

**KANSAS CITY GIRLS PREPARATORY ACADEMY  
AND AFFILIATED ORGANIZATION**

**CONSOLIDATED FINANCIAL STATEMENTS  
with  
INDEPENDENT AUDITOR'S REPORT**

**June 30, 2023**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
Kansas City Girls Preparatory Academy and Affiliated Organization  
Kansas City, Missouri

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying consolidated financial statements of Kansas City Girls Preparatory Academy and Affiliated Organization (nonprofit organizations - referred to as the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Kansas City Girls Preparatory Academy and Affiliated Organization as of June 30, 2023, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

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

#### ***Change in Accounting Principle***

As discussed in Note 2:I and Note 6 to the financial statements, the Organization changed its method of accounting for the recognition of lease assets and lease liabilities by lessees for those leases classified as operating leases effective July 1, 2022 as required by the provisions of the Financial Accounting Standards Board's ("FASB") Accounting Standards Update ("ASU") 2016-02, *Leases* (Topic 842). Our opinion is not modified with respect to that matter.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

Board of Directors  
Kansas City Girls Preparatory Academy and Affiliated Organization

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

### ***Auditor's Responsibility for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

Board of Directors

Kansas City Girls Preparatory Academy and Affiliated Organization

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information and 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*, as listed in the table of contents from pages 21-29 are presented for purposes of additional analysis and are 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2023, on our consideration of Kansas City Girls Preparatory Academy's (the "Academy") internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Academy's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Academy's internal control over financial reporting and compliance.



Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 11, 2023

**KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

June 30, 2023

<b><u>ASSETS</u></b>	
Cash and cash equivalents	\$ 1,370,910
Grants receivable	34,904
Promises to give	144,301
Prepaid expenses	44,505
Other assets	220
Restricted for long-term purposes:	
Cash and cash equivalents	455,593
Investments	4,796,747
Promises to give, net	2,559,840
Property and equipment, net	<u>5,680,389</u>
Total Assets	\$ <u>15,087,409</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>	
Liabilities:	
Withholding liabilities	\$ 29,755
Accounts payable	<u>296,022</u>
Total Liabilities	325,777
Net Assets:	
Net assets without donor restrictions	6,748,283
Net assets with donor restrictions	<u>8,013,349</u>
Total Net Assets	<u>14,761,632</u>
Total Liabilities and Net Assets	\$ <u>15,087,409</u>

*See Accompanying Independent Auditor's Report and Notes to these Consolidated Financial Statements.*

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATED STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2023

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
<b><u>SUPPORT, REVENUE &amp; OTHER INCOME:</u></b>			
Contributions and donations	\$ 2,373,027	\$ 445,309	\$ 2,818,336
State aid receipts	1,977,425	0	1,977,425
Federal grants and contracts	1,291,878	0	1,291,878
Sales tax (Proposition C)	226,699	0	226,699
Student activities	618	0	618
Earnings on investments	219,625	0	219,625
Other income	<u>3,537</u>	<u>0</u>	<u>3,537</u>
Total Support, Revenue, and Other Income	6,092,809	445,309	6,538,118
<b><u>EXPENSES:</u></b>			
Program services	3,910,324	0	3,910,324
Supporting activities:			
General and administrative	1,378,631	0	1,378,631
Fundraising	<u>35,739</u>	<u>0</u>	<u>35,739</u>
Total Supporting activities	<u>1,414,370</u>	<u>0</u>	<u>1,414,370</u>
Total Expenses	5,324,694	0	5,324,694
Net Assets Released from Restrictions	<u>357,317</u>	<u>(357,317)</u>	<u>0</u>
Change in Net Assets	1,125,432	87,992	1,213,424
Net Assets, Beginning of Year	<u>5,622,851</u>	<u>7,925,357</u>	<u>13,548,208</u>
Net Assets, End of Year	<u>\$ 6,748,283</u>	<u>\$ 8,013,349</u>	<u>\$ 14,761,632</u>

*See Accompanying Independent Auditor's Report and Notes to these Consolidated Financial Statements.*

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2023

		Supporting Activities			
	Program Services	General & Administrative	Fundraising	Total Supporting Activities	Total
Salaries and wages	\$ 1,437,161	\$ 851,170	\$ 0	\$ 851,170	\$ 2,288,331
Retirement	122,479	21,535	0	21,535	144,014
Non-Teacher Retirement	38,251	42,313	0	42,313	80,564
Payroll taxes	107,654	64,104	0	64,104	171,758
Employee insurance	125,117	83,329	0	83,329	208,446
Other employee benefits	333	7,249	0	7,249	7,582
Professional and technical services	546,669	323,151	35,739	358,890	905,559
Property services	216,649	0	0	0	216,649
Transportation services (contracted)	396,263	3,629	0	3,629	399,892
Insurance	52,240	0	0	0	52,240
Communication and memberships	16,337	0	0	0	16,337
Other purchased services	413,513	0	0	0	413,513
General supplies	169,618	44,040	0	44,040	213,658
Food related service	55,027	0	0	0	55,027
Utilities, energy service	59,636	0	0	0	59,636
Other supplies	0	9,111	0	9,111	9,111
Capital outlay	28,066	60,000	0	60,000	88,066
Depreciation expense	89,899	0	0	0	89,899
Bad debt expense	0	(131,000)	0	(131,000)	(131,000)
Interest expense	35,412	0	0	0	35,412
Total Expenses	\$ <u>3,910,324</u>	\$ <u>1,378,631</u>	\$ <u>35,739</u>	\$ <u>1,414,370</u>	\$ <u>5,324,694</u>

See Accompanying Independent Auditor's Report and Notes to these Consolidated Financial Statements.



# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2023

### CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 1,213,424
Adjustments to reconcile change in net assets to net cash flows from operating activities:	
Depreciation	89,899
Unrealized gain on investments	(23,348)
Contributions restricted for investment in buildings and equipment	(277,798)
Decrease/(increase) in assets:	
Accounts receivable	49,271
Grants and State funds receivable	11,857
Promises to give	54,627
Prepaid expenses	(17,577)
Other assets	111
Increase/(decrease) in liabilities:	
Accounts payable	16,556
Withholding liabilities	133,289
Accrued liabilities	<u>(146,725)</u>
Net Cash Flows from Operating Activities	1,103,586

### CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of investments	(6,523,665)
Reinvested investment income	(93,394)
Sale of investments	1,843,660
Purchase of capital assets	<u>(677,628)</u>
Net Cash Flows from Investing Activities	(5,451,027)

### CASH FLOWS FROM FINANCING ACTIVITIES:

Proceeds from contributions restricted for: investment in buildings and equipment	1,336,340
Net payments on long-term debt	<u>(1,871,248)</u>
Net Cash Flows from Financing Activities	<u>(534,908)</u>

Net change in cash	(4,882,349)
Cash and cash equivalents, beginning of year	<u>6,708,852</u>
Cash and cash equivalents, end of year	\$ <u>1,826,503</u>

### Reconciliation of presentation on the statement of financial position:

Cash and cash equivalents	\$ 1,370,910
Restricted cash for investment in high school building construction	<u>455,593</u>
Total Cash and cash equivalents	\$ <u>1,826,503</u>

### Supplemental disclosure:

Cash paid for Interest	\$ <u>35,412</u>
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*See Accompanying Independent Auditor's Report and Notes to these Consolidated Financial Statements.*

# **KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE**

## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

June 30, 2023

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# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 1: ORGANIZATION AND AFFILIATE

Kansas City Girls Preparatory Academy (the “Academy”) is a not-for-profit public benefit corporation organized on November 22, 2016 with the initial registered name of Young Women’s Leadership Academy KC that was changed to its current name of Kansas City Girls Preparatory Academy on June 7, 2017. The corporation operates a charter school that is organized under Chapter 355, RSMo and governed by Senate Bill No. 781 of the 89th General Assembly of the Missouri legislature. The Academy is sponsored by Missouri Charter Public School Commission effective September 18, 2018 for a term of five years beginning July 1, 2019 until June 30, 2024. The Academy opened its doors in August 2019 with 5<sup>th</sup> grade students only. The Academy is exempt from most Missouri laws and statutes governing educational institutions. The Academy is legally separate from the Kansas City, Missouri School District and is not financially accountable to it.

The Academy operates the first single-gender, open-enrollment charter public school in Kansas City and will be affiliated with the Young Women’s Leadership Network (YWLN), a network of all-girls schools founded over two decades ago that has assured college access for thousands of young women from low-income neighborhoods. The charter agreement provides for the education of urban, disadvantaged, at-risk students in fifth through twelfth grades. The Academy plans to grow one grade per year to form a 5<sup>th</sup>-8<sup>th</sup> grade middle school and a 9<sup>th</sup>-12<sup>th</sup> grade high school. For the school year ended June 30, 2023, the Academy provided services to grades 5<sup>th</sup> through 8<sup>th</sup> grade. The Academy has added the 9<sup>th</sup> grade for the 2023-2024 school year. Approximately 75%-80% of the Academy’s funding is provided from State allocated funds and Federal grant awards received through the Missouri Department of Elementary and Secondary Education (“DESE”). Other support is provided by contributions from foundations and individuals.

Effective September 26, 2018, the Academy formed a new entity, Kansas City Girls Preparatory Academy Foundation (the “Foundation”) a 501(c)(3) not-for-profit public benefit corporation formed in Missouri to operate exclusively for the benefit of Kansas City Girls Preparatory Academy. The Foundation has been consolidated into the Academy’s financial statements.

### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Principles of Consolidation

The consolidated financial statements include the accounts of Kansas City Girls Preparatory Academy and Kansas City Girls Preparatory Academy Foundation (collectively the “Organization”). The organizations share common management and some board members. All material intercompany balances and transactions have been eliminated in consolidation.

#### B. Basis of Accounting

The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### C. Cash and Cash Equivalents

For purposes of the statement of financial position and statement of cash flows, the Organization defines its cash and equivalents to include cash in demand deposits and other highly liquid resources for operating and reinvestment purposes, such as investments in certificates of deposit and money market funds, with an original maturity of three months or less when purchased. Cash equivalents are valued at one dollar per share in the money market fund. These assets are categorized as Level 1 for fair value hierarchy.

#### D. Financial Instruments and Credit Risk

The Organization manages deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by management to be creditworthy. Accounts at each depository institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, amounts on deposit may exceed insured limits. To protect cash accounts with balances exceeding the FDIC coverage limit, the Organization's accounts are invested in a money market fund and considered covered as of June 30, 2023, resulting in \$0 of uninsured balances. To date, the Organization has not experienced any losses on such deposit accounts at the financial institution and believes it is not exposed to any significant credit risk on cash.

Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies and foundations supportive of the Organization's mission.

#### E. Promises to Give and Accounts Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. The Organization's management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. As a result of significant collections in 2023, the Organization changed the estimate of the allowance, taking into consideration the age of past due amounts and an assessment of the donor's ability to pay. This change resulted in a \$131,000 gain recorded in the bad debt expense for the year ended June 30, 2023. As of June 30, 2023, the allowance balance for promises to give receivable was \$70,000.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### F. Fair Value Measurements

The Organization reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset based on the best information available. A three-tier hierarchy for fair value measurement categorizes the inputs as follows:

Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 Unobservable inputs that are supported by little or no market activity and that is significant to the fair value of the assets or liabilities. In certain cases where Level 1 or 2 criteria are not applicable, then securities are designated as Level 3.

As of and for the year ended June 30, 2023, the Organization's cash equivalents invested in money market funds were measured at fair value on a recurring basis and were considered Level 1 per the hierarchy based on an active exchange and market prices readily observable.

#### G. Property and Equipment

All property and equipment are recorded at historical cost if purchased and fair value if donated. It is the policy of the Organization to capitalize expenditures for buildings, building improvements, equipment, and furniture and fixtures in excess of \$5,000 per item. When assets are sold or otherwise disposed of, the cost and related depreciation are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently. Depreciation is calculated over the estimated useful lives of the respective assets on a straight-line basis.

