



South Central Los Angeles  
Regional Center

**SCLARC**  
**Board of Director's *Remote Special* Meeting**  
**Notice**

**Tuesday, June 17, 2025**  
**7pm – 9pm**

**“Webinar Zoom”**  
**English/Spanish**

Hi there,

You are invited to a Webinar Zoom meeting.  
When: June 17th, 2025, 07:00 PM Pacific Time (US and Canada)

**Register in Advance for this meeting:**

[https://us06web.zoom.us/webinar/register/WN\\_vIED\\_FUrjOQuN826vV9Lw](https://us06web.zoom.us/webinar/register/WN_vIED_FUrjOQuN826vV9Lw)

**After registering, you will receive a confirmation email containing information about joining the meeting.**

**Spanish Translator Available**

**Thank you!**

English Session	Sesión en Español (Spanish Session)
<p>Hi there,</p> <p>We recommend you use a Laptop or Desktop PC, or a Mobile Device with the Zoom app installed in order to join our Zoom meeting.</p> <p>In order to minimize outside interruptions SCLARC is now requiring all participants to register to join the board of directors' meetings.</p> <p>When: June 17, 2025, 07:00 PM Pacific Time (US and Canada)</p> <p>Register in advance for this meeting:  <a href="https://us06web.zoom.us/webinar/register/WN_vIED_FUrJlOQuN826vV9Lw">https://us06web.zoom.us/webinar/register/WN_vIED_FUrJlOQuN826vV9Lw</a></p> <p>After registering, you will receive a confirmation email containing information about joining the meeting.</p> <p>*You may also call in to only hear the meeting, but you won't be able to interact or ask questions via phone.</p> <p>If you can only join via phone call and have questions, please email them to <a href="mailto:Ingrido@sclarc.org">Ingrido@sclarc.org</a>. Please include your name, callback number (if you wish to be contacted), and question.</p>	<p>Hola,</p> <p>Para unirse a la junta de Zoom se recomienda usar una computadora, o dispositivo móvil con la aplicación Zoom.</p> <p>Para evitar interrupciones SCLARC requiere que se registre simplemente haciendo clic en el enlace de abajo.</p> <p>Cuando: June 17, 2025, a las 7:00 PM Pacific Time (US and Canada).</p> <p>Regístrese por adelantado usando este enlace en su PC o dispositivo móvil</p> <p><a href="https://us06web.zoom.us/webinar/register/WN_vIED_FUrJlOQuN826vV9Lw">https://us06web.zoom.us/webinar/register/WN_vIED_FUrJlOQuN826vV9Lw</a></p> <p>Después de registrarse recibirá un correo electrónico con la información para unirse a la junta</p> <p>*También puede escuchar la junta solo por teléfono, pero no podrá interactuar o hacer preguntas por teléfono.</p> <p>Si desea usar el teléfono, favor de mandar sus preguntas o comentarios por email a, <a href="mailto:Ingrido@sclarc.org">Ingrido@sclarc.org</a>. Por favor incluya su nombre, número de teléfono (si desea que se le contacte), y pregunta.</p>



## Board of Directors ***Special*** Meeting South Central Los Angeles Regional Center

**Tuesday, June 17, 2025**  
**7:00pm – 9:00pm**  
**Webinar Meeting**

*Please use the Webinar Zoom Meeting Link below to register and join the meeting.*

*After registering, you will receive a confirmation email containing information about joining the meeting.*

[https://us06web.zoom.us/webinar/register/WN\\_vIED\\_FURjOQuN826vV9Lw](https://us06web.zoom.us/webinar/register/WN_vIED_FURjOQuN826vV9Lw)

### **AGENDA**

#### **I. General**

- A. Call to Order and Roll Call – (Cynthia Torres)
- B. Purpose for the meeting – (Dexter Henderson)

#### **II. Staff Reports**

- A. Budget Update & Finance – (Kyla Lee)
  - **\*Approval of the B-1 Allocation FY 2025-26 – Attachment**
  - **\*Approval of CID Invoice – Attachment**

#### **III. Executive Close Session – (Cynthia Torres)**

- **Personnel Matter**

#### **IV. Public Comment**

#### **V. Meeting Adjournment**

#### **VI. For your future reference / information:**

- Next BOD Meeting – 9/23/25

**\* Action Item**



South Central Los Angeles  
Regional Center

# MEMO

To: Board of Directors  
From: Kyla Lee, CFO  
Subject: Request approval for Fiscal year 2025\_26 B-1 Allocation and \$50M Line of Credit Renewal from City National Bank  
Date: June 03, 2025  
CC: Dexter Henderson, CEO

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Dear Board of Directors,

SCLARC received the Fiscal Year 2025\_26 B-1 Allocation totaling \$718,772,477 the allocation includes \$76,146,988 for Operations and \$642,625,489 for Purchase of Services. The Board is required to approve the allocation and authorize the Board president, Cynthia Torres, to sign the FY2025\_26 contract amendment. The Board met on May 27th, but the agenda didn't include the approval of the items noted above. We are requesting the Executive Members of the Board to vote and approve the acceptance of the B-1 Allocation and authorize Cynthia to sign the FY2025\_26 contract amendment.

Each year SCLARC is required to renew its \$50 million dollar line of credit (LOC) with City National Bank. The line of credit serves as alternative funding to cover monthly expenses if there are delays in the receiving payments from DDS. Again, we received the LOC renewal agreement from City National Bank after the board meeting agenda was posted. We are requesting the Executive members of the Board to vote and approve the renewal of the FY2025\_26 \$50 million dollar line of credit.

At the Board meeting scheduled for July 22, 2025, management will present the FY2025\_26 B-1 Allocation and the \$50 million dollar line of credit to the Board approval and ratification of the Executive Committee action to approve the items.

If you have any questions, feel free to call me.

**Kyla Lee,**

Chief Financial Officer  
South Central Los Angeles Regional Center  
213-744-8480  
[Kylal@Sclarc.org](mailto:Kylal@Sclarc.org)

**SCLARC**  
**B-1 Allocation**  
**Fiscal Year 2025\_26**

Description	Allocation Name	Allocation Amount	Sub-Totals	Explanations
Operations	B-1	72,711,526		Allocation for general operations - personnel, benefits, supplies, etc.
ABX2 (Managed Care Organization)	B-1	2,052,850		administrative expenses -appropriated in Statutes of 2016
Administrative Cost	B-1	93,172		Allocation for general operations - personnel, rent, supplies, etc.
Improve Service Coordinator Caseload Ratios	B-1	1,023,440		Allocation to hire additional Service coordinators to improve caseload ratios-- approved in 2016 Budget Act
Resources to Implement ABX2 1	B-1	99,143		ABX2 1 Employment Specialist Salary
Resources to Implement ABX2 1	B-1	99,143		ABX2 1 Cultural Specialist Salary
Compliance with HCBS Regulations	B-1	67,714	76,146,988	1:62; performing quarterly face-to face visits with Consumers living out of the home, monitoring health
<b>Total Operation Allocation Through B-1</b>		<b>76,146,988</b>		
Non-CPP Purchase of Services Allocation	B-1	642,625,489	642,625,489	Allocation to provide POS --Out of home, day programs, transportation, respite, other
<b>Total POS Allocation Prelim - B-1</b>		<b>642,625,489</b>		
<b>Total Ops and POS Allocation B-1</b>		<b>718,772,477</b>		



PETE CERVINKA  
DIRECTOR

State of California—Health and Human Services Agency  
**Department of Developmental Services**  
1215 O Street, Sacramento, CA 95814  
[www.dds.ca.gov](http://www.dds.ca.gov)



GAVIN NEWSOM  
GOVERNOR

May 23, 2025

TO: REGIONAL CENTER EXECUTIVE DIRECTORS  
REGIONAL CENTER ADMINISTRATORS

SUBJECT: B-1 ALLOCATION FOR FISCAL YEAR 2025-26

Please find enclosed information regarding the allocation amounts to be included in the Fiscal Year 2025-26, B-1 Contract Amendment that your regional center will receive within the next few days.

