

FAMILY LIFE ACADEMY CHARTER SCHOOLS

BRONX, NEW YORK

AUDITED FINANCIAL STATEMENTS

OTHER FINANCIAL INFORMATION

AND

INDEPENDENT AUDITOR'S REPORTS

JUNE 30, 2023

(With Comparative Totals for 2022)



BUSINESS
ADVISORS
AND CPAS

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BUSINESS
ADVISORS
AND CPAS

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Family Life Academy Charter Schools

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Family Life Academy Charter Schools (the "Organization"), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Family Life Academy Charter Schools as of June 30, 2023, 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 (GAAS) 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 Family Life Academy Charter Schools, 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.

Change in Accounting Principle

As discussed in Note A to the financial statements, during 2023, the entity adopted new accounting guidance related to accounting for leases. Our opinion is not modified with respect to this matter.

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 Family Life Academy Charter Schools' ability to continue as a going concern for 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 GAAS 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 GAAS, 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 Family Life Academy Charter Schools' 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 Family Life Academy Charter Schools' 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.

Report on Summarized Comparative Information

We have previously audited Family Life Academy Charter Schools' June 30, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 20, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it is derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2023 on our consideration of Family Life Academy Charter Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Family Life Academy Charter Schools' internal control over financial reporting and compliance.

Mengel, Metzger, Baw & Co. LLP

Rochester, New York
November 14, 2023

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

(With Comparative Totals for 2022)

<u>ASSETS</u>	June 30,	
	<u>2023</u>	<u>2022</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 12,859,467	\$ 13,511,734
Certificates of deposit	2,384,390	2,361,312
Grants and other receivables	10,824,698	4,132,797
Prepaid expenses and other current assets	<u>550,163</u>	<u>540,168</u>
TOTAL CURRENT ASSETS	26,618,718	20,546,011
<u>PROPERTY AND EQUIPMENT, net</u>	3,768,042	3,600,431
<u>OTHER ASSETS</u>		
Deposits	1,050,305	305,305
Cash in escrow	200,000	175,000
Restricted cash	1,500,000	-
Due from related party	39,732	45,732
Right-of-use assets - operating	87,571,797	-
Right-of-use assets - finance	<u>622,773</u>	<u>-</u>
	90,984,607	526,037
TOTAL ASSETS	<u>\$ 121,371,367</u>	<u>\$ 24,672,479</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Current portion of capital leases payable	\$ -	\$ 53,843
Accounts payable and accrued expenses	1,395,032	550,069
Accrued payroll and benefits	1,791,894	1,526,728
Vacation accrual	393,629	379,051
Deferred revenue	248,572	196,489
Current portion of lease liabilities - operating	4,607,491	-
Current portion of lease liabilities - finance	<u>184,369</u>	<u>-</u>
TOTAL CURRENT LIABILITIES	8,620,987	2,706,180
<u>OTHER LIABILITIES</u>		
Deferred lease incentive	-	455,641
Deferred rent payable	-	2,160,373
Lease liabilities - operating	85,618,868	-
Lease liabilities - finance	<u>458,323</u>	<u>-</u>
	86,077,191	2,616,014
TOTAL LIABILITIES	94,698,178	5,322,194
<u>NET ASSETS</u>		
Without donor restrictions	26,370,381	18,941,895
With donor restrictions	<u>302,808</u>	<u>408,390</u>
	26,673,189	19,350,285
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 121,371,367</u>	<u>\$ 24,672,479</u>

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

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2023
(With Comparative Totals for 2022)

	Year ended June 30,			2022
	2023			
	Without donor restrictions	With donor restrictions	Total	Total
Revenue, gains and other support:				
Public school district:				
Resident student enrollment	\$ 26,709,843	\$ -	\$ 26,709,843	\$ 23,095,338
Students with disabilities	1,091,490	-	1,091,490	767,605
Grants and contracts:				
State and local	109,311	-	109,311	116,688
Federal - Title and IDEA	1,345,656	-	1,345,656	1,188,671
Federal - other	3,721,006	-	3,721,006	3,990,965
Food service/Child Nutrition Program	1,174,409	-	1,174,409	1,059,986
NYC DOE rental assistance	4,274,268	-	4,274,268	4,130,064
TOTAL REVENUE, GAINS AND OTHER SUPPORT	38,425,983	-	38,425,983	34,349,317
Expenses:				
Program services:				
Regular education	28,179,624	-	28,179,624	23,845,205
Special education	2,553,890	-	2,553,890	3,122,379
Total program services	30,733,514	-	30,733,514	26,967,584
Management and general	5,550,987	-	5,550,987	4,941,272
Fundraising and special events	174,226	-	174,226	177,839
TOTAL OPERATING EXPENSES	36,458,727	-	36,458,727	32,086,695
SURPLUS FROM SCHOOL OPERATIONS	1,967,256	-	1,967,256	2,262,622
Support and other revenue:				
Contributions:				
Foundations	4,416,890	325,000	4,741,890	41,781
Individuals	9,155	-	9,155	8,528
Corporations	25,024	-	25,024	10,000
In-kind	-	-	-	1,333
Fundraising	2,225	-	2,225	505
Interest income	576,883	-	576,883	74,365
Paycheck Protection Program loan forgiveness	-	-	-	2,571,253
Other income	471	-	471	33,603
Net assets released from restriction	430,582	(430,582)	-	-
TOTAL SUPPORT AND OTHER REVENUE	5,461,230	(105,582)	5,355,648	2,741,368
CHANGE IN NET ASSETS	7,428,486	(105,582)	7,322,904	5,003,990
Net assets at beginning of year	18,941,895	408,390	19,350,285	14,346,295
NET ASSETS AT END OF YEAR	\$ 26,370,381	\$ 302,808	\$ 26,673,189	\$ 19,350,285

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

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2023
(With Comparative Totals for 2022)

		Year ended June 30,							
		2023						2022	
		Program Services			Supporting Services				
		Regular	Special	Sub-total	Management	Fundraising	Sub-total	Total	Total
		Education	Education		and	and special			
					general	events			
		No. of							
		Positions							
Personnel services costs:									
Administrative staff personnel	72	\$ 4,052,571	\$ 447,908	\$ 4,500,479	\$ 2,318,484	\$ 143,987	\$ 2,462,471	\$ 6,962,950	\$ 6,081,567
Instructional personnel	156	9,712,365	755,554	10,467,919	-	-	-	10,467,919	8,837,152
Non-instructional personnel	36	1,391,553	110,733	1,502,286	143,914	-	143,914	1,646,200	1,185,425
Total personnel services costs	264	15,156,489	1,314,195	16,470,684	2,462,398	143,987	2,606,385	19,077,069	16,104,144
Fringe benefits and payroll taxes		2,718,680	229,888	2,948,568	379,538	20,377	399,915	3,348,483	2,903,610
Retirement		213,347	19,989	233,336	64,125	4,627	68,752	302,088	333,063
Legal service		-	-	-	27,419	-	27,419	27,419	45,911
Accounting / audit services		-	-	-	116,828	-	116,828	116,828	55,400
Other purchased / professional / consulting services		98,566	8,370	106,936	611,968	(428)	611,540	718,476	1,507,157
Building and land rent / lease		5,456,914	409,051	5,865,965	291,765	-	291,765	6,157,730	5,391,374
Repairs and maintenance		583,163	48,349	631,512	37,538	-	37,538	669,050	746,144
Insurance		7,695	574	8,269	280,810	-	280,810	289,079	255,095
Utilities		413,712	30,546	444,258	22,208	-	22,208	466,466	416,219
Supplies / materials		610,788	54,503	665,291	-	-	-	665,291	462,310
Equipment / furnishings		24,442	2,302	26,744	1,665	-	1,665	28,409	32,493
Staff development		75,110	6,539	81,649	80,595	-	80,595	162,244	109,766
Marketing / recruitment		-	-	-	445,794	4,064	449,858	449,858	303,985
Technology		46,370	5,010	51,380	391,848	-	391,848	443,228	364,774
Food services		740,849	75,480	816,329	-	-	-	816,329	934,193
Student services		598,839	231,490	830,329	-	-	-	830,329	375,249
Office expense		493,411	37,340	530,751	189,839	1,599	191,438	722,189	625,234
Depreciation and amortization		938,789	80,251	1,019,040	102,267	-	102,267	1,121,307	1,042,324
Other		2,460	13	2,473	44,382	-	44,382	46,855	78,250
		<u>\$ 28,179,624</u>	<u>\$ 2,553,890</u>	<u>\$ 30,733,514</u>	<u>\$ 5,550,987</u>	<u>\$ 174,226</u>	<u>\$ 5,725,213</u>	<u>\$ 36,458,727</u>	<u>\$ 32,086,695</u>

