

Hively

Financial Statements
and Single Audit Reports and Schedules
and State Childcare Development Reports

June 30, 2020
(With Comparative Totals for 2019)



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Hively
Pleasanton, California

We have audited the accompanying financial statements of Hively (a California nonprofit corporation) (the "Agency"), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Hively as of June 30, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 13 to the financial statements, on March 11, 2020 the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The ultimate financial impact and duration of these events cannot be reasonably estimated at this time. Our opinion is unmodified with respect to that matter.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal and state awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the California Department of Education, is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying supplementary information shown on pages 30 - 66 for California Department of Education is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2021, on our consideration of the Agency'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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited Hively's 2019 financial statements, and our report dated November 15, 2019 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Armanino^{LLP}
San Francisco, California

February 15, 2021

Hively
Statement of Financial Position
June 30, 2020
(With Comparative Totals for 2019)

	<u>2020</u>	<u>2019</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 4,279,777	\$ 2,201,150
Restricted cash	28,279	24,985
Grants receivable	1,631,378	1,823,813
Other accounts receivable	11,550	52,634
Contributions receivable	36,480	-
Prepaid expenses	74,942	99,778
Total current assets	<u>6,062,406</u>	<u>4,202,360</u>
Noncurrent assets		
Contributions receivable, net of current portion	474,240	-
Property and equipment, net	51,191	51,190
Deposits	38,613	50,500
Total noncurrent assets	<u>564,044</u>	<u>101,690</u>
Total assets	<u>\$ 6,626,450</u>	<u>\$ 4,304,050</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 1,542,649	\$ 1,446,748
Accrued expenses	457,073	236,265
Contract advances	475,846	1,425,243
CDE reserve	28,279	24,985
Note payable - PPP	403,894	-
Total current liabilities	<u>2,907,741</u>	<u>3,133,241</u>
Long-term liabilities		
Deferred rent	21,279	21,279
Contract advance	1,400,000	-
Total long-term liabilities	<u>1,421,279</u>	<u>21,279</u>
Total liabilities	<u>4,329,020</u>	<u>3,154,520</u>
Net assets		
Without donor restrictions	1,248,589	1,149,530
With donor restrictions	1,048,841	-
Total net assets	<u>2,297,430</u>	<u>1,149,530</u>
Total liabilities and net assets	<u>\$ 6,626,450</u>	<u>\$ 4,304,050</u>

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

Hively
Statement of Activities
For the Year Ended June 30, 2020
(With Comparative Totals for 2019)

	Without Donor Restrictions	With Donor Restrictions	2020 Total	2019 Total
Support and revenue				
Contract revenue	\$ 18,757,692	\$ 582,967	\$ 19,340,659	\$ 19,329,622
Parent fees	250,766	-	250,766	293,054
Contributions	187,739	-	187,739	55,703
In-kind contributions	262,188	547,200	809,388	215,565
Program service fees	35,170	-	35,170	2,709
Interest income	8,399	-	8,399	4,832
Other income	38,156	-	38,156	15,738
Gain from acquisition	-	391,757	391,757	-
Net assets released from restriction	473,083	(473,083)	-	-
Total support and revenue	<u>20,013,193</u>	<u>1,048,841</u>	<u>21,062,034</u>	<u>19,917,223</u>
Functional expenses				
Program services				
Child care subsidies	16,619,016	-	16,619,016	17,664,514
Resource and referral	191,531	-	191,531	252,388
General and others	947,031	-	947,031	135,285
Mental health	382,123	-	382,123	-
Total program services	<u>18,139,701</u>	<u>-</u>	<u>18,139,701</u>	<u>18,052,187</u>
Support services				
Management and general	1,774,433	-	1,774,433	1,634,122
Total support services	<u>1,774,433</u>	<u>-</u>	<u>1,774,433</u>	<u>1,634,122</u>
Total functional expenses	<u>19,914,134</u>	<u>-</u>	<u>19,914,134</u>	<u>19,686,309</u>
Change in net assets	99,059	1,048,841	1,147,900	230,914
Net assets, beginning of year	<u>1,149,530</u>	<u>-</u>	<u>1,149,530</u>	<u>918,616</u>
Net assets, end of year	<u>\$ 1,248,589</u>	<u>\$ 1,048,841</u>	<u>\$ 2,297,430</u>	<u>\$ 1,149,530</u>

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

Hively
Statement of Functional Expenses
For the Year Ended June 30, 2020
(With Comparative Totals for 2019)

	Program Services							
	Child Care Subsidies	Resource and Referral	General and Others	Mental Health	Total Program Services	Management and General	2020 Total	2019 Total
Personnel expenses								
Salaries and wages	\$ 855,766	\$ 107,601	\$ 157,668	\$ 234,734	\$ 1,355,769	\$ 954,263	\$ 2,310,032	\$ 1,926,989
Payroll taxes	63,395	6,031	10,968	19,342	99,736	65,468	165,204	147,364
Employee benefits	209,695	25,671	16,682	25,330	277,378	155,183	432,561	390,832
Total personnel expenses	1,128,856	139,303	185,318	279,406	1,732,883	1,174,914	2,907,797	2,465,185
Provider payments	14,672,709	-	-	-	14,672,709	-	14,672,709	15,706,602
Rent	255,741	1,228	111,638	36,580	405,187	198,054	603,241	523,070
Professional and contract services	76,515	16,946	3,334	11,927	108,722	195,317	304,039	265,087
In-kind expenses	262,188	-	-	-	262,188	-	262,188	215,565
Supplies	117,303	8,128	580,423	23,350	729,204	78,194	807,398	203,887
Staff development and training	4,694	19,083	29,952	1,392	55,121	57,610	112,731	98,529
Depreciation and amortization	-	-	-	9,890	9,890	23,734	33,624	48,056
Other expenses	28,750	-	11,898	51	40,699	23,551	64,250	45,575
Telephone	22,409	1,228	6,896	6,962	37,495	11,580	49,075	33,045
Postage	6,222	956	407	321	7,906	1,634	9,540	22,120
Insurance	21,035	1,228	177	995	23,435	1,191	24,626	20,952
Travel	9,082	1,228	839	1,707	12,856	4,537	17,393	15,362
Repairs and maintenance	13,512	1,228	(588)	9,542	23,694	4,087	27,781	11,337
Provider training and reimbursement	-	975	16,587	-	17,562	-	17,562	10,331
Printing and duplication	-	-	150	-	150	30	180	1,606
	<u>\$ 16,619,016</u>	<u>\$ 191,531</u>	<u>\$ 947,031</u>	<u>\$ 382,123</u>	<u>\$ 18,139,701</u>	<u>\$ 1,774,433</u>	<u>\$ 19,914,134</u>	<u>\$ 19,686,309</u>

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

Hively
Statement of Cash Flows
For the Year Ended June 30, 2020
(With Comparative Totals for 2019)

