



City of Moreno Valley
Audited Financial Statements
General Child Development Program Fund
As of and for the Year Ended June 30, 2021
With Report of Independent Auditors

City of Moreno Valley
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CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
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Independent Auditor's Report

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

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Report on the Audit of the Financial Statements

Opinion

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, 2021, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the Fund of as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the requirements of the California Department of Education and California Department of Social Services *Audit Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Emphasis of Matter

As discussed in Note 1, the financial statements 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, 2021, 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.

Supplementary Information

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

The supplementary information, as identified in the table of contents, is 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. Such information 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Center Based Programs - Summary of Meals Reported and the Schedule of CACFP 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 also issued our report dated October 18, 2021 on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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
October 18, 2021

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
BALANCE SHEET
JUNE 30, 2021**

ASSETS

Cash and investments	\$	31,808
Due from other governments		<u>62,923</u>
Total assets	\$	<u><u>94,731</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$	47,178
State Child Development reserves		<u>39,260</u>
Total liabilities		<u>86,438</u>

Fund balance:

Restricted		<u>8,293</u>
Total fund balance		<u>8,293</u>
Total liabilities and fund balance	\$	<u><u>94,731</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2021**

REVENUES

Contracts:

State Department of Education	\$	740,744
Child and Adult Care Food Program		8,705
Parent fees		<u>2,673</u>
Total revenues		<u>752,122</u>

EXPENDITURES

Classified personnel salaries		332,780
Employee benefits		198,108
Books and supplies		84,031
Services and other operating expenses		87,180
Indirect costs		<u>50,023</u>
Total expenditures		<u>752,122</u>
Change in fund balance		-
Fund balance, beginning of year		<u>8,293</u>
Fund balance, end of year	\$	<u><u>8,293</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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 annual comprehensive 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, 2021**

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 annual comprehensive 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, 2021, these deferred grant funds amounted to \$39,260. 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 \$39,260.

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, 2021**

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, 2021 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through October 18, 2021, 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**

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: Brian Mohan, Chief Financial Officer/City Treasurer
Period covered by audit: July 1, 2020 through June 30, 2021
Number of days of operations: 250

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 (COVID schedule)

Opening time	7:30 a.m.
Closing time	5:30 p.m.
Number of hours open	10

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2021**

Grantor / Program Title	Federal Assistance Number	Grantor's Number	Award Amount			Expenditures		
			Federal	State	Total	Federal	State*	Total
U.S. Department of Agriculture:								
<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	\$ 8,705	\$ -	\$ 8,705	\$ 8,705	\$ -	\$ 8,705
State of California, Department of Education:								
<i>Direct Assistance:</i>								
Office of Child Development								
Child Development Programs	93.596 / 93.575	CCTR-0171	<u>279,837</u>	<u>460,907</u>	<u>740,744</u>	<u>279,837</u>	<u>463,580</u>	<u>743,417</u>
Total Federal and State Awards			<u>\$288,542</u>	<u>\$460,907</u>	<u>\$749,449</u>	<u>\$288,542</u>	<u>\$463,580</u>	<u>\$752,122</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, 2021**

	<u>CCTR-0171</u>	<u>04321-CACFP 33-GM-CS</u>	<u>Total CDE Contracts</u>
REVENUES			
Contracts:			
State Department of Education	\$ 740,744	\$ -	\$ 740,744
Child and Adult Care Food Program	-	8,705	8,705
Parent fees	<u>2,673</u>	<u>-</u>	<u>2,673</u>
Total revenues	<u>743,417</u>	<u>8,705</u>	<u>752,122</u>
EXPENDITURES			
Classified personnel salaries	335,393	(2,613)	332,780
Employee benefits	193,884	4,224	198,108
Books and supplies	76,937	7,094	84,031
Services and other operating expenses	87,180	-	87,180
Indirect costs	<u>50,023</u>	<u>-</u>	<u>50,023</u>
Total expenditures	<u>743,417</u>	<u>8,705</u>	<u>752,122</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, 2021**

