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September 23, 2020

PKF O'Connor Davies LLP  
500 Mamaroneck Ave, Suite 301  
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This representation letter is provided in connection with your audits of the financial statements of Northside Charter High School (the "School"), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (US GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

Expenditures of federal awards were below the \$750,000 threshold for the years then ended June 30, 2020 and 2019 and we were not required to have an audit in accordance with *Title 2 U.S. Code of Federal Regulations ("CFR") Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards ("Uniform Guidance")*, *Audits of States, Local Governments and Non-Profit Organizations and Government Auditing Standards*.

We confirm, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of the date of this letter, the following representations made to you during your audits:

### **Our Responsibilities**

- We acknowledge that we have fulfilled our responsibilities for:
  - The preparation and fair presentation of the financial statements in accordance with US GAAP;
  - 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; and
  - The design, implementation, and maintenance of internal control to prevent and detect fraud.

- We understand that the term “fraud” refers to intentional acts by one or more individuals among management, those charged with governance, employees, or third parties, involving the use of deception that results in a misstatement in financial statements. Two types of intentional misstatements are relevant to your audits – misstatements resulting from fraudulent financial reporting and misstatements resulting from misappropriation of assets. Fraudulent financial reporting involves intentional misstatements, including omissions of amounts or disclosures in financial statements to deceive financial statement users. Misappropriation of assets involves the theft of an entity’s assets.
- In regard to the assistance with preparation of financial statements and with tax preparation non-attest services performed by you, we have:
  - Assumed all management responsibilities;
  - Designated members of management who have suitable skill, knowledge, or experience to oversee the services;
  - Evaluated the adequacy and results of the services performed; and
  - Accepted responsibility for the results of the services.
- We are further responsible for reviewing, accepting and processing the standard, adjusting, or correcting journal entry that you proposed during the course of your engagement. We confirm that we designated a suitably qualified individual who understands the nature and impact of the proposed entry to the financial statements, and we accept responsibility for the proposed entry that we authorized and processed.

## **Financial Statements**

- The financial statements referred to above are fairly presented in conformity with US GAAP and include all disclosures necessary for such fair presentation. In that connection, we specifically confirm that:
  - The School’s accounting policies, and the practices and methods followed in applying them, are appropriate and are as disclosed in the financial statements.
  - Except as disclosed in the financial statements, there have been no changes during the period audited in the School’s accounting policies and practices.
  - All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- The following, where they exist, have been appropriately disclosed to you and accounted for and/or disclosed in the financial statements in accordance with the requirements of US GAAP:
  - The identity of all related parties and related party relationships and transactions.
  - Material concentrations. We understand that concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which it is reasonably possible that events could occur which would significantly disrupt normal finances within the next year.

- o Guarantees, whether written or oral, under which the School is contingently liable, including guarantee contracts and indemnification agreements.
- o The effects of all known actual, possible, pending or threatened litigation, claims, and assessments.
- The School does not have any uncertain tax positions that require disclosure or recognition in the financial statements.
- We have evaluated events subsequent to the date of the financial statements through the date of this letter, and no such events have occurred which would require adjustment or disclosure in the financial statements.
- We are in agreement with the adjusting journal entry you have proposed, and it has been posted to the School's accounts.

### **Information Provided**


- We have provided you with:
  - o Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
  - o Access to all minutes of the meetings of trustees, or summaries of actions of recent meetings for which minutes were not yet prepared.
  - o Communications from regulatory agencies concerning noncompliance with or deficiencies in, financial reporting practices.
  - o Additional information that you have requested from us for the purpose of the audit.
  - o Unrestricted access to persons within the School from whom you determined it necessary to obtain audit evidence.
- There are no deficiencies in the design or operation of internal control over financial reporting that are reasonably likely to adversely affect the School's ability to initiate, authorize, record, process, and report financial data reliably in accordance with US GAAP.
- We have no knowledge of any fraud or suspected fraud that affects the School and involves:
  - o Management,
  - o Employees who have significant roles in internal control, or
  - o Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud or suspected fraud affecting the School's financial statements communicated by employees, former employees, regulators, or others.
- We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us; and we have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

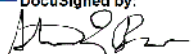
- We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- The School has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- The School is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the School's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up-to-date.
- We have a reasonable basis for the allocation of functional expenses.
- With respect to contributions:
  - o Adequate controls are in place over the receipt and recording of contributions.
  - o There were no unrecorded contributions or pledges at June 30, 2020 and 2019 that could materially affect the financial statements. In addition, we are unaware of any assets for which the School may be beneficiary as prescribed by probated wills or held in trusts by independent trustees at June 30, 2020 and 2019 which should be recorded in the financial statements.
- We have complied with all restrictions on resources (including donor restrictions) and all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance. This includes complying with donor restrictions to maintain an appropriate composition of assets needed to satisfy their restrictions.

## Hosting Services

We acknowledge that electronic portals used during the audit are only a method of transferring data and the data may be deleted by you at any time.

We are responsible for maintaining our financial and non-financial information, licensing and hosting of any applications, and downloading and retaining anything you uploaded to such portal in a timely manner.

DocuSigned by:  
  
\_\_\_\_\_  
*Mahmud Ennin, Director of Finance and Administration*

DocuSigned by:  
  
\_\_\_\_\_  
*Stanton Brown, Executive Director*

# **Northside Charter High School**

Financial Statements

June 30, 2020 and 2019

## **Independent Auditors' Report**

**Board of Trustees**  
**Northside Charter High School**

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of Northside Charter High School (the "School"), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northside Charter High School as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 23, 2020, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 School's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Harrison, New York  
September 23, 2020

## Northside Charter High School

### Statements of Financial Position

	June 30,	
	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>		
Current Assets		
Cash	\$ 5,717,270	\$ 5,943,963
Grants and contracts receivable	391,433	147,542
Prepaid expenses and other current assets	<u>69,858</u>	<u>135,616</u>
Total Current Assets	6,178,561	6,227,121
Property and equipment, net	523,105	420,752
Restricted cash	<u>75,447</u>	<u>75,391</u>
	<u>\$ 6,777,113</u>	<u>\$ 6,723,264</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities		
Accounts payable and accrued expenses	\$ 127,668	\$ 116,351
Accrued payroll and payroll taxes	-	351,406
Refundable advances	<u>-</u>	<u>2,602</u>
Total Current Liabilities	127,668	470,359
Paycheck Protection Program loan payable	<u>612,500</u>	<u>-</u>
Total Liabilities	740,168	470,359
Net assets, without donor restrictions	<u>6,036,945</u>	<u>6,252,905</u>
	<u>\$ 6,777,113</u>	<u>\$ 6,723,264</u>

