



Financial Statements
June 30, 2022 and 2021

Green Dot Public Schools Southeast Texas

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Certificate of Board

We, the undersigned, certify that the attached annual financial and compliance report of Green Dot Southeast Texas were reviewed and (check one) _____ approved _____ disapproved for the year ended June 30, 2022, at a meeting of the Board of Directors of said entity on the _____ day of _____, 2022.

Signature of Board Secretary

Signature of Board President



Independent Auditor's Report

Board of Directors
Green Dot Public Schools Southeast Texas
Beaumont, Texas

Report on the Financial Statements

Opinion

We have audited the financial statements of Green Dot Public Schools Southeast Texas ("GDPS STX") (a Texas Nonprofit Public Benefit Corporation), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of GDPS STX as of June 30, 2022, and the changes in its net assets and its 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 ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("*Government Auditing Standards*"). 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 GDPS STX 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 opinion.

Report on Comparative Information

We have previously audited the June 30, 2021, financial statements of GDPS STX, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 15, 2022. In our opinion, the comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 GAAS 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 financial statements.

In performing an audit in accordance with GAAS 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 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 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 GDPS STX'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about GDPS STX'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information such as the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and other supplementary information on pages 16-32 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and other supplementary information is 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 16, 2022 on our consideration of GDPS STX's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is 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 GDPS STX'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 GDPS STX's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Rancho Cucamonga, California
December 16, 2022

Green Dot Public Schools Southeast Texas
Statement of Financial Position
June 30, 2022 and 2021

	2022	2021
Assets		
Current assets		
Cash	\$ 533,897	\$ 300,000
Receivables	418,607	623,332
Receivables - related party	12,446	-
Prepaid expenses	22,635	-
Total current assets	\$ 987,585	\$ 923,332
Liabilities		
Current liabilities		
Accounts payable	\$ 1,141,546	\$ 178,778
Accounts payable - related party	-	483,855
Total current liabilities	1,141,546	662,633
Net Assets		
Without donor restrictions	(156,098)	160,699
With donor restrictions	2,137	100,000
Total net assets	(153,961)	260,699
Total liabilities and net assets	\$ 987,585	\$ 923,332

Green Dot Public Schools Southeast Texas

Statement of Activities

Year Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Net Assets Without Donor Restriction		
Support and revenues		
School partnership revenue	\$ 4,860,395	\$ -
Federal revenue	1,069,521	764,418
Contributions and grants	299,815	200,000
Local revenues	20,323	-
Net assets released from restrictions	97,863	-
	<u>6,347,917</u>	<u>964,418</u>
Total support and revenues		
Expenses		
Program services		
Salaries and benefits	2,984,609	721
Student services	1,626,013	552,010
Materials and supplies	221,536	1,509
Other expenses	15,433	214,835
Occupancy	844,050	-
Interest	874	-
	<u>5,692,515</u>	<u>769,075</u>
Subtotal		
Management and general		
Salaries and benefits	647,199	8,442
Operating expenses	-	26,202
Shared services - related party	325,000	-
	<u>972,199</u>	<u>34,644</u>
Subtotal		
Total expenses	<u>6,664,714</u>	<u>803,719</u>
Change in Net Assets Without Donor Restriction	<u>(316,797)</u>	<u>160,699</u>
Net Assets with Donor Restriction		
Contributions and grants	-	100,000
Net assets released from restrictions	(97,863)	-
	<u>(97,863)</u>	<u>100,000</u>
Change in Net Assets with Donor Restriction		
Change in Net Assets	<u>(414,660)</u>	<u>260,699</u>
Net Assets, Beginning of Year	<u>260,699</u>	<u>-</u>
Net Assets, End of Year	<u>\$ (153,961)</u>	<u>\$ 260,699</u>

Green Dot Public Schools Southeast Texas

Statement of Cash Flows
Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Activities		
Change in net assets	\$ (414,660)	\$ 260,699
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Changes in operating assets and liabilities		
Receivables	204,725	(623,332)
Receivables - related party	(12,446)	-
Prepaid expenses	(22,635)	-
Accounts payable	962,768	178,778
Accounts payable - related party	(483,855)	483,855
Net Cash from (used for) Operating Activities	<u>233,897</u>	<u>300,000</u>
Cash, Beginning of Year	<u>300,000</u>	<u>-</u>
Cash, End of Year	<u>\$ 533,897</u>	<u>\$ 300,000</u>
Supplemental Cash Flow Disclosure		
Cash paid during the year in interest	<u>\$ 874</u>	<u>\$ -</u>

