East Valley Educational Services, L.P. - Entity ID 10971
School: East Valley Academy

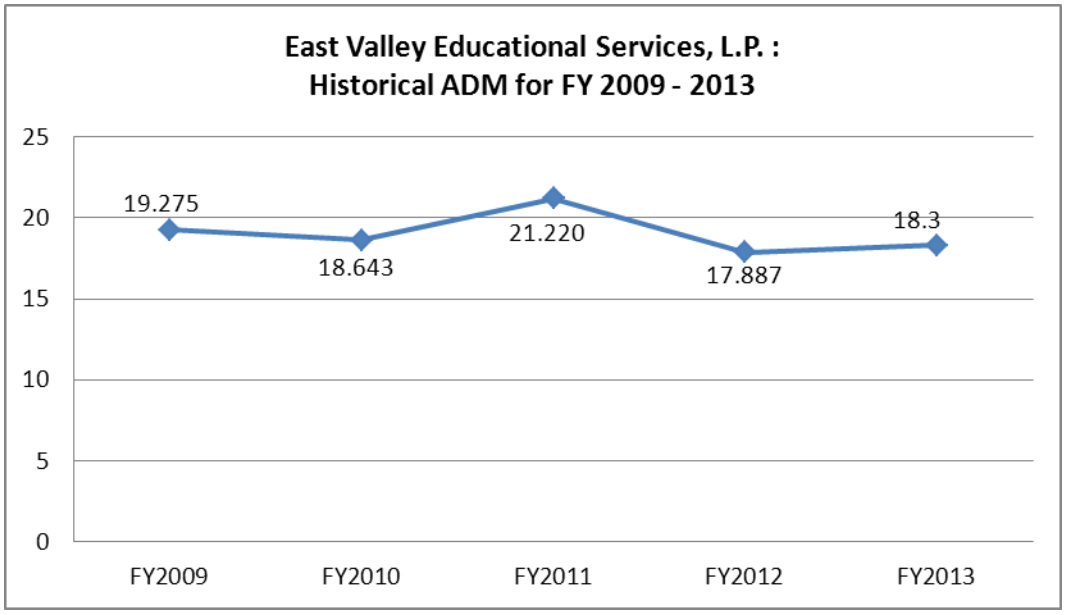
Renewal Executive Summary

Performance Summary

East Valley Educational Services, L.P. met the Board's academic performance expectations as set forth in the Performance Framework adopted by the Board and was waived from submitting the Academic Performance Section of the renewal application. The charter holder was required to submit the Financial Sustainability portion of the Detailed Business Plan Section of the renewal application. The charter holder's submission addressed those measures where the charter holder received a "Does Not Meet Standard" or "Falls Far Below Standard" rating for fiscal year 2012. The charter holder did have compliance matters. The charter holder's organizational membership on file with the Board was consistent with the information on file with the Arizona Corporation Commission.

Profile

East Valley Educational Services, L.P operates one school serving grades K-6 in Mesa. East Valley Educational Services, L.P. transferred sponsorship of its charter from the Arizona State Board of Education to the Arizona State Board for Charter Schools on May 1, 2013. The graph below shows the charter holder's actual 100th day average daily membership (ADM) for fiscal years 2009-2013.



A dashboard representation of East Valley Academy's academic outcomes, based upon the indicators and measures adopted by the Board, is provided below.

Academic Performance Rating FY 2012

Charter Holder: East Valley Educational Services, L.P.
Entity ID 10971

Charter School: East Valley Academy
Entity ID 78806, Grades K-6

1. Growth

Small Elementary		1a. SGP		1b. SGP Bottom 25%	
School	**School Year**	**Math**	**Read**	**Math**	**Read**
East Valley Academy	2011-2012	65	46	NR	NR
Points Assigned		75	50	0	0
Weight		25	25	0	0

2. Proficiency

Small Elementary		2a. Percent Passing		2b. Composite School Comparison		2c. Subgroup ELL		2c. Subgroup FRL		2c. Subgroup SPED	
School	**School Year**	**Math**	**Read**	**Math**	**Read**	**Math**	**Read**	**Math**	**Read**	**Math**	**Read**
East Valley Academy	2011-2012	100	100	45.1	25.4	NR	NR	NR	NR	NR	NR
Points Assigned		100	100	100	100	0	0	0	0	0	0
Weight		11.25	11.25	11.25	11.25	0	0	0	0	0	0

3. State Accountability & Overall Rating

Small Elementary		3a. State Accountability	Overall Rating
School	**School Year**	**Grade**	
East Valley Academy	2011-2012	100	81.25
Points Assigned		100	
Weight		5	100

Overall Rating	Point Range
Exceeds Standard	> or = to 89
Meets Standard	< 89, but > or = to 63
Does Not Meet Standard	< 63, but > or = to 39
Falls Far Below Standard	< 39

For additional information, see *Academic Performance Framework and Guidance*, available on the ASBCS webpage http://asbcs.az.gov

2/14/2013

I. Success of the Academic Program

The overall rating for the school on the Board's academic performance measures was 81.25 including points received for the FY 2012 letter grade of A as reported by the Arizona Department of Education.

The academic performance of the school operated by the charter holder meets the Board's academic performance expectations set forth in the performance framework adopted by the Board. Therefore, the charter holder was not required to submit a Demonstration of Sufficient Progress as part of the renewal application.

II. Viability of the Organization

The charter holder did not meet the Board's financial performance expectations because the charter holder received one or more "Falls Far Below Standard" in fiscal year 2012. The following table includes the charter holder's financial data and financial performance for the last three audited fiscal years. Please note that the amounts for "Net Assets" reflect adjustments for annual partner draws, which are not specifically addressed in the table.

East Valley Educational Services, L.P.

Financial Data				
	2012	2011	2010	
Statement of Financial Position				2009
Cash	$686	$3,832	$703	$1,557
Unrestricted Cash	$686	$3,832	$703	
Total Assets	$18,583	$18,002	$4,285	
Total Liabilities	-	-	-	
Current Portion of Long-Term Debt & Capital Leases	-	-	-	
Net Assets	$18,583	$18,002	$4,285	
Statement of Activities				
Revenue	$124,256	$146,419	$140,687	
Expenses	$116,962	$121,630	$129,381	
Net Income	$7,294	$24,789	$11,306	
Change in Net Assets	$7,294	$24,789	$11,306	
Financial Statements or Notes				
Depreciation & Amortization Expense	$1,727	$1,078	$297	
Interest Expense	-	-	-	
Lease Expense	$22,354	$22,494	$25,202	

Financial Performance				
	2012	2011	2010	3-yr Cumulative
Near-Term Indicators				
Going Concern	Yes	Yes	Yes	N/A
Unrestricted Days Cash	2.14	11.50	1.98	N/A
Default	No	No	No	N/A
Sustainability Indicators				
Total Liabilities to Equity Ratio	-	-	-	N/A
Net Income	$7,294	$24,789	$11,306	N/A
Cash Flow	($3,146)	$3,129	($854)	($871)
Fixed Charge Coverage Ratio	1.40	2.15	1.46	N/A

The charter holder was required to submit additional information regarding the charter holder's financial situation (presented in the charter holder's renewal portfolio: c. Financial Sustainability). The charter holder's submission addressed those measures where the charter holder received a "Falls Far Below Standard" or "Does Not Meet Standard" rating in fiscal year 2012.

III. Adherence to the Terms of the Charter

A. Compliance Matters Requiring Board or Other Agency Action

Over the past five years, there were no items to report.

B. Other Compliance Matters

For the previous five fiscal years, the charter holder has failed to timely submit its audit for one or more years.

C. Charter Holder's Organizational Membership

Because the organizational membership on file with the Board was consistent with the information on file with the Arizona Corporation Commission, the charter holder was not required to submit the charter holder's Organizational Membership portion of the Detailed Business Plan Section.

Board Options

Option 1: The Board may approve the renewal. Staff recommends the following language provided for consideration: Renewal is based on consideration of academic, fiscal and contractual compliance of the charter holder. In this case, the charter holder meets the academic performance expectations set forth in the Board's performance framework. There is a record of past contractual noncompliance which has been reviewed. With that taken into consideration as well as all information provided to the Board for consideration of this renewal application package and during its discussion with representatives of the charter holder, I move to approve the request for charter renewal and grant a renewal contract to East Valley Educational Services, L.P.

Option 2: The Board may deny the renewal. The following language is provided for consideration: Based upon a review of the information provided by the representatives of the charter holder and the contents of the application package which includes the academic performance, the fiscal compliance, and legal and contractual compliance of the charter holder over the charter term, I move to deny the request for charter renewal and to not grant a renewal contract for East Valley Educational Services, L.P. Specifically, the charter holder, during the term of the contract, failed to meet the obligations of the contract or failed to comply with state law when it: (Board member must specify reasons the Board found during its consideration.)