	<u>Years</u>
Furniture and equipment	5-7
Vehicles	5-7
Buildings and improvements	40

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### H. State Formula Receivable and Liability Advance

Basic formula funding from DESE received during the fiscal year is based on the reported average daily attendance (“ADA”) and weighted ADA. Following the completion of the school year, the Academy submits the final weighted ADA amounts to DESE, and the calculated total funding is compared to the aggregate amount received. A receivable or liability is reported on the statement of financial position depending on the calculation as of June 30<sup>th</sup>. As of June 30, 2023, the liability balance was \$0.

#### I. Leases

The Organization has adopted FASB ASC 842, *Leases*, with a date of initial application of July 1, 2022. For leases with a lease term greater than one year, the Organization recognizes a lease asset for its right to use the underlying leased asset and a lease liability for the corresponding lease obligation. The Organization determines whether an arrangement is or contains a lease at contract inception. The Organization includes in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. The weighted-average discount rate is based on the discount rate implicit in the lease. The Organization has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable. The Organization has applied the risk-free rate option to all classes of assets, including buildings.

The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis. Operating leases with a duration greater than one year are included in operating lease right-of-use (“ROU”) assets and operating lease liabilities in the Organization's statement of financial position as of June 30, 2023. Operating lease right-of-use assets and operating lease liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. In determining the present value of lease payments, the Organization used the elected risk-free rate. The Organization considers the lease term to be the noncancelable period that it has the right to use the underlying asset, including all periods covered by an option to (1) extend the lease if the Organization is reasonably certain to exercise the option, (2) terminate the lease if the Organization is reasonably certain not to exercise that option, and (3) extend, or not to terminate, the lease in which exercise of the option is controlled by the lessor.

The operating lease right-of-use assets also include any lease payments made and exclude lease incentives received or receivable. Lease expense is recognized on a straight-line basis over the expected lease term. Variable lease expenses are recorded when incurred. The Organization had no significant long-term leases as of June 30, 2023.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### J. Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions:* Net assets available for use in general operations and not subject to donor- (or certain grantor-) imposed restrictions. These net assets may be used at the discretion of the Organization's management and the board. The governing boards of the Organization have not designated net assets without donor restrictions for a designated purpose.

*Net Assets With Donor Restrictions:* Net assets subject to donor- (or certain grantor-) 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.

The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue when received and released from restrictions when the assets are placed in service.

It is the Organization's policy to first use net assets with donor restrictions prior to use of net assets without donor restrictions when disbursements are made for purposes for which both net assets with donor restrictions and net assets without donor restrictions are available.

#### K. Revenue and Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest 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.

A portion of our revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### L. Functional Allocation of Expenses

The costs of providing the program and supporting activities have been summarized on a functional basis in the statement of activities. The Organization has only one program service, which is the operation of a charter school. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. The expenses that are allocated include salaries and wages, employee benefits, payroll taxes, professional and technical services, and other purchased services, which are allocated on the basis of estimates of time and effort.

### M. Income Taxes

The Academy and Foundation are organized as Missouri nonprofit corporations and have been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(ii) and (viii), and have been determined not to be private foundations under IRC Sections 170(b)(1)(A)(ii) and 509(a)(3), respectively. Each entity is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the entities are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. We have determined that each entity is not subject to unrelated business income tax and have not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

### N. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the Organization's management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

### O. Subsequent Events

Management has evaluated subsequent events through December 11, 2023, the date the consolidated financial statements were available to be issued.



# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 3: LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the consolidated statement of financial position, comprise the following:

Financial assets at year end	
Cash and cash equivalents	\$ 1,826,504
Grants receivable	34,904
Promises to give	2,704,141
Investments	<u>4,796,746</u>
Total financial assets	9,362,295
Less amounts not available to be used within one year:	
Net assets with donor restrictions	<u>8,013,349</u>
Total available for general expenditure	\$ <u>1,348,946</u>

The Foundation does not have a policy to maintain a particular number of days of operating expenses as liquid assets. To maintain eligibility for charter sponsor contract renewal, the Academy must maintain a minimum cash fund balance of at least 4% at the end of each fiscal year and maintain at least 30 days of cash on hand at all times.

### NOTE 4: PROMISES TO GIVE

Unconditional promises to give are estimated to be collected as follows as of June 30, 2023:

Within one year	\$ 1,247,301
In one to five years	1,636,500
Over five years	<u>0</u>
	2,883,801
Less discount to net present value at 4.00% rate	(109,660)
Less allowance for uncollectable promises to give	<u>(70,000)</u>
Promises to give, net	\$ <u>2,704,141</u>

As of June 30, 2023, two donors accounted for 48.6 percent of the total promises to give.

Promises to give restricted by donors for long-term purposes for the investment in buildings and equipment totaled \$2,619,840 as of June 30, 2023 and the remaining balance of \$84,301 is to be used in general operations.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 5: PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of June 30, 2023:

Land	\$ 32,753
Buildings and improvements	4,172,452
Construction in progress	<u>1,833,502</u>
Property and equipment, gross	6,038,707
Less accumulated depreciation	<u>(358,318)</u>
Property and equipment, net of accumulated depreciation	\$ <u>5,680,389</u>

Depreciation expense for the year ended June 30, 2023 was \$89,899.

### NOTE 6: FACILITY COMMITMENT

The school building operated by the Academy is owned by the Foundation. Effective December 13, 2019 for the initial lease term, a lease agreement between the entities requires monthly payments of \$9,000 payable through December 31, 2022. Upon the expiration of the initial lease term and the Academy continues to operate as a charter school within the same leased building and is not in default, the lease term shall be automatically extended indefinitely for three-year periods under the same terms and conditions. The annual rental income and rent expense of \$108,000 is eliminated with the presentation of these consolidated financial statements.

