

A CALIFORNIA DISTINGUISHED SCHOOL

**SPECIAL MEETING AGENDA
BOARD OF TRUSTEES
Tuesday, May 10, 2011
5:00 PM - Library**

I. PRELIMINARY

- A. Call to order
- B. Roll call

II. PUBLIC COMMENT:

Non-agenda items: No individual presentation shall be for more than two (2) minutes and the total time for this purpose shall not exceed sixteen (16) minutes. Board members will not respond to presentations and no action can be taken. However, the Board may give direction to staff following a presentation. Use of names of individuals should be avoided when referring to accusations or wrongdoing (names should be presented to the Executive Director for follow-up action). Speakers may choose to speak during the public comment segment and/or at the time an agenda item is presented.

III. PRESENTATION ITEMS

- A. Budget Update- Greg Wood

IV. ACTION ITEMS

- A. Board Action to Adopt, in its Entirety, The Proposed Decision of The Administrative Law Judge Dated May 3, 2011 Regarding The Reduction/Dismissal of Certificated Employees.
- B. Board Approval of Resolution # 2010-2011-002 Authorizing a Reduction or Elimination of Certain Classified Services.
- C. Board Action to Instruct the Executive Director to Notify Each Respondent and All Employees Notified of Layoff (That the Employees Services Will Not be Required) for the 2011-2012 School Year.

V. DISCUSSION ITEMS

- A. Review of the 2009-2010 PCHS Tax Return- Greg Wood

VI. NEW BUSINESS

VII. CLOSED SESSION 6:00 PM

- A. Public Employment
Title: Principal and Chief Administrative Officer
The Cosca Group
- B. Public Employment: Discipline/Dismissal/Release
- C. Conference with legal counsel – Existing Litigation
(Subdivision (a) of Section 54956.9):
California Commercial Pools, Inc. v. Sarlan Builders, Inc., Palisades Charter High
School,
Case Number BC 451626
- D. Conference With Information From Labor Negotiator: Michael A. Smith, Interim
Executive Director
Employee organization: PESPU, UTLA

VIII. ADJOURNMENT

BEFORE THE
BOARD OF DIRECTORS
OF
PALISADES CHARTER HIGH SCHOOL

In the Matter of the Accusation Against:

OAH No. 2011030980

ANTHONY DIPOALO, RICHARD
MAXWELL, and MARTA ORYSHCHYN,

Respondents.

PROPOSED DECISION

Howard W. Cohen, Administrative Law Judge, Office of Administrative Hearings, State of California, heard this matter on April 26, 2011, in Pacific Palisades.

James E. Young, Attorney at Law, Law Offices of Middleton, Young & Minney, LLP, represented Palisades Charter High School (PCHS).

Roger Scott, Area Representative—West Area, United Teachers Los Angeles, represented Anthony DiPoalo, Richard Maxwell, and Marta Oryshchyn (respondents), all of whom were present at the hearing.

PCHS has decided to reduce or discontinue certain services and has given respondents notice of its intent not to reemploy them for the 2011-2012 school year. Respondents requested a hearing for a determination of whether cause exists for not reemploying them for the 2011-2012 school year.

Oral and documentary evidence was received at the hearing. The record was closed and the matter was submitted for decision on April 26, 2010.

FACTUAL FINDINGS

1. Michael A. Smith, Interim Executive Director, took all relevant actions on behalf of PCHS in his official capacity.
2. Respondents are certificated employees of PCHS.
3. PCHS is a charter school. Charter schools are, with certain exceptions not relevant here, exempt from the laws governing school districts, under Education

Code section 47610.¹ Nevertheless, PCHS has agreed to comply with the requirements of Education Code sections 44949 and 44955.

4. On March 1, 2011, the Governing Board (Board) of PCHS adopted Resolution No. 2010-2011-01 (Ex. 1). That resolution recites that, "because of the financial constraints resulting from revenue being insufficient to maintain the current levels of programs and necessary program changes resulting therefrom," the Board determines to reduce or eliminate the following particular kinds of services (PKS) for the 2011-2012 school year:

<u>Services</u>	<u>FTE²</u>
Counseling	1.0
English	2.0
Foreign Language	1.0
Math	1.0
Physical Education	1.0
Science	1.0
Social Studies	1.0
Total	8.0

5. The resolution reflects that the Board further determined that due to the reduction or discontinuance of particular kinds of services, the corresponding number of certificated employees of PCHS would be terminated at the end of the 2010-2011 school year. The Board directed the Executive Director or his designated representative to determine which employees' services would not be required for the 2011-2012 school year as a result of this reduction in services, and directed the Executive Director to send appropriate notices to all employees affected by virtue of the reduction and elimination of particular kinds of service.

6. On or before March 15, 2011, PCHS provided written notice to the affected certificated employees, under sections 44949 and 44955, that their services would not be required for the 2011-2012 school year. Each written notice stated that the Board had adopted a resolution reducing or eliminating certain certificated services for the 2011-2012 school year, and attached a copy of Resolution No. 2010-

¹ All statutory citations are to the Education Code, unless indicated otherwise.

² Full-time equivalent position.

2011-001, thereby identifying the Board's reasons and the particular kinds of services being reduced or eliminated. Respondents thereafter timely filed requests for hearing, seeking a determination of whether cause exists for not reemploying them for the 2011-2012 school year.³

7. On March 31, 2011, PCHS filed and served the Accusation and related documents on respondents. On April 7, 2011, PCHS served Exhibit B to the Accusation, i.e., Resolution No. 2010-2011-001, on respondents.⁴

8. All prehearing jurisdictional requirements have been met.

9. The services set forth in factual finding 4 are particular kinds of services that may be reduced or discontinued within the meaning of section 44955.

10. The Board took action to reduce the services set forth in factual finding 4 because of uncertainty surrounding future state funding. The decision to reduce services was not related to the capabilities and dedication of the individuals whose services are proposed to be reduced or eliminated. The decision to reduce the particular kinds of services is related solely to the welfare of PCHS and its pupils, and is neither arbitrary nor capricious but is rather a proper exercise of PCHS's discretion.

Skipping

11. Respondent Maxwell teaches social sciences. His seniority date is September 8, 2010; at hearing he admitted that he is the least senior social studies teacher at PCHS. Mr. Maxwell testified that he has unique teaching skills that should warrant his retention. He teaches at the Temescal Academy, a school operated by PCHS since September 2009 for students who have been unsuccessful at PCHS and have fallen behind in their studies. Mr. Maxwell testified that he and the other teachers at the Temescal Academy have developed individualized study packets to assist their students, that he often teaches multiple levels of multiple courses simultaneously, and that his students have had great success meeting state standards.

12. Respondent DiPoalo teaches physical education. His seniority date is September 8, 2010; at hearing he admitted that he is the least senior physical education teacher at PCHS. Mr. DiPoalo testified that he has unique teaching skills that should warrant his retention. He testified that, in addition to a physical education credential, he has an adapted physical education (A.P.E.) credential as well as a health

³ Of the affected employees, only the three respondents filed a hearing request.

⁴ There was no prejudice shown from service of the resolution after service of the Accusation, a nonsubstantive procedural error. (See § 44949, subd. (c)(3).) Moreover, PCHS had earlier served the resolution on respondents with the notice of non-reemployment. This issue was not raised at hearing.

science credential and CLAD. He testified to his belief that some students at PCHS require A.P.E. and no other teachers at PCHS are qualified to teach A.P.E. He admitted that he was not hired to teach A.P.E., but rather to teach aquatics.