See notes to financial statements



## Northside Charter High School

### Statements of Activities

	Year Ended June 30,	
	<u>2020</u>	<u>2019</u>
<b>REVENUE AND SUPPORT</b>		
State and local per pupil operating revenue	\$ 7,189,803	\$ 6,884,691
Federal grants	374,820	251,460
State grants	17,609	18,897
In-kind donation	-	35,000
Interest and other revenue	<u>86,099</u>	<u>80,247</u>
Total Revenue and Support	<u>7,668,331</u>	<u>7,270,295</u>
<b>EXPENSES</b>		
Program Services		
Regular education	4,965,597	4,643,481
Special education	<u>1,945,401</u>	<u>1,595,217</u>
Total Program Services	6,910,998	6,238,698
Supporting Services		
Management and general	<u>973,293</u>	<u>836,760</u>
Total Expenses	<u>7,884,291</u>	<u>7,075,458</u>
Change in Net Assets	(215,960)	194,837
<b>NET ASSETS</b>		
Beginning of year	<u>6,252,905</u>	<u>6,058,068</u>
End of year	<u>\$ 6,036,945</u>	<u>\$ 6,252,905</u>

## Northside Charter High School

Statement of Functional Expenses  
Year Ended June 30, 2020

	No. of Positions	Program Services			Management and General	Total
		Regular Education	Special Education	Total		
<b>Personnel Services Cost</b>						
Administrative staff personnel	15	\$ 631,272	\$ 159,950	\$ 791,222	\$ 527,481	\$ 1,318,703
Instructional personnel	42	2,158,866	1,070,854	3,229,720	-	3,229,720
Non-Instructional personnel	6	390,373	98,911	489,284	-	489,284
<b>Total Salaries and Staff</b>	<u>63</u>	<u>3,180,511</u>	<u>1,329,715</u>	<u>4,510,226</u>	<u>527,481</u>	<u>5,037,707</u>
Payroll taxes and employee benefits						
Retirement		733,015	306,461	1,039,476	121,569	1,161,045
Legal fees		181,033	75,687	256,720	30,024	286,744
Audit fees		-	-	-	18,338	18,338
Financial management services		-	-	-	31,750	31,750
Contractual services		277,273	111,624	388,897	126,541	126,541
Marketing and recruiting		29,565	10,671	40,236	41,657	430,554
Staff development		67,405	17,079	84,484	3,202	43,438
Office expense		33,108	13,842	46,950	-	84,484
Telephone and internet		20,124	4,025	24,149	5,491	52,441
Travel and conferences		11,613	-	11,613	8,050	32,199
Textbooks and classroom supplies		94,848	24,032	118,880	-	11,613
Student activities and fees		47,574	-	47,574	-	118,880
School events		49,128	12,448	61,576	-	47,574
Insurance		84,551	10,569	95,120	-	61,576
Dues and subscriptions		-	-	-	10,569	105,689
Technology and equipment		19,201	5,908	25,109	26,414	26,414
Depreciation and amortization		116,700	23,340	140,040	4,431	29,540
Miscellaneous		19,948	-	19,948	15,560	155,600
<b>Total Expenses</b>		<u>\$ 4,965,597</u>	<u>\$ 1,945,401</u>	<u>\$ 6,910,998</u>	<u>\$ 973,293</u>	<u>\$ 7,884,291</u>

See notes to financial statements

**Northside Charter High School**

Statement of Functional Expenses  
Year Ended June 30, 2019

	No. of Positions	Program Services			Management and General	Total
		Regular Education	Special Education	Total		
<b>Personnel Services Cost</b>						
Administrative staff personnel	15	\$ 576,846	\$ 131,206	\$ 708,052	\$ 472,035	\$ 1,180,087
Instructional personnel	39	2,073,303	902,357	2,975,660	-	2,975,660
Non-Instructional personnel	6	343,802	78,199	422,001	-	422,001
Total Salaries and Staff	<u>60</u>	<u>2,993,951</u>	<u>1,111,762</u>	<u>4,105,713</u>	<u>472,035</u>	<u>4,577,748</u>
Payroll taxes and employee benefits		648,318	240,744	889,062	102,216	991,278
Retirement		178,703	66,359	245,062	28,175	273,237
Legal fees		-	-	-	13,085	13,085
Audit fees		-	-	-	23,000	23,000
Financial management services		-	-	-	125,000	125,000
Contractual services		124,962	39,792	164,754	12,459	177,213
Marketing and recruiting		33,270	10,165	43,435	2,847	46,282
Staff development		107,621	24,479	132,100	-	132,100
Office expense		45,091	16,747	61,838	7,109	68,947
Telephone and internet		23,218	4,644	27,862	9,286	37,148
Travel and conferences		12,561	-	12,561	-	12,561
Textbooks and classroom supplies		100,845	22,937	123,782	-	123,782
Student activities and fees		73,700	-	73,700	-	73,700
School events		76,868	17,484	94,352	-	94,352
Insurance		82,829	10,353	93,182	10,355	103,537
Dues and subscriptions		-	-	-	9,814	9,814
Technology and equipment		27,456	8,448	35,904	6,336	42,240
Depreciation and amortization		106,517	21,303	127,820	14,202	142,022
Miscellaneous		7,571	-	7,571	841	8,412
<b>Total Expenses</b>		<u>\$ 4,643,481</u>	<u>\$ 1,595,217</u>	<u>\$ 6,238,698</u>	<u>\$ 836,760</u>	<u>\$ 7,075,458</u>

See notes to financial statements

## Northside Charter High School

### Statements of Cash Flows

	Year Ended June 30,	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (215,960)	\$ 194,837
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amortization	155,600	142,022
Donated property and equipment	-	(35,000)
Changes in operating assets and liabilities		
Grants and contracts receivable	(243,891)	190,665
Prepaid expenses and other current assets	65,758	(24,943)
Accounts payable and accrued expenses	11,317	(55,418)
Accrued payroll and payroll taxes	(351,406)	41,448
Refundable advances	<u>(2,602)</u>	<u>(43,586)</u>
Net Cash from Operating Activities	(581,184)	410,025
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Purchases of property and equipment	(257,953)	(160,147)
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Proceeds from Paycheck Protection Program loan	<u>612,500</u>	<u>-</u>
Net Change in Cash and Restricted Cash	(226,637)	249,878
<b>CASH AND RESTRICTED CASH</b>		
Beginning of year	<u>6,019,354</u>	<u>5,769,476</u>
End of year	<u>\$ 5,792,717</u>	<u>\$ 6,019,354</u>
The following table provides a reconciliation of cash and restricted cash within the statements of financial position:		
Cash	\$ 5,717,270	\$ 5,943,963
Restricted cash	<u>75,447</u>	<u>75,391</u>
	<u>\$ 5,792,717</u>	<u>\$ 6,019,354</u>
<b>SUPPLEMENTAL NON-CASH INVESTING ACTIVITY</b>		
Donated property and equipment	<u>\$ -</u>	<u>\$ 35,000</u>

See notes to financial statements

# Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

## 1. Organization and Tax Status

Northside Charter High School (the "School") is a New York State, not-for-profit educational corporation that was incorporated on January 13, 2009 to operate a charter school pursuant to Article 56 of the Education Law of the State of New York. The School was granted a provisional charter on January 13, 2009, valid for a term of five years and renewable upon expiration by the Board of Regents of the University of the State of New York. The Board of Regents approved and issued several renewals to the School's charter expiring on June 30, 2022. The School's mission is to provide a nine through twelve grade educational program that results in mastery of the New York State Learning Standards, high school graduation, and acceptance to colleges and universities of choice by all students. In addition, the School develops and maintains a school culture that endorses high expectations that challenge each student to recognize and achieve his/her full potential within a school environment that is nurturing, professional and that fosters within each student an appreciation for life-long learning. The School provided education to approximately 387 students in ninth through twelfth grades during the 2019-2020 academic year.

