

---

**LAMAD ACADEMY CHARTER SCHOOL**

**Financial Statements**

For the year ended June 30, 2022

# LAMAD ACADEMY CHARTER SCHOOL

## Financial Statements

June 30, 2022

<b>Contents</b>	<b>Page</b>
Independent Auditor's Report.....	1-2
Statement of Financial Position .....	3
Statement of Activities.....	4
Statement of Functional Expenses .....	5
Statement of Cash Flows .....	6
Notes to the Financial Statements .....	7-11
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	12-13

## **Independent Auditor's Report**

To the Board of Trustees of  
Lamad Academy Charter School

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of Lamad Academy Charter School (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Lamad Academy Charter School as of June 30, 2022, and the changes in its net assets, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

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

#### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2022, on our consideration of Lamad Academy Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Lamad Academy Charter School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lamad Academy Charter School's internal control over financial reporting and compliance.

New York, New York  
October 27, 2022



**Lamad Academy Charter School**  
**Statement of Financial Position**  
As of June 30, 2022

**Assets**

Cash	\$ 145,832
Grants receivable	104,471
Prepaid expenses	16,793
Reserve - contingency	50,006
Property and equipment, net	<u>683,526</u>
Total assets	<u><u>\$ 1,000,628</u></u>

**Liabilities and Net Assets**

**Liabilities**

Accounts payable and accrued expenses	\$ 155,658
Accrued salaries and other payroll-related expenses	25,215
Interest payable	14,521
Deferred revenue	223,590
Loans payable	<u>437,000</u>
Total liabilities	<u>855,984</u>

**Net Assets**

Net assets without donor restrictions	
Undesignated	94,638
Reserve - contingency	50,006
Net assets with donor restriction	<u>-</u>
Total net assets	<u>144,644</u>
Total liabilities and net assets	<u><u>\$ 1,000,628</u></u>

The accompanying notes are an integral part of this financial statement.

**Lamad Academy Charter School**  
**Statement of Activities**  
For the year ended of June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
<b><u>Revenue, Gains and Other Support</u></b>			
General education	\$ 1,625,446	\$ -	\$ 1,625,446
Special education	302,789	-	302,789
Federal title and stimulus income	238,029	-	238,029
State income	4,888	-	4,888
Contributions	86,000	-	86,000
Other income	11	-	11
Cancellation of debt	133,422	-	133,422
Net assets released from restrictions	62,903	(62,903)	-
Total revenue, gains and other support	2,453,488	(62,903)	2,390,585
<b><u>Expenses</u></b>			
<b>Program expenses</b>			
Regular education	1,606,229	-	1,606,229
Special education	682,452	-	682,452
Total program expenses	2,288,681	-	2,288,681
<b>Supporting services</b>			
Management and general	383,042	-	383,042
Fund-raising	2,714	-	2,714
Total supporting services expenses	385,756	-	385,756
Total program and supporting services expenses	2,674,437	-	2,674,437
Change in net assets	(220,949)	(62,903)	(283,852)
Net assets - beginning of year	365,593	62,903	428,496
Net assets - end of year	\$ 144,644	\$ -	\$ 144,644

The accompanying notes are an integral part of this financial statement.