Note 1 - Principal Activity and Significant Accounting Policies**Organization**

Green Dot Public Schools Southeast Texas (“GDPS STX”) (a Texas Nonprofit Public Benefit Organization) was organized on September 30, 2020. GDPS STX receives services from Green Dot Public Schools National (“GDPS National”). GDPS National represents a related party. See Note 7 for additional details regarding related party relationships and transactions.

During the fiscal year ended June 30, 2022, Martin Luther King Middle School began operations under the approval of the Beaumont Independent School District (“BISD”). Texas School #2 and Texas School #3 are future charter schools.

GDPS STX’s mission is to transform public education so all students graduate prepared for college, leadership, and life. GDPS STX’s academic model is designed to meet individual student needs and to provide students with a rigorous curriculum and the support they need to succeed. GDPS STX ensures that every student has a highly effective classroom experience by providing small, safe personalized schools, high expectations for all students, local control and accountability, parent participation, maximum funding in the classroom, and a longer school day and year. GDPS STX’s students mirror the socio-economic demographic of their communities and local traditional schools.

Basis of Accounting

The accompanying financial statements were prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as applicable to nonprofit organizations. Revenues are recognized as discussed below, and expenditures are recognized in the accounting period in which the liability is incurred.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor 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 restrictions.

Net Assets with Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) 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 restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Receivables and Credit Policies

Receivables consist primarily of noninterest-bearing amounts due for educational programs. Management determines the allowance for uncollectable receivables based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Receivables are written off when deemed uncollectable. No allowance for doubtful accounts has been established, as GDPS STX deems all amounts to be fully collectible. Substantially all outstanding receivables as of June 30, 2022 are due from federal, state, and local sources related to grant contributions and are expected to be collected within a period of less than one year.

Intra-Entity Transactions

Intra-entity transactions results from a net cumulative difference between resources provided by the GDPS STX regional office to each charter school and reimbursement for those resources from each charter school to the GDPS STX regional office. Intra-entity transfers include certain costs of shared liabilities and shared assets between GDPS STX. Intra-entity transactions, including intra-entity receivables and intra-entity payables, have been eliminated.

Revenue and Revenue Recognition

Operating funds for GDPS STX are derived principally from federal, state, and local sources. GDPS STX receives school partnership revenue funding based on each of the enrolled student's average daily attendance (ADA) in its charter schools. Contributions are recognized when cash or notification of a grant is received.

A portion of the GDPS STX's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when GDPS STX 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. Consequently, at June 30, 2022, conditional contributions approximating \$742,698, for which no amounts had been received in advance, have not been recognized in the accompanying financial statements.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. No significant contributions of such goods or services were received during the year ended June 30, 2022.

Functional Allocation of Expenses

The financial statements report categories of expenses that are attributed to program service activities or supporting services activities such as management and general activities. The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of activities presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on management's estimates. All expenses, excluding depreciation and grant disbursements, are allocated on the basis of estimates of time and effort.

Income Taxes

GDPS STX is organized as a Texas nonprofit corporation and has been recognized by the Internal Revenue Service ("IRS") as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), and qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(ii). It is also exempt from State franchise and income taxes under Chapter 171 of the Texas Tax Code. GDPS STX is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, GDPS STX is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purposes. GDPS STX determined that it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

Management believes that GDPS STX has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. GDPS STX would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the 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. Accordingly, actual results could differ from those estimates.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash with financial institutions believed by management to be creditworthy. At times, amounts on deposit may exceed insured limits. To date, no losses have been experienced in any accounts. Credit risk associated with receivables is considered to be limited due to substantial portions of the outstanding amounts are due from governmental agencies supportive of GDPS STX's mission.