### NOTE 7: NOTE PAYABLE

The Foundation entered into a secured promissory note with the Jedel Family Foundation in the amount of \$2,000,000 on December 13, 2019 with the deed of trust on the school building as secured collateral. Interest will accrue annually at the rate of 3.0% with payments of accrued interest being made quarterly through December 31, 2022, when all remaining unpaid interest and principal shall be due. Accelerated principal payments were made during the current year. The promissory note is payable from building commitment payments received from the Academy (Note 6 above). In the event of default, the lender may declare the debt immediately due and may pursue all remedies provided for in the loan documents. During December 2022, the Foundation paid the outstanding balance owed on the note in full prior to the maturity date. The note payable balance as of June 30, 2023 was \$0.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 8: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods as of June 30, 2023:

Subject to expenditure for specified purpose:	
New high school building construction and equipment	\$ 5,252,340
Technology and STEAM activities	43,369
Professional development and staffing	45,190
Literacy and Humanities	49,721
Other	2,889
Promises to give, the proceeds restricted by donors for:	
New high school building construction and equipment	<u>2,559,840</u>
	<u>7,953,349</u>
Subject to the passage of time:	
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	<u>60,000</u>
Total	\$ <u>8,013,349</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time specified by the donors as follows for the year ended June 30, 2023:

Satisfaction of purpose restriction:	
Technology and STEAM activities	\$ 31,018
Professional development and staffing	27,371
Middle school building HVAC upgrades	100,000
Promises to give, the proceeds restricted by donors for:	
Library and classroom fixtures	<u>19,748</u>
	178,138
Satisfaction of the passage of time:	
Promises to give for general operations	<u>179,180</u>
Total	\$ <u>357,317</u>

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 9: CLAIMS AND ADJUSTMENTS

The Academy participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. As of June 30, 2023, significant amounts of grant disbursements have not been audited by grantor governments, but the Academy believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on the overall financial position of the Academy.

### NOTE 10: RETIREMENT PLAN

Public School Retirement System of the School District of Kansas City, Missouri ("KCPSRS") is a mandatory cost-sharing multiple employer defined benefit pension plan (the "Plan"), which was established by the General Assembly of the State of Missouri and is exempt from the provisions of the Employee Retirement Income Security Act of 1974. The 12-member Board of Trustees of KCPSRS administers and operates the Plan in accordance with the statutes of the State of Missouri. Participation is mandatory for employees of the Kansas City, Missouri Public School District, the Kansas City Public Library and the Public School Retirement System.

All regular, full-time employees of the participating employers become members of the Plan as a condition of employment, if they are in a position requiring at least 25 hours of work per week and nine calendar months per year. Employees hired before or during 1961 are members of Plan A. As of December 31, 2014, there are no longer any members of Plan A receiving benefits. Employees hired after January 1, 2014, are members of Plan C. The most recent audited financial statements and actuarial valuation report are located on KCPSRS' website at [www.kcpsrs.org](http://www.kcpsrs.org).

#### *Benefits Provided*

KCPSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Positions covered by the Plan are also covered by social security. A Retirement Facts Book detailing the provisions of the plan can be found on KCPSRS' website at [www.kcpsrs.org](http://www.kcpsrs.org).

#### *Contributions*

Employers are required to match the contributions made by members. The contribution rate is set each year by the KCPSRS Board of Trustees within the contribution restrictions set in Section 169.350.4 and 169.291.16 RSMo. The rate may be changed in increments not to exceed 0.5% of pay each year. Effective January 1, 2020, members of Plan B and C contributed at 12.0% of annual compensation. The Academy's contributions to KCPSRS were \$224,578 for the year ended June 30, 2023.

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2023

### NOTE 11: SUBSEQUENT EVENT

The CARES Act provides an employee retention credit (“CARES ERC”), which is a refundable tax credit against certain employment taxes of up to \$5,000 per employee for eligible employers. In calendar year 2020, the tax credit is equal to 50% of qualified wages paid to employees during a quarter, capped at \$10,000 of qualified wages per employee. In calendar year 2021, the tax credit is equal to 70% of the qualified wages paid to employees after December 31, 2020, through September 30, 2021. These qualified wages are capped to \$10,000 per employee per calendar quarter in 2021. The maximum employee retention credit available is \$7,000 per employee per calendar quarter, for a total of \$21,000 for the first three calendar quarters of 2021. The Organization qualified for the tax credits and filed amended payroll tax forms in November 2023 for the first quarter 2021 totaling \$161,938 and the second quarter 2021 totaling \$165,893 for a total anticipated approved credit refund of \$327,831.

## **SUPPLEMENTARY INFORMATION**

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATING STATEMENT OF FINANCIAL POSITION

June 30, 2023

	<u>Academy</u>	<u>Foundation</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 540,250	\$ 830,660	\$ 0	\$ 1,370,910
Grants receivable	34,904	0	0	34,904
Promises to give	84,301	60,000	0	144,301
Prepaid expenses	53,505	0	(9,000)	44,505
Other assets	220	0	0	220
Restricted for long-term purposes:				
Cash and cash equivalents	0	455,593	0	455,593
Investments	0	4,796,747	0	4,796,747
Promises to give, net	0	2,559,840	0	2,559,840
Property and equipment, net	<u>0</u>	<u>5,680,389</u>	<u>0</u>	<u>5,680,389</u>
Total Assets	\$ <u>713,180</u>	\$ <u>14,383,229</u>	\$ <u>(9,000)</u>	\$ <u>15,087,409</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
Liabilities:				
Withholding liabilities	\$ 22,881	\$ 6,874	\$ 0	\$ 29,755
Accounts payable	224,412	71,610	0	296,022
Deferred unearned revenue	<u>0</u>	<u>9,000</u>	<u>(9,000)</u>	<u>0</u>
Total Liabilities	247,293	87,484	0	325,777
Net Assets:				
Net assets without donor restrictions	324,718	6,423,565	0	6,748,283
Net assets with donor restrictions	<u>141,169</u>	<u>7,872,180</u>	<u>0</u>	<u>8,013,349</u>
Total Net Assets	465,887	14,295,745	0	14,761,632
Total Liabilities and Net Assets	\$ <u>713,180</u>	\$ <u>14,383,229</u>	\$ <u>(9,000)</u>	\$ <u>15,087,409</u>

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATING STATEMENT OF ACTIVITIES For the Year Ended June 30, 2023

