

**KINGSMAN ACADEMY
PUBLIC CHARTER SCHOOL**

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT**

JUNE 30, 2020 AND 2019

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Independent Auditor's Report

To the Board of Trustees
Kingsman Academy Public Charter School
Washington, DC

Report on the Financial Statements

We have audited the accompanying financial statements of Kingsman Academy Public Charter School (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. 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. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kingsman Academy Public Charter School as of June 30, 2020 and 2019, 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.

Other Matters

Other Information

Our audits were 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplemental schedules on pages 27-28, as required by D.C. Public Charter School Board ("DCPCSB"), are the responsibility of management, and are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2020, on our consideration of Kingsman Academy Public Charter School'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 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 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 Kingsman Academy Public Charter School's internal control over financial reporting and compliance.

Emphasis of Matter

As discussed in Note B to the financial statements, in 2020, Kingsman Academy Public Charter School adopted new accounting guidance, Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* and ASU 2018-08, *Clarifying the Scope of the Accounting Guidance for Contributions Received and Contributions Made*, and ASU 2016-18, *Statement of Cash Flows*. Our opinion is not modified with respect to this matter.

Jane Maruca & McQuade PA

Washington, DC
November 10, 2020

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2020 AND 2019

	2020	2019
<u>ASSETS</u>		
CURRENT ASSETS		
Cash, Cash Equivalents, and Restricted Cash:		
Cash and cash equivalents	\$ 2,919,547	\$ 2,570,015
Cash and cash equivalents restricted by debt agreements	327,759	325,903
Total Cash, Cash Equivalents, and Restricted Cash	3,247,306	2,895,918
Grants receivable	276,694	89,581
Accounts receivable	40,938	13,430
Prepaid expenses	132,315	23,317
Total Current Assets	3,697,253	3,022,246
PROPERTY AND EQUIPMENT, NET	9,374,623	9,593,609
OTHER ASSETS		
Deposits	40,000	40,000
TOTAL ASSETS	\$ 13,111,876	\$ 12,655,855
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 69,070	\$ 549,927
Accrued salaries and related expenses	276,496	403,545
Accrued interest	27,009	28,142
Deferred revenue	13,221	-
Capital lease obligation, current portion	-	1,390
Current portion of OPSCFS loan	677,600	50,904
Current portion of Series 2011 bonds	354,815	339,851
Total Current Liabilities	1,418,211	1,373,759
NON-CURRENT LIABILITIES		
OPSCFS loan, net	-	677,600
PPP loan	834,310	-
Series 2011 bonds, net	7,575,608	7,919,931
Total Non-Current Liabilities	8,409,918	8,597,531
TOTAL LIABILITIES	9,828,129	9,971,290
NET ASSETS		
Without donor restrictions	3,250,825	2,684,565
With donor restrictions	32,922	-
Total Net Assets	3,283,747	2,684,565
TOTAL LIABILITIES AND NET ASSETS	\$ 13,111,876	\$ 12,655,855

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

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2020 AND 2019**

	2020			2019
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions Complete Totals
REVENUE AND SUPPORT				
Per pupil appropriations	\$ 6,215,437	\$ -	\$ 6,215,437	\$ 7,435,860
Per pupil facilities allowance	807,070	-	807,070	916,903
Federal entitlements and grants	822,854	-	822,854	642,629
Other public grants	2,590	-	2,590	7,828
Contributions	5,897	44,829	50,726	6,967
Donated services	5,300	-	5,300	-
Other revenue	37,682	-	37,682	33,435
Interest income	4,505	-	4,505	7,348
Net released from restrictions	11,907	(11,907)	-	-
Total Revenue and Support	<u>7,913,242</u>	<u>32,922</u>	<u>7,946,164</u>	<u>9,050,970</u>
EXPENSES				
Educational services	6,342,020	-	6,342,020	7,830,126
Support services:				
Management and general	937,965	-	937,965	919,994
Fundraising	66,997	-	66,997	-
Total Support Services	<u>1,004,962</u>	<u>-</u>	<u>1,004,962</u>	<u>919,994</u>
Total Expenses	<u>7,346,982</u>	<u>-</u>	<u>7,346,982</u>	<u>8,750,120</u>
CHANGE IN NET ASSETS	566,260	32,922	599,182	300,850
NET ASSETS, beginning of year	<u>2,684,565</u>	<u>-</u>	<u>2,684,565</u>	<u>2,383,715</u>
NET ASSETS, end of year	<u>\$ 3,250,825</u>	<u>\$ 32,922</u>	<u>\$ 3,283,747</u>	<u>\$ 2,684,565</u>

