

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

BROOKLYN, NEW YORK

AUDITED FINANCIAL STATEMENTS

**REPORT REQUIRED BY GOVERNMENT
AUDITING STANDARDS**

OTHER FINANCIAL INFORMATION

AND

INDEPENDENT AUDITOR'S REPORTS

JUNE 30, 2025

(With Comparative Totals for 2024)



BUSINESS
ADVISORS
AND CPAS

CONTENTS

<u>AUDITED FINANCIAL STATEMENTS</u>	<u>PAGE</u>
Independent Auditor's Report	3
Statement of Financial Position	5
Statement of Activities and Changes in Net Assets	6
Statement of Functional Expenses	7
Statement of Cash Flows	8
Notes to Financial Statements	10
 <u>OTHER FINANCIAL INFORMATION</u>	
Independent Auditor's Report on Other Financial Information	26
Combining Statement of Activities and Changes in Net Assets by Charter	27
Statement of Functional Expenses by Charter:	
Uncommon Bed-Stuy East Charter School NYC	30
Brownsville Collegiate Charter School	31
Uncommon Williamsburg Charter School NYC	32
Uncommon Crown Heights Charter School NYC	33
Uncommon Kings Charter School NYC	34
Uncommon Excellence Boys Charter School NYC	35
Uncommon Excellence Girls Charter School NYC	36
Uncommon Bed-Stuy West Charter School NYC	37
Uncommon Brownsville South Charter School NYC	38
Uncommon Brownsville North Charter School NYC	39
Uncommon Canarsie Charter School NYC	40
 <u>REPORT REQUIRED BY GOVERNMENT AUDITING STANDARDS</u>	
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>	42
Schedule of Findings and Responses	44



BUSINESS
ADVISORS
AND CPAS

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Uncommon New York City Charter Schools

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Uncommon New York City Charter Schools, which comprise the statement of financial position as of June 30, 2025, 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 present fairly, in all material respects, the financial position of Uncommon New York City Charter Schools as of June 30, 2025, 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 Uncommon New York City 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.

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 Uncommon New York City 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 Uncommon New York City 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 Uncommon New York City 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 Uncommon New York City Charter Schools' June 30, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 24, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2025 on our consideration of Uncommon New York City 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 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 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 Uncommon New York City Charter Schools' internal control over financial reporting and compliance.

Mengel, Metzger, Baw & Co. LLP

Rochester, New York
October 23, 2025

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2025

(With Comparative Totals for 2024)

<u>ASSETS</u>	<u>June 30,</u>	
	<u>2025</u>	<u>2024</u>
<u>CURRENT ASSETS</u>		
Cash	\$ 6,918,062	\$ 5,375,611
Investments	111,409,889	106,277,646
Grants and contracts receivable	1,483,736	5,755,651
Accounts receivable	1,441,667	1,328,569
Prepaid expenses	<u>2,441,666</u>	<u>2,222,489</u>
TOTAL CURRENT ASSETS	123,695,020	120,959,966
<u>PROPERTY AND EQUIPMENT, net</u>	17,779,698	19,486,263
<u>OTHER ASSETS</u>		
Cash in escrow	437,968	418,175
Right-of-use assets - operating	<u>11,310,356</u>	<u>12,021,852</u>
TOTAL OTHER ASSETS	<u>11,748,324</u>	<u>12,440,027</u>
TOTAL ASSETS	<u>\$ 153,223,042</u>	<u>\$ 152,886,256</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts payable and accrued expenses	\$ 4,798,436	\$ 5,476,911
Current portion of lease liabilities - operating	<u>318,040</u>	<u>158,634</u>
TOTAL CURRENT LIABILITIES	5,116,476	5,635,545
<u>LONG-TERM LIABILITIES</u>		
Long-term lease liabilities - operating	<u>7,181,381</u>	<u>7,499,421</u>
TOTAL LIABILITIES	12,297,857	13,134,966
<u>NET ASSETS</u>		
Without donor restrictions:		
Undesignated	108,304,601	101,149,242
Designated for stability fund	32,406,058	38,602,048
With donor restrictions	<u>214,526</u>	<u>-</u>
TOTAL NET ASSETS	<u>140,925,185</u>	<u>139,751,290</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 153,223,042</u>	<u>\$ 152,886,256</u>

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

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2025
(With Comparative Totals for 2024)

	Year ended June 30,			2024
	2025		Total	
	Without donor restrictions	With donor restrictions		
Revenue, gains and other support:				
Public school district:				
Resident student enrollment	\$ 140,960,127	\$ -	\$ 140,960,127	\$ 127,524,409
Students with disabilities	11,740,089	-	11,740,089	10,170,852
Grants and contracts:				
Federal - Title and IDEA	5,320,341	-	5,320,341	5,285,429
Federal - ESSER	-	-	-	11,877,371
Federal - Other	833,409	-	833,409	1,078,018
Other support:				
NYC DoE Rental Assistance	1,004,182	-	1,004,182	472,622
In-kind donations	40,049,693	-	40,049,693	39,228,326
TOTAL REVENUE, GAINS AND OTHER SUPPORT	199,907,841	-	199,907,841	195,637,027
Expenses:				
Program services:				
Regular education	179,496,740	-	179,496,740	174,662,946
Special education	14,736,343	-	14,736,343	14,301,874
TOTAL PROGRAM SERVICES EXPENSES	194,233,083	-	194,233,083	188,964,820
Management and general	14,590,492	-	14,590,492	14,416,522
TOTAL OPERATING EXPENSES	208,823,575	-	208,823,575	203,381,342
DEFICIT FROM SCHOOL OPERATIONS	(8,915,734)	-	(8,915,734)	(7,744,315)
Support and other revenue:				
Contributions:				
Foundations	2,489,967	337,277	2,827,244	1,579,765
Interest income	6,210,391	-	6,210,391	5,852,215
Miscellaneous income	1,051,994	-	1,051,994	930,297
Net assets released from restriction	122,751	(122,751)	-	-
TOTAL SUPPORT AND OTHER REVENUE	9,875,103	214,526	10,089,629	8,362,277
CHANGE IN NET ASSETS	959,369	214,526	1,173,895	617,962
Net assets at beginning of year	139,751,290	-	139,751,290	139,133,328
NET ASSETS AT END OF YEAR	<u>\$ 140,710,659</u>	<u>\$ 214,526</u>	<u>\$ 140,925,185</u>	<u>\$ 139,751,290</u>

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

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2025
 (With Comparative Totals for 2024)

	No. of positions	Year ended June 30,					2024
		2025					
		Regular education	Special education	Total	Support Services Management and General	Total	
Personnel services costs:							
Administrative staff personnel	372	\$ 18,403,339	\$ 1,598,341	\$ 20,001,680	\$ 6,250,856	\$ 26,252,536	\$ 24,759,459
Instructional personnel	914	55,561,599	4,626,646	60,188,245	-	60,188,245	59,779,678
Total salaries and staff	1,286	73,964,938	6,224,987	80,189,925	6,250,856	86,440,781	84,539,137
Fringe benefits and payroll taxes		13,656,080	1,138,593	14,794,673	493,316	15,287,989	14,314,963
Retirement		1,092,600	91,710	1,184,310	92,043	1,276,353	1,300,355
Management company fees		18,602,503	1,459,344	20,061,847	3,077,232	23,139,079	21,353,130
Legal services		-	-	-	19,209	19,209	150,256
Accounting and audit services		-	-	-	208,000	208,000	199,400
Other professional and consulting services		2,008,679	220,988	2,229,667	350	2,230,017	1,806,397
Building rent		1,450,658	126,342	1,577,000	-	1,577,000	1,507,974
In-kind rent		36,850,922	2,723,986	39,574,908	-	39,574,908	38,781,406
Repairs and maintenance		2,448,844	293,341	2,742,185	-	2,742,185	2,560,790
Insurance		-	-	-	1,516,013	1,516,013	1,763,448
Utilities		653,168	100,504	753,672	167,619	921,291	900,865
Supplies and materials		3,233,454	255,795	3,489,249	2,369	3,491,618	3,421,722
Equipment/Furnishings		540,596	43,035	583,631	125,153	708,784	942,929
Staff development		3,341,118	282,750	3,623,868	-	3,623,868	3,648,803
Marketing and recruitment		479,938	39,062	519,000	-	519,000	70,500
Technology		5,738,300	477,943	6,216,243	570,454	6,786,697	8,172,995
Food service		1,068	128	1,196	-	1,196	4,170
Student services		9,325,400	761,676	10,087,076	193,123	10,280,199	8,985,519
Office expense		2,153,004	173,563	2,326,567	1,148,378	3,474,945	3,228,695
Depreciation and amortization		3,447,820	281,708	3,729,528	658,151	4,387,679	4,722,837
Other		507,650	40,888	548,538	68,226	616,764	1,005,051
		<u>\$ 179,496,740</u>	<u>\$ 14,736,343</u>	<u>\$ 194,233,083</u>	<u>\$ 14,590,492</u>	<u>\$ 208,823,575</u>	<u>\$ 203,381,342</u>

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

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2025
(With Comparative Totals for 2024)

