,750</b>	<b>5,224</b>	<b>2,496</b>	<b>\$ 21,489.46</b>	<b>\$ 4,864.03</b>	<b>\$ 339.26</b>	<b>\$ 755.73</b>	<b>\$ 27,448.48</b>

**CITY OF MORENO VALLEY**

**GENERAL CHILD DEVELOPMENT PROGRAM  
SCHEDULE OF CCFP REPORTED, ADJUSTED AND ALLOWED ENROLLMENT  
YEAR ENDED JUNE 30, 2020**

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Month	Reported Total	Free	Reduced	Base
July	4,990	3,220	1,328	442
August	3,170	2,046	843	281
September	2,012	1,298	535	179
October	2,426	1,642	401	383
November	2,343	1,587	388	368
December	2,584	1,831	427	326
January	2,639	1,870	437	332
February	1,883	1,285	493	105
March	948	647	248	53
April	-	-	-	-
May	66	45	17	4
June	409	279	107	23



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## 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*

### *Independent Auditor's Report*

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Certified Public Accountants

*PCPS The AICPA Alliance  
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*Governmental Audit  
Quality Center*

*Employee Benefit Plan  
Audit Quality Center*

California Society of  
Certified Public Accountants



The Honorable Mayor and City Council  
City of Moreno Valley

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 General Child Development Program Fund (the Fund) of the City of Moreno Valley, California (the City) as of and for the year ended June 30, 2020, and the related notes to the financial statements as listed in the table of contents, and have issued our report thereon dated November 4, 2020.

### ***Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Fund's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund'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 may exist that have not been identified.



### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Fund'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 determination of financial statement amounts. 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.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
November 4, 2020



CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM  
STATUS OF PRIOR YEAR STATE FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2020

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***Finding SC 2019-001: Incorrect calculation of family income***

Status: Corrected

***Finding SC 2019-002: Missing proof of review of certification of income eligibility prior to effective date of service***

Status: Corrected

***Finding SC 2019-003: Recertification occurred sooner than 12 months***

Status: Corrected

***Finding SC 2019-004: Compliance with due process***

Status: Corrected