The School shares space with a New York City public school beginning in August 2009. The School occupies approximately 20,880 square feet on one floor of a public school building. The School also shares the gymnasium, auditorium and cafeteria with the public school which approximate 20,520 square feet. The School is not responsible for rent, utilities, custodial services, maintenance and school safety services other than security related to the School's programs that take place outside the district's school day. The School was unable to determine a value for the contributed space and related services and did not record any value for use of donated facilities or services.

The New York City Department of Education provides free lunches and transportation directly to some of the School's students. Such costs are not included in these financial statements. The School covers a portion of the cost of lunches for children not entitled to the free lunches.

Except for taxes that may be due for unrelated business income, the School is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state and local income taxes under comparable laws.

## 2. Summary of Significant Accounting Policies

### ***Basis of Presentation and Use of Estimates***

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

## Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

### 2. Summary of Significant Accounting Policies (*continued*)

#### ***Adoption of New Accounting Policies***

##### *Recognition of Contributions*

Effective July 1, 2019, the School adopted Accounting Standards Update (“ASU”) 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This guidance provides a framework for evaluating whether contributions and grants should be accounted for as exchange transactions or as nonexchange transactions. Analysis of various provisions of this standard resulted in no significant changes in the way the School recognizes contributions and grants, and therefore no changes to the previously issued audited financial statements were required on a retrospective basis.

##### *Restricted Cash*

In November 2016, the Financial Accounting Standards Board issued ASU 2016-18, Statement of Cash Flows (Topic 230): Restricted Cash. ASU 2016-18 requires significant changes regarding how restricted cash is classified and presented on the statement of cash flows. On July 1, 2019, the School adopted the new guidance regarding the presentation and classification of restricted cash. The guidance requires the School to 1) include restricted cash and restricted cash equivalents in the cash and cash equivalents balances on the statements of cash flows, 2) provide a reconciliation between the statements of financial position and the statements of cash flows, 3) eliminate the presentation of transfers between restricted cash and cash equivalents, and 4) include disclosures about the nature of the restrictions for material balances. Adoption of the ASU resulted in a change in the accounting for restricted cash on the consolidated statements of cash flows.

#### ***Net Asset Presentation***

Resources for various purposes are classified for accounting and reporting purposes into net asset categories established according to nature and purpose as follows:

*Net assets without donor restrictions* - consist of resources available for the general support of the School’s operations. Net assets without donor restrictions may be used at the discretion of the School’s management and Board of Trustees.

*Net assets with Donor Restrictions* – represents amounts restricted by donors for specific activities of the School or to be used at a future date. The School records contributions as net assets with donor restrictions if they are received with donor stipulations that limit their use either through purpose or time restrictions. When a donor restriction expires, that is, when a time restriction ends or a purpose restriction is fulfilled, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. The School had no net assets with donor restrictions as of June 30, 2020 and 2019.

## Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

### 2. Summary of Significant Accounting Policies (*continued*)

#### ***Restricted Cash***

Under the provisions of its charter, the School established an escrow account to pay for legal and audit expenses that would be associated with a dissolution, should it occur.

#### ***Property and Equipment***

The School follows the practice of capitalizing all expenditures for property and equipment with costs in excess of \$1,000 and a useful life in excess of one year. Leasehold improvements are amortized over the shorter of the term of the lease, inclusive of all renewal periods, which are reasonably assured, or the estimated useful life of the asset which is five years. Purchased property and equipment are recorded at cost at the date of acquisition. Minor costs of maintenance and repairs are expensed as incurred. All property and equipment purchased with government funding is capitalized, unless the government agency retains legal title to such assets, in which case it is expensed as incurred.

Depreciation and amortization is recognized on the straight-line method over the estimated useful lives of such assets as follows:

Computers and equipment	5 years
Furniture and fixtures	5 years
Software	5 years
Website	5 years

Property and equipment are reviewed for impairment if the use of the asset significantly changes or another indicator of possible impairment is identified. If the carrying amount for the asset is not recoverable, the asset is written down to its fair value. There were no asset impairments for the years ended June 30, 2020 and 2019.

#### ***Refundable Advances***

The School records certain government operating revenue as refundable advances until related services are performed, at which time they are recognized as revenue.

#### ***Revenue and Support***

Revenue from the state and local governments resulting from the School's charter status and based on the number of students enrolled is recorded when services are performed in accordance with the charter agreement. Federal and other state and local funds are recorded when expenditures are incurred and billable to the government agency.

Contributions are recognized when the donor makes a promise to give to the School that is, in substance, unconditional. Grants and other contributions of cash are reported as temporarily restricted support if they are received with donor stipulations. Restricted contributions and grants that are made to support the School's current year activities are recorded as unrestricted revenue. Contributions of assets other than cash are recorded at their estimated fair value at the date of donation.

## Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

### 2. Summary of Significant Accounting Policies (*continued*)

#### ***In-Kind Donation***

Donated goods are recorded at their estimated fair value when received. For the year ended June 30, 2019, the School received a donation of laptops valued at \$35,000.

#### ***Functional Expense Allocation***

The majority of expenses can generally be directly identified with the program or supporting service to which they relate and are charged accordingly. Other expenses by function have been allocated among program and supporting services classifications on the basis of periodic time and expense studies and other basis as determined by management of the School to be appropriate.

#### ***Marketing and Recruitment***

Marketing and recruitment costs are expensed as incurred for staff and student recruitment. Marketing and recruitment expense for the years ended June 30, 2020 and 2019 was \$43,438 and \$46,282.

#### ***Accounting for Uncertainty in Income Taxes***

The School recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that the School had no uncertain tax positions that would require financial statement recognition or disclosure. The School is no longer subject to examinations by the applicable taxing jurisdictions for years prior to June 30, 2017.

#### ***Subsequent Events Evaluation by Management***

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is September 23, 2020.

### 3. Grants and Contracts Receivable

Grants and contracts receivable consist of federal, state, city entitlements and grants. The School expects to collect these receivables within one year and has not provided an allowance for doubtful accounts.



## Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

### 4. Property and Equipment

Property and equipment consists of the following at June 30:

	<u>2020</u>	<u>2019</u>
Computers and equipment	\$ 1,071,254	\$ 840,123
Furniture and fixtures	264,562	242,600
Software	41,115	41,115
Leasehold improvements	38,928	34,068
Website	<u>30,999</u>	<u>30,999</u>
	1,446,858	1,188,905
Accumulated depreciation and amortization	<u>(923,753)</u>	<u>(768,153)</u>
	<u>\$ 523,105</u>	<u>\$ 420,752</u>

### 5. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use within one year of the statement of financial position date, are comprised of the following at June 30:

	<u>2020</u>	<u>2019</u>
Cash	\$ 5,717,270	\$ 5,943,963
Grants and contracts receivable	<u>391,433</u>	<u>147,542</u>
	<u>\$ 6,108,703</u>	<u>\$ 6,091,505</u>

As part of the School's liquidity management plan, the status of grants and contracts receivable is monitored regularly and any excess cash is invested in highly liquid securities until it is required for operational use.