**Lamad Academy Charter School**  
**Statement of Functional Expenses**  
For the year ended of June 30, 2022

		<b>Program Services</b>			<b>Supporting Services</b>		<b>Total</b>
	<b>No. of</b>	<b>Regular</b>	<b>Special</b>	<b>Total</b>	<b>Management</b>	<b>Fund-</b>	<b>Program and</b>
	<b>Positions</b>	<b>Education</b>	<b>Education</b>	<b>Programs</b>	<b>and General</b>	<b>raising</b>	<b>Supporting</b>
							<b>Services</b>
<b>Personnel services costs</b>							
Administrative staff personnel	6	\$ 354,896	\$ 179,497	\$ 534,393	\$ 162,053	\$ 1,864	\$ 698,310
Instructional personnel	8.5	582,323	226,338	808,661	-	-	808,661
Non - instructional personnel	0.5	4,003	1,517	5,520	-	-	5,520
Total personnel services costs	15	941,222	407,352	1,348,574	162,053	1,864	1,512,491
<b>Operating expenses</b>							
Fringe benefits and payroll taxes		143,982	62,347	206,329	24,896	286	231,511
Professional fees		9,933	4,301	14,234	133,725	20	147,979
Repairs and maintenance		99	38	137	-	-	137
Insurance		25,552	11,065	36,617	4,418	51	41,086
Supplies and materials		26,369	9,996	36,365	-	-	36,365
Equipment and furnishings		5,286	2,289	7,575	914	11	8,500
Staff development		31,552	13,663	45,215	5,456	63	50,734
Marketing and recruiting		87,987	34,890	122,877	4,926	57	127,860
Technology		31,649	13,705	45,354	5,472	63	50,889
Student services		152,426	57,779	210,205	-	-	210,205
Office expense		25,503	11,043	36,546	4,410	51	41,007
Depreciation		124,669	53,984	178,653	21,556	248	200,457
Interest expense		-	-	-	15,216	-	15,216
Total operating expenses		665,007	275,100	940,107	220,989	850	1,161,946
Total expenses		\$ 1,606,229	\$ 682,452	\$ 2,288,681	\$ 383,042	\$ 2,714	\$ 2,674,437

The accompanying notes are an integral part of this financial statement.

**Lamad Academy Charter School**  
**Statement of Cash Flows**  
For the year ended of June 30, 2022

**Cash flows from operating activities**

Change in net assets	\$ (283,852)
Adjustment to reconcile change in net assets to net cash used in operating activities	
Depreciation	200,457
Cancellation of debt	(132,617)
Changes in operating assets and liabilities	
Grants receivable	(24,620)
Prepaid expenses	15,551
Accounts payable and accrued expenses	4,475
Accrued salaries and other payroll-related expenses	(31,220)
Interest payable	14,521
Deferred revenue	223,590
Net cash used in operating activities	<u>(13,715)</u>

**Cash flows from investing activities**

Purchase of property and equipment	<u>(42,122)</u>
Net cash used in investing activities	<u>(42,122)</u>

Net change in cash and restricted cash	(55,837)
Cash and restricted cash - beginning of year	<u>251,675</u>
Cash and restricted cash - end of year	<u>\$ 195,838</u>

**Cash and restricted cash as reported  
within the statement of financial position**

Cash	\$ 145,832
Reserve - contingency	<u>50,006</u>
	<u>\$ 195,838</u>

The accompanying notes are an integral part of this financial statement.



**Lamad Academy Charter School**  
**Notes to the Financial Statements**  
June 30, 2022

**Note 1      Organization**

Lamad Academy Charter School ("LACS") is an educational not-for-profit institution formed to operate a charter school in accordance with an agreement with the Board of Regents of the University of the State of New York under a provisional charter valid until January 2, 2024.

LACS is a middle school that opened in September 2020 in Brooklyn, New York. LACS prepares and inspires students to pursue advanced mathematics and science education successfully and enthusiastically in their secondary and post-secondary careers. LACS provides students an academically rigorous standards-based curriculum with a principal emphasis on mathematics and science.

**Note 2      Summary of significant accounting policies**

**Basis of presentation and use of estimates.** The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Financial statements presentation.** The financial statements of LACS have been prepared in accordance with U.S. GAAP, which require LACS to report information regarding its financial position and activities according to the following net asset classifications:

**Net assets without donor restrictions.** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of LACS. These net assets may be used at the discretion of LACS' management and the Board of Trustees.

**Net assets with donor restrictions.** Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of LACS or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

**Cash.** LACS maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. LACS has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

**Grants receivable.** Grants receivable is recorded at net realizable value. The allowance for doubtful accounts is LACS' best estimate of the amount of probable credit losses in existing receivables. Management determines the allowance based on historical write-off experience and reviews its allowance for doubtful accounts periodically. Past due balances are reviewed individually for collectability. There are no allowances recorded at June 30, 2022, as management believes all amounts are collectable.

**Lamad Academy Charter School**  
**Notes to the Financial Statements**  
June 30, 2022

**Note 2     Summary of significant accounting policies - (continued)**

**Property and equipment.** Property and equipment are recorded at cost and are depreciated using the straight-line method over the estimated useful lives of the assets.