	<u>Year ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
<u>CASH FLOWS - OPERATING ACTIVITIES</u>		
Change in net assets	\$ 1,173,895	\$ 617,962
Adjustments to reconcile change in net assets to net cash provided from operating activities:		
Depreciation and amortization	4,387,679	4,722,837
Loss on the disposal of property and equipment	-	534,976
Changes in certain assets and liabilities affecting operations:		
Grants and contracts receivable	4,271,915	9,417,653
Accounts receivable	(113,098)	(1,257,939)
Prepaid expenses	(219,177)	(915,910)
Accounts payable and accrued expenses	(739,382)	(378,598)
Operating lease liabilities, net of right-of-use assets	<u>552,862</u>	<u>836,196</u>
NET CASH PROVIDED FROM OPERATING ACTIVITIES	9,314,694	13,577,177
<u>CASH FLOWS - INVESTING ACTIVITIES</u>		
Purchases of property and equipment	(2,620,207)	(11,228,653)
Purchases of investments, net	<u>(5,132,243)</u>	<u>(652,215)</u>
NET CASH USED FOR INVESTING ACTIVITIES	<u>(7,752,450)</u>	<u>(11,880,868)</u>
NET INCREASE IN CASH AND RESTRICTED CASH	1,562,244	1,696,309
Cash and restricted cash at beginning of year	<u>5,793,786</u>	<u>4,097,477</u>
CASH AND RESTRICTED CASH AT END OF YEAR	<u>\$ 7,356,030</u>	<u>\$ 5,793,786</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF CASH FLOWS, Cont'd

YEAR ENDED JUNE 30, 2025
(With Comparative Totals for 2024)

	<u>Year ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
<u>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</u>		
Reconciliation of cash and restricted cash reported within the statement of financial position that sum to the total amounts shown in the statement of cash flows:		
Cash	\$ 6,918,062	\$ 5,375,611
Cash in escrow	<u>437,968</u>	<u>418,175</u>
Total cash and restricted cash shown in the statement of cash flows	<u>\$ 7,356,030</u>	<u>\$ 5,793,786</u>
<u>NON-CASH INVESTING AND FINANCING ACTIVITIES</u>		
Purchases of property and equipment included in accounts payable	<u>\$ 60,907</u>	<u>\$ 512,450</u>
Right-of-use assets obtained in exchange for operating lease liabilities	<u>\$ -</u>	<u>\$ 7,531,773</u>

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

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE A: THE CHARTER SCHOOL AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Charter School

Uncommon New York City Charter Schools (the “Charter School”), is an educational corporation operating as a group of charter schools in the borough of Brooklyn, New York City. The Charter School’s mission is to ensure academic success for children in grades K through 12. The Charter School prepares students to excel in demanding high schools and colleges and to contribute to their communities as leaders. Through educational success, students earn opportunities in life for themselves and their communities. During the year ended June 30, 2024, Brooklyn East Collegiate Charter School closed.

Financial Statement presentation

The financial statements of the Charter School have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP). The Charter School reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

These classes of net assets are defined as follows:

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. There were donor restricted net assets of \$214,526 at June 30, 2025. There were no assets with donor restrictions at June 30, 2024.

Net Assets Without Donor Restrictions – The net assets over which the Board of Trustees has discretionary control to use in carrying on the Charter School’s operations in accordance with the guidelines established by the Charter School. The Board may designate portions of the current net assets without donor restrictions for specific purposes, projects or investment.

Revenue recognition

Revenue from Exchange Transactions: The Charter School 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 Charter School’s public school district resident student enrollment and student with disabilities revenue qualifies as exchange transactions and the revenues are recognized over time.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

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

Public school district revenue

The Charter School recognizes revenue as educational programming is provided to students throughout the year. The Charter School 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 Charter School. 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 Charter School and the district(s) and are paid or recouped. 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 Charter School 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 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 charter school 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,		
	2025	2024	2023
Contracts receivable	\$ 193,250	\$ 223,928	\$ -

Contributions

The Charter School 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 in the appropriate class of net assets 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 revenue without donor restrictions.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

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

Contributions are recorded as with donor restrictions support 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.

Grant revenue

Some of the Charter School'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 Charter School 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. The Charter School had no deferred revenue at June 30, 2025 and 2024. The Charter School received cost-reimbursement grants of approximately \$116,000 and \$39,000 that have not been recognized at June 30, 2025 and 2024, respectively.

Cash

Cash balances are maintained at financial institutions located in New York and are insured by the Federal Deposits Insurance Corporation up to \$250,000 at each institution. In the normal course of business, the cash account balances at any given time may exceed insured limits. However, the Charter School has not experienced any losses in such accounts and does not believe it is exposed to significant risk in cash.

Investments

Investments are maintained in accordance with the Charter School's Cash Management and Investment Policy. The goals of this policy are the preservation of principal, the maintenance of liquidity, and to obtain a competitive return on investment subject to prevailing market conditions and safe and sound investment practices. The policy was adopted by the Board in March 2019 and, as of June 30, 2025 and 2024, all funds are held in money market funds. As the policy is put into place, the funds will be separated into the following three portfolios:

- The operating portfolio will be invested in short-term instruments to fund the daily operating needs of the Charter School and fund any capital outlays anticipated in the next 2 months. This portfolio will consist of no less than two months' worth of operating expenses and shall be continuously invested in readily available funds such as money market funds or bank deposits.
- The reserve portfolio, if sufficient funds are available, will be invested in short-term instruments to fund daily operating needs and capital outlays within the next twelve months. Assets within this portfolio will be permitted to have investments maturing in one year or less.
- The strategic portfolio, if sufficient funds are available, will be invested to fund operating needs anticipated over the next three years. This portfolio allows for investments with stated maturities of up to three years from the purchase date. Maturities are to be laddered to ensure flexibility of and access to funds in this portfolio.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

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

Grants and contracts receivable and accounts receivable

Grants and contracts receivable and accounts receivable 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 credit losses. There was no allowance for credit losses at June 30, 2025 or 2024.

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 three to ten years. Leasehold improvements are amortized over the shorter of their useful life or the remaining lease term.

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 or amortization are removed from the accounts and the related gain or loss is reflected in operations.

Cash in escrow

Cash is held by the Charter School as an escrow account in accordance with the terms of their charter agreement. The amount in escrow as of June 30, 2025 and 2024 was \$437,968 and \$418,175, respectively. The escrow account is restricted to fund legal and other costs should the Charter School cease operations and dissolve.

Leases

The Charter School leases buildings and determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, current liabilities, and long-term operating lease liabilities on the accompanying statement of financial position, as applicable. Finance leases are included in property and equipment, current liabilities, and long-term liabilities on the accompany statement of financial position, as applicable. There were no finance leases at June 30, 2025 and 2024.

ROU assets represent the Charter School'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 most of the leases do not provide an implicit rate, the Charter School 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 assets also include 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 Charter School will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term, and for finance leases, as amortization expense and interest expense.

The Charter School's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The Charter School has lease agreements with lease and non-lease components, which are generally accounted for separately. These variable lease payments, which are primarily comprised of utilities and real estate taxes that are passed on from the lessor in proportion to the space leased, are recognized in operating expenses in the period in which the obligation for those payments was incurred.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

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

In evaluating contracts to determine if they qualify as a lease, the Charter School considers factors such as if the Charter School has obtained substantially all of the rights to the underlying asset through exclusivity, if the Charter School 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 judgment.

Tax exempt status

The Charter School is a tax-exempt entity 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 Charter School files tax returns in various jurisdictions and is subject to potential examination by taxing authorities. The Charter School's current and prior three years tax returns remain subject to review by taxing authorities.

Management of the Charter School believes it has no material uncertain tax positions and, accordingly, it has not recognized any liability for unrecognized tax benefits.

Contributed services

The Charter School receives contributed services from volunteers to develop its academic program and to serve on the Board of Trustees. These services are not valued in the financial statements because they do not require "specialized skills" and would typically not be purchased if they were not contributed.

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.

Comparatives for year ended June 30, 2024

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 Charter School's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

Functional allocation of 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.