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities		
Change in net assets	\$ 1,147,900	\$ 230,914
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	33,624	48,056
Changes in operating assets and liabilities		
Contributions and grants receivable	(318,285)	(587,802)
Other accounts receivable	41,084	(15,760)
Prepaid expenses	24,836	(22,797)
Deposits	11,887	2,172
Accounts payable	95,901	(293,108)
Accrued expenses	220,808	126,708
Contract advances	(949,397)	1,011,154
CDE reserve	3,294	231
Deferred rent	-	(9,677)
Net cash provided by operating activities	<u>311,652</u>	<u>490,091</u>
Cash flows from investing activities		
Purchase of property and equipment	(33,625)	(36,592)
Net cash used in investing activities	<u>(33,625)</u>	<u>(36,592)</u>
Cash flows from financing activities		
Proceeds from Paycheck Protection Program loan	403,894	-
Proceeds from contract advance	1,400,000	-
Net cash provided by financing activities	<u>1,803,894</u>	<u>-</u>
Net increase in cash	2,081,921	453,499
Cash, cash equivalents and restricted cash, beginning of year	<u>2,226,135</u>	<u>1,772,636</u>
Cash, cash equivalents and restricted cash, end of year	<u><u>\$ 4,308,056</u></u>	<u><u>\$ 2,226,135</u></u>
Cash, cash equivalents and restricted cash consisted of the following:		
Cash and cash equivalents	\$ 4,279,777	\$ 2,201,150
Restricted cash	<u>28,279</u>	<u>24,985</u>
	<u><u>\$ 4,308,056</u></u>	<u><u>\$ 2,226,135</u></u>

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

Hively
Notes to Financial Statements
June 30, 2020

1. NATURE OF OPERATIONS

Hively (the "Agency") is a nonprofit public benefit corporation established in 1976 under the laws of California. The Agency was originally incorporated as Freis and Miller Educational Child Care Programs, Inc. In June 2019, the Agency changed its name from Child Care Links to Hively. The Agency receives primarily all support from government agencies. Hively offers the following services to residents of Alameda County:

- A coordinating agency for services that strengthen and support children and their families.
- An advocate for quality child care.
- A consultant to government and business to plan child care programs.

The Agency has the following programs:

- *Child Care Subsidies* - These programs provide child care subsidies for parents who qualify for services under terms of Agency agreements with the California Department of Education ("CDE") and Alameda County Social Services Agency California Work Opportunity Responsibility to Kids Program ("CalWORKs"). The Agency determines program eligibility, provides support services, collects parent fees and processes payments to child care providers. The CalWORKs program provides child care subsidies to employed parents and/or parents enrolled in job training programs whose eligibility may be determined by the related public agency. The CDE programs provide child care subsidies to low-income parents who are employed, looking for work or pursuing educational goals.
- *Resource and Referral* - These programs provide child care referrals, information and assistance on choosing child care, and access to community resources for parents/guardians. Technical assistance and free professional development opportunities are available for child care providers on topics such as, social-emotional development, health and safety, curriculum and environment planning and inclusion.

Support for these programs are provided through contracts with CDE, Alameda County First Five Commission, private sources, and the cities of Pleasanton and Dublin. The city contracts and First 5 Alameda County funds the development and documentation of child care data and training for local Child Care Providers and parents/guardians.

- *Behavioral Health Care Programs* - The Agency offers a variety of behavioral health care services and supports, including individual, family and group therapy; parent education and support groups; trauma-informed care training for mental health professionals, child care providers and other educators; and, family strengthening resources.

Hively
Notes to Financial Statements
June 30, 2020

1. NATURE OF OPERATIONS (continued)

- *General and other programs* - The Agency offers various other programs that promote development of healthy, happy children and strong, well-resourced families. The Agency provides training, technical assistance and support to child care providers including assistance for paying licensing related fees, support to address barriers faced by children with special needs and assisting child care sites improve their quality in the areas of health and safety, learning opportunities for children, program structure, and relationships with children, families and staff. In addition, the Agency actively seeks support and grants to support the operation of a community closet; making gently used clothing and household goods available to needy families, as well as a diaper pantry that distributes approximately 5,000 diapers a week to underserved families in Alameda County.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting and financial statement presentation

The financial statements of the Agency have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP") applicable to non-profit organizations. Accordingly, net assets and revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions.

Net assets and changes therein are classified as follows:

- *Net assets without donor restrictions* - net assets available for use in general operations and not subject to donor-imposed stipulations.
- *Net assets with donor restrictions* - net assets subject to donor-imposed stipulations that may or will be met by the actions of the Agency and/or the passage of time and those net assets subject to donor-imposed stipulations that they be maintained in perpetuity by the Agency.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets and liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor restriction or by law. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purposes has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Change in accounting principle

In June 2018, Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2018-08, Not-For-Profit Entities (Topics 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made. This ASU clarifies the criteria for evaluating whether a transaction is a contribution or an exchange transaction and whether a contribution is conditional or unconditional. The Agency adopted ASU 2018-08 with a date of the initial application of July 1, 2019 using the modified retrospective method.

Hively
Notes to Financial Statements
June 30, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Change in accounting principle (continued)

The adoption of ASU 2018-08 did not have a significant impact on the Agency's financial position, result of operations, or cash flows. The Agency has evaluated contributions received and contributions made and has determined that there is no change as a result of the adoption of the standard.

Cash and cash equivalents

The Agency considers all highly liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2020, the Agency did not have any cash equivalents. The Agency places its cash and temporary investments with high credit quality institutions. Periodically, such investments may be in excess of federally insured limits.

Restricted cash

Restricted cash as of June 30, 2020 amounted to \$28,279 and mainly consists of those funds held in reserve until they are either appropriately spent on a child development program or returned to the California Department of Education.

Grants and other accounts receivables

Grants and other accounts receivables represent billed and uncollected service revenues provided under government and private company contracts. Receivables are stated at the amount management expects to collect from outstanding balances. Management has established an allowance for doubtful receivables based on prior collection experience and aging status of outstanding receivables. At June 30, 2020, there was no allowance for doubtful receivables.

Property and equipment

Property and equipment purchased by the Agency are recorded at cost. Contributions of property and equipment are recorded at their estimated fair value. Property and equipment purchased in connection with certain restricted grant funds are expensed during the grant period, as required by the funding terms and conditions. The Agency capitalizes all acquisitions of property and equipment with a cost or value in excess of \$5,000 and an estimated useful life in excess of one year. Depreciation and amortization is provided on a straight-line basis over the lesser of the estimated useful lives of the respective assets, ranging from three to five years, or their applicable lease term.

The Agency reviews long-lived tangible assets for impairment when circumstances indicate the carrying amount of an asset may not be recoverable. Impairment is recognized if the fair value of the asset is less than the carrying value. When an impairment loss is recognized, the asset's carrying value is reduced to its estimated fair value. There were no impairments at June 30, 2020.

Hively
Notes to Financial Statements
June 30, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accrued vacation

Accrued vacation represents vacation earned, but not taken as of June 30, 2020, and is included in accrued expenses in the accompanying statement of financial position. The accrued vacation balance as of June 30, 2020 was \$134,972.

Contract advance

The Agency recognizes advance payments from its contracts as a contract advance. The contract advance balance of \$1,400,000 at June 30, 2020 represents an advance payment of \$1,400,000 received in July 2019 from a government funding agency to provide working funds. The funds are to be returned to the funding agency not later than 51 days after the end of the 36-month contract term ending June 30, 2022.

Support and revenue

The Agency receives its support primarily from the U.S. Department of Health and Human Services, the State of California Department of Education, Child Development Division, and the County of Alameda. Support received from these contracts is recognized on a "net funded" basis. Related expenses incurred are "netted" by parent fees, interest income and other income in determining contract funds to be recognized. Parent fees, interest income and other income are recognized when earned.

Contributions

Contributions and promises to give are reported as net assets without donor restrictions or net assets with donor restrictions. Contributions, including unconditional promises to give, are recognized as revenues in the period the promise is received. Conditional promises to give are not recognized until they become unconditional; that is when the barrier has been overcome and right of release/right of return no longer exists. Contributions that are promised in one year but are not expected to be collected until after the end of that year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of any such discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for doubtful contributions receivable is provided based upon management's judgment including such factors as prior collection history, type of contribution, and current aging of contributions receivable. Contributions receivable at June 30, 2020 amounted to \$510,720 and consists of contributed use of office space (see Note 10). Management did not consider an allowance for doubtful contributions to be necessary at June 30, 2020.

