

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors and Management of
TMSA, Inc. and
Fulton County Board of Education

We have performed the procedures enumerated below, which were agreed to by the Board of Directors and Management of The Main Street Academy, Inc. ("the School"), solely to assist you in evaluating the status of certain compliance requirements set forth by the Fulton County Board of Education ("FCBOE") applicable for the year ended June 30, 2025.

The School has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of evaluating whether the School is in compliance with each requirement set forth by FCBOE for the year ended June 30, 2025. Additionally, FCBOE has agreed to and acknowledged that the procedures performed are appropriate for their purposes. This report may not be suitable for any other purposes. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report, and as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

- 1) Procedure: Determine whether a current certificate of non-profit status is on file with the Georgia Secretary of State's Office relative to the year under audit.

Finding: Inspection of filing documents on the Georgia Secretary of State website confirmed that the School had a current non-profit certificate on file for the fiscal year ended June 30, 2025.

- 2) Determine whether all governance board members have a current background check with fingerprinting relative to the year under audit.

Finding: Inspection of supporting documentation including paid invoices where background checks with fingerprinting were ordered confirmed that all board members relevant to the fiscal year ended June 30, 2025 have had a current background check with fingerprinting performed.

- 3) Determine whether the School has the insurance coverage required in the charter agreement relative to the year under audit.

Finding: Inspection of supporting documentation including insurance contracts and charter agreement confirmed that the School maintains insurance coverage that is consistent with the charter agreement for the fiscal year ended June 30, 2025.

- 4) Determine whether a safety plan exists.

Finding: Inspection of supporting documentation confirmed that a safety plan exists.

- 5) Determine whether personnel records for all applicable employees of the School are accurately maintained and supported in the FCS “HR Atlas” human resources database.

Finding: Tests performed confirmed that 31 of the 31 applicable employees paid (for check date 6/30/2025) were recorded in HR Atlas.

- 6) Calculate financial ratios and measurements provided in the performance framework required by HB 430.

Finding: The results are presented in the table below. All calculations were made using government-wide financial statement data, as defined in the School’s annual audit report, except where noted otherwise.

Ratio/Measurement	Calculation/Result	Requirement
Unrestricted Days Cash is calculated as unrestricted cash divided by [(total expenses-depreciation)/365]	95 days	45 days cash and one-year trend is positive.
Liquidity ratio is the current ratio, which is measured as current assets divided by current liabilities.	8.62	Liquidity ratio is greater than 1.
Sustainability ratio is measured as unrestricted net assets divided by average monthly expenses.	2.62 months*	Sustainability ratio indicates more than a 2 month reserve.
Debt to Asset Ratio is measured as total liabilities (excluding net pension liability) divided by total assets	0.05	Debt to Asset ratio is less than 0.95.
Debt Service Coverage ratio is measured as net income, excluding depreciation, amortization, interest, and taxes divided by total debt service payments.	n/a	Debt Service Coverage ratio is greater than 1.
Occupancy Expense is measured as total occupancy costs divided by total revenue. Occupancy costs are defined as rent, taxes and insurance on building, depreciation and amortization expense.	4.95%	Occupancy costs are less than 15% of total revenue.

(Continued)

Ratio/Measurement	Calculation/Result	Requirement
Total Margin is measured as net income divided by total revenues.	0.03	Total margin is positive.
Is the School in default of any loan covenant(s) or payments?	The School is not in default of any loan covenants. The School is not delinquent with any debt service payments.	The School is not in default of loan covenant(s) and/or is not delinquent with debt service payments.
Total debt level recorded at fiscal year end June 30, 2025	\$ -0-	n/a
Enrollment Variance is measured as the difference between budgeted and actual enrollment divided by total budgeted enrollment.	0.48%	Actual enrollment is within +/- 10% of budgeted enrollment.

*Calculation uses fund financial statement data defined in the School's annual audit report

We were engaged by the School to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States. We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with certain requirements set forth by the FCBOE. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the School and meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Board of Directors and Management of the School and FCBOE and is not intended to be and should not be used by anyone other than these specified parties.

Marshall Jones

October 23, 2025
Alpharetta, Georgia