Subsequent events

The Charter School has conducted an evaluation of potential subsequent events occurring after the statement of financial position date through October 23, 2025 which is the date the financial statements are available to be issued. No subsequent events requiring disclosure were noted.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE B: IN-KIND CONTRIBUTIONS

The following table outlines the breakout of the different types of gifts-in-kind recognized, the programs that benefited from the gift-in kind, any donor restrictions associated with the gift, and the valuation technique(s) used to arrive at the fair value measurement:

June 30, 2025

<u>Contributed Nonfinancial Assets</u>	<u>Revenue Recognized</u>	<u>Utilization in Programs / Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques and Inputs</u>
School Building. Value of contributed space	\$ 39,574,908	Regular education, special education	No associated donor restrictions	In valuing the contributed space in the school buildings, which are located in the borough of Brooklyn, NY, the Charter School estimated the fair value on the basis of the rental assistance cap at 30% of per pupil funding.
Textbooks	<u>474,785</u>	Regular education, special education	No associated donor restrictions	Contributed textbooks from FAMIS are valued at the estimated fair value.
Total Value of Contributed Nonfinancial Assets	<u>\$ 40,049,693</u>			

<u>Program or Supporting Service</u>	<u>Donated Space</u>	<u>Donated Services</u>	<u>Total</u>
Regular education	\$ 36,850,922	\$ 438,282	\$ 37,289,204
Special education	<u>2,723,986</u>	<u>36,503</u>	<u>2,760,489</u>
Total	<u>\$ 39,574,908</u>	<u>\$ 474,785</u>	<u>\$ 40,049,693</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE B: IN-KIND CONTRIBUTIONS, Cont'd

June 30, 2024

<u>Contributed Nonfinancial Assets</u>	<u>Revenue Recognized</u>	<u>Utilization in Programs / Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques and Inputs</u>
School Building. Value of contributed space	\$ 38,781,406	Regular education, special education	No associated donor restrictions	In valuing the contributed space in the school buildings, which are located in the borough of Brooklyn, NY, the Charter School estimated the fair value on the basis of the rental assistance cap at 30% of per pupil funding.
Textbooks	<u>446,920</u>	Regular education, special education	No associated donor restrictions	Contributed textbooks from FAMIS are valued at the estimated fair value.
Total Value of Contributed Nonfinancial Assets	<u>\$ 39,228,326</u>			

<u>Program or Supporting Service</u>	<u>Donated Space</u>	<u>Donated Services</u>	<u>Total</u>
Regular education	\$ 35,920,044	\$ 415,636	\$ 36,335,680
Special education	<u>2,861,362</u>	<u>31,284</u>	<u>2,892,646</u>
Total	<u>\$ 38,781,406</u>	<u>\$ 446,920</u>	<u>\$ 39,228,326</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE C: COMMITMENTS AND RELATED PARTY TRANSACTIONS

Uncommon Schools, Inc. (“USI”), a not-for-profit organization dedicated to helping start and run charter schools, provides management and other administrative support services to the Charter School. In July 2019, the Charter School entered into a new five-year agreement with USI terminating on June 30, 2024. Under this agreement the Charter School pays USI a service fee which is calculated as 13.5% of the sum of recurring public revenue less facilities expenses. Recurring public revenue is defined as annual public entitlement aid including core and tuition which includes general, SPED and State special funding and all ESSA funding which includes Title I, Title IIA, IID, III, IV, V and IDEA funding. Facilities expense includes building expenses (leases, taxes), utilities, maintenance and furniture and fixtures, and excludes building related expenditures which are capitalized and amortized/depreciated. The agreement was renewed as of July 1, 2024 for an additional five-year term. The fee incurred for the years ended June 30, 2025 and 2024 was approximately \$23,139,100 and \$21,353,100, respectively. Approximately \$846,000 and \$1,330,000 were included in accounts receivable relating to USI at June 30, 2025 and 2024, respectively. Included in accounts payable and accrued expenses at June 30, 2025 and 2024 was approximately \$3,013,000 and \$4,154,000, respectively, related to this fee and other expenses incurred by USI on behalf of the Charter School, due to USI.

In November 2013, a wholly-owned subsidiary of USI was created, Uncommon Crown Heights, LLC (“Crown Heights”), to manage a high school facility shared between an unrelated charter school and the Charter School. All schools located in the shared high school entered into an administrative costs management agreement and advanced Crown Heights funds to operate the location. Both schools will be charged an annual service fee of 0.5% of the combined facility budget by Crown Heights. The Charter School was charged approximately \$11,800 and \$7,500, respectively, related to this fee for the years ended June 30, 2025 and 2024. Actual expenses are tracked and allocated to each party based on metrics developed by management. Depending on the actual expenses incurred, a prepaid balance or payable could exist at any given time. At June 30, 2025 and 2024, there was no outstanding balance to or from Crown Heights.

NOTE D: LIQUIDITY AND AVAILABILITY

The Charter School regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Charter School’s main source of liquidity is its cash accounts.

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Charter School 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 Charter School 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 Charter School’s cash and shows positive cash generated by operations for fiscal year 2025.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE D: LIQUIDITY AND AVAILABILITY, Cont'd

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>2025</u>	<u>2024</u>
Cash	\$ 6,918,062	\$ 5,375,611
Investments	111,409,889	106,277,646
Grants and contracts receivable	1,483,736	5,755,651
Accounts receivable	<u>1,441,667</u>	<u>1,328,569</u>
	121,253,354	118,737,477
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	(214,526)	-
Board designated for stability fund	<u>(32,406,058)</u>	<u>(38,602,048)</u>
	<u>(32,620,584)</u>	<u>(38,602,048)</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 88,632,770</u>	<u>\$ 80,135,429</u>

NOTE E: LEASES

The Charter School is located in various New York City Department of Education (“NYCDOE”) facilities. The Charter School occupies approximately 415,000 square feet of space within these facilities. At June 30, 2025 and 2024, the Board of Trustees has designated approximately \$32,406,100 and \$38,602,000, respectively, as a stability fund to meet future needs of the Charter School. Total lease expense for the years ended June 30, 2025 and 2024 was approximately \$1,577,000 and \$1,508,000, respectively.

The Company has operating leases for buildings. The leases have various remaining lease terms ranging from 8 years to 94 years, through June 30, 2119.

In June 2019, the Board approved approximately \$4,200,000 to be paid to NYCDOE on behalf of Excellence Academies Foundation, Inc. in October of 2019, for the extension of a lease to June 2105. The Charter School prepaid the entirety of the future lease payments in October 2019. Approximately \$49,000 is included in building rent expense for both the years ended June 30, 2025 and 2024 and the remaining amount is included in right-of-use assets – operating as of June 30, 2025 and 2024.

In July 2020, the Board approved \$1,200,000 to be paid to NYCDOE on behalf of Excellence Academies Foundation, Inc. for a lease agreement effective July 1, 2020 through June 30, 2119. The Charter School prepaid the entirety of the future lease payments in August 2020. Approximately \$12,000 is included in building rent expense for both the years ended June 30, 2025 and 2024 and the remaining amount is included in right-of-use assets – operating as of June 30, 2025 and 2024.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE E: LEASES, Cont'd

In July 2023, the Board approved up to \$10,000,000 to be paid to UNYC 140 Montrose, LLC on behalf of the Charter School for a lease agreement effective July 1, 2023 through June 30, 2033, with a monthly rent of approximately \$37,500 and \$17,000 at June 30, 2025 and 2024, respectively. The Charter School paid approximately \$7,300,000 for leasehold improvements for the year ended June 30, 2024. The Charter School made no additional leasehold improvement payments for the year ended June 30, 2025. Approximately \$1,516,000 and \$1,442,000 is included in building rent expense for the years ended June 30, 2025 and 2024, respectively. The remaining base rent payments are included in right-of-use assets – operating as of June 30, 2025 and 2024.

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

		June 30,	
		2025	2024
<u>Statement of Financial Position Classification</u>			
<u>Assets</u>			
Other assets	Right-of-use assets - operating	\$ 11,310,356	\$ 12,021,852
<u>Liabilities</u>			
Current liabilities	Current portion of lease liabilities - operating	\$ 318,040	\$ 158,634
Long-term liabilities	Long-term lease liabilities - operating	7,181,381	7,499,421
		\$ 7,499,421	\$ 7,658,055

The components of lease expense were as follows:

	Year ended June 30,	
	2025	2024
Operating lease cost	\$ 1,002,861	\$ 1,002,861

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE E: LEASES, Cont'd

As of June 30, 2025, minimum payments due for lease liabilities for each of the five succeeding fiscal years and thereafter are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2026	\$ 600,000
2027	1,100,000
2028	1,100,000
2029	1,200,000
2030	1,200,000
Thereafter	<u>3,600,000</u>
Total lease payments	8,800,000
Less: present value discount	<u>(1,300,579)</u>
Present value of lease liabilities	<u>\$ 7,499,421</u>

Supplemental information:

	<u>Year ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows for operating leases	\$ 511,195	\$ 227,861
Right-of-use assets obtained in exchange for new lease liabilities (non-cash):		
Operating leases	\$ -	\$ 7,531,773
Weighted-average remaining lease term:		
Operating leases	35.45 years	35.80 years
Weighted-average discount rate:		
Operating leases	2.45%	2.48%

The Charter School's high school occupies space with a related charter school per a verbal agreement with a third party at no charge. For the years ended June 30, 2025 and 2024, the Charter School paid certain utility and maintenance services on a square footage basis amounting to approximately \$921,000 and \$901,000, respectively.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE F: FAIR VALUE MEASUREMENTS

Accounting principles establishes a frame work for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 Measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Charter School are actively traded open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to report their daily net asset value and to transact at that price.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Charter School believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE F: FAIR VALUE MEASUREMENTS, Cont'd

The following table sets forth by level, within the fair value hierarchy, the Charter School's assets at fair value as of June 30, 2025 and 2024:

	Level 1	Level 2	Level 3	Total
<u>June 30, 2025</u>				
Mutual funds:				
Money market funds	\$ 111,409,889	\$ -	\$ -	\$ 111,409,889
Total assets at fair value	\$ 111,409,889	\$ -	\$ -	\$ 111,409,889
 <u>June 30, 2024</u>				
Mutual funds:				
Money market funds	\$ 106,277,646	\$ -	\$ -	\$ 106,277,646
Total assets at fair value	\$ 106,277,646	\$ -	\$ -	\$ 106,277,646

NOTE G: PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	June 30,	
	2025	2024
Furniture and fixtures	\$ 4,563,132	\$ 4,260,859
Computer software	3,752,205	23,995,640
Construction in progress	611,725	131,550
Leasehold improvements	32,861,412	31,989,873
	41,788,474	60,377,922
Less accumulated depreciation and amortization	24,008,776	40,891,659
	\$ 17,779,698	\$ 19,486,263

Construction in progress relates to improvements to school facilities. No provision for depreciation is made on construction in progress until such time as the relevant assets are completed and put into use. There are no substantial future construction commitments related to these improvements.