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

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2023
(With Comparative Totals for 2022)

	Year ended June 30,	
	2023	2022
<u>CASH FLOWS - OPERATING ACTIVITIES</u>		
Change in net assets	\$ 7,322,904	\$ 5,003,990
Adjustments to reconcile change in net assets to net cash provided from operating activities:		
Paycheck Protection Program loan forgiveness	-	(2,571,253)
Depreciation and amortization	1,121,307	1,042,324
Amortization of right-of-use assets	17,794	-
Interest on finance lease liabilities	2,125	-
Loss on sale of property and equipment	-	43,977
Changes in certain assets and liabilities affecting operations:		
Grants and other receivables	(6,691,901)	(1,739,290)
Prepaid expenses and other current assets	(9,995)	(203,376)
Accounts payable and accrued expenses	844,963	108,416
Accrued payroll and benefits	265,166	91,704
Vacation accrual	14,578	(95,153)
Deferred revenue	52,083	45,052
Deferred lease incentive	(455,641)	10,159
Operating lease liabilities, net of right-of-use assets	2,654,562	-
Deferred rent payable	(2,160,373)	67,299
NET CASH PROVIDED FROM OPERATING ACTIVITIES	2,977,572	1,803,849
<u>CASH FLOWS - INVESTING ACTIVITIES</u>		
Purchases of property and equipment	(1,288,918)	(759,704)
Deposits	(745,000)	-
Purchase of certificates of deposit	(23,078)	(10,267)
Change in due from related party	6,000	6,000
NET CASH USED FOR INVESTING ACTIVITIES	(2,050,996)	(763,971)
<u>CASH FLOWS - FINANCING ACTIVITIES</u>		
Repayments on finance leases	(53,843)	(83,845)
NET CASH USED FOR FINANCING ACTIVITIES	(53,843)	(83,845)
NET INCREASE IN CASH AND CASH EQUIVALENTS AND RESTRICTED CASH	872,733	956,033
Cash and cash equivalents and restricted cash at beginning of year	13,686,734	12,730,701
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AT END OF YEAR	\$ 14,559,467	\$ 13,686,734

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF CASH FLOWS, Cont'd

YEAR ENDED JUNE 30, 2023
(With Comparative Totals for 2022)

	<u>Year ended June 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</u>		
Cash paid during the year for:		
Interest	<u>\$ 377</u>	<u>\$ 12,689</u>
<u>NON CASH INVESTING AND FINANCING ACTIVITIES</u>		
Right-of-use assets obtained in exchange for new lease liabilities	<u>\$ 1,908,109</u>	<u>\$ -</u>

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

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Organization

Family Life Academy Charter Schools (the “Organization”) is an educational corporation operating in the borough of the Bronx, New York and is comprised of various individual charter schools.

Family Life Academy Charter School I (“FLACS I”) is a charter school that operates under the Organization in the borough of the Bronx, New York. On May 14, 2001, the Board of Regents of the University of the State of New York granted FLACS I a provisional charter valid for a term of five years and renewable upon expiration. On May 20, 2008, August 19, 2013 and February 13, 2018, FLACS I obtained a five year renewal, which expired June 30, 2023. On March 17, 2022, FLACS I obtained a four year renewal, which expires July 31, 2027.

Family Life Academy Charter School II (“FLACS II”) is a charter school that operates under the Organization in the borough of the Bronx, New York. On September 13, 2011, the Board of Regents of the University of the State of New York granted FLACS II a provisional charter valid for a term of five years and renewable upon expiration. On March 8, 2017, FLACS II obtained a five year renewal, which expired July 31, 2022. On March 17, 2022, FLACS II obtained a five year renewal, which expires July 31, 2027.

On March 31, 2014, the Board of Regents of the University of the State of New York amended the FLACS I charter agreement permitting additional schools under FLACS I’s educational corporation. During the 2014 fiscal year, FLACS I added Family Life Academy Charter School III (“FLACS III”) under its expanded charter. FLACS III had the authority to operate through July 31, 2019. On May 27, 2019, FLACS III obtained a five year renewal, which expires July 31, 2024. On March 17, 2022, FLACS III obtained a three year renewal, which expires July 31, 2027.

On June 6, 2019, the Board of Regents of the University of the State of New York amended the FLACS I charter agreement permitting additional schools under FLACS I’s educational corporation. During the 2019 fiscal year, FLACS I added Family Life Academy Charter School IV (“FLACS IV”) under its expanded charter. FLACS IV opened in September 2022 as Family Life Academy Charter Schools High School (“FLACS HS”).

FLACS I, FLACS II, FLACS III, and FLACS HS are schools in a predominately Latino community in the South Bronx. They seek to empower New York City English language learners in grades Kindergarten through Grade 8 to achieve high standards in English and to help them take responsibility for their own learning and encourage them to explore and affirm human values. On March 16, 2022, FLACS HS revised its charter to serve grades 9 through 12.

Family Life Academy Charter Schools Network (“FLACS N”) is a division of the educational corporation operating as a charter school management organization. FLACS N’s purpose is to manage and support a network of open-enrollment free charter schools committed to high academic standards, merit, citizenship and responsibility in New York City’s neediest neighborhoods.

Basis of presentation

The accompanying financial statements include the accounts of FLACS I, FLACS II, FLACS III, FLACS HS and FLACS N (collectively referred to as the “Organization”). All intercompany balances and transactions have been eliminated in the accompanying financial statements.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Basis of accounting

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America.

Classification of net assets

To ensure observance of limitations and restrictions placed on the use of resources available to the Organization, the accounts of the Organization are maintained in accordance with the principles of accounting for not-for-profit organizations. This is the procedure by which resources are classified for reporting purposes into net asset groups, established according to their nature and purpose. Accordingly, all financial transactions have been recorded and reported by net asset group.

The assets, liabilities, activities, and net assets are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions

Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The Board of Trustees has discretionary control to use these in carrying on operations in accordance with the guidelines established by the Organization.

Net Assets With Donor Restrictions

Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Net assets with donor restrictions were \$302,808 and \$408,390 at June 30, 2023 and 2022, respectively.

Revenue recognition

Revenue from Exchange Transactions: The Organization recognizes revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers, as amended. ASU 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition.

