

**EXCELSIOR ACADEMIES, INC.  
D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**

**A CHARTER SCHOOL  
AND COMPONENT UNIT  
OF THE MIAMI-DADE COUNTY  
SCHOOL BOARD**

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

**FOR THE YEAR ENDED JUNE 30, 2022**



**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**A CHARTER SCHOOL AND COMPONENT UNIT OF THE**  
**MIAMI-DADE COUNTY DISTRICT SCHOOL BOARD**  
**JUNE 30, 2022**

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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Excelsior Academies, Inc.  
D/B/A Excelsior Prep Charter School of Miami Gardens  
Miami Gardens, Florida

### **Opinion**

We have audited the accompanying financial statements of the governmental activities and each major fund of Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens. (the Charter School), which is a component unit of the Miami-Dade County Public Schools, Florida as of, and for the Year Ended June 30, 2022, which comprises the Charter School's basic financial statement as listed in the table of contents for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Charter School. as of June 30, 2022, and the respective changes in its financial position 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. 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 Charter School 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.

### **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 the Charter School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **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 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, including omissions, 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 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 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 the Charter School'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 the Charter School'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.

### **Other Matters- Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule on pages 6–11 and 31-32 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We

have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements 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*, are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic 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 September 15, 2022, on our consideration of the Charter School's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 Charter School'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 Charter School's internal control over financial reporting and compliance.



Thomas & Company CPA PA  
Cooper City, Florida  
September 15, 2022

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

As management of the Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens (the “Charter School”), we offer readers of the Charter School’s financial statements this narrative overview and analysis of the financial activities of the Charter School for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here through page 11 of this report.

**Overview of the financial statements**

The discussion and analysis is intended to serve as an introduction to the Charter School’s basic financial statements. The Charter School’s basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

*Government-wide financial statements*

The government-wide financial statements, which consist of the statement of Net Position and the statement of activities, are designed to provide readers with a broad overview of the Charter School’s finances, in a manner similar to a private sector business.

The statement of Net Position provides information on all the Charter School’s assets and liabilities, with the difference between the two reported as Net Position. Over time, increases or decreases in Net Position may serve as a useful indicator of whether the financial position of the Charter School is improving or deteriorating. However, as a governmental entity, the Charter School’s activities are not geared towards generating profit as are the activities of commercial entities. Other factors such as the safety at the Charter School and quality of education, must be considered in order to reasonably assess the Charter School’ overall performance.

The statement of activities presents information showing how the Charter School’s Net Position changed during the most recent fiscal year. All changes in Net Position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found on pages 13-14 of this report.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

*Fund Financial Statements*

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Charter School, like other state and local governmental entities, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Charter School has only one category of funds – governmental funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term, inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Charter School’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Charter School’s near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

*Notes to the Financial Statements*

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and governmental fund financial statements.

The notes to the financial statements can be found on pages 20-29 of this report.

**Supplementary Information**

In addition to basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Charter School’s adopted budget to actual results.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of financial position. The following table presents an analysis of the condensed government-wide statements of net position:

**CONDENSED STATEMENT OF NET POSITION**

	Net Position June 30, 2022	Net Position June 30, 2021	Variance
Current assets	\$ 1,036,030	\$ 1,274,719	\$ (238,689)
Noncurrent assets			
Capital assets, net of depreciation	<u>9,139,172</u>	<u>9,294,669</u>	<u>(155,497)</u>
 Total assets	 <u>\$ 10,175,202</u>	 <u>\$ 10,569,388</u>	 <u>\$ (394,186)</u>
Current liabilities	<u>\$ 333,562</u>	<u>\$ 349,475</u>	<u>\$ (15,913)</u>
Long-term liabilities	<u>\$ 8,840,491</u>	<u>\$ 9,269,056</u>	<u>\$ (428,565)</u>
Net Position			
Invested in capital assets	\$ 335,160	\$ 205,657	\$ 129,503
Unrestricted	<u>665,989</u>	<u>745,200</u>	<u>(79,211)</u>
Total Net Position	<u>\$ 1,001,149</u>	<u>\$ 950,857</u>	<u>50,292</u>
Total Liabilities and Net Position	<u>\$ 10,175,202</u>	<u>\$ 10,569,388</u>	<u>\$ (394,186)</u>

At the end of the fiscal year, the Charter School is able to report an increase in change in net position in the amount of \$50,292. This was mainly due to the easing of pandemic related effects and increased enrollment. Capital assets (e.g. buildings, building improvements, furniture, fixtures and equipment), net of related debt was \$298,681. The Charter School uses its capital assets to provide services to students and its facility. Consequently, these assets are not available for future spending.

Resources that are subject to external restrictions on how they may be used are classified as restricted assets. As of June 30, 2022, the Charter school had no restricted assets. The remaining unrestricted balance may be used in any of the Charter School’s ongoing operations.