Note 2 - Liquidity and Availability

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

Financial Assets	
Cash	\$ 533,897
Receivables	418,607
Receivable - related party	<u>12,446</u>
Financial Assets, at year-end	<u>964,950</u>
Less those unavailable for general expenditures within one year, due to	
Donor-imposed restrictions	
Restrictions by donor with purpose and time restrictions	<u>(2,137)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 962,813</u></u>

As part of GDPS STX's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

Note 3 - Line of Credit

GDPS STX's finance agreement with Wells Fargo Bank ("Lender") provides for a revolving loan with a maximum borrowing capacity of \$1,000,000 available until October 15, 2022. Interest shall accrue on any unpaid outstanding principal balance at a floating rate equal to the prime rate set by the Lender plus 1%. Green Dot Public Schools National pledged \$1,000,000 to the Lender with a first priority security interest savings account as collateral. As of year-end GDPS STX outstanding balance was zero.

Note 4 - Net Assets

Net assets consist of the following at June 30, 2022:

Net assets with donor restrictions	
Subject to expenditure for specified purpose	
Strong Start Program - Regional Office	<u><u>\$ 2,137</u></u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors for the year ended June 30, 2022.

Satisfaction of purpose restrictions	
Strong Start Program - Regional Office	\$ 47,863
Strong Start Program - King Middle School	<u>50,000</u>
Total nets assets released from donor restrictions	<u><u>\$ 97,863</u></u>

Note 5 - Employee Retirement Systems**Plan Description**

GDPS STX participates in a cost-sharing multiple-employer defined benefit pension that has a special funding situation. The plan is administered by the Teacher Retirement System of Texas ("TRS"). It is a defined benefit pension plan established and administered in accordance with the Texas Constitution, Article XVI, Section 67 and Texas Government Code, Title 8, Subtitle C. The pension trust fund is a qualified pension trust under Section 401 (a) of the Internal Revenue Code. The Texas Legislature establishes benefits and contribution rates within the guidelines of the Texas Constitution. The pension's Board of Trustees does not have the authority to establish or amend benefit terms.

All employees of public, state-supported educational institutions in Texas who are employed for one-half or more of the standard workload and who are not exempted from membership under Texas Government Code, Title 8, Section 822.002 are covered by the TRS.

Pension Plan Fiduciary

Detailed information about the Teacher Retirement System's fiduciary information is available in a separately issued Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplementary information. That report may be obtained on the Internet at <https://www.trs.texas.gov/Pages/aboutpublications.aspx>; by writing to TRS at 1000 Red River Street, Austin, TX, 78701-2698, or by calling (512) 542-6592.

Benefits Provided

TRS provides service and disability retirement, as well as death and survivor benefits, to eligible employees (and their beneficiaries) of public and higher education in Texas. The pension formula is calculated using 2.3% (multiplier) times the average of the five highest annual creditable salaries times years of credited service to arrive at the annual standard annuity except for members who are grandfathered, the three highest annual salaries are used. The normal service retirement is at age 65 with 5 years of credited service or when the sum of the member's age and years of credited service equals 80 or more years. Early retirement is at age 55 with 5 years of service credit or earlier than 55 with 30 years of service credit. There are additional provisions for early retirement if the sum of the member's age and years of service credit total at least 80, but the member is less than age 60 or 62 depending on date of employment, or if the member was grandfathered in under a previous rule. There are no automatic post-employment benefit changes; including automatic cost of living adjustment ("COLAs"). Ad hoc postemployment benefit changes, including ad hoc COLAs can be granted by the Texas Legislature as noted in the Plan description above.

Texas Government Code section 821.006 prohibits benefit improvements, if, as a result of the particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Actuarial implications of the funding provided in the manner are determined by the TRS's actuary.

Contribution

Contribution requirements are established or amended pursuant to Article 16, section 67 of the Texas Constitution which requires the Texas Legislature to establish a member contribution rate of not less than 6% of the member's annual compensation and a state contribution rate of not less than 6% and not more than 10% of the aggregate annual compensation paid to members of the system during the fiscal year.

Employee contribution rates are set in state statute, Texas Government Code 825.402. The TRS Pension Reform Bill (Senate Bill 12) of the 86th Texas Legislature amended Texas Government Code 825.402 for member contributions and increased employee and employer contribution rates for fiscal years 2020 through 2025.

