



May 12, 2026 Board Meeting
New Millennium Secondary School
(Virtual) 1301 W. 182nd Street, Gardena, CA 90248
2026-05-12 18:00 - 20:00 PDT

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I. Call To Order

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Firm Selection Final Approval

1. Sliva & Silva Firm
2. 2026-2027 Fiscal Year

4. Audit Firm New Millennium Secondary School Eng Letter 2026.pdf.....24

VI. Recruitment and Marketing Plan Update

Recruitment

1. Recruitment Night at Middle Schools:
2. Enrollment Update
 - a. Transfer Students
 - b. IEP Students

Enrollment Marketing Plan Update

- Performance analysis updates
- Current Enrollment numbers
- Breakdown of application source (Websites, events, email campaigns)
- Target audience Updates
- Updated demographics and student profiles
- Feedback from prospective students

Continuous monitoring and adaptation

Regularly review performance and make necessary adjustments throughout the enrollment cycle

VII. School Site Report

Communication with Warrior Community

1. School Site Council Meeting updates

2. Weekly Grade Checks and Students Updates
 3. Senior Meeting
- LAUSD Oversight
1. April 28, 2026 (Change from April 24, 2026)
- Important Upcoming Events

1. Seniors Final Week (May 11 - May 15, 2026)
2. Seniors Week (May 18th - May 22, 2026)
3. Campus Tours - Animo Compton & Magnolia Science 3 - Carson
4. Graduation - Thursday, May 28, 2026 @ Carson Civic Center 4 pm

VIII. Principal Report

IX. Personnel Matters

Personnel who will be assisting me through the final steps.

X. Closed Session – Conference with Legal Counsel Pursuant to Government Code section 54956.9

XI. June Board Meeting Dates

June Meeting Date

- June Meeting Date 6/08/2026
- June Meeting Date 6/22/2026

XII. Public Comments

XIII. Adjournment

**New Mill School
Balance Sheet**

Statement of Financial Position

Reporting Book:

As of Date:

Location:

ACCRUAL

03/31/2026

New Mill School

**New Mill School
Year To Date
03/31/2026
Current Year Balance**

912100-NMS-020 - Cash in Bank ASB account CA Credit Union	12,854.85
912200-NMS-020 - Cash in Bank General California Credit Union	1,326,559.18
Total Cash and Cash Equivalents	1,339,414.03
920000 - Accounts Receivables	9,895.15
929000 - Due from Grantor Governments	2,500.10
Total Accounts Receivable	12,395.25
933000 - Prepaid Expenses	1,966.96
Total Prepaid Expenses	1,966.96
944000 - Furniture Fixtures and Equipment	92,127.32
945000 - Construction in Progress	0.00
946000 - Right of Use Asset	42,566.32
Total Fixed Assets	134,693.64
944500 - Accumulated Depreciation - Furniture & Fixtures	(4,736.02)
Total Accumulated Depreciation	(4,736.02)
Total Assets	1,483,733.86
950000 - Accounts Payable-System	38,967.35
Total Accounts Payable	38,967.35
950100 - Accrued Salaries	10.60
950300 - Accrued STRS	18,607.42
950500 - Accounts Payable-Accrual	19,008.75
950600 - Credit Card Payable	188.98
959000 - Due to Grantor Governments	51,387.47
Total Accrued Liabilities	89,203.22
965000 - Deferred Revenue	127,220.62
966000 - Voluntary Deductions	0.00
966100 - Summer Holdback	19,049.71
Total Other Short Term Liability	146,270.33

965500 - ROU liability	43,405.98
Total Other Liabilities	43,405.98
Total Liabilities	317,846.88

Net Increase/(Decrease) in Net Assets **(702,418.22)**

979000 - Unrestricted Net Assets - Undesignated	1,865,313.86
979300 - Audit Adjustments	(19,008.75)
Total Unrestricted Net Assets	1,846,305.11
Total Unrest Net Assets with Inc/(Dec) to date	1,143,886.89

979700 - Temporarily restricted Net Assets	22,000.09
Total Restricted Net Assets	22,000.09
Total Net Assets	1,165,886.98

Liabilities and Net Assets **1,483,733.86**

Created on : 04/23/2026 10:58 PM PST

New Millennium Secondary School

Statement of Cash Flows - Indirect Method

Reporting Book:
As of Date:
Location:

ACCRUAL
03/31/2026
New Mill School

	Month Ending 07/31/2025	Month Ending 08/31/2025
	Actual	Actual
Increase (Decrease) in Cash		
Cash flows from operating activities		
Net Increase/(Decrease) in Net Assets	(243,661.60)	(103,134.31)
Accounts Receivable	296,196.83	8,386.45
Accounts Payable	(32,519.64)	37,043.86
Other Short Term Liabilities	(114.58)	2,110.74
Accrued Liabilities	305.46	11,995.48
Other Assets	12,863.37	0.00
Cash flows from operating activities	<u>33,069.84</u>	<u>(43,597.78)</u>
Cash flows from investing activities	<u>1,380.45</u>	<u>1,385.33</u>
Cash flows from financing activities	<u>(1,435.43)</u>	<u>(320.76)</u>
Total Increase (Decrease) in Cash	<u>33,014.86</u>	<u>(42,533.21)</u>
Cash, Beginning Period	<u>1,733,344.22</u>	<u>1,766,359.08</u>
Cash, End of Period	<u>1,766,359.08</u>	<u>1,723,825.87</u>