**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

**Government-wide Financial Analysis - Continued**

The following table presents information on the condensed government-wide statements of changes in net position:

**CONDENSED STATEMENT OF CHANGES IN NET POSITION**

	<u>2022</u>	<u>2021</u>	<u>Variance</u>
Revenues:			
General revenues	\$ 3,457,116	\$ 3,845,904	\$ (388,788)
Program revenues:			
Capital grants and contributions	291,708	262,717	28,991
Operating grants and contributions	1,141,917	648,412	493,505
Total revenues	<u>4,890,741</u>	<u>4,757,033</u>	<u>133,708</u>
Expenses:			
Instruction	2,251,566	2,179,834	71,732
Pupil personnel services	1,800	11,562	(9,762)
Instruction and Curriculum Development Service	18,254	2,903	15,351
School Board	-	10,500	(10,500)
General administration	400,776	99,980	300,796
School administration	422,667	385,336	37,331
Fiscal services	21,119	348,354	(327,235)
Food services	205,752	66,826	138,926
Pupil transportation services	122,598	53,040	69,558
Operation of plant	501,595	483,586	18,009
Maintenance of plant	37,335	13,779	23,556
Interest on long-term debt	511,310	498,119	13,191
Unallocated depreciation expense	345,677	389,558	(43,881)
Total expenses	<u>4,840,449</u>	<u>4,543,377</u>	<u>297,072</u>
Change in Net Position	50,292	213,656	(163,364)
Net Position - July 1, 2021	<u>950,857</u>	<u>737,201</u>	<u>213,656</u>
Net Position - June 30, 2022	<u>\$ 1,001,149</u>	<u>\$ 950,857</u>	<u>\$ 50,292</u>

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

**Government-wide financial analysis - Continued**

- At the end of the fiscal year there were 441 students in grades kindergarten to 8<sup>th</sup> grade. Revenues are based on the amount received per student from the State through the School Board of Miami-Dade County.
- Expenses for instruction are the result of teachers’ salaries and related benefits, and also materials and supplies that directly impact student learning.
- Expense for pupil transportation services is due to the transportation of students to and from school.
- Plant operations expenses consist of utilities, communications, insurance cost, support personnel and related benefits.

**Financial Analysis of the Charter School’s Funds**

As noted earlier, the Charter School uses fund accounting to maintain control over resources that have been segregated for specific activities or objectives. The focus of the Charter School’s governmental funds is to provide information on near-term inflows, outflows, and spendable resources. Such information is useful in assessing the Charter School’s financing requirements. In particular unreserved fund balance may serve as a useful measure of the Charter School’s net resources available for spending at the end of the fiscal year. At the end of fiscal year 2022 the Charter School’s governmental fund reported a positive ending fund balance of \$897,468

**Capital Assets and Debt Administration**

As of June 30, 2022, the Charter School had investment in capital assets of \$9,139,172. This amount is net of accumulated depreciation of \$1,372,810. Capital assets additions in the current year include new computers.

**Economic Factors & Budget Highlights**

The following economic indicators were taken into account when adopting the general fund budget for fiscal year 2022-23:

1. Student membership and FEFP funding per pupil
2. Cost of goods and services
3. Competitive employee compensation

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**YEAR ENDED JUNE 30, 2022**

**Economic Factors & Budget Highlights (cont.)**

Amounts available for appropriation in the general fund are \$6,066,559, an approximate 44% increase from the actual 2021 amount. A predominate factor affecting the budget is the school's funded student membership. The funded membership for the fiscal year is 100 percent of June 2022 student count. The fiscal year 2022-23 budget is based on a slightly lower student count as the official student membership count funded in 2021-22. During the year, aggregate revenues are expected to increase as the student membership decreases below the actual student count from the 2022 school year due to the fact there was an increase to the student allocation per student FTE.

Budgeted general fund expenditures are expected to increase to \$5,130,314, or 47%, from the fiscal 2022 actual figure. The school is allocating resources to enhance academic achievement at all student-learning levels and for anticipated student membership. The 2022-23 budget expenditure base includes salary increases, the rising cost of health care and increases in other fixed recurring costs for School operations.

If these estimates are realized, the school's general fund balance is expected to increase by the close of fiscal 2023

**School Enrollment**

During the fiscal years June 30, 2022, the grade levels at the Charter School ranged from Grade K through Grade 8<sup>th</sup>, with a total enrollment of 441 students.

**Requests for Information**

The financial report is designed to provide a general overview of the Charter School's finances for all those with an interest in the School's finances. Questions concerning any of the information should be addressed to the Director at 18200A NW 22<sup>nd</sup> Ave., Miami Gardens, FL 33056.

**EXCELSIOR ACADEMIES, INC.  
D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS  
A CHARTER SCHOOL AND COMPONENT UNIT OF THE MIAMI-DADE  
COUNTY DISTRICT SCHOOL BOARD  
BASIC FINANCIAL INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2022**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

	<u>Governmental Activities</u>
<b>Assets</b>	
Cash	\$ 836,122
Accounts receivable	152,508
Other assets	47,400
	<u>1,036,030</u>
Furniture, fixtures and equipment	10,511,982
Less accumulated depreciation	<u>(1,372,810)</u>
	9,139,172
Total Assets	<u><u>\$ 10,175,202</u></u>
<b>Current Liabilities</b>	
Accounts payable	\$ 46,208
Salaries and wages payable	68,026
Bond payable	195,000
Due to Other Agency	24,328
Total current liabilities	<u>333,562</u>
<b>Long-term Liabilities</b>	
Note payable	231,479
Bond payable	<u>8,609,012</u>
Total long-term liabilities	<u>8,840,491</u>
<b>Net Position</b>	
Invested in capital assets, Net of Related Debt	335,160
Unrestricted	<u>665,989</u>
Total Net Position	<u>1,001,149</u>
Total Liabilities and Net Position	<u><u>\$ 10,175,202</u></u>