### 6. Employee Benefit Plan

The School maintains a pension plan qualified under Internal Revenue Code 403(b), for the benefit of its eligible employees. Under the plan, the School provided matching contributions up to 7%. Employer match for the years ended June 30, 2020 and 2019 amounted to \$286,744 and \$273,237.

### 7. Concentration of Credit Risk

Financial instruments that potentially subject the School to concentrations of credit and market risk consist principally of cash and cash equivalents on deposit with financial institutions, which from time to time may exceed the Federal Deposit Insurance Corporation ("FDIC") limit. The School does not believe that a significant risk of loss due to the failure of a financial institution presently exists. As of June 30, 2020 and 2019, approximately \$396,000 and \$695,000 of cash was maintained with institutions in excess of FDIC limits.

## Northside Charter High School

Notes to Financial Statements  
June 30, 2020 and 2019

### 8. Concentration of Revenue and Support

The School receives a substantial portion of its revenue and support from the New York City Department of Education. For the years ended June 30, 2020 and 2019, the School received approximately 94% and 95% of its total revenue and support from the New York City Department of Education. If the charter school laws were modified, reducing or eliminating these revenues, the School's finances could be materially adversely affected.

### 9. Paycheck Protection Program Loan Payable

On May 2, 2020, the School qualified for and received a loan pursuant to the Paycheck Protection Program ("PPP"), a program implemented by the U.S. Small Business Administration under the Coronavirus Aid, Relief, and Economic Security Act, from a qualified PPP lender, for an aggregate principal amount of \$612,500 (the "PPP Loan"). The PPP Loan bears interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, has a term of five years, and is unsecured and guaranteed by the U.S. Small Business Administration. The principal amount of the PPP Loan is subject to forgiveness under the PPP upon the School's request to the extent that the PPP Loan proceeds are used to pay expenses permitted by the PPP, including payroll costs, covered rent and mortgage obligations, and covered utility payments incurred by the School. The School intends to apply for forgiveness of the PPP Loan with respect to these covered expenses. The School believes that most, if not all, of the PPP Loan will meet the requirements for debt forgiveness. To the extent that all or part of the PPP Loan is not forgiven, the School will be required to pay interest on the PPP Loan through the date principal is repaid in full or maturity date.

### 10. Contingency

Certain grants and contracts may be subject to audit by the funding sources. Such audits might result in disallowances of costs submitted for reimbursement. Management is of the opinion that such cost disallowances, if any, will not have a material effect on the accompanying financial statements. Accordingly, no amounts have been provided in the accompanying financial statements for such potential claims.

### 11. Risks and Uncertainties

The School's operations and financial performance may be affected by the recent COVID-19 outbreak which has spread globally and is expected to adversely affect economic conditions throughout the world. If the outbreak continues and conditions worsen, the School may experience a disruption in operations as well as a decline in revenue activities. Economic uncertainty is related to the potential reduction and/or delays in state and local per pupil operating revenue, shortfalls and variations in enrollment, and operational and other changes that could increase expenses. The outbreak may adversely affect the School's activities, financial condition, results of operations, and cash flows. Management is closely monitoring the impact of COVID-19 and believes the School is taking appropriate actions to mitigate the negative impact. However, management is unable to estimate the financial impact, if any, related to this matter.

\* \* \* \* \*

**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***

**Independent Auditors' Report**

**Board of Trustees  
Northside Charter High School**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Northside Charter High School (the "School"), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 23, 2020.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 School'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 School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

Harrison, New York  
September 23, 2020



## Annual Financial Statement Audit Report

<b>School Name:</b>	<b>Northside Charter High School</b>
Date (Report is due Nov. 1):	November 1, 2020
Primary District of Location (If NYC select NYC DOE):	New York City Department of Education
If located in NYC DOE select CSD:	-
School Fiscal Contact Name:	Mahmud Ennin
School Fiscal Contact Email:	[REDACTED]
School Fiscal Contact Phone:	[REDACTED]
School Audit Firm Name:	PKF O'Connor Davies, LLP
School Audit Contact Name:	Gus Saliba
School Audit Contact Email:	[REDACTED]
School Audit Contact Phone:	[REDACTED]
Audit Period:	2019-20
Prior Year:	2018-19

**The following items are required to be included:**

- 1.) The independent auditor's report on financial statements and notes.
- 2.) Excel template file containing the Financial Position, Statement of Activities, Cash Flow and Functional Expenses worksheets.
- 3.) Reports on internal controls over financial reporting and on compliance.

The additional items listed below should be included if applicable. Please explain the reason(s) if the items are not included. Examples might include: a written management letter was not issued; the school did not expend federal funds in excess of the Single Audit Threshold of \$750,000; the management letter response will be submitted by the following date (should be no later than 30 days from the submission of the report); etc.

Item	If not included, state the reason(s) below (if not applicable fill in N/A):
Management Letter	
Management Letter Response	
Federal Single Audit (A-133)	
Corrective Action Plan	

**Northside Charter High School**  
**Statement of Financial Position**  
**as of June 30**

	<u>2020</u>	<u>2019</u>
<b><u>CURRENT ASSETS</u></b>		
Cash and cash equivalents	\$ 5,717,270	\$ 5,943,963
Grants and contracts receivable	391,433	147,542
Accounts receivables	-	-
Prepaid Expenses	69,858	135,616
Contributions and other receivables	-	-
Other current assets	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>6,178,561</b>	<b>6,227,121</b>
<b><u>NON-CURRENT ASSETS</u></b>		
Property, Building and Equipment, net	\$ 523,105	\$ 420,752
Restricted Cash	-	-
Security Deposits	75,447	75,391
Other Non-Current Assets	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>598,552</b>	<b>496,143</b>
<b>TOTAL ASSETS</b>	<b><u>6,777,113</u></b>	<b><u>6,723,264</u></b>
<b><u>CURRENT LIABILITIES</u></b>		
Accounts payable and accrued expenses	\$ 127,668	\$ 116,351
Accrued payroll, payroll taxes and benefits	-	351,406
Current Portion of Loan Payable	-	-
Due to Related Parties	-	-
Refundable Advances	-	2,602
Deferred Revenue	-	-
Other Current Liabilities	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>127,668</b>	<b>470,359</b>
<b><u>LONG-TERM LIABILITIES</u></b>		
Loan Payable; Due in More than One Year	\$ 612,500	\$ -
Deferred Rent	-	-
Due to Related Party	-	-
Other Long-Term Liabilities	-	-
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>612,500</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b><u>740,168</u></b>	<b><u>470,359</u></b>
<b><u>NET ASSETS</u></b>		
Unrestricted	\$ 6,036,945	\$ 6,252,905
Temporarily restricted	-	-
Permanently restricted	-	-
<b>TOTAL NET ASSETS</b>	<b><u>6,036,945</u></b>	<b><u>6,252,905</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>6,777,113</u></b>	<b><u>6,723,264</u></b>