Month Ending 09/30/2025	Month Ending 10/31/2025	Month Ending 11/30/2025	Month Ending 12/31/2025	Month Ending 01/31/2026	Month Ending 02/28/2026	Month Ending 03/31/2026
Actual	Actual	Actual	Actual	Actual	Actual	Actual
(38,551.60)	(71,469.64)	(68,598.53)	(82,432.13)	20,732.18	(9,457.60)	(105,844.99)
18,371.13	8,555.85	(1,665.78)	1,800.00	2,614.58	350.22	(94.64)
14,157.69	(26,102.83)	2,414.35	(7,956.36)	(15,930.12)	12,631.15	21,616.82
(87,086.32)	2,226.72	2,225.43	89,675.31	3,026.30	2,432.64	(4,573.99)
(10,411.40)	(5,524.99)	(9,326.62)	(15,625.73)	(5,214.74)	(11,224.35)	(6,318.51)
0.00	0.00	0.00	(1,966.96)	0.00	0.00	0.00
(103,520.50)	(92,314.89)	(74,951.15)	(16,505.87)	5,228.20	(5,267.94)	(95,215.31)
1,395.66	929.87	906.34	904.38	907.63	925.83	914.22
(1,450.63)	168.35	(3,198.75)	(957.69)	(960.94)	(2,500.66)	152.01
(103,575.47)	(91,216.67)	(77,243.56)	(16,559.18)	5,174.89	(6,842.77)	(94,149.08)
1,723,825.87	1,620,250.40	1,529,033.73	1,451,790.17	1,435,230.99	1,440,405.88	1,433,563.11
1,620,250.40	1,529,033.73	1,451,790.17	1,435,230.99	1,440,405.88	1,433,563.11	1,339,414.03

New Mill School

Statement of Activities - Actual vs Budget

Reporting Book:

As of Date:

Location:

ACCRUAL

03/31/2026

New Mill School

03/01/2026 Through
03/31/2026

Actual 2nd Interim Budget

Net Increase/(Decrease) in Net Assets

Total Revenue

LCFF Revenue

801100 - LCFF Revenues	59,456.00	69,174.63
801200 - Education Protection Account Revenue	0.00	94,741.75
801900 - Prior Year Income/Adjustments	0.00	0.00
809600 - Charter Schools Funding In-Lieu of Property Taxes	0.00	47,727.79

Total LCFF Revenue

59,456.00 211,644.17

Federal Revenue

818100 - Special Education - Entitlement	0.00	0.00
822000 - Federal Child Nutrition Programs	0.00	3,500.00
828500 - LAUSD Federal SPED	0.00	1,895.96
829100 - Title I Federal Revenue	0.00	0.00
829200 - Title II	0.00	0.00
829400 - Title IV	0.00	0.00

Total Federal Revenue

0.00 5,395.96

State Revenue

852000 - State Child Nutrition Program	0.00	2,500.00
855000 - Mandated Block Grant	0.00	458.37
856000 - State Lottery Revenue	0.00	2,434.60
859000 - All Other State Revenues	52,550.46	0.00
859900 - Prior Year State Income	0.00	0.00
879100 - SPED State/Other Transfers of Apportionments from Districts	0.00	7,217.23

Total State Revenue

52,550.46 12,610.20

Local Revenue

866000 - Interest Income	61.30	120.00
868400 - Student Body (ASB) Fundraising Revenue	1,869.60	3,000.00
869800 - E-Rate revenue	0.00	0.00
869900 - All Other Local Revenue	0.00	2,000.00

Total Local Revenue

1,930.90 5,120.00

Total Revenue

113,937.36 234,770.33

Total Expenses

Salaries and Benefits

Certificated Salaries

110000 - Teachers' Salaries	49,649.82	60,737.57
120000 - Certificated Pupil Support Salaries	5,590.36	6,007.06
130000 - Certificated Supervisor and Administrator Salaries	8,213.34	10,370.00

Total Certificated Salaries

63,453.52 77,114.63

Classified Salaries

210000 - Instructional Aide Salaries	3,873.40	2,805.88
230000 - Classified Supervisor and Administrator Salaries	10,000.00	8,735.01

240000 - Clerical, Technical, and Office Staff Salaries	10,937.05	9,416.15
Total Classified Salaries	24,810.45	20,957.04
Benefits		
310100 - State Teachers' Retirement System, Certificated	12,119.62	12,795.39
330100 - OASDI/Medicare, Certificated	892.33	971.35
330200 - OASDI/Medicare, Classified	1,831.95	1,603.20
340100 - Health & Welfare Benefits, Certificated	20,446.79	10,156.84
340200 - Health & Welfare Benefits, Classified	7,897.72	3,207.67
340300 - Unallocated Health Insurance	0.00	0.00
350100 - State Unemployment Insurance, Certificated	21.87	453.95
350200 - State Unemployment Insurance, Classified	11.98	226.99
360100 - Worker Compensation Insurance, Certificated	0.00	334.93
360200 - Worker Compensation Insurance, Classified	0.00	104.77
390200 - Other Employee Benefits, Classified	785.48	0.00
Total Benefits	44,007.74	29,855.09
Total Salaries and Benefits	132,271.71	127,926.76
Operational Expenses		
Books and Supplies		
410000 - Approved Textbooks and Core Curriculum	0.00	0.00
420000 - Books and Other Reference Materials	0.00	500.00
430000 - Materials and Supplies	1,398.84	2,500.00
430700 - Printing and Copying expense	46.78	0.00
431500 - Classroom Materials and Supplies	0.00	400.00
431700 - Student Testing Materials	0.00	0.00
438100 - Materials for Plant Maintenance	0.00	25.00
440000 - Noncapitalized Equipment	0.00	833.33
441000 - Software and Software Licensing	51.89	2,640.00
470000 - Food and Food Supplies	13,098.59	5,000.00
Total Books and Supplies	14,596.10	11,898.33
Services		
520000 - Travel and Conferences	297.97	291.66
521000 - Training and Development Expense	0.00	2,416.66
530000 - Dues and Memberships	0.00	1,666.66
540000 - Insurance	0.00	3,647.08
550000 - Operation and Housekeeping Services	0.00	41.66
560000 - Space Rental/Leases Expense	11.88	17,983.25
560200 - Other Space Rental	0.00	416.66
560500 - Equipment Rental/Lease Expense	1,066.23	1,833.33
580000 - Professional/Consulting Services and Operating Expenditure:	303.00	3,366.66
580300 - Banking and Payroll Service Fees	562.86	484.00
580500 - Legal Services	1,672.00	3,333.33
580600 - Audit Services	0.00	2,083.33
580700 - Legal Settlements	0.00	416.66
581000 - Educational Consultants	57,290.71	19,166.65
581100 - Student Transportation	0.00	83.33
581200 - Other Student Activities	0.00	0.00
581500 - Advertising/Recruiting	0.00	3,958.33
583000 - Field Trip Expenses	50.24	2,083.33
583600 - Transportation Services	1,300.00	0.00
584200 - Services Student Athletics	640.00	83.33

