



ATLANTA NEIGHBORHOOD CHARTER SCHOOL

helping students learn to use their minds well

Atlanta Neighborhood Charter School

Governing Board Monthly Meeting

Date and Time

Thursday October 20, 2022 at 6:30 PM EDT

Location

ANCS Elementary Campus Library
688 Grant Street
Atlanta, GA 30315

Notice of this meeting was posted on the ANCS website and both ANCS campuses in accordance with O.C.G.A. § 50-14-1.

Agenda

	Purpose	Presenter	Time
I. Opening Items			6:30 PM
Opening Items			
A. Record Attendance & Guests		Carla Wells	1 m
B. Call the Meeting to Order		Rhonda Collins	1 m
C. Brain Smart Start	Discuss	Faculty	5 m
D. Public Comment			5 m
E. Approve Minutes from Prior Board Meeting	Approve Minutes	Rhonda Collins	3 m
Approve minutes for Governing Board Monthly Meeting on September 15, 2022			
II. PTCA Update			6:45 PM
A. PTCA Monthly Update	FYI	Meeghan Fortson and Jenny Gunn	10 m
III. School Leadership Updates			6:55 PM

	Purpose	Presenter	Time
A. Principals' Open Forum	FYI	Mark Sanders & Lara Zelski	10 m
B. Executive Director's Monthly Report	FYI	Chuck Meadows	10 m
C. Summer Task Force Presentations K-8 Integration and Alignment - 15 minutes Achievement Gaps - 15 minutes DE&I - 15 minutes	FYI	Faculty	45 m
IV. Committee Reports			8:00 PM
A. Educational Excellence and Accountability Committee Monthly Report	FYI	Angela Christie	5 m
B. Finance & Operations Committee Monthly Report	FYI	Irina Brimmell	5 m
C. Annual Audit Report Findings	FYI	Mauldin and Jenkins	15 m
D. Governance Committee Monthly Report	FYI	Ruth Link-Gelles	5 m
E. Fund Development Committee Monthly Report	FYI	Barrett Coker Krise	5 m
V. Action Items			8:35 PM
A. Vote: Establish Nominations Task Force for 2022-2023 Angela Christie (Co-Chair) Pouya Dianat (Co-Chair) Cory Tiede Mark Boswell Barrett Krise	Vote	Rhonda Collins	2 m
VI. Executive Session (as needed)			
VII. Closing Items			8:37 PM
A. Adjourn Meeting	Vote	Rhonda Collins	1 m

Coversheet

Approve Minutes from Prior Board Meeting

Section: I. Opening Items
Item: E. Approve Minutes from Prior Board Meeting
Purpose: Approve Minutes
Submitted by:
Related Material:
Minutes for Governing Board Monthly Meeting on September 15, 2022

DRAFT



**ATLANTA NEIGHBORHOOD
CHARTER SCHOOL**
helping students learn to use their minds well

Atlanta Neighborhood Charter School

Minutes

Governing Board Monthly Meeting

Date and Time

Thursday September 15, 2022 at 6:30 PM

Location

ANCS Middle Campus Media Center
820 Essie Avenue
Atlanta, GA 30316

Notice of this meeting was posted on the ANCS website and both ANCS campuses in accordance with O.C.G.A. § 50-14-1.

Directors Present

Amber Suitt, Angela Christie, Ben Sutton, Carla Wells, Cory Tiede, Irina Brimmell, Oriol Miroso, Pouya Dianat, Rhonda Collins, Shannon Rutledge

Directors Absent

Barrett Coker Krise, Mark Boswell, Ruth Link-Gelles

Guests Present

Adrian Douglas (remote), Amy Miller (remote), Chuck Meadows, Jada Avery (remote), Jenny Gunn, Jerry Hanes (remote), Lara Zelski (remote), Mark Sanders (remote), Markecia Jacobos (remote), Nicole King (remote), Paige Teusink (remote), Rhiannen Laurent (remote)

I. Opening Items

A. Record Attendance & Guests

B. Call the Meeting to Order

Rhonda Collins called a meeting of the board of directors of Atlanta Neighborhood Charter School to order on Thursday Sep 15, 2022 at 6:34 PM.

C.

Brain Smart Start

There was no brain smart start activity.

D. Public Comment

There was no public comment.

E. Approve Minutes from Prior Board Meeting

Oriol Miroso made a motion to approve the minutes from Governing Board Monthly Meeting on 08-18-22.

Shannon Rutledge seconded the motion.

The board **VOTED** to approve the motion.

II. PTCA Update

A. PTCA Monthly Update

Jenny Gunn provided the PTCA update.

III. DEAT Update

A. Monthly DEAT update

Carla Wells provided the DEAT update.

IV. School Leadership Updates

A. Principals' Open Forum

Mark Sanders provided the middle campus report.

Lara Zelski provided the elementary campus report.

B. Executive Director's Monthly Report

Chuck Meadows provided the Executive Director's report.

V. Committee Reports

A. Educational Excellence and Accountability Committee Monthly Report

Angela Christie provided the Education Excellence and Accountability committee report.

B. Finance & Operations Committee Monthly Report

Ben Sutton provided the Finance and Operations committee report.

C. Governance Committee Monthly Report

Rhonda Collins provided the Governance committee report.

D. Fund Development Committee Monthly Report

Pouya Dianat provided the Fund Development committee report.

VI. Closing Items

A. Adjourn Meeting

There being no further business to be transacted, and upon motion duly made, seconded and approved, the meeting was adjourned at 8:02 PM.

Respectfully Submitted,
Carla Wells

Documents used during the meeting

- 09_15_22_ANCS PTCA Board Report .docx-1 REV.pdf
- August 2022 PTCA Reports.pdf
- ANCS Board DEAT Report September 2022.docx
- Executive Director's Report - September 15, 2022 (1).pdf
- ANCS Board EE Committee Report September2022.pdf
- BusOps Comm BOD Update_September 2022.pdf
- Board Governance Committee Report September 15, 2022.pdf
- Fund_Development_Committee_Report_September 2022.pdf
- Fund_Development_Report_August_2022.pdf

Coversheet

PTCA Monthly Update

Section: II. PTCA Update
Item: A. PTCA Monthly Update
Purpose: FYI
Submitted by:
Related Material: 10_20_22_ANCS PTCA Board Report.docx.pdf
Sept 2022 Treasury PTCA Reports.pdf



PTCA Board Report - October 20, 2022

1. **Treasurer's Update thru September** (report attached)
 - a. Total income: \$8,208
 - b. Expenses: \$5,991
2. **Recent Structural Funding Changes**
 - a. Room Parent/Classroom Funding - sent FAQ email and things seem to be going smoothly now
 - b. Funding for Middle School Fac/Staff - working with Chuck on an equivalent gift for MC fac/staff.
3. **Recent Events**
 - a. 9/16 3rd Friday Coffee at EC Farm
 - b. 9/25 Kickball Tournament at Maynard Jackson
 - c. 10/5 PTCA Executive Committee Meeting
 - d. Fall Grant Cycle - 4 grants awarded
4. **Upcoming Events**
 - a. 10/25 DEAT Farm Event at EC Farm
 - b. 11/5 Fall Fest - 12-3pm at EC; Free to attend; Special activities for Grandparents and Special Friends
 - c. 11/9 PTCA Executive Committee Meeting in MC Media Center
5. **School Store Update**
 - a. Kickball Sales
 - b. New "Crossroads" shirts
6. **New EC Representative**
 - a. Kim Moran has rolled off PTCA Board - need replacement

FY23 PTCA Budget and Actual		
	2022-23 Budget	July-Sept 2022
Income		
Sponsorship	\$ 11,000	
Donations	\$ -	
Membership Drive	\$ 11,000	\$ 4,245
Yearbook	\$ 3,000	
Field Day T-Shirts	\$ 1,000	
Loyalty Programs	\$ 1,000	\$ 116
School Store	\$ 3,700	\$ 1,758
School Pictures	\$ 2,500	
Fall Fest	\$ -	
PTCA Picnic	\$ 1,300	
Carry Over	\$ -	
Fundraising Events		
Bingo Night	\$ 2,500	
Run with the Wolves	\$ 11,000	
Dine Out/Parents Night Out	\$ 2,000	
Kickball	\$ 3,500	\$ 2,090
TOTAL INCOME	\$ 53,500	\$ 8,208
Expenses	2022-23 Budget	
Fundraising Expenses		
Office Supplies/Administration Costs	\$ 75	\$135.40
Membership Drive	\$ 200	
School Store	\$ 2,500	
Teacher Appreciation		
Teacher Appreciation Back To School	\$ 750	\$ 1,408
Teacher Appreciation Week	\$ 2,500	
Teacher Appreciation Gift Cards	\$ 7,500	
School Support		
Grants	\$ 10,000	
Family Assistance Fund	\$ 1,000	
Scholarships	\$ 1,000	
Yearbooks	\$ 6,000	
Field Day Shirts	\$ 3,500	
School Photo Framed	\$ 380	
Related Arts. Misc.	\$ 200	
Sustainability	\$ 200	
Health and Wellness	\$ 200	
Non-Fundraising Events		
Third Friday Coffee and Principal's Coffee	\$ 600	
Grandparents and Special Friends Day	\$ 1,500	
Fall Festival	\$ 5,000	
Back to School Ice Cream Social	\$ 1,200	\$ 2,214
MC Talent Show	\$ 225	
5th/8th Graduations	\$ 400	
Middle School Dances	\$ 600	
Childcare for PTCA Meetings	\$ 400	
PTCA Picnic and Meeting Refreshments	\$ 1,250	\$ 45
Fundraising Events		
Bingo Night	\$ 1,000	
Run with the Wolves	\$ 9,000	
Kickball	\$ 2,500	\$ 2,188
Dine Outs/ Parents Night Out	\$ 400	
TOTAL EXPENSES	\$ 60,080	\$ 5,991

Coversheet

Executive Director's Monthly Report

Section: III. School Leadership Updates
Item: B. Executive Director's Monthly Report
Purpose: FYI
Submitted by:
Related Material: Executive Director's Report - October 20, 2022.pdf



Executive Director's Report October 20, 2022

Included in this report

- Strategic Planning
- Partnerships
- Dashboard: Measure of Academic Progress
- Safety & Security Update
- DE&I Co-Directors

Strategic Planning

Strategic Questions for the Governing Board: Determining Our Future

Should we increase the size of the student body of Atlanta Neighborhood Charter School?

- Add more K-8 classes
- Add pre-kindergarten
- Add grades 9 - 12
- Any combination of the above

Should we pursue the purchase of 688 Grant Street from Atlanta Public Schools?

Should we pursue the construction and/or acquisition of athletic facilities for middle grades sports?

- Full-size gymnasium
- Soccer pitch
- Baseball/softball fields

Partnerships

Trees Atlanta - tree planting & education

Bread & Butter Farms - farm development & management

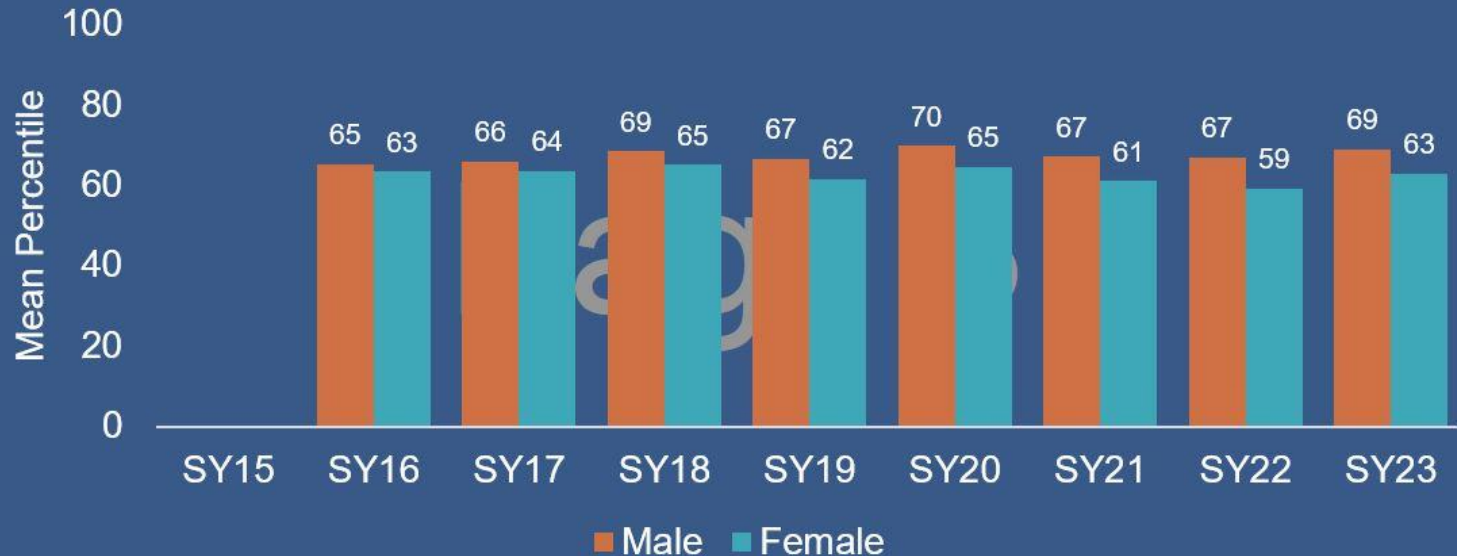
Zoo Atlanta - education

Alliance Theatre - arts education & enrichment

CHaRM - recycling & environmental education

Dashboard: Measure of Academic Progress

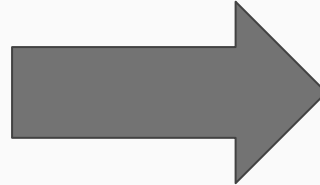
Historical Achievement Percentile by Gender - Math



Safety & Security

Allied Universal

- Communication and execution challenges



Hawque Protection Group

- Risk assessment
- Crime report analysis
- Security camera monitoring

DE&I Co-Directors

New Diversity, Equity & Inclusion Co-Directors




Humaira Afzal (left) and Dr. Cassie Leymarie (right) are our new Co-Directors for diversity, equity and inclusion.