NOTE H: RETIREMENT PLAN

The Charter School participates in a defined contribution 403(b) plan covering most employees through a USI plan. For all employees, the Charter School matches employees' contributions up to \$3,500. The Charter School's total contribution to the Plan for the years ended June 30, 2025 and 2024 approximated \$1,276,000 and \$1,300,000, respectively.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE I: 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 Charter School. 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 J: CONCENTRATIONS

At June 30, 2025 and 2024, approximately 100% and 96%, respectively, of total grants and contracts receivable are due from New York State.

During the years ended June 30, 2025 and 2024, approximately 73% and 68%, respectively, of total revenue, gains and other 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 Charter School is located.

NOTE K: NET ASSETS

Net assets without donor restrictions are as follows:

	June 30,	
	2025	2024
Undesignated	\$ 90,524,903	\$ 81,662,979
Invested in property and equipment	17,779,698	19,486,263
Designated for Stability Fund	32,406,058	38,602,048
	<u>\$ 140,710,659</u>	<u>\$ 139,751,290</u>

Net assets with donor restrictions are as follows:

	June 30,	
	2025	2024
Subject to expenditure for specified purpose:		
Computational thinking and computer science	\$ 127,249	\$ -
Reading literacy	60,000	-
Pre-K garden project	22,904	-
Uwill	4,373	-
	<u>\$ 214,526</u>	<u>\$ -</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

NOTES TO FINANCIAL STATEMENTS, Cont'd

JUNE 30, 2025

(With Comparative Totals for 2024)

NOTE L: 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 Charter School has recognized approximately \$11,877,000 of revenue relative to ESSER grants during the year ended June 30, 2024. The Charter School had no ESSER grants still available through September 30, 2024.

NOTE M: NAME CHANGE

On August 23, 2023 the Charter School began the process of changing the names of all charters. The name change became effective July 1, 2024. The charter, Bedford Stuyvesant Collegiate changed to Uncommon Bed-Stuy East Charter School NYC. The charter, Williamsburg Collegiate changed to Uncommon Williamsburg Charter School NYC. The charter, Ocean Hill Collegiate changed to Uncommon Crown Heights Charter School NYC. The charter, Kings Collegiate changed to Uncommon Kings Charter School NYC. The charter, Excellence Boys changed to Uncommon Excellence Boys Charter School NYC. The charter, Excellence Girls changed to Uncommon Excellence Girls Charter School NYC. The charter, Leadership Preparatory Bedford Stuyvesant changed to Uncommon Bed-Stuy West Charter School NYC. The charter, Leadership Preparatory Brownsville changed to Uncommon Brownsville South Charter School NYC. The charter, Leadership Preparatory Ocean Hill changed to Uncommon Brownsville North Charter School NYC. The charter, Leadership Preparatory Canarsie changed to Uncommon Canarsie Charter School NYC.

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

OTHER FINANCIAL INFORMATION



BUSINESS
ADVISORS
AND CPAS

INDEPENDENT AUDITOR'S REPORT ON OTHER FINANCIAL INFORMATION

Board of Trustees
Uncommon New York City Charter Schools

We have audited the financial statements of Uncommon New York City Charter Schools as of and for the year ended June 30, 2025, and we have issued our report thereon dated October 23, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed 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 as a whole.

Mengel, Metzger, Barw & Co. LLP

Rochester, New York
October 23, 2025

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS BY CHARTER

YEAR ENDED JUNE 30, 2025

	Uncommon Bed-	Brownsville	Uncommon	Uncommon Kings Charter School NYC							
	Stuy East	Collegiate Charter	Williamsburg	Uncommon Crown Heights Charter School NYC			Elementary	Middle	Uncommon	Total	
	Charter School	School	Charter School	Elementary	Middle	Total					School
NYC	NYC	NYC	School	School	School	School	School	Charter High	School		
Revenue, gains and other support:											
Public school district:											
Resident student enrollment	\$ 5,907,272	\$ 3,366,274	\$ 4,215,085	\$ 4,207,753	\$ 4,115,923	\$ 8,323,676	\$ 7,042,684	\$ 6,785,053	\$ 9,347,157	\$ 23,174,894	
Students with disabilities	1,071,778	283,190	809,683	201,140	317,020	518,160	251,209	204,340	658,822	1,114,371	
Grants and contracts:											
Federal - Title and IDEA	75,420	182,089	201,339	140,206	169,984	310,190	279,820	276,662	252,768	809,250	
Federal - Other	25,045	26,125	25,045	25,045	25,045	50,090	25,045	25,045	101,119	151,209	
Other support:											
NYC DoE Rental Assistance	-	1,004,182	-	-	-	-	-	-	-	-	
In-kind donations	2,110,505	11,481	1,522,243	1,318,391	1,354,125	2,672,516	2,212,413	2,197,299	2,962,445	7,372,157	
TOTAL REVENUE, GAINS AND OTHER SUPPORT	9,190,020	4,873,341	6,773,395	5,892,535	5,982,097	11,874,632	9,811,171	9,488,399	13,322,311	32,621,881	
Personnel services costs:											
Administrative staff personnel	1,099,581	914,586	1,221,631	933,879	1,017,879	1,951,758	963,140	1,021,590	1,825,541	3,810,271	
Instructional personnel	2,651,696	1,720,404	2,013,249	1,921,976	1,989,940	3,911,916	2,659,666	2,687,522	3,877,625	9,224,813	
TOTAL STAFF AND SALARIES	3,751,277	2,634,990	3,234,880	2,855,855	3,007,819	5,863,674	3,622,806	3,709,112	5,703,166	13,035,084	
Fringe benefits and payroll taxes	662,461	492,140	546,294	505,013	485,365	990,378	661,134	691,623	949,916	2,302,673	
Retirement	51,866	38,071	42,067	31,976	38,980	70,956	53,667	97,592	76,028	227,287	
Management company fees	946,634	366,858	697,590	2,214,834	617,561	2,832,395	1,012,289	976,110	1,370,787	3,359,186	
Legal services	821	821	821	821	821	1,642	820	820	821	2,461	
Accounting and audit services	9,043	9,043	9,043	9,043	9,043	18,086	9,044	9,044	9,043	27,131	
Other professional and consulting services	76,464	51,376	54,811	51,794	48,906	100,700	51,708	74,655	101,346	227,709	
Building rent	527	1,516,194	527	527	527	1,054	527	527	527	1,581	
In-kind rent	2,090,381	-	1,508,504	1,304,137	1,340,451	2,644,588	2,188,741	2,174,466	2,931,614	7,294,821	
Repairs and maintenance	16,135	4,926	24,087	9,961	9,851	19,812	26,618	13,273	78,780	118,671	
Insurance	62,943	62,944	62,944	62,944	62,943	125,887	62,944	62,944	62,944	188,832	
Utilities	6,227	4,921	3,769	3,797	5,869	9,666	7,652	6,464	10,865	24,981	
Supplies and materials	119,011	129,728	72,651	166,944	155,120	322,064	156,556	125,674	226,728	508,958	
Equipment/Furnishings	19,393	71,606	27,109	20,312	4,444	24,756	37,958	15,085	25,969	79,012	
Staff development	156,028	134,899	137,633	131,185	131,778	262,963	134,401	148,824	229,434	512,659	
Marketing and recruitment	19,913	21,914	18,413	18,413	25,163	43,576	24,913	22,913	18,413	66,239	
Technology	312,319	292,985	277,285	263,140	266,376	529,516	273,489	332,954	399,090	1,005,533	
Student services	464,811	319,653	332,641	332,017	426,181	758,198	464,305	449,690	792,036	1,706,031	
Office expense	181,984	102,771	133,788	113,302	143,530	256,832	264,306	160,126	143,040	567,472	
Depreciation and amortization	180,446	893,679	85,425	190,387	78,027	268,414	334,249	135,611	315,595	785,455	
Other	24,279	20,946	26,071	34,758	25,683	60,441	31,294	24,494	37,893	93,681	
TOTAL EXPENSES	9,152,963	7,170,465	7,296,353	8,321,160	6,884,438	15,205,598	9,419,421	9,232,001	13,484,035	32,135,457	
SURPLUS / (DEFICIT) FROM SCHOOL OPERATIONS	37,057	(2,297,124)	(522,958)	(2,428,625)	(902,341)	(3,330,966)	391,750	256,398	(161,724)	486,424	
Support and other revenue:											
Contributions:											
Foundations	21,558	51,672	51,558	50,456	166,386	216,842	80,254	129,265	328,028	537,547	
Interest income	270,017	270,017	270,017	270,017	270,017	540,034	270,017	270,017	270,017	810,051	
Miscellaneous income	37,325	32,085	47,412	52,229	24,557	76,786	92,382	24,564	38,854	155,800	
TOTAL SUPPORT AND OTHER REVENUE	328,900	353,774	368,987	372,702	460,960	833,662	442,653	423,846	636,899	1,503,398	
CHANGE IN NET ASSETS	\$ 365,957	\$ (1,943,350)	\$ (153,971)	\$ (2,055,923)	\$ (441,381)	\$ (2,497,304)	\$ 834,403	\$ 680,244	\$ 475,175	\$ 1,989,822	