587300 - Financial Services	6,695.00	7,653.33
587400 - Personnel Services	0.00	12.50
587500 - District Oversight Fee	0.00	1,240.40
587700 - IT Services	0.00	4,572.50
589000 - Interest Expense/Fees	0.00	12.50
589200 - ASB Activities Expense	1,263.34	2,333.33
590000 - Communications (Tele., Internet, Copies,Postage,Messenger)	1,813.20	3,000.00
599800 - Unallocated Credit Card Expense	(51.89)	0.00
Total Services	<u>72,914.54</u>	<u>82,180.47</u>
Other Outgo		
714100 - Special Education Encroachment District	0.00	4,959.00
Total Other Outgo	<u>0.00</u>	<u>4,959.00</u>
Total Operational Expenses	<u>87,510.64</u>	<u>99,037.80</u>
Total Expenses	<u>219,782.35</u>	<u>226,964.56</u>
Total Net Increase/(Decrease) in Net Assets	<u>(105,844.99)</u>	<u>7,805.77</u>

Created on : 04/23/2026 10:59 PM PST

Year To Date 03/31/2026				Year Ending 06/30/2026	
Actual	2nd Interim Budget	Budget Diff	Budget % Var	2nd Interim Budget	Remaining Budget
611,876.00	561,083.11	50792.89 ↑	9.05 %	768,607.00	156,731.00
154,492.00	284,225.25	(129733.25) ↓	(45.64) %	378,967.00	224,475.00
0.00	0.00	0.00	0.00 %	0.00	0.00
314,161.00	245,457.20	68703.80 ↑	27.99 %	340,912.77	26,751.77
1,080,529.00	1,090,765.56	(10236.56) ↓	(0.93) %	1,488,486.77	407,957.77
19,197.00	0.00	19197.00 ↑	(100.00) %	0.00	(19,197.00)
8,797.10	24,500.00	(15702.90) ↓	(64.09) %	35,000.00	26,202.90
0.00	17,063.64	(17063.64) ↓	(100.00) %	22,751.52	22,751.52
18,027.00	28,708.50	(10681.50) ↓	(37.20) %	57,417.00	39,390.00
2,000.00	2,952.50	(952.50) ↓	(32.26) %	5,905.00	3,905.00
0.00	5,000.00	(5000.00) ↓	(100.00) %	10,000.00	10,000.00
48,021.10	78,224.64	(30203.54) ↓	(38.61) %	131,073.52	83,052.42
6,738.71	12,500.00	(5761.29) ↓	(46.09) %	25,000.00	18,261.29
20,377.00	3,717.89	16659.11 ↑	448.07 %	5,093.00	(15,284.00)
4,216.71	12,173.00	(7956.29) ↓	(65.36) %	24,346.03	20,129.32
99,928.84	45,380.50	54548.34 ↑	120.20 %	90,761.00	(9,167.84)
(1,695.60)	0.00	(1695.60) ↓	(100.00) %	0.00	1,695.60
69,103.00	58,539.75	10563.25 ↑	18.04 %	80,191.44	11,088.44
198,668.66	132,311.14	66357.52 ↑	50.15 %	225,391.47	26,722.81
597.55	840.00	(242.45) ↓	(28.86) %	1,200.00	602.45
19,125.74	21,000.00	(1874.26) ↓	(8.92) %	30,000.00	10,874.26
8,436.68	0.00	8436.68 ↑	(100.00) %	0.00	(8,436.68)
1,089.06	14,000.00	(12910.94) ↓	(92.22) %	20,000.00	18,910.94
29,249.03	35,840.00	(6590.97) ↓	(18.38) %	51,200.00	21,950.97
1,356,467.79	1,337,141.34	19326.45 ↑	1.44 %	1,896,151.76	539,683.97
424,898.82	467,679.26	42780.44 ↑	9.14 %	607,375.67	182,476.85
50,313.25	54,063.54	3750.29 ↑	6.93 %	72,084.72	21,771.47
75,000.06	93,330.00	18329.94 ↑	19.63 %	124,440.00	49,439.94
550,212.13	615,072.80	64860.67 ↑	10.54 %	803,900.39	253,688.26
31,067.20	25,252.92	(5814.28) ↓	(23.02) %	33,670.56	2,603.36
100,069.79	78,615.09	(21454.70) ↓	(27.29) %	104,820.12	4,750.33

97,950.01	84,745.35	(13204.66) ↓	(15.58) %	112,993.80	15,043.79
229,087.00	188,613.36	(40473.64) ↓	(21.45) %	251,484.48	22,397.48
99,814.95	115,158.51	15343.56 ↑	13.32 %	153,544.68	53,729.73
7,727.36	8,742.15	1014.79 ↑	11.60 %	11,656.20	3,928.84
16,958.13	14,428.80	(2529.33) ↓	(17.52) %	19,238.40	2,280.27
89,769.47	91,411.56	1642.09 ↑	1.79 %	121,882.08	32,112.61
45,404.99	28,869.03	(16535.96) ↓	(57.27) %	38,492.04	(6,912.95)
0.00	0.00	0.00	0.00 %	0.00	0.00
545.73	4,085.55	3539.82 ↑	86.64 %	5,447.40	4,901.67
110.83	2,042.91	1932.08 ↑	94.57 %	2,723.88	2,613.05
9,142.95	3,014.37	(6128.58) ↓	(203.31) %	4,019.16	(5,123.79)
2,578.72	942.93	(1635.79) ↓	(173.47) %	1,257.24	(1,321.48)
6,995.35	0.00	(6995.35) ↓	(100.00) %	0.00	(6,995.35)
279,048.48	268,695.81	(10352.67) ↓	(3.85) %	358,261.08	79,212.60
1,058,347.61	1,072,381.97	14034.36 ↑	1.30 %	1,413,645.95	355,298.34