**Northside Charter High School**  
**Statement of Activities**  
**as of June 30**

	2020			2019
	Unrestricted	Temporarily Restricted	Total	Total
<b>OPERATING REVENUE</b>				
State and Local Per Pupil Revenue - Reg. Ed	\$ 6,281,591	\$ -	\$ 6,281,591	\$ 5,996,636
State and Local Per Pupil Revenue - SPED	908,212	-	908,212	888,055
State and Local Per Pupil Facilities Revenue	-	-	-	-
Federal Grants	374,820	-	374,820	251,460
State and City Grants	17,609	-	17,609	18,897
Other Operating Income	-	-	-	-
Food Service/Child Nutrition Program	-	-	-	-
<b>TOTAL OPERATING REVENUE</b>	<b>7,582,232</b>	<b>-</b>	<b>7,582,232</b>	<b>7,155,048</b>
<b>EXPENSES</b>				
Program Services				
Regular Education	\$ 4,965,597	\$ -	\$ 4,965,597	\$ 4,643,481
Special Education	1,945,401	-	1,945,401	1,595,217
Other Programs	-	-	-	-
Total Program Services	6,910,998	-	6,910,998	6,238,698
Management and general	973,293	-	973,293	836,760
Fundraising	-	-	-	-
<b>TOTAL EXPENSES</b>	<b>7,884,291</b>	<b>-</b>	<b>7,884,291</b>	<b>7,075,458</b>
<b>SURPLUS / (DEFICIT) FROM OPERATIONS</b>	<b>(302,059)</b>	<b>-</b>	<b>(302,059)</b>	<b>79,590</b>
<b>SUPPORT AND OTHER REVENUE</b>				
Interest and Other Income	\$ 86,099	\$ -	\$ 86,099	\$ 80,247
Contributions and Grants	-	-	-	-
Fundraising Support	-	-	-	-
Investments	-	-	-	-
Donated Services	-	-	-	35,000
Other Support and Revenue	-	-	-	-
<b>TOTAL SUPPORT AND OTHER REVENUE</b>	<b>86,099</b>	<b>-</b>	<b>86,099</b>	<b>115,247</b>
<b>Net Assets Released from Restrictions / Loss on Disposal of Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>CHANGE IN NET ASSETS</b>	<b>(215,960)</b>	<b>-</b>	<b>(215,960)</b>	<b>194,837</b>
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>\$ 6,252,905</b>	<b>\$ -</b>	<b>\$ 6,252,905</b>	<b>\$ 6,058,068</b>
<b>PRIOR YEAR/PERIOD ADJUSTMENTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 6,036,945</b>	<b>\$ -</b>	<b>\$ 6,036,945</b>	<b>\$ 6,252,905</b>

**Northside Charter High School  
Statement of Cash Flows**

**as of June 30**

	<u>2020</u>	<u>2019</u>
<b>CASH FLOWS - OPERATING ACTIVITIES</b>		
Increase (decrease) in net assets	\$ (215,960)	\$ 194,837
Revenues from School Districts	-	-
Accounts Receivable	-	-
Due from School Districts	-	-
Depreciation	155,600	142,022
Grants Receivable	(243,891)	190,665
Due from NYS	-	-
Grant revenues	-	-
Prepaid Expenses	65,758	(24,943)
Accounts Payable	11,317	(55,418)
Accrued Expenses	-	-
Accrued Liabilities	(351,406)	41,448
Contributions and fund-raising activities	-	-
Miscellaneous sources	-	-
Deferred Revenue	-	-
Interest payments	-	-
Other	(2,602)	(78,586)
Other	-	-
<b>NET CASH PROVIDED FROM OPERATING ACTIVITIES</b>	<b>\$ (581,184)</b>	<b>\$ 410,025</b>
<b>CASH FLOWS - INVESTING ACTIVITIES</b>	<b>\$</b>	<b>\$</b>
Purchase of equipment	(257,953)	(160,147)
Other	-	-
<b>NET CASH PROVIDED FROM INVESTING ACTIVITIES</b>	<b>\$ (257,953)</b>	<b>\$ (160,147)</b>
<b>CASH FLOWS - FINANCING ACTIVITIES</b>	<b>\$</b>	<b>\$</b>
Principal payments on long-term debt	612,500	-
Other	-	-
<b>NET CASH PROVIDED FROM FINANCING ACTIVITIES</b>	<b>\$ 612,500</b>	<b>\$ -</b>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>\$ (226,637)</b>	<b>\$ 249,878</b>
Cash at beginning of year	6,019,354	5,769,476
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>\$ 5,792,717</b>	<b>\$ 6,019,354</b>



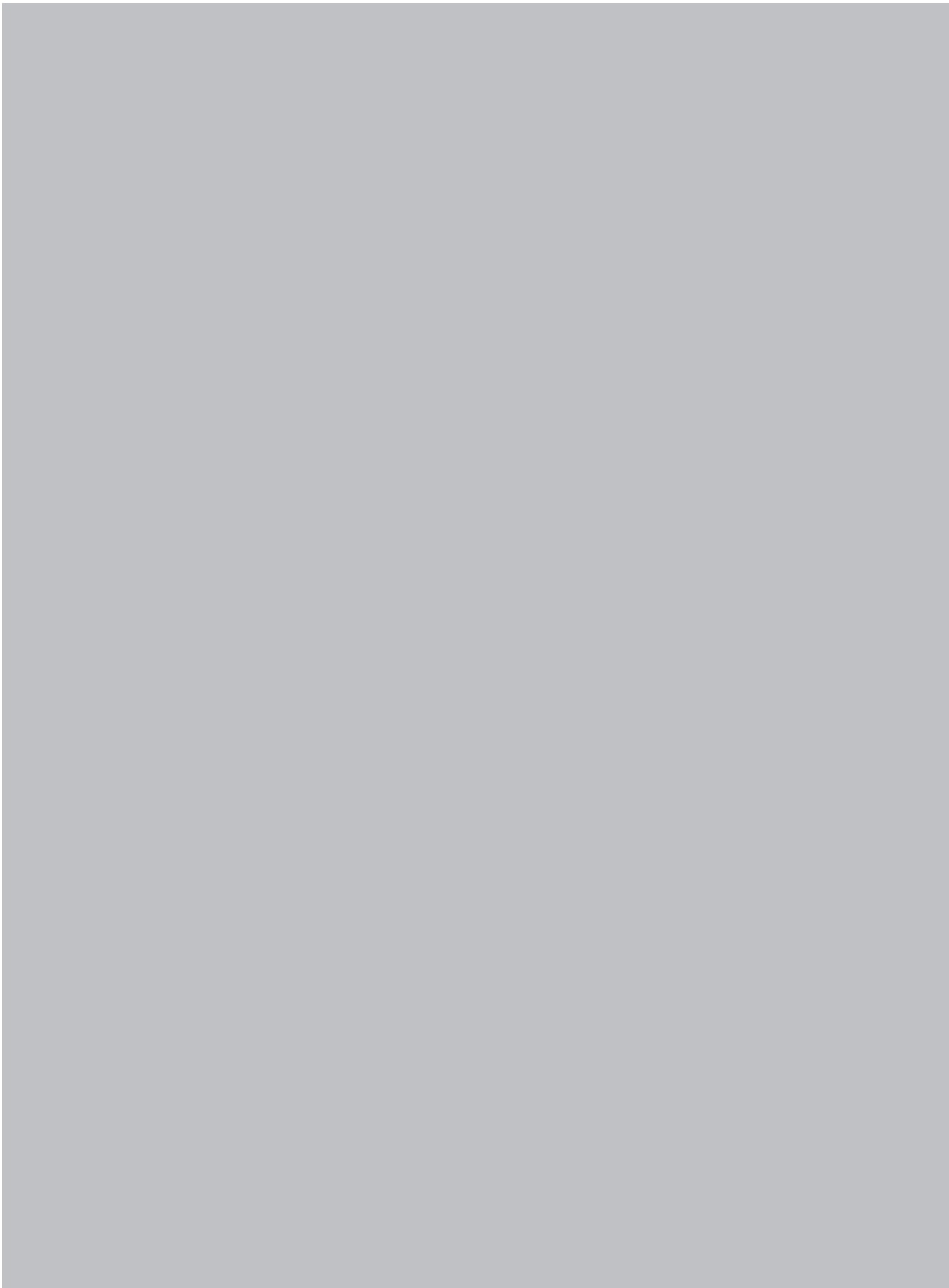
**Northside Charter High School  
Statement of Functional Expenses  
as of June 30**