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS BY CHARTER, Cont'd

YEAR ENDED JUNE 30, 2025

	Uncommon Excellence Boys Charter School NYC			Uncommon Excellence Girls Charter School NYC				Uncommon Bed-Stuy West Charter School NYC			
	Elementary School	Middle School	Total	Elementary School	Middle School	Uncommon Charter High School	Total	Elementary School	Middle School	Uncommon Collegiate Charter High School	Total
Revenue, gains and other support:											
Public school district:											
Resident student enrollment	\$ 3,173,511	\$ 3,860,157	\$ 7,033,668	\$ 3,284,875	\$ 3,569,017	\$ 8,361,287	\$ 15,215,179	\$ 5,840,860	\$ 6,364,086	\$ 9,067,858	\$ 21,272,804
Students with disabilities	255,750	426,966	682,716	188,620	199,280	1,617,432	2,005,332	259,241	458,490	1,097,973	1,815,704
Grants and contracts:											
Federal - Title and IDEA	157,883	175,143	333,026	409,405	44,203	249,251	702,859	511,529	61,980	241,847	815,356
Federal - Other	12,523	12,517	25,040	25,045	25,045	107,845	157,935	12,523	12,523	108,161	133,207
Other support:											
NYC DoE Rental Assistance	-	-	-	-	-	-	-	-	-	-	-
In-kind donations	10,578	13,287	23,865	1,123,996	1,265,846	28,509	2,418,351	1,845,471	2,163,274	2,972,566	6,981,311
TOTAL REVENUE, GAINS AND OTHER SUPPORT	3,610,245	4,488,070	8,098,315	5,031,941	5,103,391	10,364,324	20,499,656	8,469,624	9,060,353	13,488,405	31,018,382
Personnel services costs:											
Administrative staff personnel	1,025,348	1,219,203	2,244,551	911,999	952,349	1,663,653	3,528,001	935,402	1,065,673	1,726,067	3,727,142
Instructional personnel	1,775,101	1,974,877	3,749,978	1,808,580	1,755,553	4,085,257	7,649,390	2,509,491	2,446,208	3,744,114	8,699,813
TOTAL STAFF AND SALARIES	2,800,449	3,194,080	5,994,529	2,720,579	2,707,902	5,748,910	11,177,391	3,444,893	3,511,881	5,470,181	12,426,955
Fringe benefits and payroll taxes	470,462	588,250	1,058,712	519,653	469,572	1,008,945	1,998,170	646,391	599,814	941,807	2,188,012
Retirement	45,739	55,726	101,465	28,242	45,694	95,294	169,230	34,468	45,328	72,780	152,576
Management company fees	1,383,139	486,505	1,869,644	516,515	510,731	1,120,699	2,147,945	885,469	922,055	1,392,046	3,199,570
Legal services	821	821	1,642	821	821	1,157	2,799	820	820	820	2,460
Accounting and audit services	9,044	9,043	18,087	9,043	9,043	9,043	27,129	9,044	9,044	9,044	27,132
Other professional and consulting services	142,821	163,061	305,882	50,878	48,206	663,058	762,142	55,072	51,419	93,340	199,831
Building rent	25,064	25,064	50,128	665	527	527	1,719	527	527	527	1,581
In-kind rent	-	-	-	1,112,902	1,253,849	-	2,366,751	1,825,218	2,141,860	2,941,928	6,909,006
Repairs and maintenance	613,329	632,273	1,245,602	7,028	8,279	942,053	957,360	9,969	33,061	42,301	85,331
Insurance	62,944	62,944	125,888	62,943	62,944	131,250	257,137	62,944	62,944	62,943	188,831
Utilities	161,424	116,263	277,687	6,923	9,807	507,836	524,566	9,020	5,725	6,389	21,134
Supplies and materials	83,987	130,142	214,129	76,439	101,418	192,402	370,259	145,293	100,624	250,244	496,161
Equipment/Furnishings	40,249	37,847	78,096	30,514	16,161	31,742	78,417	34,343	9,791	39,486	83,620
Staff development	129,072	147,269	276,341	122,804	147,688	258,902	529,394	141,010	122,583	232,623	496,216
Marketing and recruitment	24,413	24,413	48,826	22,913	19,913	30,663	73,489	29,413	20,663	18,413	68,489
Technology	226,729	222,389	449,118	217,990	235,680	392,360	846,030	249,948	230,116	460,670	940,734
Food service	-	-	-	-	-	-	-	-	-	-	-
Student services	310,893	412,420	723,313	316,725	355,657	634,714	1,307,096	368,523	398,787	611,151	1,378,461
Office expense	166,448	126,689	293,137	78,754	140,668	155,829	375,251	152,403	128,894	176,007	457,304
Depreciation and amortization	165,067	131,542	296,609	41,145	191,577	281,821	514,543	95,929	122,491	136,647	355,067
Other	19,610	27,577	47,187	25,199	23,992	33,724	82,915	21,117	24,572	27,251	72,940
TOTAL EXPENSES	6,881,704	6,594,318	13,476,022	5,968,675	6,360,129	12,240,929	24,569,733	8,221,814	8,542,999	12,986,598	29,751,411
SURPLUS / (DEFICIT) FROM SCHOOL OPERATIONS	(3,271,459)	(2,106,248)	(5,377,707)	(936,734)	(1,256,738)	(1,876,605)	(4,070,077)	247,810	517,354	501,807	1,266,971
Support and other revenue:											
Contributions:											
Foundations	51,456	70,495	121,951	59,106	51,558	286,639	397,303	49,392	21,558	335,400	406,350
Interest income	270,017	270,017	540,034	270,017	270,017	270,017	810,051	270,017	270,017	270,017	810,051
Miscellaneous income	27,130	29,185	56,315	60,893	14,175	29,800	104,868	22,400	64,267	83,984	170,651
TOTAL SUPPORT AND OTHER REVENUE	348,603	369,697	718,300	390,016	335,750	586,456	1,312,222	341,809	355,842	689,401	1,387,052
CHANGE IN NET ASSETS	\$ (2,922,856)	\$ (1,736,551)	\$ (4,659,407)	\$ (546,718)	\$ (920,988)	\$ (1,290,149)	\$ (2,757,855)	\$ 589,619	\$ 873,196	\$ 1,191,208	\$ 2,654,023

