



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

Atlanta Neighborhood Charter School

Finance and Operations Committee Meeting

Date and Time

Monday October 21, 2024 at 12:00 PM EDT

Location

Elementary Campus - Meeting Trailer
688 Grant Street
Atlanta, GA 30315

Attendees may join in-person or via [Zoom](#).

In accordance with Georgia's open meetings requirements, notice of this meeting has been posted at both campuses and on the ANCS website.

Agenda

	Purpose	Presenter	Time
I. Opening Items			12:00 PM
Opening Items			
A. Record Attendance and Guests		Oriol Miroso	1 m
B. Call the Meeting to Order		Oriol Miroso	1 m
C. Approve Previous Month's Committee Meeting Minutes	Approve Minutes	Oriol Miroso	2 m
Approve minutes for Finance and Operations Committee Meeting on September 16, 2024			

	Purpose	Presenter	Time
II. Business & Operations Update			12:04 PM
Business & Operations			
A. Annual Financial Audit Draft Review	Discuss	Chiquetta West	20 m
Presented by Aleisa Howell, Mauldin & Jenkins Partner			
B. Financial Performance Update	Discuss	Chiquetta West	15 m
C. Aftercare and Nutrition Delinquency Report	Discuss	Chiquetta West	5 m
D. Facilities and Grounds	Discuss	Alastair Pullen	5 m
E. Lease for 423 Georgia Avenue	Vote		10 m
III. Closing Items			12:59 PM
A. Adjourn Meeting	Vote	Oriol Miroso	1 m

Coversheet

Approve Previous Month's Committee Meeting Minutes

Section: I. Opening Items
Item: C. Approve Previous Month's Committee Meeting Minutes
Purpose: Approve Minutes
Submitted by:
Related Material:
Minutes for Finance and Operations Committee Meeting on September 16, 2024

APPROVED



ATLANTA NEIGHBORHOOD CHARTER SCHOOL

helping students learn to use their minds well

Atlanta Neighborhood Charter School

Minutes

Finance and Operations Committee Meeting

Date and Time

Mon Sep 16, 2024 at 12:00 PM

Location

Elementary Campus - Meeting Trailer

688 Grant Street

Atlanta, GA 30315

Attendees may join in-person or via [Zoom](#).

In accordance with Georgia's open meetings requirements, notice of this meeting has been posted at both campuses and on the ANCS website.

Committee Members Present

Chiquetta West (remote), Jonna Martin (remote), Noah Young (remote), Oriol Miroso (remote)

Committee Members Absent

Drew Waddell, Nikia Showers, Shannon Rutledge

Guests Present

Alastair Pullen

I. Opening Items

A. Record Attendance and Guests

B.

Call the Meeting to Order

Oriol Miroso called a meeting of the Finance & Operations Committee of Atlanta Neighborhood Charter School to order on Monday Sep 16, 2024 at 12:04 PM.

C. Approve Previous Month's Committee Meeting Minutes

Noah Young made a motion to approve the minutes from Finance & Operations Committee Meeting on 06-04-24.

Jonna Martin seconded the motion.

The committee **VOTED** unanimously to approve the motion.

II. Committee Operations

A. Committee Operations Refresher

Oriol Miroso walked the Committee through a slide deck detailing the composition of the Committee, how the Committee makes decisions and takes action, the contents of a typical meeting, and the main items in the Committee's calendar for FY25.

III. Business & Operations Update

A. Charter Financial Performance Standards

Oriol Miroso showed the Committee the five financial performance standards established in the Charter, as well as the current values for those standards.

B. Financial Performance Update

Chiquetta West reported the FY 25 financial statements through August 31, 2024.

C. Aftercare and Nutrition Delinquency Report

Chiquetta West showed the Committee the aftercare and nutrition delinquency report, showing the delinquent amounts in both the EC and MC.

D. Facilities and Grounds

Alastair Pullen shared the list of capital improvements planned for FY 25.

E. Seeking Committee Approval for AC Expense

Jonna Martin made a motion to approve the expense for replacing 11 AC units in the EC. Noah Young seconded the motion.

The committee **VOTED** unanimously to approve the motion.

IV. 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 12:46 PM.

Respectfully Submitted,
Oriol Miroso

Coversheet

Annual Financial Audit Draft Review

Section: II. Business & Operations Update
Item: A. Annual Financial Audit Draft Review
Purpose: Discuss
Submitted by:
Related Material: ANCS Financial Report Draft - V10.18.24.pdf
ANCS SAS 114 Letter Draft - V10.9.24.pdf

**ATLANTA NEIGHBORHOOD
CHARTER SCHOOL, INC.**

FINANCIAL REPORT

JUNE 30, 2024

DRAFT

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

FINANCIAL REPORT JUNE 30, 2024

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INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the accompanying financial statements of Atlanta Neighborhood Charter School, Inc. (the "School"), a Georgia not-for-profit organization, which comprise the statements of financial position as of June 30, 2024 and 2023, 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, 2024 and 2023, 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. 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 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, 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary statement of net position, statement of activities, balance sheet - governmental fund, statement of revenues, expenditures, and changes in fund balances - governmental fund and related reconciliations and selected notes are presented in accordance with Government Accounting Standards Board pronouncements as required by Atlanta Public Schools and the Georgia Department of Education and is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Atlanta, Georgia

DATE, 2024

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023**

<u>Assets</u>	<u>2024</u>	<u>2023</u>
Current assets		
Cash	\$ 4,491,591	\$ 3,241,363
Certificates of deposit	-	245,846
Grants receivable	-	256,790
Prepaid expenses	51,783	4,455
Total current assets	<u>4,543,374</u>	<u>3,748,454</u>
Other assets		
Investments	1,017,178	591,619
Agency funds	28,818	46,493
Property and equipment, net	3,604,668	3,660,065
Right of use assets	88,959	100,546
Total other assets	<u>4,739,623</u>	<u>4,398,723</u>
Total assets	<u>\$ 9,282,997</u>	<u>\$ 8,147,177</u>
<u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 74,591	\$ 296,915
Accrued payroll and benefits	1,517,192	1,293,993
Agency funds	28,818	46,493
Current portion of notes payable	65,518	63,002
Current portion of operating lease liabilities	25,311	22,998
Total current liabilities	<u>1,711,430</u>	<u>1,723,401</u>
Long-term liabilities		
Notes payable, net of current portion and unamortized loan costs	654,082	717,795
Operating lease liability, net of current portion	63,648	77,548
Total current liabilities	<u>717,730</u>	<u>795,343</u>
Total liabilities	<u>2,429,160</u>	<u>2,518,744</u>
Net assets		
Without donor restrictions	6,853,837	5,550,646
With donor restrictions	-	77,787
Total net assets	<u>6,853,837</u>	<u>5,628,433</u>
Total liabilities and net assets	<u>\$ 9,282,997</u>	<u>\$ 8,147,177</u>