	Contribution Rates 2022
Member	8.00%
Non-Employer Contributing Entity (State)	7.75%
Employers	7.75%
	2022
Member Contributions	\$ 254,962
Employer Contributions	176,700

Contributors to the plan include members, employers and the State of Texas as the only non-employer contributing entity. The State is the employer for senior colleges, medical schools and state agencies including TRS. In each respective role, the State contributes to the plan in accordance with state statutes and the General Appropriations Act ("GAA").

As the non-employer contributing entity for public education and junior colleges, the State of Texas contributes to the retirement system an amount equal to the current employer contribution rate times the aggregate annual compensation of all participating members of the pension trust fund during that fiscal year reduced by the amounts described below which are paid by the employers. Employers (public school, junior college, other entities or the State of Texas as the employer for senior universities and medical schools) are required to pay the employer contribution rate in the following instances:

- On the portion of the member's salary that exceeds the statutory minimum for members entitled to the statutory minimum under Section 21.402 of the Texas Education Code.
- During a new member's first 90 days of employment.
- When any part or all of an employee's salary is paid by federal funding sources, a privately sponsored source, from non-educational and general, or local funds
- When the employing district is a public junior college or junior college district, the employer shall contribute to the retirement system an amount equal to 50% of the state contribution rate for certain instructional or administrative employees; and 100% of the state contribution rate for all other employees.

In addition to the employer contributions listed above, there are two additional surcharges an employer is subject to:

- All public schools, charter schools, and regional educational service centers must contribute 1.6% of the member's salary beginning in fiscal year 2021, gradually increasing to 2% in fiscal year 2025.
- When employing a retiree of the TRS the employer shall pay both the member contribution and State contribution as an employment after retirement surcharge.

Note 6 - Contingencies, Risks, and Uncertainties

GDPS STX has received federal and state funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

Note 7 - Related Party Transactions

GDPS National is a national organization which provides services to schools in Southeast Texas. These services include, but are not limited to: Human Resources, Legal, Finance and Accounting, Information Technology, Knowledge Management, Strategic Planning, development and communication, and National Expansion. In exchange, GDPS STX pays service fees to GDPS National. The GDPS STX regional office operates and oversees educational services for its charter schools.

GDPS National charges GDPS STX for a non-transferable, non-sub-licensable, and non-exclusive license to use, reproduce, and display the Green Dot brand, which includes, but is not limited to: trademarks, service marks, design marks, trade names, domain names, registrations in connection with GDPS STX's oversight, support activities, and related educational activities of the schools in its region.

	<u>2022</u>	<u>2021</u>
Service expense	<u>\$ 325,000</u>	<u>\$ -</u>
Additional service expense	<u>\$ 139,677</u>	<u>\$ 565,376</u>

Additional services expense are included in students services in the statement of activities.

GDPS STX received a one-time grant from GDPS National for general operations.

	<u>2022</u>	<u>2021</u>
Grant revenue	<u>\$ -</u>	<u>\$ 200,000</u>

GDPS STX received additional revenue from GDPS National for additional services provided on GDPS National's behalf.

	<u>2022</u>	<u>2021</u>
Revenue	<u>\$ 11,794</u>	<u>\$ -</u>

Refer to the table below for receivables – related party and accounts payable – related party that resulted from the transactions noted above:

	<u>2022</u>	<u>2021</u>
Receivable - related party	<u>\$ 12,446</u>	<u>\$ -</u>
Accounts payable - related party	<u>\$ -</u>	<u>\$ 483,855</u>

Note 8 - Subsequent Events

GDPS STX's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the balance sheet date through December 16, 2022, which is the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions, other than those noted below, that would have a material impact on the current year financial statements.



Supplementary Information
June 30, 2022

Green Dot Public Schools Southeast Texas

Green Dot Public Schools Southeast Texas
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Financial Assistance Listing	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Education			
Passed through Texas Education Agency			
COVID-19 Elementary and Secondary School Emergency			
Relief III (ESSER III) Fund	84.425U	[1]	\$ 269,082
2020-2022 School Action Fund Continuation Grant	84.010A	[1]	370,904
Replication and Expansion	84.282M	[1]	<u>429,535</u>
Total Federal Financial Assistance			<u>\$ 1,069,521</u>

[1] Pass-Through Entity Identifying Number not available.