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS BY CHARTER, Cont'd

YEAR ENDED JUNE 30, 2025

	Uncommon Brownsville North Charter School NYC										
	Uncommon Brownsville South Charter School NYC			Uncommon Brownsville North Charter School NYC				Uncommon Canarsie Charter School NYC			Total
	Elementary School	Middle School	Total	Elementary School	Middle School	Uncommon Preparatory Charter High School	Total	Elementary School	Middle School	Total	
Revenue, gains and other support:											
Public school district:											
Resident student enrollment	\$ 7,851,555	\$ 5,781,035	\$ 13,632,590	\$ 6,893,228	\$ 6,693,642	\$ 9,939,483	\$ 23,526,353	\$ 8,376,427	\$ 6,915,905	\$ 15,292,332	\$ 140,960,127
Students with disabilities	491,551	702,325	1,193,876	509,889	492,320	451,581	1,453,790	485,649	305,840	791,489	11,740,089
Grants and contracts:											
Federal - Title and IDEA	241,099	299,721	540,820	378,591	76,624	400,972	856,187	427,111	66,694	493,805	5,320,341
Federal - Other	25,045	25,045	50,090	12,523	12,523	114,487	139,533	25,045	25,045	50,090	833,409
Other support:											
NYC DoE Rental Assistance	-	-	-	-	-	-	-	-	-	-	1,004,182
In-kind donations	2,624,679	1,874,078	4,498,757	2,221,467	2,168,433	3,179,322	7,569,222	2,673,622	2,195,663	4,869,285	40,049,693
TOTAL REVENUE, GAINS AND OTHER SUPPORT	11,233,929	8,682,204	19,916,133	10,015,698	9,443,542	14,085,845	33,545,085	11,987,854	9,509,147	21,497,001	199,907,841
Personnel services costs:											
Administrative staff personnel	1,053,869	1,128,239	2,182,108	1,016,251	1,025,703	1,556,651	3,598,605	993,401	980,901	1,974,302	26,252,536
Instructional personnel	2,794,142	2,865,544	5,659,686	2,669,741	2,420,210	4,061,958	9,151,909	3,298,411	2,456,980	5,755,391	60,188,245
TOTAL STAFF AND SALARIES	3,848,011	3,993,783	7,841,794	3,685,992	3,445,913	5,618,609	12,750,514	4,291,812	3,437,881	7,729,693	86,440,781
Fringe benefits and payroll taxes	708,944	697,966	1,406,910	631,104	598,633	1,002,921	2,232,658	773,792	635,789	1,409,581	15,287,989
Retirement	54,897	77,075	131,972	45,485	38,520	84,155	168,160	75,716	46,987	122,703	1,276,353
Management company fees	1,148,748	910,999	2,059,747	1,040,056	974,956	1,433,592	3,448,604	1,239,617	971,289	2,210,906	23,139,079
Legal services	820	821	1,641	820	820	821	2,461	820	820	1,640	19,209
Accounting and audit services	9,044	9,043	18,087	9,044	9,044	9,043	27,131	9,044	9,044	18,088	208,000
Other professional and consulting services	54,116	50,968	105,084	51,241	53,246	114,540	219,027	52,001	74,990	126,991	2,230,017
Building rent	527	527	1,054	527	527	527	1,581	527	527	1,054	1,577,000
In-kind rent	2,598,298	1,854,922	4,453,220	2,198,312	2,146,181	3,145,524	7,490,017	2,645,242	2,172,378	4,817,620	39,574,908
Repairs and maintenance	43,763	7,509	51,272	26,230	11,404	125,417	163,051	41,386	14,552	55,938	2,742,185
Insurance	62,944	62,944	125,888	62,943	62,944	62,944	188,831	62,944	62,944	125,888	1,516,013
Utilities	4,470	5,003	9,473	8,676	12,003	6,716	27,395	5,684	5,788	11,472	921,291
Supplies and materials	140,577	151,419	291,996	142,586	124,505	353,786	620,877	180,526	165,258	345,784	3,491,618
Equipment/Furnishings	22,614	21,166	43,780	42,368	14,485	26,582	83,435	54,785	64,775	119,560	708,784
Staff development	159,356	141,803	301,159	135,340	143,078	239,720	518,138	149,851	148,587	298,438	3,623,868
Marketing and recruitment	18,413	25,163	43,576	25,663	20,413	21,413	67,489	28,663	18,413	47,076	519,000
Technology	258,436	252,708	511,144	273,990	301,846	454,043	1,029,879	282,382	309,772	592,154	6,786,697
Food service	-	1,100	1,100	96	-	-	96	-	-	-	1,196
Student services	376,301	392,297	768,598	374,272	357,685	905,023	1,636,980	403,905	480,512	884,417	10,280,199
Office expense	176,995	188,619	365,614	142,987	160,607	167,258	470,852	118,583	151,357	269,940	3,474,945
Depreciation and amortization	149,056	152,270	301,326	45,428	84,992	371,816	502,236	126,911	77,568	204,479	4,387,679
Other	23,044	23,030	46,074	23,917	27,732	33,246	84,895	26,106	31,229	57,335	616,764
TOTAL EXPENSES	9,859,374	9,021,135	18,880,509	8,967,077	8,589,534	14,177,696	31,734,307	10,570,297	8,880,460	19,450,757	208,823,575
SURPLUS / (DEFICIT) FROM SCHOOL OPERATIONS	1,374,555	(338,931)	1,035,624	1,048,621	854,008	(91,851)	1,810,778	1,417,557	628,687	2,046,244	(8,915,734)
Support and other revenue:											
Contributions:											
Foundations	36,435	51,558	87,993	34,505	21,558	603,636	659,699	34,783	239,988	274,771	2,827,244
Interest income	270,017	270,017	540,034	270,017	270,017	270,017	810,051	270,017	270,017	540,034	6,210,391
Miscellaneous income	81,889	29,460	111,349	39,603	43,239	59,968	142,810	61,028	55,565	116,593	1,051,994
TOTAL SUPPORT AND OTHER REVENUE	388,341	351,035	739,376	344,125	334,814	933,621	1,612,560	365,828	565,570	931,398	10,089,629
CHANGE IN NET ASSETS	\$ 1,762,896	\$ 12,104	\$ 1,775,000	\$ 1,392,746	\$ 1,188,822	\$ 841,770	\$ 3,423,338	\$ 1,783,385	\$ 1,194,257	\$ 2,977,642	\$ 1,173,895

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON BED-STUY EAST CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	16	\$ 671,537	\$ 118,507	\$ 790,044	\$309,537	\$ 1,099,581
Instructional personnel	40	2,253,942	397,754	2,651,696	-	2,651,696
Total salaries and staff	56	2,925,479	516,261	3,441,740	309,537	3,751,277
Fringe benefits and payroll taxes		542,261	95,693	637,954	24,507	662,461
Retirement		40,448	7,138	47,586	4,280	51,866
Management company fees		683,943	120,696	804,639	141,995	946,634
Legal services		-	-	-	821	821
Accounting and audit services		-	-	-	9,043	9,043
Other professional and consulting services		64,994	11,470	76,464	-	76,464
Building rent		448	79	527	-	527
In-kind rent		1,776,824	313,557	2,090,381	-	2,090,381
Repairs and maintenance		13,715	2,420	16,135	-	16,135
Insurance		-	-	-	62,943	62,943
Utilities		581	102	683	5,544	6,227
Supplies and materials		101,159	17,852	119,011	-	119,011
Equipment/Furnishings		13,445	2,373	15,818	3,575	19,393
Staff development		132,624	23,404	156,028	-	156,028
Marketing and recruitment		16,926	2,987	19,913	-	19,913
Technology		241,970	42,701	284,671	27,648	312,319
Food service		-	-	-	-	-
Student services		366,383	64,656	431,039	33,772	464,811
Office expense		74,134	13,083	87,217	94,767	181,984
Depreciation and amortization		130,372	23,007	153,379	27,067	180,446
Other		18,510	3,266	21,776	2,503	24,279
		<u>\$ 7,144,216</u>	<u>\$ 1,260,745</u>	<u>\$ 8,404,961</u>	<u>\$ 748,002</u>	<u>\$ 9,152,963</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – BROWNSVILLE COLLEGIATE CHARTER SCHOOL

