

Atlas Public Schools

INFORMATION REQUIRED FOR  
STATE PROGRAM REPORTING

June 30, 2022

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## Independent Accountants' Report on Compliance with Specified Requirements of Missouri Laws and Regulations

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Board of Directors  
Atlas Public Schools

We have examined Atlas Public Schools (the "School") compliance with the requirements of the Missouri laws and regulations regarding accurate disclosure of the School's records of average daily attendance and other statutory requirements as listed in the schedule of selected statistics for the year ended June 30, 2022. Management of the School is responsible for the School's compliance with the specified requirements. Our responsibility is to express an opinion on the School's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the School complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the School complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis of our opinion.

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

In our opinion, the School complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2022.

This report is intended solely for the information and use of management, Board of Directors, Missouri Department of Elementary and Secondary Education, and other audit agencies and is not intended to be and should not be used by anyone other than these specified parties.

*Kerber, Eck & Braeckel LLP*

St. Louis, Missouri  
December 8, 2022

**Atlas Public Schools**  
**SCHEDULE OF SELECTED STATISTICS – UNAUDITED**  
**JUNE 30, 2022**

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Entity Number: 115-933

1. **Calendar** (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
6905	K	1	-	7.0000	151	1,057.0000

2. **Attendance Hours**

School Code	Grade Level	Full-Time	Part-Time	Remedial Hours	Other	Summer School	Total
6905	K-1	101,521.3575	-	-	-	-	101,521.3575

Note: Summer school was funded by the ESSER III Summer School Grant. These attendance hours are not reported above.

3. **September Membership**

School Code	Grade Level	Full-Time	Part-Time	Other	Total
6905	K-1	114.00	-	-	114.00

4. **Free and Reduced Priced Lunch FTE Count** (Section 163.011(6), RSMo)

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
6905	76.00	7.00	N/A	N/A	83.00

**Atlas Public Schools**  
**SCHEDULE OF SELECTED STATISTICS – UNAUDITED**  
**JUNE 30, 2022**

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**5. Finance**

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.	<u>TRUE</u>
5.2	The charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category 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:	
	Academic Programs Off-Campus	<u>N/A</u>
	Career Exploration Program – Off Campus	<u>N/A</u>
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	<u>N/A</u>
	Dual enrollment	<u>N/A</u>
	Homebound instruction	<u>N/A</u>
	Missouri Options	<u>N/A</u>
	Prekindergarten eligible to be claimed for state aid	<u>N/A</u>
	Remediation	<u>N/A</u>
	Sheltered Workshop participation	<u>N/A</u>
	Students participating in the school flex program	<u>N/A</u>
	Traditional instruction (full and part-time students)	<u>TRUE</u>
	Virtual instruction (MOCAP or other option)	<u>TRUE</u>
	Work Experience for Students with Disabilities	<u>N/A</u>
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.	<u>TRUE</u>
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.	<u>TRUE</u>
5.5	As required by Section 162.401, RSMo, a bond was purchased for the organization’s treasurer in the total amount of:	<u>N/A</u>
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.	<u>FALSE</u>
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>N/A</u>
5.8	Salaries reported for educators in the October Core Data and Educator School files are supported by complete and accurate payroll and contract records.	<u>TRUE</u>

**Atlas Public Schools**  
**SCHEDULE OF SELECTED STATISTICS – UNAUDITED**  
**JUNE 30, 2022**

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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 date for the projects to be undertaken.	<u>N/A</u>
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.	<u>N/A</u>
5.11	The charter school 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>N/A</u>
5.12	The amount spent for approved professional development committee plan activities was:	<u>N/A</u>
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.	<u>TRUE</u>
	All above “false answers must be supported by a finding or management letter comment.	
	Findings #: <u>2022-001</u>	
	Management Letter Comment #: <u>N/A</u>	

**6. Transportation** (Section 163.161, RSMo)

6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	<u>N/A</u>
6.2	The charter school’s transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	<u>N/A</u>

**Atlas Public Schools**  
**SCHEDULE OF SELECTED STATISTICS – UNAUDITED**  
**JUNE 30, 2022**

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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:	<ul style="list-style-type: none"> <li style="margin-left: 400px;">▪ <b>Eligible ADT</b> <u>N/A</u></li> <li style="margin-left: 400px;">▪ <b>Ineligible ADT</b> <u>N/A</u></li> </ul>
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.	<u>N/A</u>
6.5	Actual odometer records show the total charter-operated and contracted mileage for the year was:	<u>N/A</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:	<ul style="list-style-type: none"> <li style="margin-left: 400px;">▪ <b>Eligible Miles</b> <u>N/A</u></li> <li style="margin-left: 400px;">▪ <b>Ineligible Miles (Non-Route/Disapproved)</b> <u>N/A</u></li> </ul>
6.7	Number of days the charter school operated the school transportation system during the regular school year:	<u>N/A</u>

All above "False" answers must be supported by a finding or management letter comment.

Findings #: N/A  
Management Letter Comment #: N/A

**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**

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Board of Directors  
Atlas Public Schools

We have audited 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, the financial statements of Atlas Public Schools, which comprise the statement of assets, liabilities and net assets – modified cash basis as of June 30, 2022, and the related statements of revenues, expenses and changes in net assets – modified cash basis and functional expenses – modified cash basis for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 8, 2022.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Atlas Public Schools' internal control over financial reporting (internal control) as a basis for designing 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 Atlas Public Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of Atlas Public Schools' 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. We did identify a deficiency in the internal control, described in the accompanying schedule of state findings as item 2022-001 that we consider to be a significant deficiency.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Atlas Public Schools' 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*.



**Atlas Public Schools Response to Finding**

Atlas Public Schools response to the finding identified in our audit is described in the Schedule of State Findings. The response was not subject to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

**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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

St. Louis, Missouri  
December 8, 2022

*Keiber, Eck & Branchel LLP*

**Atlas Public Schools**  
**SCHEDULE OF STATE FINDINGS**  
**Year ended June 30, 2022**

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**Finding 2022-001 – Secured Deposits**

**Condition:** The School’s deposits maintained by a legal depository were not fully secured by either collateralized securities or insured by the Federal Deposit Insurance Program (FDIC).

**Criteria:** Section 110.020, RSMo, requires the value of securities deposited and maintained by a legal depository under Section 110.010 shall at all times not be less than one hundred percent of the actual amount of funds on deposit with the depository, less the amount, if any, insured by the Federal Deposit Insurance Corporation.

**Cause:** The School does not have internal controls to ensure that deposits maintained by a legal depository are secured at all times.

**Effect:** The School is not in compliance with Sections 110.010 and 110.020, RSMo.

**Recommendation:** We recommend the School establish the necessary controls to ensure deposit is maintained by a legal depository are secured by either collateralized securities or insured by the FDIC at all times.

*Management Response:*

*Management concurs with the finding.*

The School’s management agrees that this is a deficiency in internal control and has implemented procedures subsequent to June 30, 2022 to abide by Section 110.010 and 110.020, RSMo.