Green Dot Public Schools Southeast Texas
Regional Office Statement of Financial Position
June 30, 2022 and 2021

	2022	2021
Assets		
Current assets		
Cash	\$ 533,897	\$ 300,000
Receivables	148,426	-
Intra-entity receivable	-	192,824
Receivables - related party	12,446	-
Total current assets	\$ 694,769	\$ 492,824
Liabilities		
Current liabilities		
Accounts payable	\$ 229,210	\$ 14,556
Intra-entity payable	520,060	-
Accounts payable - related party	-	462,912
Total current liabilities	749,270	477,468
Net Assets		
Without donor restrictions	(56,638)	(34,644)
With donor restrictions	2,137	50,000
Total net assets	(54,501)	15,356
Total liabilities and net assets	\$ 694,769	\$ 492,824

Green Dot Public Schools Southeast Texas

Regional Office Statement of Activities
Years Ended June 30, 2022 and 2021

	2022	2021
Net Assets Without Donor Restriction		
Support and revenues		
Federal revenue	\$ 274,567	\$ -
Contributions and grants	284,315	-
Local revenues	578,020	-
Net assets released from restrictions	47,863	-
Total support and revenues	1,184,765	-
Expenses		
Program services		
Student services	223,666	25,701
Materials and supplies	7,124	501
Other expenses	2,278	-
Occupancy	618	-
Interest	874	-
Subtotal	234,560	26,202
Management and general		
Salaries and benefits	647,199	8,442
Shared services - related party	325,000	-
Subtotal	972,199	8,442
Total expenses	1,206,759	34,644
Change in Net Assets Without Donor Restriction	(21,994)	(34,644)
Net Assets with Donor Restriction		
Contributions and grants	-	50,000
Net assets released from restrictions	(47,863)	-
Change in Net Assets With Donor Restriction	(47,863)	50,000
Change in Net Assets	(69,857)	15,356
Net Assets, Beginning of Year	15,356	-
Net Assets, End of Year	\$ (54,501)	\$ 15,356

Green Dot Public Schools Southeast Texas
Regional Office Statement of Cash Flows
Years Ended June 30, 2022 and 2021

	2022	2021
Operating Activities		
Change in net assets	\$ (69,857)	\$ 15,356
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Changes in operating assets and liabilities		
Receivables	(148,426)	-
Intra-entity receivable	192,824	(192,824)
Receivables - related party	(12,446)	
Accounts payable	214,654	14,556
Intra-entity payable	520,060	-
Accounts payable - related party	(462,912)	462,912
Net Cash from (used for) Operating Activities	233,897	300,000
Cash, Beginning of Year	300,000	-
Cash, End of Year	\$ 533,897	\$ 300,000
Supplemental Cash Flow Disclosure		
Cash paid during the year in interest	\$ 874	\$ -

Green Dot Public Schools Southeast Texas
Martin Luther King Middle School Statement of Financial Position
June 30, 2022 and 2021

	2022	2021
Assets		
Current assets		
Receivables	\$ 270,181	\$ 585,702
Intra-entity receivable	520,060	-
Prepaid expenses	22,635	-
Total current assets	\$ 812,876	\$ 585,702
Liabilities		
Current liabilities		
Accounts payable	\$ 912,336	\$ 164,222
Intra-entity payable	-	155,194
Accounts payable - related party	-	20,943
Total current liabilities	912,336	340,359
Net Assets		
Without donor restrictions	(99,460)	195,343
With donor restrictions	-	50,000
Total net assets	(99,460)	245,343
Total liabilities and net assets	\$ 812,876	\$ 585,702

Green Dot Public Schools Southeast Texas
Martin Luther King Middle School Statement of Activities
Years Ended June 30, 2022 and 2021