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	11	\$ 650,013	\$ 56,523	\$ 706,536	\$ 208,050	\$ 914,586
Instructional personnel	25	1,582,772	137,632	1,720,404	-	1,720,404
Total salaries and staff	36	2,232,785	194,155	2,426,940	208,050	2,634,990
Fringe benefits and payroll taxes		437,465	38,040	475,505	16,635	492,140
Retirement		32,260	2,805	35,065	3,006	38,071
Management company fees		286,883	24,946	311,829	55,029	366,858
Legal services		-	-	-	821	821
Accounting and audit services		-	-	-	9,043	9,043
Other professional and consulting services		47,266	4,110	51,376	-	51,376
Building rent		1,394,898	121,296	1,516,194	-	1,516,194
In-kind rent		-	-	-	-	-
Repairs and maintenance		4,532	394	4,926	-	4,926
Insurance		-	-	-	62,944	62,944
Utilities		628	55	683	4,238	4,921
Supplies and materials		119,350	10,378	129,728	-	129,728
Equipment/Furnishings		62,774	5,459	68,233	3,373	71,606
Staff development		124,107	10,792	134,899	-	134,899
Marketing and recruitment		20,161	1,753	21,914	-	21,914
Technology		240,615	20,923	261,538	31,447	292,985
Food service		-	-	-	-	-
Student services		284,704	24,757	309,461	10,192	319,653
Office expense		63,960	5,562	69,522	33,249	102,771
Depreciation and amortization		698,857	60,770	759,627	134,052	893,679
Other		17,854	1,553	19,407	1,539	20,946
		<u>\$ 6,069,099</u>	<u>\$ 527,748</u>	<u>\$ 6,596,847</u>	<u>\$ 573,618</u>	<u>\$ 7,170,465</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON WILLIAMSBURG CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	13	\$ 786,503	\$ 149,810	\$ 936,313	\$ 285,318	\$ 1,221,631
Instructional personnel	33	1,691,129	322,120	2,013,249	-	2,013,249
Total salaries and staff	46	2,477,632	471,930	2,949,562	285,318	3,234,880
Fringe benefits and payroll taxes		439,984	83,807	523,791	22,503	546,294
Retirement		32,220	6,137	38,357	3,710	42,067
Management company fees		498,080	94,872	592,952	104,638	697,590
Legal services		-	-	-	821	821
Accounting and audit services		-	-	-	9,043	9,043
Other professional and consulting services		46,041	8,770	54,811	-	54,811
Building rent		443	84	527	-	527
In-kind rent		1,267,143	241,361	1,508,504	-	1,508,504
Repairs and maintenance		20,233	3,854	24,087	-	24,087
Insurance		-	-	-	62,944	62,944
Utilities		574	109	683	3,086	3,769
Supplies and materials		61,027	11,624	72,651	-	72,651
Equipment/Furnishings		16,420	3,128	19,548	7,561	27,109
Staff development		115,612	22,021	137,633	-	137,633
Marketing and recruitment		15,467	2,946	18,413	-	18,413
Technology		207,596	39,542	247,138	30,147	277,285
Food service		-	-	-	-	-
Student services		273,112	52,021	325,133	7,508	332,641
Office expense		63,559	12,107	75,666	58,122	133,788
Depreciation and amortization		60,993	11,618	72,611	12,814	85,425
Other		19,945	3,799	23,744	2,327	26,071
		<u>\$ 5,616,081</u>	<u>\$ 1,069,730</u>	<u>\$ 6,685,811</u>	<u>\$ 610,542</u>	<u>\$ 7,296,353</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON CROWN HEIGHTS CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	22	\$ 1,298,222	\$ 83,174	1,381,396	\$ 570,362	\$ 1,951,758
Instructional personnel	67	3,676,521	235,395	3,911,916	-	3,911,916
Total salaries and staff	89	4,974,743	318,569	5,293,312	570,362	5,863,674
Fringe benefits and payroll taxes		888,691	56,471	945,162	45,216	990,378
Retirement		60,119	3,900	64,019	6,937	70,956
Management company fees		2,505,579	142,924	2,648,503	183,892	2,832,395
Legal services		-	-	-	1,642	1,642
Accounting and audit services		-	-	-	18,086	18,086
Other professional and consulting services		94,361	5,989	100,350	350	100,700
Building rent		991	63	1,054	-	1,054
In-kind rent		2,485,549	159,039	2,644,588	-	2,644,588
Repairs and maintenance		18,624	1,188	19,812	-	19,812
Insurance		-	-	-	125,887	125,887
Utilities		941	64	1,005	8,661	9,666
Supplies and materials		302,859	19,205	322,064	-	322,064
Equipment/Furnishings		12,364	677	13,041	11,715	24,756
Staff development		247,180	15,783	262,963	-	262,963
Marketing and recruitment		40,894	2,682	43,576	-	43,576
Technology		441,036	28,186	469,222	60,294	529,516
Food service		-	-	-	-	-
Student services		703,524	45,813	749,337	8,861	758,198
Office expense		166,099	10,754	176,853	79,979	256,832
Depreciation and amortization		215,418	12,734	228,152	40,262	268,414
Other		45,396	2,843	48,239	12,202	60,441
		<u>\$ 13,204,368</u>	<u>\$ 826,884</u>	<u>\$ 14,031,252</u>	<u>\$ 1,174,346</u>	<u>\$ 15,205,598</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON KINGS CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	55	\$ 2,850,929	\$ 152,794	\$ 3,003,723	\$ 806,548	\$ 3,810,271
Instructional personnel	126	8,792,963	431,850	9,224,813	-	9,224,813
Total salaries and staff	181	11,643,892	584,644	12,228,536	806,548	13,035,084
Fringe benefits and payroll taxes		2,135,078	104,386	2,239,464	63,209	2,302,673
Retirement		203,188	9,277	212,465	14,822	227,287
Management company fees		2,723,042	132,266	2,855,308	503,878	3,359,186
Legal services		-	-	-	2,461	2,461
Accounting and audit services		-	-	-	27,131	27,131
Other professional and consulting services		216,824	10,885	227,709	-	227,709
Building rent		1,512	69	1,581	-	1,581
In-kind rent		6,958,712	336,109	7,294,821	-	7,294,821
Repairs and maintenance		111,959	6,712	118,671	-	118,671
Insurance		-	-	-	188,832	188,832
Utilities		1,960	88	2,048	22,933	24,981
Supplies and materials		484,620	24,338	508,958	-	508,958
Equipment/Furnishings		57,489	2,472	59,961	19,051	79,012
Staff development		488,102	24,557	512,659	-	512,659
Marketing and recruitment		63,516	2,723	66,239	-	66,239
Technology		880,295	42,535	922,830	82,703	1,005,533
Food service		-	-	-	-	-
Student services		1,602,668	81,958	1,684,626	21,405	1,706,031
Office expense		355,858	14,457	370,315	197,157	567,472
Depreciation and amortization		636,878	30,759	667,637	117,818	785,455
Other		81,010	3,885	84,895	8,786	93,681
		<u>\$ 28,646,603</u>	<u>\$ 1,412,120</u>	<u>\$ 30,058,723</u>	<u>\$ 2,076,734</u>	<u>\$ 32,135,457</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON EXCELLENCE BOYS CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	30	\$ 1,571,130	\$ 147,872	\$ 1,719,002	\$ 525,549	\$ 2,244,551
Instructional personnel	65	3,428,233	321,745	3,749,978	-	3,749,978
Total salaries and staff	95	4,999,363	469,617	5,468,980	525,549	5,994,529
Fringe benefits and payroll taxes		929,130	88,148	1,017,278	41,434	1,058,712
Retirement		84,554	7,992	92,546	8,919	101,465
Management company fees		1,607,523	134,336	1,741,859	127,785	1,869,644
Legal services		-	-	-	1,642	1,642
Accounting and audit services		-	-	-	18,087	18,087
Other professional and consulting services		279,579	26,303	305,882	-	305,882
Building rent		45,868	4,260	50,128	-	50,128
In-kind rent		-	-	-	-	-
Repairs and maintenance		1,139,442	106,160	1,245,602	-	1,245,602
Insurance		-	-	-	125,888	125,888
Utilities		222,642	19,946	242,588	35,099	277,687
Supplies and materials		195,236	18,893	214,129	-	214,129
Equipment/Furnishings		68,212	6,304	74,516	3,580	78,096
Staff development		252,579	23,762	276,341	-	276,341
Marketing and recruitment		44,676	4,150	48,826	-	48,826
Technology		384,508	35,629	420,137	28,981	449,118
Food service		-	-	-	-	-
Student services		646,689	61,775	708,464	14,849	723,313
Office expense		199,298	18,114	217,412	75,725	293,137
Depreciation and amortization		231,116	21,002	252,118	44,491	296,609
Other		38,390	3,678	42,068	5,119	47,187
		<u>\$ 11,368,805</u>	<u>\$ 1,050,069</u>	<u>\$ 12,418,874</u>	<u>\$ 1,057,148</u>	<u>\$ 13,476,022</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON EXCELLENCE GIRLS CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	58	\$ 2,437,426	\$ 286,622	\$ 2,724,048	\$ 803,953	\$ 3,528,001
Instructional personnel	121	6,817,542	831,848	7,649,390	-	7,649,390
Total salaries and staff	179	9,254,968	1,118,470	10,373,438	803,953	11,177,391
Fringe benefits and payroll taxes		1,730,055	205,244	1,935,299	62,871	1,998,170
Retirement		139,379	17,801	157,180	12,050	169,230
Management company fees		1,629,680	196,073	1,825,753	322,192	2,147,945
Legal services		-	-	-	2,799	2,799
Accounting and audit services		-	-	-	27,129	27,129
Other professional and consulting services		651,099	111,043	762,142	-	762,142
Building rent		1,576	143	1,719	-	1,719
In-kind rent		2,248,414	118,337	2,366,751	-	2,366,751
Repairs and maintenance		805,867	151,493	957,360	-	957,360
Insurance		-	-	-	257,137	257,137
Utilities		419,465	79,690	499,155	25,411	524,566
Supplies and materials		328,506	39,568	368,074	2,185	370,259
Equipment/Furnishings		57,809	5,671	63,480	14,937	78,417
Staff development		474,446	54,948	529,394	-	529,394
Marketing and recruitment		66,441	7,048	73,489	-	73,489
Technology		681,388	77,668	759,056	86,974	846,030
Food service		-	-	-	-	-
Student services		1,149,664	132,878	1,282,542	24,554	1,307,096
Office expense		235,480	26,345	261,825	113,426	375,251
Depreciation and amortization		389,143	48,219	437,362	77,181	514,543
Other		63,101	6,292	69,393	13,522	82,915
		<u>\$ 20,326,481</u>	<u>\$ 2,396,931</u>	<u>\$ 22,723,412</u>	<u>\$ 1,846,321</u>	<u>\$ 24,569,733</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON BED-STUY WEST CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	55	\$ 2,685,514	\$ 244,263	\$ 2,929,777	\$ 797,365	\$ 3,727,142
Instructional personnel	135	8,016,345	683,468	8,699,813	-	8,699,813
Total salaries and staff	190	10,701,859	927,731	11,629,590	797,365	12,426,955
Fringe benefits and payroll taxes		1,957,961	166,885	2,124,846	63,166	2,188,012
Retirement		131,145	11,835	142,980	9,596	152,576
Management company fees		2,504,511	215,124	2,719,635	479,935	3,199,570
Legal services		-	-	-	2,460	2,460
Accounting and audit services		-	-	-	27,132	27,132
Other professional and consulting services		183,762	16,069	199,831	-	199,831
Building rent		1,465	116	1,581	-	1,581
In-kind rent		6,362,455	546,551	6,909,006	-	6,909,006
Repairs and maintenance		77,965	7,366	85,331	-	85,331
Insurance		-	-	-	188,831	188,831
Utilities		1,899	150	2,049	19,085	21,134
Supplies and materials		455,778	40,383	496,161	-	496,161
Equipment/Furnishings		46,437	4,402	50,839	32,781	83,620
Staff development		456,406	39,810	496,216	-	496,216
Marketing and recruitment		63,841	4,648	68,489	-	68,489
Technology		820,067	73,127	893,194	47,540	940,734
Food service		-	-	-	-	-
Student services		1,249,079	108,428	1,357,507	20,954	1,378,461
Office expense		287,443	23,967	311,410	145,894	457,304
Depreciation and amortization		278,480	23,327	301,807	53,260	355,067
Other		59,981	4,965	64,946	7,994	72,940
		<u>\$ 25,640,534</u>	<u>\$ 2,214,884</u>	<u>\$ 27,855,418</u>	<u>\$ 1,895,993</u>	<u>\$ 29,751,411</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON BROWNSVILLE SOUTH CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	31	\$ 1,429,937	\$ 136,304	\$ 1,566,241	\$ 615,867	\$ 2,182,108
Instructional personnel	83	5,176,827	482,859	5,659,686	-	5,659,686
Total salaries and staff	114	6,606,764	619,163	7,225,927	615,867	7,841,794
Fringe benefits and payroll taxes		1,242,693	115,254	1,357,947	48,963	1,406,910
Retirement		110,880	10,888	121,768	10,204	131,972
Management company fees		1,607,021	143,764	1,750,785	308,962	2,059,747
Legal services		-	-	-	1,641	1,641
Accounting and audit services		-	-	-	18,087	18,087
Other professional and consulting services		96,231	8,853	105,084	-	105,084
Building rent		964	90	1,054	-	1,054
In-kind rent		4,093,281	359,939	4,453,220	-	4,453,220
Repairs and maintenance		47,820	3,452	51,272	-	51,272
Insurance		-	-	-	125,888	125,888
Utilities		1,249	116	1,365	8,108	9,473
Supplies and materials		266,741	25,071	291,812	184	291,996
Equipment/Furnishings		36,729	3,370	40,099	3,681	43,780
Staff development		276,000	25,159	301,159	-	301,159
Marketing and recruitment		39,703	3,873	43,576	-	43,576
Technology		416,914	38,574	455,488	55,656	511,144
Food service		979	121	1,100	-	1,100
Student services		689,225	64,524	753,749	14,849	768,598
Office expense		227,732	22,242	249,974	115,640	365,614
Depreciation and amortization		234,288	21,839	256,127	45,199	301,326
Other		39,547	3,696	43,243	2,831	46,074
		<u>\$ 16,034,761</u>	<u>\$ 1,469,988</u>	<u>\$ 17,504,749</u>	<u>\$ 1,375,760</u>	<u>\$ 18,880,509</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON BROWNSVILLE NORTH CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	54	\$ 2,653,779	\$ 157,790	\$ 2,811,569	\$ 787,036	\$ 3,598,605
Instructional personnel	140	8,633,134	518,775	9,151,909	-	9,151,909
Total salaries and staff	194	11,286,913	676,565	11,963,478	787,036	12,750,514
Fringe benefits and payroll taxes		2,048,321	122,467	2,170,788	61,870	2,232,658
Retirement		149,408	8,654	158,062	10,098	168,160
Management company fees		2,762,679	168,635	2,931,314	517,290	3,448,604
Legal services		-	-	-	2,461	2,461
Accounting and audit services		-	-	-	27,131	27,131
Other professional and consulting services		207,131	11,896	219,027	-	219,027
Building rent		1,486	95	1,581	-	1,581
In-kind rent		7,060,081	429,936	7,490,017	-	7,490,017
Repairs and maintenance		155,400	7,651	163,051	-	163,051
Insurance		-	-	-	188,831	188,831
Utilities		1,925	123	2,048	25,347	27,395
Supplies and materials		588,030	32,847	620,877	-	620,877
Equipment/Furnishings		69,005	4,482	73,487	9,948	83,435
Staff development		489,060	29,078	518,138	-	518,138
Marketing and recruitment		63,407	4,082	67,489	-	67,489
Technology		918,074	55,354	973,428	56,451	1,029,879
Food service		89	7	96	-	96
Student services		1,529,521	86,129	1,615,650	21,330	1,636,980
Office expense		290,852	18,278	309,130	161,722	470,852
Depreciation and amortization		406,499	20,402	426,901	75,335	502,236
Other		71,164	4,451	75,615	9,280	84,895
		<u>\$ 28,099,045</u>	<u>\$ 1,681,132</u>	<u>\$ 29,780,177</u>	<u>\$ 1,954,130</u>	<u>\$ 31,734,307</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