The Organization records substantially all revenues over time as follows:

Public school district revenue

The Organization recognizes revenue as educational programming is provided to students throughout the year. The Organization earns public school district revenue based on the approved per pupil tuition rate of the public school district in which the pupil resides. The amount received each year from the resident district is the product of the approved per pupil tuition rate and the full-time equivalent student enrollment of the Organization. Each NYS school district has a fixed per pupil tuition rate which is calculated annually by NYSED in accordance with NYS Education Law. Amounts are billed in advance every other month and payments are typically received in six installments during the year. At the end of each school year, a reconciliation of actual enrollment to billed enrollment is performed and any additional amounts due or excess funds received are agreed upon between the Organization and the district(s) and are paid or recouped.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Additional funding is available for students requiring special education services. The amount of additional funding is dependent upon the length of time and types of services provided by the Organization to each student, subject to a maximum amount based upon a set rate for each district as calculated by NYSED.

Rental assistance

Facilities rental assistance funding is provided by the New York City Dept of Education (NYCDOE) to qualifying charter schools located in the five boroughs of NYC. In order to receive rental assistance funding, a charter school must have commenced instruction or added grade levels in the 2014-15 school year or thereafter and go through a space request process with the NYCDOE. If NYCDOE is not able to provide adequate space, the Organization can become eligible for rental assistance. Rental assistance is calculated as the lesser of 30% of the per-pupil tuition rate for NYC times the number of students enrolled, or actual total rental costs. As rental assistance is based on the number of students enrolled, revenue is recognized throughout the year as educational programming is provided to students.

The following table summarizes contract balances at their respective statement of financial position dates:

	June 30,		
	<u>2023</u>	<u>2022</u>	<u>2021</u>
Grants and contracts receivables	\$ 4,181,491	\$ 44,319	\$ 44,183

Contributions

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence of any donor restrictions. A contribution that is received and expended in the same year for a specific purpose is classified as without donor restricted revenue.

Contributions are recorded as with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Grant revenue

Some of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Certain grants are subject to audit and retroactive adjustments by its funders. Any changes resulting from these audits are recognized in the year they become known. Qualifying expenditures that have been incurred but are yet to be reimbursed are reported as grants receivable in the accompanying statement of financial position. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the accompanying statement of financial position and amounted to \$248,572 and \$196,489 at June 30, 2023 and 2022, respectively. The Organization received cost-reimbursement grants of approximately \$2,612,702 that have not been recognized at June 30, 2023 because qualifying expenditures have not yet been incurred.

Cash and cash equivalents

Cash and cash equivalents are maintained in certain financial institutions located in New York and are insured by the FDIC up to \$250,000 at each institution. The Organization considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents. In the normal course of business, the cash account balances at any given time may exceed insured limits. However, the Organization has not experienced any losses in such accounts and does not believe it is exposed to significant risk in cash and cash equivalents.

Restricted cash

Per the bond agreement as described in Note C, \$1,500,000 has been set aside as restricted cash for potential overruns of the project.

Cash in escrow

The Organization maintains cash in an escrow account, in accordance with the terms of its Charter Agreement. A portion of the escrow account is invested in a certificate of deposit with a maturity date of July 2023.

Grants and other receivables

Grants and other receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts based on its assessment of the current status of individual receivables from grants, agencies and others. Balances that are still outstanding after management has used reasonable collection efforts are written off against the allowance for doubtful accounts. There was no allowance for doubtful accounts at June 30, 2023 or 2022.

Property and equipment

Property and equipment are recorded at cost. Depreciation and amortization are computed using the straight-line method on a basis considered adequate to depreciate the assets over their estimated useful lives, which range from two to fifteen years.

Major renewals and betterments are capitalized, while repairs and maintenance are charged to operations as incurred. Upon sale or retirement, the related cost and allowances for depreciation are removed from the accounts and the related gain or loss is reflected in operations.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Deferred revenue

The Organization records grant revenue as deferred revenue until it is expended for the purpose of the grant, at which time it is recognized as revenue.

Certificates of deposit

The Organization maintains its certificates of deposit at a financial institution. The balance is insured at the financial institution up to \$250,000 by the FDIC. At times the Organization's balance may exceed federally insured limits. The Organization has not experienced any losses in such account and does not believe it is exposed to any significant risk. Certificates of deposit have a maturity date of July 2023.

Tax exempt status

The Organization is a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code and applicable state regulations and, accordingly, is exempt from federal and state taxes on income.

The Organization files Form 990 tax returns in the U.S. federal jurisdiction. The tax returns for the years ended June 30, 2020 through June 30, 2023 are still subject to potential audit by the IRS. Management of the Organization believes it has no material uncertain tax positions and, accordingly it will not recognize any liability for unrecognized tax benefits.

Contributed goods and services

The Organization receives contributed services from volunteers to serve on the Board of Trustees. In addition, the Organization received transportation services, special education services and a school nurse for the students from the local district. The Organization was unable to determine a value for these services.

The Organization received contributed professional development and programming services and contributed goods which were valued at approximately \$1,300 for the year ended June 30, 2022. There were no contributed services for the year ended June 30, 2023. These amounts are included in in-kind revenue in the accompanying statement of activities and changes in net assets.

Marketing costs

The Organization expenses marketing costs as they are incurred. Total marketing and recruiting costs approximated \$450,000 and \$304,000 for the years ended June 30, 2023 and 2022, respectively.

Comparative information for the year ended June 30, 2022

The financial statements include certain prior year summarized comparative information in total but not by net asset class or functional classification. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022 from which the summarized information was derived.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Use of estimates in the preparation of financial statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

Leases

The Organization leases its school facilities and determines if the arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, current liabilities, and other liabilities on the accompanying statement of financial position. Finance leases are included in finance lease right-of-use assets, current liabilities, and other liabilities on the accompanying statement of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As the lease does not provide an implicit rate, the Organization uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option.

Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Organization's lease agreement does not contain any material residual value guarantees or restrictive covenants.

In evaluating contracts to determine if they qualify as a lease, the Organization considers factors such as if the Organization has obtained substantially all of the rights to the underlying asset through exclusivity, if the Organization can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgement.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE A: THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Adoption of new accounting standard- leases

In February 2016, the FASB issued a new standard related to leases to increase transparency and comparability among entities by requiring the recognition of ROU assets and lease liabilities on the statement of financial position. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases under current U.S. GAAP. For nonpublic entities, the FASB voted on May 20, 2020, to extend the guidance in this new standard to be effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022. The Organization adopted ASC 842 with the date of initial application of July 1, 2022.

The Organization recognized and measured leases existing at July 1, 2022 (the beginning of the period of adoption) through a cumulative effect adjustment, with certain practical expedients available. Lease disclosures for the year ended June 30, 2022 are made under prior lease guidance in FASB ASC 840.

As part of the adoption of ASC 842, the Organization elected practical expedients to account for the existing operating leases as operating leases under the new guidance, without reassessing (a) whether the contracts contain leases under the new standard; (b) whether classification of capital leases or operating leases would be different in accordance with the new guidance; or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in the new guidance at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Organization recognized on July 1, 2022 operating lease liabilities of \$91,655,499, which represents the present value of the remaining operating lease payments of \$138,546,350 discounted using varying risk-free rates, and the right-of-use asset of \$89,159,065, which represents the operating lease liability of \$91,655,499 adjusted for deferred rent of \$2,160,373, deferred lease incentives of \$455,641, and prepaid expenses of \$119,580.