2,478.48	0.00	(2478.48) ↓	(100.00) %	0.00	(2,478.48)
0.00	4,500.00	4500.00 ↑	100.00 %	6,000.00	6,000.00
21,506.89	22,500.00	993.11 ↑	4.41 %	30,000.00	8,493.11
46.78	0.00	(46.78) ↓	(100.00) %	0.00	(46.78)
3,088.38	3,360.00	271.62 ↑	8.08 %	4,000.00	911.62
0.00	0.00	0.00	0.00 %	0.00	0.00
0.00	225.00	225.00 ↑	100.00 %	300.00	300.00
0.00	7,499.97	7499.97 ↑	100.00 %	9,999.96	9,999.96
36,513.67	63,360.00	26846.33 ↑	42.37 %	66,000.00	29,486.33
45,301.97	45,000.00	(301.97) ↓	(0.67) %	60,000.00	14,698.03
108,936.17	146,444.97	37508.80 ↑	25.61 %	176,299.96	67,363.79

2,011.56	2,624.94	613.38 ↑	23.36 %	3,499.92	1,488.36
10,196.44	21,749.94	11553.50 ↑	53.11 %	28,999.92	18,803.48
14,919.59	14,999.94	80.35 ↑	0.53 %	19,999.92	5,080.33
34,387.00	32,823.72	(1563.28) ↓	(4.76) %	43,764.96	9,377.96
0.00	374.94	374.94 ↑	100.00 %	499.92	499.92
215,810.98	161,849.25	(53961.73) ↓	(33.34) %	215,799.00	(11.98)
0.00	3,749.94	3749.94 ↑	100.00 %	4,999.92	4,999.92
14,808.86	16,499.97	1691.11 ↑	10.24 %	21,999.96	7,191.10
22,153.15	30,299.94	8146.79 ↑	26.88 %	40,399.92	18,246.77
5,212.04	4,356.00	(856.04) ↓	(19.65) %	5,808.00	595.96
29,098.00	29,999.97	901.97 ↑	3.00 %	39,999.96	10,901.96
22,232.86	18,749.97	(3482.89) ↓	(18.57) %	24,999.96	2,767.10
0.00	3,749.94	3749.94 ↑	100.00 %	4,999.92	4,999.92
219,740.41	172,499.85	(47240.56) ↓	(27.38) %	229,999.80	10,259.39
1,250.30	749.97	(500.33) ↓	(66.71) %	999.96	(250.34)
240.00	0.00	(240.00) ↓	(100.00) %	0.00	(240.00)
40,264.79	35,624.97	(4639.82) ↓	(13.02) %	47,499.96	7,235.17
23,591.24	18,749.97	(4841.27) ↓	(25.82) %	24,999.96	1,408.72
1,300.00	0.00	(1300.00) ↓	(100.00) %	0.00	(1,300.00)
1,280.00	749.97	(530.03) ↓	(70.67) %	999.96	(280.04)

81,950.00	68,879.97	(13070.03) ↓	(18.97) %	91,839.96	9,889.96
0.00	112.50	112.50 ↑	100.00 %	150.00	150.00
12,314.00	11,163.60	(1150.40) ↓	(10.30) %	14,884.80	2,570.80
42,309.11	41,152.50	(1156.61) ↓	(2.81) %	54,870.00	12,560.89
82.46	112.50	30.04 ↑	26.70 %	150.00	67.54
7,631.29	20,999.97	13368.68 ↑	63.66 %	27,999.96	20,368.67
21,904.15	27,000.00	5095.85 ↑	18.87 %	36,000.00	14,095.85
0.00	0.00	0.00	0.00 %	0.00	0.00
824,688.23	739,624.23	(85064.00) ↓	(11.50) %	986,165.64	161,477.41
66,914.00	44,631.00	(22283.00) ↓	(49.92) %	59,508.00	(7,406.00)
66,914.00	44,631.00	(22283.00) ↓	(49.92) %	59,508.00	(7,406.00)
1,000,538.40	930,700.20	(69838.20) ↓	(7.50) %	1,221,973.60	221,435.20
2,058,886.01	2,003,082.17	(55803.84) ↓	(2.78) %	2,635,619.55	576,733.54
(702,418.22)	(665,940.83)	(36477.39) ↓	(5.47) %	(739,467.79)	(37,049.57)

Percentage remaining

(12.65) %

(46.56) %

100.00 %

(7.84) %

(20.06) %

100.00 %

(74.86) %

(100.00) %

(68.60) %

(66.13) %

(100.00) %

(63.36) %

(73.04) %

300.09 %

(53.25) %

51.34 %

100.00 %

(13.82) %

7.92 %

(50.20) %

(36.24) %

100.00 %

(94.55) %

(42.87) %

(20.34) %

(25.94) %

(26.32) %

(36.38) %

(27.59) %

(1.61) %

1.38 %

(8.27) %
(3.35) %

(31.03) %
(29.86) %
(6.47) %
(27.15) %
16.83 %
100.00 %
(89.69) %
(95.68) %
127.48 %
105.10 %
100.00 %
(13.53) %
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100.00 %
(100.00) %
(27.83) %
100.00 %
(22.79) %
0.00 %
(100.00) %
(100.00) %
(44.67) %
(24.49) %
(38.12) %

(42.52) %
(64.83) %
(25.40) %
(21.42) %
(100.00) %
0.00 %
(100.00) %
(32.68) %
(44.87) %
(5.56) %
(27.25) %
31.23 %
(100.00) %
0.13 %
25.03 %
100.00 %
(7.86) %
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Company name: New Millennium Secondary School
Report name: Check register
Created on: 04/23/2026
Location: NMS020--New Mill School