	<u>Academy</u>	<u>Foundation</u>	<u>Eliminations</u>	<u>Total</u>
<u>Change in Net Assets Without Donor Restrictions</u>				
SUPPORT, REVENUE, & OTHER INCOME				
Contributions and donations	\$ 692,229	\$ 1,680,798	\$ 0	\$ 2,373,027
State aid receipts	1,977,425	0	0	1,977,425
Federal grants and contracts	1,291,878	0	0	1,291,878
Sales tax (Proposition C)	226,699	0	0	226,699
Student activities	618	0	0	618
Facility rental income	0	108,000	(108,000)	0
Earnings on investments	4,339	215,286	0	219,625
Other income	<u>2,699</u>	<u>838</u>	<u>0</u>	<u>3,537</u>
Total Support, Revenue & Other Income	4,195,887	2,004,922	(108,000)	6,092,809
EXPENSES				
Program Services	3,461,759	556,565	(108,000)	3,910,324
Supporting Activities:				
General and administrative	1,207,444	171,187	0	1,378,631
Fundraising	<u>0</u>	<u>35,739</u>	<u>0</u>	<u>35,739</u>
Total Supporting Activities	<u>1,207,444</u>	<u>206,926</u>	<u>0</u>	<u>1,414,370</u>
Total Expenses	4,669,203	763,491	(108,000)	5,324,694
Net Assets Released from Restrictions	<u>257,317</u>	<u>100,000</u>	<u>0</u>	<u>357,317</u>
Change in Net Assets Without Donor Restrictions	(215,999)	1,341,431	0	1,125,432
Net Assets Without Donor Restrictions, Beginning	<u>540,717</u>	<u>5,082,134</u>	<u>0</u>	<u>5,622,851</u>
Net Assets Without Donor Restrictions, Ending	<u>324,718</u>	<u>6,423,565</u>	<u>0</u>	<u>6,748,283</u>
<u>Change in Net Assets With Donor Restrictions</u>				
SUPPORT, REVENUE, & OTHER INCOME				
Contributions and donations	<u>107,511</u>	<u>337,798</u>	<u>0</u>	<u>445,309</u>
Total Support, Revenue & Other Income	107,511	337,798	0	445,309
Net Assets Released from Restrictions	<u>(257,317)</u>	<u>(100,000)</u>	<u>0</u>	<u>(357,317)</u>
Change in Net Assets With Donor Restrictions	(149,806)	237,798	0	87,992
Net Assets with Donor Restrictions, Beginning	<u>290,975</u>	<u>7,634,382</u>	<u>0</u>	<u>7,925,357</u>
Net Assets with Donor Restrictions, Ending	<u>141,169</u>	<u>7,872,180</u>	<u>0</u>	<u>8,013,349</u>
Changes in Net Assets	(365,805)	1,579,229	0	1,213,424
NET ASSETS, Beginning of year	<u>831,692</u>	<u>12,716,516</u>	<u>0</u>	<u>13,548,208</u>
NET ASSETS, End of year	\$ <u>465,887</u>	\$ <u>14,295,745</u>	\$ <u>0</u>	\$ <u>14,761,632</u>

*See Independent Auditor's Report*



# KANSAS CITY GIRLS PREPARATORY ACADEMY AND AFFILIATE

## CONSOLIDATING STATEMENT OF CASH FLOWS For the Year Ended June 30, 2023

	<u>Academy</u>	<u>Foundation</u>	<u>Eliminations</u>	<u>Total</u>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>				
Change in net assets	\$ (365,805)	\$ 1,579,229	\$ 0	\$ 1,213,424
Adjustments to reconcile change in net assets to net cash flows from operating activities -				
Depreciation	0	89,899	0	89,899
Unrealized gain on investments	0	(23,348)	0	(23,348)
Contributions restricted for investment in buildings, equipment	0	(277,798)	0	(277,798)
Decrease/(increase) in assets:				
Accounts receivable	49,271	0	0	49,271
Grants and State funds receivable	11,857	0	0	11,857
Promises to give	114,627	(60,000)	0	54,627
Due from affiliate	0	110,000	(110,000)	0
Prepaid expenses	(26,577)	0	9,000	(17,577)
Other assets	111	0	0	111
Increase/(decrease) in liabilities:				
Accounts payable	14,810	1,746	0	16,556
Withholding liabilities	61,679	71,610	0	133,289
Due to affiliate	(110,000)	0	110,000	0
Accrued liabilities	0	(146,725)	0	(146,725)
Unearned revenue	<u>0</u>	<u>9,000</u>	<u>(9,000)</u>	<u>9,000</u>
Net Cash Flows from Operating Activities	(250,027)	1,353,613	0	1,103,586
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>				
Purchase of investments	0	(6,523,665)	0	(6,523,665)
Reinvested investment income	0	(93,394)	0	(93,394)
Sale of investments	0	1,843,660	0	1,843,660
Purchase of property and equipment	<u>0</u>	<u>(677,628)</u>	<u>0</u>	<u>(677,628)</u>
Net Cash Flows from Investing Activities	0	(5,451,027)	0	(5,451,027)
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>				
Proceeds from contributions restricted for:				
Investment in buildings and equipment	0	1,336,340	0	1,336,340
Net payments on long-term debt	<u>0</u>	<u>(1,871,248)</u>	<u>0</u>	<u>(1,871,248)</u>
Net Cash Flows from Financing Activities	<u>0</u>	<u>(534,908)</u>	<u>0</u>	<u>(534,908)</u>
Net change in cash and cash equivalents	(250,027)	(4,632,322)	0	(4,882,349)
Cash and cash equivalents, beginning of year	<u>790,277</u>	<u>5,918,575</u>	<u>0</u>	<u>6,708,852</u>
Cash and cash equivalents, end of year	\$ <u>540,250</u>	\$ <u>1,286,253</u>	\$ <u>0</u>	\$ <u>1,826,503</u>
<b><u>Reconciliation of presentation on the statement of financial position:</u></b>				
Cash and cash equivalents	\$ 540,250	\$ 830,660	\$ 0	\$ 1,370,910
Restricted cash for investment in high school building	<u>0</u>	<u>455,593</u>	<u>0</u>	<u>455,593</u>
Total Cash and cash equivalents	\$ <u>540,250</u>	\$ <u>1,286,253</u>	\$ <u>0</u>	\$ <u>1,826,503</u>
<b><u>Supplemental disclosure:</u></b>				
Cash paid for Interest	\$ <u>0</u>	\$ <u>35,412</u>	<u>0</u>	\$ <u>35,412</u>