13. A school district may deviate from terminating certificated employees in order of seniority where it demonstrates a specific need for personnel to teach a specific course or course of study that others with more seniority do not possess and that the certificated employee has special training and experience necessary to teach that course or course of study.⁵ At hearing, PCHS did not question that Mr. Maxwell and Mr. DiPoalo provide valuable services to PCHS. Skipping decisions are, however, within the sole purview of a governing board under section 44955, subdivision (d). While certificated staff may contest the subject matter of skipping criteria or how it is applied, they do not have standing to request or demand that particular categories be subject to skipping. PCHS does not seek to deviate from terminating employees in order of seniority, nor did PCHS cite a specific need to retain a less senior teacher with special training and experience. Moreover, there was insufficient evidence presented to support a conclusion that PCHS will fail to provide any mandated services should Mr. Maxwell not be retained.

Other Findings

14. Respondent Oryshchyn teaches math. Her seniority date is September 30, 2010; at hearing she admitted that she is the least senior math teacher at PCHS. Ms. Oryshchyn testified that she had been told by PCHS last year that she was being hired to replace a retiring teacher, that PCHS has continued to employ that teacher on a part-time basis, and that she should be retained in place of the more senior part-time teacher. Whether PCHS is retaining the more senior employee on a part-time basis was not established. That employee's possible part-time status is not relevant to this determination, however. The services of no permanent employee may be terminated while any probationary employee, or any other employee with less seniority, is retained to render a service that the permanent employee is certificated and competent to render.⁶

15. The reduction or discontinuation of particular kinds of services related to the welfare of PCHS and its pupils. The reduction or discontinuation of particular kinds of services was necessary to decrease the number of certificated employees of PCHS as determined by the Board.

16. There was no challenge to the order of seniority on the seniority list.

⁵ Section 44955, subdivision (d)(1).

⁶ Section 44955, subdivision (b).

17. PCHS properly considered all known attrition, resignations, retirements, and requests for transfer in determining the number of layoff notices to be delivered to employees by March 15, 2011.

18. PCHS did not retain any certificated employee junior to respondents to render a service that respondents are certificated and competent to render.

LEGAL CONCLUSIONS

1. Jurisdiction for the subject proceeding exists under sections 44949 and 44955, by reason of factual findings 1 through 8.

2. The services identified in factual finding 4 are particular kinds of services that may be reduced or discontinued under section 44955, by reason of factual findings 4 and 9.

3. Cause exists under sections 44949 and 44955 for the reduction of the particular kinds of services set forth in factual finding 4, which cause relates solely to the welfare of PCHS's schools and pupils, by reason of factual findings 1 through 18.

4. Cause exists to terminate the services of respondents Anthony DiPoalo, Richard Maxwell, and Marta Oryshchyn, by reason of factual findings 1 through 18 and legal conclusions 1 through 3.

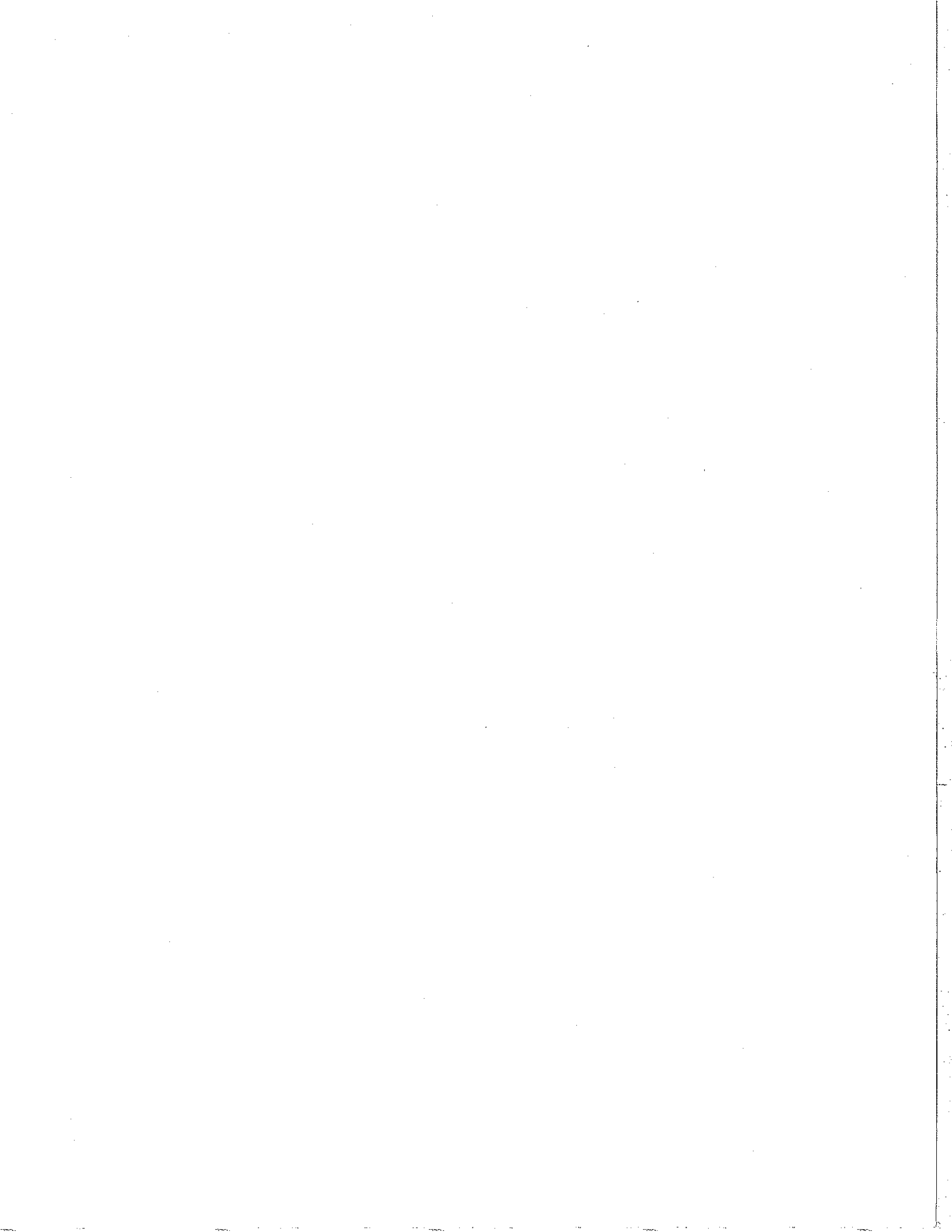
ORDER

The Accusation is sustained as to respondents Anthony DiPoalo, Richard Maxwell, and Marta Oryshchyn, and PCHS may notify them that their services will not be required for the 2011-2012 school year due to the reduction of particular kinds of services.

Dated: May 3, 2011



HOWARD W. COHEN
Administrative Law Judge
Office of Administrative Hearings



BEFORE THE BOARD OF DIRECTORS OF PALISADES CHARTER HIGH SCHOOL
COUNTY OF LOS ANGELES, STATE OF CALIFORNIA

Reducing or Eliminating Certain
Classified Services

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)
)

Resolution No. 2010-2011-002

A. The Executive Director has recommended to this Board that those programs or services performed by classified employees and shown in Exhibit A attached hereto be reduced or eliminated not less than forty-five (45) days from the date of this Resolution's passage.

B. The Executive Director or designee must give written notice to any employee affected that this Board determined that the employee's services will no longer be required.