Hively
Notes to Financial Statements
June 30, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions (continued)

A portion of the Agency's revenue is derived from cost-reimbursable contracts from governmental agencies, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. The revenue generated from these contracts meets the criteria to be classified as conditional contributions under GAAP revenue recognition as they contain barriers related to the incurrence of qualifying expenditures and a right of return or release. Amounts received are recognized as revenues when the Agency has incurred expenditures in compliance with specific contract or grant provisions. The Agency has elected a simultaneous release option to accounts for these grants. Therefore, they are recorded as government grants without donor restriction upon satisfaction of the barriers. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statements of financial position. The Agency has been awarded cost-reimbursable grants of \$32,095,828 that have not been recognized at June 30, 2020 because qualifying expenditures have not yet been incurred, with an advance payment of \$475,846 recognized in the statement of financial position as deferred revenue.

Advertising costs

The Agency's policy is to expense advertising costs as the costs are incurred. Advertising costs for the year ended June 30, 2020 totaled \$24,419.

Functional allocation of expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Direct identification of specific expenses is the Agency's preferred method of charging expenses to various functions. The Agency has a number of expenses which relate to more than one program or supporting activity, or to a combination of programs and supporting activities. Expenses are allocated by management among programs and supporting services based on salary expense, staff time, square footage, direct charges or actual children served by program.

Income tax status

The Agency is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701(d). Continuance of such exemption is subject to compliance with regulations and review of the activities by taxing authorities. The Agency is not aware of any transactions that would affect its tax-exempt status.

Hively
Notes to Financial Statements
June 30, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income tax status (continued)

Generally accepted accounting principles provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken by the Agency in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. The Agency's tax returns are subject to examination by federal and state taxing authorities, generally for three and four years, respectively, after they are filed.

The Agency follows the accounting guidance for uncertain tax positions. Management determined that there are no uncertain positions as of June 30, 2020.

Use of estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual events and results could differ from those assumptions and estimates.

Use of estimates include, but are not limited to, accounting for allowances for doubtful accounts, depreciation and amortization expenses, and functional allocation of expenses.

Comparative financial information

The financial statements include certain prior-year summarized comparative information in total but not by net asset classification. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Agency's financial statements for the year ended June 30, 2019, from which the summarized information was derived.

Subsequent events

The Agency has evaluated subsequent events through February 15, 2021, the date the financial statements were available to be issued. No subsequent events have occurred that would have a material impact on the presentation of the Agency's financial statements.

Hively
Notes to Financial Statements
June 30, 2020

3. PROPERTY AND EQUIPMENT, NET

Property and equipment, net consisted of the following:

Office equipment	\$ 199,770
Furniture and fixtures	112,401
Leasehold improvements	83,460
Software	<u>20,280</u>
	415,911
Accumulated depreciation and amortization	<u>(364,720)</u>
	<u><u>\$ 51,191</u></u>

Federal and state grantors retain a reversionary interest in assets purchased with governmental grant or contract funds. The title to such assets vests in the Agency only for the period of time during which the Agency has a contract with these entities.

Depreciation and amortization expense for the year ended June 30, 2020 was \$33,624.

4. CDE RESERVE

Child development contractors with the California Department of Education ("CDE") are allowed to maintain a reserve account from earned but unexpended child development contract funds. The funds can be expended only by direct service child development programs that are funded under contract with the CDE.

In accordance with the stipulations of the Education Code, the Agency maintains its reserve accounts in interest-bearing funds, and all interest earned is recorded in the appropriate reserve funds. Upon termination of all child development contracts between the Agency and the CDE, reserve fund balances must be returned to the CDE.

The balances at June 30, 2020 in the Alternative Payment and Resource and Referral programs were \$22,325 and \$5,954, respectively.

5. LINES OF CREDIT

In February 2020, the Agency renewed the line of credit agreement with United Business Bank to borrow up to \$400,000. The line of credit, which expires in March 2021, bears interest at the Wall Street Journal Prime plus 2.0% per annum.

There was no balance outstanding on the line of credit at June 30, 2020.

Hively
Notes to Financial Statements
June 30, 2020

6. COMMITMENTS AND CONTINGENCIES

Commitments

The Agency leases various facilities and equipment under operating leases with various terms.

The scheduled minimum lease payments under the lease terms are as follows:

<u>Year ending June 30,</u>	
2021	\$ 182,891
2022	32,443
2023	26,376
2024	26,376
2025	<u>4,396</u>
	<u>\$ 272,482</u>

Rent expense for the year ended June 30, 2020 amounted to \$603,241.

Contingencies

The Agency has determined that it owes FICA payroll taxes for bonuses that were paid during prior years. The Agency has accrued approximately \$118,000 for this liability as of June 30, 2020. The estimate of the accrued FICA payroll taxes does not include any potential penalties as it is uncertain as this time whether any penalties will be levied. Actual settlement amounts may differ from the amount accrued.

7. PENSION PLAN

The Agency sponsors a Simplified Employee Pension Plan (the "Plan"). This defined contribution plan provides for retirement benefits based on the actual value of contributions at the time of retirement. Contributions are discretionary, but when made must be given to all eligible employees at the same percentage of total compensation for the month. During the year ended June 30, 2020, the Agency contributed \$111,819 to the Plan.

8. COST ALLOCATION PLAN

The Agency allocates all costs based on a method which best represents the benefits received and/or costs expensed. Accordingly, the Agency uses several standard methods of expense allocation:

Direct Cost Pool

- *Direct Charge* - Not a shared cost. All actual costs are directly identified with and charged to the program.

Hively
Notes to Financial Statements
June 30, 2020

8. COST ALLOCATION PLAN (continued)

Direct Cost Pool (continued)

- *Staff Time* - Shared cost. Actual costs are allocated to each program based upon the total actual staff time spent on each program.
- *Square Footage* - Shared cost. Actual costs are allocated based upon the percentage of total actual square footage used by each program.
- *Number Served* - Shared cost. Actual costs are allocated to each program based upon the percentage of total actual children served by the program.

Alternative Payment Program

Shared costs for the Alternative Payment Program are allocated using the "Staff Time" method of allocation. Actual time spent in the individual contracts is used to allocate each month's shared expenditures such as salaries, shared supplies, and other operating expenses.

Resource and Referral Program

Shared costs for this Program are allocated using the "Staff Time" method of allocation.

9. LIQUIDITY AND FUNDS AVAILABLE

As part of the Agency's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To meet liquidity needs, the Agency has cash and cash equivalents, grants receivable and other accounts receivable available.

The following is a quantitative disclosure which describes assets that are available within one year of June 30, 2020 to fund general expenditures and other obligations when they become due:

Financial assets

Cash and cash equivalents	\$ 4,279,777
Contributions and grants receivable	1,631,378
Contributions and grants receivable, net of current portion	474,240
Other accounts receivable	11,550
	<u>6,396,945</u>

Less: amounts unavailable for general expenditures within one year, due to:

Net assets with donor restrictions	(1,048,841)
Deposit related to the CalWORKs contract	(1,400,000)
Restricted cash	(28,279)
	<u>(2,477,120)</u>
	<u>\$ 3,919,825</u>

Hively
Notes to Financial Statements
June 30, 2020

9. LIQUIDITY AND FUNDS AVAILABLE (continued)

In the event of an unanticipated liquidity need, the Agency may draw upon its \$400,000 available line of credit. See Note 5 for further description of the line of credit.