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Atlanta Public School funding	\$ 14,936,940	\$ -	\$ 14,936,940
Contributions and grants	182,171	-	182,171
Federal grants	347,185	-	347,185
Other government grants	820,932	-	820,932
Student meal income	281,842	-	281,842
Other program income	499,882	-	499,882
Other income	180,831	-	180,831
	<u>17,249,783</u>	-	<u>17,249,783</u>
Net assets released from restrictions			
Satisfaction of restrictions	77,787	(77,787)	-
	<u>17,327,570</u>	<u>(77,787)</u>	<u>17,249,783</u>
Expenses			
Program services			
Instructional expenses	10,752,671	-	10,752,671
Facilities expenses	931,805	-	931,805
Staff development expenses	208,520	-	208,520
After school program expenses	14,829	-	14,829
Student meal expenses	265,126	-	265,126
Other program expenses	43,254	-	43,254
Total program services	<u>12,216,205</u>	-	<u>12,216,205</u>
Supporting expenses			
Management and general	3,583,984	-	3,583,984
Fundraising expenses	224,190	-	224,190
	<u>16,024,379</u>	-	<u>16,024,379</u>
Change in net assets	1,303,191	(77,787)	1,225,404
Net assets, beginning of year	5,550,646	77,787	5,628,433
Net assets, end of year	\$ 6,853,837	\$ -	\$ 6,853,837

See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Public support and revenue			
Atlanta Public School funding	\$ 13,295,150	\$ -	\$ 13,295,150
Contributions and grants	221,069	-	221,069
Federal grants	656,154	-	656,154
Other government grants	198,018	-	198,018
Student meal income	268,299	-	268,299
Other program income	473,462	-	473,462
Other income	94,694	-	94,694
	<hr/>	<hr/>	<hr/>
Total public support and revenue	15,206,846	-	15,206,846
Net assets released from restrictions			
Satisfaction of restrictions	110,997	(110,997)	-
	<hr/>	<hr/>	<hr/>
Total public support, revenue, and net assets released from restrictions	15,317,843	(110,997)	15,206,846
Expenses			
Program services			
Instructional expenses	10,058,340	-	10,058,340
Facilities expenses	1,356,416	-	1,356,416
Staff development expenses	393,697	-	393,697
After school program expenses	20,610	-	20,610
Student meal expenses	264,210	-	264,210
Other program expenses	29,860	-	29,860
Total program services	12,123,133	-	12,123,133
Supporting expenses			
Management and general	3,548,817	-	3,548,817
Fundraising expenses	228,705	-	228,705
	<hr/>	<hr/>	<hr/>
Total expenses	15,900,655	-	15,900,655
Change in net assets	(582,812)	(110,997)	(693,809)
Net assets, beginning of year	6,133,458	188,784	6,322,242
	<hr/>	<hr/>	<hr/>
Net assets, end of year	\$ 5,550,646	\$ 77,787	\$ 5,628,433
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See Notes to Financial Statements.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,225,404	\$ (693,809)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	374,219	332,743
Amortization	1,804	1,804
Unrealized and realized (gains) on investments, net	(425,559)	(24,919)
Decrease in prepaid expenses	(47,328)	11,308
Decrease in grants and contributions receivable	256,790	1,899,973
Decrease (increase) in right of use assets	11,587	(100,546)
(Decrease) increase in accounts payable and accrued expenses	(222,324)	228,360
Increase (decrease) in accrued payroll and benefits	223,199	(180,588)
(Decrease) increase operating lease liabilities	(11,587)	100,546
Net cash provided by operating activities	<u>1,386,205</u>	<u>1,574,872</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of certificates of deposits	245,846	-
Purchase of property and equipment	(318,822)	(397,541)
Net cash used in investing activities	<u>(72,976)</u>	<u>(397,541)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on note payable	(63,001)	(60,732)
Net cash used in financing activities	<u>(63,001)</u>	<u>(60,732)</u>
Net increase in cash and cash equivalents	1,250,228	1,116,599
Cash and cash equivalents at beginning of year	<u>3,241,363</u>	<u>2,124,764</u>
Cash and cash equivalents at end of year	<u>\$ 4,491,591</u>	<u>\$ 3,241,363</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid during the year	<u>\$ 29,048</u>	<u>\$ 31,319</u>

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, 2024 and 2023 was approximately 630 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. The Board designated net assets are without donor restrictions, but are designated by the Board to be spent for specific purposes. At both June 30, 2024 and 2023, the School 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

Cash and cash equivalents - The carrying amount approximates fair value because of the short-term maturity of these investments.

Investments - Investments are carried at fair value based on quoted market prices for those or similar investments, third-party pricing service for identical or similar investments, or from other valuation methodologies including option pricing models, discontinued cash flows, and similar techniques.

Note receivable, other receivables and payables - The carrying amount approximates fair value because of the short-term maturity of these instruments.

The School follow FASB's fair value measurements and disclosure guidance, which provides a framework for measuring fair value under generally accepted accounting principles. This guidance applies to all financial instruments that are being measured and reported on a fair value basis.

As defined in the FASB-issued guidance, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the School uses various methods including market, income, and cost approaches.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Values of Financial Instruments (Continued)

Based on these approaches, the School often utilizes certain assumptions that market participants would use in pricing the assets or liability, including assumptions about risk and/or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The School utilize valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques, the School is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1 – Valuations for assets and liabilities traded in active markets, such as the New York Stock Exchange. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 – Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third-party pricing services for identical or similar assets or liabilities.

Level 3 – Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer, or broker-traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets and liabilities.

If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of these instruments.

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

At June 30, 2024 and 2023, the carrying value of financial instruments such as cash, receivables, accounts payable, and borrowings under notes payable approximated their fair values.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

NOTES TO FINANCIAL STATEMENTS

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, 2024 and 2023, comprise of the following:

	2024	2023
Financial assets at year-end:		
Cash and certificates of deposits	\$ 4,413,804	\$ 3,409,422
Grants receivable	-	256,790
Total financial assets without donor or other restrictions available for general use within one year	\$ 4,413,804	\$ 3,666,212

NOTE 4. PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2024 and 2023 is composed of the following:

	2024	2023
Buildings and building improvements	\$ 2,022,297	\$ 2,022,297
Leasehold improvements	3,241,272	2,993,060
Computer equipment and software	702,906	702,906
Other equipment	925,654	855,044
Furniture and fixtures	344,318	344,318
Less accumulated depreciation	(3,631,779)	(3,257,560)
Net property and equipment	\$ 3,604,668	\$ 3,660,065

Depreciation expense amounted to \$374,219 and \$332,743 for the years ended June 30, 2024 and 2023, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. FAIR VALUE MEASUREMENTS

The following table sets forth by level, within the fair value hierarchy described in Note 2, the School's assets at fair value as of June 30, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 491	\$ -	\$ -	\$ 491
Mutual funds	897,295	-	-	897,295
Exchange traded funds	114,040	-	-	114,040
Equities	5,352	-	-	5,352
	<u>\$ 1,017,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,017,178</u>

The following table sets forth by level, within the fair value hierarchy described in Note 2, the School's assets at fair value as of June 30, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 198	\$ -	\$ -	\$ 198
Mutual funds	479,825	-	-	479,825
Exchange traded funds	106,749	-	-	106,749
Equities	4,847	-	-	4,847
	<u>\$ 591,619</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 591,619</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. NOTES PAYABLE

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 loan is secured by the building and improvements. The outstanding balance at June 30, 2024 and 2023 was \$727,567 and \$790,568, respectively.