NOW, THEREFORE, THE BOARD RESOLVES THAT:

1. The above recitals are true and correct.
2. The services described in Exhibit A attached to this Resolution are reduced or eliminated not less than forty-five (45) days from the date of this Resolution's passage.
3. The Executive Director is authorized and directed to give notices of layoff to the appropriate number of classified employees of the Charter School not less than forty-five (45) days prior to the effective date of the reduction or elimination of services as set forth in Exhibit A.

I CERTIFY that the above resolution, proposed by Board Member _____ and seconded by Board Member _____, was duly passed and adopted by the Board of Directors, Palisades Charter High School, at an official and public meeting thereof held on May 10, 2011, by the following vote:

AYES:

NOES:

ABSTENTIONS:

ABSENT:

DATED: _____

BOARD OF DIRECTORS
PALISADES CHARTER HIGH SCHOOL

By: _____

Title: _____

EXHIBIT A

**PALISADES CHARTER HIGH SCHOOL
EXHIBIT A TO RESOLUTION NO. [FILL IN] REGARDING
REDUCTION OF CLASSIFIED SERVICES**

The following positions shall be reduced/eliminated per the terms of this Resolution:

	FTE Reduction
Office Assistant	2.5
Cafeteria Worker III	1.0
Campus Aide	1.0

Return of Organization Exempt From Income Tax

2009

Department of the Treasury
Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 2009 calendar year, or tax year beginning 07/01, 2009, **and ending** 06/30, 20 10

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	C Name of organization PALISADES CHARTER HIGH SCHOOL		D Employer identification number 92-0184898
		Doing Business As		E Telephone number (310) 459-0310
		Number and street (or P.O. box if mail is not delivered to street address) Room/suite 15777 BOWDOIN STREET		
		City or town, state or country, and ZIP + 4 PACIFIC PALISADES, CA 90272		G Gross receipts \$ 21,993,133.
		F Name and address of principal officer:		H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No <small>If "No," attach a list. (see instructions)</small>
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c) (3) (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527				H(c) Group exemption number
J Website: WWW.PALHIGH.ORG				
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other		L Year of formation: 2003		M State of legal domicile:

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: TO EDUCATE DIVERSE STUDENTS BY DEVELOPING THEIR SKILLS AND TALENTS TO HELP THEM MAKE POSITIVE CONTRIBUTIONS IN OUR GLOBAL SOCIETY.		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3 Number of voting members of the governing body (Part VI, line 1a)	3	11
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4	6
	5 Total number of employees (Part V, line 2a)	5	339
	6 Total number of volunteers (estimate if necessary)	6	30
	7a Total gross unrelated business revenue from Part VIII, column (C), line 12	7a	
b Net unrelated business taxable income from Form 990-T, line 34	7b		
Revenue	8 Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g)	24,587,357.	21,522,725.
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	180,666.	70,627.
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	434,038.	75,176.
	12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	25,202,061.	21,842,212.
Expenses	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	7,000.	5,000.
	14 Benefits paid to or for members (Part IX, column (A), line 4)		0.
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	17,925,551.	17,661,506.
	16a Professional fundraising fees (Part IX, column (A), line 11e)		0.
	b Total fundraising expenses, Part IX, column (D), line 25		
	17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	5,225,672.	4,762,124.
18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	23,158,223.	22,428,630.	
19 Revenue less expenses. Subtract line 18 from line 12	2,043,838.	-586,418.	
Net Assets or Fund Balances	20 Total assets (Part X, line 16)	Beginning of Year	End of Year
	21 Total liabilities (Part X, line 26)	12,770,806.	13,669,694.
	22 Net assets or fund balances. Subtract line 21 from line 20	3,485,940.	4,971,246.
		9,284,866.	8,698,448.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature of officer _____ Date _____

Type or print name and title _____

Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's identifying number (see instructions)
Firm's name (or yours if self-employed), address, and ZIP + 4	EIN	Phone no.	
WILKINSON HADLEY KING & CO., LLP 218 W. DOUGLAS AVENUE EL CAJON, CA 92020	52-2354566	619-447-6700	

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions. *

Part III Statement of Program Service Accomplishments

1 Briefly describe the organization's mission:

TO EDUCATE DIVERSE STUDENTS BY DEVELOPING THEIR SKILLS AND TALENTS TO HELP THEM MAKE POSITIVE CONTRIBUTIONS IN OUR GLOBAL SOCIETY.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? Yes No
If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? Yes No
If "Yes," describe these changes on Schedule O.

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 17,938,835. including grants of \$ 5,000.) (Revenue \$ 173,684.)

A CHARTER SCHOOL PROVIDING EDUCATIONAL OPPORTUNITIES TO THE SURROUNDING COMMUNITY.

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services. (Describe in Schedule O.)
(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses ▶ 17,938,835.

Part IV Checklist of Required Schedules

Table with 3 columns: Question, Yes, No. Rows 1-20 contain various questions about organizational requirements and schedules. Includes sub-rows 12A, 14a, 14b, 15, 16, 17, 18, 19, 20.

Part IV Checklist of Required Schedules (continued)

Table with 3 columns: Question, Yes, No. Rows 21-38 detailing various organizational requirements and their status.

Part V Statements Regarding Other IRS Filings and Tax Compliance

Table with columns for question number, description, and Yes/No columns. Includes questions 1a-12b regarding Form 1096, Form W-2G, Form W-3, and various tax compliance requirements.

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Section A. Governing Body and Management

Table with 3 columns: Question, Yes, No. Rows include: 1a Enter the number of voting members of the governing body (11); 1b Enter the number of voting members that are independent (6); 2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee? (X); 3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person? (X); 4 Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed? (X); 5 Did the organization become aware during the year of a material diversion of the organization's assets? (X); 6 Does the organization have members or stockholders? (X); 7a Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body? (X); 7b Are any decisions of the governing body subject to approval by members, stockholders, or other persons? (X); 8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following: a The governing body? (X); b Each committee with authority to act on behalf of the governing body? (X); 9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O (X).

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

Table with 3 columns: Question, Yes, No. Rows include: 10a Does the organization have local chapters, branches, or affiliates? (X); 10b If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?; 11 Has the organization provided a copy of this Form 990 to all members of its governing body before filing the form? (X); 11A Describe in Schedule O the process, if any, used by the organization to review this Form 990.; 12a Does the organization have a written conflict of interest policy? If "No," go to line 13 (X); 12b Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts? (X); 12c Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done (X); 13 Does the organization have a written whistleblower policy? (X); 14 Does the organization have a written document retention and destruction policy? (X); 15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision? a The organization's CEO, Executive Director, or top management official (X); b Other officers or key employees of the organization (X); If "Yes" to line 15a or 15b, describe the process in Schedule O. (See instructions.); 16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year? (X); 16b If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed; 18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply. [X] Own website [] Another's website [] Upon request; 19 Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public.; 20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: GREGORY WOOD 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272 310-459-0310

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors
Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year. Use Schedule J-2 if additional space is needed.

• List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.

• List all of the organization's **current** key employees. See instructions for definition of "key employee."

• List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.

• List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.