	<u>CCTR-0171</u>	<u>04321-CACFP 33-GM-CS</u>	<u>Total CDE Contracts</u>
EXPENDITURES			
2000 Classified personnel salaries	\$ 335,393	\$ (2,613)	\$ 332,780
3000 Employee benefits	193,884	4,224	198,108
4000 Books and supplies	76,937	7,094	84,031
5000 Services and other operating expenses	87,180	-	87,180
Indirect costs	50,023	-	50,023
	<u>743,417</u>	<u>8,705</u>	<u>752,122</u>
Total expenditures claimed for reimbursement			
	<u>-</u>	<u>-</u>	<u>-</u>
Total supplemental expenditures			
	<u>\$ 743,417</u>	<u>\$ 8,705</u>	<u>\$ 752,122</u>
Total expenditures			

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
RECONCILIATION OF CDE AND GAAP EXPENDITURE REPORTING
YEAR ENDED JUNE 30, 2021**

	<u>CCTR-0171</u>	<u>04321-CACFP 33-GM-CS</u>	<u>Total CDE Contracts</u>
Schedule of expenditure by State categories (CDE)	\$ 743,417	\$ 8,705	\$ 752,122
Adjustment to reconcile differences in reporting	<u>-</u>	<u>-</u>	<u>-</u>
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (GAAP)	<u>\$ 743,417</u>	<u>\$ 8,705</u>	<u>\$ 752,122</u>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR RENOVATIONS AND REPAIRS
YEAR ENDED JUNE 30, 2021

<u>Reimbursable Renovations and Repairs Expenditures</u>	<u>CCTR-0171</u>
None	\$ -
Total	<u>\$ -</u>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR EQUIPMENT
YEAR ENDED JUNE 30, 2021

<u>Reimbursable Equipment Expenditures</u>	<u>CCTR-0171</u>
None	\$ -
Total	<u>\$ -</u>

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM
SCHEDULE OF REIMBURSABLE EXPENDITURES FOR ADMINISTRATIVE COSTS
YEAR ENDED JUNE 30, 2021

<u>Reimbursable Administrative Costs</u>	<u>CCTR-0171</u>
Classified salaries and benefits	\$ 47,431
Audit services	5,165
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>\$ 102,619</u>

California Department of Social Services Audited Attendance and Fiscal Report for Child Development Programs

Fiscal Year Ending **June 30, 2021**

Contract Number **CCTR-0171**

Vendor Code **2186**

A U D 9500 v2 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	3,244		3,244	1.1800	3,827.92
Three Years and Older Full-time	7,334		7,334	1.0000	7,334
Three Years and Older Three-quarters-time	7,155		7,155	0.7500	5,366.25
Three Years and Older One-half-time	9,641		9,641	0.5500	5,302.55
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
TOTAL CERTIFIED DAYS OF ENROLLMENT	27,374		27,374	N/A	21,830.72
DAYS OF OPERATION	250		250	N/A	N/A
DAYS OF ATTENDANCE	5,971		5,971	N/A	N/A

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
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT				N/A	0

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	8,705		8,705
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - Other:			
Restricted Income - Subtotal	8,705		8,705
Transfer From Reserve			
Waived Family Fees for Certified Children (July and August)	8,142		8,142
Family Fees Collected for Certified Children (September - June)	2,673		2,673
Waived Family Fees for Certified Children (September - June)	30,439		30,439
Family Fees (September - June) - Subtotal	33,112		33,112
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Fees for Non-Certified Children			
Unrestricted Income - Head Start			
Unrestricted Income - Other:			
Total Revenue	11,378		11,378

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	332,780		332,780
3000 Employee Benefits	198,108		198,108
4000 Books and Supplies	84,031		84,031
5000 Services and Other Operating Expenses	87,180		87,180
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)			
Total Reimbursable Expenses	752,122		752,122
Total Administrative Cost (included in Section 4 above)	102,617		102,617
Total Staff Training Cost (included in Section 4 above)			

Approved Indirect Cost Rate: **7.1%**

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:			
Total Supplemental Revenue			

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			
Total Supplemental Expenses			

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	27,374		27,374
Days of Operation	250		250
Days of Attendance	5,971		5,971
Restricted Program Income	8,705		8,705
Transfer from Reserve			
Family Fees for Certified Children (September - June)	33,112		33,112
Interest Earned on Child Development Apportionment Payments			
Direct Payments to Providers			
Start-up Expenses (service level exemption)			
Total Reimbursable Expenses	752,122		752,122
Total Administrative Cost	102,617		102,617
Total Staff Training Cost			