STATEMENT OF FUNCTIONAL EXPENSES – UNCOMMON CANARSIE CHARTER SCHOOL NYC

YEAR ENDED JUNE 30, 2025

	No. of positions	Program Services			Support Services	Total
		Regular education	Special education	Total	Management and General	
Personnel services costs:						
Administrative staff personnel	27	\$ 1,368,349	\$ 64,682	\$ 1,433,031	\$ 541,271	\$ 1,974,302
Instructional personnel	79	5,492,191	263,200	5,755,391	-	5,755,391
Total salaries and staff	106	6,860,540	327,882	7,188,422	541,271	7,729,693
Fringe benefits and payroll taxes		1,304,441	62,198	1,366,639	42,942	1,409,581
Retirement		108,999	5,283	114,282	8,421	122,703
Management company fees		1,793,562	85,708	1,879,270	331,636	2,210,906
Legal services		-	-	-	1,640	1,640
Accounting and audit services		-	-	-	18,088	18,088
Other professional and consulting services		121,391	5,600	126,991	-	126,991
Building rent		1,007	47	1,054	-	1,054
In-kind rent		4,598,463	219,157	4,817,620	-	4,817,620
Repairs and maintenance		53,287	2,651	55,938	-	55,938
Insurance		-	-	-	125,888	125,888
Utilities		1,304	61	1,365	10,107	11,472
Supplies and materials		330,148	15,636	345,784	-	345,784
Equipment/Furnishings		99,912	4,697	104,609	14,951	119,560
Staff development		285,002	13,436	298,438	-	298,438
Marketing and recruitment		44,906	2,170	47,076	-	47,076
Technology		505,837	23,704	529,541	62,613	592,154
Food service		-	-	-	-	-
Student services		830,831	38,737	869,568	14,849	884,417
Office expense		188,589	8,654	197,243	72,697	269,940
Depreciation and amortization		165,776	8,031	173,807	30,672	204,479
Other		52,752	2,460	55,212	2,123	57,335
		<u>\$ 17,346,747</u>	<u>\$ 826,112</u>	<u>\$ 18,172,859</u>	<u>\$ 1,277,898</u>	<u>\$ 19,450,757</u>

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

REPORT REQUIRED BY GOVERNMENT AUDITING STANDARDS



BUSINESS
ADVISORS
AND CPAS

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

Board of Trustees
Uncommon New York City Charter Schools

We have audited, 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, the financial statements of Uncommon New York City Charter Schools, which comprise the statement of financial position as of June 30, 2025 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 and have issued our report thereon dated October 23, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Uncommon New York City Charter Schools' internal control over financial reporting (internal control) as a basis for designing 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 Uncommon New York City Charter Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of Uncommon New York City Charter Schools' 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 Uncommon New York City Charter Schools' 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 financial statements. 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Responses as item 2025-001.

Uncommon New York City Charter Schools' Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on Uncommon New York City Charter Schools' response to the findings identified in our audit and as described in the accompanying Schedule of Findings and Responses. Uncommon New York City Charter Schools' response was not subjected to the other auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the response.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mengel, Metzger, Baw & Co. LLP

Rochester, New York
October 23, 2025

UNCOMMON NEW YORK CITY CHARTER SCHOOLS

SCHEDULE OF FINDINGS AND RESPONSES

YEAR ENDED JUNE 30, 2025

FINDINGS – FINANCIAL STATEMENT AUDIT

Finding 2025-001

Statement of condition

During our audit, we noted the Charter School did not adhere to the terms of their charter agreement as Uncommon Williamsburg Charter School NYC fell below 80% of the projected enrollment for the 2024-2025 academic year and written approval from the State University of New York (SUNY) was not obtained.

Criteria and effect of conditions

During our audit, we noted the Charter School's charter agreement requires the Charter School to obtain written approval from SUNY prior to commencing or continuing instruction when the total number of students enrolled is less than 80% of the projected enrollment for a given academic year. We noted Uncommon Williamsburg Charter School NYC's enrollment was 79% of the projected enrollment for the 2024 - 2025 academic year.

Recommendation

We recommend the Charter School obtain written approval from SUNY if enrollment falls below 80% of projected enrollment for a given academic year.

Management response

The Charter School was in communication with SUNY about its enrollment; however, it will ensure to receive written approval should enrollment fall below 80% in future years.