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY

## BALANCE SHEET – BY FUND For the Year Ended June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Totals</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 482,770	\$ 57,480	\$ 0	\$ 540,250
Grants receivable	34,904	0	0	34,904
Promises to give	84,301	0	0	84,301
Prepaid expenses	53,505	0	0	53,505
Other assets	<u>220</u>	<u>0</u>	<u>0</u>	<u>220</u>
Total Assets	\$ <u>655,700</u>	\$ <u>57,480</u>	\$ <u>0</u>	\$ <u>713,180</u>
<b><u>LIABILITIES &amp; FUND BALANCES</u></b>				
Liabilities:				
Withholding liabilities	\$ 22,881	\$ 0	\$ 0	\$ 22,881
Accounts payable	<u>166,932</u>	<u>57,480</u>	<u>0</u>	<u>224,412</u>
Total Liabilities	189,813	57,480	0	247,293
Fund Balances:				
Restricted	141,169	0	0	141,169
Unassigned	<u>324,718</u>	<u>0</u>	<u>0</u>	<u>324,718</u>
Total Fund Balances	<u>465,887</u>	<u>0</u>	<u>0</u>	<u>465,887</u>
Total Liabilities and Fund Balances	\$ <u>655,700</u>	\$ <u>57,480</u>	\$ <u>0</u>	\$ <u>713,180</u>

Note: The supplementary financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BY FUND For the Year Ended June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Totals</u>
<b><u>REVENUES:</u></b>				
Local	\$ 889,083	\$ 85,012	\$ 60,000	\$ 1,034,095
State	440,405	1,537,020	0	1,977,425
Federal	<u>1,291,878</u>	<u>0</u>	<u>0</u>	<u>1,291,878</u>
Total Revenues	2,621,366	1,622,032	60,000	4,303,398
<b><u>EXPENDITURES:</u></b>				
Instruction	654,172	1,386,384	1,473	2,042,029
Support services - Students	289,729	2,937	0	292,666
Support services - Instructional Staff	84,346	0	0	84,346
Support services - General Administration	413,919	90,779	0	504,698
Support services - Building Level Admin	342,824	141,932	0	484,756
Support services - Central Office	54,025	0	0	54,025
Business Support Services	55,699	0	60,000	115,699
Business Support - Fiscal Services	72,000	0	0	72,000
Operation and Maintenance Plant Services	542,759	0	9,374	552,133
Student Transportation	373,742	0	0	373,742
Food Services	91,711	0	0	91,711
Community services	<u>1,398</u>	<u>0</u>	<u>0</u>	<u>1,398</u>
Total Expenditures	<u>2,976,324</u>	<u>1,622,032</u>	<u>70,847</u>	<u>4,669,203</u>
Revenues Over (Under) Expenditures	(354,958)	0	(10,847)	(365,805)
Other Financing Sources (Uses)				
Transfers In / (Out)	<u>(10,847)</u>	<u>0</u>	<u>10,847</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(10,847)</u>	<u>0</u>	<u>10,847</u>	<u>0</u>
Net Changes in Fund Balance	(365,805)	0	0	(365,805)
Fund Balance – June 30, 2022	<u>831,692</u>	<u>0</u>	<u>0</u>	<u>831,692</u>
Fund Balance – June 30, 2023	\$ <u>465,887</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>465,887</u>

Note: The supplementary financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY

## SCHEDULE OF REVENUES BY SOURCE – BY FUND For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
<b>LOCAL:</b>				
Sales tax (Prop C)	\$ 141,687	\$ 85,012	\$ 0	\$ 226,699
Gifts and contributions	739,740	0	60,000	799,740
Earnings on investments	4,339	0	0	4,339
Student activities	618	0	0	618
Other	<u>2,699</u>	<u>0</u>	<u>0</u>	<u>2,699</u>
Total Local	889,083	85,012	60,000	1,034,095
<b>STATE</b>				
Basic formula	223,736	1,537,020	0	1,760,756
Transportation	157,074	0	0	157,074
Classroom trust fund	<u>59,595</u>	<u>0</u>	<u>0</u>	<u>59,595</u>
Total State	440,405	1,537,020	0	1,977,425
<b>FEDERAL</b>				
Medicaid	44,992	0	0	44,992
IDEA Special education	56,976	0	0	59,976
Food services grants	63,900	0	0	63,900
CRRSA and ARP Acts grants	689,965	0	0	689,965
ESEA Title I.A	230,259	0	0	230,259
ESEA Title II.A	12,789	0	0	12,789
ESEA Title IV.A	16,414	0	0	16,414
CSP grant	172,865	0	0	172,865
Other federal grants	<u>3,718</u>	<u>0</u>	<u>0</u>	<u>3,718</u>
Total Federal	<u>1,291,878</u>	<u>0</u>	<u>0</u>	<u>1,291,878</u>
Total All Sources	\$ <u>2,621,366</u>	\$ <u>1,622,032</u>	\$ <u>60,000</u>	\$ <u>4,303,398</u>

Note: The supplementary financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY

## SCHEDULE OF EXPENDITURES BY OBJECT – BY FUND For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
Salaries and wages	\$ 768,419	\$ 1,273,978	\$ 0	\$ 2,042,397
Retirement	0	144,014	0	144,014
Non-Teacher Retirement	80,269	295	0	80,564
Payroll taxes	57,711	95,507	0	153,218
Employee insurance	78,291	108,077	0	186,368
Other employee benefits	5,987	161	0	6,148
Professional and technical services	855,098	0	0	855,098
Property services	324,649	0	0	324,649
Transportation services (contracted)	399,892	0	0	399,892
Insurance	52,240	0	0	52,240
Communication and memberships	16,337	0	0	16,337
General supplies	213,658	0	0	213,658
Food related service	55,027	0	0	55,027
Utilities, energy service	59,636	0	0	59,636
Other supplies	9,110	0	0	9,110
Capital outlay	<u>0</u>	<u>0</u>	<u>70,847</u>	<u>70,847</u>
Total Expenditures	\$ <u>2,976,324</u>	\$ <u>1,622,032</u>	\$ <u>70,847</u>	\$ <u>4,669,203</u>