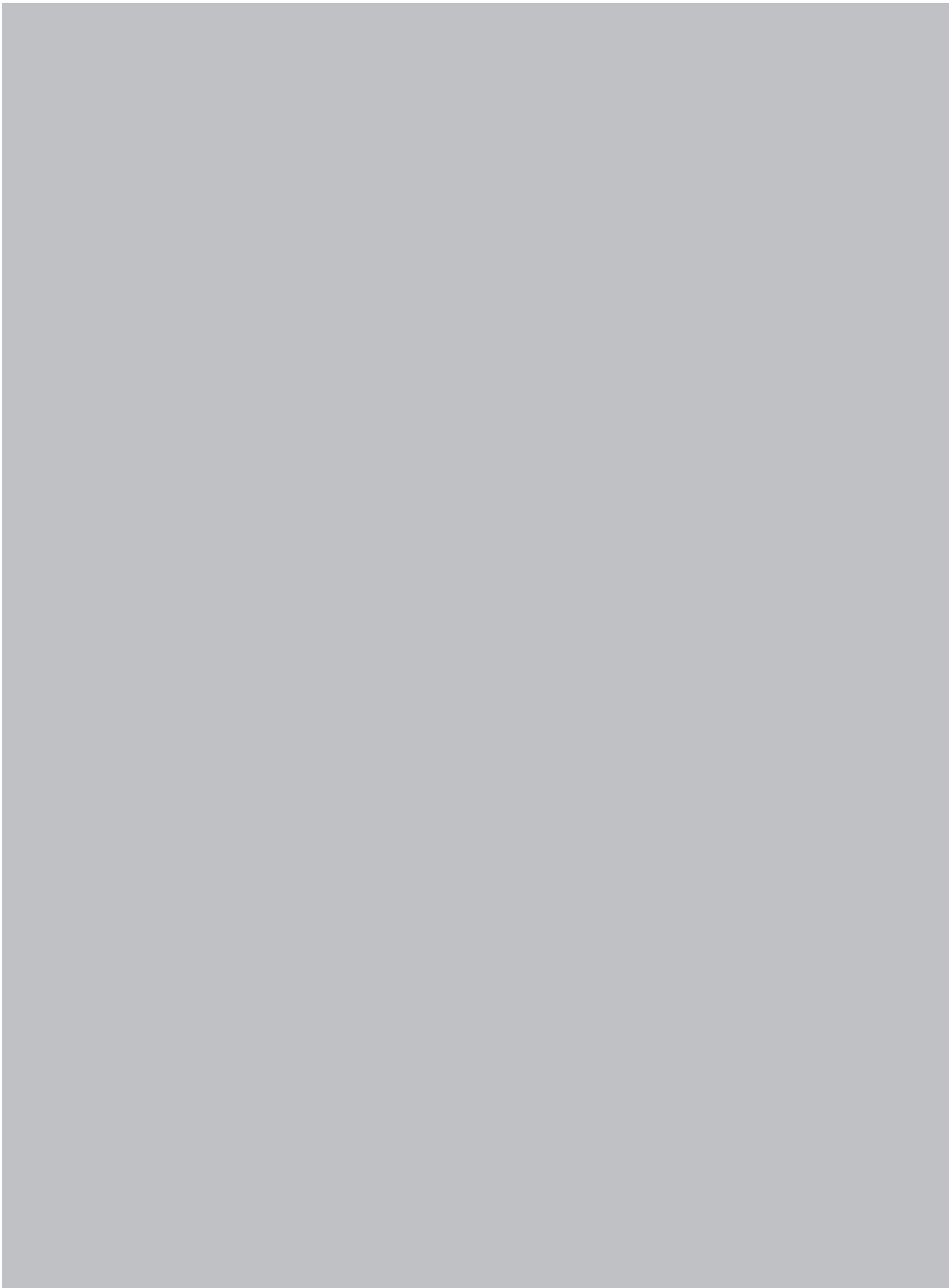
	No. of Positions	2020				2019			
		Program Services		Fundraising	Supporting Services		Total	Total	
		Regular Education	Special Education		Other Education	Total			Management and General
Personnel Services Costs		\$	\$	\$	\$	\$	\$	\$	\$
Administrative Staff Personnel	15.00	631,272	159,950	-	-	791,222	-	527,481	1,318,703
Instructional Personnel	42.00	2,158,866	1,070,854	-	-	3,229,720	-	-	3,229,720
Non-Instructional Personnel	6.00	390,373	98,911	-	-	489,284	-	-	489,284
Total Salaries and Staff	63.00	3,180,511	1,329,715	-	-	4,510,226	-	527,481	5,037,707
Fringe Benefits & Payroll Taxes		733,015	306,461	-	-	1,039,476	-	121,569	1,161,045
Retirement		181,033	75,687	-	-	256,720	-	30,024	286,744
Management Company Fees		-	-	-	-	-	-	18,338	18,338
Legal Service		-	-	-	-	-	-	31,750	31,750
Accounting / Audit Services		-	-	-	-	-	-	126,541	126,541
Other Purchased / Professional / Consulting Services		277,273	111,624	-	-	388,897	-	41,657	430,554
Building and Land Rent / Lease		-	-	-	-	-	-	-	-
Repairs & Maintenance		-	-	-	-	-	-	-	-
Insurance		84,551	10,569	-	-	95,120	-	10,569	105,689
Utilities		20,124	4,025	-	-	24,149	-	8,050	32,199
Supplies / Materials		94,848	24,032	-	-	118,880	-	-	118,880
Equipment / Furnishings		-	-	-	-	-	-	-	-
Staff Development		67,405	17,079	-	-	84,484	-	-	84,484
Marketing / Recruitment		29,565	10,671	-	-	40,236	-	3,202	43,438
Technology		19,201	5,908	-	-	25,109	-	4,431	29,540
Food Service		-	-	-	-	-	-	-	-
Student Services		96,702	12,448	-	-	109,150	-	-	109,150
Office Expense		33,108	13,842	-	-	46,950	-	5,491	52,441
Depreciation		116,700	23,340	-	-	140,040	-	15,560	155,600
OTHER		31,561	-	-	-	31,561	-	28,630	60,191
<b>Total Expenses</b>		<b>\$ 4,965,597</b>	<b>\$ 1,945,401</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,910,998</b>	<b>\$ -</b>	<b>\$ 973,293</b>	<b>\$ 7,884,291</b>
									<b>\$ 7,075,458</b>