If you have any questions regarding this allocation, please contact Darla Keys, Manager, Allocations, Budget Section, at [darla.keys@dds.ca.gov](mailto:darla.keys@dds.ca.gov) or (916) 654-2255.

Sincerely,

*Original Signed by:*

STEVEN PAVLOV  
Chief Financial Officer

Enclosures

cc: Regional Center Controllers  
Regional Center Directors of Consumer Services  
Regional Center Directors of Community Services  
Amy Westling, Association of Regional Center Agencies  
Vivian Umenei, Association of Regional Center Agencies  
Pete Cervinka, Department of Developmental Services  
Michi Gates, Department of Developmental Services  
Carla Castañeda, Department of Developmental Services

**Explanation of Items for FY 2025-26 B-1 Amendment  
Exhibit II**

**Operations (Ops)**

**Base**

Allocated 85 percent of the FY 2025-26 proposed base funds available for regional center allocation per the 2025 May Revision. This allocation is based on each regional center's pro-rata share of the operations Non-CPP base allocations through the FY 2024-25 A-2 contract.

**Policy Items**

**• Improve Service Coordinator Caseload Ratios (\$23.1 million)**

The allocation is based on each regional center's pro-rata share of consumers in Status 1, 2 of the June 2016 Client Master File (CMF) report.

**• Compliance with Home and Community-Based Services (HCBS) Regulations) Operations (\$1.4 million)**

Allocated 100 percent of total funds available; one position for a program evaluator to each RC. Allocation has remained the same since allocation in the FY 2017-18 D-1 contract amendment.

**• ABX2 1 – Regional Center Operations Increases (\$45.4 million)**

Allocated 100 percent of total funds available for Salaries and Wages and Administrative Costs. As agreed with ARCA, allocation has remained the same since allocation in the FY 2017-18 D-1 contract amendment to provide the same funding for staff hired.

**• Resources to Implement ABX2 1 (\$4.1 million)**

Allocated 100 percent of total funds available; two positions for an employment specialist and cultural specialist to each regional center. Allocation has remained the same since allocation in the FY 2017-18 D-1 contract amendment.

**Purchase of Services (POS)**

**Base**

Allocated 80 percent of the FY 2025-26 proposed base funds available for regional center allocation per the 2025 May Revision. This allocation is based on each regional center's pro-rata share of the Purchase of Services Non-CPP claims received through December 2024 for FY 2024-25.

Fiscal Year 2025-26 B-1 Allocation  
Operations (Ops) and Purchase of Services (POS) Summary

Per May Revision	Non-CPP Operations Allocation											Non-CPP POS Allocation	Non-CPP Ops + POS
	Base Operations	Ops Policy Items Allocation								Total Operations	Total Base Purchase of Services	Total Ops+ POS Includes Ops Policy Items  Allocation	
		Improve Service Coordinator Caseload Ratios	Compliance with HCBS Regulations	ABX2 1 RC Ops Increases			Resources to Implement ABX2 1		Total Ops Policy Items				
				Salaries & Wages	Administrative Costs	Total ABX2 1 Ops Increases	Employment Specialist Salary	Cultural Specialist Salary					Resources to Implement ABX2 1
	A	B	C	D	E	F=D+E	G	H	I=G+H	J	K= A+J	L	M = K + L
Regional Center													
Alta California	\$ 86,250,982	\$ 1,625,521	\$ 67,714	\$ 2,832,161	\$ 128,542	\$ 2,960,703	\$ 99,143	\$ 99,143	\$ 198,286	\$ 4,852,224	\$ 91,103,206	\$ 833,769,770	\$ 924,872,976
Central Valley	\$ 82,411,919	\$ 1,368,844	\$ 67,714	\$ 2,570,992	\$ 116,689	\$ 2,687,681	\$ 99,143	\$ 99,143	\$ 198,286	\$ 4,322,525	\$ 86,734,444	\$ 642,637,462	\$ 729,371,906
East Bay	\$ 80,875,424	\$ 1,433,579	\$ 67,714	\$ 2,680,648	\$ 121,666	\$ 2,802,314	\$ 99,143	\$ 99,143	\$ 198,286	\$ 4,501,893	\$ 85,377,317	\$ 902,332,382	\$ 987,709,699
Eastern L.A.	\$ 48,460,110	\$ 844,661	\$ 67,714	\$ 1,603,683	\$ 72,786	\$ 1,676,469	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,787,130	\$ 51,247,240	\$ 433,813,422	\$ 485,060,662
Far Northern	\$ 32,323,100	\$ 561,887	\$ 67,714	\$ 1,219,024	\$ 55,327	\$ 1,274,351	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,102,238	\$ 34,425,338	\$ 305,397,935	\$ 339,823,273
LA County/Lanterman	\$ 40,807,691	\$ 738,328	\$ 67,714	\$ 1,412,644	\$ 64,115	\$ 1,476,759	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,481,087	\$ 43,288,778	\$ 426,390,973	\$ 469,679,751
Golden Gate	\$ 43,353,301	\$ 677,412	\$ 67,714	\$ 1,410,830	\$ 64,033	\$ 1,474,863	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,418,275	\$ 45,771,576	\$ 585,064,313	\$ 630,835,889
Harbor	\$ 58,083,955	\$ 933,856	\$ 67,714	\$ 1,845,740	\$ 83,772	\$ 1,929,512	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,129,368	\$ 61,213,323	\$ 427,556,046	\$ 488,769,369
Inland	\$ 136,258,913	\$ 2,403,031	\$ 67,714	\$ 4,111,387	\$ 186,602	\$ 4,297,989	\$ 99,140	\$ 99,140	\$ 198,280	\$ 6,967,014	\$ 143,225,927	\$ 1,093,680,413	\$ 1,236,906,340
Kern	\$ 43,436,611	\$ 613,690	\$ 67,714	\$ 1,217,644	\$ 55,265	\$ 1,272,909	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,152,599	\$ 45,589,210	\$ 328,599,109	\$ 374,188,319
North Bay	\$ 37,652,283	\$ 636,203	\$ 67,714	\$ 1,323,128	\$ 60,052	\$ 1,383,180	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,285,383	\$ 39,937,666	\$ 518,105,590	\$ 558,043,256
North L.A.	\$ 103,438,928	\$ 1,740,190	\$ 67,714	\$ 3,115,547	\$ 141,404	\$ 3,256,951	\$ 99,143	\$ 99,143	\$ 198,286	\$ 5,263,141	\$ 108,702,069	\$ 961,763,421	\$ 1,070,465,490
Orange County	\$ 74,902,153	\$ 1,524,955	\$ 67,714	\$ 2,819,216	\$ 127,955	\$ 2,947,171	\$ 99,143	\$ 99,143	\$ 198,286	\$ 4,738,126	\$ 79,640,279	\$ 690,604,252	\$ 770,244,531
Redwood Coast	\$ 18,843,370	\$ 275,608	\$ 67,720	\$ 670,706	\$ 30,441	\$ 701,147	\$ 99,143	\$ 99,143	\$ 198,286	\$ 1,242,761	\$ 20,086,131	\$ 192,751,931	\$ 212,838,062
San Andreas	\$ 64,218,705	\$ 1,246,154	\$ 67,714	\$ 2,309,114	\$ 104,803	\$ 2,413,917	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,926,071	\$ 68,144,776	\$ 829,797,336	\$ 897,942,112
San Diego	\$ 111,932,534	\$ 1,898,559	\$ 67,714	\$ 3,292,109	\$ 149,418	\$ 3,441,527	\$ 99,143	\$ 99,143	\$ 198,286	\$ 5,606,086	\$ 117,538,620	\$ 837,717,149	\$ 955,255,769
San Gabriel/Pomona	\$ 52,462,875	\$ 980,440	\$ 67,714	\$ 1,846,772	\$ 83,819	\$ 1,930,591	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,177,031	\$ 55,639,906	\$ 499,675,270	\$ 555,315,176
South Central	\$ 72,711,526	\$ 1,023,440	\$ 67,714	\$ 2,052,850	\$ 93,172	\$ 2,146,022	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,435,462	\$ 76,146,988	\$ 642,625,489	\$ 718,772,477
Tri-Counties	\$ 64,321,395	\$ 1,020,869	\$ 67,714	\$ 1,998,219	\$ 90,692	\$ 2,088,911	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,375,780	\$ 67,697,175	\$ 516,227,116	\$ 583,924,291
Valley Mountain	\$ 58,833,178	\$ 963,847	\$ 67,714	\$ 1,843,180	\$ 83,656	\$ 1,926,836	\$ 99,143	\$ 99,143	\$ 198,286	\$ 3,156,683	\$ 61,989,861	\$ 491,855,354	\$ 553,845,215
Coastal / Westside	\$ 34,741,147	\$ 650,926	\$ 67,714	\$ 1,339,406	\$ 60,791	\$ 1,400,197	\$ 99,143	\$ 99,143	\$ 198,286	\$ 2,317,123	\$ 37,058,270	\$ 523,361,667	\$ 560,419,937
Total	\$ 1,346,320,100	\$ 23,162,000	\$ 1,422,000	\$ 43,515,000	\$ 1,975,000	\$ 45,490,000	\$ 2,082,000	\$ 2,082,000	\$ 4,164,000	\$ 74,238,000	\$ 1,420,558,100	\$ 12,683,726,400	\$ 14,104,284,500