New accounting pronouncement – credit losses

In June 2016 the FASB issued ASU 2016-13, "Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments" (ASU 2016-13), which requires entities to use a new impairment model referred to as the current expected credit losses (CECL) model rather than incurred losses. The new standard affects accounting for loans, accounts (trade) receivable, held-to-maturity debt securities, and other financial assets included in the scope. For non-public entities, the new standard is effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. The Organization is currently evaluating the provisions of this standard to determine the impact the new standard will have on the Organization's financial position or results of operations.

Subsequent events

The Organization has conducted an evaluation of potential subsequent events occurring after the statement of financial position date through November 14, 2023, which is the date the financial statements are available to be issued. No subsequent events requiring disclosure were noted.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE B: LIQUIDITY AND AVAILABILITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization's main source of liquidity is its cash and cash equivalents accounts.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its ongoing activities of teaching and public service as well as the conduct of services undertaken to support those activities to be general expenditures.

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. Refer to the statement of cash flows which identifies the sources and uses of the Organization's cash and shows positive cash generated by operations for fiscal years 2023 and 2022.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>June 30,</u>	
	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 12,859,467	\$ 13,511,734
Certificates of deposit	2,384,390	2,361,312
Grants and other receivables	<u>10,824,698</u>	<u>4,132,797</u>
Total financial assets available within one year	26,068,555	20,005,843
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	<u>(302,808)</u>	<u>(408,390)</u>
Total amount unavailable for general expenditures within one year	<u>(302,808)</u>	<u>(408,390)</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 25,765,747</u>	<u>\$ 19,597,453</u>

The Organization has a \$400,000 line of credit that they could draw upon in the event of unanticipated liquidity needs. At June 30, 2023 and 2022, there were no amounts outstanding on this line.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE C: RELATED PARTY TRANSACTIONS

FLACS N receives a management allocation from FLACS I, FLACS II, and FLACS III (the “Charter Schools”). The Organization pays for certain operating expenses that benefit the entire organization and then allocates to each Charter School a percentage of these expenses based on the full-time equivalent student enrollment at each Charter School. FLACS N was allocated \$1,340,997 from FLACS I, \$2,842,777 from FLACS II, \$903,120 from FLACS III, and \$342,091 from FLACS HS for the year ended June 30, 2023. FLACS N was allocated \$1,138,543 from FLACS I, \$2,261,307 from FLACS II, and \$867,723 from FLACS III for the year ended June 30, 2022.

Classrooms and office facilities of FLACS I are leased from LPAC, whose President is a member of the Board of the Organization. See Note F for further details and future minimum lease payments. During the years ended June 30, 2023 and 2022, the Organization had approximately \$40,000 and \$46,000, respectively, of receivables from LPAC.

During December 2020, HB Foundation (“HB”), a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code was formed. HB is the sole member of Highbridge Facilities LLC (“Highbridge”). Highbridge issued bonds totaling \$125,105,000 to purchase the properties of FLACS II middle school, FLACS III and the property where FLACS HS will be located.

During February 2023, Highbridge issued an additional \$10,125,000 of bonds to fund construction projects at FLACS HS.

The Organization became the guarantor of these bonds. In addition, the Organization made a payment of \$500,000 to finalize the bond deal. This amount is included in deposits at June 30, 2023 on the accompanying statement of financial position. Upon commencement of the FLACS HS lease, the prepayment will be added to the right-of-use asset and adjusted accordingly.

The aggregate principal balance of the 2020 bonds at June 30, 2023 and 2022 was \$123,830,000 and \$124,485,000, respectively. At June 30, 2023, the maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee was \$260,590,375.

The aggregate principal balance of the 2023 bonds at June 30, 2023 was \$10,125,000. At June 30, 2023, the maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee was \$26,907,527.

The Organization fully expects the bonds payable will be repaid by Highbridge in accordance with its terms.

In connection with the bond agreements, the Organization must comply with certain covenants. The Organization was in compliance with these covenants for the years ended June 30, 2023 and 2022.

In December 2020, the Organization entered into lease agreements with Highbridge for the FLACS II middle school, FLACS III and FLACS HS facilities. See Note F.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE D: PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:

	June 30,	
	2023	2022
Leasehold improvements	\$ 5,186,164	\$ 4,793,497
Furniture and fixtures	2,151,711	1,760,426
Computers and equipment	4,138,998	3,634,031
	11,476,873	10,187,954
Less accumulated depreciation and amortization	7,708,831	6,587,523
	<u>\$ 3,768,042</u>	<u>\$ 3,600,431</u>

At both June 30, 2023 and 2022, \$422,269 of construction in progress was included in leasehold improvements; which was mainly for a future building project for FLACS HS and for improvements to the FLACS II middle school facility expected to be utilized in the 2023-2024 school year.

No provision for depreciation is made on construction in progress until such time as the relevant assets are completed and put into use. Total depreciation and amortization expense was \$1,121,307 and \$1,042,324 for the years ended June 30, 2023 and 2022, respectively.

NOTE E: CAPITAL LEASES PAYABLE

The Organization entered into a capital lease payable during July 2020, payable in annual installments, including interest at .351% per annum, through August 2022. The capital lease payable is secured by certain equipment. The capital lease had \$53,843 outstanding as of June 30, 2022. There was no outstanding balance as of June 30, 2023.

The lease agreement is through July 2022 and is for the right to use certain equipment which is included in property and equipment in the accompanying statement of financial position at June 30, 2023. The net book value of this equipment was \$26,780 and \$80,340 at June 30, 2023 and 2022, respectively.

Interest expense related to the capital leases was \$377 and \$12,901 during the years ended June 30, 2023 and 2022, respectively.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE F: LEASES

Facilities Leases

FLACS I leased classrooms and office facilities under a non-cancelable lease agreement originally expiring in June 2018. The lease was amended effective September 1, 2016 with an expiration date of June 30, 2022 and a revised payment schedule. In November 2022, the lease was extended through June 2027. FLACS I's base rent for the years ended June 30, 2023 and 2022 was \$1,365,350 and \$1,068,947, respectively. The base rent increased in accordance with the lease agreement. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease.

Total rent expense relative to this lease was \$1,506,971 and \$993,577 for the years ended June 30, 2023 and 2022, respectively. In conjunction with this facility lease, FLACS I paid a security deposit of \$155,833 which is included in deposits on the accompanying statement of financial position at June 30, 2023 and 2022.

FLACS II leases classrooms and office facilities under a non-cancelable lease agreement expiring in June 2038 which they assumed from their former landlord effective January 2015. FLACS II's base rent for the years ended June 30, 2023 and 2022 was \$666,695 and \$641,053, respectively. The base rent increased in accordance with the lease agreement. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease. In connection with the assumption of this lease, the former landlord agreed to share in the cost of FLACS II making certain leasehold improvements to the building in accordance with the terms of the agreement. During the year ended June 30, 2022, \$38,637 had been advanced to FLACS II in addition to total advances of \$585,877 made in prior years and were recorded as a "Deferred lease incentive" on the accompanying statement of financial position. These reimbursements will be recognized as a reduction of rent expense on a straight-line basis over the term of the lease. Rent expense relative to this lease was \$831,144 and \$771,328 for the years ended June 30, 2023 and 2022, respectively. Also in conjunction with this facility lease, FLACS II paid a security deposit of \$163,477, as of June 30, 2019 and received a credit towards this deposit of \$14,005 during 2020, leaving a balance of \$149,472 at June 30, 2023 and 2022, which is included in deposits on the accompanying statement of financial position at June 30, 2023 and 2022.