Future maturities of the note payable are as follows:

Year ending June 30:		
2025	\$	65,518
2026		68,053
2027		70,686
2028		73,371
2029		449,939
		\$ 727,567

Unamortized loan costs as of June 30, 2024 and 2023 is composed of the following:

	2024	2023
Loan cost	\$ 12,627	\$ 12,627
Less accumulated amortization	(4,660)	(2,856)
Unamortized loan cost	\$ 7,967	\$ 9,771

Amortization expense amounted to \$1,804 and \$1,804 the years ending June 30, 2024 and 2023, respectively.

Notes payable as of June 30, 2024 and 2023 is composed of the following:

	2024	2023
Note payable	\$ 727,567	\$ 790,568
Less unamortized loan cost	(7,967)	(9,771)
Note payable, net of unamortized loan cost	719,600	780,797
Less current portion	(65,518)	(63,002)
	\$ 654,082	\$ 717,795

Total interest expense on all debt for the years ended June 30, 2024 and 2023 amounted to \$29,048 and \$31,319, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. LEASES

The School elected to adopt FASB ASC 842, *Leases*, using the package of practical expedients available under the transition guidance with the new standard. This package includes the following: relief from determination of lease contracts included in existing or expiring leases at the point of adoption, relief from having to reevaluate the classification of leases in effect at the point of adoption, and relief from reevaluation of existing leases that have initial direct costs associated with the execution of the lease contract. The School also elected to adopt the practical expedient to use hindsight to determine the lease term and assess the impairment of the right of use assets as well as the practical expedient to use the risk-free rate when determining the present value of lease payments over the lease terms.

The School leases office space under a non-cancelable operating lease that expired in February 2024. The School entered into a new non-cancelable operating lease for office space that expires in February 2026. The School leases copiers under a non-cancelable operating lease the expires in June 2028. The leases provide for fixed payments over the various lease terms. The School has elected to use the risk-free rate as the discount rate for all leases.

The following summarizes the weighted average remaining lease term and discount rate for operating leases as of June 30, 2024:

Weighted-average remaining lease term	3.70 years
Weighted-average discount rate	3.07%

The following is a schedule by years of minimum future rentals on the operating lease and the amortization of the net present value ("NPV") of the lease liability as of June 30, 2024:

Year Ending June 30:	Minimum Annual Lease Payments	Amortization of NPV of Lease Liabilities
2025	\$ 27,660	\$ 25,311
2026	25,284	23,774
2027	20,532	19,654
2028	20,532	20,220
	\$ 94,008	\$ 88,959

The carrying value of the related right-of-use asset as of June 30, 2024 are:

Accumulated basis	\$ 114,675
Less – accumulated amortization	(25,716)
	\$ 88,959

Rent expense for the years ended June 30, 2024 and 2023 was \$35,733 and \$38,873, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. RESTRICTIONS ON NET ASSETS

Net assets with donor restriction at June 30, 2024 and 2023 are available as follows and are included in contributions receivable and cash:

	2024	2023
CREATE Teacher Residency Program	\$ -	\$ 77,787

NOTE 9. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during the years ended June 30, 2024 and 2023 by incurring expenses or acquiring capital assets satisfying the restricted purposes specified by donors as follows:

	2024	2023
CREATE Teacher Residency Program	\$ 77,787	\$ 110,997

NOTE 10. 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, 2024 and 2023. The School contributed 19.98% of each participant’s annual salary for both the years ended June 30, 2024 and 2023. School contributions totaled \$1,550,410 and \$1,325,020 for the years ended June 30, 2024 and 2023, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. FUNCTIONAL EXPENSES

Expenses for the year ended June 30, 2024 were as follows:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salary and benefits	\$ 8,090,745	\$ 2,718,582	\$ 65,000	\$ 10,874,327
Pension	1,550,410	-	-	1,550,410
Payroll taxes	707,029	-	-	707,029
Professional fees	65,172	109,460	-	174,632
Advertising	-	-	13,140	13,140
Office	75,261	43,654	-	118,915
Technology	41,940	50,916	-	92,856
Occupancy	824,111	34,596	-	858,707
Travel	42,410	-	-	42,410
Conferences, conventions, and meetings	27,683	-	-	27,683
Insurance	-	87,500	-	87,500
Professional development	41,193	-	-	41,193
Classroom expenses	268,908	-	-	268,908
Nutrition program expenses	297,551	12,179	-	309,730
Other	183,792	152,878	146,050	482,720
Depreciation	-	374,219	-	374,219
	<u>\$ 12,216,205</u>	<u>\$ 3,583,984</u>	<u>\$ 224,190</u>	<u>\$ 16,024,379</u>

Expenses for the year ended June 30, 2023 were as follows:

	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salary and benefits	\$ 7,634,360	\$ 2,566,453	\$ 65,000	\$ 10,265,813
Pension	1,325,020	-	-	1,325,020
Payroll taxes	672,252	-	-	672,252
Professional fees	6,233	105,276	-	111,509
Advertising	-	-	12,590	12,590
Office	96,978	69,354	-	166,332
Technology	22,062	149,789	-	171,851
Occupancy	1,221,418	42,390	-	1,263,808
Travel	99,942	132	-	100,074
Conferences, conventions, and meetings	24,206	-	-	24,206
Insurance	-	68,032	-	68,032
Professional development	69,120	-	-	69,120
Classroom expenses	339,960	-	-	339,960
Nutrition program expenses	312,997	-	-	312,997
Other	298,585	214,648	151,115	664,348
Depreciation	-	332,743	-	332,743
	<u>\$ 12,123,133</u>	<u>\$ 3,548,817</u>	<u>\$ 228,705</u>	<u>\$ 15,900,655</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 12. SUBSEQUENT EVENTS

The School has evaluated all other subsequent events, through **October XX**, 2024, the date the financial statements were available to be issued.