10. ASSET PURCHASE AGREEMENT

The Agency entered into an Asset Purchase Agreement (the "Agreement") with Family Services of San Leandro ("FSSL"), a California nonprofit corporation, with an effective date of July 1, 2019. As part of the Agreement, the Agency acquired certain assets and assumed certain liabilities of FSSL. The net assets acquired amounted to \$391,757. Pursuant to the Agreement, the assets acquired from FSSL must be used only for the purpose of conducting psychotherapy for families, individuals and couples.

As part of the Agreement, an office lease between FSSL and the City of San Leandro (the "City") was assigned to and assumed by the Agency. The lease calls for annual lease payments of \$100 and expires on June 30, 2034. The Agency determined the fair value of the lease to be \$36,480 per annum and recognized an in-kind contribution of \$547,200 for the remaining term of the lease.

11. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following:

Family Services of San Leandro	\$ 326,867
In-kind lease	510,720
Cleaning and Supplies for Childcare Providers	<u>211,254</u>
	<u>\$ 1,048,841</u>

Net assets with donor restrictions released from restriction during the year were as follows:

Cleaning and Supplies for Childcare Providers	\$ 371,713
Family Services of San Leandro	64,890
In-kind lease	<u>36,480</u>
	<u>\$ 473,083</u>

Hively
Notes to Financial Statements
June 30, 2020

12. LOAN PAYABLE - PAYCHECK PROTECTION PROGRAM (PPP)

In April 2020, the Agency received loan proceeds in the amount of \$403,894 from a promissory note issued by United Business Bank, under the Paycheck Protection Program ("PPP"). Established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), the PPP provides for loans to qualifying businesses in amounts up to 2.5 times the business's average monthly payroll expenses. PPP loans and accrued interest are forgivable after a "covered period" (eight or 24 weeks) as long as the borrower maintains its payroll levels and uses the loan proceeds for eligible purposes, including payroll, benefits, rent, and utilities. The forgiveness amount will be reduced if the borrower terminates employees or reduces salaries during the covered period. Any unforgiven portion of a PPP loan is payable over two or five years at an interest rate of 1%, with a deferral of payments for 10 months after the end of the covered period. The Agency intends to use PPP loan proceeds for purposes consistent with the PPP and apply for forgiveness within 10 months of the end of the covered period.

To the extent that the Agency is not granted forgiveness, the Agency will be required to pay interest on the PPP loan at a rate of 1% per annum. If the application for forgiveness is not made within 10 months of the end of the covered period, payments of principal and interest will be required through the maturity date of April 17, 2022. The terms of the loan provide for customary events of default, including payment defaults, breach of representation of warranties, and insolvency events. The PPP loan may be accelerated upon the occurrence of a default event.

The Agency has recognized the PPP loan as a note payable and will record forgiveness upon being legally released from the loan obligation. No forgiveness income has been recorded for the year ended June 30, 2020. The balance of the PPP loan at June 30, 2020 amounted to \$403,894.

13. RISKS AND UNCERTAINTIES

On March 11, 2020, the World Health Organization declared a novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings of businesses and shelter in place orders, including California, where the Agency is headquartered. In response, the U.S. Government enacted the Coronavirus Aid, Relief, and Economic Security (CARES) Act, which includes significant provisions to provide relief and assistance to affected organizations. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings and shelter in place orders and the ultimate impact of the CARES Act and other governmental initiatives. It is at least reasonably possible that this matter will negatively impact the Agency curtailing the ability to perform in person services required for its operations. However, the financial impact and duration cannot be reasonably estimated at this time.

SINGLE AUDIT REPORTS AND SCHEDULES

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Hively
Pleasanton, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Hively (a California nonprofit corporation) (the "Agency"), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 15, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency'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 Agency'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 Agency'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 Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Armanino LLP". The signature is written in a cursive, flowing style.

Armanino^{LLP}
San Francisco, California

February 15, 2021

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE

To the Board of Directors
Hively
Pleasanton, California

Report on Compliance for Each Major Federal Program

We have audited Hively (a California nonprofit corporation) (the "Agency")'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Agency's major federal programs for the year ended June 30, 2020. The Agency's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Agency's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Agency's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Agency's compliance.

Opinion on Each Major Federal Program

In our opinion, the Agency complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the Agency is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Agency's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weakness or significant deficiencies.

We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Armanino^{LLP}
San Francisco, California

February 15, 2021

Hively
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Total Expenditures
<u>Expenditures of Federal Awards</u>			
U.S. Department of Health and Human Services			
CCDF Cluster			
Child Care and Development Block Grant			
Pass-through program from the State of California:			
Child Care and Development Block Grant, Stage 3	93.575	C3AP-9001	\$ 1,398,529
Child Care and Development Fund Alternative Payment	93.575	CAPP-9002	441,773
Child Care and Development Block Grant, Stage 2	93.575	C2AP-9001	307,109
Child Care and Development Block Grant	93.575	CRRP-9001	31,463
		19-14872-B3880-	
Child Care and Development Block Grant	93.575	04	37,038
Child Care Initiative Project	93.575	CCIP-9001	26,000
		18-14871/14872-	
Child Care Initiative Project	93.575	B3880-02/04	45,450
Child Care and Development Block Grant Health and Safety Training	93.575	CHST-9001	5,498
Total Child Care and Development Block Grant			<u>2,292,860</u>
Child Care Mandatory and Matching Funds of the Child Care and Development Fund			
Pass-through from the State of California			
Child Care and Development Fund Alternative Payment	93.596	CAPP-9002	2,368,061
Child Care and Development Fund, State 3	93.596	C3AP-9001	199,979
			<u>2,568,040</u>
Pass-through program from the County of Alameda:			
Child Care and Development Fund Alternative Payment	93.596	CAPP-9000	163,767
Total Child Care Mandatory and Matching Funds of the Child Care and Development Fund			<u>2,731,807</u>
Total CCDF Cluster			<u>5,024,667</u>
Temporary Assistance for Needy Families			
Pass-through from the State of California:			
Child Care and Development Fund Alternative Payment	93.558	18418	7,865,849
Pass-through program from:			
Total Temporary Assistance for Needy Families			<u>7,865,849</u>
Foster Care _Title IV-E			
Pass-through program from the County of Alameda:			
Child Care Allowance Program	93.658	FCCCAP 2017-2020	28,806
Total Foster Care _Title IV-E			<u>28,806</u>
Total U.S. Department of Health and Human Services			<u>12,919,322</u>
Total Expenditures of Federal Awards			<u>12,919,322</u>

The accompanying notes to the Schedule of Expenditures of Federal and State Awards
are an integral part of this schedule.

Hively
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Total Expenditures
<u>Expenditures of State Awards</u>			
State of California			
California Department of Education - Child Development			
Alternative payment, State portion		CAPP-9002	1,756,855
Alternative payment, State portion		CAPP-8002	277,907
Contingency funding, Stage 2		C2AP-9001	1,578,162
Cleaning and Supplies for Childcare Providers			371,713
Contingency funding, Stage 3		C3AP-9001	878,065
Resource and Referral - general, State portion		CRRP-9001	187,914
Child Care Initiative project		CCIP-9001	2,503
			<u>5,053,119</u>
Pass-through from the County of Alameda:			
Alternative payment general		CAPP-9000	105,500
		FCCCAP 2017-	
Child Care Allowance Program		2020	61,835
CalWORKs Stage 1, state portion		18418	330,378
			<u>497,713</u>
Pass-through from First 5 Alameda County:			
		PI-ECE-1820-	
Quality Counts/Inclusion Project/Training Coordinator		223	16,486
		PI-ECE-1820-	
Family, Friend and Neighbor (FFN) Pilot Program		223	283,514
			<u>300,000</u>
Total State of California			<u>5,850,832</u>
Total Expenditures of State Awards			<u>5,850,832</u>
Total Expenditures of Federal and State Awards			<u><u>\$ 18,770,154</u></u>

The accompanying notes to the Schedule of Expenditures of Federal and State Awards
are an integral part of this schedule.