On December 22, 2020, FLACS II entered into a lease agreement for its middle school with Highbridge. Rent payments commenced January 1, 2021 and go through June 30, 2055. FLACS II middle school's base rent for the years ended June 30, 2023 and June 30, 2022 was \$2,684,608 and \$2,630,417, respectively. The base rent increases in accordance with the lease agreement. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease. During the year ended June 30, 2022, a portion of the FLACS II facility was used for FLACS III students; therefore, \$263,042 of this base rent was allocated to FLACS III. Rent expense relative to this lease was \$2,589,632 and \$2,620,644, respectively, for the years ended June 30, 2023 and 2022.

In connection with the Highbridge agreement, the lease requires certain covenants to be met. The Organization was in compliance with these covenants for the years ended June 30, 2023 and 2022.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE F: LEASES, Cont'd

On December 22, 2020, FLACS III entered into a lease agreement with Highbridge. Rent payments commenced on January 1, 2021 and go through June 30, 2055. FLACS III's base rent for the years ended June 30, 2023 and June 30, 2022 was \$920,683 and \$899,706, respectively. The base rent increased in accordance with the lease agreement. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease. Rent expense was \$879,056 and \$893,393 for the years ended June 30, 2023 and 2022, respectively.

In connection with the Highbridge agreement, the lease requires certain covenants to be met. The Organization was in compliance with these covenants for the years ended June 30, 2023 and 2022.

On May 1, 2023, FLACS HS entered into a lease agreement with a third party for facilities. Rent payments commenced on May 1, 2023 and go through June 30, 2024. FLACS HS's base rent for the year ended June 30, 2023 was \$180,000 with increases thereafter based on the lease agreement. The total amount of rental payments due over the lease term is being charged to rent expense on the straight-line method over the term of the lease. Rent expense was \$231,429 for the year ended June 30, 2023. In conjunction with this facility lease, FLACS HS paid a security deposit of \$240,000, which is included in deposits on the accompanying statement of financial position at June 30, 2023.

On December 22, 2020, FLACS HS entered into a lease agreement with Highbridge for a new school building as described in Note C. The lease has a thirty five year term upon completion of the building, and payments are to be determined upon completion of the building. The building is expected to be completed in July 2024. The building was originally projected to be completed in September 2022. Even though the construction has been delayed by two years, FLACS HS may be required to make the originally scheduled payments. The total amount of rental payments due over the lease term will be charged to rent expense on the straight-line method over the term of the lease. FLACS HS and Highbridge are currently negotiating an amended lease agreement due to the delay in construction. FLACS HS does not have access to the property; and therefore, this lease is not included in right-of-use assets and lease liabilities at June 30, 2023. Payments due under the original lease agreement are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2023	\$ 1,185,000
2024	2,316,000
2025	3,998,465
2026	5,023,465
2027	5,133,686
Thereafter	140,692,209
	<u>\$ 158,348,825</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE F: LEASES, Cont'd

Equipment leases

The Organization leases office equipment under non-cancelable lease agreements expiring at various dates through May 2026.

A summary of right-of-use assets and liabilities are as follows:

	<u>Statement of Financial</u> <u>Position Classification</u>	
<u>Assets</u>		
Right-of-use assets -		
Operating	Other assets	\$ 87,571,797
Finance	Other assets	<u>622,773</u>
		<u>\$ 88,194,570</u>
<u>Liabilities</u>		
Current portion of lease liabilities -		
Operating	Current liabilities	\$ 4,607,491
Finance	Current liabilities	<u>184,369</u>
Lease liabilities -		
Operating	Other liabilities	85,618,868
Finance	Other liabilities	<u>458,323</u>
		<u>\$ 90,869,051</u>

The components of lease expense for the year ended June 30, 2023 were as follows:

Finance lease cost:		
Amortization of right-of-use assets		\$ 17,794
Interest on lease liabilities		<u>2,125</u>
	Total finance lease costs	19,919
Operating lease cost:		
Operating lease expense		<u>6,348,152</u>
	Total lease cost	<u>\$ 6,368,071</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE F: LEASES, Cont'd

As of June 30, 2023, minimum payments due for lease liabilities for each of the five succeeding years and thereafter are as follows:

<u>Year ending June 30,</u>	<u>Finance leases</u>	<u>Operating leases</u>	<u>Total</u>
2024	\$ 206,613	\$ 7,350,789	\$ 7,557,402
2025	247,935	5,905,492	6,153,427
2026	227,274	5,989,899	6,217,173
2027	-	5,869,751	5,869,751
2028	-	4,368,598	4,368,598
Thereafter	-	<u>104,872,914</u>	<u>104,872,914</u>
Total lease payments	681,822	134,357,443	135,039,265
Less: Interest	<u>(39,130)</u>	<u>(44,131,084)</u>	<u>(44,170,214)</u>
Present value of lease liabilities	<u>\$ 642,692</u>	<u>\$ 90,226,359</u>	<u>\$ 90,869,051</u>

Supplemental information for the year ended June 30, 2023:

Cash paid for amounts included in the measurement of lease liabilities:

Operating cash flows from operating leases \$ 6,158,266

Right-of-use assets obtained in exchange for new lease liabilities

(non-cash):

Operating leases \$ 1,908,109

Finance leases \$ 640,567

Weighted-average remaining lease term:

Operating leases 27.66

Finance leases 2.92

Weighted-average discount rate:

Operating leases 3.14%

Finance leases 3.98%

NOTE G: RETIREMENT PLAN

The Organization sponsors a 401(k) plan (the "Plan") for all eligible employees that are predominantly funded by employees' contributions. The Organization matches employees' contributions up to 4% of their annual salary. During the years ended June 30, 2023 and 2022, the Organization contributed approximately \$302,100 and \$316,100, respectively, to the Plan.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE H: CONTINGENCY

Certain grants and contracts may be subject to audit by funding sources. Such audits might result in disallowance of costs submitted for reimbursement by the Organization. Management is of the opinion that such disallowances, if any, will not have a material effect on the accompanying financial statements. Accordingly, no amounts have been provided in the accompanying financial statements for such potential claims.

NOTE I: CONCENTRATIONS

At June 30, 2023, approximately 96% of grants and other receivables are due from the New York State Department of Education relating to certain grants. During the year ended June 30, 2023, 72% of total operating revenue and support came from per-pupil funding provided by New York State. The per-pupil rate is set annually by the State based on the school district in which the Organization's students are located.

At June 30, 2022, approximately 83% of grants and other receivables are due from the New York State Department of Education relating to certain grants. During the year ended June 30, 2022, 69% of total operating revenue and support came from per-pupil funding provided by New York State. The per-pupil rate is set annually by the State based on the school district in which the Organization's students are located.

NOTE J: NET ASSETS

Net assets without donor restrictions are as follows:

	June 30,	
	2023	2022
Undesignated	\$ 22,602,339	\$ 15,395,307
Invested in property and equipment, net of related debt	3,768,042	3,546,588
	<u>\$ 26,370,381</u>	<u>\$ 18,941,895</u>

Net assets with donor restrictions are as follows:

	June 30,	
	2023	2022
Music program	\$ 4,143	\$ 4,659
Wellness program	-	2,141
High school project	15,000	15,000
Rental assistance	-	375,000
Middle school art curriculum	-	835
High school placement program	-	6,930
Middle school yoga class	-	1,000
College and career readiness	283,640	-
Professional development program	25	2,825
	<u>\$ 302,808</u>	<u>\$ 408,390</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2023

(With Comparative Totals for 2022)

NOTE K: LINE OF CREDIT

In July 2018, the Organization entered into a line of credit agreement with a bank with maximum borrowings of \$400,000. The line bears interest at the prime rate plus 2% per annum and is secured primarily by the assets of the Organization. There was no balance outstanding at June 30, 2023 or 2022. The line expires in November 2023.