Total Certified Adjusted Days of Enrollment 21,830.72 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, 2021

Reserve Account Type

Center-Based

Vendor Code

2186

A U D 9530A Page 1 of 1

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

Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2019-20 AUD 9530A Ending Balance)	13,150
2. Plus Transfers to Reserve Account:	Per 2019-20 Post-Audit CDNFS 9530
Contract No.CCTR-0171	25,906
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Total Transferred from 2019-20 Contracts to Reserve	25,906
3. Less Excess Reserve to be Billed	
4. Ending Balance per 2019-20 Post-Audit CDNFS 9530	39,056

Section 2 - Current Year (2020-21) Reserve Account Activity

	Column A CDNFS 9530A	Column B Audit Adjustments	Column C per Audit
5. Plus Interest Earned This Year on Reserve	204		204
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.			
Subtotal CSPP Transfers			
Other Contract No.			
Other Contract No.			
Other Contract No.			
Other Contract No.			
Other Contract No.			
Subtotal Other Contract Transfers			
Total Transferred to Contracts from Reserve Account			
7. Ending Balance on June 30, 2021	39,260		39,260

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, 2021

		Meals Reported			Meal Breakdown			Federal			Cash in Lieu	Grand Totals
		Reported	Adjustment	Allowed	Free	Reduced	Base	Free	Reduced	Base	Reimbursement	
JUL	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	521	-	521	356	136	29	\$ 341.76	\$ 65.28	\$ 2.32	\$ -	
	July Totals	521	-	521	356	136	29	\$ 341.76	\$ 65.28	\$ 2.32	\$ -	\$ 409.36
AUG	Breakfast	427	-	427	291	112	24	\$ 549.99	\$ 178.08	\$ 7.68	\$ -	
	Lunch	502	-	502	343	131	28	\$ 1,203.93	\$ 407.41	\$ 9.24	\$ 122.99	
	PM Snack	490	-	490	334	128	28	\$ 320.64	\$ 61.44	\$ 2.24	\$ -	
	August Totals	1,419	-	1,419	968	371	80	\$ 2,074.56	\$ 646.93	\$ 19.16	\$ 122.99	\$ 2,863.64
SEP	Breakfast	188	-	-	128	49	11	\$ 241.92	\$ 77.91	\$ 3.52	\$ -	
	Lunch	205	-	-	140	54	11	\$ 491.40	\$ 167.94	\$ 3.63	\$ 50.23	
	PM Snack	477	-	477	326	125	26	\$ 312.96	\$ 60.00	\$ 2.08	\$ -	
	September Totals	870	-	477	594	228	48	\$ 1,046.28	\$ 305.85	\$ 9.23	\$ 50.23	\$ 1,411.59
OCT	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	488	-	488	313	138	37	\$ 300.48	\$ 66.24	\$ 2.96	\$ -	
	October Totals	488	-	488	313	138	37	\$ 300.48	\$ 66.24	\$ 2.96	\$ -	\$ 369.68
NOV	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	388	-	388	249	110	29	\$ 239.04	\$ 52.80	\$ 2.32	\$ -	
	November Totals	388	-	388	249	110	29	\$ 239.04	\$ 52.80	\$ 2.32	\$ -	\$ 294.16
DEC	Breakfast	117	-	117	75	33	9	\$ 141.75	\$ 52.47	\$ 2.88	\$ -	
	Lunch	156	-	156	100	44	12	\$ 351.00	\$ 136.84	\$ 3.96	\$ 38.22	
	PM Snack	462	-	462	296	131	35	\$ 284.16	\$ 62.88	\$ 2.80	\$ -	
	December Totals	735	-	735	471	208	56	\$ 776.91	\$ 252.19	\$ 9.64	\$ 38.22	\$ 1,076.96

CITY OF MORENO VALLEY

GENERAL CHILD DEVELOPMENT PROGRAM
 CENTER BASED PROGRAMS – SUMMARY OF MEALS REPORTED, CONTINUED
 YEAR ENDED JUNE 30, 2021

		Meals Reported			Meal Breakdown			Federal			Cash in Lieu	Grand Totals
		Reported	Adjustment	Allowed	Free	Reduced	Base	Free	Reduced	Base	Reimbursement	
JAN	Breakfast	82	-	82	53	23	6	\$ 100.17	\$ 36.57	\$ 1.92	\$ -	
	Lunch	98	-	98	63	28	7	\$ 221.13	\$ 87.08	\$ 2.31	\$ 24.01	
	PM Snack	365	-	365	234	103	28	\$ 224.64	\$ 49.44	\$ 2.24	\$ -	
January Totals		545	-	545	350	154	41	\$ 545.94	\$ 173.09	\$ 6.47	\$ 24.01	\$ 749.51
FEB	Breakfast	9	-	9	6	2	1	\$ 11.34	\$ 3.18	\$ 0.32	\$ -	
	Lunch	12	-	12	7	3	2	\$ 24.57	\$ 9.33	\$ 0.66	\$ 2.94	
	PM Snack	419	-	419	258	94	67	\$ 247.68	\$ 45.12	\$ 5.36	\$ -	
February Totals		440	-	440	271	99	70	\$ 283.59	\$ 57.63	\$ 6.34	\$ 2.94	\$ 350.50
MAR	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	494	-	494	228	101	165	\$ 218.88	\$ 48.48	\$ 13.20	\$ -	
March Totals		494	-	494	228	101	165	\$ 218.88	\$ 48.48	\$ 13.20	\$ -	\$ 280.56
APR	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	460	-	460	260	72	128	\$ 249.60	\$ 34.56	\$ 10.24	\$ -	
April Totals		460	-	460	260	72	128	\$ 249.60	\$ 34.56	\$ 10.24	\$ -	\$ 294.40
MAY	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	440	-	440	249	69	122	\$ 239.04	\$ 33.12	\$ 9.76	\$ -	
May Totals		440	-	440	249	69	122	\$ 239.04	\$ 33.12	\$ 9.76	\$ -	\$ 281.92
JUN	Breakfast	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	Lunch	-	-	-	-	-	-	\$ -	\$ -	\$ -	\$ -	
	PM Snack	505	-	505	285	79	141	\$ 273.60	\$ 37.92	\$ 11.28	\$ -	
June Totals		505	-	505	285	79	141	\$ 273.60	\$ 37.92	\$ 11.28	\$ -	\$ 322.80
Grand Totals		7,305	-	6,912	4,594	1,765	946	\$ 6,589.68	\$ 1,774.09	\$ 102.92	\$ 238.39	\$ 8,705.08

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
SCHEDULE OF CCFP REPORTED, ADJUSTED AND ALLOWED ENROLLMENT
YEAR ENDED JUNE 30, 2021**

Month	Reported Total	Free	Reduced	Base
July	521	356	136	29
August	1,419	968	371	80
September	870	594	228	48
October	488	313	138	37
November	388	249	110	29
December	735	471	208	56
January	545	350	154	41
February	440	271	99	70
March	494	228	101	165
April	460	260	72	128
May	440	249	69	122
June	505	285	79	141



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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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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, 2021, and the related notes to the financial statements as listed in the table of contents, and have issued our report thereon dated October 18, 2021.

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) as a basis for designing 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
October 18, 2021

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
 SCHEDULE OF STATE FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2021**

(1) SUMMARY OF AUDITOR'S RESULTS

State Awards

(a) Internal control over financial reporting:

Material weakness(es) identified	None
----------------------------------	------

Significant deficiencies identified that are not considered to be material weaknesses	None
---	------

(b) The type of auditor's report issued on compliance for state programs	Unmodified
--	------------

(c) State program information:	
Contract number	CCTR-0171
Program type	General Child Care & Development Programs
Project number	33-2186-00-0
State agency	California Department of Education
Passed through entity	N/A
Fiscal year	July 1, 2020 - June 30, 2021
Contractor	City of Moreno Valley

Noncompliance material to financial statements noted?	None
---	------

(2) SUMMARY OF STATE FINDINGS

No findings or questioned costs were reported by the auditors of the General Child Development Program Fund for the year ended June 30, 2021.

CITY OF MORENO VALLEY

**GENERAL CHILD DEVELOPMENT PROGRAM
STATUS OF PRIOR YEAR STATE FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

No prior year findings reported.