	2022	2021
Net Assets Without Donor Restriction		
Support and revenues		
School partnership revenue	\$ 4,860,395	\$ -
Federal revenue	735,420	585,702
Contributions and grants	15,500	200,000
Local revenues	10,323	-
Net assets released from restrictions	50,000	-
Total support and revenues	5,671,638	785,702
Expenses		
Program services		
Salaries and benefits	2,984,609	721
Student services	1,342,813	373,294
Materials and supplies	214,412	1,509
Other expenses	13,155	214,835
Occupancy	843,432	-
Subtotal	5,398,421	590,359
Management and general		
Shared services - related party	568,020	-
Total expenses	5,966,441	590,359
Change in Net Assets Without Donor Restriction	(294,803)	195,343
Net Assets with Donor Restriction		
Contributions and grants	-	50,000
Net assets released from restrictions	(50,000)	-
Change in Net Assets with Donor Restriction	(50,000)	50,000
Change in Net Assets	(344,803)	245,343
Net Assets, Beginning of Year	245,343	-
Net Assets, End of Year	\$ (99,460)	\$ 245,343

Green Dot Public Schools Southeast Texas
Martin Luther King Middle School Statement of Cash Flows
Years Ended June 30, 2022 and 2021

	2022	2021
Operating Activities		
Change in net assets	\$ (344,803)	\$ 245,343
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Changes in operating assets and liabilities		
Receivables	315,521	(585,702)
Intra-entity receivable	(520,060)	-
Prepaid expenses	(22,635)	-
Accounts payable	748,114	164,222
Intra-entity payable	(155,194)	155,194
Accounts payable - related party	(20,943)	20,943
Net Cash from (used for) Operating Activities	-	-
Cash, Beginning of Year	-	-
Cash, End of Year	\$ -	\$ -

Green Dot Public Schools Southeast Texas
Texas School #2 Statement of Financial Position
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Current assets		
Receivables	<u>\$ -</u>	<u>\$ 13,961</u>
Liabilities		
Current liabilities		
Intra-entity payable	<u>\$ -</u>	<u>\$ 13,961</u>

Green Dot Public Schools Southeast Texas

Texas School #2 Statement of Activities

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Net Assets Without Donor Restriction		
Support and revenues		
Federal revenue	<u>\$ 22,608</u>	<u>\$ 67,142</u>
Expenses		
Program services		
Student services	<u>22,608</u>	<u>67,142</u>
Change in Net Assets Without Donor Restriction	-	-
Net Assets, Beginning of Year	-	-
Net Assets, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Green Dot Public Schools Southeast Texas

Texas School #2 Statement of Cash Flows

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Activities		
Change in net assets	\$ -	\$ -
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Changes in operating assets and liabilities		
Receivables	13,961	(13,961)
Intra-entity payable	<u>(13,961)</u>	<u>13,961</u>
Net Cash from (used for) Operating Activities	-	-
Cash, Beginning of Year	-	-
Cash, End of Year	<u>\$ -</u>	<u>\$ -</u>

Green Dot Public Schools Southeast Texas
Texas School #3 Statement of Financial Position
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Current assets		
Receivables	<u>\$ -</u>	<u>\$ 23,669</u>
Liabilities		
Current liabilities		
Intra-entity payable	<u>\$ -</u>	<u>\$ 23,669</u>

Green Dot Public Schools Southeast Texas

Texas School #3 Statement of Activities

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Net Assets Without Donor Restriction		
Support and revenues		
Federal revenue	<u>\$ 36,926</u>	<u>\$ 111,574</u>
Expenses		
Program services		
Student services	<u>36,926</u>	<u>111,574</u>
Change in Net Assets Without Donor Restriction	-	-
Net Assets, Beginning of Year	-	-
Net Assets, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Green Dot Public Schools Southeast Texas

Texas School #3 Statement of Cash Flows
Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Activities		
Change in net assets	\$ -	\$ -
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Changes in operating assets and liabilities		
Receivables	23,669	(23,669)
Intra-entity payable	<u>(23,669)</u>	<u>23,669</u>
Net Cash from (used for) Operating Activities	-	-
Cash, Beginning of Year	-	-
Cash, End of Year	<u>\$ -</u>	<u>\$ -</u>

Green Dot Public Schools Southeast Texas
Combining Statement of Financial Position
June 30, 2022