Starting with FY 2025-26, the "Preliminary name" will be changed to indicate the 1st allocation for the series.



**B-1 Cash Advance Summary**

Fiscal Year 2025-26

B-1 Allocation Grand Total Cash Advance #1-3

Non-CPP items for Operations (Ops) &amp; Purchase of Services (POS), per May Revision

Total of all 3 Cash Advances = 25% of Total Allocation

***For Reference Purposes Only***

Regional Center	Operations	%	Purchase of Services	%	Total
Alta California	\$ 22,775,802	6.41%	\$ 208,442,443	6.57%	\$ 231,218,245
Central Valley	\$ 21,683,611	6.11%	\$ 160,659,366	5.07%	\$ 182,342,977
East Bay	\$ 21,344,329	6.01%	\$ 225,583,096	7.11%	\$ 246,927,425
Eastern L.A.	\$ 12,811,810	3.61%	\$ 108,453,356	3.42%	\$ 121,265,166
Far Northern	\$ 8,606,335	2.42%	\$ 76,349,484	2.41%	\$ 84,955,819
LA County/Frank Lanterman	\$ 10,822,195	3.05%	\$ 106,597,743	3.36%	\$ 117,419,938
Golden Gate	\$ 11,442,894	3.22%	\$ 146,266,078	4.61%	\$ 157,708,972
Harbor	\$ 15,303,331	4.31%	\$ 106,889,012	3.37%	\$ 122,192,343
Inland	\$ 35,806,478	10.08%	\$ 273,420,097	8.62%	\$ 309,226,575
Kern	\$ 11,397,303	3.21%	\$ 82,149,777	2.59%	\$ 93,547,080
North Bay	\$ 9,984,417	2.81%	\$ 129,526,398	4.08%	\$ 139,510,815
North L.A.	\$ 27,175,517	7.65%	\$ 240,440,855	7.58%	\$ 267,616,372
Orange County	\$ 19,910,070	5.61%	\$ 172,651,063	5.44%	\$ 192,561,133
Redwood Coast	\$ 5,021,533	1.41%	\$ 48,187,986	1.52%	\$ 53,209,519
San Andreas	\$ 17,036,194	4.80%	\$ 207,449,334	6.54%	\$ 224,485,528
San Diego	\$ 29,384,655	8.27%	\$ 209,429,287	6.60%	\$ 238,813,942
San Gabriel/Pomona	\$ 13,909,977	3.92%	\$ 124,918,818	3.94%	\$ 138,828,795
South Central	\$ 19,036,747	5.36%	\$ 160,656,372	5.07%	\$ 179,693,119
Tri-Counties	\$ 16,924,294	4.77%	\$ 129,056,779	4.07%	\$ 145,981,073
Valley Mountain	\$ 15,497,465	4.36%	\$ 122,963,839	3.88%	\$ 138,461,304
Coastal / Westside	\$ 9,264,568	2.61%	\$ 130,840,417	4.13%	\$ 140,104,985
<b>Total</b>	<b>\$ 355,139,525</b>	<b>100.00%</b>	<b>\$ 3,170,931,600</b>	<b>100.00%</b>	<b>\$ 3,526,071,125</b>

The Cash Advance is calculated as 25% of allocation, less any federal dollars.

Divided for 3 Cash Advances, based on the B-1 (formerly B-Prelim) Worksheet:				
		Ops	POS	Total
Advance # 1 <sup>1</sup>	33.33%	\$118,379,842	\$1,056,977,200	\$1,175,357,042
Advance # 2 <sup>1</sup>	33.33%	\$118,379,842	\$1,056,977,200	\$1,175,357,042
Advance # 3 <sup>2</sup>	33.33%	\$118,379,841	\$1,056,977,200	\$1,175,357,041
	100.00%	\$355,139,525	\$3,170,931,600	\$3,526,071,125

<sup>1</sup>Cash Advances are divided into 3 separate advances based on 25% of Ops & POS B-1 Allocation.<sup>2</sup>Advance # 3 is based on the residual Percentage of 100% of the Advance.