**Reserve - contingency.** Under the provisions of its charter, LACS is required to establish an escrow account to pay for legal and audit expenses that would be associated with a dissolution, should such event occur.

**Donated goods and services.** LACS is located in a New York City Department of Education facility. LACS utilizes approximately 12,600 square feet of classrooms and approximately 11,200 square feet of common areas at no charge. In addition, LACS received donated maintenance/security, utilities, and food services from the local school district. As of June 30, 2022, LACS was unable to determine a value for these services.

**Revenue recognition.** LACS recognizes revenue from the state and local governments based on LACS' charter status and the number of students enrolled. Such revenue is recorded when services are performed, in accordance with the charter agreement. The New York State Education Department mandates the rate per pupil. Such revenue is recognized ratably over the related school year in which it is earned.

Part of LACS' grants and contracts revenue is recognized when qualifying expenditures are incurred and/or services are provided to the students during the applicable school year. Funds received in advance, or any unspent funds for which qualifying expenditures have not been incurred, are recorded as refundable advances. Any unspent amounts usually are returned to the granting agency. However, the granting agency can approve that those amounts be applied to a future grant period.

Contributions are recognized when the donor makes a promise to give to LACS, that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor- restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

**Income taxes.** LACS is tax-exempt under Section 501 (c)(3) of the Internal Revenue Code ("IRC") and has been classified as a publicly supported organization as described in IRC sections 509(A)(1) and 170(B)(1)(A)(II).

**Note 2 Summary of significant accounting policies - (continued)**

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken and recognize a tax liability (or asset) if LACS has taken an uncertain position that more likely than not would not be sustained upon examination by taxing authorities. Management has analyzed the tax positions taken and has concluded that, as of June 30, 2022, there are no uncertain positions taken or expected to be taken that would require recognition or disclosure in the financial statements.

LACS is subject to income tax examination by federal, state, or local tax authorities for years after June 30, 2019.

**Functional allocation of expenses.** The financial statements report certain categories of expenses that are attributable to more than one program or support function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. These expenses, including personnel services costs, fringe benefits and payroll taxes, professional fees, marketing and recruiting and student services, are allocated on the basis of time and effort.

**Note 3 Liquidity and availability**

LACS operates with a balanced budget for each fiscal year based on the revenues expected to be available to fund anticipated expenses. LACS considers general expenditures to consist of all expenses related to its ongoing program activities, and the expenses related to general and administrative and fundraising activities undertaken to support those activities.

LACS regularly monitors liquidity to meet its operating needs and other commitments and obligations, while seeking to maximize the investment of its available funds. Management prepares regular cash flow projections to determine liquidity needs and has a policy to maintain liquid financial assets on an ongoing basis sufficient to cover 90 days of general expenditures. Financial assets in excess of daily cash requirements are invested in interest-bearing accounts.

LACS' financial assets as of June 30, 2022 are available within one year to meet cash needs for general expenditures are summarized as follows:

Cash	\$ 145,832
Grants receivable	<u>104,471</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 250,303</u>

**Lamad Academy Charter School**  
**Notes to the Financial Statements**  
June 30, 2022

**Note 4 Property and equipment**

Property and equipment consist of the following at June 30, 2022:

Equipment	\$ 435,730
Leasehold improvements	<u>612,897</u>
Total property and equipment	1,048,627
Less: accumulated depreciation	<u>(365,101)</u>
Property and equipment, net	<u>\$ 683,526</u>

**Note 5 Loans payable**

In April 2021, LACS received an Economic Injury Disaster Loan (“EIDL”) in the amount of \$437,000 from Small Business Administration. The EIDL bears interest at 2.75% per annum and requires monthly principal and interest payment of \$1,876 starting from November 2023. The loan will mature in April 2051. The balance of EIDL at June 30, 2022 was \$437,000.

In April 2021, LACS received a Paycheck Protection Program (“PPP”) loan in the amount of \$132,617 under the Coronavirus Aid, Relief, and Economic Security Act. The PPP loan bears interest at .98% per annum and will mature in April 2026. The PPP loan of \$132,617 and accrued interest of \$805 were forgiven in December 2021.