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

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2020

	Educational Services	Support Services		Total Support Services	Total
		Management and General	Fundraising		
PERSONNEL, SALARIES AND BENEFITS					
Salaries	\$ 3,151,222	\$ 519,025	\$ 37,073	\$ 556,098	\$ 3,707,320
Employee benefits	326,047	53,702	3,836	57,538	383,585
Payroll taxes	247,752	40,806	2,915	43,721	291,473
Professional development	31,722	5,225	373	5,598	37,320
Total Personnel, Salaries and Benefits	3,756,743	618,758	44,197	662,955	4,419,698
DIRECT STUDENT COSTS					
Supplies and materials	30,711	-	-	-	30,711
Contracted instruction fees	153,652	-	-	-	153,652
Textbooks	93,999	-	-	-	93,999
Food service/catering	45,467	-	-	-	45,467
Transportation	135,287	-	-	-	135,287
Student assessments	28,843	-	-	-	28,843
Other student costs	159,278	-	-	-	159,278
Total Direct Student Costs	647,237	-	-	-	647,237
OCCUPANCY EXPENSES					
Rent	24,376	4,015	287	4,302	28,678
Utilities	116,635	19,211	1,372	20,583	137,218
Maintenance and repairs	72,576	11,954	853	12,807	85,383
Janitorial services	2,707	446	32	478	3,185
Contracted building services	377,045	62,101	4,436	66,537	443,582
Total Occupancy Expenses	593,339	97,727	6,980	104,707	698,046
OFFICE EXPENSES					
Office supplies and materials	40,984	6,750	482	7,232	48,216
Computer support	104,003	17,130	1,224	18,354	122,357
Telecommunications	49,048	8,079	577	8,656	57,704
Professional fees	348,739	57,439	4,103	61,542	410,281
Donated services	4,505	742	53	795	5,300
Dues and subscriptions	12,983	2,138	153	2,291	15,274
Postage and shipping	760	125	9	134	894
Total Office Expenses	561,022	92,403	6,601	99,004	660,026
GENERAL EXPENSES					
Insurance	42,625	7,021	501	7,522	50,147
Interest	321,268	52,915	3,779	56,694	377,962
Depreciation and amortization	311,098	51,240	3,660	54,900	365,998
Authorizer fees	59,878	9,862	705	10,567	70,445
Other general expense	48,810	8,039	574	8,613	57,423
Total General Expenses	783,679	129,077	9,219	138,296	921,975
TOTAL EXPENSES	\$ 6,342,020	\$ 937,965	\$ 66,997	\$ 1,004,962	\$ 7,346,982

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

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2019

	Educational Services	Management and General	Total
PERSONNEL, SALARIES AND BENEFITS			
Salaries	\$ 3,795,569	\$ 517,578	\$ 4,313,147
Employee benefits	391,428	53,377	444,805
Payroll taxes	287,958	39,267	327,225
Professional development	100,286	13,675	113,961
Total Personnel, Salaries and Benefits	<u>4,575,241</u>	<u>623,897</u>	<u>5,199,138</u>
DIRECT STUDENT COSTS			
Supplies and materials	90,702	-	90,702
Contracted instruction fees	379,918	-	379,918
Textbooks	26,418	-	26,418
Food service/catering	63,425	-	63,425
Transportation	238,587	-	238,587
Student assessments	56,840	-	56,840
Other student costs	227,629	-	227,629
Total Direct Student Costs	<u>1,083,519</u>	<u>-</u>	<u>1,083,519</u>
OCCUPANCY EXPENSES			
Rent	1,879	256	2,135
Utilities	156,580	21,352	177,932
Maintenance and repairs	93,439	12,742	106,181
Janitorial services	5,401	737	6,138
Contracted building services	416,570	56,805	473,375
Total Occupancy Expenses	<u>673,869</u>	<u>91,892</u>	<u>765,761</u>
OFFICE EXPENSES			
Office supplies and materials	48,458	6,608	55,066
Computer support	88,583	12,080	100,663
Telecommunications	36,253	4,944	41,197
Professional fees	376,871	51,392	428,263
Dues and subscriptions	21,436	2,923	24,359
Postage and shipping	1,189	162	1,351
Total Office Expenses	<u>572,790</u>	<u>78,109</u>	<u>650,899</u>
GENERAL EXPENSES			
Insurance	74,488	10,158	84,646
Interest	346,152	47,202	393,354
Depreciation and amortization	368,892	50,303	419,195
Authorizer fees	70,986	9,680	80,666
Other general expense	64,189	8,753	72,942
Total General Expenses	<u>924,707</u>	<u>126,096</u>	<u>1,050,803</u>
TOTAL EXPENSES	<u>\$ 7,830,126</u>	<u>\$ 919,994</u>	<u>\$ 8,750,120</u>