Questions or other areas of discussion

Coversheet

Summer Task Force Presentations

Section: III. School Leadership Updates
Item: C. Summer Task Force Presentations
Purpose: FYI
Submitted by:
Related Material:
Board Meeting Presentation-Vertical Alignment Summer Task Force Work.pdf
Opportunity Gap Task Force - Board Presentation.pdf
Board Presentation DEI Task Force Presentation 10_2022.pdf

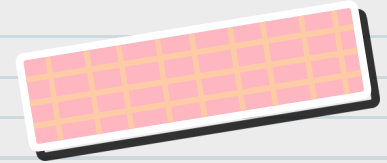


Vertical Alignment Summer Task Force Board Presentation

October 20, 2022



Our Team



Monica Arrington (2nd)

Mallory Godicheau (3rd)

Allyson Hage (4th)

Katie Derichsweiler (5th)



Lesley Michaels (3-5 Instructional Coach)

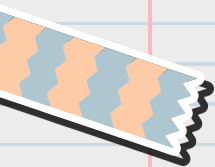
Lara Zelski (EC Principal)

Nickey Hardon (MC Instructional Coach)

Tova Baruch (6/7 Design)

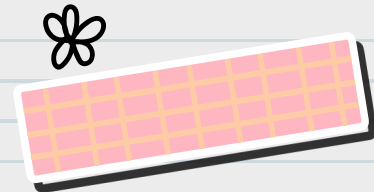
Sammy Struttmann (7/8 Design)

Santina Cambor (6/7 I&S)

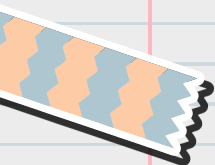




Personal Reflection



As an ANCS board member, what hopes do you have for our students after a full K-8 experience at ANCS?





Jam Board



Turn and share-

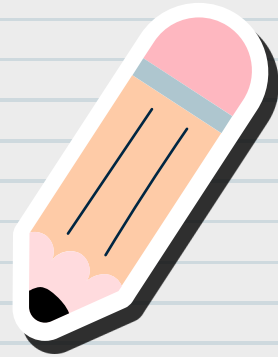
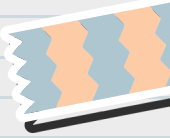
- ❖ How do your hopes align with those of our committee?
- ❖ Is there anything you would add?





Profile for the Task Force:

Improve the student experience by making the K-8 progression even more seamless. Strengthen the alignment between curriculum and pedagogy in the elementary grades and that of the middle campus. Explore linkages between the Orton-Gillingham & Balanced Literacy approaches and Language & Literature courses, Everyday Math and IB MYP Mathematics, etc. Examine potential connections between elementary grades' art and music related arts curriculum and performing and visual arts at the middle campus. Explore ways to make the transition from 5th to 6th grade more smooth.





Our Process



We analyzed curriculum maps/summative assessments from the EC and MC, using a variation of the Looking at Data Protocol (from the School Reform Initiative- SRI) to describe what we observed in the “data” to make inferences and to determine implications. We reflected on:

- What the information provided us about our school and the students’ experiences.
- What the data revealed in terms of where we see alignment and consistency.



Big Ideas



So far;

We see Alignment with...

- Encouraging students to be curious, critical thinkers, connected and global citizens
- Some assessments K-5 and 6-8

We see Gaps in...

- Writing across the curriculum
- Grammar/Spelling- conventions
- Transfer of knowledge
- Vocabulary- big ideas
- Project Based Learning- Constructivism
- Efficiency in mathematical computation

Moving Forward...



If we're going to be vertically aligned, we need..

- Intentional planning time & communication within departments- since EC is by grade-level/related art, grade level team members could represent each department (Math, Science, Social Studies, Language Arts)
- Knowledge of what is taught K-8
- Portfolio Alignment
- A plan and structure for assessments K-8?
- Using common language- Essential Questions at the EC/ Statements of Inquiry at the MC
- Identify big ideas/~~big takeaways~~ that should transfer



Questions?



Opportunity Gap Task Force

Board Presentation- October 20, 2022
Emily Stapp - ESS Coordinator - Middle Campus

Task Force Members

Santina Cambor

Natalie Caudle

Noel Christy

Aleah Clemmons

Veleta Greer

Nicole King

Rhiannen Laurent

Nicole Love

Kelly McKenzie

Tawanda Morgan

Jaquoia Rockmore

Mark Sanders

Emily Stapp

Dyan Taylor

Keep Students at the Center

- Upheld throughout our work together
- Invitation to uphold this norm as information is shared & processed during our time together

Opportunity Gap Defined:

“Opportunity gap” refers to the fact that the arbitrary circumstances in which people are born—such as their race, ethnicity, ZIP code, and socioeconomic status—determine their opportunities in life, rather than all people having the chance to achieve to the best of their potential.

“Opportunity gap” draws attention to the conditions and obstacles that young students face throughout their educational careers. It therefore accurately places responsibility on an inequitable system that is not providing the opportunities for all kids to thrive and succeed.

-Teach for America

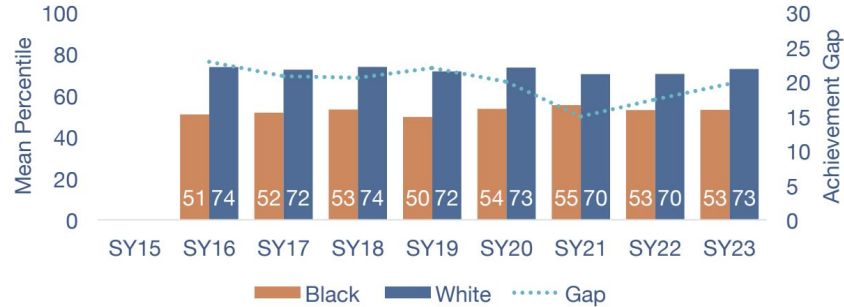
Why Opportunity Gap & Not Achievement Gap?

When we choose to use the phrase “opportunity gap” rather than “achievement gap,” it sends a clearer message that these gaps do not exist because of a child’s own capability or character, but because of systemic injustices.

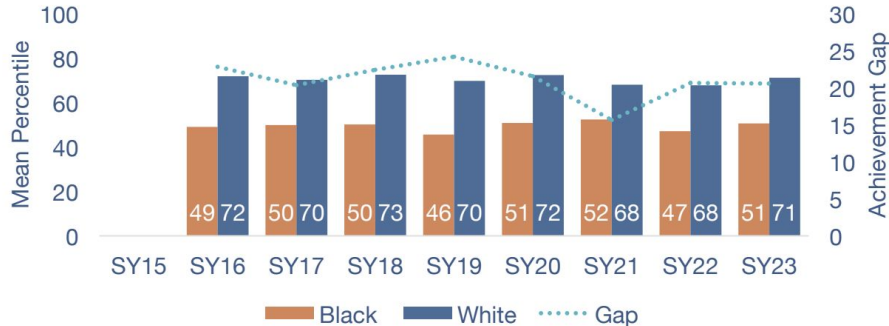


MAP Achievement Report: Fall 2022-2023

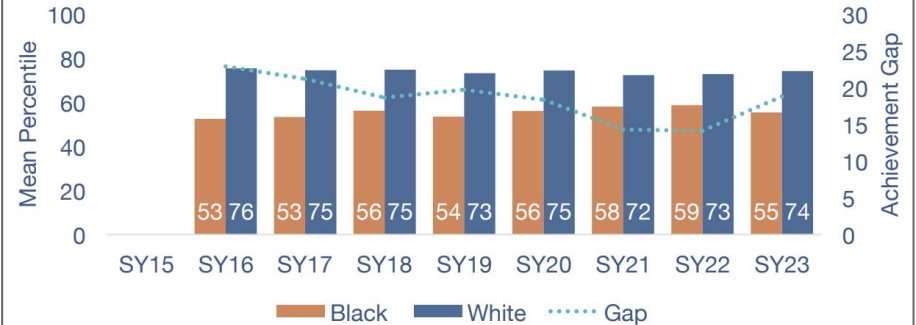
Historical Achievement Percentile by Race - Overall



Historical Achievement Percentile by Race - Math



Historical Achievement Percentile by Race - Language Arts



Factors/Efforts Within Our Control

- **Highly Qualified Teachers**
- **High Quality, Engaging Curriculum & Instruction**
- **High-Quality Research-Based Reading Instruction**
- **Lower Class Size**
- **Availability of Tech/Digital Resources**
- **Teacher Cultural Competence/Culturally Responsive Teaching (CRT)**
- **Social Emotional Learning (SEL)**
- **Nutrition**
- **Parent Outreach Education & Involvement**

Accountability For All

Make closing gaps a schoolwide
priority and responsibility.

Effective Accountability

- Each effort needs a metric to obtain observable measures of progress & outcomes
- An existent plan for when progress & desired outcomes are met
- An existent plan for when progress & desired outcomes are not met

Next Steps

Stakeholders create & implement an integrated, cohesive design that thoughtfully combines multiple efforts.

Report: DEI Task Force Summer 2022



DEI Task Force Team



Elementary Campus

Adrian Douglas

Lola Johnson

Tawanda Morgan

Ayoka Stewart - Coord

Leslie Jo Tottenham

Middle Campus

Nathan Bubes

Josh Feng

Leslie Grimes

Jenelle Hanes

Alina Hinton

K-8

Leah Foster

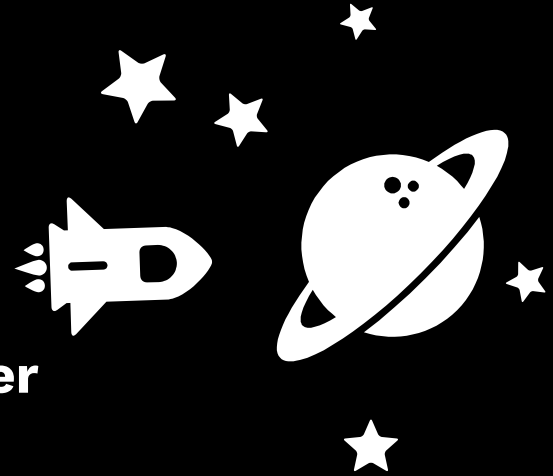
Robert Lupo

Chuck Meadows

**Lindy Settevendemie -
Coord**

Process

- **3 planning meetings - 3+ hours**
- **DEI Group Agreements**
- **3 Zoom meetings, 6 hours all together**
- **Whole group definition work**
- **3 Sub-groups' work & homework**
- **Full faculty presentation at July Retreat**



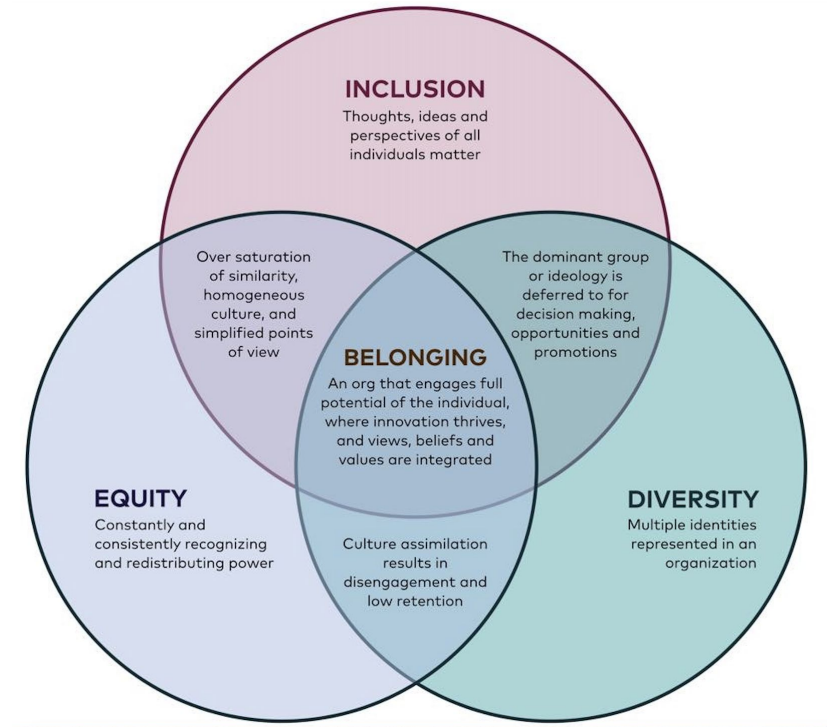
Definitions & Scope:

- Define “diversity”, “equity”, “inclusion” and other key terms to clarify what they mean in our school context keeping in mind **(#1)**...
- Expanding the school’s diversity, equity and inclusion scope to include work across a range of differences - learning abilities, gender (including non-binary), cultural, etc. - and not just race and class **(#3)**.