**Fiscal Year 2025-26**  
**B-1 Allocation, per May Revision**  
**Claimable Cash Advance #1**

<b>Regional Center</b>	<b>Operations</b>	<b>%</b>	<b>Purchase of Services</b>	<b>%</b>	<b>Total</b>
Alta California	\$ 7,591,934	6.41%	\$ 69,480,814	6.57%	\$ 77,072,748
Central Valley	\$ 7,227,870	6.11%	\$ 53,553,122	5.07%	\$ 60,780,992
East Bay	\$ 7,114,776	6.01%	\$ 75,194,365	7.11%	\$ 82,309,141
Eastern L.A.	\$ 4,270,603	3.61%	\$ 36,151,119	3.42%	\$ 40,421,722
Far Northern	\$ 2,868,778	2.42%	\$ 25,449,828	2.41%	\$ 28,318,606
LA County/Frank Lanterman	\$ 3,607,398	3.05%	\$ 35,532,581	3.36%	\$ 39,139,979
Golden Gate	\$ 3,814,298	3.22%	\$ 48,755,359	4.61%	\$ 52,569,657
Harbor	\$ 5,101,110	4.31%	\$ 35,629,671	3.37%	\$ 40,730,781
Inland	\$ 11,935,493	10.08%	\$ 91,140,032	8.62%	\$ 103,075,525
Kern	\$ 3,799,101	3.21%	\$ 27,383,259	2.59%	\$ 31,182,360
North Bay	\$ 3,328,139	2.81%	\$ 43,175,466	4.08%	\$ 46,503,605
North L.A.	\$ 9,058,506	7.65%	\$ 80,146,952	7.58%	\$ 89,205,458
Orange County	\$ 6,636,690	5.61%	\$ 57,550,354	5.44%	\$ 64,187,044
Redwood Coast	\$ 1,673,847	1.41%	\$ 16,062,664	1.52%	\$ 17,736,511
San Andreas	\$ 5,678,731	4.80%	\$ 69,149,778	6.54%	\$ 74,828,509
San Diego	\$ 9,794,885	8.27%	\$ 69,809,762	6.60%	\$ 79,604,647
San Gabriel/Pomona	\$ 4,636,659	3.92%	\$ 41,639,606	3.94%	\$ 46,276,265
South Central	\$ 6,345,582	5.36%	\$ 53,552,124	5.07%	\$ 59,897,706
Tri-Counties	\$ 5,641,431	4.77%	\$ 43,018,926	4.07%	\$ 48,660,357
Valley Mountain	\$ 5,165,822	4.36%	\$ 40,987,946	3.88%	\$ 46,153,768
Coastal / Westside	\$ 3,088,189	2.61%	\$ 43,613,472	4.13%	\$ 46,701,661
<b>Total</b>	<b>\$ 118,379,842</b>	<b>100.00%</b>	<b>\$ 1,056,977,200</b>	<b>100.00%</b>	<b>\$ 1,175,357,042</b>

**Fiscal Year 2025-26**  
**B-1 Allocation, per May Revision**  
**Claimable Cash Advance #2**

Non-CPP items for Operations (Ops) & Purchase of Services (POS)  
(Whole Dollars)

Regional Center	Operations	%	Purchase of Services	%	Total
Alta California	\$ 7,591,934	6.41%	\$ 69,480,814	6.57%	\$ 77,072,748
Central Valley	\$ 7,227,870	6.11%	\$ 53,553,122	5.07%	\$ 60,780,992
East Bay	\$ 7,114,776	6.01%	\$ 75,194,365	7.11%	\$ 82,309,141
Eastern L.A.	\$ 4,270,603	3.61%	\$ 36,151,119	3.42%	\$ 40,421,722
Far Northern	\$ 2,868,778	2.42%	\$ 25,449,828	2.41%	\$ 28,318,606
LA County/Frank Lanterman	\$ 3,607,398	3.05%	\$ 35,532,581	3.36%	\$ 39,139,979
Golden Gate	\$ 3,814,298	3.22%	\$ 48,755,359	4.61%	\$ 52,569,657
Harbor	\$ 5,101,110	4.31%	\$ 35,629,671	3.37%	\$ 40,730,781
Inland	\$ 11,935,493	10.08%	\$ 91,140,032	8.62%	\$ 103,075,525
Kern	\$ 3,799,101	3.21%	\$ 27,383,259	2.59%	\$ 31,182,360
North Bay	\$ 3,328,139	2.81%	\$ 43,175,466	4.08%	\$ 46,503,605
North L.A.	\$ 9,058,506	7.65%	\$ 80,146,952	7.58%	\$ 89,205,458
Orange County	\$ 6,636,690	5.61%	\$ 57,550,354	5.44%	\$ 64,187,044
Redwood Coast	\$ 1,673,847	1.41%	\$ 16,062,664	1.52%	\$ 17,736,511
San Andreas	\$ 5,678,731	4.80%	\$ 69,149,778	6.54%	\$ 74,828,509
San Diego	\$ 9,794,885	8.27%	\$ 69,809,762	6.60%	\$ 79,604,647
San Gabriel/Pomona	\$ 4,636,659	3.92%	\$ 41,639,606	3.94%	\$ 46,276,265
South Central	\$ 6,345,582	5.36%	\$ 53,552,124	5.07%	\$ 59,897,706
Tri-Counties	\$ 5,641,431	4.77%	\$ 43,018,926	4.07%	\$ 48,660,357
Valley Mountain	\$ 5,165,822	4.36%	\$ 40,987,946	3.88%	\$ 46,153,768
Coastal / Westside	\$ 3,088,189	2.61%	\$ 43,613,472	4.13%	\$ 46,701,661
<b>Total</b>	<b>\$ 118,379,842</b>	<b>100.00%</b>	<b>\$ 1,056,977,200</b>	<b>100.00%</b>	<b>\$ 1,175,357,042</b>

**Fiscal Year 2025-26**  
**B-1 Allocation, per May Revision**  
**Claimable Cash Advance #3**

Non-CPP items for Operations (Ops) & Purchase of Services (POS)  
(Whole Dollars)