NOTE L: LONG TERM DEBT

In response to the COVID-19 outbreak, in April 2020 the Organization applied for and was approved by a bank for a loan of \$2,571,523 through the Paycheck Protection Program established by the Small Business Administration. The loan had a maturity of 2 years and an interest rate of 1%. The loan had the potential for forgiveness provided certain requirements were met by the Organization. The loan was funded on May 5, 2020. Due to the potential of forgiveness, repayment terms had not been finalized as of June 30, 2021; therefore, the entire balance had been classified as long-term at June 30, 2021. On August 25, 2021, the loan was forgiven in full, plus any accrued interest. The forgiveness of the loan is shown in the accompanying statement of activities and changes in net assets as Paycheck Protection Program loan forgiveness.

NOTE M: FUNCTIONAL EXPENSES

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. All expenses that are allocated to more than one program or supporting function are allocated on the basis of estimates of time and effort.

NOTE N: CASH AND CASH EQUIVALENTS AND RESTRICTED CASH

Cash and cash equivalents and restricted cash balances at June 30, 2023 and 2022 consisted of the following:

	June 30,	
	2023	2022
Cash and cash equivalents	\$ 12,859,467	\$ 13,511,734
Cash in escrow	200,000	175,000
Restricted cash	1,500,000	-
	<u>\$ 14,559,467</u>	<u>\$ 13,686,734</u>

NOTE O: ACCOUNTING IMPACT OF COVID-19 OUTBREAK

In response to the COVID-19 outbreak, the Federal Government passed several COVID relief acts which include funding for elementary and secondary education. The Elementary and Secondary School Emergency Relief Fund (ESSER Fund) was established to award grants to state and local educational agencies. The Organization has recognized \$2,992,890 and \$2,926,570 of revenue relative to ESSER grants during the years ended June 30, 2023 and 2022, respectively.

The Emergency Connectivity Fund (ECF) was also established to award grants to state and local educational agencies. The Organization has recognized \$338,011 of revenue relative to ECF grants during the year ended June 30, 2022. There were no amounts recognized relative to this grant during the year ended June 30, 2023.

FAMILY LIFE ACADEMY CHARTER SCHOOLS

OTHER FINANCIAL INFORMATION



BUSINESS
ADVISORS
AND CPAS

INDEPENDENT AUDITOR'S REPORT ON OTHER FINANCIAL INFORMATION

Board of Trustees
Family Life Academy Charter Schools

We have audited the financial statements of Family Life Academy Charter Schools as of and for the year ended June 30, 2023, and have issued our report thereon dated November 14, 2023, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The financial information hereinafter is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements for the year ended June 30, 2023, as a whole.

Mengel, Metzger, Barw & Co. LLP

Rochester, New York
November 14, 2023

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FINANCIAL POSITION BY CHARTER

JUNE 30, 2023

<u>ASSETS</u>	Family Life Academy Charter School I	Family Life Academy Charter School II	Family Life Academy Charter School III	Family Life Academy Charter Schools HS	Family Life Academy Charter School Network	Eliminations	Total
<u>CURRENT ASSETS</u>							
Cash and cash equivalents	\$ 2,159,919	3,859,127	\$ 2,614,799	\$ 458,514	\$ 3,767,108	\$ -	\$ 12,859,467
Certificates of deposit	13,985	2,370,405	-	-	-	-	2,384,390
Grants and other receivables	1,576,216	6,518,936	2,303,792	425,754	-	-	10,824,698
Interschool receivables	-	2,304,065	-	-	3,407,001	(5,711,066)	-
Prepaid expenses and other current assets	21,086	93,337	19,000	91,013	325,727	-	550,163
TOTAL CURRENT ASSETS	3,771,206	15,145,870	4,937,591	975,281	7,499,836	(5,711,066)	26,618,718
<u>PROPERTY AND EQUIPMENT, net</u>	358,191	2,386,320	350,520	616,039	56,972	-	3,768,042
<u>OTHER ASSETS</u>							
Deposits	655,833	149,472	5,000	240,000	-	-	1,050,305
Cash in escrow	200,000	-	-	-	-	-	200,000
Restricted cash	-	-	-	-	1,500,000	-	1,500,000
Due from related party	39,732	-	-	-	-	-	39,732
Right-of-use assets - operating	5,533,940	62,008,977	18,290,832	1,361,651	376,397	-	87,571,797
Right-of-use assets - finance	-	-	-	-	622,773	-	622,773
	6,429,505	62,158,449	18,295,832	1,601,651	2,499,170	-	90,984,607
TOTAL ASSETS	\$ 10,558,902	\$ 79,690,639	\$ 23,583,943	\$ 3,192,971	\$ 10,055,978	\$ (5,711,066)	\$ 121,371,367

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FINANCIAL POSITION BY CHARTER, Cont'd

JUNE 30, 2023

<u>LIABILITIES AND NET ASSETS</u>	<u>Family Life Academy Charter School I</u>	<u>Family Life Academy Charter School II</u>	<u>Family Life Academy Charter School III</u>	<u>Family Life Academy Charter Schools HS</u>	<u>Family Life Academy Charter School Network</u>	<u>Eliminations</u>	<u>Total</u>
<u>CURRENT LIABILITIES</u>							
Accounts payable and accrued expenses	\$ 102,061	\$ 778,348	\$ 208,413	\$ 156,258	\$ 149,952	\$ -	\$ 1,395,032
Interschool payables	497,091	2,347,992	1,027,436	1,838,547	-	(5,711,066)	-
Accrued payroll and benefits	359,423	769,714	300,950	176,081	185,726	-	1,791,894
Vacation accrual	45,175	143,606	44,612	24,074	136,162	-	393,629
Deferred revenue	1,616	6,021	137,475	3,460	100,000	-	248,572
Current portion of lease liabilities - operating	1,266,233	1,391,205	357,543	1,413,080	179,430	-	4,607,491
Current portion of lease liabilities - finance	-	-	-	-	184,369	-	184,369
TOTAL CURRENT LIABILITIES	2,271,599	5,436,886	2,076,429	3,611,500	935,639	(5,711,066)	8,620,987
<u>OTHER LIABILITIES</u>							
Deferred lease incentive	-	-	-	-	-	-	-
Deferred rent payable	-	-	-	-	-	-	-
Lease liabilities - operating	4,292,135	63,145,322	17,989,537	-	191,874	-	85,618,868
Lease liabilities - finance	-	-	-	-	458,323	-	458,323
	4,292,135	63,145,322	17,989,537	-	650,197	-	86,077,191
TOTAL LIABILITIES	6,563,734	68,582,208	20,065,966	3,611,500	1,585,836	(5,711,066)	94,698,178
<u>NET ASSETS</u>							
Without donor restrictions	3,991,025	11,108,431	3,517,977	(717,169)	8,470,117	-	26,370,381
With donor restrictions	4,143	-	-	298,640	25	-	302,808
	3,995,168	11,108,431	3,517,977	(418,529)	8,470,142	-	26,673,189
TOTAL LIABILITIES AND NET ASSETS	\$ 10,558,902	\$ 79,690,639	\$ 23,583,943	\$ 3,192,971	\$ 10,055,978	\$ (5,711,066)	\$ 121,371,367