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SUPPLEMENTAL INFORMATION

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ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENT OF NET POSITION
JUNE 30, 2024****ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

Assets:	
Cash	\$ 4,491,591
Prepaid expenses	51,783
Agency funds	28,818
Long term assets	
Investments	1,017,178
Capital assets (net of accumulated depreciation)	3,604,668
Right of use assets	88,959
Total assets	<u>9,282,997</u>
Deferred outflows of resources:	
Related to defined benefit pension plan	4,968,366
Total deferred outflows of resources	<u>4,968,366</u>
Total assets and deferred outflows of resources	<u>\$ 14,251,363</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

Liabilities:	
Accounts payable	\$ 74,591
Accrued payroll and benefits	1,517,192
Operating lease liability due within one year	25,311
Note payable due within one year	65,518
Agency funds	28,818
Long term liabilities	
Note payable due in more than one year	662,049
Operating lease liability due in more than one year	63,648
Proportionate share of collective net pension liability	13,447,431
Total liabilities	<u>15,884,558</u>
Deferred inflows of resources:	
Related to defined benefit pension plan	(1,329,336)
Total deferred inflows of resources	<u>(1,329,336)</u>
Net Position:	
Net investment in capital assets	3,693,627
Unrestricted	(3,997,486)
Total net position	<u>(303,859)</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 14,251,363</u>

See Independent Auditor's Report on Supplemental Information.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Expenses</u>	<u>PROGRAM REVENUES</u>		<u>Net Revenues (Expenses) and Changes in Net Positions</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
GOVERNMENTAL ACTIVITIES				
Instruction	\$ 13,008,911	\$ 499,882	\$ -	\$ (12,509,029)
Support services				
Pupil services	49,296	-	-	(49,296)
Improvement of instructional services	(438,011)	-	1,333,197	1,771,208
Federal grant administration	(287,261)	-	-	287,261
General administration	246,447	-	-	(246,447)
School administration	(476,956)	-	-	476,956
Business administration	196,513	-	-	(196,513)
Maintenance and operation of plant services	1,295,633	-	-	(1,295,633)
Other support services	141,591	-	-	(141,591)
Operations of non-instructional services				
Debt service	29,048	-	-	(29,048)
After school services	544,273	-	-	(544,273)
Food services	159,487	281,842	174,187	296,542
	<u>14,468,971</u>	<u>781,724</u>	<u>1,507,384</u>	<u>(12,179,863)</u>
Total governmental activities	\$ 14,468,971	\$ 781,724	\$ 1,507,384	\$ (12,179,863)
GENERAL REVENUES				
Atlanta Public Schools Board of Education				\$ 14,936,940
Investment earnings				23,735
				<u>14,960,675</u>
Total general revenues				14,960,675
CHANGE IN NET POSITION				2,780,812
NET POSITION - BEGINNING OF YEAR				<u>(3,084,671)</u>
NET POSITION - END OF YEAR				<u>\$ (303,859)</u>

See Independent Auditor's Report on Supplemental Information.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

**BALANCE SHEET - GOVERNMENTAL FUND
JUNE 30, 2024**

ASSETS

Cash	\$ 4,491,591
Investments	1,017,178
Other assets	51,783
Total assets	<u>\$ 5,560,552</u>

LIABILITIES AND FUND BALANCES

Liabilities	
Accounts payable	\$ 74,591
Accrued payroll and benefits	1,517,192
Total liabilities	<u>1,591,783</u>
Fund balances	
Unassigned	<u>3,968,769</u>
Total fund balances	<u>3,968,769</u>
Total liabilities and fund balances	<u>\$ 5,560,552</u>

See Independent Auditor's Report on Supplemental Information.

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ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024**

TOTAL FUND BALANCES - GOVERNMENTAL FUND	\$ 3,968,769
Amounts reported for Governmental Activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and, therefore, are not reported as assets in governmental funds	
These assets consist of:	
Buildings and building improvements	\$ 2,022,297
Leasehold improvements	3,241,272
Computer equipment and software	702,906
Other equipment	925,654
Furniture and fixtures	344,318
Right-of-use asset	88,959
Accumulated depreciation	<u>(3,631,779)</u>
	3,693,627
Deferred outflows and inflows of resources related to the School's pension plans are applicable to future periods and, therefore, are not reported in the funds	4,968,366
The School's net pension liability is not due and payable to the current period and, therefore, is not reporting in the funds	(13,447,431)
Deferred inflows of resources related to the School's pension plans are applicable to future periods and, therefore, are not reported in the funds	1,329,336
Long-term liabilities, including notes payable, are not due and payable in the current period and, therefore, are not reported in the funds	<u>(816,526)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ (303,859)</u></u>

See Independent Auditor's Report on Supplemental Information.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - GOVERNMENTAL FUND
FOR THE YEAR ENDED JUNE 30, 2024****REVENUES**

Federal funding	\$ 347,185
State funding	820,932
Contributions	182,171
Student activity fees	499,882
Student meal income	281,842
Other revenue	180,831
Total revenues	<u>2,312,843</u>

EXPENDITURES

Instruction	13,008,911
Pupil services	49,296
Business administration	196,513
General administration	246,447
Improvement of instructional services	143,348
Maintenance of operation of plant services	968,333
School nutrition program	320,596
After school program	544,273
Other support services	141,591
Capital outlays:	
Acquisition of capital assets	318,822
Debt service:	
Interest expense	29,048
Principal payments	63,001
Total expenditures	<u>16,030,179</u>

EXCESS OF EXPENDITURES OVER REVENUES

(13,717,336)

OTHER FINANCING SOURCES

Transfers from Atlanta Public Schools	<u>14,936,940</u>
Total other financing sources	<u>14,936,940</u>

NET CHANGE IN FUND BALANCE

1,219,604

FUND BALANCE AT BEGINNING OF YEAR2,749,165**FUND BALANCE AT END OF YEAR**\$ 3,968,769**See Independent Auditor's Report on Supplemental Information.**

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.

RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

TOTAL NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUND		\$ 1,219,604
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
<p>Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.</p> <p>In the current period, these amounts are:</p>		
Capital outlay	\$ 318,822	
Depreciation expense	<u>(374,219)</u>	
Excess of depreciation expense over capital outlay		(55,397)
<p>Principal debt payments are reported as expenditures in governmental funds</p>		
Principal payments on notes payable		63,001
<p>Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds</p>		
Interest expense related to payment of lease liabilities		-
Pension expense		<u>1,553,604</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		<u><u>\$ 2,780,812</u></u>

See Independent Auditor's Report on Supplemental Information.