• List all of the organization's **former** directors or trustees that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if the organization did not compensate any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
AMY DRESSER HELD EXECUTIVE DIRECTOR	40.00	X		X				127,516.		20,599.
CAROL OSBORNE COMMUNITY REPRESENTATIVE		X						0.		0.
JAMES PALENO TEACHER REPRESENTATIVE	30.00	X						119,202.		18,581.
JASON CUTLER COMMUNITY REPRESENTATIVE		X						0.		0.
JOHN CALLAS PARENT REPRESENTATIVE		X						0.		0.
JOHN RILEY COMMUNITY REP		X						0.		0.
JULIA O'GRADY CLASSIFIED REPRESENTATIVE	29.00	X						25,206.		0.
KAREN PERKINS TEACHER	30.00	X						94,919.		18,750.
PATRICE FISHER PARENT REP		X						0.		0.
SUSAN FRANK PARENT REPRESENTATIVE		X						0.		0.
ALEXANDER SCHUHGALTER TEACHER REPRESENTATIVE	30.00	X						92,140.		18,521.
GREGORY WOOD CHIEF BUSINESS OFFICER	40.00			X				120,781.		22,597.
MARCIA HASKIN PRINCIPAL	40.00			X				29,500.		
DAVE SUAREZ TEACHER	30.00					X		124,454.		20,234.
ANN DAVENPORT DIRECTOR OF COUSELING	40.00					X		118,225.		10,144.
SUSAN CURREN TEACHER	30.00					X		110,318.		17,777.

Part VIII Statement of Revenue

92-0184898

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, gifts, grants and other similar amounts	1a Federated campaigns	1a				
	b Membership dues	1b				
	c Fundraising events	1c	23,850.			
	d Related organizations	1d				
	e Government grants (contributions)	1e	21,021,993.			
	f All other contributions, gifts, grants, and similar amounts not included above	1f	476,882.			
	g Noncash contributions included in lines 1a-1f: \$					
	h Total. Add lines 1a-1f		21,522,725.			
Program Service Revenue	Business Code					
	2a FOOD SERVICE SALES		173,684.	173,684.		
	b _____					
	c _____					
	d _____					
	e _____					
	f All other program service revenue					
g Total. Add lines 2a-2f		173,684.				
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)	ATTACHMENT 3	70,627.	70,627.		
	4 Income from investment of tax-exempt bond proceeds		0.			
	5 Royalties		0.			
	6a Gross Rents	(i) Real	225,427.			
		(ii) Personal				
	b Less: rental expenses		131,787.			
	c Rental income or (loss)		93,640.			
	d Net rental income or (loss)		93,640.			
	7a Gross amount from sales of assets other than inventory	(i) Securities				
		(ii) Other				
	b Less: cost or other basis and sales expenses					
	c Gain or (loss)					
	d Net gain or (loss)		0.			
	8a Gross income from fundraising events (not including \$ 23,850. of contributions reported on line 1c). See Part IV, line 18		ATCH 4	670.		
		b Less: direct expenses		19,134.		
c Net income or (loss) from fundraising events		ATCH 5	-18,464.			
9a Gross income from gaming activities. See Part IV, line 19						
	b Less: direct expenses					
	c Net income or (loss) from gaming activities		0.			
10a Gross sales of inventory, less returns and allowances						
	b Less: cost of goods sold					
	c Net income or (loss) from sales of inventory		0.			
Miscellaneous Revenue		Business Code				
11a _____						
b _____						
c _____						
d All other revenue						
e Total. Add lines 11a-11d			0.			
12 Total Revenue. See instructions			21,842,212.	244,311.		

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

<i>Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.</i>	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21 . . .	0.			
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22	5,000.	5,000.		
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16	0.			
4 Benefits paid to or for members	0.			
5 Compensation of current officers, directors, trustees, and key employees	703,608.	510,313.	193,295.	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	0.			
7 Other salaries and wages	12,793,973.	10,555,295.	2,238,678.	
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	1,074,138.	859,310.	214,828.	
9 Other employee benefits	2,703,711.	2,170,339.	533,372.	
10 Payroll taxes	386,076.	308,861.	77,215.	
11 Fees for services (non-employees):				
a Management	0.			
b Legal	111,112.		111,112.	
c Accounting	17,844.		17,844.	
d Lobbying	0.			
e Professional fundraising services. See Part IV, line 17	0.			
f Investment management fees	0.			
g Other	0.			
12 Advertising and promotion	1,473.	1,178.	295.	
13 Office expenses	100,272.		100,272.	
14 Information technology	2,480.	1,984.	496.	
15 Royalties	0.			
16 Occupancy	0.			
17 Travel	655.	524.	131.	
18 Payments of travel or entertainment expenses for any federal, state, or local public officials	0.			
19 Conferences, conventions, and meetings	28,004.	28,004.		
20 Interest	25,195.	20,157.	5,038.	
21 Payments to affiliates	0.			
22 Depreciation, depletion, and amortization	723,915.	579,132.	144,783.	
23 Insurance	136,377.	109,102.	27,275.	
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below.)				
a <u>CONTRACTED SERVICES</u>	1,870,568.	1,504,318.	366,250.	
b <u>UTILITIES</u>	316,494.	269,825.	46,669.	
c <u>FOOD SERVICE</u>	249,681.	199,745.	49,936.	
d <u>MATERIALS & SUPPLIES</u>	213,458.	170,766.	42,692.	
e <u>RENTALS, LEASES & REPAIRS</u>	205,962.	164,770.	41,192.	
f All other expenses	758,634.	480,212.	278,422.	
25 Total functional expenses. Add lines 1 through 24f	22,428,630.	17,938,835.	4,489,795.	
26 Joint Costs. Check here <input type="checkbox"/> If following SOP 98-2. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

Part X Balance Sheet

		(A) Beginning of year		(B) End of year
Assets	1 Cash - non-interest-bearing	6,822,946.	1	4,179,253.
	2 Savings and temporary cash investments	455,235.	2	816,344.
	3 Pledges and grants receivable, net		3	
	4 Accounts receivable, net	2,845,439.	4	3,574,299.
	5 Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B). Complete Part II of Schedule L		6	
	7 Notes and loans receivable, net		7	
	8 Inventories for sale or use		8	
	9 Prepaid expenses and deferred charges	67,598.	9	61,783.
	10 a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 7,470,982.		
	b Less: accumulated depreciation	10b 2,472,249.	2,531,212.	10c 4,998,733.
	11 Investments - publicly traded securities		11	
	12 Investments - other securities. See Part IV, line 11		12	
	13 Investments - program-related. See Part IV, line 11		13	
	14 Intangible assets		14	
	15 Other assets. See Part IV, line 11	48,376.	15	39,282.
16 Total assets. Add lines 1 through 15 (must equal line 34)	12,770,806.	16	13,669,694.	
Liabilities	17 Accounts payable and accrued expenses	2,155,707.	17	2,735,721.
	18 Grants payable		18	
	19 Deferred revenue	1,641.	19	5,221.
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties	429,429.	23	1,125,247.
	24 Unsecured notes and loans payable to unrelated third parties		24	
	25 Other liabilities. Complete Part X of Schedule D	899,163.	25	1,105,057.
	26 Total liabilities. Add lines 17 through 25	3,485,940.	26	4,971,246.
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	7,108,793.	27	8,453,048.
	28 Temporarily restricted net assets	2,006,073.	28	75,400.
	29 Permanently restricted net assets	170,000.	29	170,000.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
33 Total net assets or fund balances	9,284,866.	33	8,698,448.	
34 Total liabilities and net assets/fund balances	12,770,806.	34	13,669,694.	

Part XI Financial Statements and Reporting

1 Accounting method used to prepare the Form 990: Cash Accrual Other _____

If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.

2a Were the organization's financial statements compiled or reviewed by an independent accountant?

b Were the organization's financial statements audited by an independent accountant?

c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?

If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.

d If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a consolidated basis, separate basis, or both:

Separate basis Consolidated basis Both consolidated and separate basis

3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?

b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits.

	Yes	No
2a		X
2b	X	
2c	X	
3a	X	
3b	X	

SCHEDULE A
(Form 990 or 990-EZ)

Public Charity Status and Public Support

OMB No. 1545-0047

2009

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

Name of the organization PALISADES CHARTER HIGH SCHOOL	Employer identification number 92-0184898
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Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

- The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)
- 1 A church, convention of churches, or association of churches described in section 170(b)(1)(A)(i).
 - 2 A school described in section 170(b)(1)(A)(ii). (Attach Schedule E.)
 - 3 A hospital or a cooperative hospital service organization described in section 170(b)(1)(A)(iii).
 - 4 A medical research organization operated in conjunction with a hospital described in section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state: _____
 - 5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in section 170(b)(1)(A)(iv). (Complete Part II.)
 - 6 A federal, state, or local government or governmental unit described in section 170(b)(1)(A)(v).
 - 7 An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in section 170(b)(1)(A)(vi). (Complete Part II.)
 - 8 A community trust described in section 170(b)(1)(A)(vi). (Complete Part II.)
 - 9 An organization that normally receives: (1) more than 33 1/3 % of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Complete Part III.)
 - 10 An organization organized and operated exclusively to test for public safety. See section 509(a)(4).
 - 11 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See section 509(a)(3). Check the box that describes the type of supporting organization and complete lines 11e through 11h.
 - a Type I b Type II c Type III - Functionally integrated d Type III - Other
 - e By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).
 - f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box
 - g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

	Yes	No
(i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?	11g(i)	
(ii) A family member of a person described in (i) above?	11g(ii)	
(iii) A 35% controlled entity of a person described in (i) or (ii) above?	11g(iii)	
 - h Provide the following information about the supported organization(s).

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section (see instructions))	(iv) Is the organization in col. (i) listed in your governing document?		(v) Did you notify the organization in col. (i) of your support?		(vi) Is the organization in col. (i) organized in the U.S.?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
Total									

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)
 (Complete only if you checked the box on line 5, 7, or 8 of Part I.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f).						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2009 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage from 2008 Schedule A, Part II, line 14	15	%
16a 33 1/3 % support test - 2009. If the organization did not check the box on line 13, and line 14 is 33 1/3 % or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 33 1/3 % support test - 2008. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3 % or more, check this box and stop here. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
17a 10%-facts-and-circumstances test - 2009. If the organization did not check a box on line 13, 16a or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 10%-facts-and-circumstances test - 2008. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions		<input type="checkbox"/>

Part III Support Schedule for Organizations Described in Section 509(a)(2)
 (Complete only if you checked the box on line 9 of Part I.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
9 Amounts from line 6						
10 a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)						
14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here	<input type="checkbox"/>					

Section C. Computation of Public Support Percentage

15 Public support percentage for 2009 (line 8, column (f) divided by line 13, column (f))	15	%
16 Public support percentage from 2008 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2009 (line 10c, column (f) divided by line 13, column (f))	17	%
18 Investment income percentage from 2008 Schedule A, Part III, line 17	18	%

- 19 a **33 1/3 % support tests - 2009.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3 %, and line 17 is not more than 33 1/3 %, check this box and stop here. The organization qualifies as a publicly supported organization ►
- b **33 1/3 % support tests - 2008.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3 %, and line 18 is not more than 33 1/3 %, check this box and stop here. The organization qualifies as a publicly supported organization ►
- 20 **Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions ►

Part IV **Supplemental information.** Complete this part to provide the explanation required by Part II, line 10; Part II, line 17a or 17b; or Part III, line 12. Provide any other additional information. See instructions

Schedule of Contributors

▶ Attach to Form 990, 990-EZ, or 990-PF.

2009

Name of the organization
PALISADES CHARTER HIGH SCHOOL

Employer identification number
92-0184898

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(3) (enter number) organization

4947(a)(1) nonexempt charitable trust not treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II.

Special Rules

For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3 % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year ▶ \$ _____

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

Name of organization PALISADES CHARTER HIGH SCHOOL	Employer identification number 92-0184898
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Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	CALIFORNIA DEPT OF ED 1430 N STREET SACRAMENTO, CA 95814	\$ 15,807,264.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2	US DEPT OF ED 400 MARYLAND AVE WASHINGTON DC, WA 20202	\$ 1,407,099.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
3	COUNTY OF LOS ANGELES-TAXES 500 W TEMPLE ST LOS ANGELES, CA 90012	\$ 3,807,630.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
4	DONATIONS <5,000 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 256,482.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
5	AYSO 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 100,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
6	RALPH L.SMITH FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 10,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization PALISADES CHARTER HIGH SCHOOL	Employer identification number 92-0184898
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Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
7	PAM BLAKIS 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 50,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
8	KELTON FUND INC 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 12,500.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
9	JESSE BARKER MCKELLAR FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
10	ROBERT KETTERER 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
11	ALICIA SILKA 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 6,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
12	ROSE GILBERT 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,900.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization PALISADES CHARTER HIGH SCHOOL

Employer identification number
92-0184898**Part I Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
13	GILLIAN S FULLER FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 6,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
14	OPTIMIST CLUB 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 10,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
15	DEBBIE AND MARTY ADELSTEIN 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
16	DAVID LEE AND WENDY CHANG 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
17	SPIRIT FUNDRAISER DONATIONS <5,000 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 16,060.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
18	SPIRIT FUNDRAISER 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	\$ 5,695.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

SCHEDULE D (Form 990)

Supplemental Financial Statements

OMB No. 1545-0047

2009

Open to Public Inspection

Department of the Treasury Internal Revenue Service

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

Attach to Form 990. See separate instructions.

Name of the organization

Employer identification number

PALISADES CHARTER HIGH SCHOOL

92-0184898

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 3 columns: Line number, Description, (a) Donor advised funds, (b) Funds and other accounts. Includes questions 1-6 regarding donor advised funds.

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

Table with 3 columns: Line number, Description, Held at the End of the Year. Includes questions 1-9 regarding conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

Table with 3 columns: Line number, Description, Amount. Includes questions 1a, 1b, 2, 2a, 2b regarding art and historical treasures.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a Public exhibition
- b Scholarly research
- c Preservation for future generations
- d Loan or exchange programs
- e Other _____

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No

b If "Yes," explain the arrangement in Part XI V and complete the following table:

	Amount
c Beginning balance	1c
d Additions during the year	1d
e Distributions during the year	1e
f Ending balance	1f

2a Did the organization include an amount on Form 990, Part X, line 21? Yes No

b If "Yes," explain the arrangement in Part XI V.

Part V Endowment Funds. Complete if organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current Year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	170,000.	170,000.			
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance	170,000.	170,000.			

2 Provide the estimated percentage of the year end balance held as:

- a Board designated or quasi-endowment _____ %
- b Permanent endowment 100.0000 %
- c Term endowment _____ %

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
 - (ii) related organizations
- b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

	Yes	No
3a(i)		X
3a(ii)		X
3b		

4 Describe in Part XIV the intended uses of the organization's endowment funds.

Part VI Investments - Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land				
b Buildings		2,851,146.	1,925,483.	925,663.
c Leasehold improvements				
d Equipment		608,009.	546,766.	61,243.
e Other		4,011,827.		4,011,827.
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).)				4,998,733.

Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	21,842,212.
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	22,428,630.
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	-586,418.
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV.)	8	
9	Total adjustments (net). Add lines 4 through 8	9	
10	Excess or (deficit) for the year per audited financial statements. Combine lines 3 and 9	10	-586,418.

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1	21,993,133.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a	Net unrealized gains on investments	2a	
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV.)	2d	150,921.
e	Add lines 2a through 2d	2e	150,921.
3	Subtract line 2e from line 1	3	21,842,212.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	5	21,842,212.

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1	22,579,551.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Other losses	2c	
d	Other (Describe in Part XIV.)	2d	150,921.
e	Add lines 2a through 2d	2e	150,921.
3	Subtract line 2e from line 1	3	22,428,630.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	5	22,428,630.

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b. Also complete this part to provide any additional information.

SEE PAGE 5

Part XIV Supplemental Information (continued)

OTHER REVENUE & EXPENSES

SCHEDULE D PART XII & XIII

THE DIFFERENCE BETWEEN THE AUDIT REPORT AND THE TAX RETURN FOR BOTH
REVENUE AND EXPENSE ARE A DIRECT RESULT OF THE FOLLOWING:

DIRECT FUNDRAISING EXPENSES OF \$19,134 ARE SHOWN OFFSETTING REVENUE ON
THE TAX RETURN BUT ARE SHOWN AS EXPENSES IN THE AUDIT.

AND

DIRECT RENTAL EXPENSES OF \$131,787 ARE SHOWN OFFSETTING REVENUE ON THE
TAX RETURN BUT ARE SHOWN AS EXPENSES IN THE AUDIT.

Part II Fundraising Events. Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 on Form 990-EZ, line 6a. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other Events	(d) Total events
		SPIRIT AWARDS (event type)	(event type)	(total number)	(add col. (a) through col. (c))
Revenue	1	Gross receipts	24,520.		24,520.
	2	Less: Charitable contributions			
	3	Gross income (line 1 minus line 2)	24,520.		24,520.
Direct Expenses	4	Cash prizes			
	5	Noncash prizes			
	6	Rent/facility costs			
	7	Food and beverages			
	8	Entertainment			
	9	Other direct expenses	19,134.		19,134.
	10	Direct expense summary. Add lines 4 through 9 in column (d)			
11	Net income summary. Combine line 3, column (d), and line 10				5,386.

Part III Gaming. Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col. (a) through col. (c))	
Revenue	1	Gross revenue				
Direct Expenses	2	Cash prizes				
	3	Noncash prizes				
	4	Rent/facility costs				
	5	Other direct expenses				
	6	Volunteer labor	Yes _____ % No _____ %	Yes _____ % No _____ %	Yes _____ % No _____ %	
	7	Direct expense summary. Add lines 2 through 5 in column (d)				()
	8	Net gaming income summary. Combine line 1, column d, and line 7				

9 Enter the state(s) in which the organization operates gaming activities: _____

a Is the organization licensed to operate gaming activities in each of these states? **9a**

b If "No," explain: _____

10 a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year? **10a**

b If "Yes," explain: _____

11 Does the organization operate gaming activities with nonmembers? **11**

12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming? **12**

	Yes	No
9a		
10a		
11		
12		

- 13 Indicate the percentage of gaming activity operated in:
- a The organization's facility **13a** %
 - b An outside facility **13b** %

14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶ _____

Address ▶ _____

- 15 a Does the organization have a contract with a third party from whom the organization receives gaming revenue? **15a**
- b If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ _____ and the amount of gaming revenue retained by the third party ▶ \$ _____
 - c If "Yes," enter name and address of the third party:

Name ▶ _____

Address ▶ _____

16 Gaming manager information:

Name ▶ _____

Gaming manager compensation ▶ \$ _____

Description of services provided ▶ _____

Director/officer Employee Independent contractor

- 17 Mandatory distributions:
- a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license? **17a**
 - b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$ _____

	Yes	No
13a		
13b		
15a		
17a		

**SCHEDULE O
(Form 990)**

Supplemental Information to Form 990

OMB No. 1545-0047

2009

**Open to Public
Inspection**

Department of the Treasury
Internal Revenue Service

Complete to provide information for responses to specific questions on
Form 990 or to provide any additional information.
▶ Attach to Form 990.

Name of the organization

Employer identification number

PALISADES CHARTER HIGH SCHOOL

92-0184898

ATTACHMENT 1

HOW DOES THE ORGANIZATION MONITOR AND ENFORCE CONFLICT OF INTEREST POLICY?

PALISADES CHARTER HIGH SCHOOL REQUIRES ALL KEY EMPLOYEES AND MEMBERS OF
THE BOARD OF TRUSTEES TO COMPLETE A CALIFORNIA FORM 700 "ANNUAL STATEMENT
OF ECONOMIC INTEREST".

PALISADES POLICY'S AND FINANCIAL STATEMENTS

THE ORGANIZATIONS DOCUMENTS, CONFLICT OF INTEREST POLICY, AND FINANCIAL
STATEMENTS CAN BE FOUND EITHER ON THE SCHOOLS WEBSITE, IN THE GOVERNING
MINUTES, OR UPON REQUEST AT THE OFFICE OF THE EXECUTIVE DIRECTOR OR CHIEF
BUSINESS OFFICER.

ATTACHMENT 2

990, PART VII- COMPENSATION OF THE FIVE HIGHEST PAID IND. CONTRACTORS

<u>NAME AND ADDRESS</u>	<u>DESCRIPTION OF SERVICES</u>	<u>COMPENSATION</u>
MIDDLETON, YOUNG AND MINNEY 1 UNIVERSITY AVE #160 SACRAMENTO, CA	LEGAL SERVICES	120,871.
SARLAN BUILDERS 9903 SANTA MONICA BLVD BEVERLY HILLS, CA	CONSTRUCTION	1,878,797.
SODEXO, INC DEPT 43283 LOS ANGELES, CA	FOOD MANAGEMENT	128,228.
<u>TOTAL COMPENSATION</u>		<u>2,127,896.</u>

Name of the organization

Employer identification number

PALISADES CHARTER HIGH SCHOOL

92-0184898

ATTACHMENT 3FORM 990, PART VIII - INVESTMENT INCOME

<u>DESCRIPTION</u>	<u>(A) TOTAL REVENUE</u>	<u>(B) RELATED OR EXEMPT REVENUE</u>	<u>(C) UNRELATED BUSINESS REV.</u>	<u>(D) EXCLUDED REVENUE</u>
INTEREST INCOME	70,627.	70,627.		
TOTALS	<u>70,627.</u>	<u>70,627.</u>		

ATTACHMENT 4FORM 990, PART VIII - EXCLUDED CONTRIBUTIONS

<u>DESCRIPTION</u>	<u>AMOUNT</u>
SPIRIT FUNDRAISER	23,850.
TOTAL	<u>23,850.</u>

ATTACHMENT 5FORM 990, PART VIII - FUNDRAISING EVENTS

<u>DESCRIPTION</u>	<u>GROSS INCOME</u>	<u>DIRECT EXPENSES</u>	<u>NET INCOME</u>
SPIRIT FUNDRAISER	670.	19,134.	-18,464.
TOTALS	<u>670.</u>	<u>19,134.</u>	<u>-18,464.</u>

ATTACHMENT 6FORM 990, PART X - PREPAID EXPENSES AND DEFERRED CHARGES

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>
PREPAID EXPENSE	61,783.
TOTALS	<u>61,783.</u>

Name of the organization PALISADES CHARTER HIGH SCHOOL	Employer identification number 92-0184898
---	--

ATTACHMENT 7

FORM 990, PART X - DEFERRED REVENUE

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>
DEFERRED REVENUE	5,221.
TOTALS	<u>5,221.</u>

ATTACHMENT 8

FORM 990, PART X - SECURED MORTGAGES AND NOTES PAYABLE

LENDER: DE LAGE LANDEN PUBLIC FINANCE
 ORIGINAL AMOUNT: 750,000.
 DATE OF NOTE: 05/21/2007
 MATURITY DATE: 06/30/2010
 PURPOSE OF LOAN: POOL PROJECT

BEGINNING BALANCE DUE	429,429.
ENDING BALANCE DUE	<u>341,412.</u>

LENDER: GILBERT LOAN
 ORIGINAL AMOUNT: 783,835.
 DATE OF NOTE: 02/01/2010
 MATURITY DATE: 10/31/2015
 PURPOSE OF LOAN: POOL PROJECT

BEGINNING BALANCE DUE	783,835.
ENDING BALANCE DUE	<u>783,835.</u>

TOTAL BEGINNING MORTGAGES AND OTHER NOTES PAYABLE 1,213,264.