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS BY CHARTER

YEAR ENDED JUNE 30, 2023

	Family Life Academy Charter School I	Family Life Academy Charter School II	Family Life Academy Charter School III	Family Life Academy Charter Schools HS	Family Life Academy Charter School Network	Eliminations	Total
Revenue, gains and other support:							
Public school district:							
Resident student enrollment	\$ 7,019,361	\$ 13,911,967	\$ 4,041,684	\$ 1,736,831	\$ -	\$ -	\$ 26,709,843
Students with disabilities	156,380	711,850	89,250	134,010	-	-	1,091,490
Grants and contracts:							
State and local	28,838	53,958	20,234	6,281	-	-	109,311
Federal - Title and IDEA	361,335	696,247	194,258	93,816	-	-	1,345,656
Federal - other	797,759	1,778,226	705,137	439,884	-	-	3,721,006
Food service/Child Nutrition Program	247,148	592,779	270,388	64,094	-	-	1,174,409
NYC DOE rental assistance	-	3,351,303	922,965	-	-	-	4,274,268
TOTAL REVENUE, GAINS AND OTHER SUPPORT	8,610,821	21,096,330	6,243,916	2,474,916	-	-	38,425,983
Expenses:							
Program services:							
Regular education	6,405,451	14,249,900	4,737,685	2,700,223	2,043,257	(1,956,892)	28,179,624
Special education	350,342	1,514,111	250,826	417,977	494,799	(474,165)	2,553,890
Total program services	6,755,793	15,764,011	4,988,511	3,118,200	2,538,056	(2,431,057)	30,733,514
Management and general	1,220,044	2,861,586	916,803	424,224	2,962,526	(2,834,196)	5,550,987
Fundraising and special events	40,337	87,775	27,166	12,090	170,590	(163,732)	174,226
TOTAL OPERATING EXPENSES	8,016,174	18,713,372	5,932,480	3,554,514	5,671,172	(5,428,985)	36,458,727
SURPLUS (DEFICIT) / FROM SCHOOL OPERATIONS	594,647	2,382,958	311,436	(1,079,598)	(5,671,172)	5,428,985	1,967,256
Support and other revenue:							
Contributions:							
Foundations	-	2,500	-	155,000	4,584,390	-	4,741,890
Individuals	-	2,500	-	-	6,655	-	9,155
Corporations	-	-	-	25,000	24	-	25,024
In-kind	-	-	-	-	-	-	-
Management fee income	-	-	-	-	5,428,985	(5,428,985)	-
Fundraising	-	1,128	863	-	234	-	2,225
Interest income	57,377	192,310	83,545	13,656	229,995	-	576,883
Other income	-	-	-	-	471	-	471
TOTAL SUPPORT AND OTHER REVENUE	57,377	198,438	84,408	193,656	10,250,754	(5,428,985)	5,355,648
CHANGE IN NET ASSETS	652,024	2,581,396	395,844	(885,942)	4,579,582	-	7,322,904
Net assets at beginning of year	3,343,144	8,527,035	3,122,133	467,413	3,890,560	-	19,350,285
NET ASSETS AT END OF YEAR	\$ 3,995,168	\$ 11,108,431	\$ 3,517,977	\$ (418,529)	\$ 8,470,142	\$ -	\$ 26,673,189

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES BY CHARTER –
FAMILY LIFE ACADEMY CHARTER SCHOOL I

YEAR ENDED JUNE 30, 2023

	No. of Positions	Program Services			Supporting Services			Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total	
Personnel services costs:								
Administrative staff personnel	6	\$ 480,543	\$ 18,932	\$ 499,475	\$ 112,702	\$ -	\$ 112,702	\$ 612,177
Instructional personnel	38	2,271,766	89,503	2,361,269	-	-	-	2,361,269
Non-instructional personnel	9	325,942	12,841	338,783	36,532	-	36,532	375,315
Total personnel services costs	53	3,078,251	121,276	3,199,527	149,234	-	149,234	3,348,761
Fringe benefits and payroll taxes		546,771	21,541	568,312	26,507	-	26,507	594,819
Retirement		34,817	1,372	36,189	1,688	-	1,688	37,877
Other purchased / professional / consulting services		509,841	118,071	627,912	798,752	40,337	839,089	1,467,001
Building and land rent / lease		1,385,239	54,575	1,439,814	67,157	-	67,157	1,506,971
Repairs and maintenance		100,323	3,953	104,276	4,864	-	4,864	109,140
Insurance		1,966	77	2,043	67,938	-	67,938	69,981
Utilities		136,959	5,396	142,355	6,640	-	6,640	148,995
Supplies / materials		96,727	3,811	100,538	-	-	-	100,538
Equipment / furnishings		2,440	96	2,536	118	-	118	2,654
Staff development		3,991	157	4,148	349	-	349	4,497
Marketing / recruitment		-	-	-	4,920	-	4,920	4,920
Technology		3,056	120	3,176	64,588	-	64,588	67,764
Food services		226,622	8,928	235,550	-	-	-	235,550
Student services		58,061	2,287	60,348	-	-	-	60,348
Office expense		55,999	2,206	58,205	10,608	-	10,608	68,813
Depreciation and amortization		164,054	6,463	170,517	7,953	-	7,953	178,470
Other		334	13	347	8,728	-	8,728	9,075
		<u>\$ 6,405,451</u>	<u>\$ 350,342</u>	<u>\$ 6,755,793</u>	<u>\$ 1,220,044</u>	<u>\$ 40,337</u>	<u>\$ 1,260,381</u>	<u>\$ 8,016,174</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES BY CHARTER –
FAMILY LIFE ACADEMY CHARTER SCHOOL II

YEAR ENDED JUNE 30, 2023

	No. of Positions	Program Services			Supporting Services			Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total	
Personnel services costs:								
Administrative staff personnel	23	1,366,281	\$ 130,782	\$ 1,497,063	\$ 301,657	\$ -	\$ 301,657	\$ 1,798,720
Instructional personnel	74	4,580,017	438,406	5,018,423	-	-	-	5,018,423
Non-instructional personnel	19	689,871	66,036	755,907	63,768	-	63,768	819,675
Total personnel services costs	116	6,636,169	635,224	7,271,393	365,425	-	365,425	7,636,818
Fringe benefits and payroll taxes		1,239,559	118,652	1,358,211	68,257	-	68,257	1,426,468
Retirement		78,334	7,498	85,832	4,313	-	4,313	90,145
Other purchased / professional / consulting services		1,038,848	249,530	1,288,378	1,788,899	85,511	1,874,410	3,162,788
Building and land rent / lease		3,076,394	294,477	3,370,871	169,403	-	169,403	3,540,274
Repairs and maintenance		337,089	32,267	369,356	18,562	-	18,562	387,918
Insurance		3,955	378	4,333	143,263	-	143,263	147,596
Utilities		180,340	17,262	197,602	9,930	-	9,930	207,532
Supplies / materials		302,321	30,820	333,141	-	-	-	333,141
Equipment / furnishings		15,572	1,424	16,996	819	-	819	17,815
Staff development		23,549	2,254	25,803	1,892	-	1,892	27,695
Marketing / recruitment		-	-	-	17,699	2,264	19,963	19,963
Technology		28,863	2,830	31,693	162,802	-	162,802	194,495
Food services		213,877	43,408	257,285	-	-	-	257,285
Student services		450,948	18,349	469,297	-	-	-	469,297
Office expense		76,282	7,302	83,584	80,157	-	80,157	163,741
Depreciation and amortization		547,800	52,436	600,236	30,165	-	30,165	630,401
		<u>\$ 14,249,900</u>	<u>\$ 1,514,111</u>	<u>\$ 15,764,011</u>	<u>\$ 2,861,586</u>	<u>\$ 87,775</u>	<u>\$ 2,949,361</u>	<u>\$ 18,713,372</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES BY CHARTER-
FAMILY LIFE ACADEMY CHARTER SCHOOL III