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

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2020 AND 2019**

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 599,182	\$ 300,850
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	365,998	419,195
Amortization of debt issuance costs	10,492	10,492
(Increase) decrease in assets:		
Grants receivable	(187,113)	83,506
Accounts receivable	(27,508)	(13,430)
Prepaid expenses	(108,998)	14,297
(Decrease) increase in liabilities:		
Accounts payable	(480,857)	388,894
Accrued salaries and related expenses	(127,049)	82,860
Accrued interest	(1,133)	(1,091)
Deferred revenue	13,221	(6,328)
Net Cash Provided by Operating Activities	56,235	1,279,245
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(147,012)	(667,819)
Net Cash Used for Investing Activities	(147,012)	(667,819)
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital lease payments	(1,390)	(16,240)
Principal payments on OPSCFS loan	(50,904)	(48,676)
Proceeds from PPP Loan	834,310	
Principal payments on Series 2011 bonds	(339,851)	(327,252)
Net Cash Provided by (Used for) Financing Activities	442,165	(392,168)
NET CHANGE IN CASH AND CASH EQUIVALENTS	351,388	219,258
CASH AND CASH EQUIVALENTS - beginning of year	2,895,918	2,676,660
CASH AND CASH EQUIVALENTS, end of year	\$ 3,247,306	\$ 2,895,918
SUPPLEMENTAL INFORMATION		
Cash paid for interest	\$ 368,603	\$ 383,953

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

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE A – ORGANIZATION AND PURPOSE

Kingsman Academy Public Charter School (the “School”) was incorporated in March 2015 as a not-for-profit school located in Washington, DC. The School has been approved by the District of Columbia Public Charter School Board to operate a charter school in the District of Columbia. The contract was dated June 29, 2015 and remains in effect for 15 years unless terminated sooner in accordance with the contract. The School is an open-enrollment, tuition-free, public school that opened its doors in August 2015. The School serves approximately 250 students in grades six through twelve who may be at risk of dropping out of school. Many of these students are over-age and under-credit for their grade level, have attendance problems, and have behavioral or emotional challenges.

The School’s mission is to provide an individualized and rigorous education in a supportive environment to prepare scholars for post-secondary success and responsible citizenship. The School offers individualized instruction and additional resources for all students, rich special education services, a strong multi-tiered system of support, a school-wide positive behavioral intervention and support, and numerous co-curricular and extracurricular programs.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The School’s financial statements are prepared on the accrual basis of accounting. Therefore, revenue and related assets are recognized when earned and expenses and related liabilities are recognized as the obligations are incurred.

Adoption of New Accounting Pronouncement

The Financial Accounting Standards Board (“FASB”) Accounting Standards Codification Topic 606, *Revenue from Contracts with Customers*, as amended, supersedes or replaces nearly all GAAP revenue recognition guidance. These standards establish a new contract and control-based revenue recognition model, change the basis for deciding when revenue is recognized over time or at a point in time, and expand disclosures about revenue. The School has implemented Topic 606 and has adjusted the presentation in these financial statements accordingly. The amendments have been applied retrospectively to all periods presented, with no effect on net assets.

In June 2018, FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. The School has implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in the accompanying financial statements under a modified prospective basis. Accordingly, there is no effect on net assets in connection with our implementation of ASU 2018-08.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNT POLICIES - continued

Adoption of New Accounting Pronouncement (continued)

In addition, during fiscal year 2020, the School adopted ASU 2016-18, *Statement of Cash Flows*, which requires the presentation of total change in cash, cash equivalents, restricted cash, and restricted cash equivalents for the accounting periods reflected in the statement of cash flows. ASU 2016-18 was applied retrospectively.