Hively
Notes to Schedule of Expenditures of Federal and State Awards
June 30, 2020

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards (the "Schedule") includes the federal and state award activity of Hively (the "Agency") under programs of the federal government and State of California for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the California Department of Education. Because the Schedule presents only a selected portion of the operations of the Agency, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Agency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or limited as to reimbursement. Pass-through entity identifying numbers are presented where available and applicable.

3. INDIRECT COST RATE

The Agency has elected to not use the 10% de minimus indirect cost rate for federal awards. The Agency applies indirect costs in accordance with the specific terms of its federal award agreements.

Hively
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2020

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major programs:	

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
CCDF Cluster	
Child Care and Development Block Grant	93.575
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596
Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as low-risk auditee?	No

Hively
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2020

SECTION II - SUMMARY OF FINANCIAL STATEMENT FINDINGS

There are no financial statement findings to be reported.

SECTION III - SUMMARY OF FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no federal award findings to be reported.

Hively
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2020

There were no prior year findings.

SUPPORTING SCHEDULES REQUIRED BY THE CALIFORNIA DEPARTMENT OF EDUCATION

Hively
General Information
For the Year Ended June 30, 2020

Center Name	Hively
Contract Numbers	CAPP-9002 C2AP-9001 C3AP-9001 CRRP-9001 CCIP-9001 CHST-9001 CAPP-8002
Type of Agency	California Nonprofit Public Benefit Corporation
Address	Agency: 6601 Owens Drive, Suite 100 Pleasanton, CA 94588
Name of Executive Director	Kelly O'Lague Dulka
Audit Period	For the year ended June 30, 2020
Number of Operations Days of Agency	246
Scheduled Daily Hours of Operation	Varies

Hively
Operating Programs - Schedule of Financial Position
June 30, 2020

ASSETS

	Child Care Subsidy Programs						
	CDE Programs	County of Alameda Programs	CDE Resource and Referral Programs	Other Programs	Mental Health	General Programs	Total
Current assets							
Cash and cash equivalents	\$ 985,238	\$ 1,265,676	\$ 95,226	\$ 198,697	\$ 267,698	\$ 1,467,242	\$ 4,279,777
Restricted cash	22,324	-	5,955	-	-	-	28,279
Accounts receivable							
Grant	429,765	1,024,889	3,704	69,342	43,180	-	1,570,880
Parent fees	8,764	2,786	-	-	-	-	11,550
Other receivable	-	-	-	-	60,498	-	60,498
Contributions	-	-	-	-	36,480	-	36,480
Prepaid expenses	-	-	-	-	-	74,942	74,942
Total current assets	<u>1,446,091</u>	<u>2,293,351</u>	<u>104,885</u>	<u>268,039</u>	<u>407,856</u>	<u>1,542,184</u>	<u>6,062,406</u>
Contributions receivable	-	-	-	-	474,240	-	474,240
Property and equipment, net	-	2,351	800	-	12,533	35,507	51,191
Deposits	-	-	-	-	-	38,613	38,613
Total	<u>-</u>	<u>2,351</u>	<u>800</u>	<u>-</u>	<u>486,773</u>	<u>74,120</u>	<u>564,044</u>
Total assets	<u>\$ 1,446,091</u>	<u>\$ 2,295,702</u>	<u>\$ 105,685</u>	<u>\$ 268,039</u>	<u>\$ 894,629</u>	<u>\$ 1,616,304</u>	<u>\$ 6,626,450</u>

LIABILITIES AND NET ASSETS

Current liabilities							
Accounts payable	\$ 792,220	\$ 538,684	\$ 9,995	\$ 30,501	\$ 42,019	\$ 129,230	\$ 1,542,649
Accrued expenses	203,830	165,028	1,539	26,284	15,023	45,369	457,073
Contract advances	427,717	-	48,129	-	-	-	475,846
CDE reserve	22,324	-	5,955	-	-	-	28,279
Note payable - PPP	-	-	-	-	-	403,894	403,894
Total current liabilities	<u>1,446,091</u>	<u>703,712</u>	<u>65,618</u>	<u>56,785</u>	<u>57,042</u>	<u>578,493</u>	<u>2,907,741</u>
Deferred rent	-	-	-	-	-	21,279	21,279
Contract advance	-	1,400,000	-	-	-	-	1,400,000
Total liabilities	<u>1,446,091</u>	<u>2,103,712</u>	<u>65,618</u>	<u>56,785</u>	<u>57,042</u>	<u>599,772</u>	<u>4,329,020</u>
 Total net assets - operations	 <u>-</u>	 <u>191,990</u>	 <u>40,067</u>	 <u>211,254</u>	 <u>837,587</u>	 <u>1,016,532</u>	 <u>2,297,430</u>
 Total liabilities and net assets	 <u>\$ 1,446,091</u>	 <u>\$ 2,295,702</u>	 <u>\$ 105,685</u>	 <u>\$ 268,039</u>	 <u>\$ 894,629</u>	 <u>\$ 1,616,304</u>	 <u>\$ 6,626,450</u>

Hively
Operating Programs - Schedule of Activities and Changes in Net Assets
For the Year Ended June 30, 2020

	CDE Programs	County of Alameda	CDE Resource and Referral Programs	Other Programs	Mental Health	General Programs	Total
Support and revenue							
State of California	\$ 9,219,981	\$ 269,901	\$ 335,864	\$ 582,967	\$ -	\$ -	\$ 10,408,713
County of Alameda	-	8,287,220	-	283,515	56,987	-	8,627,722
City of Dublin	-	-	-	-	9,474	6,474	15,948
City of Pleasanton	-	-	-	-	12,500	14,230	26,730
San Leandro Unified School District	-	-	-	-	30,000	-	30,000
Parent fees	217,192	33,575	-	-	-	-	250,767
Contributions	-	-	-	-	5	187,739	187,744
Mental Health Services	-	-	-	-	242,386	-	242,386
Interest	4,129	3,323	71	-	124	752	8,399
In-kind revenue	-	-	-	-	547,200	262,188	809,388
Matching funds transfer	-	-	5,006	(5,006)	-	-	-
Gain from acquisition	-	-	-	-	391,757	-	391,757
Other revenue	<u>55</u>	<u>1,225</u>	<u>52</u>	<u>-</u>	<u>5</u>	<u>61,143</u>	<u>62,480</u>
Total support and revenue	<u>9,441,357</u>	<u>8,595,244</u>	<u>340,993</u>	<u>861,476</u>	<u>1,290,438</u>	<u>532,526</u>	<u>21,062,034</u>
Expenditures							
Provider payments	7,848,277	6,824,431	-	-	-	-	14,672,708
Certified salaries	251,560	633,642	101,335	89,260	256,708	23,262	1,355,767
Classified salaries	458,111	400,889	26,213	24,705	23,869	20,476	954,263
Employee benefits	183,642	295,807	37,883	25,202	49,754	5,476	597,764
Books and supplies	150,798	59,973	51,220	482,551	24,714	47,860	817,116
Service and other operating expense	548,969	380,502	124,342	28,504	87,198	51,189	1,220,704
In kind expenses	-	-	-	-	-	262,188	262,188
Depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,609</u>	<u>23,015</u>	<u>33,624</u>
Total expenditures	<u>9,441,357</u>	<u>8,595,244</u>	<u>340,993</u>	<u>650,222</u>	<u>452,852</u>	<u>433,466</u>	<u>19,914,134</u>
Changes in net assets	-	-	-	211,254	837,586	99,060	1,147,900
Net assets, beginning of year	<u>(6,425)</u>	<u>231,581</u>	<u>1,223</u>	<u>5,678</u>	<u>-</u>	<u>917,473</u>	<u>1,149,530</u>
Net assets, end of year	<u>\$ (6,425)</u>	<u>\$ 231,581</u>	<u>\$ 1,223</u>	<u>\$ 216,932</u>	<u>\$ 837,586</u>	<u>\$ 1,016,533</u>	<u>\$ 2,297,430</u>