	Regional Office	Martin Luther King Middle School	Texas School #2	Texas School #3	Eliminations	Total
Assets						
Current assets						
Cash	\$ 533,897	\$ -	\$ -	\$ -	\$ -	\$ 533,897
Receivables	148,426	270,181	-	-	-	418,607
Intra-entity receivable	-	520,060	-	-	(520,060)	-
Receivables - related party	12,446	-	-	-	-	12,446
Prepaid expenses	-	22,635	-	-	-	22,635
Total assets	<u>\$ 694,769</u>	<u>\$ 812,876</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (520,060)</u>	<u>\$ 987,585</u>
Liabilities						
Current liabilities						
Accounts payable	\$ 229,210	\$ 912,336	\$ -	\$ -	\$ -	\$ 1,141,546
Intra-entity payable	520,060	-	-	-	(520,060)	-
Total current liabilities	<u>749,270</u>	<u>912,336</u>	<u>-</u>	<u>-</u>	<u>(520,060)</u>	<u>1,141,546</u>
Net Assets						
Without donor restrictions	(56,638)	(99,460)	-	-	-	(156,098)
With donor restrictions	2,137	-	-	-	-	2,137
Total net assets	<u>(54,501)</u>	<u>(99,460)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(153,961)</u>
Total liabilities and net assets	<u>\$ 694,769</u>	<u>\$ 812,876</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (520,060)</u>	<u>\$ 987,585</u>

Green Dot Public Schools Southeast Texas
Combining Statement of Activities
Year Ended June 30, 2022

	Regional Office	Martin Luther King Middle School	Texas School #2	Texas School #3	Eliminations	Total
Net Assets Without Donor Restriction						
Support and revenues						
School partnership revenue	\$ -	\$ 4,860,395	\$ -	\$ -	\$ -	\$ 4,860,395
Federal revenue	274,567	735,420	22,608	36,926	-	1,069,521
Contributions and grants	284,315	15,500	-	-	-	299,815
Local revenues	578,020	10,323	-	-	(568,020)	20,323
Net assets released from restrictions	47,863	50,000	-	-	-	97,863
Total support and revenues	<u>1,184,765</u>	<u>5,671,638</u>	<u>22,608</u>	<u>36,926</u>	<u>(568,020)</u>	<u>6,347,917</u>
Expenses						
Program services						
Salaries and benefits	-	2,984,609	-	-	-	2,984,609
Student services	223,666	1,342,813	22,608	36,926	-	1,626,013
Materials and supplies	7,124	214,412	-	-	-	221,536
Other expenses	2,278	13,155	-	-	-	15,433
Occupancy	618	843,432	-	-	-	844,050
Interest	874	-	-	-	-	874
Subtotal	<u>234,560</u>	<u>5,398,421</u>	<u>22,608</u>	<u>36,926</u>	<u>-</u>	<u>5,692,515</u>
Management and general						
Salaries and benefits	647,199	-	-	-	-	647,199
Shared services - related party	325,000	568,020	-	-	(568,020)	325,000
Subtotal	<u>972,199</u>	<u>568,020</u>	<u>-</u>	<u>-</u>	<u>(568,020)</u>	<u>972,199</u>
Total expenses	<u>1,206,759</u>	<u>5,966,441</u>	<u>22,608</u>	<u>36,926</u>	<u>(568,020)</u>	<u>6,664,714</u>
Change in Net Assets Without Donor Restriction	<u>(21,994)</u>	<u>(294,803)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(316,797)</u>
Net Assets with Donor Restriction						
Net assets released from restrictions	<u>(47,863)</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(97,863)</u>
Change in Net Assets	<u>(69,857)</u>	<u>(344,803)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(414,660)</u>
Net Assets, Beginning of Year	<u>15,356</u>	<u>245,343</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>260,699</u>
Net Assets, End of Year	<u>\$ (54,501)</u>	<u>\$ (99,460)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (153,961)</u>