A.

Accomplishments

- **Draft definitions** for D, E, & I
- It's really messy and difficult work.
- Solidifying these definitions is a necessary prerequisite to affecting continuing other recommendations.



Adult Learning:

- Provide space for consistent, coordinated DEI learning experiences for all employees (#11) while...
- Developing a comprehensive framework of tools, resources, policies and community agreements [edit: adult-focused first] that collectively work to create an environment where conflicts can be effectively mediated, and cultural insensitivities can be appropriately addressed (#9).

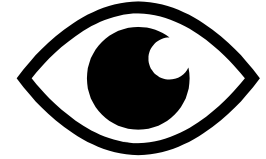
B.

What we did...



- Reviewed & discussed what DEI work happens currently with adults and the kids at each campus.
- Brainstormed ideas for adult learning - content and process
- Discussed how to effectively implement DEI adult learning... from staff to board to caregivers.
- Built recommendations that will effectively allow adult learning to roll out.

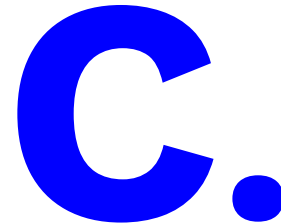
Recommendations:



- ❖ Develop a group of ANCS staff/faculty/caregivers/students to serve as an **advisory board** to the DEI co-directors
- ❖ Take **feedback from staff** survey to develop **ongoing adult learning** in DEI space.
- ❖ PTCA and DEAT are merging. Get **caregiver and board feedback** for **adult learning for the community.**

Student-centered Syllabus for K-8:

- Develop a diversity, equity and inclusion syllabus for each grade level, outlining lessons and teaching strategies that follow the K-8 progression (#5), keeping in mind...
- The school's student-centered approach to diversity, equity and inclusion initiatives (#4).

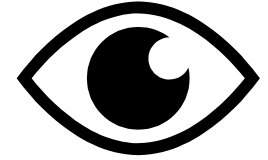




What we did:

- Researched existing DEI resources
- Adopted and revised the Learning for Justice Standards
- Drafted a scope and sequence of the standards and grade level progression

Recommendations:



ADVISORY COUNCIL

Establish an advisory council of interested stakeholders to support finalizing the curriculum

PROGRAMMING

Create a programming calendar to include school events for cultural celebrations and events targeting DEI principles

PILOT PROGRAM

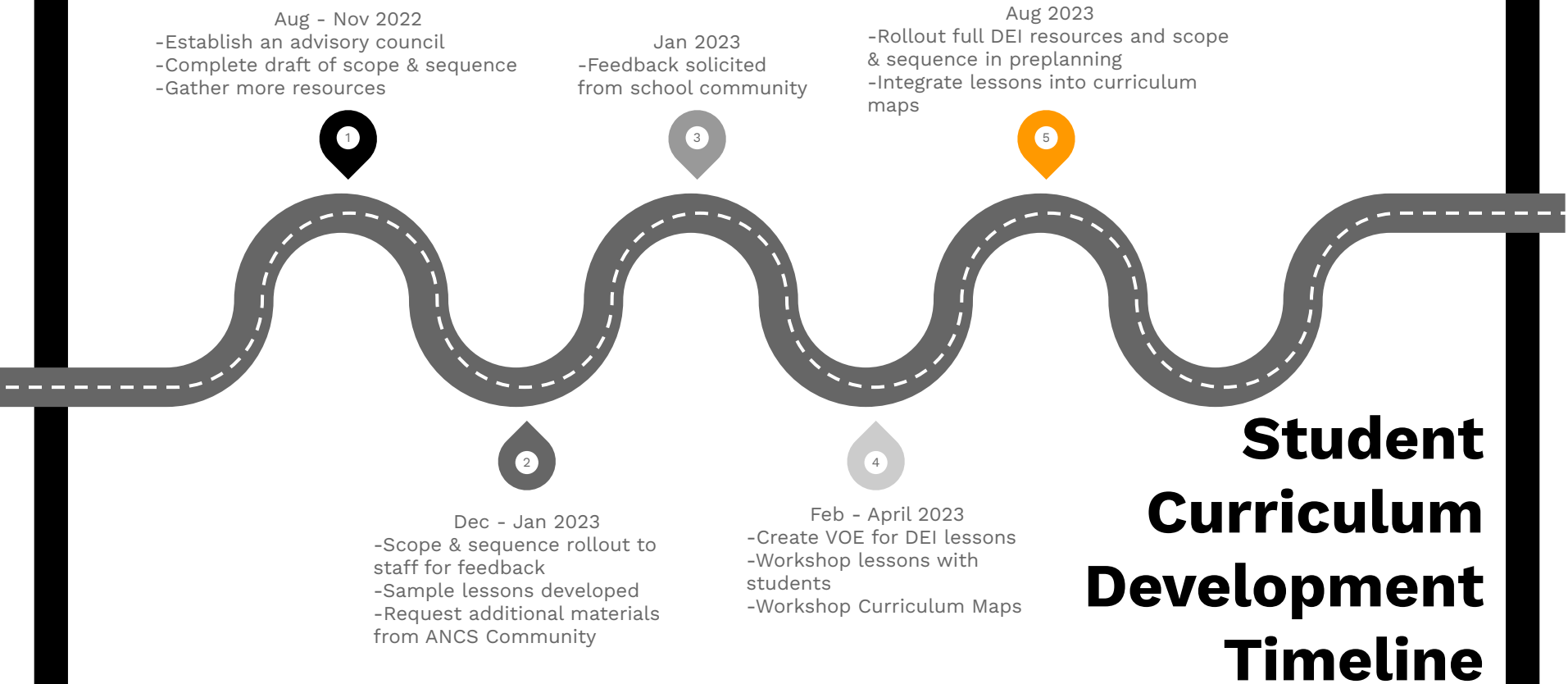
Launch a pilot program in the Spring 23 for teachers to implement draft DEI lessons and offer feedback

ONGOING COLLABORATION

Programming calendar should include ongoing opportunities for volunteerism

PARENT INPUT

Establish a regular platform for parents to give feedback to the Coordinators and Council.



Reflections



Glows

- **Lots of passion at ANCS - people care throughout the school about DEI work**
- **Relationships across difference nourished (Ayoka & Lindy)**
- **We got started and we have a some drafts to share.**

Grows

- **Meetings in person**
- **4+ meetings**
- **Smaller coalition of most committed colleagues to get productive work done**
- **Involvement of many voices for feedback and/or reviewers**
- **Clarified roles and expectations**

Coversheet

Finance & Operations Committee Monthly Report

Section: IV. Committee Reports
Item: B. Finance & Operations Committee Monthly Report
Purpose: FYI
Submitted by:
Related Material: Finance and Ops Comm BOD Update_October 2022 (2).pptx
09_30_22 Finance Committee Report FY23.pdf
Statement of Activity 09-30-2022 YTD.pdf
Statement of Activity 09-30-2022 Month-end.pdf
Statement of Financial Position 09-30-2022.pdf




Finance and Operations Committee Update

Financial Update:

- Cash Balance (period ending 9/30/21): \$2,574,490
- Total Invested Funds: \$912,237
- Director of Finance & Operations position - three applications received so far; one interview completed with a second 'round' planned; position remains posted.
- ANCS is anticipating increased costs around Health Benefits for 2023; Committee will review plans in November.


Building and Grounds Update:

- Filming took place at the EC during the week of Fall Break. An Amazon Studios production filmed in front of the building and in the auditorium. Rental revenue was \$17,000.

Atlanta Neighborhood Charter School		# of Students		628
				ANCS
				FY2023
Income	Tab #			
		APS Allocation		\$ 11,200,000
		Grants and Other Governmental Funds		\$ 175,000
				\$ -
1.0		Total Local/State Funding, Grants, State Allocations		\$ 11,375,000
		Fund Raising (Annual Campaign)		\$ 140,000
		Auction (WONDERBALL)		\$ 30,000
		Sponsorships		\$ 30,000
1.1		Total Contributions & Fundraising		\$ 200,000
				\$ -
				\$ -
		Meal Program		\$ 285,000
		PTCA income		\$ 53,500
		Field Trips		\$ 25,000
		Grade Level Trips		\$ 90,500
		Athletics		\$ 15,000
		After School		\$ 350,000
1.2		Total Program Income		\$ 819,000
	Other Income	Interest Income		\$ 2,000
		Community Building		
		Other		\$ 3,000
1.3		Total Other Income		\$ 5,000
		Total Income		\$ 12,399,000
Expense	2.0	Salaries and Benefits		
		Salaries & Bonus Expense		\$10,096,566
		<i>Wellness Program Expense</i>		\$ 20,000
		Total Salaries & Benefits		\$ 10,116,566
		Professional Development		\$ 100,000

Atlanta Neighborhood Charter School		# of Students		628
				ANCS
				FY2023
2.1	Total Professional Development			\$ 100,000
	Program Exp	Nutrition Program Purchases (not including salary)		\$ 190,000
		Athletics		\$ 25,000
		After School Expenses		\$ 12,000
		Field Trips		\$ 33,500
		Grade Level Trips		\$ 90,500
		Saturday / Summer School		\$ 16,000
		PTCA		\$ 53,500
		Total Program Expenses		\$ 420,500
	Curric. Mat & Exp	Classroom Supplies		\$ 140,000
		Instruct. / Curriculum Materials		\$ 100,000
		Total Curriculum Materials & Expenses		\$ 240,000
	2.2	Total Curriculum & Program Expenses		\$ 660,500
	Building Expenses	Pest Control		\$ 5,000
		Janitorial Services		\$ 117,000
Janitorial Supplies			\$ 18,000	
Sanitation			\$ 10,937	
Supplies			\$ 5,000	
Total Building Services			\$ 155,937	
Building rent (Mortgage)			\$ 105,264	
Mobile Unit Lease (Net)			\$ 7,332	
Replacements - painting/carpet/flooring			\$ 30,000	
Repairs/Maintenance/Improvements			\$ 403,901	
Total Building Repairs/ Maintenance			\$ 546,497	
2.3	Prof.	Farm		\$ 5,000
		Repairs / Maintenance		\$ 25,000
		Total Grounds		\$ 30,000
	Total Building Expenses		\$ 732,434	
	Legal		\$ 20,000	

Atlanta Neighborhood Charter School		# of Students		628
				ANCS
				FY2023
	Services	Accounting		\$ 45,000
		Auditing		\$ 35,000
2.4	Total Professional Services			\$ 100,000
		Advertising/Web Costs		\$ 10,000
		Dues and Subscriptions		\$ 22,000
		Insurance		\$ 180,000
		Hospitality		\$ 2,000
		Licenses and Permits		\$ 5,000
		Miscellaneous		\$ 15,000
		Gov Board/Committee Costs		\$ -
		Office supplies/Small Equipment/Tech Supplies		\$ 40,000
		Payroll Service Fees		\$ 30,000
		Postage and Delivery		\$ 3,000
		Printing and Reproduction		\$ 1,500
		Utilities		\$ 95,000
		Internet Service		\$ 8,000
		Alarm Monitoring & Servicing		\$ 5,000
		Telephone		\$ 8,000
2.5	Total Other Gen/Admin Expense			\$ 424,500
	Fundraising Expenses	Fund Development Software		\$ 3,000
		Direct Mail/Marketing		\$ 6,000
		Wonder Ball		\$ 10,000
		Community Building		\$ -
		Other Events		\$ 7,000
2.6	Total Fundraising Expenses			\$ 26,000
	Books, Equipment and Furniture	Library		\$ 12,000
		Furniture		\$ 5,000
		Technology: Service, training & supplies		\$ 5,000
		Special Education Equipment		\$ 5,000
		Building & Grounds Improvement		\$ 60,000
		Equipment: Purchase/Lease		\$ 5,000
		Copiers Expenses		\$ 50,000
		Computers: Hardware		\$ 97,000