Regional Center	Operations	%	Purchase of Services	%	Total
Alta California	\$ 7,591,934	6.41%	\$ 69,480,815	6.57%	\$ 77,072,749
Central Valley	\$ 7,227,871	6.11%	\$ 53,553,122	5.07%	\$ 60,780,993
East Bay	\$ 7,114,777	6.01%	\$ 75,194,366	7.11%	\$ 82,309,143
Eastern L.A.	\$ 4,270,604	3.61%	\$ 36,151,118	3.42%	\$ 40,421,722
Far Northern	\$ 2,868,779	2.42%	\$ 25,449,828	2.41%	\$ 28,318,607
LA County/Frank Lanterman	\$ 3,607,399	3.05%	\$ 35,532,581	3.36%	\$ 39,139,980
Golden Gate	\$ 3,814,298	3.22%	\$ 48,755,360	4.61%	\$ 52,569,658
Harbor	\$ 5,101,111	4.31%	\$ 35,629,670	3.37%	\$ 40,730,781
Inland	\$ 11,935,492	10.08%	\$ 91,140,033	8.62%	\$ 103,075,525
Kern	\$ 3,799,101	3.21%	\$ 27,383,259	2.59%	\$ 31,182,360
North Bay	\$ 3,328,139	2.81%	\$ 43,175,466	4.08%	\$ 46,503,605
North L.A.	\$ 9,058,505	7.65%	\$ 80,146,951	7.58%	\$ 89,205,456
Orange County	\$ 6,636,690	5.61%	\$ 57,550,355	5.44%	\$ 64,187,045
Redwood Coast	\$ 1,673,839	1.41%	\$ 16,062,658	1.52%	\$ 17,736,497
San Andreas	\$ 5,678,732	4.80%	\$ 69,149,778	6.54%	\$ 74,828,510
San Diego	\$ 9,794,885	8.27%	\$ 69,809,763	6.60%	\$ 79,604,648
San Gabriel/Pomona	\$ 4,636,659	3.92%	\$ 41,639,606	3.94%	\$ 46,276,265
South Central	\$ 6,345,583	5.36%	\$ 53,552,124	5.07%	\$ 59,897,707
Tri-Counties	\$ 5,641,432	4.77%	\$ 43,018,927	4.07%	\$ 48,660,359
Valley Mountain	\$ 5,165,821	4.36%	\$ 40,987,947	3.88%	\$ 46,153,768
Coastal / Westside	\$ 3,088,190	2.61%	\$ 43,613,473	4.13%	\$ 46,701,663
<b>Total</b>	<b>\$ 118,379,841</b>	<b>100.00%</b>	<b>\$ 1,056,977,200</b>	<b>100.00%</b>	<b>\$ 1,175,357,041</b>

**Fiscal Year 2025-26 B-1 Allocation Summary**  
**For use by Financial Institution**

(Whole Dollars)

Based on May Revision

<b>Regional Center</b>	<b>Grand Total (Ops+POS)</b>
<b>Alta California</b>	\$ 924,872,976
<b>Central Valley</b>	\$ 729,371,906
<b>East Bay</b>	\$ 987,709,699
<b>Eastern L.A.</b>	\$ 485,060,662
<b>Far Northern</b>	\$ 339,823,273
<b>LA County/Frank Lanterman</b>	\$ 469,679,751
<b>Golden Gate</b>	\$ 630,835,889
<b>Harbor</b>	\$ 488,769,369
<b>Inland</b>	\$ 1,236,906,340
<b>Kern</b>	\$ 374,188,319
<b>North Bay</b>	\$ 558,043,256
<b>North L.A.</b>	\$ 1,070,465,490
<b>Orange County</b>	\$ 770,244,531
<b>Redwood Coast</b>	\$ 212,838,062
<b>San Andreas</b>	\$ 897,942,112
<b>San Diego</b>	\$ 955,255,769
<b>San Gabriel/Pomona</b>	\$ 555,315,176
<b>South Central</b>	\$ 718,772,477
<b>Tri-Counties</b>	\$ 583,924,291
<b>Valley Mountain</b>	\$ 553,845,215
<b>Coastal / Westside</b>	\$ 560,419,937
<b>Grand Total</b>	<b>\$ 14,104,284,500</b>

Date: May 28, 2025

Business Unit Name and No.: Commercial Banking - Downtown LA - 433

**Borrower:** South Central Los Angeles Regional Center for Developmentally Disabled Persons, Inc., a California non-profit corporation ("Borrower")  
**Attention:** Susan Welch, Senior Vice President  
**Re:** Loan #249146-35105 in the amount of FIFTY MILLION AND NO/100THS DOLLARS (\$50,000,000.00) ("Loan")

In connection with the above referenced loan, executed by Borrower in favor of City National Bank ("CNB"), the following estimated fees and charges are payable by Borrower:

Estimate Documentation Fee .....	\$2,500.00
Estimate Legal Fees .....	\$2,500.00
<b>Total Estimated Fees:.....</b>	<b>\$5,000.00</b>

The actual fees may be higher or lower than the Total Estimated Fees shown above. Any funds provided by Borrower that exceed the actual fees will be deposited to Borrower's CNB Checking Account (if indicated below) or reimbursed to Borrower by Cashier's Check. If the actual fees exceed the Total Estimated Fees ("Excess Fees"), CNB will bill Borrower directly for the Excess Fees or, if authorized below, the Excess Fees will be debited from Borrower's CNB Checking Account indicated below.

Borrower hereby authorizes CNB to debit the Total Estimated Fees and any Excess Fees from Borrower's CNB Checking Account number 210324690. Borrower's CNB Checking Account must be held in the name of Borrower, unless otherwise agreed to by CNB.

If payment authorization from Borrower's CNB Checking Account is not provided above, payment of the Total Estimated Fees must be made prior to the closing of your loan transaction. Unless the Total Estimated Fees are being paid from a portion of the Loan proceeds, payment shall be made by either (i) attaching a check, drawn on a U.S. financial institution, to this Loan Fees and Charges form in the amount of the Total Estimated Fees, or (ii) wiring funds in the amount of the Total Estimated Fees to CNB (please contact your relationship manager for wiring instructions).

"BORROWER"

**South Central Los Angeles Regional Center for Developmentally Disabled Persons, Inc.,**  
a California non-profit corporation

By: \_\_\_\_\_  
Dexter A. Henderson, CEO

By: \_\_\_\_\_  
Kyla Lee, CFO



Account No. 249146  
Note No. 35105

This Loan Revision Agreement ("Agreement") dated May 28, 2025, amends the terms of that certain Revolving Note dated May 25, 2021, in favor of **City National Bank**, a national banking association ("CNB") executed by **South Central Los Angeles Regional Center for Developmentally Disabled Persons, Inc.**, a California non-profit corporation ("Borrower"), in the original principal amount of **FIFTY MILLION AND NO/100THS DOLLARS (\$50,000,000.00)**, payable in full on June 30, 2025 (the "Maturity Date"), subject to the installment maturities therein, if any, (as the same may be amended from time to time, collectively, the "Note"). The Note, and any other documents or agreements referred to therein or executed in connection therewith are hereinafter collectively referred to as the "Loan Documents." Capitalized terms used herein but not defined shall have the meaning ascribed to such terms in the Loan Documents.

1. **AMENDMENTS.** Borrower and CNB desire to supplement and amend the Note as follows:

1.1 The Maturity Date is hereby amended from June 30, 2025 to June 30, 2026.

1.2 Sections 1.16.2, 1.16.3, and 1.16.4 of the Note are hereby amended and restated in their entirety to provide as follows:

"1.16.2 Upon receipt of initial State allocation for fiscal year 2025-2026 or upon receipt of expense claim checks, Borrower shall immediately pay down City National Bank's Revolving Commitment balance.

1.16.3 The Revolving Note is for the current fiscal budget period (July 1, 2025 through June 30, 2026) and may not fund any prior year deficits.

1.16.4 Borrower shall maintain all depository accounts, investments, and treasury management at CNB."

2. **FURTHER TERMS AND CONDITIONS OF THIS AGREEMENT.**

2.1 In consideration of CNB's acceptance of the revision of the Note, including the time for payment thereof, all as set forth above, the Borrower does hereby acknowledge and admit to such indebtedness, and further does unconditionally agree to pay such indebtedness together with interest thereon within the time and in the manner as revised in accordance with the foregoing, together with any and all attorneys' fees, costs of collection and any other sums secured by the Loan Documents.