Financial Statement Presentation

Financial statement presentation follows Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Financial Statements of Not-For-Profit organizations. In accordance with the topic, net assets, revenue, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the School and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the School and/or the passage of time or that must be maintained permanently by the School. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions. Net assets with donor restrictions as of June 30, 2020 and 2019, totaled \$32,922 and \$0, respectively.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the School considers all highly liquid debt instruments purchased with an original maturity of fewer than three months and money market funds to be cash equivalents. The School believes it is not exposed to any significant credit risk on cash or cash equivalents.

Cash and Cash Equivalents Restricted by Debt Agreements

Cash and cash equivalents restricted by debt agreements are comprised of cash and cash equivalents held by a trustee or the authority to fund the current portion of debt service.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Grants and Accounts Receivable

The School's grants receivable consist of unsecured amounts due from public funding sources whose ability to pay is subject to appropriations. Accounts receivable are related to program service fees and are recognized as revenue on the accrual basis of accounting at the time the program activity has occurred. Management determines if an allowance for doubtful accounts is necessary based upon a review of outstanding receivables, historical collection experience, and existing economic conditions. Accounts deemed uncollectible are charged off based on this review. Management believes that all receivables will be collected within one year or less. Therefore, no allowance for doubtful accounts has been established.

Property and Equipment

Purchases of property and equipment over \$1,000 are capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Property and equipment are depreciated using the straight-line method over the estimated useful lives of the underlying assets, which range from 3 to 39 years. When assets are sold or otherwise disposed of, the asset and related accumulated depreciation and amortization are removed from the accounts, and any remaining gain or loss is included in operations. Repairs and maintenance are expensed when incurred.

Debt Issuance Costs

Cost incurred in the issuance of debt have been capitalized and are reported on the statements of financial position as a direct deduction from the related debt liability. Debt issuance costs are amortized as interest expense using the straight-line method over the remaining period of the debt, which approximates the effective interest method.

Revenue Recognition

Grants and Contributions

The School recognizes grants and contributions when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Contributions received with donor stipulations are recorded as contributions with donor restrictions based on the donor's intent. Unless otherwise stated by the donor, individual donations are recorded as contributions without donor restrictions. Contributions with donor restrictions that are met in the same reporting period as the contribution is received are reported as contributions without donor restrictions support.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Revenue Recognition (continued)

Per Pupil Appropriations, Facilities Allowance, and Federal Entitlements, and Other Government Grants

Revenues are received primarily from state and federal government agencies, including the District of Columbia Office of the State Superintendent of Education, District of Columbia Public Charter School Board, the U.S. Department of Education, and other agencies. These revenues are considered conditional grants with a measurable performance or other barrier and a right of return, and are not recognized until the conditions on which they depend have been substantially met. These grants are also subject to audit by the grantor agencies, which could result in a request for reimbursement by the agency for expenditures disallowed under the terms and conditions of the appropriate grantor. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position.

The School receives a student allocation on a per pupil basis from the District of Columbia to cover the cost of academic expenses. Per pupil appropriated revenue is recognized during the period for which the associated education services are provided. Per pupil appropriation revenue includes \$2,457,203 and \$3,861,167 for the years ended June 30, 2020 and 2019, respectively, for enhancements such as special education, English language learners, and at-risk students.

As of June 30, 2020, the School received a conditional promise to give in the amount of \$1,197,521 that is expected to be fulfilled within the year following the School's 2020 fiscal year-end.

Program Service Fees

Program service fees are revenue primarily derived from before and after-care programs, paid meal plans, and various student activities (e.g., fieldtrips, intramural sports, special events, etc.), which is recognized when the services are provided.

In-Kind Services and Donations

The School recognizes in-kind services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Donations of goods, such as textbooks, are recognized as in-kind donations if the goods would ordinarily be purchased. In-kind contributions are recorded at fair value. The School received donated services valued at \$5,300 and \$0, for the years ended June 30, 2020 and 2019, respectively.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, and the reported amounts of revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

Methods Used for Allocation of Expenses from Management and General Activities

The financial statements report certain categories of expenses that are attributable to more than one program or a supporting function as management and general activities. Expenses of this nature are allocated on a reasonable basis that is consistently applied. Allocated expenses include depreciation and amortization, office and occupancy costs, salaries and benefits, and other general organizational costs, which are allocated on the basis of time and effort expended.

NOTE C – INCOME TAXES

The School qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. In addition, the School is classified as an entity that is not a private foundation under Section 509(a)(1).

The School has adopted the accounting of uncertainty in income taxes as required by the Income Taxes topic of the FASB ASC. The topic requires the School to determine whether a tax position is more likely than not to be sustained upon examination by the applicable taxing authority, including resolution of any related appeals or litigation processes, based on the technical merits of the position.

The School has analyzed its tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to any uncertain tax positions taken on returns filed for the years ending June 30, 2017 to 2019. The School is not aware of any tax positions for which it believes that there is a reasonable possibility that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

NOTE D – AVAILABLE RESOURCES AND LIQUIDITY

The School regularly monitors liquidity required to meet its operating needs and other commitments, while also striving to prudently invest available funds. The School's sources of liquidity at its disposal include cash and cash equivalents and grants and accounts receivables.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE D – AVAILABLE RESOURCES AND LIQUIDITY - continued

In addition to financial assets available to meet general expenditures over the next 12 months, the School anticipates collecting sufficient revenue to cover general expenditures. Although the School had net assets with donor restrictions totaling \$32,922 and \$0, as of June 3, 2020 and 2019, respectively, these funds are expected to be available for spending over the next 12 months.

The following reflects the School’s financial assets as of June 30:

	2020	2019
Cash, cash equivalents, and restricted cash	\$ 3,247,306	\$ 2,895,918
Grants receivable	276,694	89,581
Accounts receivable	40,938	13,430
	<u>3,564,938</u>	<u>2,998,929</u>
Total Financial Assets Available to Meet Cash Needs for General Expenditures within One Year	<u>\$ 3,564,938</u>	<u>\$ 2,998,929</u>

NOTE E – PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at June 30:

	2020	2019
Land	\$ 2,259,174	\$ 2,259,174
Building improvements	7,680,618	7,654,092
Furnishings and equipment	379,749	362,240
Computers and materials	199,987	199,987
Construction in progress	660,653	557,677
	<u>11,180,181</u>	<u>11,033,170</u>
Less accumulated depreciation and amortization	<u>(1,805,558)</u>	<u>(1,439,561)</u>
Property and Equipment, Net	<u>\$ 9,374,623</u>	<u>\$ 9,593,609</u>

Depreciation and amortization expense for the years ended June 30, 2020 and 2019, totaled \$365,998 and \$419,195, respectively.

NOTE F – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the musical and other programs totaled and \$32,922 and \$0, as of June 30, 2020 and 2019, respectively.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE G – NOTES PAYABLE

On June 25, 2015, the School entered into an Amended and Restated Asset Purchase Agreement (the “Agreement”) with Options Public Charter School (“Options”) to serve Options’ former students in sixth through twelfth grades when Options ceased business operations. As such, Options transferred certain assets and liabilities to the School, which included the facility’s land, building and improvements and title thereto, licenses and permits, records, and all tangible personal property, such as books, supplies, and furniture.

Revenue Bonds

In accordance with the Agreement, the School assumed District of Columbia Revenue Bonds (Options Public Charter School), Series 2011, issued for \$10,642,000 (“Series 2011 Bonds”). The proceeds of the Series 2011 Bonds at the time of issuance were used to construct and renovate Options’ facility. As of the date of assumption by the School in 2015, the Series 2011 Bonds’ outstanding principal balance was \$9,650,472. The Series 2011 Bonds are collateralized by the School’s Deed of Trust dated November 1, 2011 from Options, encumbering the real property and improvements thereto at 1375 E Street, NE, Washington, DC. The Series 2011 Bonds are scheduled to mature on November 1, 2036. Payments under the Series 2011 Bonds are payable monthly and comprised of principal plus interest. The Series 2011 Bonds bear interest at the greater of the following and reevaluated every five-year period (i) the five-year average monthly Treasury Constant plus 3% multiplied by one minus the bank tax rate, or (ii) 4.00% per annum.