Bank	Date	Transaction	Transaction
NMSS General - California Cr	Account no: 120611247		
	03/03/2026	03/03/2026	
	03/03/2026	03/01/2026	44133-3
	03/03/2026	02/10/2026	38777244
	03/03/2026	02/11/2026	14597
	03/03/2026	02/15/2026	NMS021526 17
	03/03/2026	03/01/2026	3639711214 28
	03/05/2026	02/10/2026	38777243
	03/05/2026	02/27/2026	02/27/26 - REIMB
	03/05/2026	02/27/2026	02/27/26 - REIMB
	03/05/2026	02/27/2026	02/27/26 - REIMB
	03/05/2026	02/27/2026	02/27/26 - REIMB
	03/05/2026	02/27/2026	02/27/26 - REIMB
	03/09/2026	03/09/2026	
	03/12/2026	03/04/2026	03/03/26 - REIMB
	03/12/2026	03/12/2026	03/13/26- 403B
	03/13/2026	03/13/2026	
	03/13/2026	03/13/2026	
	03/13/2026	03/13/2026	
	03/24/2026	02/19/2026	3304489
	03/24/2026	02/11/2026	912799
	03/26/2026	02/21/2026	02/21/26 - 7522

03/31/2026	03/31/2026	
03/31/2026	03/31/2026	
03/31/2026	10/01/2025	50089
03/31/2026	03/31/2026	03/31/26- 403B
03/31/2026	02/17/2026	13184186
03/31/2026	03/05/2026	225845
03/31/2026	02/01/2026	3639711200 20
	03/10/2026	3639711571 81
03/31/2026	03/31/2026	
03/31/2026	03/31/2026	
03/31/2026	03/31/2026	
03/31/2026	03/16/2026	3311803
03/31/2026	03/16/2026	2607500424 48
03/31/2026	02/28/2026	DN1568634
03/31/2026	03/04/2026	21386
03/31/2026	03/01/2026	139804
	02/01/2026	139719
03/31/2026	01/15/2026	12851554

Total for NMSS General

NMSS ASB - California Credit Account no: 1209942704
03/31/2026 03/31/2026

Total for NMSS ASB

Payee	GL account or account	Method	Document n
V000026--CALSTRS-ACH	950300--Accrued STRS	EFT	
V000003--Charter School Management C	587300--Financial Servi	Printed Ch	2001725
V000003--Charter School Management C	587300--Financial Servi	Printed Ch	2001725
V009448--Jostens Inc-21336 Network Pl	430000--Materials and .	Printed Ch	2001727
V006264--Alliance for African Assistance	580000--Professional/C	Printed Ch	2001724
V006133--Enrollment Professor West	581500--Advertising/Re	Printed Ch	2001726
V004418--Kaiser Foundation Health Plan	340300--Unallocated He	Printed Ch	2001728
V009448--Jostens Inc-21336 Network Pl	430000--Materials and .	Printed Ch	2001730
V029244--Kenda Samaan	583000--Field Trip Expe	Printed Ch	2001731
V029245--Darrick Rice	430700--Printing and C	Printed Ch	2001729
V009738--Lonnita Smith-Russell	430000--Materials and .	Printed Ch	2001734
V012158--Lakisha Grant Lewis	470000--Food and Foc	Printed Ch	2001733
V012625--Kyle Kirtz	950500--Accounts Paya	Printed Ch	2001732
V012973--Pitney Bowes Global Financial	590000--Communicatio	EFT	
V012034--Nichole Robertson Sims	950500--Accounts Paya	Printed Ch	2001736
V011369--The Legend Group/ADSERV	966000--Voluntary Ded	Printed Ch	2001735
V003459--Payroll	950100--Accrued Salari	EFT	
V003459--Payroll	950100--Accrued Salari	EFT	
V003459--Payroll	950100--Accrued Salari	EFT	
V010469--Premier Access Insurance Cor	340300--Unallocated He	Printed Ch	2001738
V012946--Aflac - PO Box 7402	340300--Unallocated He	Printed Ch	2001737
V000097--T-Mobile - 742596	590000--Communicatio	Printed Ch	2001739

V003459--Payroll	950100--Accrued Salari	Manual Ch	Voided - 568.
V003459--Payroll	950100--Accrued Salari	Manual Ch	Voided - 568.
V000032--CharterSAFE	580600--Audit Services	Printed Ch	Voided - 200.
V011369--The Legend Group/ADSERV	966000--Voluntary Ded	Printed Ch	2001749
V003664--Total Education Solutions	581000--Educational Cc	Printed Ch	2001748
V012946--Aflac - PO Box 7402	340300--Unallocated Hk	Printed Ch	2001746
V004418--Kaiser Foundation Health Plan	340300--Unallocated Hk	Printed Ch	2001747
V004418--Kaiser Foundation Health Plan	340300--Unallocated Hk	Printed Ch	2001747
V003459--Payroll	950100--Accrued Salari	EFT	
V003459--Payroll	950100--Accrued Salari	EFT	
V003459--Payroll	950100--Accrued Salari	EFT	
V010469--Premier Access Insurance Corr	340300--Unallocated Hk	Printed Ch	2001743
V003912--Blue Shield of California	340300--Unallocated Hk	Printed Ch	2001740
V021668--Corodata Shredding, Inc	580000--Professional/C	Printed Ch	2001741
V000012--Young, Minney & Corr, LLP	580500--Legal Services	Printed Ch	2001745
V008539--Document Consulting Services	430700--Printing and C	Printed Ch	2001742
V008539--Document Consulting Services	430700--Printing and C	Printed Ch	2001742
V003664--Total Education Solutions	581000--Educational Cc	Printed Ch	2001744
V005245--ACH Debit Transactions	589200--ASB Activities	EFT	

Amount	Amount applied	Cleared	Memo
19,021.69	19,021.69	03/31/2026	FEBRUARY 2026 STRS
6,695.00	4,686.50	03/31/2026	Office, LCAP, Achievement Data Support
6,695.00	2,008.50	03/31/2026	Office, LCAP, Achievement Data Support
403.82	403.82	03/31/2026	2026 Senior Diplomas
120.00	120.00	03/31/2026	Translation Services for IEP Meeting
3,500.00	3,500.00	03/31/2026	ment/Marketing Consultant - March 2026
12,768.66	12,768.66	03/31/2026	March 2026 Health Insurance Premium
28.84	28.84	03/31/2026	Service Fee: Admin Signature Update
458.00	458.00	03/31/2026	ment, KSamaan 022726 Additional Tickets
16.79	16.79	In transit	IB: Color copies, LAUSD Renewal Hearing
11.98	11.98	In transit	MB: AP Reimbursement, LRussell 022726
34.44	34.44	03/31/2026	EIMB: AP Reimbursement, LLewis 022726
8.00	8.00	In transit	EIMB: AP Reimbursement, KKirtz 022726
150.00	150.00	03/31/2026	RY BOWES - PAYMENT 800090900652583
804.54	804.54	03/31/2026	EIMB: AP Reimbursement, NSims 030426
866.00	866.00	03/31/2026	FY 2025/2026 Payroll Deductions
6,089.54	6,089.54	03/31/2026	13/2026 Payroll- ASURE Operations Taxes
272.86	272.86	03/31/2026	Payroll- ASURE Vendor Operational Account
33,308.09	33,308.09	03/31/2026	26 Payroll- ASURE Direct Deposit Account
292.81	292.81	03/31/2026	February 2026 Premium
582.28	582.28	03/31/2026	#: DTP98 - Billing Period February 2025
1,000.00	1,000.00	In transit	Student Hotspots 01/21/25 - 02/20/26

-3.85	-3.85	03/31/2026	Flores, Alejandro - REG
-6.75	-6.75	03/31/2026	Tan, Timothy Somnang - REG
-316.43	-316.43	03/31/2026	Workers' Compensation Audit - 24/25
863.00	863.00	In transit	FY 2025/2026 Payroll Deductions
18,460.50	18,460.50	In transit	Management and Assessments, January 2026
582.28	582.28	In transit	Contract #: DTP98 - Billing Period March 2026
25,537.32	12,768.66	In transit	February 2026 Health Insurance Premium
25,537.32	12,768.66	In transit	April 2026 Health Insurance Premium
5,971.76	5,971.76	03/31/2026	03/31/2026 PD 03/31/2026 ACH -Taxes
290.00	290.00	03/31/2026	03/31/2026 PD 03/31/2026 ACH- Fees
32,944.48	32,944.48	03/31/2026	03/31/2026 PD 03/31/2026 ACH DD
606.23	606.23	In transit	March 2026 Premium
3,566.98	3,566.98	In transit	Health Benefits - March 2026
78.00	78.00	In transit	Shredding Services
1,672.00	1,672.00	In transit	Legal Services Fee
46.78	23.39	In transit	Contract Base Charges 2/01/25 - 2/31/25
46.78	23.39	In transit	Contract Base Charges 1/01/25 - 1/31/25
14,349.00	14,349.00	In transit	Management and Assessments, Dec 2025
191,074.64	191,074.64		
1,263.34	1,263.34	03/31/2026	03.31.2026 ASB Debits
1,263.34	1,263.34		

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SILVA & SILVA

CERTIFIED PUBLIC ACCOUNTANTS

Rudolph F. Silva, CPA
Lisa D. Silva, CPA

April 30, 2025

Nichole Sims
Chief Operating Officer
1301 W 182nd St.
Gardena, CA 90248

Dear Nichole,

We are pleased to confirm our understanding of the services we are to provide for New Millennium Secondary School for the year ending June 30, 2026.

We will audit the financial statements of the New Millennium Secondary School which comprise the statement of financial position as of June 30, 2026, and the related statements of activities, functional expenses and cash flows for the year ended June 30, 2026, and the related notes to the financial statements. Also, the following supplementary information accompanying the financial statements will be subjected to the auditing procedures applied in our 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, in accordance with auditing standards generally accepted in the United States of America, and our auditor's report will provide an opinion on it in relation to the financial statements as a whole.

The supplementary information will be presented for purposes of additional analysis and is not a required part of the financial statements. Such information will be 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. Our auditor's report will provide an opinion on the supplementary information in relation to the financial statements as a whole.

1. Schedule of Average Daily Attendance (ADA)
2. Schedule of Instructional Time
3. Reconciliation of Annual Financial and Budget Report with Audited Financial Statements
4. Note to Supplementary Information

Other information will include the Local Education Agency Organization Structure.

We will also prepare the ' Federal and State information returns for the June 30, 2026, year-end.

Audit Objectives

The objective of our audit is the expression of an opinion about whether your financial statements are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles and the *Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California Education Audit Appeals Panel as regulations; and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. The objective also includes reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will include a paragraph that states that: (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Charter Schools' internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Charter Schools' internal control and compliance.

Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and will include tests of accounting records, and other procedures we consider necessary to enable us to express such an opinion. Our reports will be addressed to the Board of New Millennium Secondary School. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion or add an emphasis-of-matter or other-matter paragraph. If our opinions are other than unmodified, we will discuss the reasons with management in advance. If circumstances occur related to the condition of your records, the availability of sufficient, appropriate audit evidence, or the existence of a significant risk of material misstatement of the financial statements caused by error, fraudulent financial reporting, or misappropriation of assets, which in our professional judgment prevent us from completing the audit or forming an opinion on the financial statements, we retain the right to take any course of action permitted by professional standards, including declining to express an opinion or issue a report, or withdrawing from the engagement.

Audit Procedures - General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. 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. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from: (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Charter School or to acts by management or employees acting on behalf of the Charter School. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to provide reasonable assurance of detecting abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements or noncompliance may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or on major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. Our responsibility as auditor is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from the Charter School's attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about your responsibilities for the financial statements; compliance with laws, regulations, contracts, and grant agreements; and other responsibilities required by generally accepted auditing standards.