Hively
Combining Schedule of Activities - County of Alameda Programs
For the Year Ended June 30, 2020

	Alameda County CAPP-9000	Alameda County FCCCAP	Alameda County CDSS Stage 1	Combining Schedule of County of Alameda Programs
Support and revenue				
State of California	\$ 269,901	\$ -	\$ -	\$ 269,901
County of Alameda	-	90,641	8,196,579	8,287,220
Parent fees	7,286	-	26,289	33,575
Interest income	25	-	3,298	3,323
Other income	-	-	1,225	1,225
Total support and revenue	<u>277,212</u>	<u>90,641</u>	<u>8,227,391</u>	<u>8,595,244</u>
Expenditures				
Provider payments	228,816	23,064	6,572,551	6,824,431
Certified salaries	11,229	29,636	592,777	633,642
Classified salaries	12,853	11,670	376,366	400,889
Employee benefits	6,723	6,892	282,192	295,807
Books and supplies	1,610	8,719	49,644	59,973
Service and other operating expense	<u>15,981</u>	<u>10,660</u>	<u>353,861</u>	<u>380,502</u>
Total expenditures	<u>277,212</u>	<u>90,641</u>	<u>8,227,391</u>	<u>8,595,244</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Hively
Combining Schedule of Activities - Alternative Payment Program
For the Year Ended June 30, 2020

	General CAPP-8002	General CAPP-9002	CalWORKs Stage 2 C2AP-9001	CalWORKs Stage 3 Timing Out C3AP-9001	Total CDE Alternative Payment
Support and revenue					
State of California	\$ 277,907	\$ 4,569,898	\$ 1,890,999	\$ 2,481,177	\$ 9,219,981
Parent fees	8,604	69,759	55,699	83,130	217,192
Interest income	212	1,907	956	1,054	4,129
Other income	<u>-</u>	<u>55</u>	<u>-</u>	<u>-</u>	<u>55</u>
Total support and revenue	<u>286,723</u>	<u>4,641,619</u>	<u>1,947,654</u>	<u>2,565,361</u>	<u>9,441,357</u>
Expenditures					
Provider payments	242,500	3,880,414	1,607,860	2,117,503	7,848,277
Certified salaries	6,260	100,246	65,397	79,657	251,560
Classified salaries	15,114	209,443	98,613	134,941	458,111
Employee benefits	5,472	71,473	47,910	58,787	183,642
Books and supplies	3,507	100,569	19,848	26,874	150,798
Service and other operating expenses	<u>13,870</u>	<u>279,474</u>	<u>108,026</u>	<u>147,599</u>	<u>548,969</u>
Total expenditures	<u>286,723</u>	<u>4,641,619</u>	<u>1,947,654</u>	<u>2,565,361</u>	<u>9,441,357</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Hively
Combining Schedule of Activities - Resource and Referral Program
For the Year Ended June 30, 2020

	Resource and Referral CRRP-9001	Resource and Referral Training and TIC	CCDBG Child Care Initiative Project CCIP- 9001	CCDBG Child Care Initiative Project Expansion	CCDBG Health and Safety CHST- 9001	Total CDE Resource and Referral
Support and revenue						
State of California	\$ 219,377	\$ 37,038	\$ 28,501	\$ 45,450	\$ 5,498	\$ 335,864
Matching funds	-	-	5,006	-	-	5,006
Interest income	69	-	2	-	-	71
Other income	<u>52</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52</u>
Total support and revenue	<u>219,498</u>	<u>37,038</u>	<u>33,509</u>	<u>45,450</u>	<u>5,498</u>	<u>340,993</u>
Expenditures						
Certified salaries	81,388	-	14,451	5,197	299	101,335
Classified salaries	-	26,213	-	-	-	26,213
Employee benefits	24,100	7,602	4,570	1,483	128	37,883
Books and supplies	6,985	2,098	3,226	38,770	141	51,220
Service and other operating expense	<u>107,025</u>	<u>1,125</u>	<u>11,262</u>	<u>-</u>	<u>4,930</u>	<u>124,342</u>
Total expenditures	<u>219,498</u>	<u>37,038</u>	<u>33,509</u>	<u>45,450</u>	<u>5,498</u>	<u>340,993</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Hively
Combining Schedule of Administrative Costs - CDE Programs
For the Year Ended June 30, 2020

	General Program <u>CAPP-8002</u>	General Program <u>CAPP-9002</u>	CalWORKs Stage 2 <u>C2AP-9001</u>	CalWORKs Stage 3 Timing Out <u>C3AP-9001</u>	Contract through Alameda County <u>CAPP-9000</u>	<u>Total</u>
Administrative costs						
Salaries and wages	\$ 15,114	\$ 209,445	\$ 98,612	\$ 134,941	\$ 12,854	\$ 486,080
Employee benefits	3,869	42,584	25,919	35,314	3,386	114,941
Books and supplies	-	23,406	12,072	14,894	682	51,054
Operating expenses	<u>10,456</u>	<u>149,786</u>	<u>64,401</u>	<u>92,189</u>	<u>10,629</u>	<u>337,917</u>
Total administrative costs	<u>\$ 29,439</u>	<u>\$ 425,221</u>	<u>\$ 201,004</u>	<u>\$ 277,338</u>	<u>\$ 27,551</u>	<u>\$ 989,992</u>

California Department of Education

Audited Fiscal Report for CalWORKs, Alternative Payment or Family Child Care Home Programs

A U D 9500AP Page 1 of 4

Fiscal Year End **June 30, 2020**

Contract Number **CAPP9002**

Vendor Code **01-0B388-00**

Full Name of Contractor **Hively**

Section 1 - Revenue

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs				
Restricted Income - County Maintenance of Effort (EC Section 8279)				
Restricted Income - Uncashed Checks to Providers				
Restricted Income - Other:		55		55
Restricted Income - Subtotal		55		55
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		69,759		69,759
Interest Earned on Child Development Apportionment Payments		1,907		1,907
Unrestricted Income - Other:				
Total Revenue		71,721		71,721

Full Name of Contractor **Hively****Section 2 - Reimbursable Expenses**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers		3,877,174	3,240	3,880,414
1000 Certificated Salaries		100,246		100,246
2000 Classified Salaries		209,443		209,443
3000 Employee Benefits		71,473		71,473
4000 Books and Supplies		92,938	7,631	100,569
5000 Services and Other Operating Expenses		274,550	4,924	279,474
6100/6200 Other Approved Capital Outlay				
6400 New Equipment (program-related)				
6500 Equipment Replacement (program-related)				
Depreciation or Use Allowance				
Indirect Costs (include in Total Administrative Cost)				
Non-Reimbursable (State use only)				
Total Reimbursable Expenses		4,625,824	15,795	4,641,619
Total Administrative Cost (included in Section 2 above)		429,221	-4,000	425,221
Days of Operation		246		246