As of June 30, 2020 and 2019, interest accrued at a rate of 4.00% per annum. As of June 30, 2020 and 2019, the outstanding principal balance of the Series 2011 Bonds totaled \$8,102,663 and \$8,442,514 respectively.

PPP Loan

On April 27, 2020, the School secured \$834,310 with the Eagle Bank (the “Lender”) under the Small Business Administration’s Paycheck Protection Plan (“PPP”) that authorized forgivable loans to small businesses. This loan can be used to cover certain expenses during the COVID-19 crisis. The loan amounts will be forgiven as long as the loan proceeds are used to cover payroll costs, rent, certain mortgage interest and utility costs over a period specified in the loan document after the loan is made. If not used for the described purpose, the loan is due on April 27, 2022, along with interest calculated at the rate of 1% per annum. The PPP loan balance for the years ended June 30, 2020 and 2019, totaled \$834,310 and \$0, respectively.

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE G – NOTES PAYABLE - continued

Other Financing

In conjunction with the assumption of the Series 2011 Bonds, the School secured financing with the District of Columbia’s Office of Public Charter School Financing and Support for \$900,000 (the “OPCSFS Loan”). The OPCSFS Loan was obtained to finance closing costs associated with the assumption of Options’ debt obligations, funding of a debt service reserve, and purchase of Options’ property and equipment. The OPCSFS Loan is secured by the deed of trust of the School’s property. The OPCSFS Loan is payable in quarterly principal and interest payments based on a 15-year amortization schedule. Interest accrues at a fixed rate of 4.50% per annum. The OPCSFS Loan was scheduled to mature on August 1, 2020, at which time, a balloon payment of \$677,600 was due. Therefore, as of June 30, 2020 and 2019, the outstanding principal balance of the OPCSFS Loan totaled \$677,600 and \$728,504, respectively.

Subsequent to the year ended June 30, 2020, the School signed a commitment letter to refinance the OPCSFS Loan at an interest rate of one percent for an additional five year term based on an outstanding balance of \$706,017 as of July 31, 2020. The repayment terms call for quarterly installment payments of principal and interest based on a 25-year amortization schedule. A default interest rate of eight percent shall apply in the event that there is an outstanding loan balance due subsequent to the maturity date of August 1, 2025.

The above described debt agreements contain certain restrictive, financial, and nonfinancial covenants. In the opinion of management, the School has complied with the required covenants for 2020 and 2019. Interest expense totaled \$377,962 and \$393,354, including amortization of debt issuance costs of \$10,492 and \$10,492, for the years ended June 30, 2020 and 2019, respectively.

Long-term debt as of June 30 consisted of the following:

	2020	2019
Series 2011 Bonds, 4.0%, due through 2036	\$ 8,102,663	\$ 8,442,514
PPP loan, 1.0%, due through 2022	834,310	-
OPCSFS loan, 4.5%, due through 2020	677,600	728,504
	9,614,573	9,171,018
Less: Current installments	(1,032,415)	(390,755)
Less: Deferred financing costs, net of accumulated amortization	(172,240)	(182,732)
	\$ 8,409,918	\$ 8,597,531

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE G – NOTES PAYABLE - continued

Aggregate annual maturities of the debt are as follows for the years ending June 30:

	OPSCFS	PPP Loan	Series 2011 Bonds	Total
2021	\$ 677,600	\$ -	\$ 354,815	\$ 1,032,415
2022	-	834,310	369,476	1,203,786
2023	-	-	384,742	384,742
2024	-	-	399,883	399,883
2025	-	-	417,161	417,161
2026 and thereafter	-	-	6,176,586	6,176,586
Total	<u>\$ 677,600</u>	<u>\$ 834,310</u>	<u>\$ 8,102,663</u>	<u>\$ 9,614,573</u>

The following is a summary of debt issuance costs as of June 30:

	2020	2019
Debt issuance costs	\$ 223,825	\$ 223,825
Less: accumulated amortization	(51,585)	(41,093)
Debt Issuance Costs, Net	<u>\$ 172,240</u>	<u>\$ 182,732</u>

NOTE H – CAPITAL LEASE

In July 2015, the School entered into a lease for copier equipment which meets the accounting treatment criteria as a capital lease. The interest rate implicit in the lease is 5% per annum. The monthly payment is \$1,396 and the lease expires on July 22, 2019. As of June 30, 2020 and 2019, the capitalized cost of the equipment lease totaled \$60,618. Accumulated amortization on the equipment totaled \$60,618 and \$59,228, as of June 30, 2020 and 2019, respectively. As of June 30, 2020 and 2019, the outstanding balance due on the capital lease totaled \$0 and \$1,390, respectively.