Future annual principal payments required for each of the next five years and in the aggregate thereafter are as follows:

2023	\$ -
2024	6,975
2025	10,705
2026	11,003
2027	11,310
Thereafter	<u>397,007</u>
	<u>\$ 437,000</u>

**Note 6 Net assets**

Net assets with donor restrictions are restricted to future programs. Net assets with donor restrictions were fully released as of June 30, 2022.

**Lamad Academy Charter School**  
**Notes to the Financial Statements**  
June 30, 2022

**Note 7      Concentrations of risk**

LACS received approximately 81% of its operating revenue, which is subject to specific requirements, from per pupil funding from the New York State Education Department for the year ended to June 30, 2022. Additionally, LACS' grants receivable consists of approximately 83% from the New York State Education Department as of June 30, 2022.

**Note 8      Commitments and contingencies**

LACS participates in a number of federal and state programs. These programs require that LACS comply with certain requirements of laws, regulations, contracts, and grant agreements applicable to the programs in which it participates. All funds expended in connection with government grants and contracts are subject to audit by government agencies. While the ultimate liability, if any, from such audits of government and contracts by government agencies is presently not determinable, it should not, in the opinion of the management, have a material effect on LACS' financial position or results of operations. Accordingly, no provision for any such liability that may result has been made in the accompanying financial statements.

**Note 9      Potential impact of the pandemic**

In December 2019, an outbreak of a novel strain of coronavirus ("COVID-19") originated in Wuhan, China and has since spread to other countries, including the U.S. On March 11, 2020, the World Health Organization characterized COVID-19 as a pandemic. As a result of the pandemic, LACS began the 2021-2022 school year with a combined model that offers parents the option to choose between distance learning or onsite learning. The ultimate effect of COVID-19 on LACS and its future operations cannot presently be determined.

**Note 10     Subsequent events**

Management has evaluated subsequent events through October 27, 2022, the date that the financial statements were available to be issued. Based on this evaluation, management has determined that no subsequent events have occurred which require disclosure in the financial statements.

**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Board of Trustees of  
Lamad Academy Charter School

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Lamad Academy Charter School (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 27, 2022.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Lamad Academy Charter School's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Lamad Academy Charter School's internal control. Accordingly, we do not express an opinion on the effectiveness of Lamad Academy Charter School's internal control.

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

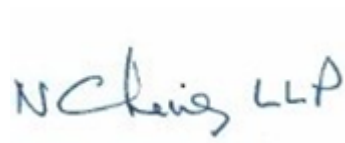
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

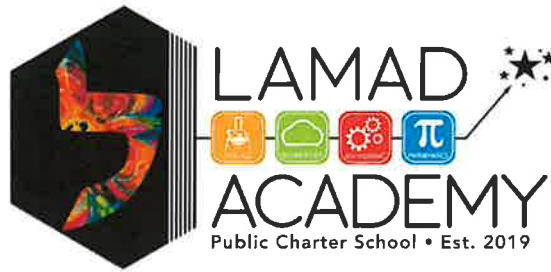
As part of obtaining reasonable assurance about whether Lamad Academy Charter School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of the financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "NChing LLP". The signature is written in a cursive, slightly slanted style. The letters "N" and "C" are capitalized and prominent. The "ing" is written in a fluid, connected manner, and "LLP" is written in a simpler, more upright style at the end.

New York, New York  
October 27, 2022



October 27, 2022

NCheng LLP  
40 Wall Street, 32 nd Floor  
New York, New York 10005

This representation letter is provided in connection with your audit of the financial statements of Lamad Academy Charter School, which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for year then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

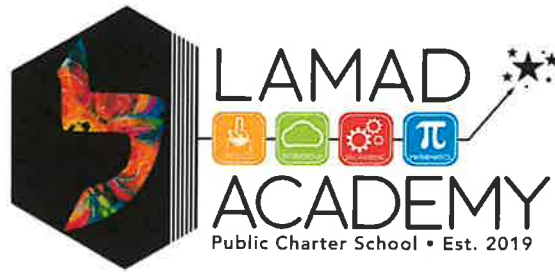
Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of October 27, 2022, the following representations made to you during your audit.