**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**STATEMENT OF ACTIVITIES**  
**JUNE 30, 2022**

	Program Revenues			Net Revenues (Expenses) and Change in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Governmental activities					
Instruction	\$ 2,251,566	\$ -	\$ 741,522	\$ -	\$ (1,510,044)
Pupil personnel services	1,800	-	-	-	(1,800)
Instruction and Curriculum Development	18,254	-	-	-	(18,254)
General administration	400,776	-	-	-	(400,776)
School administration	422,667	-	-	-	(422,667)
Fiscal services	21,119	-	-	-	(21,119)
Food services	205,752	-	322,132	-	116,380
Pupil transportation services	122,598	-	-	-	(122,598)
Operation of plant	501,595	-	78,263	-	(423,332)
Maintenance of plant	37,335	-	-	-	(37,335)
Interest on long-term debt	511,310	-	-	291,708	(219,602)
Unallocated depreciation expense	345,677	-	-	-	(345,677)
	<u>\$ 4,840,449</u>	<u>\$ -</u>	<u>\$ 1,141,917</u>	<u>\$ 291,708</u>	<u>\$ (3,406,824)</u>

General revenues:

School Board of Miami- Dade County - FTE	3,246,736
Miscellaneous	210,380
	<u>3,457,116</u>
Total general revenues	<u>3,457,116</u>
Change in Net Position	<u>50,292</u>
Net Position - July 1, 2021	<u>950,857</u>
Net Position - June 30, 2022	<u>\$ 1,001,149</u>

**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**A CHARTER SCHOOL AND COMPONENT UNIT OF THE MIAMI-DADE**  
**COUNTY DISTRICT SCHOOL BOARD**  
**FUND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**BALANCE SHEET – GOVERNMENTAL FUND**  
**JUNE 30, 2022**

	General Fund	Grant Fund	Total Governmental Funds
<b>ASSETS</b>			
Cash	\$ 836,122	\$ -	\$ 836,122
Accounts Receivable	52,212	100,296	152,508
Other assets	47,400	-	47,400
Due from other funds		253,559	253,559
Total Assets	\$ 935,734	\$ 353,855	\$ 1,289,589
 <b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 46,208	\$ -	\$ 46,208
Salaries and wages payable	68,026	-	68,026
Due to Other Agency	24,328		24,328
Due to other funds	253,559	-	253,559
Total liabilities	\$ 392,121	\$ -	\$ 392,121
 <b>Fund Balances:</b>			
<b>Restricted</b>			
Capital Outlay	27,884		27,884
<b>Non-spendable</b>			
Deposit	47,400	-	47,400
Unassigned	468,329	353,855	822,184
Total fund balances	543,613	353,855	897,468
Total Liabilities and Fund Balances	\$ 935,734	\$ 353,855	\$ 1,289,589

**The accompanying notes are an integral part of these statements**



**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO THE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

Total fund balances- Governmental funds	\$	897,468
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Cost of capital assets	\$ 10,511,982	
Accumulated depreciation	<u>(1,372,810)</u>	9,139,172

Long-term are not due and payable in the current period and therefore are not reported

Note payable	(231,479)
Bond payable	(8,804,012)

Total Net Position - governmental activities	\$	<u>1,001,149</u>
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**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGE IN FUND BALANCE – GOVERNMENTAL FUND**  
**JUNE 30, 2022**

	General Fund	Grant Fund	Total Governmental Funds
<b>Revenues</b>			
Miami-Dade County Public Schools	\$ 3,246,736	\$ -	\$ 3,246,736
Operating Grants and Contributions	-	1,141,917	1,141,917
Capital Grants and Contributions	291,708	-	291,708
Miscellaneous Revenue	210,380	-	210,380
<b>Total revenues</b>	<b>3,748,824</b>	<b>1,141,917</b>	<b>4,890,741</b>
<b>Expenditures</b>			
Instruction	1,757,049	494,517	2,251,566
Pupil personnel services	1,800	-	1,800
Instruction and Curriculum Development Service	18,254	-	18,254
General administration	400,776	-	400,776
School administration	405,593	17,074	422,667
Fiscal services	21,119	-	21,119
Food services	-	205,752	205,752
Pupil transportation services	111,108	11,490	122,598
Operation of plant	468,352	33,243	501,595
Maintenance of plant	32,435	4,900	37,335
Debt Service:			
Principal	413,565	-	413,565
Interest on long-term debt	511,310	-	511,310
Capital outlay:			
Furniture & equipment	63,244	126,936	190,180
<b>Total current expenditure</b>	<b>4,204,605</b>	<b>893,912</b>	<b>5,098,517</b>
<b>Excess (deficit) of Revenues over expenditures</b>	<b>(455,781)</b>	<b>248,005</b>	<b>(207,776)</b>
<b>Net Changes in Fund Balances (Deficit)</b>	<b>(455,781)</b>	<b>248,005</b>	<b>(207,776)</b>
Fund balance - July 1, 2021	999,394	105,850	1,105,244
Fund balance - June 30, 2022	\$ 543,613	\$ 353,855	\$ 897,468

**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT**  
**OF ACTIVITIES**  
**JUNE 30, 2022**

Total net changes in fund balance - governmental funds	\$	(207,776)
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Amounts reported for governmental activities in the statement of Net Position are different because:

Capital outlays are reported in governmental funds as expenditures however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Cost of capital assets purchased	\$	190,180	
Provision for depreciation		<u>(345,677)</u>	(155,497)

The issuance of long-term debt provides current financial resources and the payment of the principal of long-term debt consumes the resources of the governmental funds.