NOTE I – CONCENTRATIONS OF RISK

The School is dependent on funding from the District of Columbia, as authorized by the District of Columbia Public Charter Board. During the years ended June 30, 2020 and 2019, approximately 89% and 89% , respectively, of total support was received from the District of Columbia.

The School is limited to enrolling students that are residents of the District of Columbia. As a DC Public Charter School, the School must adhere to the terms of its Charter Agreement. Uniform Per-Student Funding received from the District of Columbia is based upon actual student enrollment determined by an annual enrollment audit. As a result, actual revenue may vary materially from

KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019
(continued)

NOTE I – CONCENTRATIONS OF RISK - continued

budgeted revenue if under-enrollment were to occur.

The School maintains its cash in several financial institutions. The cash balances are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 per institution. The School’s cash routinely exceeds the FDIC limit. Management does not believe the School is exposed to any significant credit risk on its cash and cash equivalents.

NOTE J – PENSION PLAN

The School sponsors a 401(k) retirement plan (the Plan”) for all employees who are at least 21 years of age and have completed one year of service. Eligible employees can become participants on the first day of the month following the completion of eligibility requirements. Employees may make elective deferral contributions from their eligible earnings, up to the amount permissible by the Internal Revenue Service. The School matches up to three percent of the participant’s compensation, and will match \$0.50 for each dollar the participant contributes on the next two percent, for a maximum matching contribution of four percent. For the years ended June 30, 2020 and 2019, pension expense totaled \$69,310 and \$80,308, respectively.

NOTE K – SUBSEQUENT EVENTS

In preparing these financial statements, the School’s management has evaluated events and transactions for potential recognition or disclosure through November 10, 2020, the date the financial statements were available to be issued. Other than the refinancing of the OPCSFS Loan for an additional five years as referenced in Note G, there were no events or transactions discovered during the evaluation that required recognition or further disclosure.

**REPORTS AND SCHEDULES
REQUIRED BY THE UNIFORM GUIDANCE**



**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 Trustees of
Kingsman Academy Public Charter School
Washington, DC

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 Kingsman Academy Public Charter School (the "School"), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 10, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting ("internal control") to determine the 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 School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School'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 determination of financial statement amounts. 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 School'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 School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Jane Maurice & McQuade PA

Washington, DC
November 10, 2020



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

The Board of Trustees
Kingsman Academy Public Charter School
Washington, DC

Report on Compliance for Each Major Federal Program

We have audited Kingsman Academy Public Charter School's (the "School") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School's major federal programs for the year ended June 30, 2020. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School's compliance.

Opinion on Each Major Federal Program

In our opinion, the School 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, 2020.

Report on Internal Control over Compliance

Management of the School is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the School's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

Jane Maruca & McQuade PA

Washington, DC
November 10, 2020

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020**

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Grant Identification Number	Federal Expenditures
U. S. Department of Education			
Pass Through from District of Columbia Office of the State Superintendent of Education (OSSE)			
DC Opportunity Scholarship Program	84.370	84.370C	\$ 430,151
Title I Grants to Local Educational Agencies	84.010		188,717
Special Education Grants to States	84.027		68,847
Supporting Effective Instruction State Grants	84.367		38,807
Student Support and Academic Enrichment Program	84.424		20,197
National Institute of Justice Research, Evaluation and Development Project Grants	16.560		15,000
Total U.S. Department of Education			<u>761,719</u>
U.S. Department of Agriculture - Food and Nutrition Service			
Pass Through from District of Columbia Office of the State Superintendent of Education (OSSE)			
Child Nutrition Cluster			
National School Lunch Program	10.555		21,522
Federal Commodities Food Grant (donated)	10.555		9,746
School Breakfast Program	10.553		7,592
Child Nutrition Cluster			<u>38,860</u>
Total U.S. Department of Agriculture			<u>38,860</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 800,579</u>

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
NOTES TO THE SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
JUNE 30, 2020**

NOTE A – BASIS OF PRESENTATION

The schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of the School and is presented on the accrual basis of accounting. The information in the 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* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

NOTE B – 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. The School elected not to use the 10 percent de minimis indirect cost rate. Pass-through entity identifying numbers are presented where available.