2.2 This Agreement is a revision only, and not a novation; and except as herein provided, all of the terms and conditions of the Note and Loan Documents shall remain unchanged and in full force and effect.

2.3 When more than one Borrower signs this Agreement, all agree:

(a) That where in this Agreement the word "Borrower" appears, it shall read "each Borrower";

(b) That breach of any covenant by any Borrower may, at CNB's option, be treated as breach by all Borrowers;

(c) That the liability and obligations of each Borrower are joint and several.

2.4 Failure of Borrower to return the executed original of this Agreement to CNB not later than June 30, 2025, shall render this Agreement void and of no effect, and any Event of Default now existing in respect of the Note or the Loan Documents shall be continuing and subject to all of the rights and remedies ascribed to CNB under the Note, the Loan Documents and the law.

2.5 Borrower represents and warrants to CNB that Borrower's most recent financial statements that have been delivered to CNB are true, complete and correct and fairly present the financial condition of Borrower as of the accounting period referenced on the statements, and there has been no material adverse change in the financial condition of Borrower since the date of such financial statements.

"Borrower"

**South Central Los Angeles Regional Center for  
Developmentally Disabled Persons, Inc.,**  
a California non-profit corporation

By: \_\_\_\_\_  
Dexter A. Henderson, CEO

By: \_\_\_\_\_  
Kyla Lee, CFO

The foregoing Agreement is accepted this 28th day of May, 2025.

"CNB"

**City National Bank**, a national  
banking association

By: \_\_\_\_\_  
Susan Welch, Senior Vice President



# INVOICE

Community Impact Development  
2500 S Western Ave  
Los Angeles, CA 90018-2609

Hillaryh@sclarc.org  
213 744-8417



**Bill to**

South Central Los Angeles Regional Center  
2500 S. Western Avenue  
Los Angeles, CA 90018

**Ship to**

South Central Los Angeles Regional Center  
2500 S. Western Avenue  
Los Angeles, CA 90018

**Shipping info**

Ship via: Delivered to AP  
Ship date: 03/11/2025

**Invoice details**

Invoice no.: 130545  
Terms: Net 30  
Invoice date: 03/11/2025  
Due date: 04/10/2025

#	Product or service	Description	Qty	Rate	Amount
1.	<b>CAM Income</b>	CAM Charge Reimbursement	1	\$737,644.09	\$737,644.09

**Total** **\$737,644.09**

PLEASE REMIT PAYMENT  
COMMUNITY IMPACT DEVELOPMENT ACCOUNT  
CITY NATIONAL BANK ACCOUNT 210324674

# FOS/CID II Operating Budget

	15_16 calculation used for Rev	16_17 calculation used for Rev	17_18 calculation used for Rev	18_19 calculation used for Rev	19_20 calculation used for Rev	20_21 calculation used for Rev	21_22 calculation used for Rev	22_23 calculation used for Rev	23_24 calculation used for Rev
actual expense	1,597,407	1,716,348	1,463,821	1,483,580	1,424,594	1,449,384	1,667,481	1,839,854	<b>\$1,845,970</b>
equipment reserves	(402,055)	(600,000)	-	-	-				
security reimb	(58,063)	(53,568)	(52,759)	-	-				
Adjusted Expense	1,137,289	1,062,780	1,411,062	1,483,580	1,424,594	1,449,384	1,667,481	1,839,854	<b>\$1,845,970</b>
base OE 15_16	874,922	901,170	928,205	956,051	984,733	1,014,275	1,044,703	1,076,044	<b>\$1,108,326</b>
excess to bill regional enter	262,367	161,610	482,857	527,529	439,861	435,109	622,778	763,810	<b>\$737,644.09</b>

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12/21/24

Accrual Basis

## Community Impact Development II, LLC

## Profit &amp; Loss

July 2023 through June 2024

	Jul '23 - Jun 24
<b>Income</b>	
4020 · Property Management Income	
4021 · Emergency Service Fees	4,800.00
4022 · Property Management Fees	31,226.67
4020 · Property Management Income - Other	1,800.00
<b>Total 4020 · Property Management Income</b>	<b>37,826.67</b>
4005 · Rental Income	
Monthly Parking	371,744.50
Monthly Rent	5,636,843.28
4005 · Rental Income - Other	17,735.27
<b>Total 4005 · Rental Income</b>	<b>6,026,323.05</b>
7110 · Revenue	
4000 · Interest Income	
4007 · Wells Fargo	242,840.97
<b>Total 4000 · Interest Income</b>	<b>242,840.97</b>
4012 · Other Income	3,400.00
<b>Total 7110 · Revenue</b>	<b>246,240.97</b>
<b>Total Income</b>	<b>6,310,390.69</b>
<b>Gross Profit</b>	<b>6,310,390.69</b>
<b>Expense</b>	
7512 · Interest Expense - Wells Fargo	2,820,259.43
6560 · Payroll Expenses	
6571 · Prior Year - Health Benefits	54,595.87
6560B · Salaries & Wages Expense	355,820.88
6560D · Employer FICA Expense	27,846.87
6560E · Federal Unemployment Expense	210.00
6560F · State Unemployment Expense	1,280.22
6560G · Payroll Service Fee Expense	870.00
6560H · Medical Expenses	30,135.38
6560I · Life Insurance Expense	307.01
6560J · Disability Expense	450.89
6560k · Retirement Expense 3%	9,250.79
6560L · Retirement Expense 5%	14,856.11
6560O · Fringe Benefit	-1,736.32
<b>Total 6560 · Payroll Expenses</b>	<b>493,887.70</b>
7310 · Operating Expenses	
7320 · General & Admin	
5100 · Memberships	3,500.00
5054 · Temporary Help	44,955.03
5044 · Real Estate Property Taxes	8,583.21
5058 · Property Insurance	138,121.66
5045 · Utilities	371,610.05
5038 · Repairs & Maintenance	139,220.27
5083 · Landscaping/Maintenance	19,650.00
5040 · Security	314,926.41
5074 · Janitorial	316,591.46
5084 · Fire Alarm	3,213.99
5073 · Trash Disposal/Recycling	26,297.75
5039 · Elevator Maintenance	228,688.36
5089 · Building Maintenance Contract	51,040.00
5016 · Supplies	23,190.13

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12/21/24

Accrual Basis

## Community Impact Development II, LLC

### Profit & Loss

July 2023 through June 2024

	Jul '23 - Jun 24
5098 · Parking	4,954.57
5091 · Fire & Safety Maintenance	8,285.52
5017 · Permits and Fees	232.11
5092 · Pest Control	9,308.62
5013 · Telephone	24,224.72
5001 · Accounting & Auditing	5,621.00
5000 · Bank Fees	163.44
5046 · Travel & Mileage	1,137.68
5085 · General Expenses	12,321.05
5086 · Insurance	13,667.50
5004 · Licenses	16,999.77
5072 · Marketing	0.00
5009 · Rent	22,971.50
5060 · Business Taxes	35,139.19
7320 · General & Admin - Other	1,354.62
Total 7320 · General & Admin	1,845,969.61
Total 7310 · Operating Expenses	1,845,969.61 CAM Base Calc.
Total Expense	5,160,116.74
Net Income	1,150,273.95