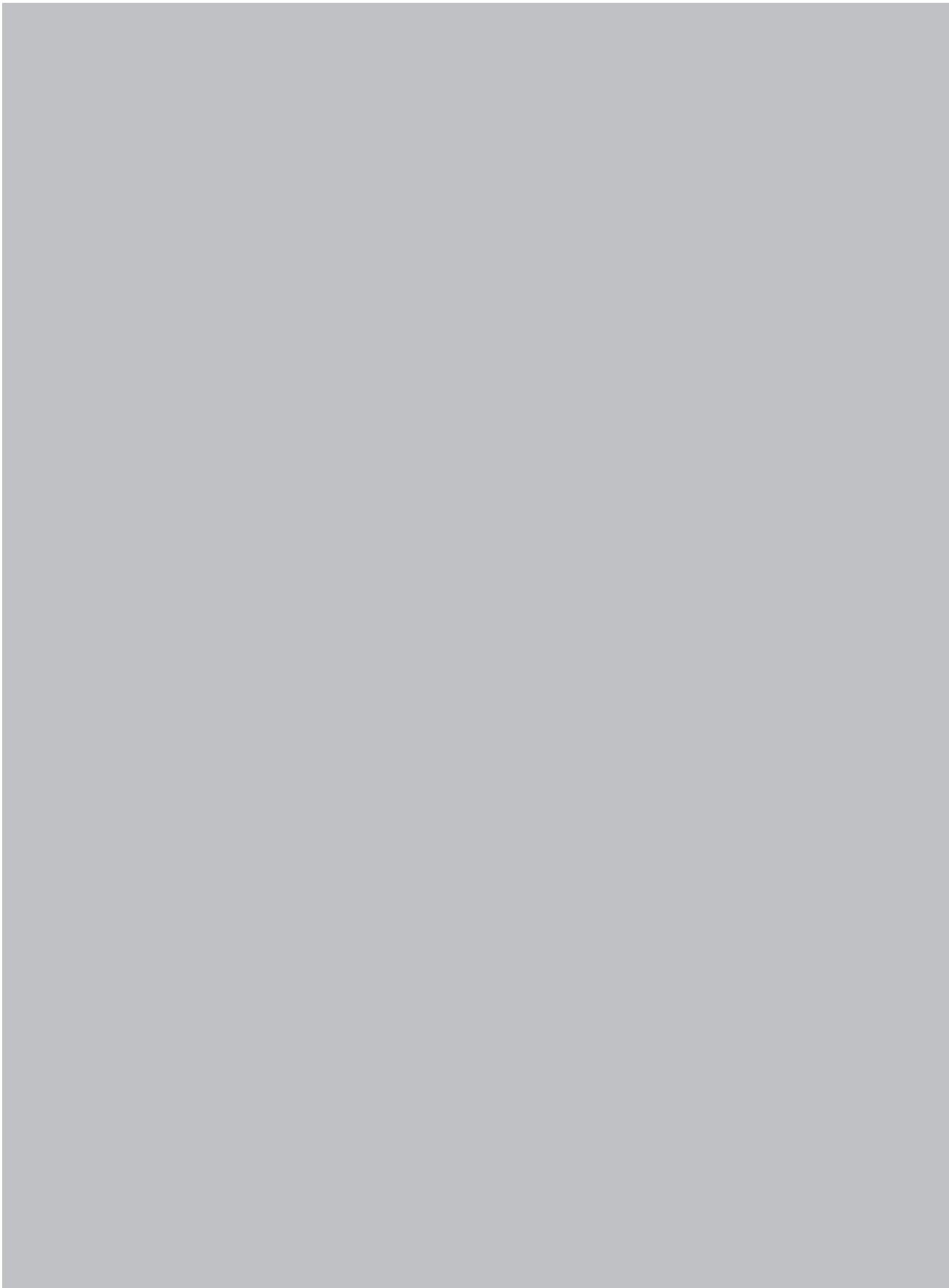


**Northside Charter High School**

**FY 20-21 Budget**









**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
<b>Income</b>	
4000 State Grants	
4001 Per Pupil Fund	6,368,585
4002 Special Ed Funds	966,286
4003 NYSTL/NYSSL/NYSLIB	33,180
4004 State Funds	58,800
<b>Total 4000 State Grants</b>	<b>7,426,851</b>
4100 Federal funding	
4101 Title I	143,165
4102 Title II	12,800
4104 IDEA Funding	65,700
4105 E-Rate	23,350
4107 Title IV	10,909
<b>Total 4100 Federal funding</b>	<b>255,924</b>
4200 Contributions & Donations	
4201 Unrestricted- Individual Contributions	8,000
4202 Unrestricted- Foundation Contributions	131,500
4203 Unrestricted- Corporate contributions	-
4204 Restricted- Individual Contributions	-
4205 Restricted- Foundation Contributions	-
4206 Restricted- Corporate contributions	-
<b>Total 4200 Contributions &amp; Donations</b>	<b>139,500</b>
4300 Fundraising Income	
4301 Special Events Income	3,000
<b>Total 4300 Fundraising Income</b>	<b>3,000</b>
4400 Interest & Investment Income	
4401 Interest-savings/short-term investments	50,000
4402 Divident & Interest- Securities	-
4403 Unrealized Gain/Loss on Investments	-
4404 Realized Gain/Loss on Investments	-
<b>Total 4400 Interest &amp; Investment Income</b>	<b>50,000</b>
4500 Management Fees	-
4600 Other Income- Student Related	
4601 Senior Dues Income	14,000

**Northside Charter High School  
2020-2021 Board Approved Budget**

4607 Student Sales Income  
 Total 4600 Other Income- Student Related  
 4700 In-Kind Income  
     4701 In-Kind Goods  
     4702 In-Kind Services  
 Total 4700 In-Kind Income  
 4800 Miscellaneous/ Other Income  
     4803 Other Miscellaneous Income  
 Total 4800 Miscellaneous/ Other Income  
**Total Income**

