



October 24, 2024

Board of Trustees of the
Hill View Montessori Charter Public School

We recently completed our audit of the financial statements of Hill View Montessori Charter Public School and Hill View Montessori Foundation, Inc. (collectively, the “Organization”) for the year ended June 30, 2024. The following are some of the significant items on your financial statements:

- Management’s Discussion and Analysis was prepared by Management.
- Total assets as of June 30, 2024 were \$4,834,000 the largest being:
 - Cash \$2,173,000 a decrease of \$438,000 from the prior year, mainly due to an increase in expenses in 2024.
 - Property & equipment, net \$2,527,000, decrease of \$1,000 from the prior year, due to depreciation expense, net of capital purchases for the current year.
- Total liabilities as of June 30, 2024 were \$2,384,000, the largest being:
 - Notes payable - \$2,209,000, which decreased by \$101,000 due to principal payments on debt in 2024.
- The Organization has a current ratio in 2024 of 8.23 to 1.00, compared to 10.85 to 1.00 in 2023. This means for every \$1.00 of liabilities there is \$8.23 of assets. This is a very good position.
- Tuition increased by approximately \$189,000, due to an increase in the tuition rates per student from 2023 to 2024.
- Operating expenses increased by approximately \$321,000 (excluding on-behalf pension and in kind transportation). This increase is directly related to increases in salaries and benefits for the fiscal year 2024.
- There was net income in 2024 of \$2,500 compared to 2023 net income of \$9,900. The net income decreased in 2024 due to the increase in expenses as described above, net of the increase in non-operating revenue.
- There were no audit findings reported in the financial statements.

We have attempted to keep this information brief. We are pleased to elaborate or respond to inquiries impacting or reported on your financial statements or regarding our audit.