	Jul '23 - Jun 24	Jul '22 - Jun 23	\$ Change	% Change
<b>7320 · General &amp; Admin</b>				
5100 · Memberships	3,500.00	0.00	3,500.00	100.0%
5082 · Special Events	0.00	1,716.96	-1,716.96	-100.0%
5054 · Temporary Help	44,955.03	55,063.20	-10,108.17	-18.36%
5044 · Real Estate Property Taxes	8,583.21	8,585.66	-2.45	-0.03%
5058 · Property Insurance	138,121.66	114,116.52	24,005.14	21.04%
5045 · Utilities	371,610.05	380,323.31	-8,713.26	-2.29%
5038 · Repairs & Maintenance	139,220.27	192,097.29	-52,877.02	-27.53%
5083 · Landscaping/Maintenance	19,650.00	14,400.00	5,250.00	36.46%
5040 · Security	314,926.41	313,488.14	1,438.27	0.46%
5074 · Janitorial	316,591.46	325,475.34	-8,883.88	-2.73%
5084 · Fire Alarm	3,213.99	1,634.01	1,579.98	96.69%
5073 · Trash Disposal/Recycling	26,297.75	23,726.71	2,571.04	10.84%
5039 · Elevator Maintenance	228,688.36	189,911.70	38,776.66	20.42%
5089 · Building Maintenance Contract	51,040.00	52,960.00	-1,920.00	-3.63%
5016 · Supplies	23,190.13	24,282.45	-1,092.32	-4.5%
5098 · Parking	4,954.57	5,712.92	-758.35	-13.27%
5091 · Fire & Safety Maintenance	8,285.52	2,450.00	5,835.52	238.18%
5017 · Permits and Fees	232.11	891.34	-659.23	-73.96%
5092 · Pest Control	9,308.62	9,396.00	-87.38	-0.93%
5013 · Telephone	24,224.72	18,795.04	5,429.68	28.89%
5001 · Accounting & Auditing	5,621.00	15,750.00	-10,129.00	-64.31%
5000 · Bank Fees	163.44	2,198.40	-2,034.96	-92.57%
5046 · Travel & Mileage	1,137.68	395.54	742.14	187.63%
5085 · General Expenses	12,321.05	17,453.86	-5,132.81	-29.41%
5086 · Insurance	13,667.50	9,901.00	3,766.50	38.04%
5002 · Internet	0.00	25.79	-25.79	-100.0%
5004 · Licenses	16,999.77	7,091.72	9,908.05	139.71%
5072 · Marketing	0.00	0.00	0.00	0.0%
5009 · Rent	22,971.50	30,548.22	-7,576.72	-24.8%
5060 · Business Taxes	35,139.19	21,462.78	13,676.41	63.72%
7320 · General & Admin - Other	1,354.62	0.00	1,354.62	100.0%
<b>Total 7320 · General &amp; Admin</b>	<b>1,845,969.61</b>	<b>1,839,853.90</b>	<b>6,115.71</b>	<b>0.33%</b>
<b>Total 7310 · Operating Expenses</b>	<b>1,845,969.61</b>	<b>1,839,853.90</b>	<b>6,115.71</b>	<b>0.33%</b>

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01/18/25

Accrual Basis

## Community Impact Development II, LLC

## Profit &amp; Loss

July 2023 through June 2024

	Jul '23 - Jun 24
<b>Income</b>	
4020 · Property Management Income	
4021 · Emergency Service Fees	4,800.00
4022 · Property Management Fees	31,226.67
4020 · Property Management Income - Other	1,800.00
<b>Total 4020 · Property Management Income</b>	<b>37,826.67</b>
4005 · Rental Income	
Monthly Parking	371,744.50
Monthly Rent	5,636,843.28
4005 · Rental Income - Other	17,735.27
<b>Total 4005 · Rental Income</b>	<b>6,026,323.05</b>
7110 · Revenue	
4000 · Interest Income	
4007 · Wells Fargo	242,840.97
<b>Total 4000 · Interest Income</b>	<b>242,840.97</b>
4012 · Other Income	3,400.00
<b>Total 7110 · Revenue</b>	<b>246,240.97</b>
4015 · CAM Income	737,644.09
<b>Total Income</b>	<b>7,048,034.78</b>
<b>Gross Profit</b>	<b>7,048,034.78</b>
<b>Expense</b>	
7512 · Interest Expense - Wells Fargo	2,820,259.43
6560 · Payroll Expenses	
6571 · Prior Year - Health Benefits	54,595.87
6560B · Salaries & Wages Expense	355,820.88
6560D · Employer FICA Expense	27,846.87
6560E · Federal Unemployment Expense	210.00
6560F · State Unemployment Expense	1,280.22
6560G · Payroll Service Fee Expense	870.00
6560H · Medical Expenses	30,135.38
6560I · Life Insurance Expense	307.01
6560J · Disability Expense	450.89
6560k · Retirement Expense 3%	9,250.79
6560L · Retirement Expense 5%	14,856.11
6560O · Fringe Benefit	-1,736.32
<b>Total 6560 · Payroll Expenses</b>	<b>493,887.70</b>
7310 · Operating Expenses	
7320 · General & Admin	
5100 · Memberships	3,500.00
5054 · Temporary Help	44,955.03
5044 · Real Estate Property Taxes	8,583.21
5058 · Property Insurance	138,121.66
5045 · Utilities	371,610.05
5038 · Repairs & Maintenance	139,220.27
5083 · Landscaping/Maintenance	19,650.00
5040 · Security	314,926.41
5074 · Janitorial	316,591.46
5084 · Fire Alarm	3,213.99
5073 · Trash Disposal/Recycling	26,297.75
5039 · Elevator Maintenance	228,688.36
5089 · Building Maintenance Contract	51,040.00
5016 · Supplies	23,190.13

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01/18/25

Accrual Basis

## Community Impact Development II, LLC

### Profit & Loss

July 2023 through June 2024

	Jul '23 - Jun 24
5098 · Parking	4,954.57
5091 · Fire & Safety Maintenance	8,285.52
5017 · Permits and Fees	232.11
5092 · Pest Control	9,308.62
5013 · Telephone	24,224.72
5001 · Accounting & Auditing	5,621.00
5000 · Bank Fees	163.44
5046 · Travel & Mileage	1,137.68
5085 · General Expenses	12,321.05
5086 · Insurance	13,667.50
5004 · Licenses	16,999.77
5072 · Marketing	0.00
5009 · Rent	22,971.50
5060 · Business Taxes	35,139.19
7320 · General & Admin - Other	1,354.62
Total 7320 · General & Admin	1,845,969.61
Total 7310 · Operating Expenses	1,845,969.61
Total Expense	5,160,116.74
Net Income	1,887,918.04