Principal on bonds and notes payable		413,565
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Change in Net Position of governmental activities	\$	<u>50,292</u>
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**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 – ORGANIZATION AND OPERATIONS**

**Nature of Operations**

Excelsior Academies, Inc. (the “Charter School”) is a not-for-profit corporation, organized pursuant to Chapter 617, Florida Statutes, the Florida Not-For-Profit Corporation Act, and Section 228.056, Florida Statutes. The Charter School operates under a Charter approved by its sponsor, the Miami-Dade County District School Board. The governing body of the Charter School is the not-for-profit corporation’s Board of Directors which is composed of four (4) members.

The Charter School provides educational services to students in grades kindergarten through sixth. The core philosophy and purpose of the Charter School is to demonstrate that the Charter School’s students can learn at high levels through an academically rigorous and innovative curriculum that incorporates the development of good character.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity:**

The Charter School operates under a charter of the sponsoring school district, Miami-Dade County District School Board (the “District”). The renewed charter contract is effective until June 30, 2022, and may be renewed in increments of 5 to 15 years by mutual agreement between the Charter School and the District. At the end of the term of the charter, the District may choose not to renew the charter under the grounds specified in the charter in which case the District is required to notify the Charter School in writing at least 90 days prior to the Charter’s expiration. During the term of the charter, the District may also terminate the charter if good cause is shown. Academir Charter School, Inc. is considered a component unit of the Miami-Dade County District School Board.

Criteria of determining if other entities are potential component units which should be reported within the Charter School’s financial statements are identified and described in the Governmental Accounting Standards Board (GASB) Codification of Governmental Accounting and Financial Reporting Standards, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the Charter School is financially accountable and other organizations for which the nature and significance of their relationship with the Charter Schools are such that exclusion would cause the Charter School’s financial statements to be misleading or incomplete. Based on these criteria, no component units are included within the reporting entity of the Charter School.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Basis of Presentation:**

Based on the guidance provided in the American Institute of Certified Public Accountants Audit and Accounting Guide – Audit for States and Local Governments and provisions of Florida Statutes, the Charter School is presented as a governmental organization for financial statement reporting purposes.

**Government-wide Financial Statement:**

The government-wide financial statements (i.e., the statement of Net Position and the statement of changes in Net Position) report information on all activities of the Charter School. The effect of interfund activity, generally, has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) operating grants and contributions that are used to meet the operational requirements of a particular function or program, and 2) capital grants and contributions that are restricted to meeting the capital requirements of a particular function or program.

**Fund financial statements:**

The Charter School accounts are organized on the basis of funds. The operation of the fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures.

*General Fund* – is the School’s primary operating fund. It accounts for all financial resources of the school, except those required to be accounted for in another fund.

*Grant Fund* – accounts for specific revenue, such as federal grants and capital outlay grants that are legally restricted to expenditures for particular purposes.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

**Measurement Focus, Basis of Accounting:**

The financial statements of the Charter School are prepared in accordance with generally accepted accounting principles (GAAP). The Charter School’s reporting entity applies all relevant Governmental Accounting Standards Board (GASB) *Codification of Accounting and Financial Reporting Guidance*.

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues from non-exchange transactions are reported according to GASB Codification Section 1600.111 and Section N50 Accounting and Financial Reporting for Non-Exchange Transactions. On the accrual basis, revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have satisfied.

The governmental fund financial statement are presented on the modified accrual basis of accounting under which revenues is recognized in the accounting period in which it becomes susceptible to accrual (i.e., when it becomes both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Charter School considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

**Capital assets**

Capital assets, which include land, buildings, building improvements, furniture and fixtures, equipment and library books are reported in the applicable governmental activities in the government-wide financial statements. Capital assets are defined by the Charter School as assets with an initial, individual cost of more than \$500 and a life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Estimated useful lives, in years, for depreciable assets are as follows:

Building and improvements	5-20 years
Furniture, equipment, and computers	5-7 years

Donated capital assets, if any, are recorded at estimated fair value at the date of donation. Within governmental funds, amounts incurred for the acquisition of capital assets are reported as fund expenditures. Depreciation expense is not reported within the governmental fund financial statements.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

**Due from Other Governments or Agencies**

Amounts due to the Charter School by other governments or agencies are for grants or programs under which the services have been provided by the Charter School.

**Revenue Sources**

Revenues for operations will be received primarily from the District pursuant to the funding provisions included in the Charter School's charter. In accordance with the funding provisions of the charter and section 1002.33, Florida Statutes, the Charter School will report the number of full-time equivalent (FTE) students and related data to the District. Under the provisions of Section 1011.62, Florida Statutes, the District reports the number of the full-time equivalent (FTE) students and related data to the Florida Department of Education (FDOE) for funding through the FEFP. Funding for the School is adjusted during the year to reflect the revised calculations by the FDOE under the FEFP and the actual weighted full-time equivalent students reported by the Charter School during the designated full-time equivalent student survey periods.

The Charter School also receives Federal funding for the school food program. Federal awards are generally received based on applications submitted to and approved by various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenues is recognized to the extent that eligible expenditures have been incurred. Also, other revenues may be derived from various fundraising activities and certain other programs.

**Compensated Absences**

The Charter School grants a specific number of sick days. Full time instructional employees are eligible to one day per month to up to ten days of active work.