Approved Indirect Cost Rate:

☒ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor **Hively****Section 3 - Supplemental Revenue**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding				
Other:				
Total Supplemental Revenue				

Section 4 - Supplemental Expenses

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers				
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

Hively

Section 5 - Summary

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income		55		55
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		69,759		69,759
Interest Earned on Child Development Apportionment Payments		1,907		1,907
Direct Payments to Providers		3,877,174	3,240	3,880,414
Total Administrative Cost		429,221	-4,000	425,221
Days of Operation		246		246
Total Reimbursable Expenses		4,625,824	15,795	4,641,619

Comments:

California Department of Education

Audited Fiscal Report for CalWORKs, Alternative Payment or Family Child Care Home Programs

A U D 9500AP Page 1 of 4

Fiscal Year End **June 30, 2020**

Contract Number **CAPP8002**

Vendor Code **01-0B388-00**

Full Name of Contractor **Hively**

Section 1 - Revenue

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs				
Restricted Income - County Maintenance of Effort (EC Section 8279)				
Restricted Income - Uncashed Checks to Providers				
Restricted Income - Other: Fingerprinting	175			175
Restricted Income - Subtotal	175			175
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children	96,421	8,604		105,025
Interest Earned on Child Development Apportionment Payments	1,461	212		1,673
Unrestricted Income - Other:				
Total Revenue	98,057	8,816		106,873

Full Name of Contractor **Hively****Section 2 - Reimbursable Expenses**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers	3,937,514	242,500		4,180,014
1000 Certificated Salaries	133,605	6,260		139,865
2000 Classified Salaries	250,860	15,114		265,974
3000 Employee Benefits	92,898	5,472		98,370
4000 Books and Supplies	94,321	3,507		97,828
5000 Services and Other Operating Expenses	270,631	13,870		284,501
6100/6200 Other Approved Capital Outlay				
6400 New Equipment (program-related)				
6500 Equipment Replacement (program-related)				
Depreciation or Use Allowance				
Indirect Costs (include in Total Administrative Cost)				
Non-Reimbursable (State use only)				
Total Reimbursable Expenses	4,779,829	286,723		5,066,552
Total Administrative Cost (included in Section 2 above)	475,438	29,439		504,877
Days of Operation	246	21		267

Approved Indirect Cost Rate: ☒ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor **Hively****Section 3 - Supplemental Revenue**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding				
Other:				
Total Supplemental Revenue				

Section 4 - Supplemental Expenses

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers				
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

Hively

Section 5 - Summary

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income	175			175
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children	96,421	8,604		105,025
Interest Earned on Child Development Apportionment Payments	1,461	212		1,673
Direct Payments to Providers	3,937,514	242,500		4,180,014
Total Administrative Cost	475,438	29,439		504,877
Days of Operation	246	21		267
Total Reimbursable Expenses	4,779,829	286,723		5,066,552

Comments:

California Department of Education

Audited Fiscal Report for CalWORKs, Alternative Payment or Family Child Care Home Programs

A U D 9500AP Page 1 of 4

Fiscal Year End **June 30, 2020**

Contract Number **C2AP9001**

Vendor Code **01-0B388-00**

Full Name of Contractor **Hively**

Section 1 - Revenue

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs				
Restricted Income - County Maintenance of Effort (EC Section 8279)				
Restricted Income - Uncashed Checks to Providers				
Restricted Income - Other:				
Restricted Income - Subtotal				
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		55,699		55,699
Interest Earned on Child Development Apportionment Payments		956		956
Unrestricted Income - Other:				
Total Revenue		56,655		56,655

Full Name of Contractor **Hively****Section 2 - Reimbursable Expenses**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers		1,607,891	-31	1,607,860
1000 Certificated Salaries		65,397		65,397
2000 Classified Salaries		98,613		98,613
3000 Employee Benefits		47,909	1	47,910
4000 Books and Supplies		19,848		19,848
5000 Services and Other Operating Expenses		108,026		108,026
6100/6200 Other Approved Capital Outlay				
6400 New Equipment (program-related)				
6500 Equipment Replacement (program-related)				
Depreciation or Use Allowance				
Indirect Costs (include in Total Administrative Cost)				
Non-Reimbursable (State use only)				
Total Reimbursable Expenses		1,947,684	-30	1,947,654
Total Administrative Cost (included in Section 2 above)		201,004		201,004
Days of Operation		228		228

Approved Indirect Cost Rate: ☒ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor Hively

Section 3 - Supplemental Revenue

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding				
Other:				
Total Supplemental Revenue				

Section 4 - Supplemental Expenses

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers				
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

Hively

Section 5 - Summary

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income				
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		55,699		55,699
Interest Earned on Child Development Apportionment Payments		956		956
Direct Payments to Providers		1,607,891	-31	1,607,860
Total Administrative Cost		201,004		201,004
Days of Operation		228		228
Total Reimbursable Expenses		1,947,684	-30	1,947,654

Comments:

California Department of Education

Audited Fiscal Report for CalWORKs, Alternative Payment or Family Child Care Home Programs

A U D 9500AP Page 1 of 4

Fiscal Year End **June 30, 2020**

Contract Number **C3AP9001**

Vendor Code **01-0B388-00**

Full Name of Contractor **Hively**

Section 1 - Revenue

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs				
Restricted Income - County Maintenance of Effort (EC Section 8279)				
Restricted Income - Uncashed Checks to Providers				
Restricted Income - Other:				
Restricted Income - Subtotal				
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		83,130		83,130
Interest Earned on Child Development Apportionment Payments		1,054		1,054
Unrestricted Income - Other:				
Total Revenue		84,184		84,184

Full Name of Contractor Hively

Section 2 - Reimbursable Expenses

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers		2,118,015	-512	2,117,503
1000 Certificated Salaries		79,657		79,657
2000 Classified Salaries		134,941		134,941
3000 Employee Benefits		58,787		58,787
4000 Books and Supplies		26,874		26,874
5000 Services and Other Operating Expenses		147,599		147,599
6100/6200 Other Approved Capital Outlay				
6400 New Equipment (program-related)				
6500 Equipment Replacement (program-related)				
Depreciation or Use Allowance				
Indirect Costs (include in Total Administrative Cost)				
Non-Reimbursable (State use only)				
Total Reimbursable Expenses		2,565,873	-512	2,565,361
Total Administrative Cost (included in Section 2 above)		277,338		277,338
Days of Operation		226		226

Approved Indirect Cost Rate: ☒ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor **Hively****Section 3 - Supplemental Revenue**

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding				
Other:				
Total Supplemental Revenue				

Section 4 - Supplemental Expenses

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers				
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

Hively

Section 5 - Summary

	Column A1 Cumulative Prior Year AUD 9500AP (Multi-Year Contract Only)	Column A2 Cumulative Current Year CDNFS 9500AP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income				
Transfer from Reserve (alternative payment only)				
Family Fees for Certified Children		83,130		83,130
Interest Earned on Child Development Apportionment Payments		1,054		1,054
Direct Payments to Providers		2,118,015	-512	2,117,503
Total Administrative Cost		277,338		277,338
Days of Operation		226		226
Total Reimbursable Expenses		2,565,873	-512	2,565,361

Comments:

California Department of Education
Audited Fiscal Report for
Child Development Support Contracts

A U D 9529 Page 1 of 4

Fiscal Year Ending	June 30, 2020
Contract Number	CHST-9001
Vendor Code	01-0B388-00