#### **Financial Statements**

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated June 3, 2022 including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.





- 6) Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- 8) We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the Lamad Academy Charter School's accounts.
- 9) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
- 10) Material concentrations have been appropriately disclosed in accordance with U.S. GAAP.
- 11) Guarantees, whether written or oral, under which the organization is contingently liable, have been properly recorded or disclosed in accordance with U.S. GAAP.

#### **Information Provided**

12) We have provided you with:

- a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
- b) Additional information that you have requested from us for the purpose of the audit.
- c) Unrestricted access to persons within the Lamad Academy Charter School from whom you determined it necessary to obtain audit evidence.
- d) Minutes of the meetings of the governing board or summaries of actions of recent meetings for which minutes have not yet been prepared.

13) All material transactions have been recorded in the accounting records and are reflected in the financial statements.

14) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

15) We have no knowledge of any fraud or suspected fraud that affects Lamad Academy Charter School and involves:

- a) Management,
- b) Employees who have significant roles in internal control, or



c) Others where the fraud could have a material effect on the financial statements.

16) We have no knowledge of any allegations of fraud or suspected fraud affecting the organization's financial statements communicated by employees, former employees, grantors, regulators, or others.

17) We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.

18) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in financial statements in accordance with U.S. GAAP, and we have not consulted a lawyer concerning litigation, claims, or assessments.

19) We have disclosed to you the identity of the Lamad Academy Charter School's related parties and all the related party relationships and transactions of which we are aware.

20) Lamad Academy Charter School has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.

21) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.

22) Lamad Academy Charter School is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the Organization's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up-to-date.

Signature:

Reverend Al Cockfield

Executive Director

Signature:

Niaka Gaston

Director of Operations

Form **8868**

(Rev. January 2022)

Department of the Treasury  
Internal Revenue Service**Application for Automatic Extension of Time To File an  
Exempt Organization Return**

► **File a separate application for each return.**  
 ► **Go to [www.irs.gov/Form8868](http://www.irs.gov/Form8868) for the latest information.**

OMB No. 1545-0047

**Electronic filing (e-file).** You can electronically file Form 8868 to request a 6-month automatic extension of time to file any of the forms listed below with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, for which an extension request must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit [www.irs.gov/e-file-providers/e-file-for-charities-and-non-profits](http://www.irs.gov/e-file-providers/e-file-for-charities-and-non-profits).

**Automatic 6-Month Extension of Time.** Only submit original (no copies needed).

All corporations required to file an income tax return other than Form 990-T (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

<b>Type or print</b>  File by the due date for filing your return. See instructions.	Name of exempt organization or other filer, see instructions.		Taxpayer identification number (TIN)
	LAMAD ACADEMY CHARTER SCHOOL		83-3026763
	Number, street, and room or suite number. If a P.O. box, see instructions.		
	780 SCHENECTADY AVENUE		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.		
	BROOKLYN, NY 11203		

Enter the Return Code for the return that this application is for (file a separate application for each return) ..... **01**

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (section 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12
Form 990-T (corporation)	07		

• The books are in the care of ► ALFRED COCKFIELD

Telephone No. ► 833-465-2623 Fax No. ► \_\_\_\_\_

• If the organization does not have an office or place of business in the United States, check this box ..... ► ☐

• If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_. If this is for the whole group, check this box. .... ► ☐. If it is for part of the group, check this box ... ► ☐ and attach a list with the names and TINs of all members the extension is for.

**1** I request an automatic 6-month extension of time until 5/15, 20 23, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

- ☐ calendar year 20 \_\_\_\_ or  
 ► ☒ tax year beginning 7/01, 20 21, and ending 6/30, 20 22.

**2** If the tax year entered in line 1 is for less than 12 months, check reason: ☐ Initial return ☐ Final return  
☐ Change in accounting period

<b>3a</b> If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions .....	<b>3a</b>	\$	0.
<b>b</b> If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit .....	<b>3b</b>	\$	0.
<b>c Balance due.</b> Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions .....	<b>3c</b>	\$	0.

**Caution:** If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-TE and Form 8879-TE for payment instructions.

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

Form **8868** (Rev. 1-2022)