TOTAL ENDING MORTGAGES AND OTHER NOTES PAYABLE 1,125,247.

TAXABLE YEAR **California Exempt Organization**
2009 Annual Information Return

FORM

199

Calendar Year 2009 or fiscal year beginning month 07 day 01 year 09, and ending month 06 day 30 year 2010.

A First Return Filed? Yes No
 B Type of organization CORP # _____
 Exempt under Section 23701 _____ (insert letter)
 IRC Section 4947(a)(1) trust

Corporation/Organization Name **PALISADES CHARTER HIGH SCHOOL** FEIN **92-0184898**
 Address **15777 BOWDOIN STREET**
 City **PACIFIC PALISADES** State **CA** ZIP Code **90272**

C Amended Return? Yes No
 D Are you a subordinate/affiliate in a group exemption? Yes No
 (a) Is this a group filing for affiliates? See General Instruction L Yes No
 (b) If "Yes," enter the number of affiliates _____
 (c) Are all affiliates included? Yes No
 (If "No," attach a list. See instructions.)
 (d) Is this a separate return filed by an organization covered by a group ruling? Yes No
 (e) Federal Group Exemption Number _____
 (f) Is a roster of subordinates attached? Yes No
 E Final return?
 Dissolved Surrendered (Withdrawn)
 Merged/Reorganized (attach explanation)
 If a box is checked, enter date _____
 F Check the box if the organization filed the following federal forms or schedule:
 (1) 990T (2) 990PF (3) (Schedule H) 990
 G If organization is exempt under R&TC Section 23701d and is exclusively religious, educational, or charitable, and is supported primarily (50% or more) by public contributions.

check box. See General Instruction F. No filing fee is required.
 H Accounting method used (1) Cash (2) Accrual (3) Other
 I If exempt under R&TC Section 23701d, has the organization during the year: (1) participated in any political campaign or (2) attempted to influence legislation or any ballot measure, or (3) made an election under R&TC Section 23704.5 (relating to lobbying by public charities)? If "Yes," complete and attach form FTB 3509, Political or Legislative Activities by Section 23701d Organizations Yes No
 J Did the organization have any changes in its activities, governing instrument, articles of incorporation, or bylaws that have not been reported to the Franchise Tax Board? If "Yes," complete an explanation and attach copies of revised documents Yes No
 K Is the organization exempt under R&TC Section 23701g? Yes No
 If "Yes," enter amount of gross receipts from nonmember sources \$ _____
 L Is the organization under audit by the IRS or has the IRS audited in a prior year? Yes No
 M Is the organization a Limited Liability Company? Yes No
 N Did the organization file Form 100 or Form 109 to report taxable income? Yes No

Part I Complete Part I unless not required to file this form. See General Instructions B and C.

Receipts and Revenues	1	Gross sales or receipts from other sources. From Side 2, Part II, line 8	1	319,487.00
	2	Gross dues and assessments from members and affiliates	2	00
	3	Gross contributions, gifts, grants, and similar amounts received. ATCH 1	3	21,522,725.00
	4	Total gross receipts for filing requirement test. Add line 1 through line 3. This line must be completed. If the result is less than \$25,000, see General Instruction C	4	21,842,212.00
	5	Cost of goods sold	5	00
	6	Cost or other basis, and sales expenses of assets sold	6	00
	7	Total costs. Add line 5 and line 6	7	00
	8	Total gross income. Subtract line 7 from line 4	8	21,842,212.00
Expenses	9	Total expenses and disbursements. From Side 2, Part II, line 18	9	22,428,630.00
	10	Excess of receipts over expenses and disbursements. Subtract line 9 from line 8	10	-586,418.00
Filing Fee	11	Filing fee \$10 or \$25. See General Instruction F	11	10.00
	12	Total payments	12	00
	13	Penalties and interest. See General Instruction J	13	00
	14	Use tax. See General Instruction K	14	00
	15	Balance due. Add line 11, line 13, and line 14. Then subtract line 12 from the result	15	10.00

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here: Signature of officer _____ Title _____ Date _____ Telephone _____

Paid Preparer's Use Only: Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN/PTIN _____

Firm's name (or yours, if self-employed) and address: **WILKINSON HADLEY KING & CO., LLP**
218 W. DOUGLAS AVENUE
EL CAJON, CA 92020
 FEIN **52-2354566**
 Telephone **619-447-6700**

May the FTB discuss this return with the preparer shown above? See instructions Yes No

Part II Organizations with gross receipts of more than \$25,000 and private foundations regardless of amount of gross receipts - complete Part II or furnish substitute information. See Specific Line Instructions.

Receipts from Other Sources	1	Gross sales or receipts from all business activities. See instructions	1	173,684.00
	2	Interest	2	70,627.00
	3	Dividends	3	00
	4	Gross rents	4	225,427.00
	5	Gross royalties	5	00
	6	Gross amount received from sale of assets (See Instructions)	6	00
	7	Other income. Attach schedule	7	-150,251.00
	8		Total gross sales or receipts from other sources. Add line 1 through line 7.	
Enter here and on Side 1, Part I, line 1		8	319,487.00	
Expenses and Disbursements	9	Contributions, gifts, grants, and similar amounts paid. Attach schedule	9	5,000.00
	10	Disbursements to or for members	10	0.00
	11	Compensation of officers, directors, and trustees. Attach schedule	11	703,608.00
	12	Other salaries and wages	12	12,793,973.00
	13	Interest	13	25,195.00
	14	Taxes	14	386,076.00
	15	Rents	15	0.00
	16	Depreciation and depletion (See instructions)	16	723,915.00
	17	Other. Attach schedule	17	7,790,863.00
	18		Total expenses and disbursements. Add line 9 through line 17. Enter here and on Side 1, Part I, line 9	18

Schedule L Balance Sheet		Beginning of taxable year		End of taxable year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		7,278,181.		4,995,597.
2	Net accounts receivable		2,845,439.		3,574,299.
3	Net notes receivable. Attach schedule				
4	Inventories				
5	Federal and state government obligations				
6	Investments in other bonds. Attach schedule				
7	Investments in stock. Attach schedule				
8	Mortgage loans (number of loans _____)				
9	Other investments. Attach schedule				
10	a Depreciable assets	4,279,546.		7,470,982.	
	b Less accumulated depreciation	(1,748,334.)	2,531,212.	(2,472,249.)	4,998,733.
11	Land				
12	Other assets. Attach schedule	ATTCH 6	115,974.		101,065.
13	Total assets		12,770,806.		13,669,694.
Liabilities and net worth					
14	Accounts payable		2,155,707.		2,735,721.
15	Contributions, gifts, or grants payable				
16	Bonds and notes payable. Attach schedule				
17	Mortgages payable		429,429.		1,125,247.
18	Other liabilities. Attach schedule	ATTCH 7	900,804.		1,110,278.
19	Capital stock or principle fund				
20	Paid-in or capital surplus. Attach reconciliation				
21	Retained earnings or income fund		9,284,866.		8,698,448.
22	Total liabilities and net worth		12,770,806.		13,669,694.