**FOS/CID II Operating Budget**

	15_16 calculation used for Rev	16_17 calculation used for Rev	17_18 calculation used for Rev	18_19 calculation used for Rev	19_20 calculation used for Rev	20_21 calculation used for Rev	21_22 calculation used for Rev	22_23 calculation used for Rev	23_24 calculation used for Rev
<b>actual expense</b>	1,597,407	1,716,348	1,463,821	1,483,580	1,424,594	1,449,384	1,667,481	1,839,854	<b>\$1,845,970</b>
<b>equipment reserves</b>	(402,055)	(600,000)	-	-	-				
<b>security reimb</b>	(58,063)	(53,568)	(52,759)	-	-				
<b>Adjusted Expense</b>	1,137,289	1,062,780	1,411,062	1,483,580	1,424,594	1,449,384	1,667,481	1,839,854	<b>\$1,845,970</b>
<b>base OE 15_16</b>	874,922	901,170	928,205	956,051	984,733	1,014,275	1,044,703	1,076,044	<b>\$1,108,326</b>
<b>excess to bill regional enter</b>	262,367	161,610	482,857	527,529	439,861	435,109	622,778	763,810	<b>\$737,644.09</b>

  
12/23/24



**COMMUNITY IMPACT DEVELOPMENT II, LLC****STATEMENTS OF OPERATIONS**

For the years ended June 30, 2024 and 2023

	2024	2023
REVENUES		
Rental income	\$ 7,988,354	\$ 7,976,352
Reimbursement income	737,644	763,540
Property management fees	37,827	31,180
Total	8,763,825	8,771,072
OPERATING EXPENSES		
Repairs and maintenance	1,117,222	1,125,539
Personnel expense	490,860	398,703
Utilities	371,610	380,323
Taxes and insurance	195,512	154,067
General and administration	88,207	78,566
Legal and other professional fees	50,576	70,813
Total	2,313,987	2,208,011
Income before entity and financial income (expenses)	6,449,838	6,563,061
ENTITY AND FINANCIAL INCOME (EXPENSES)		
Interest income	290,644	110,725
Other income	21,135	21,721
Interest expense	(3,036,802)	(3,145,227)
Depreciation	(1,367,260)	(1,367,260)
Loss on debt extinguishment	(863,704)	-
Amortization	(2,206)	(2,206)
Investment income	-	86,339
Total, net	(4,958,193)	(4,295,908)
Net income	\$ 1,491,645	\$ 2,267,153

see accompanying notes

**COMMUNITY IMPACT DEVELOPMENT II, LLC**  
**STATEMENTS OF CHANGES IN MEMBERS' EQUITY**  
For the years ended June 30, 2024 and 2023

BALANCE, JULY 1, 2022	\$ 25,977,405
Net income	<u>2,267,153</u>
BALANCE, JUNE 30, 2023	28,244,558
Net income	<u>1,491,645</u>
BALANCE, JUNE 30, 2024	<u><u>\$ 29,736,203</u></u>

see accompanying notes

**COMMUNITY IMPACT DEVELOPMENT II, LLC**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2024 and 2023**

1. Organization and purpose

Community Impact Development II, LLC (the “Company”), a Delaware limited liability company, was formed on January 28, 2008. Pursuant to the Amended and Restated Operating Agreement of the Company dated May 15, 2009 (the “Operating Agreement”), the Company’s purpose is to acquire, develop and rehabilitate commercial office space.

Pursuant to the Assignment, Withdrawal, Release and Third Amendment to the Operating Agreement dated August 21, 2013 (the “Withdrawal Agreement”), Friends of South Central Los Angeles Regional Center for Developmentally Disabled Persons (the “Friends Member”), a California non-profit corporation, became the sole member of the Company on such date.

Pursuant to the Withdrawal Agreement, the Friends Member is required to make capital contributions to the Company in the amount of \$2,001. As of June 30, 2024 and 2023, the Friends Member had made cumulative capital contributions in the amount of \$2,001 for both years. The liability of the Friends Member is limited to the Friends Member’s total capital contributions. The term of the Company will continue until the occurrence of certain dissolution events as defined in the Operating Agreement or by law, whichever is earlier.

All items of income, gain, profit, loss, deduction, expense or credit are allocated to the Friends Member.

Pursuant to the Operating Agreement, cash available for distribution is distributed to the member as follows:

1. First, in an amount equal to an eight percent (8%) cumulative preferred return, compounded annually, on the balance from time to time of their capital contribution less amounts previously distributed;
2. Second, in an amount equal to the member’s cash capital contribution less amounts previously distributed to its member; and
3. Third, to the member in accordance with its percentage interest.

For the years ended June 30, 2024 and 2023, no distributions were made to the Friends Member for both years. As of June 30, 2024 and 2023, the cumulative preferred return of \$800 has been paid to the Friends Member.

2. Summary of significant accounting policies

Basis of accounting

The Company prepares its financial statements on the accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

Use of estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

## SCLARC CAM CALCULATION FOR THE REMINDER OF THE LEASE

YEAR	OPERATING EXPENSE	% INCREASE (3%)	BASE AMOUNT	NEW RATE
7/1/2024-4/30/2025	\$1,141,576.00		\$235,329.00	\$1,376,905.00
5/1/2025-4/30/2026	\$1,141,576.00	\$34,247.28	\$282,395.00	\$1,458,218.28
5/1/2026-4/30/2027	\$1,175,823.28	\$35,274.70	\$282,395.00	\$1,493,492.98
5/1/2027-4/30/2028	\$1,211,097.98	\$36,332.94	\$282,395.00	\$1,529,825.92
5/1/2028-4/30/2029	\$1,247,430.92	\$37,422.93	\$282,395.00	\$1,567,248.85
5/1/2029-4/30/2030	\$1,284,853.85	\$38,545.62	\$282,395.00	\$1,605,794.46
5/1/2030-4/30/2031	\$1,323,399.46	\$39,701.98	\$282,395.00	\$1,645,496.44
5/1/2031-4/30/2032	\$1,363,101.44	\$40,893.04	\$282,395.00	\$1,686,389.49
5/1/2032-4/30/2033	\$1,403,994.49	\$42,119.83	\$282,395.00	\$1,728,509.32
5/1/2033-4/30/2034	\$1,446,114.32	\$43,383.43	\$282,395.00	\$1,771,892.75
5/1/2034-4/30/2035	\$1,489,497.75	\$44,684.93	\$282,395.00	\$1,816,577.68
5/1/2035-4/30/2036	\$1,534,182.68	\$46,025.48	\$282,395.00	\$1,862,603.17
5/1/2036-4/30/2037	\$1,580,208.17	\$47,406.24	\$282,395.00	\$1,910,009.41
5/1/2037-4/30/2038	\$1,627,614.41	\$48,828.43	\$282,395.00	\$1,958,837.84
5/1/2038-4/30/2039	\$1,676,442.84	\$50,293.29	\$282,395.00	\$2,009,131.13
5/1/2039-4/30/2040	\$1,726,736.13	\$51,802.08	\$282,395.00	\$2,060,933.21
5/1/2040-4/30/2041	\$1,778,538.21	\$53,356.15	\$282,395.00	\$2,114,289.36
5/1/2041-4/30/2042	\$1,831,894.36	\$54,956.83	\$282,395.00	\$2,169,246.19
5/1/2042-4/30/2043	\$1,886,851.19	\$56,605.54	\$282,395.00	\$2,225,851.72
5/1/2043-12/1/2043	\$1,943,456.72	\$58,303.70	\$164,731.00	\$2,166,491.43
<b>\$5,483,170.00</b>				