YEAR ENDED JUNE 30, 2023

	No. of Positions	Program Services			Supporting Services			Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total	
Personnel services costs:								
Administrative staff personnel	9	\$ 461,601	\$ 17,996	\$ 479,597	\$ 104,436	\$ -	\$ 104,436	\$ 584,033
Instructional personnel	29	1,791,514	69,844	1,861,358	-	-	-	1,861,358
Non-instructional personnel	6	220,794	8,608	229,402	25,422	-	25,422	254,824
Total personnel services costs	44	2,473,909	96,448	2,570,357	129,858	-	129,858	2,700,215
Fringe benefits and payroll taxes		472,456	18,419	490,875	24,800	-	24,800	515,675
Retirement		39,674	1,547	41,221	2,082	-	2,082	43,303
Other purchased / professional / consulting services		348,319	79,703	428,022	582,485	27,166	609,651	1,037,673
Building and land rent / lease		805,382	31,399	836,781	42,275	-	42,275	879,056
Repairs and maintenance		88,393	3,446	91,839	4,640	-	4,640	96,479
Insurance		1,321	51	1,372	46,287	-	46,287	47,659
Utilities		59,420	2,317	61,737	3,119	-	3,119	64,856
Supplies / materials		63,031	2,457	65,488	-	-	-	65,488
Equipment / furnishings		1,668	65	1,733	88	-	88	1,821
Staff development		959	37	996	1,146	-	1,146	2,142
Marketing / recruitment		-	-	-	3,724	-	3,724	3,724
Technology		858	33	891	58,304	-	58,304	59,195
Food services		195,633	7,627	203,260	-	-	-	203,260
Student services		28,167	1,098	29,265	-	-	-	29,265
Office expense		39,932	1,557	41,489	11,771	-	11,771	53,260
Depreciation and amortization		118,563	4,622	123,185	6,224	-	6,224	129,409
		<u>\$ 4,737,685</u>	<u>\$ 250,826</u>	<u>\$ 4,988,511</u>	<u>\$ 916,803</u>	<u>\$ 27,166</u>	<u>\$ 943,969</u>	<u>\$ 5,932,480</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES BY CHARTER-
FAMILY LIFE ACADEMY CHARTER SCHOOLS HS

YEAR ENDED JUNE 30, 2023

	No. of Positions	Program Services			Supporting Services			Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total	
Personnel services costs:								
Administrative staff personnel	7	\$ 439,209	\$ 66,148	\$ 505,357	\$ 92,089	\$ -	\$ 92,089	\$ 597,446
Instructional personnel	14	1,026,734	154,634	1,181,368	-	-	-	1,181,368
Non-instructional personnel	<u>-</u>	<u>153,785</u>	<u>23,161</u>	<u>176,946</u>	<u>18,192</u>	<u>-</u>	<u>18,192</u>	<u>195,138</u>
Total personnel services costs	21	1,619,728	243,943	1,863,671	110,281	-	110,281	1,973,952
 Fringe benefits and payroll taxes		269,067	40,524	309,591	18,320	-	18,320	327,911
Retirement		17,192	2,589	19,781	1,170	-	1,170	20,951
 Other purchased / professional / consulting services		152,353	34,249	186,602	193,089	10,290	203,379	389,981
 Building and land rent / lease		189,899	28,600	218,499	12,930	-	12,930	231,429
Repairs and maintenance		53,111	7,999	61,110	3,616	-	3,616	64,726
Insurance		452	68	520	19,082	-	19,082	19,602
Utilities		36,993	5,571	42,564	2,519	-	2,519	45,083
Supplies / materials		82,984	12,498	95,482	-	-	-	95,482
Equipment / furnishings		4,762	717	5,479	324	-	324	5,803
Staff development		7,965	1,200	9,165	1,720	-	1,720	10,885
Marketing / recruitment		-	-	-	16,677	1,800	18,477	18,477
Technology		13,333	2,008	15,341	16,027	-	16,027	31,368
Food services		101,362	15,266	116,628	-	-	-	116,628
Student services		59,802	9,007	68,809	-	-	-	68,809
Office expense		21,578	3,250	24,828	23,727	-	23,727	48,555
Depreciation and amortization		69,642	10,488	80,130	4,742	-	4,742	84,872
		<u>\$ 2,700,223</u>	<u>\$ 417,977</u>	<u>\$ 3,118,200</u>	<u>\$ 424,224</u>	<u>\$ 12,090</u>	<u>\$ 436,314</u>	<u>\$ 3,554,514</u>

FAMILY LIFE ACADEMY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES BY CHARTER-
FAMILY LIFE ACADEMY CHARTER SCHOOL NETWORK

YEAR ENDED JUNE 30, 2023

	No. of Positions	Program Services			Supporting Services			Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total	
Personnel services costs:								
Administrative staff personnel	27	\$ 1,304,937	\$ 214,050	\$ 1,518,987	\$ 1,707,600	\$ 143,987	\$ 1,851,587	\$ 3,370,574
Instructional personnel	1	42,334	3,167	45,501	-	-	-	45,501
Non-instructional personnel	<u>2</u>	<u>1,161</u>	<u>87</u>	<u>1,248</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,248</u>
Total personnel services costs	30	1,348,432	217,304	1,565,736	1,707,600	143,987	1,851,587	3,417,323
Fringe benefits and payroll taxes		190,826	30,752	221,578	241,654	20,377	262,031	483,609
Retirement		43,330	6,983	50,313	54,872	4,627	59,499	109,812
Legal service		-	-	-	27,419	-	27,419	27,419
Accounting / audit services		-	-	-	116,828	-	116,828	116,828
Other purchased / professional / consulting services		6,097	982	7,079	82,939	-	82,939	90,018
Repairs and maintenance		4,247	684	4,931	5,856	-	5,856	10,787
Insurance		-	-	-	4,240	-	4,240	4,240
Supplies / materials		65,725	4,917	70,642	-	-	-	70,642
Equipment / furnishings		-	-	-	316	-	316	316
Staff development		38,646	2,891	41,537	75,488	-	75,488	117,025
Marketing / recruitment		-	-	-	402,774	-	402,774	402,774
Technology		261	19	280	90,127	-	90,127	90,407
Food services		3,355	251	3,606	-	-	-	3,606
Student services		1,861	200,749	202,610	-	-	-	202,610
Office expense		299,622	23,025	322,647	63,576	1,599	65,175	387,822
Depreciation and amortization		38,730	6,242	44,972	53,183	-	53,183	98,155
Other		<u>2,125</u>	<u>-</u>	<u>2,125</u>	<u>35,654</u>	<u>-</u>	<u>35,654</u>	<u>37,779</u>
		<u>\$ 2,043,257</u>	<u>\$ 494,799</u>	<u>\$ 2,538,056</u>	<u>\$ 2,962,526</u>	<u>\$ 170,590</u>	<u>\$ 3,133,116</u>	<u>\$ 5,671,172</u>