Green Dot Public Schools Southeast Texas

Combining Statement of Cash Flows

Year Ended June 30, 2022

	Regional Office	Martin Luther King Middle School	Texas School #2	Texas School #3	Eliminations	Total
Operating Activities						
Change in net assets	\$ (69,857)	\$ (344,803)	\$ -	\$ -	\$ -	\$ (414,660)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities						
Changes in operating assets and liabilities						
Receivables	(148,426)	315,521	13,961	23,669	-	204,725
Intra-entity receivable	192,824	(520,060)	-	-	327,236	-
Receivables - related party	(12,446)	-	-	-	-	(12,446)
Prepaid expenses	-	(22,635)	-	-	-	(22,635)
Accounts payable	214,654	748,114	-	-	-	962,768
Intra-entity payable	520,060	(155,194)	(13,961)	(23,669)	(327,236)	-
Accounts payable - related party	(462,912)	(20,943)	-	-	-	(483,855)
Net Cash from (used for) Operating Activities	233,897	-	-	-	-	233,897
Cash, Beginning of Year	300,000	-	-	-	-	300,000
Cash, End of Year	\$ 533,897	\$ -	\$ -	\$ -	\$ -	\$ 533,897
Supplemental Cash Flow Disclosure						
Cash paid during the year in interest	\$ 874	\$ -	\$ -	\$ -	\$ -	\$ -

Note 1 - Purpose of Supplementary Schedules

Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying schedule of expenditures of federal awards (“the schedule”) includes the federal award activity of GDPS STX under programs of the federal government for the year ended June 30, 2022. The information 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 GDPS STX, it is not intended to and does not present the financial position, changes in net assets, or cash flows of GDPS STX.

Summary of Significant Accounting Policies

Expenditures reported in the schedule are reported on the accrual basis of accounting. When applicable, 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. No federal financial assistance has been provided to a subrecipient.

Indirect Cost Rate

GDPS STX has not elected to use the ten percent de minimis cost rate.

Supplementary Financial Statements by Entity

The accompanying Statement of Financial Position, Statement of Activities, and Statement of Cash Flows by entity are included to provide information regarding the regional office and the individual programs of the charter schools within GDPS STX and are presented on the accrual basis of accounting.

Combining Statement of Financial Position, Combining Statement of Activities, and Combining Statement of Cash Flows

The Combining Statement of Financial Position, Combining Statement of Activities, and Combining Statement of Cash Flows are included to provide information regarding the regional office and the individual programs of the charter schools within GDPS STX and are presented on the accrual basis of accounting. Eliminating entries in the Combining Statement of Financial Position, Combining Statement of Activities, and Combining Statement of Cash Flows are for activities between the regional office and each charter school.



Independent Auditor's Reports
June 30, 2022

**Green Dot Public Schools Southeast
Texas**



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
Green Dot Public Schools Southeast Texas
Beaumont, Texas

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 Green Dot Public Schools Southeast Texas (“GDPS STX”) which comprise the statement of financial position as of June 30, 2022, and the related statements of activities and cash flows for year ended June 30, 2022, and the related notes to the financial statements, and have issued our report thereon dated December 16, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered GDPS STX’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 GDPS STX’s internal control. Accordingly, we do not express an opinion on the effectiveness of GDPS STX’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 GDPS STX’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 have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether GDPS STX'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 GDPS STX's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GDPS STX's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Rancho Cucamonga, California
December 16, 2022



Independent Auditor’s Report on Compliance for the Major Federal Program; Report on Internal Control over Compliance Required by the Uniform Guidance

Board of Directors
Green Dot Public Schools Southeast Texas
Beaumont, Texas

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Green Dot Public Schools Southeast Texas’s (“GDPS STX”) 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 GDPS STX’s major federal program for the year ended June 30, 2022. GDPS STX’s major federal program is identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, GDPS STX complied, in all material respects, with the 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, 2022.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (“GAAS”); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (“*Government Auditing Standards*”); 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 GDPS STX 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 the major federal program. Our audit does not provide a legal determination of GDPS STX’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 GDPS STX’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 GDPS STX'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 GAAS, *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 for 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 GDPS STX's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *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 GDPS STX'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 GDPS STX'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 GDPS STX'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.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

The image shows a handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Rancho Cucamonga, California
December 16, 2022



Schedule of Findings and Questioned Costs
June 30, 2022

Green Dot Public Schools Southeast Texas

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	No
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

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

Identification of major programs

Name of Federal Program or Cluster	Federal Financial Assistance Listing
Replication and Expansion	84.282M
Dollar threshold used to distinguish between type A and type B programs	\$ 750,000
Auditee qualified as low-risk auditee?	No

None reported.

None reported.

There were no audit findings reported in the prior year's Schedule of Findings and Questioned Costs.