ATLANTA NEIGHBORHOOD CHARTER SCHOOL, INC.
SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

1. CAPITAL ASSETS

Each class of capital assets is as follows as of and for the year ended June 30, 2024:

	<u>Cost</u>	<u>Depreciation</u>
BUILDINGS AND BUILDING IMPROVEMENTS		
Beginning of year balance	\$ 2,022,297	\$ 448,199
Acquisitions	-	-
Dispositions	-	-
Depreciation expense	-	41,358
End of year balance	<u>\$ 2,022,297</u>	<u>\$ 489,557</u>
LEASEHOLD IMPROVEMENTS		
Beginning of year balance	\$ 2,993,060	\$ 1,527,320
Acquisitions	248,212	-
Dispositions	-	-
Depreciation expense	-	219,88
End of year balance	<u>\$ 3,421,272</u>	<u>\$ 1,747,201</u>
COMPUTER EQUIPMENT AND SOFTWARE		
Beginning of year balance	\$ 702,906	\$ 590,320
Acquisitions	-	-
Dispositions	-	-
Depreciation expense	-	34,044
End of year balance	<u>\$ 702,906</u>	<u>\$ 624,364</u>
OTHER EQUIPMENT		
Beginning of year balance	\$ 855,044	\$ 364,395
Acquisitions	70,610	-
Dispositions	-	-
Transfers	-	-
Depreciation expense	-	68,392
End of year balance	<u>\$ 925,654</u>	<u>\$ 432,787</u>

**SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

1. CAPITAL ASSETS (CONTINUED)

Each class of capital assets is as follows as of and for the year ended June 30, 2024:

	<u>Cost</u>	<u>Depreciation</u>
FURNITURE AND FIXTURES		
Beginning of year balance	\$ 344,318	\$ 329,677
Acquisitions	-	-
Dispositions	-	-
Transfers	-	-
Depreciation expense	-	10,544
End of year balance	<u>\$ 344,318</u>	<u>\$ 340,221</u>

2. LONG TERM LIABILITIES

Long term liabilities are as follows as of and for the year ended June 30, 2024:

Notes payable		
Beginning of year liability		\$ 790,568
Reductions		<u>(63,001)</u>
End of year balance		<u>\$ 727,567</u>
Balance due within one year		<u>\$ 65,518</u>
Amounts due in future years		
Year ending June 30,		
2025		68,053
2026		70,686
2027		73,371
2028		449,939
		<u>\$ 727,567</u>

SELECTED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

3. NET POSITION AND FUND BALANCE ACCOUNTS

Restricted net assets at June 30, 2024 are available as follows:

CREATE Teacher Residency Program	<u>\$ 77,787</u>
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4. RETIREMENT PLAN

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (“TRS”) and additions to/deductions from TRS’s fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Plan Description

All teachers of the Atlanta Public School District (the “District”), as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) and certain other support personnel as defined by §47-3-63, are provided a pension through the TRS. TRS, a cost-sharing multiple employer defined benefit pension plan, is administered by the TRS Board of Trustees (“TRS Board”). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits Provided

TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee’s two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee’s creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee’s beneficiary had the employee retired on the date of death. Death benefits are based on the employee’s creditable service and compensation up to the date of death.

Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2024. The School’s contractually required contribution rate for the year ended June 30, 2024 was 19.98% of annual School payroll. The School’s contributions to TRS were \$1,550,410 for the year ended June 30, 2024.

**SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

4. RETIREMENT PLAN (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the School reported a liability for its proportionate share of the net pension liability that reflected a reduction for support provided to the School by the State of Georgia for certain public school support personnel. The amount recognized by the School as its proportionate share of the net pension liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the School were as follows:

School's proportionate share of the net pension liability	\$ 13,447,431
State of Georgia's proportionate share of the net pension liability associated with the School	-
Total	<u>\$ 13,447,431</u>

The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2022. An expected total pension liability as of June 30, 2023 was determined using standard roll-forward techniques. The School's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2022. At June 30, 2023, the School's proportion was 0.045547% which was an decrease of 0.009396% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the School recognized pension expense of \$2,622,429 and revenue of \$- for support provided by the State of Georgia for certain support personnel. At June 30, 2024, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 682,842	\$ 55,601
Changes of assumptions	1,383,452	-
Net difference between projected and actual earnings on plan investments	945,794	-
Changes in proportion and differences between School contributions and proportionate share of contributions	631,258	1,463,439
School contributions subsequent to the measurement date	1,325,020	-
Total	<u>\$ 4,968,366</u>	<u>\$ 1,519,040</u>

**SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

4. RETIREMENT PLAN (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

School contributions subsequent to the measurement date of \$1,325,020 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:		
2025	\$	746,952
2026		397,584
2027		1,519,621
2028		(539,851)
	\$	<u>2,124,306</u>

Actuarial Assumptions

The total pension liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00% to 8.75%
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Postretirement benefit increases	1.50% semi-annually

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Fixed income	30.00 %	0.20 %
U.S. Large stocks	46.30 %	9.40 %
U.S. Small stocks	1.20 %	13.40 %
International developed market equities	12.30 %	9.30 %
International emerging market equities	5.20 %	11.40 %
Alternatives	5.00 %	10.50 %
Total	<u>100.00 %</u>	

**Rates shown are net of inflation*

**SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

4. RETIREMENT PLAN (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the School’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School’s proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the School’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
School’s proportionate share of the net pension liability	\$ 21,261,952	\$ 13,447,431	\$ 7,065,822

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued TRS financial report which is publicly available at www.trsga.com/publications.

**SELECTED NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

4. RETIREMENT PLAN (CONTINUED)

Schedule of Proportionate Share of Net Pension Liability

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
School's proportion of the net pension liability	0.045547%	0.054943%	0.050513%	0.048139%	0.047814%
School's proportionate share of the net pension liability	\$13,447,431	\$17,841,054	\$4,467,538	\$11,661,150	\$10,281,303
State of Georgia's proportionate share of the net pension liability associated with the school	-	-	-	-	-
Total	<u>\$13,447,431</u>	<u>\$17,841,054</u>	<u>\$4,467,538</u>	<u>\$11,661,150</u>	<u>\$10,281,303</u>
School's covered employee payroll					
School's proportionate share of the net pension liability as a percentage of its covered employee payroll	1.72%	2.68%	60%	32.5%	166%
Plan fiduciary net position as a percentage of the total pension liability	76.29%	72.85%	92.03%	77.01%	78.56%
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	
School's proportion of the net pension liability	0.0046149%	0.046722%	0.046846%	0.044621%	
School's proportionate share of the net pension liability	\$8,566,243	\$8,683,428	\$9,664,852	\$6,793,104	
State of Georgia's proportionate share of the net pension liability associated with the school	-	-	-	-	
Total	<u>\$8,566,243</u>	<u>\$8,683,428</u>	<u>\$9,664,852</u>	<u>\$6,793,104</u>	
School's covered employee payroll					
School's proportionate share of the net pension liability as a percentage of its covered employee payroll	147%	158%	180%	145%	
Plan fiduciary net position as a percentage of the total pension liability	80.27%	79.33%	76.06%	81.44%	

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.



DATE, 2024

To the Board of Directors of
Atlanta Neighborhood Charter School, Inc.
688 Grant Street, SE
Atlanta, GA 30315

We have audited the financial statements of Atlanta Neighborhood Charter School, Inc. (the "School") for the year ended June 30, 2024, and we will issue our report thereon dated DATE, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, 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 August 1, 2024. 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 2024. We noted no transactions entered into by the School 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 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.

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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, 2024.

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 School'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 School'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.

Coversheet

Financial Performance Update

Section: II. Business & Operations Update
Item: B. Financial Performance Update
Purpose: Discuss
Submitted by:
Related Material: StatementofFinancialPosition - Sept 2024.pdf
StatementofActivity - YTD.pdf
StatementofActivity - Sept.pdf
Finance Committee Financial Statement - September 2024.xlsx

Atlanta Neighborhood Charter School

Statement of Financial Position

As of September 30, 2024

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
1080 Capital Account MM	808,104.65
1090 Cash on Hand	614.00
1100 SouthState Operating	1,940,695.39
1105 Paypal	0.00
1112 SouthState PTCA	52,785.22
1114 SouthState Aftercare	197,223.08
1115 SouthState Farm to School	0.00
1116 SouthState Annual Fund	500,231.15
1117 SouthState Nutrition	62,641.45
1119 MACAL	42,079.98
Total Bank Accounts	\$3,604,374.92
Accounts Receivable	
1120 Grants Receivable	333,536.19
1121 CREATE Grants Receivable	50,931.00
1130 Grant Receivable - Title 1	0.00
1132 Grants Receivable-Facilities Grant	0.00
1134 Grants Receivable - Dobbs (deleted)	75,000.00
Total Accounts Receivable	\$459,467.19
Other Current Assets	
1056 Self-Help Credit Union CD	0.00
1057 Edward Jones MM 870-17965-1-1	463,607.75
1060 Self Help Money Market CARA 80	0.00
1061 Edward Jones State Bank of India CD	-0.40
1063 Edward Jones 870-24619-1-7	590,417.23
1400 Prepaid Expenses	51,782.75
1900 Uncategorized Asset	0.00
Total Other Current Assets	\$1,105,807.33
Total Current Assets	\$5,169,649.44
Fixed Assets	
1550 2015 EC Carpet	46,922.77
1580 Janitorial Equipment	3,471.00
1610 Building	1,136,944.00
1610.1 MC Improvements	24,030.00
Total 1610 Building	1,160,974.00
1611 Accumulated Depreciation Buildings	-448,201.60
1612 Building Closing Cost	12,627.00
1612.1 Loan Closing Costs - Refinance 2014	0.00
Total 1612 Building Closing Cost	12,627.00

Atlanta Neighborhood Charter School

Statement of Financial Position

As of September 30, 2024

	TOTAL
1613 Accumulated Amortization Closing Costs	0.00
1612.2 Accumulated Amortization	-2,855.96
Total 1613 Accumulated Amortization Closing Costs	-2,855.96
1614 FY2018 MC Improvements	14,035.30
1614.50 Firedoors MC	94,451.99
1614.60 2023 Windows	48,825.70
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	27,043.99
1620 Leasehold Improvements	1,068,957.20
1620.2 Leasehold Improvements FY22	484,804.16
1620.3 Leasehold Improvements FY23	119,200.40
1620.4 Leasehold Improvements FY24	291,288.10
1620.45 FY25 Leasehold Improvements	7,670.00
Total 1620 Leasehold Improvements	1,971,919.86
1620.5 MC Buildout	4,000.00
1621 Accumulated Depreciation Leasehold Improvements	-1,533,622.18
1622 ANCS Vehicles	33,367.09
1623 2021 MC Improvements	384,691.48
1624 Water Heaters FY24	20,310.00
1625 Library Books	0.00
1626 Accumulated Depreciation Library Books	0.00
1630 Furniture and Fixtures	344,318.34
1631 Accumulated Depreciation Furniture & Fixtures	-329,742.76
1633 Equipment - HVAC	696,941.34
1634 Kitchen Equipment	69,043.11
1640 Equipment	240,415.00
1641 Accumulated Depreciation Equipment	-323,366.39
1650 Computer Equipment	526,263.11
1651 Accumulated Depreciation Equipment 2	-622,627.00
1660 Software	77,082.09
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	96,179.97
1820 2018 EC 2nd Mobile Unit	52,840.83
Total Fixed Assets	\$4,159,076.01

Atlanta Neighborhood Charter School

Statement of Financial Position

As of September 30, 2024

	TOTAL
Other Assets	
1609 Chair Lift MC	28,225.00
MJ 1008 Operating Lease Liability	-22,998.00
MJ 1009 Operating Lease Liability, Noncurrent portion	-77,548.00
MJ1007 Right of Use Asset	100,546.00
Total Other Assets	\$28,225.00
TOTAL ASSETS	\$9,356,950.45
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 Accounts Payable (A/P)	-158,253.56
Total Accounts Payable	\$ -158,253.56
Credit Cards	
2051 Divvy/Bill Credit Card	5,786.29
Total Credit Cards	\$5,786.29
Other Current Liabilities	
2100 Other Current Liabilities	62.00
2101 Accrued Payroll	1,167,265.13
2105 FIT W/H Payable	0.00
2110 FICA Payable	0.00
2115 Medicare Payable	547.04
2120 State W/H Payable	0.00
2130 TRS of GA Payable	286,538.29
2210 403(b) EE Contributions Payable VALIC	172.00
2212 403(b) EE Contributions ValuTeachers	36,400.46
2213 403 (b) EE ROTH Contr ValuTeachers	9,344.73
2215 Supplemental Ins EE Contributions Payable	0.00
2220 TRS of GA EE Contributions Payable	127,990.96
2225 Health Ins EE Deductions Payable	-1,030.93
2230 ADD	-868.92
2231 CI1	200.53
2232 LTD	1,271.63
2233 STD	-12.97
2245 MFS & DCC Payable	-36,339.10
2250 PPP Loan Payable	0.00
2252 PPP Loan Payable Current Amount	0.00
2300 Copier Lease Payments	0.00
2550 ST Capital Leases	0.00
2601 Mortgage Payable (Current Portion)	63,002.27
2900 Fraud Activity	66.53
Total Other Current Liabilities	\$1,654,609.65

Atlanta Neighborhood Charter School

Statement of Financial Position

As of September 30, 2024

	TOTAL
Total Current Liabilities	\$1,502,142.38
Long-Term Liabilities	
2600 Mortgage Payable (Net of Current Portion)	727,565.58
2600.2 Self Help Loan B	0.00
Total Long-Term Liabilities	\$727,565.58
Total Liabilities	\$2,229,707.96
Equity	
3000 Opening Balance Equity	2,156,345.98
8000 Loss on disposal of PP&E	-38,807.00
Retained Earnings	5,722,548.63
Net Revenue	-712,845.12
Total Equity	\$7,127,242.49
TOTAL LIABILITIES AND EQUITY	\$9,356,950.45

Atlanta Neighborhood Charter School

Statement of Activity

July - September, 2024

	TOTAL
Revenue	
4005 APS Allocation Payment	3,218,859.95
4006 Other State & Local Funding	116,206.17
4012 DOE Nutrition Grant	831.55
4013 CARES/ESSER Funding	29,195.00
4105 Gather & Grow and Sponsorships	65,306.31
4205 Program Income	
4205.AC Aftercare	61,812.27
4205.Ath Athletics	2,660.00
4205.Chorus T-Shirt sales	273.00
4205.PTCA PTCA	3,306.43
4205.SS School Store	3,009.08
Total 4205 Program Income	71,060.78
4207 MACAL Revenue	33,132.60
4210 Field Trip Income	9,029.00
4225 Nutrition Program Income	69,352.66
4275 Other Income	15,944.44
4405 Interest and Dividend Income	12,739.47
Total Revenue	\$3,641,657.93
GROSS PROFIT	\$3,641,657.93
Expenditures	
6000 Salaries	
6000.1 Aftercare Salaries	85,817.50
6000.2 Substitute Salaries	19,204.08
6005 Tenure Bonuses	129,500.00
6015 Stipends	208,484.18
6018 Wellness Reimb	1,534.90
6020 Garnishments	0.00
6050 Payroll taxes	199,662.05
6060 Teachers Retirement System	408,350.04
6065 Health Insurance Premium	315,063.58
Total 6000 Salaries	3,625,983.73
6100 Professional Development	
6105 Prof. Dev - Conference, Workshops, Meetings	500.00
6111 Professional Membership Dues	1,500.00
6115 Prof. Development - Materials	376.02
6120 Staff Retreat	7,772.56
6125 Prof. Development - Training Expense	17,599.00
6140 Prof. Development - Consultants	8,420.00
6145 Prof. Development - Travel	8,051.79
6165 Prof. Development - Travel Meals	902.55
Total 6100 Professional Development	45,121.92

Atlanta Neighborhood Charter School

Statement of Activity

July - September, 2024

	TOTAL
6200 Curriculum & Classroom Expenses	
6205 Classroom Supplies	43,256.51
6205.EC Classroom Supplies EC	6,268.75
6205.MC Classroom Supplies	2,051.05
Total 6205 Classroom Supplies	51,576.31
6206 Curriculum Materials	9,124.72
6206.EC Curriculum EC	48,486.45
6206.MC Curriculum MC	547.70
Total 6206 Curriculum Materials	58,158.87
6230 Special Programs	500.00
Total 6200 Curriculum & Classroom Expenses	110,235.18
6290 Program Expenses	
6250 Field Trips	6,388.27
6710 Bus Rental	361.20
Total 6250 Field Trips	6,749.47
6592 Event Costs	6,650.56
6950 Athletics Program Expenses	12,796.43
7047 Aftercare expenses	5,099.93
Total 6290 Program Expenses	31,296.39
6300 Building & Grounds	8,912.77
6306 Rent - Mobile Unit	4,413.00
6307 Mortgage Interest	23,012.37
6335 Pest Control	6,972.90
6343 Janitorial Supplies	6,066.22
6346 Grounds Maintenance	11,892.96
6347 Farm Supplies	3,471.45
6347.5 Repair & Maintenance - Farm	6,451.67
6348 B&G Equipment Rental	3,778.86
Total 6300 Building & Grounds	74,972.20
6310 Utilities	
6312 Internet	2,250.00
6315 Electricity	29,945.17
6320 Natural Gas	213.44
6325 Water/Sewer	13,109.72
6330 Sanitation	4,372.91
6332 Recycling	419.30
6341 Alarm Monitoring	2,625.00
6342 Alarm Servicing	1,372.00
6380 Telephone	3,913.17
Total 6310 Utilities	58,220.71

Atlanta Neighborhood Charter School

Statement of Activity

July - September, 2024

	TOTAL
6350 Repair & Maintenance	
6345 Maintenance Contracts	125.00
6351 Repair & Maintenance - Kitchen	220.00
6353 Repair & Maintenance - HVAC	24,607.78
6354 Repair & Maintenance - Plumbing	6,874.80
6355 Repair & Maintenance - Electrical	3,923.00
6357 Repair & Maintenance - Window/Door	1,134.00
6358 Repair & Maintenance - Painting	95,915.00
6359 Repair & Maintenance - Supplies	7,601.67
6360 Repair & Maintenance - Equipment	2,100.00
6361 Repair & Maintenance - Floors	6,103.26
6362 Repair & Maintenance - Van Repairs	616.84
Total 6350 Repair & Maintenance	149,221.35
6400 Professional Fees	
6410 Auditing Fees	17,000.00
6415 Legal Fees	4,147.00
Total 6400 Professional Fees	21,147.00
6430 General & Administrative Expenses	
6304 Storage Unit	1,188.00
6382 Cell Phone	3,823.53
6390 Taxes & Licenses & Permits	3,722.68
6420 Insurance	3,166.00
6421 Insurance - Property & Liability	33,671.23
Total 6420 Insurance	36,837.23
6435 IT Services/Website	996.00
6440 Marketing/Advertising	7,525.39
6450 Background Check/Recruiting Expense	1,266.80
6460 Outreach & Recruitment	404.37
6505 Office Supplies - Admin offices	1,771.75
6505.EC Office Supplies EC	3,219.64
6505.MC Office Supplies MC	1,608.34
Total 6505 Office Supplies - Admin offices	6,599.73
6506 Break Room Supplies	854.51
6507 School Store Purchases	5,241.70
6545 Technology Supplies	5,925.79
6545.C Technical Equipment	2,472.00
Total 6545 Technology Supplies	8,397.79
6546 MARTA cards & other student services	391.01
6555 Medical Supplies	2,901.10
6605 Postage & Shipping	834.86
6611 Paypal/Stripe/Square Fees	2,824.69
6810 Subscriptions	22,646.44

Atlanta Neighborhood Charter School

Statement of Activity

July - September, 2024

	TOTAL
7015 Bank Charges	1,237.94
7030 Payroll Processing	19,417.56
7040 Gifts/Prizes/Gratuities	858.88
7045 Staff Appreciation	9,935.61
7046 Hospitality	3,155.21
7060 Governing Board Costs	478.95
Total 6430 General & Administrative Expenses	141,539.98
6560 Nutrition Program	
6564 Program Food Purchases	57,416.01
6566 Kitchen Supplies	5,684.93
6567 Non Program Food	8,038.86
6568 Non-Program Food Aftercare	90.90
6570 Kitchen Services	4,361.32
Total 6560 Nutrition Program	75,592.02
6612 Fundraising Expense	3,762.20
6805 Stationery & Printing	77.26
Total 6612 Fundraising Expense	3,839.46
6715 Equipment Rental	
6716 Equipment Rental - Copiers	5,100.00
6717 Copier Supplies & Repairs	9,540.99
Total 6716 Equipment Rental - Copiers	14,640.99
Total 6715 Equipment Rental	14,640.99
6750 Non-capitalized Furnishings	6,687.45
6755 Non-capitalized Equipment	2,133.45
6955 MACAL Athletic Expenses	18,402.48
7766 MACAL Contract Labor	3,050.00
Total 6955 MACAL Athletic Expenses	21,452.48
7046.5 Principals' Discretionary Fund	168.31
7777 Contract Labor	2,192.00
General & Administrative exp	
6602 Mileage Reim	108.09
Total General & Administrative exp	108.09
Total Expenditures	\$4,384,552.71
NET OPERATING REVENUE	\$ -742,894.78
Other Revenue	
7660 Unrecognized Gains & Losses	30,049.66
Total Other Revenue	\$30,049.66
NET OTHER REVENUE	\$30,049.66
NET REVENUE	\$ -712,845.12

Atlanta Neighborhood Charter School

Statement of Activity

September 2024

	TOTAL
Revenue	
4005 APS Allocation Payment	1,647,970.48
4006 Other State & Local Funding	105,000.00
4012 DOE Nutrition Grant	831.55
4105 Gather & Grow and Sponsorships	26,857.66
4205 Program Income	
4205.AC Aftercare	30,246.31
4205.Ath Athletics	2,100.00
4205.Chorus T-Shirt sales	104.65
4205.PTCA PTCA	1,803.05
4205.SS School Store	14.25
Total 4205 Program Income	34,268.26
4207 MACAL Revenue	29,532.60
4210 Field Trip Income	8,241.00
4225 Nutrition Program Income	25,591.16
4275 Other Income	229.22
4405 Interest and Dividend Income	6,013.84
Total Revenue	\$1,884,535.77
GROSS PROFIT	\$1,884,535.77
Expenditures	
6000 Salaries	802,802.44
6000.1 Aftercare Salaries	49,155.00
6000.2 Substitute Salaries	11,703.08
6005 Tenure Bonuses	129,500.00
6015 Stipends	127,019.38
6018 Wellness Reimb	600.00
6020 Garnishments	0.00
6050 Payroll taxes	83,519.45
6060 Teachers Retirement System	144,950.04
6065 Health Insurance Premium	109,798.30
Total 6000 Salaries	1,459,047.69
6100 Professional Development	
6125 Prof. Development - Training Expense	4,257.00
6140 Prof. Development - Consultants	3,000.00
6165 Prof. Development - Travel Meals	78.07
Total 6100 Professional Development	7,335.07
6200 Curriculum & Classroom Expenses	
6205 Classroom Supplies	6,500.36
6205.EC Classroom Supplies EC	27.00
6205.MC Classroom Supplies	502.62
Total 6205 Classroom Supplies	7,029.98

Atlanta Neighborhood Charter School

Statement of Activity

September 2024

	TOTAL
6206 Curriculum Materials	2,722.84
6206.EC Curriculum EC	48,458.45
Total 6206 Curriculum Materials	51,181.29
Total 6200 Curriculum & Classroom Expenses	58,211.27
6290 Program Expenses	
6250 Field Trips	3,633.03
6710 Bus Rental	361.20
Total 6250 Field Trips	3,994.23
6592 Event Costs	4,309.75
6950 Athletics Program Expenses	5,817.84
7047 Aftercare expenses	1,753.07
Total 6290 Program Expenses	15,874.89
6300 Building & Grounds	7,793.75
6306 Rent - Mobile Unit	1,471.00
6307 Mortgage Interest	7,670.79
6335 Pest Control	814.50
6343 Janitorial Supplies	1,322.24
6346 Grounds Maintenance	104.00
6347 Farm Supplies	850.98
6347.5 Repair & Maintenance - Farm	148.47
Total 6300 Building & Grounds	20,175.73
6310 Utilities	
6312 Internet	750.00
6315 Electricity	11,285.29
6320 Natural Gas	74.48
6325 Water/Sewer	2,790.11
6330 Sanitation	1,970.97
6332 Recycling	157.65
6380 Telephone	1,305.76
Total 6310 Utilities	18,334.26
6350 Repair & Maintenance	
6353 Repair & Maintenance - HVAC	2,513.25
6354 Repair & Maintenance - Plumbing	238.00
6359 Repair & Maintenance - Supplies	965.36
6360 Repair & Maintenance - Equipment	2,100.00
6362 Repair & Maintenance - Van Repairs	616.84
Total 6350 Repair & Maintenance	6,433.45
6400 Professional Fees	
6410 Auditing Fees	15,000.00
Total 6400 Professional Fees	15,000.00

Atlanta Neighborhood Charter School

Statement of Activity

September 2024

	TOTAL
6430 General & Administrative Expenses	
6304 Storage Unit	396.00
6382 Cell Phone	979.20
6390 Taxes & Licenses & Permits	1,873.00
6420 Insurance	
6421 Insurance - Property & Liability	10,537.93
Total 6420 Insurance	10,537.93
6435 IT Services/Website	996.00
6440 Marketing/Advertising	5,221.11
6450 Background Check/Recruiting Expense	303.90
6460 Outreach & Recruitment	112.23
6505 Office Supplies - Admin offices	-90.00
6505.EC Office Supplies EC	1,196.12
6505.MC Office Supplies MC	592.31
Total 6505 Office Supplies - Admin offices	1,698.43
6506 Break Room Supplies	203.15
6507 School Store Purchases	736.55
6545 Technology Supplies	1,376.56
6545.C Technical Equipment	798.00
Total 6545 Technology Supplies	2,174.56
6555 Medical Supplies	913.13
6605 Postage & Shipping	658.31
6611 Paypal/Stripe/Square Fees	1,231.44
6810 Subscriptions	14,862.85
7015 Bank Charges	488.08
7030 Payroll Processing	6,579.80
7040 Gifts/Prizes/Gratuities	687.81
7045 Staff Appreciation	376.38
7046 Hospitality	715.29
Total 6430 General & Administrative Expenses	51,745.15
6560 Nutrition Program	
6564 Program Food Purchases	24,518.63
6566 Kitchen Supplies	2,500.87
6567 Non Program Food	4,692.82
6570 Kitchen Services	2,178.67
Total 6560 Nutrition Program	33,890.99
6612 Fundraising Expense	3,668.31
6805 Stationery & Printing	77.26
Total 6612 Fundraising Expense	3,745.57

Atlanta Neighborhood Charter School

Statement of Activity

September 2024

	TOTAL
6715 Equipment Rental	
6716 Equipment Rental - Copiers	1,700.00
6717 Copier Supplies & Repairs	3,127.00
Total 6716 Equipment Rental - Copiers	4,827.00
Total 6715 Equipment Rental	4,827.00
6955 MACAL Athletic Expenses	13,101.48
7766 MACAL Contract Labor	3,050.00
Total 6955 MACAL Athletic Expenses	16,151.48
7046.5 Principals' Discretionary Fund	168.31
Total Expenditures	\$1,710,940.86
NET OPERATING REVENUE	\$173,594.91
Other Revenue	
7660 Unrecognized Gains & Losses	7,287.00
Total Other Revenue	\$7,287.00
NET OTHER REVENUE	\$7,287.00
NET REVENUE	\$180,881.91

Notice

The following file is attached to this PDF. You will need to open this packet in an application that supports attachments to pdf files, e.g. [Adobe Reader](#):

Finance Committee Financial Statement - September 2024.xlsx