Atlanta Neighborhood Charter School		# of Students		628
				ANCS
				FY2023
				
2.7	Total Books/Equipment/Furniture			\$ 239,000
	Emergency Reserve Fund			\$ -
	Facilities Reserve Fund			
	Local/State Revenue Stabilization Fund			\$ -
	Technology Reserve Fund			\$ -
	Total Reserve Funds			\$ -
	Total Expenses			\$ 12,399,000
	Operating Income/Loss			\$ (0)
				\$ (0)

ATLANTA NEIGHBORHOOD CHARTER SCHOOL
FY 2023 - Pro Forma Monthly Cash Flow Statement
Approved Revised Budget

		Allocation based on FTE Count = 628											YTD Budget	
		Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	FY2023
Revenue														
	APS Allocation Payment	-	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,181	\$ 1,018,190	\$ 11,200,000
	Other State and Local Funding	-	-	-	-	-	-	-	-	-	-	-	-	-
	Grants	-	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,909	\$ 15,910	175,000
	Title 2 Reimbursement	-	-	-	-	-	-	-	-	-	-	-	-	-
	Contributions & Fundraising	\$ 10,000	\$ 22,000	\$ 15,000	\$ 8,000	\$ 46,000	\$ 31,000	\$ 5,000	\$ 4,000	\$ 4,000	\$ 34,000	\$ 11,000	\$ 10,000	200,000
	Program Income	\$ 15,000	\$ 47,182	\$ 49,864	\$ 49,864	\$ 44,500	\$ 49,864	\$ 44,500	\$ 44,500	\$ 49,864	\$ 44,500	\$ 49,864	\$ 44,500	534,000
	Nutrition Program Income	\$ 10,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	285,000
	Other Income	\$ 190	\$ 454	\$ 724	\$ 454	\$ 454	\$ 454	-	\$ 454	\$ 454	\$ 454	\$ 454	\$ 454	5,000
	Interest & Dividend Income													-
	Total Revenue	\$ 35,190	\$ 1,128,726	\$ 1,124,678	\$ 1,117,408	\$ 1,150,044	\$ 1,140,408	\$ 1,108,590	\$ 1,108,044	\$ 1,113,408	\$ 1,138,044	\$ 1,120,408	\$ 1,114,054	\$ 12,399,000
Expenditures														
	Salaries and Benefits	\$ 893,608	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 843,047	\$ 792,486	\$ 10,116,566
	Professional Development	\$ 35,000	\$ 6,545	\$ 13,095	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 10,090	\$ 3,000	\$ 5,725	\$ 6,545	-	100,000
	Curriculum & Classroom Expenses	\$ 15,000	\$ 120,000	\$ 20,000	\$ 2,000	\$ 2,000	\$ 3,500	\$ 5,000	\$ 10,000	\$ 10,000	\$ 5,000	\$ 10,000	\$ 37,500	240,000
	Program Expenses	\$ 1,000	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 20,955	\$ 19,955	230,500
	Nutrition Program Expenses	\$ 1,000	\$ 18,751	\$ 18,751	\$ 18,751	\$ 18,751	\$ 20,237	\$ 18,751	\$ 18,751	\$ 18,751	\$ 18,751	\$ 18,751	-	190,000
	Building & Grounds	\$ 245,000	\$ 45,675	\$ 45,675	\$ 45,675	\$ 45,675	\$ 45,675	\$ 45,675	\$ 35,675	\$ 40,675	\$ 45,675	\$ 45,675	\$ 45,684	732,434
	Professional Services	\$ 11,000	\$ 6,500	\$ 8,000	\$ 25,000	\$ 5,000	\$ 1,275	\$ 1,275	\$ 2,000	\$ 36,000	\$ 1,275	\$ 1,275	\$ 1,400	100,000
	Gen&Admin/Insurance/Interest	\$ 24,000	\$ 31,591	\$ 31,591	\$ 31,591	\$ 31,591	\$ 31,591	\$ 31,591	\$ 31,591	\$ 31,591	\$ 84,591	\$ 31,591	\$ 31,590	424,500
	Fundraising Expenses	\$ 2,500	\$ -	\$ 6,000	\$ 1,000	\$ 2,000	\$ -	\$ 500	\$ 1,000	\$ 1,000	\$ 7,000	\$ 4,000	\$ 1,000	26,000
	Books, Furniture & Equipment	\$ 500	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,681	\$ 21,690	239,000
	Total Expenditures	\$ 1,228,608	\$ 1,114,745	\$ 1,028,795	\$ 1,014,700	\$ 995,700	\$ 992,961	\$ 993,475	\$ 994,790	\$ 1,026,700	\$ 1,053,700	\$ 1,003,520	\$ 951,305	\$ 12,399,000
	Total Revenues - Total Expenditures	\$ (1,193,418)	\$ 13,981	\$ 95,883	\$ 102,708	\$ 154,344	\$ 147,447	\$ 115,115	\$ 113,254	\$ 86,708	\$ 84,344	\$ 116,888	\$ 162,749	\$ 0
EOM Cash Balance	See NOTE below	\$ 1,613,279	\$ 1,627,260	\$ 1,723,142	\$ 1,825,850	\$ 1,980,194	\$ 2,127,640	\$ 2,242,755	\$ 2,356,009	\$ 2,442,717	\$ 2,527,061	\$ 2,643,948	\$ 2,806,697	\$ 2,806,697
		Actual	Actual	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	

Note: Adjusted to reflect only South State Bank operating accounts, initially as of July 1st. Not including \$823K of investments

ATLANTA NEIGHBORHOOD CHARTER SCHOOL
 FY 2023 - Monthly Cash Flow Statement
 August 31, 2022

	Allocation based on FTE Count = 620											YTD	
	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	FY2022
Revenue													
APS Allocation Payment	\$ -	\$ 1,321,150	\$ 1,251,826	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,572,975
Local/State Funding	\$ 40,727		26,883	-	-	-	-	-	-	-	-	-	\$ 67,610
Grants	\$ 640,175	795,816	-	-	-	-	-	-	-	-	-	-	\$ 1,435,991
Title 2 Reimbursement	\$ -	-	-	-	-	-	-	-	-	-	-	-	\$ -
Contributions & Fundraising	\$ 5,962	29,370	18,889	-	-	-	-	-	-	-	-	-	\$ 54,220
Program Income	\$ 14,209	29,760	31,449	-	-	-	-	-	-	-	-	-	\$ 75,419
Nutrition Program Income	\$ 7,010	31,450	27,794	-	-	-	-	-	-	-	-	-	\$ 66,254
Other Income	\$ 262	6,948	14,164	-	-	-	-	-	-	-	-	-	\$ 21,375
Interest & Dividend Income	\$ -	-	-	-	-	-	-	-	-	-	-	-	\$ -
Total Revenue	\$ 708,346	\$ 2,214,494	\$ 1,371,004	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,293,843
Expenditures													
Salaries and Benefits	\$ 911,326	\$ 945,863	\$ 1,074,848	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,932,037
Professional Development	\$ 34,468	\$ 10,751	1,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,719
Curriculum & Classroom Expenses	\$ 15,916	\$ 87,117	(212)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,822
Program Expenses	\$ 159	\$ 9,005	3,701	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,865
Nutrition Program Expenses	\$ 947	\$ 35,132	32,462	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,541
Building & Grounds	\$ 245,261	\$ 211,134	61,518	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 517,913
Professional Services	\$ 11,492	\$ 6,522	3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,014
Gen&Admin/Insurance/Interest	\$ 24,199	\$ 45,687	79,199	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 149,084
Fundraising Expenses	\$ -	\$ 2,555	99	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,654
Fixed Assets Expenditures	\$ 921	\$ 295	4,305	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,521
Total Expenditures	\$ 1,244,690	\$ 1,354,062	\$ 1,260,420	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,859,171
Total Revenues - Total Expenditures	\$ (536,344)	\$ 860,431	\$ 110,585	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 434,672
Net Other Revenue - CREATE	\$ (500)	\$ 86,241	\$ 191,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 276,843
Net Other Expenses - CREATE	\$ 56,453	\$ 10,257	\$ 25,406	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 92,116
	\$ (56,953)	\$ 75,985	\$ 165,695	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 184,727
Net Revenue	\$ (593,297)	\$ 936,416	\$ 276,280	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 619,399
EOM Cash Balance	\$ 1,424,111	\$ 2,343,523	\$ 2,574,490	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	
Change in Cash	\$ (599,433)	\$ 919,412	\$ 230,967	#####	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Monthly Net Revenue	\$ (593,297)	\$ 936,416	\$ 276,280	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Difference	\$ (6,135)	\$ (17,004)	\$ (45,313)	#####	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Tickmark Legends

PCA Amount revised to reflect "Post Closing Adjustment" entry, recorded after Finance Report generated the previous month.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL

Budget to Actual FY 2023

August 31, 2022

		YTD FY2022	YTD	YTD	YTD	FY2022	% of Annual	Variance
		Actual	Budget	\$Variance	% Variance	Budget	Budget	Explanation
Income								
	APS Allocation Payment	\$ 2,572,975	\$ 2,036,362	\$ 536,613	26%	A \$ 11,200,000	23%	
	Local/State Funding	\$ 67,610	\$ -	\$ 67,610	#DIV/0!	B \$ -	#DIV/0!	
	Grants	\$ 1,435,991	\$ 31,818	\$ 1,404,173	4413%	C \$ 175,000	821%	
	Title 2 Funding	\$ -	\$ -	\$ -	#DIV/0!	\$ -	#DIV/0!	
	Contributions & Fundraising	\$ 54,220	\$ 47,000	\$ 7,220	15%	\$ 200,000	27%	
	Program Income	\$ 75,419	\$ 112,046	\$ (36,627)	-33%	D \$ 534,000	14%	
	Nutrition Income	\$ 66,254	\$ 60,000	\$ 6,254	10%	\$ 285,000	23%	
	Other Income	\$ 21,375	\$ 1,368	\$ 20,007	1462%	\$ 5,000	427%	
	Interest & Dividend Income	\$ -	\$ -	\$ -	#DIV/0!	\$ -	#DIV/0!	
Total Income		\$ 4,293,843	\$ 2,288,594	\$ 2,005,250	88%	\$ 12,399,000	35%	
Expenditures								
	Salaries and Benefits	\$ 2,932,037	\$ 2,579,702	\$ 352,335	14%	E \$ 10,116,566	29%	
	Professional Development	\$ 46,719	\$ 54,640	\$ (7,921)	-14%	\$ 100,000	47%	
	Curriculum & Classroom Expenses	\$ 102,822	\$ 155,000	\$ (52,178)	-34%	F \$ 240,000	43%	
	Program Expenses	\$ 12,865	\$ 42,909	\$ (30,044)	-70%	G \$ 230,500	6%	
	Nutrition Program Purchases	\$ 68,541	\$ 38,503	\$ 30,038	78%	H \$ 190,000	36%	
	Building & Grounds	\$ 517,913	\$ 336,350	\$ 181,563	54%	I \$ 732,434	71%	
	Professional Services	\$ 21,014	\$ 25,500	\$ (4,486)	-18%	\$ 100,000	21%	
	Gen&Admin/Insurance/Interest Expense	\$ 149,084	\$ 87,182	\$ 61,902	71%	J \$ 424,500	35%	
	Fundraising Expenses	\$ 2,654	\$ 8,500	\$ (5,846)	-69%	\$ 26,000	10%	
	Fixed Asset Expenditures	\$ 5,521	\$ 43,862	\$ (38,341)	-87%	\$ 239,000	2%	
Total Expenditures		\$ 3,859,171	\$ 3,372,148	\$ 487,023	14%	\$ 12,399,000	31%	
	Operating Income/(Loss)	\$ 434,672	\$ (1,083,555)	\$ 1,518,227	-140%	\$ 0		
	Net Other Rev. (Exp) - CREATE	\$ 184,727				\$ (0)		
Net Revenue (Exp.)		\$ 619,399				\$ 0		

EXPLANATIONS OF BUDGET TO ACTUAL VARIANCES

A - APS Allocation - The Actual APS Allocation of \$2.57M exceeded YTD Budget by \$536K. The School noted the receipt of the first APS Allocation for FY 2023 exceeded the conservative budget amount of \$1.02 million each month by \$303K and \$233K in August & September, respectively.

B - Local & State Funding - ANCS received DOE Nutrition grant reimbursement checks from the State related to the prior year FY22 in the amount of \$40.7K and \$26.9K in July and September, respectively. The Dept. of Education Nutrition Grant was not approved for FY2023; therefore, the School did not budget any local / state funding.

C - Grants Income - The Actual Grant Income of \$1.4M is significantly more than the YTD Budget due to outstanding CARES ACT reimbursement checks in the amount of \$640K and \$745K, received in July and August, respectively. The actual anticipated budget of \$175K was established based on FY 2023 activity, of which \$50K in Facility Grant Funding was received in August 2022.

D - Program Income - The Actual Program Income of \$75K is less than the YTD Budget due to timing of collecting Aftercare and field trip fees. Many grade levels are combining all field trip expenses for parents into one payment which are anticipated to be received in October and November.

E - Salaries and Benefits Expense - The Actual Salary Expense of \$2.9 million exceeded YTD Budget by \$352K. This is due to average \$30K increase in Salaries each month since July and \$270K in stipends related to Aftercare staffing needs.

F - Curriculum & Classroom expense - The actual expense of \$103K is less than the YTD Budget. Variance related to general ledger recording of certain school related supplies reflected in G&A expenses. See explanation J below which reflects \$62K overbudget for G&A expenses compared to \$52K underbudget spend for Curriculum and Classroom expenses.

G - Program expense - The actual expense of \$12K is \$30K less than than the YTD Budget due to timing of certain field trip activities in most classrooms. See explanation D above.

H - Nutrition expense - The actual expense of \$69K is \$30K higher than than the YTD Budget, as more students and teachers are selecting school meals and increase in produce pricing.

I - Building & Grounds expense - The actual expense of \$504K exceeded YTD budget by \$168K. The increase is reflected by \$18K in Janitorial Fees, \$106K in Ground Maintenance (Front Yard Maintenance, New Fencing at the EC, Artificial Turf, and the Parking Lot), and \$34K in painting expense for the month of August. In September, ANCS expensed \$18K in janitorial fees.

J - General & Admin Expenses - The actual expense of \$149K exceeded YTD budget by \$62K relatd to increases in subscriptions (\$11K), insurance (\$20K), as well general ledger

Total investments held by ANCS
August 31, 2022

Institution	Investment	Amount
South State Bank	Operating accounts	\$ 4,918,012
Paypal	Operating accounts	\$ -
Total Cash		\$ 4,918,012
Reserved - Cash Accounts		<u>(245,816)</u> 2021 Audit Report
Total unrestricted & unreserved cash		\$ 4,672,196
Edward Jones - Money Market	Money Market	566,700
Self-Help Credit Union	CD	246,812
Self-Help Money Market CARA 80	Money Market	98,724 matures 09/2023
Total invested funds (not at ACB)		\$ 912,237
Reserved - Certificates of deposit		<u>(566,680)</u> 2021 Audit Report
Total unrestricted & unreserved investments		\$ 345,557
Grand total ANCS funds		\$ 5,830,249

NOTE: Reserved - CREATE program Fund Balance (167,411) 2021 Audit Report

NOTE: There is \$5K recorded into a new account 1119 MACAL what is this? This account was on the previous month.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL
PTCA
August 31, 2022

	-	349	5,428
	July	August	September
Beginning Balance	-	349	5,428
Revenue			
Membership Fees	234		
Other Deposit	116	5,184	
Program Income			2,254
Special Event Income			
Expenses	-		
Stipends			1,050
Contract Workers			
Yearbook	-		
Staff Appreciation			
Athletics Program			
Event Costs		105	
PTCA Grants			
Office Supplies			
Hospitality			
Fundraising Expenses			
Classroom Supplies			
Special Programs			1,829
School Store Purchases			135
Gen & Admin Exp			1,948
Ending Balance	<u>349</u>	<u>5,428</u>	<u>2,721</u>

ATLANTA NEIGHBORHOOD CHARTER SCHOOL**Salary - Detailed Components****August 31, 2022**

Acct. #	Acct. Description	July	August	September
6000	Salaries	594,874.44	610,129.66	633,621.59
6000.C	Salaries - COVID	-	-	-
6010	Contract Workers	3,300.00	1,500.00	-
6005	Bonus	-	-	-
6015	Stipends	20,388.06	91,394.47	187,962.34
6018	Wellness Remb	-	-	2,675.00
6020	Garnishment	-	-	-
6050	Payroll Taxes	49,148.90	52,015.47	61,413.12
6055	Workers Comp	2,755.00	2,755.00	9,065.00
6060	Teacher Retirement Sys	129,353.33	114,049.58	101,328.48
6065	Health Insurance Premi	92,762.69	69,258.94	78,782.52
6070	Supplemental Insuranc	1,026.00	-	-
7766	Contracted Personnel	-	-	-
7770	Leased Personnel	-	-	-
		\$ 893,608	\$ 941,103	\$ 1,074,848
	Aftercare Salary	-	-	-
	Total per Actual	\$ 911,326	\$ 945,863	\$ 1,074,848
	Difference	17,718	4,760	\$ -

Atlanta Neighborhood Charter School, Inc

Statement of Activity

July - September, 2022

	TOTAL
Revenue	
4005 APS Allocation Payment	2,572,975.28
4012 DOE Nutrition Grant	67,609.99
4015 Facilities Grant	50,528.00
4105 Gather & Grow and Sponsorships	54,220.37
4205 Program Income	69,829.72
4210 Field Trip Income	5,588.83
4225 Nutrition Program Income	66,254.01
4275 Other Income	21,094.73
7653 CREATE PD Income	-500.00
Total Revenue	\$2,907,600.93
GROSS PROFIT	
	\$2,907,600.93
Expenditures	
6000 Salaries	1,852,905.69
6010 Contract Worker	4,800.00
6015 Stipends	318,540.51
6018 Wellness Reimb	2,675.00
6020 Garnishments	0.00
6050 Payroll taxes	160,345.31
6055 Workman's Compensation Insurance	14,575.00
6060 Teachers Retirement System	339,169.92
6065 Health Insurance Premium	237,999.87
6070 Supplemental Insurance	1,026.00
Total 6000 Salaries	2,932,037.30
6100 Professional Development	
6105 Prof. Dev - Conference, Workshops, Meetings	8,945.87
6115 Prof. Development - Materials	296.04
6120 Staff Retreat	20,306.96
6125 Prof. Development - Training Expense	6,484.00
6140 Prof. Development - Consultants	10,686.25
Total 6100 Professional Development	46,719.12
6200 Curriculum & Classroom Expenses	
6205 Classroom Supplies	77,564.08
6205.C COVID-19 Supplies & Materials	2,400.00
Total 6205 Classroom Supplies	79,964.08
6206 Curriculum Materials	19,828.81
6230 Special Programs	3,028.94
Total 6200 Curriculum & Classroom Expenses	102,821.83
6290 Program Expenses	
6250 Field Trips	3,991.10
6592 Event Costs	2,052.45

Atlanta Neighborhood Charter School, Inc

Statement of Activity

July - September, 2022

	TOTAL
6950 Athletics Program Expenses	3,939.46
7047 Afterschool expenses	2,881.83
Total 6290 Program Expenses	12,864.84
6300 Building & Grounds	
6306 Rent - Mobile Unit	3,905.00
6307 Mortgage Interest	23,012.37
6335 Pest Control	6,158.40
6343 Janitorial Supplies	4,123.67
6344 Janitorial Fees	37,810.00
6344.C Janitorial Fees	13,700.00
Total 6344 Janitorial Fees	51,510.00
6346 Grounds Maintenance	221,091.81
6347 Farm Expenses	4,263.84
Total 6300 Building & Grounds	314,065.09
6310 Utilities	
6312 Internet	2,250.00
6315 Electricity	19,357.18
6320 Natural Gas	6,300.03
6325 Water/Sewer	14,835.27
6330 Sanitation	4,935.11
6342 Alarm Servicing	3,623.51
6380 Telephone	2,808.09
Total 6310 Utilities	54,109.19
6350 Repair & Maintenance	900.00
6345 Maintenance Contracts	4,211.44
6351 Repair & Maintenance - Kitchen	2,098.51
6352 Repairs & Maintenance - Elevator	994.07
6353 Repair & Maintenance - HVAC	10,052.67
6354 Repair & Maintenance - Plumbing	9,056.05
6355 Repair & Maintenance - Electrical	934.00
6358 Repair & Maintenance - Painting	74,965.00
6359 Repair & Maintenance - Supplies	13,380.94
6362 Repair & Maintenance - Van Repairs	5,055.86
6363 Repair & Maintenance - Roofing Repairs	28,090.00
Total 6350 Repair & Maintenance	149,738.54
6400 Professional Fees	11,437.00
6405 Accounting Fees	5,537.00
6410 Auditing Fees	3,000.00
6415 Legal Fees	1,040.00
Total 6400 Professional Fees	21,014.00

Atlanta Neighborhood Charter School, Inc

Statement of Activity

July - September, 2022

	TOTAL
6430 General & Administrative Expenses	
6304 Storage Unit	413.14
6382 Cell Phone	
6383 COVID-19 Cell Phone	19,175.21
Total 6382 Cell Phone	19,175.21
6390 Taxes & Licenses & Permits	855.00
6420 Insurance	
6421 Insurance - Property & Liability	22,950.71
Total 6420 Insurance	22,950.71
6435 IT Services/Website	506.00
6440 Marketing/Advertising	9,101.06
6450 Background Check/Recruiting Expense	1,136.50
6505 Office Supplies - Admin offices	6,684.09
6506 Break Room Supplies	295.28
6507 School Store Purchases	135.40
6545 Technology Supplies	248.47
6546 MARTA cards & other student services	778.24
6555 Medical Supplies	-1,047.28
6555.C Medical Supplies COVID	1,847.18
Total 6555 Medical Supplies	799.90
6601 Parking	25.60
6605 Postage & Shipping	615.75
6810 Subscriptions	19,539.33
7015 Bank Charges	526.21
7030 Payroll Processing	9,671.43
7045 Staff Appreciation	4,488.80
7046 Hospitality	1,396.19
7049 Charitable Contributions	200.00
Total 6430 General & Administrative Expenses	99,542.31
6560 Nutrition Program	
6564 Food Purchases	52,891.94
6565 Milk Purchases	2,666.91
6566 Kitchen Supplies	12,982.22
Total 6560 Nutrition Program	68,541.07
6612 Fundraising Expense	2,654.16
6715 Equipment Rental	513.32
6716 Equipment Rental - Copiers	
6717 Copier Supplies & Repairs	5,008.08
Total 6716 Equipment Rental - Copiers	5,008.08
Total 6715 Equipment Rental	5,521.40

Atlanta Neighborhood Charter School, Inc

Statement of Activity

July - September, 2022

	TOTAL
7010 Undistributed Expenses - Credit Card	49,542.06
Total Expenditures	\$3,859,170.91
NET OPERATING REVENUE	\$ -951,569.98
Other Revenue	
7650 CREATE Grant Funding	256,798.64
7652 Indirect Cost Reimbursement	20,543.90
Total Other Revenue	\$277,342.54
Other Expenditures	
7700 CREATE Expense	
7740 CREATE Office Supplies & General Expenses	1,646.84
7745 CREATE Hospitality	4,705.93
7760 CREATE Funded salaries	29,178.68
7780 CREATE Contractor Fee	25,442.50
Total 7700 CREATE Expense	60,973.95
7758 CREATE Indirect Costs	20,543.90
7767 CREATE Fringe Benefits	10,597.93
Total Other Expenditures	\$92,115.78
NET OTHER REVENUE	\$185,226.76
NET REVENUE	\$ -766,343.22

Atlanta Neighborhood Charter School, Inc

Statement of Activity

September 2022

	TOTAL
Revenue	
4005 APS Allocation Payment	1,251,825.64
4012 DOE Nutrition Grant	26,882.69
4105 Gather & Grow and Sponsorships	18,888.66
4205 Program Income	25,930.24
4210 Field Trip Income	5,518.94
4225 Nutrition Program Income	27,793.90
4275 Other Income	14,164.12
Total Revenue	\$1,371,004.19
GROSS PROFIT	\$1,371,004.19
Expenditures	
6000 Salaries	633,621.59
6015 Stipends	187,962.34
6018 Wellness Reimb	2,675.00
6020 Garnishments	0.00
6050 Payroll taxes	61,413.12
6055 Workman's Compensation Insurance	9,065.00
6060 Teachers Retirement System	101,328.48
6065 Health Insurance Premium	78,782.52
Total 6000 Salaries	1,074,848.05
6100 Professional Development	
6140 Prof. Development - Consultants	1,500.00
Total 6100 Professional Development	1,500.00
6200 Curriculum & Classroom Expenses	
6205 Classroom Supplies	-2,040.72
6230 Special Programs	1,829.00
Total 6200 Curriculum & Classroom Expenses	-211.72
6290 Program Expenses	
6250 Field Trips	1,538.00
6592 Event Costs	1,947.50
7047 Afterschool expenses	215.11
Total 6290 Program Expenses	3,700.61
6300 Building & Grounds	
6306 Rent - Mobile Unit	1,365.00
6307 Mortgage Interest	7,670.79
6335 Pest Control	6,158.40
6343 Janitorial Supplies	96.63
6344 Janitorial Fees	12,000.00
6344.C Janitorial Fees	6,850.00
Total 6344 Janitorial Fees	18,850.00

Atlanta Neighborhood Charter School, Inc

Statement of Activity

September 2022

	TOTAL
6346 Grounds Maintenance	1,700.00
6347 Farm Expenses	1,224.82
Total 6300 Building & Grounds	37,065.64
6310 Utilities	
6312 Internet	750.00
6315 Electricity	4,396.27
6320 Natural Gas	4,064.96
6325 Water/Sewer	5,556.89
6342 Alarm Servicing	283.00
6380 Telephone	937.45
Total 6310 Utilities	15,988.57
6350 Repair & Maintenance	900.00
6345 Maintenance Contracts	874.00
6351 Repair & Maintenance - Kitchen	136.00
6353 Repair & Maintenance - HVAC	4,808.72
6354 Repair & Maintenance - Plumbing	138.02
6358 Repair & Maintenance - Painting	1,470.00
6359 Repair & Maintenance - Supplies	136.98
Total 6350 Repair & Maintenance	8,463.72
6400 Professional Fees	
6410 Auditing Fees	3,000.00
Total 6400 Professional Fees	3,000.00
6430 General & Administrative Expenses	
6382 Cell Phone	
6383 COVID-19 Cell Phone	5,887.76
Total 6382 Cell Phone	5,887.76
6420 Insurance	
6421 Insurance - Property & Liability	20,860.71
Total 6420 Insurance	20,860.71
6450 Background Check/Recruiting Expense	239.50
6505 Office Supplies - Admin offices	39.12
6506 Break Room Supplies	56.00
6507 School Store Purchases	135.40
6555 Medical Supplies	
6555.C Medical Supplies COVID	39.47
Total 6555 Medical Supplies	39.47
6605 Postage & Shipping	140.01
7015 Bank Charges	237.47
7030 Payroll Processing	-716.66
7045 Staff Appreciation	189.93

Atlanta Neighborhood Charter School, Inc

Statement of Activity

September 2022

	TOTAL
7049 Charitable Contributions	200.00
Total 6430 General & Administrative Expenses	27,308.71
6560 Nutrition Program	
6564 Food Purchases	27,520.51
6565 Milk Purchases	1,331.53
6566 Kitchen Supplies	3,609.84
Total 6560 Nutrition Program	32,461.88
6612 Fundraising Expense	99.00
6715 Equipment Rental	
6716 Equipment Rental - Copiers	
6717 Copier Supplies & Repairs	4,305.13
Total 6716 Equipment Rental - Copiers	4,305.13
Total 6715 Equipment Rental	4,305.13
7010 Undistributed Expenses - Credit Card	51,890.01
Total Expenditures	\$1,260,419.60
NET OPERATING REVENUE	\$110,584.59
Other Revenue	
7650 CREATE Grant Funding	176,945.42
7652 Indirect Cost Reimbursement	14,155.64
Total Other Revenue	\$191,101.06
Other Expenditures	
7700 CREATE Expense	
7780 CREATE Contractor Fee	11,250.00
Total 7700 CREATE Expense	11,250.00
7758 CREATE Indirect Costs	14,155.64
Total Other Expenditures	\$25,405.64
NET OTHER REVENUE	\$165,695.42
NET REVENUE	\$276,280.01

Atlanta Neighborhood Charter School, Inc

Statement of Financial Position

As of September 30, 2022

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
1100 SouthState Operating	2,010,385.18
1111 SouthState Nutrition	171,727.06
1112 SouthState PTCA	71,168.97
1114 SouthState Aftercare	88,697.38
1115 SouthState Farm to School	40,805.01
1116 SouthState Annual Fund	191,705.98
1119 MACAL	5,000.00
Total Bank Accounts	\$2,579,489.58
Accounts Receivable	
1120 Grants Receivable	970,394.00
1121 CREATE Grants Receivable	585,891.99
1130 Grant Receivable - Title 1	0.00
1132 Grants Receivable-Facilities Grant	0.00
1133 Zeist Receivable Balance	0.00
1134 Grants Receivable - Dobbs	0.00
Total Accounts Receivable	\$1,556,285.99
Other Current Assets	
1054 Edward Jones Ally bank CD 2	0.00
1055 SunTrust Bank CD	0.00
1056 Self-Help Credit Union CD	246,812.43
1057 Edward Jones Money Market	566,700.05
1058 Edward Jones Ally Bank CD	0.00
1059 Edward Jones Morgan Stanley Bank CD	0.00
1060 Self Help Money Market CARA 80	98,724.40
1061 Edward Jones State Bank of India CD	-0.40
1062 Edward Jones BMO Harris Bank	0.00
1400 Prepaid Expenses	15,763.40
1900 Uncategorized Asset	-563.42
Total Other Current Assets	\$927,436.46
Total Current Assets	\$5,063,212.03
Fixed Assets	
1550 2015 EC Carpet	46,922.77
1580 Janitorial Equipment	3,471.00
1610 Building	1,136,944.00
1611 Accumulated Depreciation Buildings	-386,089.60

Atlanta Neighborhood Charter School, Inc

Statement of Financial Position

As of September 30, 2022

	TOTAL
1612 Building Closing Cost	36,289.00
1612.1 Loan Closing Costs - Refinance 2014	14,889.00
Total 1612 Building Closing Cost	51,178.00
1613 Accumulated Amortization Closing Costs	-36,289.00
1612.2 Accumulated Amortization	-14,888.96
Total 1613 Accumulated Amortization Closing Costs	-51,177.96
1614 FY2018 MC Improvements	14,035.30
1614.50 Firedoors MC	94,451.99
1615 Grounds Improvements	100,349.46
1616 2017 MC Improvements	60,008.08
1617 2016 MC Improvements	223,205.31
1618 2014 MC Improvements	118,199.00
1619 2015 MC Improvements	26,993.20
1620 Leasehold Improvements	1,068,957.20
1620.2 2022 EC Improvements	484,804.16
Total 1620 Leasehold Improvements	1,553,761.36
1621 Accumulated Depreciation Leasehold Improvements	-1,227,047.18
1622 ANCS Vehicles	33,367.09
1623 2021 MC Improvements	384,691.48
1625 Library Books	220,681.96
1626 Accumulated Depreciation Library Books	-167,480.90
1630 Furniture and Fixtures	344,318.34
1631 Accumulated Depreciation Furniture & Fixtures	-299,986.76
1633 Equipment - HVAC	452,614.28
1634 Kitchen Equipment	55,956.34
1640 Equipment	240,415.00
1641 Accumulated Depreciation Equipment	-237,137.39
1650 Computer Equipment	526,263.11
1651 Accumulated Depreciation Equipment 2	-512,830.00
1660 Software	75,544.10
1670 EC Intercom System	30,000.00
1675 MC Intercom System	69,560.94
1700 Grants to Green	488,719.69
1705 Grants to Green EC FY17	290,511.91
1800 MC Grounds / Farm Improvements	68,390.54
1801 2021 Farm MC	44,823.00
1802 Leasehold Improvement - Farm EC	30,791.74
2018 EC 2nd Mobile Unit	52,840.83
Total Fixed Assets	\$3,957,260.03
TOTAL ASSETS	\$9,020,472.06

Atlanta Neighborhood Charter School, Inc

Statement of Financial Position

As of September 30, 2022

	TOTAL
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 Accounts Payable (A/P)	42,350.69
Total Accounts Payable	\$42,350.69
Other Current Liabilities	
2100 Other Current Liabilities	0.00
2101 Accrued Payroll	1,345,818.56
2105 FIT W/H Payable	511,022.07
2110 FICA Payable	0.96
2115 Medicare Payable	547.04
2120 State W/H Payable	-0.56
2130 TRS of GA Payable	235,334.29
2210 403(b) EE Contributions Payable VALIC	-522.41
2212 403(b) EE Contributions ValuTeachers	101,861.96
2213 403 (b) EE ROTH Contr ValuTeachers	13,574.69
2215 Supplemental Ins EE Contributions Payable	-0.48
2220 TRS of GA EE Contributions Payable	203,569.81
2225 Health Ins EE Deductions Payable	44,861.27
2230 ADD	8,492.03
2231 CI1	6,897.13
2232 LTD	17,796.70
2233 STD	16,828.57
2245 MFS & DCC Payable	-39,452.80
2250 PPP Loan Payable	0.00
2252 PPP Loan Payable Current Amount	0.00
2300 Copier Lease Payments	-16,914.78
2550 ST Capital Leases	0.05
2601 Mortgage Payable (Current Portion)	894,886.65
Total Other Current Liabilities	\$3,344,600.75
Total Current Liabilities	\$3,386,951.44
Long-Term Liabilities	
2600 Mortgage Payable (Net of Current Portion)	13,026.58
2600.2 Self Help Loan B	7,806.00
Total Long-Term Liabilities	\$20,832.58
Total Liabilities	\$3,407,784.02
Equity	
3000 Opening Balance Equity	2,156,323.51
Retained Earnings	4,222,707.75

Atlanta Neighborhood Charter School, Inc

Statement of Financial Position

As of September 30, 2022

	TOTAL
Net Revenue	-766,343.22
Total Equity	\$5,612,688.04
TOTAL LIABILITIES AND EQUITY	\$9,020,472.06

Coversheet

Annual Audit Report Findings

Section: IV. Committee Reports
Item: C. Annual Audit Report Findings
Purpose: FYI
Submitted by:
Related Material: ANCS SAS 114 Letter Draft - V10.14.22 (1).pdf
ANCS Financial Report Draft - V10.14.22 (1).pdf



DATE, 2022

To the Board of Directors of
Atlanta Neighborhood Charter School, Inc.

We have audited the financial statements of Atlanta Neighborhood Charter School, Inc. for the year ended June 30, 2022, and we will issue our report thereon dated DATE, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and, if applicable, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 16, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Atlanta Neighborhood Charter School, Inc. are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2022. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

Management's estimate of the useful life of assets and estimate of the decline, if any, in the value of property and equipment. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of receivables, and the reserve for un-collectability. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the fair value of investments is based on various valuation methodologies and is the price that would be received to sell an asset or paid to transfer a liability. We evaluated the key factors and assumptions used to develop the estimated fair value of investments in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the School's proportionate share of the Teachers Retirement System of Georgia's net pension liability. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of functional allocation of expense between program and supporting services is based on a reasonable basis, such as square footage and time spent. We evaluated the key factors and assumptions used to develop the functional allocation of expenses in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated **DATE**, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of management and the board of directors of Atlanta Neighborhood Charter School, Inc. and is not intended to be, and should not be, used by anyone other than these specified parties.

**ATLANTA NEIGHBORHOOD
CHARTER SCHOOL, INC.**

FINANCIAL REPORT

JUNE 30, 2022

DRAFT



PRELIMINARY DRAFT REPORT

This is a preliminary draft of the financial statements for the year ended June 30, 2022. We do not express an opinion at this time on the statements mentioned above because they are preliminary drafts and we have not as yet completed all of the auditing procedures which we consider necessary. These preliminary drafts are for review and discussion purposes only and are, therefore, subject to change. We ask that you delete all electronic records and destroy any printed copies when you have finished with them.

Mauldin & Jenkins, LLC

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

FINANCIAL REPORT JUNE 30, 2022

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Atlanta Neighborhood Charter School, Inc.
Atlanta, Georgia**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Atlanta Neighborhood Charter School, Inc.**, a Georgia not-for-profit organization, which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Atlanta Neighborhood Charter School, Inc. as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

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 Atlanta Neighborhood Charter School, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

-
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Atlanta Neighborhood Charter School, Inc.'s internal control. Accordingly, no such opinion is expressed.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
 - Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Atlanta Neighborhood Charter School, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

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

Atlanta, Georgia
DATE, 2022

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

<u>Assets</u>	<u>2022</u>	<u>2021</u>
Current assets		
Cash	\$ 2,123,798	\$ 3,631,017
Certificates of deposit	313,639	566,680
Grants receivable	2,156,763	1,556,286
Prepaid expenses	15,763	15,763
Total current assets	<u>4,609,963</u>	<u>5,769,746</u>
Other assets		
Reserve accounts	-	245,816
Investments	499,873	-
Property and equipment, net	3,595,267	2,662,172
Total other assets	<u>4,095,140</u>	<u>2,907,988</u>
Total assets	<u>\$ 8,705,103</u>	<u>\$ 8,677,734</u>
<u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 68,555	\$ 43,301
Accrued payroll and benefits	1,474,581	1,340,551
Current portion of notes payable	60,731	894,887
Total current liabilities	<u>1,603,867</u>	<u>2,278,739</u>
Long-term liabilities		
Notes payable, net of current portion and unamortized loan costs	778,994	-
Total liabilities	<u>2,382,861</u>	<u>2,278,739</u>
Net assets		
Without donor restrictions	6,133,458	6,231,584
With donor restrictions	188,784	167,411
Total net assets	<u>6,322,242</u>	<u>6,398,995</u>
Total liabilities and net assets	<u>\$ 8,705,103</u>	<u>\$ 8,677,734</u>

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Atlanta Public School funding	\$ 11,633,488	\$ -	\$ 11,633,488
Contributions and grants	229,898	421,940	651,838
Federal grants	2,923,594	-	2,923,594
Other government grants	385,816	-	385,816
Student meal income	25,549	-	25,549
Other program income	51,114	-	51,114
Other income	291,135	-	291,135
Total public support and revenue	15,540,594	421,940	15,962,534
Net assets released from restrictions			
Satisfaction of restrictions	400,567	(400,567)	-
Total public support, revenue, and net assets released from restrictions	15,941,161	21,373	15,962,534
Expenses			
Program services			
Instructional expenses	9,179,009	-	9,179,009
Facilities expenses	1,087,384	-	1,087,384
Staff development expenses	1,579,101	-	1,579,101
After school program expenses	18,580	-	18,580
Student meal expenses	258,403	-	258,403
Other program expenses	14,021	-	14,021
Total program services	12,136,498	-	12,136,498
Supporting expenses			
Management and general	3,754,737	-	3,754,737
Fundraising expenses	148,052	-	148,052
Total expenses	16,039,287	-	16,039,287
Change in net assets	(98,126)	21,373	(76,753)
Net assets, beginning of year	6,231,584	167,411	6,398,995
Net assets, end of year	\$ 6,133,458	\$ 188,784	\$ 6,322,242

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	2021		
	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Atlanta Public School funding	\$ 11,263,133	\$ -	\$ 11,263,133
Contributions and grants	111,113	539,571	650,684
Federal grants	2,062,595	-	2,062,595
Other government grants	127,635	-	127,635
Student meal income	25,304	-	25,304
Other program income	54,541	-	54,541
Other income	2,017,150	-	2,017,150
	<hr/>	<hr/>	<hr/>
Total public support and revenue	15,661,471	539,571	16,201,042
Net assets released from restrictions			
Satisfaction of restrictions	542,934	(542,934)	-
	<hr/>	<hr/>	<hr/>
Total public support, revenue, and net assets released from restrictions	<hr/> 16,204,405	<hr/> (3,363)	<hr/> 16,201,042
Expenses			
Program services			
Instructional expenses	6,013,418	-	6,013,418
Facilities expenses	718,296	-	718,296
Staff development expenses	2,742,081	-	2,742,081
After school program expenses	28,276	-	28,276
Student meal expenses	896,334	-	896,334
Other program expenses	892	-	892
Total program services	<hr/> 10,399,297	<hr/> -	<hr/> 10,399,297
Supporting expenses			
Management and general	3,179,927	-	3,179,927
Fundraising expenses	94,277	-	94,277
	<hr/>	<hr/>	<hr/>
Total expenses	<hr/> 13,673,501	<hr/> -	<hr/> 13,673,501
Change in net assets	2,530,904	(3,363)	2,527,541
Net assets, beginning of year	<hr/> 3,700,680	<hr/> 170,774	<hr/> 3,871,454
Net assets, end of year	<hr/> \$ 6,231,584	<hr/> \$ 167,411	<hr/> \$ 6,398,995

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (76,753)	\$ 2,527,541
Adjustments to reconcile change in net assets to net cash (used in) operating activities:		
Depreciation	261,726	259,288
Amortization	1,052	2,127
Forgiveness of PPP note payable	-	(1,850,000)
Unrealized and realized losses on investments, net	127	-
Loss on sale of property and equipment	38,807	-
(Increase) in prepaid expenses	-	(250)
(Increase) in grants and contributions receivable	(600,477)	(1,556,286)
Increase (decrease) in accounts payable and accrued expenses	25,254	(273)
Increase in accrued payroll and benefits	134,030	137,182
Net cash (used in) operating activities	(216,234)	(480,671)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of certificates of deposits	253,041	-
Purchase of investments	(500,000)	(1,637)
Purchase of property and equipment	(1,233,628)	(143,436)
Net cash used in investing activities	(1,480,587)	(145,073)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on note payable	(57,714)	(30,942)
Proceeds from note payable	885,760	-
Retirement of debt	(871,633)	-
Net cash (used in) provided by financing activities	(43,587)	(30,942)
Net (decrease) increase in cash and cash equivalents	(1,740,408)	(656,686)
Cash and cash equivalents at beginning of year	3,876,833	4,533,519
Cash and cash equivalents at end of year	\$ 2,136,425	\$ 3,876,833
Operating	\$ 2,123,798	\$ 3,631,017
Reserve accounts	0	245,816
Cash and cash equivalents at end of year	\$ 2,123,798	\$ 3,876,833
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid during the year	\$ 60,486	\$ 62,730
SUPPLEMENTAL DISCLOSURE OF NONCASH FINANCING ACTIVITIES		
Forgiveness of PPP note payable	\$ -	\$ 1,850,000

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. ORGANIZATION

Neighborhood Charter School, Inc. (NCS), a Georgia not-for-profit organization, was formed on November 20, 1998 to operate a charter elementary school in Grant Park to serve Grant Park, Ormewood Park, and other in-town areas of Atlanta, Georgia. Southeast Atlanta Charter Middle School, Inc. (ACMS), a Georgia not-for-profit corporation, was formed on June 20, 2003 to operate a charter middle school in Ormewood Park to serve Grant Park, Ormewood Park, and other in-town areas of Atlanta, Georgia.

Effective May 19, 2011, the two schools merged and became Atlanta Neighborhood Charter School, Inc. (the "School"). The School was granted a charter by the Board of Education of the City of Atlanta for a five year term ending on June 30, 2016. The charter was renewed for two additional five-year term beginning on July 1, 2016 and expiring on June 30, 2026. The Charter permits the School to operate as a Charter School under the Atlanta Public School system, provided the School operates within the guidelines of the Charter and all applicable state and federal laws. Under the terms of the Charter, the School receives an allocation from the Atlanta Public Schools (APS) which is based on enrollment. The School's support comes primarily from state and local funding through the Atlanta Public Schools and from grants and contributions.

The mission of the School is to provide a learning environment for all students that demands high educational standards and high levels of parent/guardian involvement and responsibility.

Combined enrollment for the two campuses for the years ended June 30, 2022 and 2021 was 632 students.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The School prepares its financial statements in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ACS) 958-205, *Not-For-Profit Entities*. Under FASB ACS 958, the School reports information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions.

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor-imposed restrictions which are used to account for resources available to carry out the purposes of the School in accordance with the limitations of its bylaws. Board designated net assets are without donor restrictions but are designated by the Board to be spent for specific purposes. At both June 30, 2022 and 2021, the Organization had no board designated net assets.

Net Assets With Donor Restrictions – Net assets subject to donor-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. Restricted funds received and spent in the same fiscal year with no remaining restricted balance are classified as without donor restriction on the statement of activities.

Contributions

Contributions are recognized when the donor makes a promise to give to the School that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets with donor restriction depending on the nature of the restrictions. When a restriction expires, net assets with donor restriction are reclassified to net assets without donor restriction.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Services

Many individuals volunteer their time and perform a variety of tasks that assist in the School's activities. The School receives numerous volunteer hours each year that are not valued in the financial statements.

Cash

For the purpose of reporting cash flows, the School considers all demand notes and short-term investments with maturities of 90 days or less to be cash equivalents. At times, the School's cash balances exceed the federally insured limit.

Loan Closing Costs

Loan closing costs are amortized to interest expense on a straight-line basis over the life of the loan which approximates the effective interest method.

Fair Values of Financial Instruments

At June 30, 2022 and 2021, the carrying value of financial instruments such as cash, receivables, accounts payable, and borrowings under notes payable approximated their fair values.

Property and Equipment

The School capitalizes all expenditures for property and equipment in excess of \$5,000. Property and equipment are recorded at cost or fair value, if donated. Leasehold improvements are amortized over the life of the lease. Other property and equipment are depreciated using straight-line methods over their estimated useful lives as follows:

Building and building improvements	40 years
Computer equipment and software	5 years
Library books	7 years
Other equipment, furniture and fixtures	7 years

Tax Status

The School is exempt from income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code and is classified as an organization which is not a private foundation under Section 509(a) of the U.S. Internal Revenue Code. The School qualifies for the charitable contribution deduction. Management does not believe there are any uncertain tax positions as defined by FASB ASC 740, *Income Taxes*.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain indirect costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include salaries and benefits which are allocated on the basis of estimates of time and effort.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3. LIQUIDITY AND AVAILABILITY

The School manages its liquidity by developing annual budgets that provide sufficient funds for general expenditures in meeting its liabilities and other obligations as they become due. Cash needs of the School are expected to be met on a monthly basis from contributions received without donor restriction, Atlanta Public School Funding, grant revenue, and other sources for general expenditures. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position as of June 30, 2022 and 2021, comprise of the following:

	<u>2022</u>	<u>2021</u>
Financial assets at year-end:		
Cash and certificates of deposits	\$ 2,248,653	\$ 4,030,286
Grants receivable	2,156,763	1,556,286
Total financial assets without donor or other restrictions available for general use within one year	<u>\$ 4,405,416</u>	<u>\$ 5,586,572</u>

NOTE 4. PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2022 and 2021 is composed of the following:

	<u>2022</u>	<u>2021</u>
Buildings and building improvements	\$ 2,022,297	\$ 2,022,297
Leasehold improvements	2,713,342	1,704,822
Computer equipment and software	699,830	669,766
Library books	-	206,288
Other equipment	787,219	592,176
Furniture and fixtures	297,396	297,396
Less accumulated depreciation	<u>(2,923,517)</u>	<u>(2,830,573)</u>
Net property and equipment	<u>\$ 3,596,567</u>	<u>\$ 2,662,172</u>

Depreciation expense amounted to \$261,726 and \$259,288 for the years ended June 30, 2022 and 2021, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. NOTES PAYABLE

In June 2014, the School refinanced the existing debt with an \$1,165,000 loan bearing a 5.11% fixed interest rate. On the fifth anniversary of the closing date, the interest rate will be adjusted to the greater of 4.5% or the mid-market semi-annual swap rate for USD swap transactions with a 2 year maturity plus 3.35%. The note requires monthly principal and interest installments based on a 20 year amortization with a final payment of all unpaid principal and interest due on its July 2021 maturity date. The loan is subject to a prepayment premium. Effective July 1, 2021, the school extended the maturity date to December 31, 2021.

In November 2021, the School refinanced the existing debt with an \$855,760 loan bearing a 3.75% fixed interest rate. The note requires monthly principal and interest installments based on a 7 year amortization with a final balloon payment of all unpaid principal and interest due on its November 2028 maturity date. The outstanding balance at June 30, 2022 and 2021 was \$851,300 and \$894,887, respectively.

The loan is secured by the building and improvements and requires minimum fixed charge coverage ratio as described in the loan documents. At June 30, 2022 and 2021, the School was in compliance with these covenants.

Future maturities of the note payable are as follows:

Year ending June 30:		
2023	\$	60,731
2024		63,002
2025		65,518
2026		68,053
2027		70,868
Thereafter		523,310
	<u>\$</u>	<u>851,300</u>

The net unamortized amount of debt issuance cost as of June 30, 2022 and 2021 amounted to \$11,575 and \$-, respectively. The unamortized loan costs as of June 30, 2022 and 2021 includes \$12,627 and \$14,889, respectively and accumulated amortization as of June 30, 2022 and 2021 \$1,052 and \$14,889, respectively. Amortization expense amounted to \$1,052 and \$2,127 the years ending June 30, 2022 and 2021, respectively.