FY 20-21 Budget
-
14,000
-
-
-
-
-
<b>7,889,275</b>



**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
<b>Expenses</b>	
5000 Personnel Expenses	
5100 Administrative Staff	
5101 Administrative Leadership	659,135
5102 Administrative Support/ Office Services	315,123
5103 Restorative Justice	356,373
<b>Total 5100 Administrative Staff</b>	<b>1,330,632</b>
5200 Instructional Staff	
5201 Classroom Teachers	2,490,148
5202 Special Education Teachers	847,983
5203 Counselors/Social Workers	480,924
5204 Literacy Coach	-
5205 Specialist	-
<b>Total 5200 Instructional Staff</b>	<b>3,819,056</b>
5300 Instructional Support	
5301 Director	-
5302 Assistant Director	-
5303 Associate	-
<b>Total 5300 Instructional Support</b>	<b>-</b>
5400 Per Session	-
5500 Summer School & Other	164,000
5510 Staff Incentives	-
5520 Staff Bonuses	-
<b>Total 5500 Summer School &amp; Other</b>	<b>164,000</b>
5530 W2GRP	10,562
5550 Care Day Payout	30,000
<b>Total 5000 Personnel Expenses</b>	<b>5,354,249</b>
5600 Personnel Benefits	
5601 Social Security- EE Exchange	-
5602 Social Security- ER Exchange	319,281
5603 Medicare- EE Exchange	-
5604 Medicare- ER Exchange	74,670
5605 Federal Payroll Tax Exchange	-

**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
5606 State Payroll Tax Expense	-
5607 Local Payroll Tax Exchange	18,204
5608 NY Metro Tax	7,000
5609 NYS SUJ/ Disability	32,538
5610 403(B) Contribution- EE Exchange	-
5612 403(B) Plan Fees	-
5614 403(b) Match	329,580
5615 Tuition Reimbursement	10,000
5616 Garnishment Clearing Account	-
5617 Misc Deduction	-
5618 Staff Incentives	22,500

**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
5620 Employee Insurances	
5621 Health Insurance	504,756
5622 Dental Insurance	31,822
5623 Life, Disability, AD& D Insurance	28,089
5624 Workers Comp Insurance	60,000
5625 Vision Insurance	3,132
5626 HRA Expenses	75,000
<b>Total 5620 Employee Insurances</b>	<b>702,799</b>
<b>Total 5600 Personnel Benefits</b>	<b>1,516,573</b>
6000 Direct Educational Expenses	
6001 Classroom Supplies	30,000
6002 Textbooks/ Materials	209,722
6004 Testing/ Assessment	11,000
6005 Gym Equipment & Supplies	5,000
6006 Field Trips	20,000
6007 Parent Engagement	15,000
6008 Food Services	30,000
6009 Student Support/Emergencies	-
6010 Scholarships	30,000
6012 NYSTL Expenses	24,332
6013 NYSSL Expenses	6,241
6014 NYLIBR Expenses	2,607
6015 School Events and Sports	
6016 School Events	60,000
6017 Student Sports	30,000
6018 Senior Prom	-
6019 Senior Dues	18,731
6020 Graduation	10,000
<b>Total 6015 School Events and Sports</b>	<b>118,731</b>
<b>Total 6000 Direct Educational Expenses</b>	<b>502,633</b>
7000 Administrative Expenses	
7001 Office Supplies	90,000
7002 Phone/ Internet	36,000
7003 Postage & shipping	5,000

**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
7004 Printing/ Copying	5,000
7005 Copier/ Fax Lease	19,219
7006 Books/ Subscriptions/ References	5,000
7007 Staff Meals	15,000
7008 Staff Travel/ Transportation/ Accommodations	5,000
7009 Technology Expenses	15,000
7011 Non-Capitalized Furniture/ Fixtures	2,000
7012 Non-Capitalized Computers	-
7013 Non-Capitalized Software	20,000
7014 In-house publications	-
7015 Equipment Rental	-
7016 Kitchen Non-Cap Supplies/ Materials	-
<b>Total 7000 Administrative Expenses</b>	<b>217,219</b>

**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
7100 Professional Fees	
7101 Accounting and Audit Fees	32,000
7102 Legal fees	15,000
7103 Temporary/ Contract Help	-
7104 Payroll Service Fees	126,720
7105 Substitute Services	52,000
7106 Special Education Consultants	-
7107 Network Management Fees	-
7108 Computer/Tech Consultants	62,000
7109 Professional Fees Other	168,500
7110 NYU Tutors	-
7111 In-Kind/Donated Services	-
7112 Financial Management Services	21,000
7113 Public Relations/ Development	-
<b>Total 7100 Professional Fees</b>	<b>477,220</b>
7200 Insurances	
7201 Liability insurance	72,516
7202 Building Insurance	-
7203 D& O Insurance	3,592
7204 Student Accident	-
7205 Umbrella Policy	31,745
7206 Commercial Package	-
7207 Crime Insurance	2,928
7208 Auto Insurance	-
<b>Total 7200 Insurances</b>	<b>110,781</b>
7300 Professional Development	
7301 Staff development	187,100
7302 Leadership Development	125,000
7303 Board Development	9,900
<b>Total 7300 Professional Development</b>	<b>322,000</b>
7400 Marketing & Recruitment	
7401 Student Recruitment	20,000
7402 Staff Recruitment	15,000
7404 Marketing/ Advertising	-

**Northside Charter High School  
2020-2021 Board Approved Budget**

7500 Fundraising Expenses  
Total 7400 Marketing & Recruitment  
8100 Facilities & Utilities  
    8101 Rent  
    8109 Repairs & Maintenance  
Total 8100 Facilities & Utilities

FY 20-21 Budget
-
<b>35,000</b>
-
1,000
<b>1,000</b>

**Northside Charter High School  
2020-2021 Board Approved Budget**

	FY 20-21 Budget
8300 Miscellaneous Expenses	
8301 Bank & Credit Card Misc. Fees	2,000
8306 Membership dues - organization	20,000
8307 Expense Suspense	-
8308 Other Miscellaneous Service Cost	12,000
8309 Discretionary Fund	-
8310 Bad Debt Expense	-
<b>Total 8300 Miscellaneous Expenses</b>	<b>34,000</b>
8800 Depreciation Expense	150,000
<b>Total Expenses</b>	<b>8,720,675</b>
<b>Net Income (Funded by Reserves)</b>	<b>(831,400)</b>
<b>Capital Expenditures</b>	
1601 Furniture, Fixtures & Equipment	50,000
1602 Software	20,000
1603 Website development	10,000
1604 Gym Equipment	-
1605 Vehicles	-
1606 Leasehold improvements	-
1607 Computers & Equipment	50,000
1610 Construction in Progress- Varet	-
1611 Deferred Financing Cost	-
1612 Deferred Legal Costs	-
<b>Total 1610 Construction in Progress- Varet</b>	<b>-</b>
1620 Construction in Progress	-
<b>Total Capital Expenditures</b>	<b>130,000</b>