NOTE C – RECONCILIATION TO THE FINANCIAL STATEMENTS

Expenditures per the Schedule exclude \$22,275 of federal funds provided under the Federal Communications Commission E-Rate program, which are reported as federal entitlements and grants in the statement of activities. Funding under the Federal Communications Commission E-Rate program is considered to be federal funds, however, and does not qualify as direct financial support, and therefore, is exempt from Federal Audit requirements.

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
SCHEDULE OF FINDING AND QUESTIONED COSTS
JUNE 30, 2020**

Section I – Summary of Auditor’s Results

Financial Statements

Type of report issued on the financial statements	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Type of auditor’s report issued on compliance for major programs	Unmodified
Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	None reported

Major Programs

CFDA Number(s)
84.370 and 84.010

Name of Federal Programs or Clusters

84.370 – DC Opportunity Scholarship Program
84.010 - Title I Grants to Local Educational Agencies

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
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**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
SCHEDULE OF FINDING AND QUESTIONED COSTS
JUNE 30, 2020
(continued)**

Section I – Summary of Auditor’s Results - continued

Auditee qualified as low-risk auditee? No

Section II – Financial Statement Findings

None noted

Section III – Federal Awards Findings and Questioned Costs

None noted

Section IV – Summary Schedule of Prior Year Findings and Questioned Costs

None noted

SUPPLEMENTAL SCHEDULES

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
SUPPLEMENTAL SCHEDULE OF VENDORS PAID OVER \$25,000
YEAR ENDED JUNE 30, 2020**

Vendor Name	Services Provided	Amount Paid
Little Bird	Human Rresource and Payroll services	\$ 498,437
Busy Bee Environmental Service	Maintenance	185,608
Edmentum	Student Learnin Programs	169,506
LGC Security LLC	Security	146,694
EdOps	Accounting and Finance Services	146,444
Holland & Knight	Legal	144,227
PMM Companies	Maintenance	128,578
Fortabyte Cyber Solutions	Tech support	120,969
Deadwyler Transportation	Transportation	118,400
GuideOne Insurance	Business Insurance	111,559
D.C. Public Charter School Board	Authorizer	81,568
Pepco	Utilities	79,363
Andrea E. Brown, MA, CCC-SLP Very-Well Said, LLC	Special Education	57,031
National Council on Compensation Insurance (NCCI)	Insurance	50,191
Preferred Meal Systems ,Inc	Food Service	42,559
T-Mobile	Telecommunication	41,976
Delta-T Group Virginia, Inc.	Staffing	37,616
Sound Mind Associates, LLC	Special Education	35,790
DC Water and Sewer Authority	Utilities	30,816
Kazoo, Inc.	Student Assessment/ Rewards Program	27,750
DC Treasurer	Debt	26,272

Note: The above schedule includes all vendors/contractors who were paid \$25,000 or more for which either a formal contract was executed or no formal contract was entered into, executed or negotiated during the fiscal year ended June 30, 2020. Based on a review of the signed conflict of interest forms, there appeared to be no related parties or parties-in-interest with respect to the above list of vendors.

**KINGSMAN ACADEMY PUBLIC CHARTER SCHOOL
 SUPPLEMENTAL SCHEDULE OF VENDOR CONTRACTS AWARDED OVER \$25,000
 YEAR ENDED JUNE 30, 2020**

Vendor Name	Services Provided	Approx Value
Marzano Research	PD/Curriculum Consulting Services	\$ 110,000
Liberty Mutual	Workers Comp/Cyber Risk Services	69,031
Onyx Therapy Group	Behavioral Support Services-SPED	50,000
Therapy Source	Behavioral Support Services-SPED	50,000
The MECCA Group	Behavioral Support Services-SPED	50,000
Washington Gas	Utility Services	45,000
Fortabyte Cyber Solutions	IT Structured Cabling Project	41,500

This schedule only reflects those unique vendors for which a verbal or written contract was entered into during fiscal year June 30, 2020, that are expected to equal or exceed \$25,000, for which services had not yet begun nor any payment received as of June 30, 2020. Therefore, this schedule does not include any vendors listed on the preceding schedule of vendors paid over \$25,000.