Notes payable as of June 30, 2022 and 2021 is composed of the following:

	<u>2022</u>	<u>2021</u>
Note payable	\$ 851,300	\$ 894,887
Less unamortized loan cost	<u>(11,575)</u>	-
Note payable, net of unamortized loan cost	839,725	894,887
Less current portion	<u>(60,731)</u>	(894,887)
	<u>\$ 788,994</u>	<u>\$ -</u>

Total interest expense on all debt for the years ended June 30, 2022 and 2021 amounted to \$60,486 and \$76,642, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. COMMITMENTS AND CONTINGENCIES**Operating Lease - Facility**

The School (elementary campus) leases its building from the Atlanta Public Schools. The lease extends through June 30, 2026 unless the School loses its charter or Atlanta Public Schools needs the property in which case the lease requires sixty days' notice to be given. The School is not responsible for payment of any rent; however, the School is responsible for maintaining and repairing the property.

Operating Lease - Other

The School leases a modular building unit and various office equipment under non-cancelable operating leases. Rent expense for the years ended June 30, 2022 and 2021 amounted to \$37,174 and \$34,661, respectively.

NOTE 7. RESTRICTIONS ON NET ASSETS

Net assets with donor restriction at June 30, 2022 and 2021 are available as follows and are included in contributions receivable and cash:

	<u>2022</u>	<u>2021</u>
CREATE Teacher Residency program	<u>\$ 188,784</u>	<u>\$ 167,411</u>
	<u>\$ 188,784</u>	<u>\$ 167,411</u>

NOTE 8. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during the years ended June 30, 2022 and 2021 by incurring expenses or acquiring capital assets satisfying the restricted purposes specified by donors as follows:

	<u>2022</u>	<u>2021</u>
CREATE Teacher Residency program	<u>\$ 400,567</u>	<u>\$ 542,934</u>
	<u>\$ 400,567</u>	<u>\$ 542,934</u>

NOTE 9. RETIREMENT PLAN

The School participates in the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple employer defined benefit plan (the "Plan"), is administered by the TRS Board of Trustees. Participation is available to all full-time public school employees as defined by the Plan. Participant employees contributed 6% of their annual salary for the years ended June 30, 2022 and 2021. The School contributed 19.81% and 19.06% of each participant's annual salary for the years ended June 30, 2022 and 2021, respectively. School contributions totaled \$1,323,825 and \$1,197,503 for the years ended June 30, 2022 and 2021, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. FUNCTIONAL EXPENSES

Expenses for the year ended June 30, 2022 were as follows:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salary and benefits	\$ 8,055,330	\$ 2,706,777	\$ 65,000	\$ 10,827,107
Pension	1,323,825	-	-	1,323,825
Payroll taxes	637,374	-	-	637,374
Professional fees	4,864	100,339	-	105,203
Advertising	-	-	7,058	7,058
Office	143,525	66,018	-	209,543
Technology	23,731	257,188	-	280,919
Occupancy	955,814	85,855	-	1,041,669
Travel	36,898	1,438	-	38,336
Conferences, conventions, meetings	4,227	-	-	4,227
Insurance	-	86,660	-	86,660
Professional development	74,424	-	-	74,424
Classroom expenses	287,334	-	-	287,334
Nutrition program expenses	311,386	-	-	311,386
Other	277,766	188,736	75,994	542,496
Depreciation	-	261,726	-	261,726
	<u>\$ 12,136,498</u>	<u>\$ 3,754,737</u>	<u>\$ 148,052</u>	<u>\$ 16,039,287</u>

Expenses for the year ended June 30, 2021 were as follows:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salary and benefits	\$ 7,466,982	\$ 2,510,661	\$ 65,000	\$ 10,042,643
Pension	1,197,503	-	-	1,197,503
Payroll taxes	489,975	-	-	489,975
Professional fees	585	127,314	-	127,899
Advertising	-	-	180	180
Office	151,407	23,196	-	174,603
Technology	64,813	5,512	-	70,325
Occupancy	544,860	64,780	-	609,640
Travel	9,356	7,587	-	16,943
Insurance	-	71,701	-	71,701
Professional development	36,132	-	-	36,132
Classroom expenses	306,979	-	-	306,979
Nutrition program expenses	114,090	-	-	114,090
Other	16,615	109,888	29,097	155,600
Depreciation	-	259,288	-	259,288
	<u>\$ 10,399,297</u>	<u>\$ 3,179,927</u>	<u>\$ 94,277</u>	<u>\$ 13,673,501</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 11. SUBSEQUENT EVENTS

The School has evaluated all other subsequent events, through **DATE**, 2022, the date the financial statements were available to be issued.

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SINGLE AUDIT SECTION

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ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

<u>Pass-Through Grantor/Program Title</u>	<u>Grant Award #</u>	<u>Assistance Listing Number</u>	<u>Expenditures</u>
U.S. Department of Education			
COVID-19: Education Stabilization Fund - Elementary and Secondary School Emergency Relief	ESSER II (CRRSA)	84.425D	\$ 243,310
COVID-19: Education Stabilization Fund - Elementary and Secondary School Emergency Relief	ESSER III (ARP)	84.425D	<u>780,473</u>
Total 84.425D			\$ 1,023,783
Passed Through Georgia State University:			
Collaboration and Reflection to Enhance Atlanta Teacher Effectiveness in Mathematics and Science	SP00013145-01	84.411C	<u>1,310,514</u>
TOTAL FEDERAL AWARDS			<u><u>\$ 2,334,297</u></u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards.

**ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of Atlanta Neighborhood Charter School, Inc. under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Because the Schedule presents only a selected portion of the operations of Atlanta Neighborhood Charter School, Inc., it is not intended and does not represent the financial position, changes in net assets, or cash flows of Atlanta Neighborhood Charter School, Inc.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3. INDIRECT COST RATE

Atlanta Neighborhood Charter School, Inc. has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

**To the Board of Directors
Atlanta Neighborhood Charter School, Inc.
Atlanta, Georgia**

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

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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

Atlanta, Georgia
DATE, 2022

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors
Atlanta Neighborhood Charter School, Inc.
Atlanta, Georgia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Atlanta Neighborhood Charter School, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2022. Atlanta Neighborhood Charter School, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Atlanta Neighborhood Charter School, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Atlanta Neighborhood Charter School, Inc. and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Atlanta, Georgia
DATE, 2022

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

SECTION I - SUMMARY OF AUDITOR’S RESULTS:

Financial statements:

Type of auditors' report issued	<u>Unmodified</u>	
	<u>Yes</u>	<u>No</u>
Internal control over financial reporting:		
Material weaknesses identified?	_____	<u>X</u>
Significant deficiencies identified not considered to be material weaknesses?	_____	<u>None reported</u>
Noncompliance material to the financial statements noted?	_____	<u>X</u>

Federal Awards:

Internal controls over major programs:		
Material weaknesses identified?	_____	<u>X</u>
Significant deficiencies identified not considered to be material weaknesses?	_____	<u>None reported</u>
Type of auditors' report issued on compliance for major programs	<u>Unmodified</u>	
Audit findings required to be reported in accordance with the Uniform Guidance	<u>None</u>	

Identification of major programs:

Collaboration and Reflection to Enhance Atlanta Teacher Effectiveness in Mathematics and Science	84.411C	
COVID-19: Education Stabilization Fund - Elementary and Secondary School Emergency Relief	84.425D	
Dollar threshold used to distinguish between type A and type B programs	\$ 750,000	
	<u>Yes</u>	<u>No</u>
Auditee qualified as low-risk auditee?	_____	<u>X</u>
Financial statement findings?	_____	<u>X</u>
Findings and questioned costs for Federal awards?	_____	<u>X</u>

**ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None reported.

DRAFT

**ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None reported.

DRAFT

Coversheet

Governance Committee Monthly Report

Section: IV. Committee Reports
Item: D. Governance Committee Monthly Report
Purpose: FYI
Submitted by:
Related Material: Board Governance Committee Report –October 20, 2022.pdf



Board Governance Committee Report – October 20, 2022

Prepared by Ruth Link-Gelles (Board Governance Committee Chair)

Committee Schedule:

- The next Board Governance Committee Meeting for SY23 will be held on November 9 at 6:30pm.

Nominations Task Force:

- Angela Christie will again lead the Nominations Task Force and other members of the Task Force have been selected.
- Angela Christie will give monthly updates to the Board on progress of the Task Force.

Executive Director Mid-Year Evaluation

- The evaluation questions will be distributed via Survey Monkey on November 28, 2022. Please check your emails for the link and complete it by December 9, 2022.

Policy review

- The policy review project is ongoing. The Governance Committee will begin review of Section 4 at the November committee meeting.

End of report.

Coversheet

Fund Development Committee Monthly Report

Section: IV. Committee Reports
Item: E. Fund Development Committee Monthly Report
Purpose: FYI
Submitted by:
Related Material: Fund_Development_Committee_Report_Octoberr 2022.pdf
Fund_Development_Financial Report_September_2022.pdf



Fund Development Committee Report | October 5, 2022

Prepared by Barrett Coker Krise (Fund Development Committee Chair)

2022-2023 Gather & Grow Fund:

- YTD Total (as of 9/30): \$33,104.58
- Goal: \$140,000
- Board Participation: 58%

Sponsorship

- Total Pledges: \$43,500

Gather & Grow Campaign

- Donations to Gather & Grow to be strong and we continue to pace ahead of goal
- Sponsorships for the 2022-2023 FY are coming in, we currently have 17 sponsors so far for a total of \$43,500 committed.

Other Updates

- Shannon Rutledge and Rebecca Fuller have volunteered to be co-chairs for the 2023 Wonderball event. They will be kicking off the planning with the committee soon.

End of report.

Fund Development Committee Monthly Financial Report - September 2022

**Financials from Bloomerang may not match QuickBooks due to processing delay*

***30% of sponsorship income is allocated to the PTCA*

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Cumulative
INDIVIDUAL GIVING													
22-23 Goals	\$10,000.00	\$7,000.00	\$5,000.00	\$7,000.00	\$45,000.00	\$30,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$10,000.00	\$10,000.00	\$140,000.00
22-23 Actuals*	\$10,867.28	\$16,693.00	\$5,544.30										\$33,104.58
Variance	\$867.28	\$9,693.00	\$544.30	\$7,000.00	\$45,000.00	\$30,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$4,000.00	\$10,000.00	\$10,000.00	\$106,895.42
SPONSORSHIP**													
	\$0.00	\$7,528.73	\$13,323.65										\$20,852.38
TOTAL REVENUE	\$10,867.28	\$24,221.73	\$18,867.95	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$53,956.96

<i>Recurring</i>													
<i>Donations/Pledges</i>	\$1,604.20	\$2,356.96	\$1,845.41	\$1,845.41	\$1,845.41	\$1,845.41	\$1,845.41	\$1,845.41	\$1,845.41	\$1,845.41	\$2,099.09	\$3,845.41	\$24,668.94

HISTORICAL GIVING													
21-22	\$3,972.01	\$8,764.49	\$6,247.88	\$30,009.00	\$33,514.76	\$23,343.88	\$5,247.15	\$6,887.58	\$4,099.54	\$5,392.00	\$10,832.45	\$10,453.00	\$148,763.74
20-21	\$3,496.52	\$2,552.42	\$2,469.48	\$7,142.44	\$7,674.91	\$36,722.68	\$4,073.17	\$8,259.88	\$24,137.88	\$6,867.90	\$11,226.49	\$11,369.74	\$125,993.51
19-20	\$2,342.15	\$4,471.12	\$4,117.36	\$20,059.86	\$9,784.23	\$35,619.88	\$4,227.01	\$4,610.71	\$12,266.42	\$8,131.94	\$9,433.23	\$4,066.79	\$119,130.70
18-19	\$2,939.00	\$2,677.80	\$2,375.98	\$18,728.84	\$33,429.90	\$20,669.81	\$4,255.27	\$8,719.02	\$6,753.07	\$15,614.18	\$11,720.37	\$12,658.17	\$140,541.41
17-18	\$3,689.36	\$3,635.65	\$2,850.50	\$23,585.50	\$28,874.49	\$20,778.70	\$3,214.50	\$3,691.50	\$2,298.50	\$5,513.14	\$29,673.67	\$5,738.56	\$133,544.07

GIVING BY DONOR TYPE (HOUSEHOLDS)			
	<u># of donors</u>	<u>Total amount</u>	<u>Participation Rate</u>
Parent/Guardian	265	\$31,414.95	60%
Grandparent/Special Friend	4	\$2,407.37	0%
Board Member	7	\$599.13	58%
Faculty/Staff	11	\$1,406.68	10%
Alumni Parent	0	\$0.00	0%

FY23 FUND DEVELOPMENT BUDGET			
Annual Campaign	\$140,000	Software	\$3,000
Wonderball	\$30,000	Marketing/Direct Mail	\$6,000
Sponsorships	\$30,000	Wonderball	\$10,000
		Other Events	\$7,000
TOTAL INCOME	\$200,000	TOTAL EXPENSES	\$26,000