Full Name of Contractor

Hively

Section 1 - Revenue

	Column A Cumulative CDNFS 9529	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Match Requirement			
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - Other:			
Restricted Income - Subtotal			
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Other:			
Total Revenue			

Full Name of Contractor **Hively****Section 2 - Reimbursable Expenses**

	Column A Cumulative CDNFS 9529	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	299		299
2000 Classified Salaries			
3000 Employee Benefits	128		128
4000 Books and Supplies	125		125
5000 Services and Other Operating Expenses	4,946		4,946
6100/6200 Other Approved Capital Outlay			
6400 New Equipment (program-related)			
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance			
Indirect Costs (include in Total Administrative Cost)			
Non-Reimbursable (State use only)			
Total Reimbursable Expenses	5,498		5,498
Total Administrative Cost (included in Section 2 above)			

Approved Indirect Cost Rate:

☐ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor **Hively****Section 3 - Supplemental Revenue**

	Column A Cumulative CDNFS 9529	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding			
Other:			
Other:			
Total Supplemental Revenue			

Section 4 - Supplemental Expenses

	Column A Cumulative CDNFS 9529	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

Hively

Section 5 - Summary

	Column A Cumulative CDNFS 9529	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income			
Match Requirement			
Interest Earned on Child Development Apportionment Payments			
Total Reimbursable Expenses	5,498		5,498
Total Administrative Cost			

Comments:

California Department of Education
Audited Fiscal Report for
Resource and Referral Programs
A U D 2507 Page 1 of 4

Fiscal Year Ending June 30, 2020
Contract Number CRRP-9001
Vendor Code 01-0B388-00

Full Name of Contractor Hively

Section 1 - Revenue

	Column A Cumulative CDNFS 2507	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - Other:			
Restricted Income - Subtotal			
Transfer from Reserve (resource & referral only)			
Interest Earned on Child Development Apportionment Payments	69		69
Unrestricted Income - Other:	52		52
Total Revenue	121		121

Comments:

Full Name of Contractor

Hively

Section 2 - Reimbursable Expenses

	Column A Cumulative CDNFS 2507	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	81,388		81,388
2000 Classified Salaries			
3000 Employee Benefits	24,100		24,100
4000 Books and Supplies	6,985		6,985
5000 Services and Other Operating Expenses	107,025		107,025
6100/6200 Other Approved Capital Outlay			
6400 New Equipment (program-related)			
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance			
Indirect Costs			
Non-Reimbursable (State use only)			
Total Reimbursable Expenses	219,498		219,498

Approved Indirect Cost Rate:

☐ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor

Hively

Section 3 - Supplemental Revenue

	Column A Cumulative CDNFS 2507	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding			
Other:			
Other:			
Total Supplemental Revenue			

Section 4 - Supplemental Expenses

	Column A Cumulative CDNFS 2507	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

Hively

Section 5 - Summary

	Column A Cumulative CDNFS 2507	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income			
Transfer from Reserve			
Interest Earned on Apportionment Payments	69		69
Total Reimbursable Expenses	219,498		219,498

**California Department of Education
Audited Fiscal Report for
Childcare Initiative Project Contracts**

A U D 9529CCIP Page 1 of 4

Fiscal Year Ending **June 30, 2020**

Contract Number **CCIP-9001**

Vendor Code **01-0B388-00**

Full Name of Contractor **Hively**

Section 1 - Revenue

	Column A Cumulative CDNFS 9529CCIP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Match Requirement	5,006		5,006
Restricted Income - County Maintenance of Effort (EC Section 8279)			
Restricted Income - Other:			
Restricted Income - Subtotal	5,006		5,006
Interest Earned on Child Development Apportionment Payments			
Unrestricted Income - Match Requirement			
Unrestricted Income - Other:			
Total Revenue	5,006		5,006

Full Name of Contractor **Hively****Section 2 - Reimbursable Expenses**

	Column A Cumulative CDNFS 9529CCIP	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	14,451		14,451
2000 Classified Salaries			
3000 Employee Benefits	4,570		4,570
4000 Books and Supplies	3,226		3,226
5000 Services and Other Operating Expenses	11,262		11,262
6100/6200 Other Approved Capital Outlay			
6400 New Equipment (program-related)			
6500 Equipment Replacement (program-related)			
Depreciation or Use Allowance			
Indirect Costs (include in Total Administrative Cost)			
Non-Reimbursable (State use only)			
Total Reimbursable Expenses	33,509		33,509
Total Administrative Cost (included in Section 2 above)			

Approved Indirect Cost Rate:

☐ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 3.

Full Name of Contractor **Hively****Section 3 - Supplemental Revenue**

	Column A Cumulative CDNFS 9529CCIP	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding			
Other: CDE Multi-Year Grant Number 18-14871/14872-B388-02/04	45,450		45,450
Other:			
Total Supplemental Revenue	45,450		45,450

Section 4 - Supplemental Expenses

	Column A Cumulative CDNFS 9529CCIP	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries			
2000 Classified Salaries	1,244		1,244
3000 Employee Benefits	2,293		2,293
4000 Books and Supplies	20,777		20,777
5000 Services and Other Operating Expenses	21,136		21,136
6000 Equipment / Capital Outlay			
Depreciation or Use Allowance			
Indirect Costs			
Non-Reimbursable Supplemental Expenses			
Total Supplemental Expenses	45,450		45,450

Full Name of Contractor

Hively

Section 5 - Summary

	Column A Cumulative CDNFS 9529CCIP	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Program Income	5,006		5,006
Restricted Income - Match Requirement	5,006		5,006
Unrestricted Income - Match Requirement			
Interest Earned on Child Development Apportionment Payments			
Total Reimbursable Expenses	33,509		33,509
Total Administrative Cost			

Comments:

California Department of Education

Audited Reserve Account Activity Report

A U D 9530A Page 1 of 1

Fiscal Year End

June 30, 2020

Reserve Account Type

Alternative Payment

Vendor Code

01-0B388-00

Full Name of Contractor **Hively**

Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2018–19 AUD 9530A Ending Balance)	19,034
2. Plus Transfers to Reserve Account:	Per 2018–19 Post-Audit CDNFS 9530
Contract No.CAPP 7002	301
Contract No.C2AP 8001	1,585
Contract No.C3AP 8001	1,386
Contract No.	
Contract No.	
Contract No.	
Total Transferred from 2018–19 Contracts to Reserve	3,272
3. Less Excess Reserve to be Billed	
4. Ending Balance per 2018–19 Post-Audit CDNFS 9530	22,306

Section 2 - Current Year Reserve Account Activity

	Column A CDNFS 9530A	Column B Audit Adjustments	Column C per Audit
5. Plus Interest Earned This Year on Reserve	19		19
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, 2020	22,325		22,325

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

California Department of Education

Audited Reserve Account Activity Report

A U D 9530A Page 1 of 1

Fiscal Year End

June 30, 2020

Reserve Account Type

Resource & Referral

Vendor Code

01-0B388-00

Full Name of Contractor **Hively**

Section 1 - Prior Year Reserve Account Activity

1. Beginning Balance (2018–19 AUD 9530A Ending Balance)	5,951
2. Plus Transfers to Reserve Account:	Per 2018–19 Post-Audit CDNFS 9530
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Contract No.	
Total Transferred from 2018–19 Contracts to Reserve	
3. Less Excess Reserve to be Billed	
4. Ending Balance per 2018–19 Post-Audit CDNFS 9530	5,951

Section 2 - Current Year Reserve Account Activity

	Column A CDNFS 9530A	Column B Audit Adjustments	Column C per Audit
5. Plus Interest Earned This Year on Reserve	3		3
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, 2020	5,954		5,954

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