Schedule M-1 Reconciliation of income per books with income per return			
Do not complete this schedule if the amount on Schedule L, line 13, column (d), is less than \$25,000			
1	Net income per books	-586,418.	7 Income recorded on books this year not included in this return. Attach schedule
2	Federal income tax		8 Deductions in this return not charged against book income this year. Attach schedule
3	Excess of capital losses over capital gains		9 Total. Add line 7 and line 8
4	Income not recorded on books this year. Attach schedule		10 Net income per return.
5	Expenses recorded on books this year not deducted in this return. Attach schedule		Subtract line 9 from line 6
6	Total. Add line 1 through line 5	-586,418.	
			-586,418.

PALISADES CHARTER HIGH SCHOOL

92-0184898

FORM 199, PART I, LINE 3 - LIST OF CONTRIBUTORS

ATTACHMENT 1

<u>NAME AND ADDRESS</u>	<u>DATE</u>	<u>DIRECT PUBLIC SUPPORT</u>	<u>GOVERNMENT GRANTS</u>
CALIFORNIA DEPT OF ED 1430 N STREET SACRAMENTO, CA 95814	06/30/2010		15,807,264.
US DEPT OF ED 400 MARYLAND AVE WASHINGTON DC, WA 20202	06/30/2010		1,407,099.
COUNTY OF LOS ANGELES-TAXES 500 W TEMPLE ST LOS ANGELES, CA 90012	06/30/2010		3,807,630.
DONATIONS <5,000 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	06/30/2010	256,482.	
AYSO 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	09/01/2009	100,000.	
RALPH L. SMITH FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	08/26/2009	10,000.	
PAM BLAKIS 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	01/22/2010	50,000.	
KELTON FUND INC 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	09/01/2009	12,500.	

PALISADES CHARTER HIGH SCHOOL

92-0184898

FORM 199, PART I, LINE 3 - LIST OF CONTRIBUTORS

ATTACHMENT 1 (CONT'D)

<u>NAME AND ADDRESS</u>	<u>DATE</u>	<u>DIRECT PUBLIC SUPPORT</u>	<u>GOVERNMENT GRANTS</u>
JESSE BARKER MCKELLAR FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	11/24/2009	5,000.	
ROBERT KETTERER 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	02/07/2010	5,000.	
ALICIA SILKA 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	01/05/2010	6,000.	
ROSE GILBERT 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	04/28/2010	5,900.	
GILLIAN S FULLER FOUNDATION 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	01/06/2010	6,000.	
OPTIMIST CLUB 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	10/16/2009	10,000.	
DEBBIE AND MARTY ADELSTEIN 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	11/02/2009	5,000.	
DAVID LEE AND WENDY CHANG 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	10/29/2009	5,000.	

PALISADES CHARTER HIGH SCHOOL

92-0184898

FORM 199, PART I, LINE 3 - LIST OF CONTRIBUTORS

ATTACHMENT 1 (CONT'D)

<u>NAME AND ADDRESS</u>	<u>DATE</u>	<u>DIRECT PUBLIC SUPPORT</u>	<u>GOVERNMENT GRANTS</u>
SPIRIT FUNDRAISER DONATIONS <5,000 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	06/30/2010	16,060.	
SPIRIT FUNDRAISER 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90272	06/30/2010	5,695.	
SPIRIT FUNDRAISER 15777 BOWDOIN STREET PACIFIC PALISADES, CA 90207	06/30/2010	2,095.	
<u>TOTAL CONTRIBUTION AMOUNTS</u>		<u>500,732.</u>	<u>21,021,993.</u>

ATTACHMENT 2

PART II - OTHER INCOME

NET FUNDRAISING INCOME	-18,464.
DIRECT RENTAL EXPENSES	-131,787.
TOTAL OTHER INCOME	<u>-150,251.</u>

ATTACHMENT 3

COMPENSATION OF OFFICERS, DIRECTORS, AND TRUSTEES

AMY DRESSER HELD, EXECUTIVE DIRECTOR	135,782.
JAMES PALENO, TEACHER REPRESENTATIVE	118,075.
JULIA O'GRADY, CLASSIFIED REPRESENTATIVE	25,707.
KAREN PERKINS, TEACHER REPRESENTATIVE	110,613.
ALEXANDER SCHUHGALTER, TEACHER REPRESENTATIVE	100,200.
GREGORY WOOD, CHIEF BUSINESS OFFICER	122,231.
MARCIA HASKIN, PRINCIPAL	91,000.
TOTAL COMPENSATION OF OFFICERS, DIRECTORS, AND TRUSTEES	<u>703,608.</u>

FORM 990, PART II - GRANTS AND ALLOCATIONS PAID DURING THE YEAR

ATTACHMENT 4

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

RECIPIENT NAME AND ADDRESS

GRANTS PAID
COLLEGE SCHOLORSHIP
15777 BOWDOIN STREET
PACIFIC PALISADES, CA 90272

PAID TO A STUDENT FOR A COLLEGE SCHOLORSHIP

5,000.

TOTAL CONTRIBUTIONS PAID

5,000.

ATTACHMENT 5PART II - OTHER EXPENSES

CONTRACTED SERVICES	1,870,568.
UTILITIES	316,494.
FOOD SERVICE	249,681.
MATERIALS & SUPPLIES	213,458.
RENTALS, LEASES & REPAIRS	205,962.
DISTRICT OVERSIGHT FEES	179,268.
TRANSPORTATION, ATHLETIC	158,170.
TEXTBOOKS	103,179.
TRANSPORTATION, PUBLIC CONT.	101,833.
CONSULTANTS	52,613.
POSTAGE STAMPS/METERS	44,594.
DUES AND MEMBERSHIPS	44,438.
COMMUNICATIONS TELEPHONE	39,631.
OTHER CONTRACTED SERVICES	21,722.
OTHER SERVICES	7,567.
FINGERPRINTING, PHYSICAL ETC	5,619.
TRAVEL EXPENSES	655.
LEGAL EXPENSES	111,112.
PENSION EXPENSE	1,074,138.
PRINTING EXPENSE	0.
CONFERENCES	28,004.
ACCOUNTING EXPENSE	17,844.
EMPLOYEE BENEFITS	2,703,711.
OFFICE EXPENSES	100,272.
INFO. TECHNOLOGY	2,480.
INSURANCE	136,377.
ADVERTISING	1,473.
TOTAL OTHER EXPENSES	<u>7,790,863.</u>

CA 199 SCHEDULE L - OTHER ASSETS

ATTACHMENT 6

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>
RELATED PARTY RECEIVABLE	39,282.
PREPAID EXPENSES	61,783.
TOTALS	<u>101,065.</u>

CA 199 SCHEDULE L - OTHER LIABILITIES

ATTACHMENT 7

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>
DUE TO SPONSORING DISTRICT	1,105,057.
TOTALS	<u>1,105,057.</u>