GASB Codification Section C60, Accounting for Compensated Absences, provides that compensated absences that are contingent on a specific event that is outside the control of the employer and employee should be accounted for in the period those events take place.

Accordingly, these financial statements do not include an accrual for sick days available to be used in future benefit years.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

**Deferred outflows/Inflows of Resources:**

The statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**Equity classifications:**

*Government-wide financial statement*

Equity is classified as Net Position and displayed in three components:

- a. Invested in capital assets, net of related debt – consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowing that are attributable to the acquisition, construction or improvement of those assets.
- b. Restricted Net Position– consists of Net Position with constraints placed on their use either by: 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation. There is no restricted Net Position.
- c. Unrestricted Net Position– all other Net Position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”

*Fund financial statements*

GASB Codification Section 1800.142. Fund Balance Reporting and Governmental Fund Type Definitions, defines the different types of fund balances that a governmental entity must use for financial reporting purposes. GASB requires the fund balance amounts to be properly reported within one of the fund balance categories list below:

- a. Non-spendable – fund balance associated with inventories, prepaid expenses, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned). All non-spendable fund balances at year end related to not in spendable asset form. The Non spendable fund balance as of June 30, 2022 is \$47,400.
- b. Restricted –fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally, or through enabling legislation. Effectively, restrictions may be changed or lifted only with the consent of resource providers. The Restricted fund balance as of June 30, 2022 is \$27,884. Relating to Capital Outlays.



**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

- c. Committed – fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Charter School’s Board of Director. There are no committed fund balances at year end.
- d. Assigned – fund balance classification is intended to be used by the Charter School’s management for specific purposes but do not meet the criteria to be classified as restricted or committed. There are no assigned fund balances at year end.
- e. Unassigned – fund balance is the residual classification for the Charter school’s general fund and includes all spendable amounts not contained in the other classification,

**Encumbrances**

Encumbrances represent commitments relating to unperformed contracts for goods or services. At June 30, 2022, there were no encumbrances outstanding.

**Use of 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 and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

**Subsequent Events**

In accordance with GASB Codification Section 2250.106, the School has evaluated subsequent events and transactions for potential recognition of disclosure through September 15, 2022, which is the date the financial statements were available to be issued.

**NOTE 3 - CASH AND CERTIFICATE OF DEPOSIT**

As of June 30, 2022, the bank balance was \$ 836,122. The bank balance exceeds the FDIC limit as of June 30, 2022.

The Charter School is operated under a Charter sponsored by the Miami-Dade County School District as described in Note 1. Accordingly, its bank deposits are governed by Chapter 280 of the Florida Statutes. All time and demand deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes, Chapter 280, “Florida Security for Public Deposits Act”, the State Treasurer requires all qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral having a market value equal to an amount from 50% to 125% of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 3 - CASH AND CERTIFICATE OF DEPOSIT**

The percentage of eligible collateral (generally, U.S. Government and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its financial condition. Any losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. Therefore, all cash deposits in an approved Florida banking institution are both collateralized and insured and not subject to a concentration of credit risk or a custodial credit risk as defined in Government Accounting Standards Board ("GASB") Statement No. 40. The Charter School has no monetary assets other than cash in an approved depository.

**NOTE 4 – ACCOUNTS RECEIVABLE**

Accounts receivable represent outstanding reimbursements from the following programs in the amount of \$152,508 on June 30, 2022.

Capital outlay	\$ 27,884
NSLP	46,089
Title IV	14,635
ESSER II	63,900
Total	<u>\$152,508</u>

**NOTE 5 – CAPITAL ASSETS**

	<b>Balance July 1, 2021</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2022</b>
Land	1,000,000	-	-	1,000,000
Buildings and Improvements	8,535,000	-	-	8,535,000
Furniture, Fixtures, and Equipment	786,802	\$ 190,180	-	\$ 976,982
	<u>10,321,802</u>	<u>190,180</u>	<u>-</u>	<u>10,511,982</u>
Less: Accumulated Depreciation	(1,027,133)	(345,677)	-	(1,372,810)
Total	<u>9,294,669</u>	<u>\$ (155,497)</u>	<u>-</u>	<u>\$ 9,139,172</u>

The provision for depreciation for the year ended June 30, 2022, amounted to \$345,677. The Charter School allocated depreciation to instruction services.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 6 – COMMITMENTS AND CONTINGENCIES**

**Management Contract:**

The Charter school has contracted with School Development Service for administrative and educational management services for the operation of the school. All personnel are employees of the Charter School. The contract expires in June 30, 2027 and provides for a fee based on a percentage of certain revenues of the School which is 10%. The fees paid to the management company for the year ended June 30, 2022, amounted to \$297,734.

**NOTE 7 – LONG-TERM LIABILITIES**

Revenue Bonds

On November 21, 2019, the charter school used Educational Facilities Revenue Bonds to purchase the school facility. The bonds include series 2019A and 2019B – Miami-Dade County Industrial Development Revenue Bonds (the “Issuer”) issued Educational Facilities Revenue Bonds (EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS), Series 2019A, in the aggregate principal amount of \$8,370,000 (the “Series 2019A Bonds”). Miami-Dade County Industrial Development Revenue Bonds issued Taxable Educational Facilities Revenue Bonds (EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS) Series 2019B, in the aggregate principal amount of \$255,000 (the “Series 2019B Bonds”).

The Borrower will use the proceeds of the Bonds to: (i) finance all of the cost of the acquisition of an approximately 30,000 square foot educational facility, which includes classrooms, a computer laboratory, library and administrative office space, and the site therefor, which includes two separate outdoor recreational areas and parking, and related improvements, fixtures, furnishings and equipment, all located on approximately 2.53 acres (the “Site”) in Miami Gardens, Florida, which educational facility is currently being leased by the Borrower and operated by the Borrower as a charter school for grades Kindergarten through 8 (collectively, the “Project”), (ii) fund a debt service reserve fund and (iii) pay certain costs of issuance relating to the Bonds.

Simultaneously with the issuance of the Series 2019 Bonds, the Borrower (in its capacity as issuer) will issue the Excelsior Academies, Inc. d/b/a EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS Taxable Notes, Series 2019C in the aggregate principal amount of \$640,000 (the “Corporate Note”) pursuant to a Note Indenture dated as of November 1, 2019 (the “Note Indenture”), between the Borrower (in its capacity as the issuer of the Corporate Note) and UMB Bank, N.A., (in its capacity as trustee for the Corporate Note). The Borrower will use the proceeds of the Corporate Loan to acquire the church/daycare facility (the “Church/Daycare Facility”) located on the Site. The Church/Daycare Facility is subject to an existing lease with Greater Love Missionary Baptist Church Inc. (“Greater Love Missionary”) with a remaining lease term of approximately fourteen years. The lease payments derived from Greater Love Missionary’s use of the Church/Daycare Facility are expected to pay in full the Corporate Note debt service payments.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 7 – LONG-TERM LIABILITIES-continued**

Simultaneously with the issuance of the Series 2019 Bonds and the Corporate Note, the Borrower entered into a non-interest bearing second mortgage loan with and F.P. Dino, Inc. (the "Seller") in the aggregate principal amount of \$270,000 (the "Second Mortgage") secured by the Facilities. In exchange for the Second Mortgage, the Seller will reduce the amount payable at closing of the purchase of the Series 2019 Project by \$270,000. The Second Mortgage is payable in principal installments of \$9,000 due annually on November 1, 2021, to November 1, 2023, with a final principal installment of \$234,000 due on the final maturity date of November 1, 2024. The Second Mortgage is subject to prepayment by the Borrower, at any time, in whole or in part, without a prepayment premium. Payment of the Second Mortgage is subordinate to the payment of the Series 2019 Bonds and the Corporate Note. The balance of the note as of June 30, 2022 is \$231,479.

<b>Maturity Date</b>	<b>Principal</b>	<b>Interest</b>		<b>Yield to</b>
<b>November 1</b>	<b>Amount</b>	<b>rate</b>	<b>Price</b>	<b>maturity</b>
2043	\$ 8,370,000	5.10%	105.5	4.72%
2025	\$ 255,000	5.25%	101.3	5.00%
2025	\$ 640,000	5.25%	101.3	5.00%
2024	\$ 270,000	0.00%	100	0.00%

<b>Series 2019B Bond</b>		<b>Series 2019C Taxable Notes</b>		<b>Series 2019A Bond</b>	
June 30,	Principal	June 30,	Principal	June 30,	Principal
2023	\$55,000	2023	\$155,000	2025-2029	\$1,355,000
2024	\$60,000	2024	\$175,000	2030-2034	\$1,795,000
2025	\$10,000	2025	\$20,000	2035-2039	\$2,335,000
				2040-2042	\$1,180,000
				2043	\$1,160,000

The Changes in Long Term Liabilities are also presented below.

<b>Description</b>	<b>Beginning</b>	<b>Additions</b>	<b>Deductions</b>	<b>Ending</b>
	<b>Balance</b>			<b>Balance</b>
Line of Credit	\$ 117,105	\$ -	\$ (117,105)	-
Bond Payable	9,089,012		(285,000)	8,804,012
Total	\$ 9,206,117	\$ -	\$ (402,105)	\$ 8,804,012

**NOTE 8 – RISK MANAGEMENT**

The Charter School is exposed to various risks of loss related to torts, thefts of damage to and destruction of assets, errors and omissions and natural disasters for which the Church carries commercial insurance. Settlement amounts have not exceeded insurance coverage for the past three (3) years. In addition, there were no reductions in insurance coverage from those in the prior year.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9- RELATED PARTY**

In accordance with the Charter Agreement, the School Board retains 5% up to the first 250 students as an administrative fee. This funding is received on a pro rata basis over the twelve-month period and is adjusted for changes in full-time equivalent student population. After review and verification of Full- Time Equivalent (“FTE”) reports and supporting documentation, the Florida Department of Education may adjust subsequent fiscal period allocations of FTE funding for prior year’s errors disclosed by its review as well as to prevent the statewide allocation from exceeding the amount authorized by the State Legislature.

**NOTE 10 – FUNDING AND CREDIT RISK CONCENTRATION**

The School receives substantially all of its support and revenue from federal, state and local funding sources, passed through the School Board District, in the form of performance and budget based contracts. Continuing operation of the School is greatly dependent upon the continued support of these governmental agencies.

**SUPPLEMENTARY INFORMATION**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**BUDGETARY COMPARISON SCHEDULE**  
**YEAR ENDED JUNE 30, 2022**

**GENERAL FUND**

	Original Budget	Final Budget	Actual Amounts	Variances Positive (Negative)
<b><u>Revenues:</u></b>				
State sources	\$ 3,275,304	\$ 3,275,304	\$ 3,246,736	\$ (28,568)
Operating grants and contributions	-	-	741,522	741,522
Capital grants and contributions	293,517	293,517	291,708	(1,809)
Misellaneous revenues	169,461	169,461	210,380	40,919
Total revenues	<u>3,738,282</u>	<u>3,738,282</u>	<u>4,490,346</u>	<u>752,064</u>
<b><u>Expenditures</u></b>				
Instruction	2,083,028	1,588,511	1,757,049	(168,538)
Pupil Personnel services	-	1,800	1,800	-
Instruction and Curriculum Development Service	165,727	165,727	18,254	147,473
General administration	90,981	90,981	400,776	(309,795)
School Administration	349,921	332,847	405,593	(72,746)
Fiscal Services	395,619	395,619	21,119	374,500
Pupil Transportation Services	105,300	93,810	111,108	(17,298)
Operation of Plant	350,823	317,580	468,352	(150,772)
Maintenace of plant	14,000	9,100	32,435	(23,335)
Debt service	641,704	641,704	924,875	(283,171)
Capital outlay	-	64,000	63,244	756
Total expenditure	<u>4,197,103</u>	<u>3,701,679</u>	<u>4,204,605</u>	<u>(502,926)</u>
Excess (deficit) of revenues over expenditures	<u>\$ (458,821)</u>	<u>\$ 36,603</u>	<u>\$ 285,741</u>	<u>\$ 249,138</u>

**GRANT FUND**

	Original Budget	Final Budget	Actual Amounts	Variances Positive (Negative)
<b><u>Revenues:</u></b>				
Operating grants and contributions	\$ 624,179	\$ 624,179	\$ 1,141,917	\$ 517,738
Total revenues	<u>624,179</u>	<u>624,179</u>	<u>1,141,917</u>	<u>517,738</u>
<b><u>Expenditures</u></b>				
Instruction	-	494,517	494,517	-
School administration	-	17,074	17,074	-
Food Services	128,796	128,796	205,752	(76,956)
Pupil transportation services	-	11,490	11,490	-
Operation of plant	-	33,243	33,243	-
Maintenance of plant	-	4,900	4,900	-
Capital outlay	-	126,936	126,936	-
Total expenditure	<u>128,796</u>	<u>816,956</u>	<u>893,912</u>	<u>(76,956)</u>
Excess (deficit) of revenues over expenditures	<u>\$ 495,383</u>	<u>\$ (192,777)</u>	<u>\$ 248,005</u>	<u>\$ 440,782</u>

**The accompanying notes are an integral part of these statements**

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES TO SUPPLEMENTARY INFORMATION**

**Budgetary Basis Accounting**

An annual budget is adopted on the Budgets modified accrual basis of accounting, consistent with generally accepted accounting principles. Amendments to the budget can only be made with the approval of the Board of Directors. During the fiscal year, expenditures were controlled at the object level (e.g., salaries, purchased services, and capital outlay)

**NOTE A.**

The Charter School formally adopted a budget for the year ended June 30, 2022. Budgeted amounts may be amended by resolution or ordinance by the Board. A comparison of the actual results of operations to the budgeted amounts for the General Fund is presented as supplementary information.

**NOTE B.**

The budget is adopted using the same basis of accounting on which the financial statements are prepared except for a 5% administrative charge up to 250 students that is retained by the School Board of Miami-Dade County.



**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS**  
**JUNE 30, 2022**

Federal Grantor Pass-through Entity Federal Program	Federal AL Number	Reimbursable/ Disbursements/ Expenses	Transfers to Subrecipients
<b><u>Federal Awards</u></b>			
<b><u>US DEPARTMENT OF AGRICULTURE</u></b>			
<i>Passed through Florida Department of Agriculture</i>			
National School Lunch Program	10.555	\$ 322,132	\$ -
NSLP Equipment Grant	10.555	3,641	-
<b>Total US Department of Agriculture</b>		325,773	-
<b><u>US DEPARTMENT OF EDUCATION</u></b>			
<i>Passed through Florida Department of Education</i>			
ESSER 1	84.425D	\$ 6,901	\$ -
ESSER II - ADVANCED	84.425D	246,993	-
ESSER 2B - LUMP SUM	84.425D	63,900	-
ESSER 2B- TECHNOLOGY	84.425D	27,044	-
ESSER 2B- ACADEMIC ACCELERATION	84.425D	60,367	-
High Quality Curriculum for Reading	84.425D	3,934	-
Title 1	84.010	232,489	-
Title IV	84.424A	14,635	-
<b>Total US Department of Education</b>		656,262	-
<b>Total Federal Awards</b>		<b>\$ 982,035</b>	<b>\$ -</b>

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**NOTES SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS**  
**JUNE 30, 2022**

**Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of Federal award programs administered by the school, which is described in Note 1 to the School's accompanying financial statements, using the accrual basis of accounting. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the School financial statements. Federal awards that are included in the Schedule may be received directly from Federal agencies, as well as Federal awards that are passed through from other government agencies.

The information presented in the Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**Summary of Certain Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. The amounts reported as Federal expenditures were obtained from the Federal financial reports for the applicable program and periods. The amounts reported in these reports are prepared from records maintained for each program, which are reconciled with the School's financial reporting system. The Federal expenditures are recognized under the Uniform Guidance.

**Scope of Audit**

The school is an independent corporation. All Federal grant operations of the school are included in the scope of the single audit.

**Indirect Cost Rate**

The school did not elect to use the 10% de minimis cost rate. Indirect costs may be included in the reported expenditures, to the extent that they are included in the Federal financial reports used as the source for the data presented. The School's policy is not to charge Federal award programs with indirect costs.

**Other Disclosures**

No insurance is carried specifically to cover equipment purchased with Federal funds. Any equipment purchased with Federal funds has only a nominal value and is covered by the School's casualty insurance policies. There were no loans or loan guarantees outstanding at year-end.

**EXCELSIOR ACADEMIES, INC.**  
**D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2022**

**SUMMARY OF AUDITORS' RESULTS**

**Section I-Summary of Auditors Results**

**Financial Statements**

**Type of Auditors Report Issued: Unmodified**

Internal Control over Financial Reporting:

- Significant deficiency(es) identified ? \_\_\_ Yes     X  None
- Material weakness identified ? \_\_\_ Yes     X  No
- Non Compliance material to financial statement noted ? \_\_\_ Yes     X  No

**Federal Awards**

Internal Control over Major Federal Programs:

- Significant deficiency(es) identified? \_\_\_ Yes     X  None
- Material weakness identified? \_\_\_ Yes     X  No

**Type of Auditors Report issued on Compliance for major Programs: Unmodified**

Any audit findings disclosed that are required to be reported in Accordance with 2 CFR ? \_\_\_ Yes     X  No

**Identification of major Programs:**

<u>CFDA#</u>	<u>Name of Program or Cluster</u>
	<b>Department of Education</b>
84.425D	ESSER 1
84.425D	ESSER II - ADVANCED
84.425D	ESSER 2B - LUMP SUM
84.425D	ESSER 2B- TECHNOLOGY
84.425D	ESSER 2B- ACADEMIC ACCELERATION
84.425D	HIGH QUALITY CURRICULUM FOR READING
84.010	TITLE I

**EXCELSIOR ACADEMIES, INC.  
D/B/A EXCELSIOR PREP CHARTER SCHOOL OF MIAMI GARDENS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2022**

**SUMMARY OF AUDITORS' RESULTS (Continued.)**

Dollar threshold used to distinguish  
between Type A and Type B programs:           \$ 750,000

Auditee qualified as low-risk auditee?   \_\_\_ Yes         X  No

**Section II-Financial Statement findings**

The audit disclosed no matters that are reportable

**Section III – Major Federal Awards Programs – Findings and questioned costs**

The audit disclosed no matters that are reportable

**Section IV – Major Federal Awards Programs – Summary of prior Audit Findings**

No prior audit findings were reported

**Section V - Management letter**

Management letter issued



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

To the Board of Directors  
Excelsior Academies, Inc.  
D/B/A Excelsior Prep Charter School of Miami Gardens  
Miami, Florida

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

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

We have audited Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' major federal programs for the year ended June 30, 2022. Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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, Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens 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, 2022.

***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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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 Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' 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.



Thomas & Company CPA PA  
Cooper City, Florida  
September 15, 2022



**THOMAS & COMPANY, C.P.A., P.A.**  
Certified Public Accountants and Business Consultants

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors  
Excelsior Academies, Inc.  
D/B/A Excelsior Prep Charter School of Miami Gardens  
Miami Gardens, Florida

We have audited, in accordance with the 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 the governmental activities and each major fund of Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens (the "Charter School"), a component unit of the Miami-Dade County District School Board, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens' basic financial statements, and have issued our report thereon dated September 15, 2022.

Report on Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



## Compliance and Other Matters

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

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

This report is intended solely for the information and use of the Board of Directors, management, the Miami-Dade County District School Board, and the Auditor General of the State of Florida and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "Thomas & Company CPA PA". The signature is written in a cursive, flowing style.

Thomas & Company CPA PA  
Cooper City, Florida  
September 15, 2022



**THOMAS & COMPANY, C.P.A., P.A.**  
Certified Public Accountants and Business Consultants

**MANAGEMENT LETTER  
IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF  
THE STATE OF FLORIDA**

To the Board of Directors  
Excelsior Academies, Inc.  
D/B/A Excelsior Prep Charter School of Miami Gardens  
Miami, Florida

**Report on the Financial Statements**

We have audited the financial statements of the governmental activities and each major fund of Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens as of and for the fiscal year ended June 30, 2022, and have issued our report thereon dated September 15, 2022

**Auditor's Responsibility**

We conducted our audit 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; 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).

**Other Reports and Schedules**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs. Disclosures in that report and schedule, which is dated September 15, 2022, should be considered in conjunction with this management letter.

**Prior Audit Findings**

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations in the preceding annual financial audit report.

**Official Title and Legal Authority**

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity are of Excelsior Academies, Inc. D/B/A Excelsior Prep Charter School of Miami Gardens - 5032.

## Management Letter - Continued

### Financial Condition and Management

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether the School has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the school did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Section 10.854(1)(e)6. a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the School. It is management's responsibility to monitor the School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.854(1)(e)(3), Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

### Transparency

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the School maintains on its website information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the School maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

### Additional Matters

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

### Purpose of this letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal, and other granting agencies, School Board of Directors, School's management, and the School Board of Miami-Dade County and is not intended to be and should not be used by anyone other than these specified parties.



Thomas & Company CPA PA  
Cooper City, Florida  
September 15, 2022