Audit Procedures - Internal Control

Our audit will include obtaining an understanding of the Charter School and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards and *Government Auditing Standards*, and the Uniform Guidance.

Nonattest Services

With respect to any nonattest services we perform, we agree to perform the following:

- Prepare federal and state income tax returns.
- Prepare or assist with preparing financial statements in conformity with U.S. generally accepted accounting principles based on information provided by you.

We will not assume management responsibilities on behalf of New Millennium Secondary School. New Millennium Secondary School management understands and agrees that any advice or recommendation we may provide in connection with our audit engagement are solely to assist management in performing its responsibilities.

The Organization's management is responsible for (a) making all management decisions and performing all management functions; (b) assigning a competent individual to oversee the services; (c) evaluating the adequacy of the services performed; (d) evaluating and accepting responsibility for the results of the services performed; and (e) establishing and maintaining internal controls, including monitoring ongoing activities.

Our responsibilities and limitations of the nonattest services are as follows:

- We will perform the services in accordance with applicable professional standards.
- The nonattest services are limited to the services previously outlined above. Our firm, in its sole professional judgment, reserves the right to refuse to do any procedure or take any action that could be construed as making management decisions or assuming management responsibilities. Our firm will advise the Organization with regard to tax positions taken in the preparation of the tax return, but the Organization must make all decisions with regard to those matters.

Annual Tax Return Preparation

We will prepare the Exempt Organizations Tax Form 990 and the corresponding State Returns – Form 199 from information you furnish to us and we may process them with an outside computer service. We will not audit or otherwise verify the data you submit, although, we may ask you to clarify some of the information.

It is your responsibility, to provide us with all the information required for preparing complete and accurate returns including but not limited to the auto, travel, entertainment, and related expenses and the required documents to support charitable contributions. If you have questions as to the type of records required, please ask us for advice in that regard. It is also your responsibility to carefully examine and approve your completed tax returns before signing and mailing them to the tax authorities. We are not responsible for the disallowance neither of doubtful deductions or inadequately supported documentation nor for resulting taxes, penalties, and interest.

You should retain all the documents, canceled checks, and other data that form the basis of the returns. These may be necessary to prove the accuracy and completeness of the returns to a taxing authority.

We must receive all audit and tax information to prepare your return (as detailed above) no later than October 15. If, for some unforeseen reason, your data is not complete at that time, please submit whatever is ready. Be aware that if you submit your data later, it may be necessary to apply for an extension to file these returns. Ultimately, you may be subjected to late penalties on your June 30 year-end returns because of this delay.

We are responsible for preparing only the returns listed above. Our fee does not include responding to inquiries or examination by taxing authorities. However, we are available to represent you and our fees for such services are at our standard rates and would be covered under a separate agreement. Any proposed adjustments by the examining agent are subject to certain rights of appeal. In the event of such government tax examinations, we will be available upon request to represent you and will render additional invoices for the time and expenses incurred. Fees and services will be communicated in a separate engagement letter.

We will use our professional judgment in preparing your returns. Whenever we are aware that a possible applicable tax law is unclear or that there are conflicting interpretations of the law by authorities (e.g., tax agencies and courts), we will explain the possible positions that may be taken on your return. In accordance with our professional standards, we will follow whatever position you request on your return so long as it is consistent with the codes and regulations and interpretations that have been promulgated. When possible, we will resolve questions involving application of tax rules in your favor, if there is reasonable justification for doing so. If the Internal Revenue Service (IRS) should later contest the position taken, there may be an assessment of additional tax plus interest and penalties. We assume no liability for such additional penalties, interest, or assessments. Additional services will be subject to arrangements made in writing at the time requested.

As your CPA, we collect information provided by you from your tax information, worksheets, documents, and will developed as part of this engagement. We are required to keep all information about our engagement confidential, so we will not disclose any information about you unless we have your approval or are required/permitted by law. This applies even if you are no longer a client. As your CPA, we are committed to the safekeeping of your confidential information and we maintain physical, electronic, and procedural safeguards to protect your information. Federal law has extended the attorney-client privilege to some, but not all, communications between a client and the client's CPA. The privilege applies only to non-criminal tax matters that are before the IRS or brought by or against the U.S. Government in a Federal court. The communications must be made in connection with tax advice. Communications solely concerning the preparation of a tax return will not be privileged.

In addition, your confidentiality privilege can be inadvertently waived if you discuss the contents of any privileged communication with a third party, such as a lending institution, a friend, or a business associate. We recommend that you contact us before releasing any privileged information to a third party.

It is our firm's policy to retain copies of your tax returns for seven years, after which they will be destroyed. However, we do not keep any original client records, so we will return those to you at the completion of the services rendered under this engagement. When records are returned to you, it is your responsibility to retain and protect your records for possible future use, including potential examination by any government or regulatory agencies.

By your signature below, you acknowledge and agree that upon the expiration of the seven-year period Silva & Silva CPA's shall be free to destroy our records related to this engagement.

Management Responsibilities

Management is responsible for: (1) establishing and maintaining effective internal controls, including internal controls over federal awards, and for evaluating and monitoring ongoing activities; to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements and all accompanying information in conformity with U.S. generally accepted accounting principles; and for compliance with applicable laws and regulations. Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

Management is also responsible for making all financial records and related information available to us, and for the accuracy and completeness of that information. You are also responsible for providing us with: (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) access to personnel, accounts, books, records, supporting documents, and other information as needed (3) additional information that we may request for the purpose of the audit, and (4) unrestricted access to persons within the organization from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Charter School involving: (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the Charter Schools received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Charter Schools comply with applicable laws, regulations, contracts, agreements, and grants. Management is also responsible for taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that we report.

You are also responsible for the preparation of the other supplementary information, which we have been engaged to report on, in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that: (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) that you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) that the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on the Charter Schools' website, management understands that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

Engagement Administration, Fees, and Other

We may from time to time, and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers; but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider. Furthermore, we will remain responsible for the work provided by any such third-party service providers.

Certain communications involving tax advice are privileged and not subject to disclosure to the IRS. By disclosing the contents of those communications to anyone, or by turning over information about those communications to the government, you, your employees, or agents may be waiving this privilege. To protect this right to privileged communication, please consult with us or your attorney prior to disclosing any information about our tax advice. Should you decide that it is appropriate for us to disclose any potentially privileged communication; you agree to provide us with written, advance authority to make that disclosure.

We understand that your employees will prepare all cash, accounts receivable, and other confirmations we request and will locate any documents selected by us for testing.

The audit shall be completed, and the audit report shall be delivered in accordance with time requirements as specified in the *Standards and Procedures for Audits of California Office*, unless delayed by circumstances beyond the control of the Auditors. A hardcopy (if requested) and electronic version of the audit report to the Charter Schools, in addition to the copies/electronic version required to be filed with the applicable governmental units; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of Silva & Silva CPA's and constitutes confidential information. However, subject to applicable laws and regulations, audit documentation and appropriate individuals will be made available upon request and in a timely manner to the California Department of Education or its designee. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Silva & Silva CPA's personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of seven years after the report release date or for any additional period requested by the California Department of Education.

Brian Ruff is the engagement partner and Patty Hayashida (in charge supervisor) are responsible for supervising the engagement and signing the reports or authorizing another individual to sign them. We expect to begin our audit in approximately March and to complete your information returns and issue our report no later than December 15.

To ensure that Silva & Silva CPA's independence is not impaired under the AICPA Code of Professional Conduct, you agree to inform the engagement partner before entering any substantive employment discussions with any of our personnel.

We estimate that our annual fees for the audit of the Charter Schools will be \$19,500 for the year ending June 30, 2026. Tax return preparation will be \$2,150 for the fiscal year ending June 30, 2026. Other services will be billed at an hourly rate. You will also be billed for travel and other out-of-pocket costs such as report production, word processing, postage, etc. No additional expenses are estimated at this time. The fee estimate is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 60 days or more overdue and will not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed even if we have not issued our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket expenditures through the date of termination.

Additional audit fees may be assessed if additional auditing services are provided for: (1) any changes in reporting format and/or audit requirements as stated in the *Guide for Annual Audits of K-12 Local Education Agencies and State Compliance Reporting*, issued by the California State Controller's Office or Governmental Accounting Standards Board, (2) any changes in the number of accounts maintained by the Charter Schools during the period under this contract; and (3) additional audit procedures required due to the lack of preparation for the audit on the part of the Charter School. These fees shall be in addition to the above maximum fee for audit services.

The Organization shall pay the auditor in monthly installments throughout the year as the work progresses for the not to exceed amount. The monthly installments will represent up to 90% of the total contract. The final installment will represent the 10% withheld amount pursuant to *Education Code* Section 14505 and will be presented for payment upon certification by the Controller that the audit report conforms to the reporting provisions of the Audit Guide. All billings for additional audit fees or services will be billed as these services are provided. In accordance with *Education Code* Section 14505 (b), the Charter Schools shall withhold fifty percent (50%) of the audit fee for any subsequent year of multi-year contract if the prior year's audit report was not certified as conforming to reporting provisions of the Audit Guide. This contract shall be null and void if a firm or individual is declared ineligible pursuant to subdivision (c) of Section 41020.5. The withheld amount shall not be payable unless payment is ordered by the State Board of Accountancy or the audit report for that subsequent year is certified by the controller as conforming to reporting provisions of the Audit Guide.

Government Auditing Standards require that we provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2020 peer review accompanies this letter.

If any dispute arises among the parties hereto, the parties agree first to try in good faith to settle the dispute by mediation administered by the American Arbitration Association under its Commercial Mediation Rules before resorting to litigation. The costs of any mediation proceedings shall be shared equally by all parties. The Organization and Auditors both agree that any dispute over fees charged by the accountant to the client will be submitted for resolution by arbitration in accordance with the rules of the American Arbitration Association. Such arbitration shall be binding and final. IN AGREEING TO ARBITRATION, WE BOTH ACKNOWLEDGE THAT, IN THE EVENT OF DISPUTE OVER FEES, EACH OF US IS GIVING UP THE RIGHT TO HAVE THE DISPUTE DECIDED IN A COURT OF LAW BEFORE A JUDGE OR JURY AND INSTEAD WE ARE ACCEPTING THE USE OF ARBITRATION FOR RESOLUTION.

Annual Report - Form and Content, Delivery

The form and content of the annual audit shall be in conformity, to the extent practicable, with such form and content as may be prescribed by the State of California under Section 41020 of the *Education Code*, Audits of State of Local Governments.

We appreciate the opportunity to be of service to the Charter School and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy, and return it to us.

Very truly yours,



Brian C. Ruff, Partner
of Silva & Silva CPA's

BCR/cr

RESPONSE:

This letter correctly sets forth the understanding of New Millennium Secondary School:

Signature

Title

Date

Report on the Firm's System of Quality Control

January 22, 2022

The Partners

Silva & Silva Accountancy Corp.

and the Peer Review Committee of the California Society of CPAs

We have reviewed the system quality control for the accounting and auditing practice of Silva & Silva Accountancy Corp. in effect for the year ended December 31, 2020. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of nature, objectives, scope, limitations of, and the procedures in a System Review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported in conformity with professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review.

Required Selections and Consideration

Engagements selected for review included engagements performed under *Government Auditing Standards*, including an audit under the Single Audit Act.

As a part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures.

Silva & Silva Accountancy Corp.
and the Peer Review Committee of the California Society of CPAs
January 22, 2022
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Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Silva & Silva Accountancy Corp. in effect for the year ended December 31, 2020, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiencies*, or *fail*. Silva & Silva Accountancy Corp. has received a peer review rating of *pass*.

Lawrence R. Mitchell : Company

Certified Public Accountants
A Professional Corporation