Note: The supplementary financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Independent Auditor's Report*

# KANSAS CITY GIRLS PREPARATORY ACADEMY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2023

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Number	FAIN Number	Pass- Through Number	Federal Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Child Nutrition Cluster:				
School Breakfast Program	10.553	20221N119943	048-929	\$ 3,207
School Breakfast Program	10.553	20232N119943	048-929	14,032
National School Lunch Program (NSLP)	10.555	20221N119943	048-929	7,565
National School Lunch Program (NSLP)	10.555	20232N119943	048-929	<u>39,097</u>
Total Child Nutrition Cluster				<u>63,900</u>
Total U.S. Department of Agriculture				<u>63,900</u>
<u>Federal Communications Commission</u>				
COVID-19: Emergency Connectivity Fund Program	32.009		Direct	<u>1,600</u>
Total Federal Communications Commission				<u>1,600</u>
<u>U.S. Department of Education</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Title I, Part A – Grants to LEAs	84.010A	S010A200025	048-929	35,673
Title I, Part A – Grants to LEAs	84.010A	S010A210025	048-929	132,875
Title I, Part A – Grants to LEAs	84.010A	S010A220025	048-929	75,125
Title II, Part A – Supporting Effective Instruction	84.367A	S367A210024	048-929	8,982
Title II, Part A – Supporting Effective Instruction	84.367A	S367A220024	048-929	4,874
Title IV, Part A – Student Support and Academic Enrichment	84.424A	S424A190026	048-929	1,885
Title IV, Part A – Student Support and Academic Enrichment	84.424A	S424A210026	048-929	9,196
Title IV, Part A – Student Support and Academic Enrichment	84.424A	S424A220026	048-929	6,828
Education Stabilization Fund (ESF) grants:				
COVID-19: ESF CRRSA Act - ESSER II	84.425D	S425D210021	048-929	43
COVID-19: ESF CRRSA Act - ESSER II: Teacher Retention	84.425D	S425D210021	048-929	8,271
COVID-19: ESF ARP Act - ESSER III	84.425U	S425U210021	048-929	<u>686,242</u>
Total Education Stabilization Fund (ESF) grants				694,556
Special Education Cluster (IDEA):				
IDEA, Part B - Special Education	84.027A	H027A200040	048-929	4,338
IDEA, Part B - Special Education	84.027A	H027A210040	048-929	25,308
IDEA, Part B - Special Education	84.027A	H027A220040	048-929	13,199
COVID-19: ARP Act IDEA	84.027X	H027X210040	048-929	<u>9,793</u>
Total Special Education Cluster				52,638
<i>Direct:</i>				
Charter School Program Grant	84.282B	U282B180039	Direct	<u>172,865</u>
Total U.S. Department of Education				<u>1,195,497</u>
<u>U.S. Department of Health and Human Services</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Afghan Refugee School Impact Grant	93.566		048-929	<u>2,118</u>
Total U.S. Department of Health and Human Services				<u>2,118</u>

TOTAL EXPENDITURES OF FEDERAL AWARDS \$ 1,263,116

*See Accompanying Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards.*

## KANSAS CITY GIRLS PREPARATORY ACADEMY

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2023

#### NOTE 1: GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Kansas City Girls Preparatory Academy ("Academy") under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Academy, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Academy.

#### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The Schedule presents both Type A and Type B federal assistance programs administered by the Academy. The Uniform Guidance establishes the formula for determining the level of expenditures of disbursements to be used in defining Type A and Type B federal financial assistance programs. For the Academy, Type A programs are those which exceed \$750,000 in disbursements, expenditures, or distributions. The determination of major and nonmajor programs is based on the risk-based approach outlined in Uniform Guidance.

The Academy elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

#### NOTE 3: SUBRECIPIENTS

The Academy did not provide funds to subrecipients in the current fiscal year.

*See Accompanying Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards.*

## **INTERNAL CONTROL AND COMPLIANCE**





**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***

Board of Directors  
Kansas City Girls Preparatory Academy  
Kansas City, Missouri

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 Kansas City Girls Preparatory Academy (the "Academy") (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, 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 December 11, 2023.

**Report on Internal Control over Financial Reporting**

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

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

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

Board of Directors  
Kansas City Girls Preparatory Academy  
Kansas City, Missouri

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Academy's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Academy'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 Academy's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Marr and Company". The script is cursive and fluid, with the "M" and "C" being particularly large and stylized.

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 11, 2023



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

Board of Directors  
Kansas City Girls Preparatory Academy  
Kansas City, Missouri

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited the Kansas City Girls Preparatory Academy's ("Academy") (a nonprofit organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Academy's major federal programs for the year ended June 30, 2023. The Academy's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Academy 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, 2023.

#### ***Basis for Opinion on Each Major Federal Program***

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

We are required to be independent of the Academy and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Academy's compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

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

***Auditor's Responsibilities for the Audit of Compliance***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Academy's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Academy's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Academy's internal control over compliance. Accordingly, no such opinion is expressed.

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

**Report on Internal Control Over Compliance**

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

Board of Directors  
Kansas City Girls Preparatory Academy  
Kansas City, Missouri

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

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

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

A handwritten signature in black ink that reads "Marr and Company". The script is cursive and fluid, with the "M" and "C" being particularly large and stylized.

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 11, 2023

**KANSAS CITY GIRLS PREPARATORY ACADEMY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended June 30, 2023

**SECTION I: SUMMARY OF AUDITOR'S RESULTS**

*Financial Statement:*

- 1) The type of report issued on the basic financial statements. Unmodified opinion
- 2) Internal Control over Financial Reporting:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
- 3) Noncompliance, which is material to the basic financial statements, was disclosed. None

*Federal Awards:*

- 1) Internal Control over Major Programs:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
- 2) The type of report issued on compliance for major programs. Unmodified opinion
- 3) Any audit findings which are required to be reported under Section 200.516(a) of the Uniform Guidance? None
- 4) The School's major federal program(s):

Assistance Listing Number(s)	Federal Program or Cluster
84.425D, 84.425U	Education Stabilization Fund (ESF)
- 5) Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
- 6) Auditee qualified as a low-risk auditee specified in Section 200.520 of the Uniform Guidance?  
\_\_\_ Yes    X No

**SECTION II: FINANCIAL STATEMENT FINDINGS**

No financial statement findings were reported.

**SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No federal award findings and questioned costs were reported.

**SECTION IV: RESOLUTIONS OF PRIOR YEAR AUDIT FINDINGS**

No audit findings were noted from the prior year.



## **INDEPENDENT ACCOUNTANT'S REPORT ON MANAGEMENT'S ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS**

Board of Directors  
Kansas City Girls Preparatory Academy  
Kansas City, Missouri

We have examined management of Kansas City Girls Preparatory Academy's (the "Academy") assertion that the Academy complied with the requirements of Missouri laws and regulations regarding accurate disclosure of the Academy's records of average daily attendance and average daily transportation of pupils, and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2023. Kansas City Girls Preparatory Academy's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination does not provide a legal determination on the Academy's compliance with specified requirements.

In our opinion, management's assertion that the Kansas City Girls Preparatory Academy complied with the aforementioned requirements included in the Schedule of Selected Statistics for the year ended June 30, 2023, is fairly stated, in all material respects.

*Marr and Company*

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 11, 2023

**KANSAS CITY GIRLS PREPARATORY ACADEMY****SCHEDULE OF SELECTED STATISTICS**

For the Year Ended June 30, 2023

**1. CALENDAR (SECTIONS 160.041, 171.029, 171.031, AND 171.033 RSMO)**

Report each unique calendar the charter school has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
3945	5	8	n/a	6.8200	167	1,068.1100

**2. ATTENDANCE HOURS**

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
3945	05	20,338.0330	0.0000	0.0000	0.0000	0.0000	20,338.0330
3945	06	26,076.9158	0.0000	0.0000	0.0000	0.0000	26,076.9158
3945	07	40,934.6823	0.0000	0.0000	0.0000	0.0000	40,934.6823
3945	08	41,016.4156	0.0000	0.0000	0.0000	0.0000	41,016.4156
<b>Grand Total</b>		<u>128,366.0467</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>128,366.0467</u>

**3. SEPTEMBER MEMBERSHIP**

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day **and** in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full-Time	Part-Time	Other	Total
3945	05	22.00	0.00	0.00	22.00
3945	06	25.00	0.00	0.00	25.00
3945	07	47.00	0.00	0.00	47.00
3945	08	47.00	0.00	0.00	47.00
<b>Grand Total</b>		<u>141.00</u>	<u>0.00</u>	<u>0.00</u>	<u>141.00</u>



**KANSAS CITY GIRLS PREPARATORY ACADEMY**

**SCHEDULE OF SELECTED STATISTICS**  
For the Year Ended June 30, 2023

**4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMO)**

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
3945	<u>139.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>139.00</u>

**5. FINANCE**

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
5.1	The charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	<b>True</b>
5.2	The charter school maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	<b>True</b>
	Academic Programs Off-Campus	<b>N/A</b>
	Career Exploration Program – Off Campus	<b>N/A</b>
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	<b>N/A</b>
	Dual enrollment	<b>N/A</b>
	Homebound instruction	<b>N/A</b>
	Missouri Options	<b>N/A</b>
	Prekindergarten eligible to be claimed for state aid	<b>N/A</b>
	Remediation	<b>N/A</b>
	Sheltered Workshop participation	<b>N/A</b>
	Students participating in the school flex program	<b>N/A</b>
	Traditional instruction (full and part-time students)	<b>True</b>
	Virtual instruction (MOCAP or other option)	<b>N/A</b>
	Work Experience for Students with Disabilities	<b>N/A</b>

**KANSAS CITY GIRLS PREPARATORY ACADEMY**

**SCHEDULE OF SELECTED STATISTICS**  
For the Year Ended June 30, 2023

**5. FINANCE (CONTINUED)**

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
5.3	The charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	<b>True</b>
5.4	The charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	<b>True</b>
5.5	As required by Section 162.401, RSMo, a bond was purchased for the charter school's treasurer in the total amount of:	<b>\$0</b>
5.6	The charter school's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	<b>True</b>
5.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. ( <u>Not applicable to charter schools.</u> )	<b>N/A</b>
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.	<b>True</b>
5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. ( <u>Not applicable to charter schools.</u> )	<b>N/A</b>
5.10	The charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	<b>True</b>
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost. ( <u>Not applicable to charter schools.</u> )	<b>N/A</b>
5.12	The amount spent for approved professional development committee plan activities was:	<b>\$N/A</b>

**KANSAS CITY GIRLS PREPARATORY ACADEMY**SCHEDULE OF SELECTED STATISTICS  
For the Year Ended June 30, 2023**5. FINANCE (CONTINUED)**

Section	Question	Answer
5.13	The charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the school website or other form of social media as required by Section 160.066, RSMo.	<b>True</b>

Notes:	The Academy has insurance coverage for employee theft instead of a purchased surety bond (Section 5.5)
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All above "False" answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted

**6. TRANSPORTATION (SECTION 163.161, RSMO)**

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	<b>True</b>
6.2	The charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	<b>True</b>
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	<b>True</b>
	Eligible ADT	<u>155.00</u>
	Ineligible ADT	<u>0.00</u>
6.4	The charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	<b>True</b>
6.5	Actual odometer records show the total charter-operated and contracted mileage for the year was:	<u>57,101</u>
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	<b>True</b>
	Eligible Miles	<u>56,056</u>
	Ineligible Miles (Non-Route/Disapproved)	<u>1,045</u>

**KANSAS CITY GIRLS PREPARATORY ACADEMY**

**SCHEDULE OF SELECTED STATISTICS**  
For the Year Ended June 30, 2023

**6. TRANSPORTATION (SECTION 163.161, RSMO) (CONTINUED)**

Section	Question	Answer
6.7	Number of days the charter school operated the school transportation system during the regular school year:	<u>167</u>

All above “False” answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted