

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE**

**A CHARTER SCHOOL AND COMPONENT UNIT
OF THE DISTRICT SCHOOL BOARD OF OSCEOLA COUNTY**

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

YEARS ENDED JUNE 30, 2024 AND 2023



**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE**

Board of Directors

Board Chair Mr. Alexander Casas

Vice Chair Dr. Tirso Alonso

Secretary/ Treasurer Mrs. Joanna Pino

Board Members Ruben Perez
 Arlene Rodriguez
 Sonia Alfaro

School Administration

Principal Olivia Bernal

Vice Principal Mary March



INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Academir Charter School of Osceola Inc.
D/B/A Academir Preparatory of Championsgate
Miami, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate (the Charter School), which is a component unit of the School District of Osceola County, Miami, Florida as of, and for the years ended June 30, 2024 and 2023, and the related notes to the financial statements, which collectively comprises the Charter School's basic financial statements as listed in the table of contents.

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 Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate as of June 30, 2024 and 2023, 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 Opinions

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

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 Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate'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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in 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 Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate'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 Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 7-16 and 34–35 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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

Required Supplementary Information (Continued)

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.

Other reporting required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 10, 2024, on our consideration of the Charter School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate'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 Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate's internal control over financial reporting and compliance.

Thomas S. Conroy CPA PA

Thomas & Company CPA PA
Cooper City, Florida
September 10, 2024

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

As management of Academir Charter School of Osceola Inc. D/B/A Academir Preparatory of Championsgate (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 years ended June 30, 2024, and 2023. We encourage readers to consider the information presented here through page 16 of this report.

FINANCIAL HIGHLIGHTS

The following are among the major financial highlights:

- At June 30, 2024, the School had a negative net position of \$1,307,540.
- At June 30, 2024, the School had current assets of \$2,270,318.
- For the year ended June 30, 2024, the School's expense exceeded revenue by \$1,313,984.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – Management's Discussion and Analysis (this section), the basic financial statements and the notes thereto, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the School:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the School's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the School, reporting the School's operations in more detail than the government-wide statements.
- The governmental funds financial statements tell how general school services were financed in the short term, as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

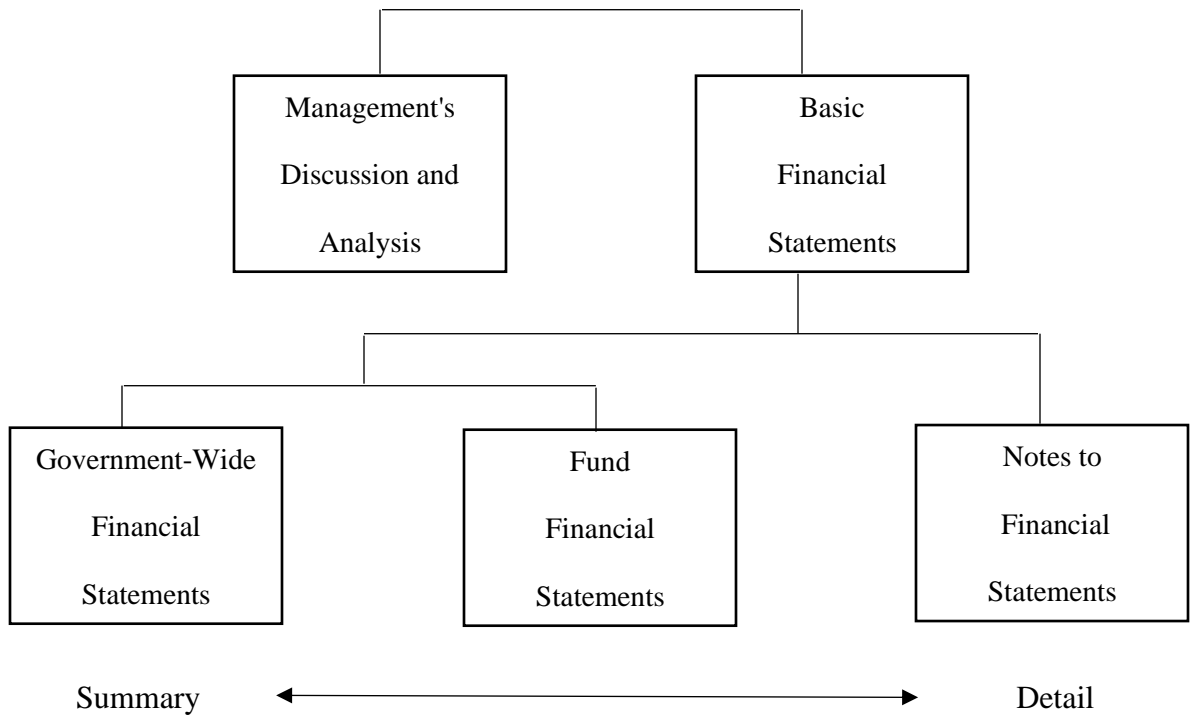
This document also includes the independent auditors’ report on compliance and internal control required by *Government Auditing Standards*, as well as the management letter required by the Rules of the Florida Auditor General, Chapter 10.850, *Audits of Charter Schools and Similar Entities, The Florida Virtual School, and Virtual Instruction Program Providers*.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Annual Report Format**



**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

The following table summarizes the major features of the School's financial statements, including the portion of the School they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Basic Financial Statements		
	Government-Wide Statements	Governmental Funds
Scope	Entire School not including fiduciary	The activities of the School that are not proprietary or fiduciary
Required financial statements	* Statement of Net Position * Statement of Activities	* Balance Sheet * Statement of Revenues, Expenditures, and Changes in Fund Balances
Accounting basis and measurement focus	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial focus.
Type of assets/liability information	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources, both financial and capital, and short-term and long-term	Only assets/deferred outflows of resources expected to be used up and liabilities/deferred inflows of resources that come due during the year or soon thereafter; no capital assets included
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter.

Government-wide Financial Statements

The government-wide financial statements report information about the School as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the School’s assets, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year’s revenues and expenses are accounted for in the statement of activities, regardless of when cash is received or paid.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-wide Financial Statements (Continued)

The two government-wide statements report the school’s *net position* and how they have changed. Net position—the difference between the school’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources—is one way to measure the school’s financial health or *position*.

- Over time, increases or decreases in the school’s net position are indicators of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the school you need to consider additional non-financial factors such as changes in the Charter School’s student base, safety at the Charter School and quality of education.

In the government-wide financial statements the school are shown in one category:

- *Governmental Activities* – The Charter School’s basic services are included here, such as regular and special education and administration. State aids finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the Charter School’s funds – focusing on its most significant or “major” funds – not the Charter School as a whole. Funds are accounting devices the Charter School uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law.
- The Charter School can establish other funds to control and manage money for particular purposes (e.g., federal grants).

The School has one fund type:

Governmental Funds – The School’s basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent soon to finance the school’s programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide separate reconciliations to explain the relationship (or differences) between them.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements (Continued)

The Charter School uses or may use the following types of Governmental Funds:

- General Fund - is the Charter School’s primary operating fund. It accounts for all financial resources of the Charter School, except those required to be accounted for in another fund.
- Special Revenue Funds – account for specific revenue, such as federal grants, that is legally restricted to expenditures for particular purposes.
- Capital Projects Fund – accounts for the financial resources accumulated that are restricted for capital outlays.
- Debt Service Fund – accounts for accumulation of resources for, and the payment of, general long-term debt.

FINANCIAL ANALYSIS OF THE SCHOOL AS A WHOLE

Net Position

As noted earlier, net position may serve over time as a useful indicator of financial position. The following table provides the School's net position as of June 30, 2024 and 2023:

	Governmental Activities as of		Variance
	June 30,		
	2024	2023	
Assets			
Current Assets	\$ 2,270,318	\$ 6,444	\$ 2,263,874
Non-Current Assets	13,756,658	-	13,756,658
Total Assets	16,026,976	6,444	16,020,532
Liabilities and Net Position			
Liabilities			
Current Liabilities	574,516	-	574,516
Non-Current Liabilities	16,760,000	-	16,760,000
Total Liabilities	17,334,516		17,334,516
Net Position			
Net Investment in Capital Assets	(3,003,342)	-	(3,003,342)
Restricted for Debt Service	2,176,592	-	2,176,592
Unrestricted	(480,790)	6,444	(487,234)
Total Net Position	(1,307,540)	6,444	(1,313,984)
Total Liabilities and Net Position	\$ 16,026,976	\$ 6,444	\$ 16,020,532

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

FINANCIAL ANALYSIS OF THE SCHOOL AS A WHOLE (CONTINUED)

Net Position (Continued)

The School reports a negative balance in net position of \$1,307,540 as of June 30, 2024 with a net decrease of \$1,313,984 for the year. The School's net position reflects its investment in capital assets (e.g. land, buildings, building improvements, furniture, fixtures and equipment) net of related debt. The School uses its capital assets to provide services to students. Consequently, these assets are not available for future spending.

Resources that are subject to restrictions on how they may be used are classified as restricted assets. As of June 30, 2024, and 2023, the school had restricted net position for debt service of \$2,176,592 and \$0, respectively. The remaining unrestricted balance may be used in any of the School's ongoing operations

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

FINANCIAL ANALYSIS OF THE SCHOOL AS A WHOLE (CONTINUED)

Change in Net Position

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

CONDENSED STATEMENT OF CHANGES IN NET POSITION

	Governmental Activities as of		Variance
	June 30,		
	<u>2024</u>	<u>2023</u>	
Revenue:			
General Revenues	\$ 967,750	\$ 8,518	\$ 959,232
Program Revenues:			
Charges for Services	843	-	843
Operating Grants and Contributions	27,604	-	27,604
Miscellaneous Revenue	70,042	-	70,042
Total Revenue	<u>1,066,239</u>	<u>8,518</u>	<u>1,057,721</u>
Expenses:			
Instruction	573,618	-	573,618
Student Support Services	4,670	130	4,540
General Administration	64,292	122	64,170
School Administration	237,168	-	237,168
Fiscal Services	25,532	2,452	23,080
Food Services	67,625	-	67,625
Operation of Plant	251,263	2,520	248,743
Maintenance of Plant	6,493	-	6,493
Interest on Long-term Debt	175,183	-	175,183
Unallocated Depreciation/Amortization Expense	126,529	-	126,529
Bond Issuance Cost	847,850	-	847,850
Total Expenses	<u>2,380,223</u>	<u>5,224</u>	<u>2,374,999</u>
Change in Net Position	(1,313,984)	3,294	(1,317,278)
Net Position - Beginning of the year	6,444	3,150	3,294
Net Position - End of the year	<u>\$ (1,307,540)</u>	<u>\$ 6,444</u>	<u>\$ (1,313,984)</u>

Revenue primarily constitute of federal grants and additional state source revenue for the fiscal year ended June 30, 2024. Expenditure consists of expenses related to payroll, general administration and operation of plant.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

FINANCIAL ANALYSIS OF THE SCHOOL AS A WHOLE (CONTINUED)

- At year-end there are 118 students in grades K - 5th grade. Revenues are based on the amount received per student from the State through the School District of Osceola County.
- Expenses for instruction are the result of teachers’ salaries and related benefits, and also materials and supplies that directly impact student learning.
- School administration is due primarily to administrators and other administrative personnel and related benefits as well as administrative costs.
- 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 Unassigned 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 years 2024 and 2023 the Charter School’s governmental fund reported a positive ending fund balance of \$2,205,802 and \$6,444, respectively.

BUDGETARY HIGHLIGHTS

During the School’s fiscal year, the Board of the charter School adopted an annual budget. A budgetary comparison statement has been provided as part of required supplementary information for the governmental funds to demonstrate compliance with the School’s budget.

For the General Fund, the actual revenues were \$430,072 (41%) lower than expected. Actual expenditures also were \$48,001 higher than the budgeted for a 3% variance. While the budget had reflected an increase of \$430,017 for the year, the actual results reflected a net \$61,944 increase in ending fund balance for a net variance of \$368,073. The revenue decreased as a result of the school being in its first year of operations and not able to conduct operations in fully fledged manner.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2024, and 2023, the Charter School had investments in capital assets of \$13,756,658 and \$0, respectively. These amounts are net of accumulated depreciation of \$126,529 and \$0, respectively. Capital assets additions in the current year include new furniture, land, land improvements, fixtures and equipment. A more detailed analysis is provided in Note 5.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

CAPITAL ASSETS AND DEBT ADMINISTRATION (CONTINUED)

Non-current Liabilities

The School’s non-current liabilities consisted of bond payable. The School has \$16,760,000 of bond payable as of June 30, 2024.

Bond Issuance

On August 01, 2022, the school used Educational Facilities Revenue Bonds to purchase the school facility. The bonds include series 2022A and 2022B –Florida Development Finance Corporation (the “Issuer”) issued Educational Facilities Revenue Bonds to (Academir Preparatory of Champions Gate), Series 2024A, in the aggregate principal amount of \$16,040,000 (the “Series 2022A Bonds”). Capital Trust Authority Taxable Educational Facilities Revenue Bond (Academir Preparatory of Champions Gate) Series 2022B, in the aggregate principal amount of \$720,000. (the “Series 2022B Bonds”). The bond secures the facility. Based upon the respective purchase prices for Academir Preparatory of Champions Gate, the debt service on the bonds and other expenses and administrative fees were allocated (\$16,760,000) to Academir Preparatory of Champions Gate.

ECONOMIC FACTORS & BUDGET HIGHLIGHTS

The following economic indicators were taken into account when adopting the general fund budget for fiscal year 2024-25:

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

Amounts available for revenues appropriation in the governmental fund are \$4,819,720, a 352% increase from the actual 2024 amount. A predominate factor affecting the budget is the school’s funded student membership. The fiscal year 2024-25 budget is based on a higher student count than the official student membership count funded in 2023-2024. During the year, aggregate revenues are expected to increase from the 2024 school year due to the fact there was an increase in the student allocation per student FTE. The school is allocating resources to enhance academic achievement at all student-learning levels and for anticipated student membership. The increased expenditure base includes salary increases, the rising cost of health care and increases in other fixed recurring costs for School operations.

Budgeted governmental fund expenditures are expected to decrease to \$4,703,953, a 71% decrease, from the fiscal 2024 actual figures. The school is allocating resources to enhance academic achievement at all student-learning levels and for anticipated student membership. The 2024-25 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 2025.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEARS ENDED JUNE 30, 2024 AND 2023**

SCHOOL ENROLLMENT

During the fiscal years June 30, 2024, and 2023, the grade levels at the Charter School ranged from K - 5th grade, with a total enrollment of 118 students during fiscal year 2024.

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 Mr. Alexander Casas, Board Chair, 5420 SW 157th Ave, Bay 5, Miami, FL 33185.

BASIC FINANCIAL STATEMENTS

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024 AND 2023**

	Governmental Activities	
	2024	2023
ASSETS		
Current Assets		
Cash	\$ 93,726	\$ 6,444
Restricted Cash	2,176,592	-
Total Current Assets	2,270,318	6,444
Non-Current Assets		
Capital Assets, Net	13,756,658	-
Total Non-Current Assets	13,756,658	-
TOTAL ASSETS	16,026,976	6,444
LIABILITIES AND NET POSITION		
LIABILITIES		
Current Liabilities		
Salaries and Wages Payable	53,034	-
Accounts Payable	11,482	-
Due to Other Agencies	510,000	-
Total Current Liabilities	574,516	-
Non-Current Liabilities		
Bond Payable	16,760,000	-
Total Non-Current Liabilities	16,760,000	-
TOTAL LIABILITIES	17,334,516	-
NET POSITION		
Net Investment in Capital Assets	(3,003,342)	-
Restricted for Debt Service	2,176,592	-
Unrestricted	(480,790)	6,444
TOTAL NET POSITION	(1,307,540)	6,444
TOTAL LIABILITIES AND NET POSITION	\$ 16,026,976	\$ 6,444

The accompanying notes to financial statements are an integral part of this statement.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	<u>Program Revenues</u>				<u>Net Revenues (Expenses) and Changes in Net Position</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities 2024</u>	<u>Total Governmental Activities 2023</u>
Governmental Activities						
Instruction	\$ 573,618	\$ -	\$ -	\$ -	\$ (573,618)	\$ -
Instructional support services	4,670	-	-	-	(4,670)	130
General Administration	64,292	-	-	-	(64,292)	122
School Administration	237,168	-	-	-	(237,168)	-
Fiscal Services	25,532	-	-	-	(25,532)	2,452
Food Services	67,625	843	27,604	-	(39,178)	-
Operation of Plant	251,263	-	-	-	(251,263)	2,520
Maintenance of Plant	6,493	-	-	-	(6,493)	-
Interest on Long-term Debt	175,183	-	-	-	(175,183)	-
Unallocated Depreciation/Amortization Expense	126,529	-	-	-	(126,529)	-
Bond Issuance Cost	847,850	-	-	-	(847,850)	-
Total Governmental Activities	\$ 2,380,223	\$ 843	\$ 27,604	\$ -	(2,351,776)	5,224
General Revenue:						
The School District of Osceola County -FTE					967,750	-
Miscellaneous					70,042	8,518
Total General Revenue					1,037,792	8,518
Change in Net Position					(1,313,984)	3,294
Net Position - Beginning of the year					6,444	3,150
Net Position - Ending of the year					\$ (1,307,540)	\$ 6,444

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
BALANCE SHEET – GOVERNMENTAL FUND
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds 2024</u>	<u>Total Governmental Funds 2023</u>
ASSETS					
Cash	\$ 93,726	\$ -	\$ -	\$ 93,726	\$ 6,444
Restricted Cash	-	-	2,176,592	2,176,592	-
Due from Other Fund	39,178	-	-	39,178	-
TOTAL ASSETS	<u>132,904</u>	<u>-</u>	<u>2,176,592</u>	<u>2,309,496</u>	<u>6,444</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Salaries and Wages Payable	53,034	-	-	53,034	-
Accounts Payable	11,482	-	-	11,482	-
Due to Other Fund	-	39,178	-	39,178	-
TOTAL LIABILITIES	<u>64,516</u>	<u>39,178</u>	<u>-</u>	<u>103,694</u>	<u>-</u>
FUND BALANCES					
Restricted for Debt Service	-	-	2,176,592	2,176,592	-
Unassigned	68,388	(39,178)	-	29,210	6,444
TOTAL FUND BALANCES	<u>69,231</u>	<u>(39,178)</u>	<u>2,176,592</u>	<u>2,205,802</u>	<u>6,444</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 132,904</u>	<u>\$ -</u>	<u>\$ 2,176,592</u>	<u>\$ 2,309,496</u>	<u>\$ 6,444</u>

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO THE
STATEMENT OF NET POSITION
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	2024	2023
Total Fund Balances - Governmental Funds	\$ 2,205,802	\$ 6,444
 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	13,883,187	-
Accumulated Depreciation	(126,529)	-
 Long-term are not due and payable in the current period and therefore are not reported in the governmental funds		
Bond Payable	(16,760,000)	-
Loan from Other Agencies	(510,000)	-
Total Net Position - Governmental Activities	\$ (1,307,540)	\$ 6,444

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – GOVERNMENTAL FUND
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds 2024	Total Governmental Funds 2023
Revenue						
The School District of Osceola County -FTE	\$ 967,750	\$ -	\$ -	\$ -	\$ 967,750	\$ -
Charges for Services	-	843	-	-	843	-
Operating Grants and Contributions	-	27,604	-	-	27,604	-
Miscellaneous revenue	70,042	-	-	-	70,042	8,518
Total Revenue	1,037,792	28,447	-	-	1,066,239	8,518
Expenses						
Current:						
Instruction	573,618	-	-	-	573,618	-
Instructional support services	4,670	-	-	-	4,670	130
General administration	64,292	-	-	-	64,292	122
School administration	237,168	-	-	-	237,168	-
Fiscal services	25,532	-	-	-	25,532	2,452
Food services	-	67,625	-	-	67,625	-
Operation of plant	251,263	-	-	-	251,263	2,520
Maintenance of plant	6,493	-	-	-	6,493	-
Debt Service:						
Interest and other charges	175,183	-	-	847,850	1,023,033	-
Capital Outlay:						
Furniture, Equipment & Improvements	147,629	-	-	-	147,629	-
Land & Building	-	-	13,735,558	-	13,735,558	-
Total Expenses	1,485,848	67,625	13,735,558	847,850	16,136,881	5,224
Excess (Deficit) of Revenues over Expenditures	(448,056)	(39,178)	(13,735,558)	(847,850)	(15,070,642)	3,294
Other Financing Sources (Uses)						
Loan from Other Agencies	510,000	-	-	-	510,000	-
Transfer In (Out)	-	-	13,735,558	(13,735,558)	-	-
Proceeds from Bond Issuance	-	-	-	16,760,000	16,760,000	-
Total Other Financing Sources (Uses)	510,000	-	13,735,558	3,024,442	17,270,000	-
Net Changes in Fund Balances (Deficit)	61,944	(39,178)	-	2,176,592	2,199,358	3,294
Fund Balance (Deficit) - Beginning of the year	6,444	-	-	-	6,444	3,150
Fund Balance (Deficit) - End of the year	\$ 68,388	\$ (39,178)	\$ -	\$ 2,176,592	\$ 2,205,802	\$ 6,444

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	2024	2023
Total Net Changes in Fund Balance - Governmental Funds	\$ 2,199,358	\$ 3,294
 Amounts reported for governmental activities in the statement of net position are different because:		
 Governmental funds report capital outlays as expenditures. In the statement of activities the cost of capital acquisitions are allocated over their estimated useful lives and reported as depreciation and amortization expense.		
Capital Outlays	13,883,187	-
Depreciation Expense	(126,529)	-
 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.		
Proceeds from Bonds	(16,760,000)	-
Proceeds from Other Agencies	(510,000)	-
 Change in Net Position of Governmental Activities	\$ (1,313,984)	\$ 3,294

The accompanying notes to financial statements are an integral part of this statement.

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 1 – Organization and Operations

Nature of Operations

Academir Charter School of Osceola 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 School District of Osceola County. The governing body of the Charter School is the not-for-profit corporation’s Board of Directors which is composed of five (6) members.

The Charter School provides educational services to students in grades Kindergarten – 5th. 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, the School District of Osceola County (the “District”). The renewed charter is effective until June 30, 2027, 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 of Osceola Inc. is considered a component unit of the School District of Osceola County.

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 School’s 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.

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 Statements

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

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 2 - Summary of Significant Accounting Policies (Cont.)

Government-wide Financial Statements (Cont.)

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) charges to recipients for goods and services associated with programs 2) operating grants and contributions that are used to meet the operational requirements of a particular function or program, and 3) 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 fund financial statements provide more detailed information about the School's most significant funds, not the School as a whole. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. The funds in the financial statements of this report are as follows:

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.

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

Capital Projects Fund – used to account for financial resources used for the acquisition or construction of major capital facilities and for the proceeds and related expenditures of charter school capital outlay funding.

Debt Service Fund – to account for the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs.

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 accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. 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. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met.

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 2 - Summary of Significant Accounting Policies (Cont.)

Measurement Focus, Basis of Accounting (Cont.)

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 years in which all eligibility requirements have satisfied.

The governmental fund financial statements 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 years.

Capital Assets

Capital assets, which include land, buildings, building improvements, furniture and fixtures, equipment 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 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.

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

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 2 - Summary of Significant Accounting Policies (Cont.)

Revenue Sources (Cont.)

approved by various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenues are 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.

Deferred Outflows/Inflows of Resources:

In addition to assets, the statement of net 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 and so will not be recognized as an expense or expenditure until then. The School has no items that meet this criterion.

In addition to liabilities, the statement of net 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 and so will not be recognized as revenue until then. The School has no items that meet this criterion

Interfund Activity

From time to time, the School may have interfund activity. This activity is eliminated in the government wide financial statements.

Net Position and Fund Balance Classifications

Government-wide Financial Statement

Net Position is classified and displayed in three components:

- a. Net Investment in Capital Assets – consists of capital assets net of accumulated depreciation and amortization 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. The restricted Net Position as of June 30, 2024 is \$ 2,176,592.

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 2 - Summary of Significant Accounting Policies (Cont.)

Net Position and Fund Balance Classifications (Cont.)

Government-wide Financial Statement (Cont.)

- c. Unrestricted Net Position – all other Net Position that do not meet the definition of “restricted” or “net investment in capital assets”

Fund Financial Statements

Generally accepted accounting principles define the different types of fund balances that a governmental entity must use for financial reporting purposes. Fund balance amounts are to be properly reported within one of the fund balance categories listed 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 relate to assets not in spendable form. As of June 30, 2024, the School did not have any Non-spendable fund balances.
- b. Restricted - fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource provider, or through enabling legislation. Effectively, restrictions may be changed or lifted only with the consent of resource providers. As of June 30, 2024, the School have restricted fund balance of \$ 2,176,592 related to debt services.
- 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, 2024, and 2023, 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.

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 2 - Summary of Significant Accounting Policies (Cont.)

Income Taxes

The Charter School qualifies as a tax-exempt organization under the Internal Revenue Code Section 501(c)(3), and is, therefore, exempt from income tax. Accordingly, no tax provision has been made in the accompanying financial statements.

Note 3 - Cash and Cash Equivalents

As of June 30, 2024, and 2023, the bank balance was \$112,254 and \$6,444. The individual bank balances didn't exceed the FDIC limit as of June 30, 2024, and 2023.

The Charter School is operated under a Charter sponsored by the School District of Osceola County 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.

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.

Interest rate risk is the risk that changes in interest rate will adversely affect the fair value of an investment. The School manages its exposure to declines in fair values by limiting all investments to government money market mutual funds that can be redeemed daily.

Restricted cash: At June 30, 2024, the School maintains cash restricted for debt service in the amount of \$2,176,592. (Note 6)

Note 4 – 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 charter School carries commercial insurance.

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 5– Capital Assets

Capital assets activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024
Capital Assets				
Land	\$ -	\$ 2,747,112	\$ -	\$ 2,747,112
Building	-	10,988,446	-	10,988,446
Furniture and Fixtures	-	20,308	-	20,308
Equipment	-	83,271	-	83,271
Land Improvements	-	44,050	-	44,050
Total Capital Assets	-	13,883,187	-	13,883,187
Less: Accumulated Depreciation	-	(126,529)	-	(126,529)
Total Capital Assets, Net	\$ -	\$ 13,756,658	\$ -	\$ 13,756,658

The depreciation expense for the years ended June 30, 2024, and 2023 amounted to \$126,529 and \$0, respectively.

Note 6 - Long-Term Liabilities

Bonds 2022A & 2022B

On August 1, 2022, the charter school used Educational Facilities Revenue Bonds to purchase the school facility and land . The bonds include series 2022A and 2022B – Florida Development Finance Corporation(the “Issuer”) issued Educational Facilities Revenue Bonds to (Academir Preparatory of Championsgate), Series 2022A, in the aggregate principal amount of \$16,040,000 (the “Series 2022A Bonds”) and (ii) Taxable Educational Facilities Revenue Bonds (Academir Charter School of Osceola Inc. Project), Series 2022B (the "Series 2022 B Bonds" and, together with the Series 2022 A Bonds, the "Series 2022 Bonds"), in the aggregate principal amount of \$ 720,000.

The Borrower will use the proceeds of the Series 2022 Bonds to (i) to finance or refinance, including through reimbursement, (i) the acquisition, construction, installation and equipping of a charter school facility consisting of an approximately 30,862 square foot two-story building serving up to 600 students in grades K-5 and accommodating approximately 32 classrooms, to be known as "Academir Charter School of Osceola," and to be located on two (2) vacant parcels of real property consisting of approximately 10 acres collectively located at 1195 South Goodman Road, Champions Gate, Florida, 33896 and 1201 South Goodman Road, Champions Gate, Florida 33896, including related facilities, fixtures, furnishings and equipment, In order to provide financing for the Loan, the Issuer, concurrently with the execution of this Loan Agreement, will issue, sell and deliver the Series 2022

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 6 - Long-Term Liabilities (Cont.)

Bonds and direct the proceeds thereof to be deposited with the Trustee. An amount necessary from the Gross Revenues shall be transferred by the Borrower from the School Revenue Fund to the Trustee on a monthly basis, to pay the Loan Repayments on or before the fifteenth (16th) day of each month starting September 16, 2022.

The following are the maturity schedules for the bonds:

<u>July 1,</u>	Series 2022A & Series 2022B		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ -	\$ 1,202,000	\$ 1,202,000
2026	-	1,202,000	1,202,000
2027	-	1,202,000	1,202,000
2028	-	1,202,000	1,202,000
2029	-	1,202,000	1,202,000
2030-2032	16,760,000	3,105,167	19,865,167
Total	<u>\$ 16,760,000</u>	<u>\$ 9,115,167</u>	<u>\$ 25,875,167</u>

The Schedule of Liabilities are presented below:

<u>Description</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bonds Payable	\$ -	\$ 16,760,000	\$ -	\$ 16,760,000
Total	<u>\$ -</u>	<u>\$ 16,760,000</u>	<u>\$ -</u>	<u>\$ 16,760,000</u>

Note 7 - Related Party

In accordance with the Charter Agreement, the School District of Osceola County retains 5% as an administrative fee up to the first 250 students. 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.

The Charter School’s governing board approved the loan from Academir Charter School Preparatory in the amount of \$510,000 to the school. The governing board agreed that the school will repay \$510,000 to Academir Charter School Preparatory over the term of the charter (5 years).

ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

Note 8 - 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 10, 2024, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

GENERAL FUND

	Original Budget	Final Budget	Actual Amounts	Variances Positive (Negative)
Revenue:				
School District of Osceola County - FTE	\$ 1,387,864	\$ 1,387,864	\$ 967,750	\$ (420,114)
Miscellaneous revenues	80,000	80,000	70,042	(9,958)
Total Revenue	1,467,864	1,467,864	1,037,792	(430,072)
Expenditure				
Current:				
Instruction	674,440	674,440	573,618	100,822
Instructional Support Services	16,000	16,000	4,670	11,330
School Board	6,000	6,000	-	6,000
General Administration	68,757	68,757	64,292	4,465
School Administration	184,150	184,150	237,168	(53,018)
Fiscal Services	17,500	17,500	25,532	(8,032)
Operation of Plant	326,000	326,000	251,263	74,737
Maintenance of Plant	5,000	5,000	6,493	(1,493)
Debt Service:				
Interest and other charges	70,000	70,000	175,183	(105,183)
Capital Outlay:				
Furniture & Equipment	70,000	70,000	147,629	(77,629)
Total Expenditure	1,437,847	1,437,847	1,485,848	(48,001)
Excess (Deficit) of Revenue over (under) Expenditure	30,017	30,017	(448,056)	(478,073)
Other Financing Sources (Uses)				
Loan from Other Agencies	400,000	400,000	510,000	110,000
Total Other Financing Sources (Uses)	400,000	400,000	510,000	110,000
Net Changes in Fund Balances (Deficit)	\$ 430,017	\$ 430,017	\$ 61,944	\$ (368,073)

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

SPECIAL REVENUE FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variances Positive (Negative)</u>
Revenue				
Charges for Services	\$ -	\$ -	\$ 843	843
Operating grants and contributions	30,000	30,000	27,604	(2,396)
Total Revenue	30,000	30,000	28,447	(1,553)
Expenditure				
Food Services	52,000	52,000	67,625	(15,625)
Total Expenditure	52,000	52,000	67,625	(15,625)
Net Changes in Fund Balances (Deficit)	<u>\$ (22,000)</u>	<u>\$ (22,000)</u>	<u>\$ (39,178)</u>	<u>\$ (17,178)</u>

The accompanying notes are an integral part of this required supplementary information.

**ACADEMIR CHARTER SCHOOL OF OSCEOLA, INC.
D/B/A ACADEMIR PREPARATORY OF CHAMPIONSGATE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

BUDGETARY BASIS ACCOUNTING

Budgets are presented on the modified accrual basis of accounting. During the fiscal years, 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, 2024. Budgeted amounts may be amended by resolution or ordinance by the Board. The budget has been prepared in accordance with accounting principles generally accepted in the United States of America. A comparison of the actual results of operations to the budgeted amounts for the General Fund and Special Revenue 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 District of Osceola County.

OTHER REQUIRED REPORTS



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
Academir Charter Schools of Osceola, Inc.
D/B/A Academir Preparatory of Championsgate
Miami, 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 Academir Charter Schools of Osceola, Inc. D/B/A Academir Preparatory Of Championsgate (the "Charter School"), a component unit of the School District of Osceola County, as of and for the years ended June 30, 2024 and 2023, and the related notes to the financial statements, which collectively comprise Academir Charter Schools of Osceola, Inc. D/B/A Academir Preparatory of Championsgate's basic financial statements, and have issued our report thereon dated September 10, 2024.

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) as a basis for designing 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 or significant deficiencies may exist that have not been identified.

Report on 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 financial statement. 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 School District of Osceola County 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.



Thomas & Company CPA PA
Cooper City, Florida
September 10, 2024



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

To the Board of Directors
Academir Charter Schools of Osceola, Inc.
D/B/A Academir Preparatory of Championsgate
Miami, Florida

Report on the Financial Statements

We have audited the financial statements of Academir Charter Schools of Osceola, Inc. D/B/A Academir Preparatory of Championsgate (“the School”), Florida, as of and for the fiscal years ended June 30, 2024 and 2023, and have issued our report thereon dated September 10, 2024.

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, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.850, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors’ 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*. Disclosures in those reports which are dated September 10, 2024, 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 made in the preceding annual financial audit report.

Official Title

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 Academir Charter Schools of Osceola, Inc. D/B/A Academir Preparatory of Championsgate - 0852.

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 District of Osceola County and is not intended to be and should not be used by anyone other than these specified parties.

Thomas S. Conroy CPA PA

Thomas & Company CPA PA
Cooper City, Florida
September 10, 2024