



FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

GREEN TECH HIGH CHARTER SCHOOL

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JUNE 30, 2022 AND 2021

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Green Tech High Charter School
Albany, New York

Opinion

We have audited the accompanying financial statements of Green Tech High Charter School (a nonprofit organization) (the "School"), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Green Tech High Charter School as of June 30, 2022 and 2021, 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.

Basis for Opinion

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. 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 Green Tech High Charter School and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Green Tech High Charter School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Green Tech High Charter School's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Green Tech High Charter School's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise Green Tech High Charter School's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2022, on our consideration of Green Tech High Charter 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 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 Green Tech High Charter School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Green Tech High Charter School's internal control over financial reporting and compliance.



CUSACK & COMPANY, CPA'S LLC

Latham, New York
October 28, 2022

GREEN TECH HIGH CHARTER SCHOOL

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2022 AND 2021

	<u>ASSETS</u>	<u>2022</u>	<u>2021</u>
Current Assets			
Cash - Operating		\$ 1,197,891	\$ 1,302,722
Cash - Restricted		20,000	140,250
Grants, Contracts and Other Receivables, Net		846,599	377,175
Pledges Receivable, Current Portion		30,000	20,000
Prepaid Expense		-	38,256
Total Current Assets		<u>2,094,490</u>	<u>1,878,403</u>
Property and Equipment, Net		<u>6,317,388</u>	<u>2,547,498</u>
Other Assets			
Cash - Board Designated		76,997	76,905
Pledges Receivable, Net Current Portion		-	40,000
Total Other Assets		<u>76,997</u>	<u>116,905</u>
Total Assets		<u>\$ 8,488,875</u>	<u>\$ 4,542,806</u>
	<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities			
Current Portion of Long-Term Debt		\$ 206,168	\$ 8,208
Accounts Payable and Accrued Expenses		28,985	82,184
Accrued Payroll and Benefits		183,923	292,373
Compensated Absences		41,801	46,129
Refundable Advances		20,000	140,250
Total Current Liabilities		<u>480,877</u>	<u>569,144</u>
Long-Term Liabilities			
Long-Term Debt, Net of Current Portion		2,896,746	-
Net Pension Liability		223,885	229,872
Total Long-Term Liabilities		<u>3,120,631</u>	<u>229,872</u>
Total Liabilities		<u>3,601,508</u>	<u>799,016</u>
Net Assets			
Without Donor Restrictions:			
Undesignated		4,780,370	3,606,885
Board Designated		76,997	76,905
Subtotal		<u>4,857,367</u>	<u>3,683,790</u>
With Donor Restrictions:			
Purpose Restricted		<u>30,000</u>	<u>60,000</u>
Total Net Assets		<u>4,887,367</u>	<u>3,743,790</u>
Total Liabilities and Net Assets		<u>\$ 8,488,875</u>	<u>\$ 4,542,806</u>

GREEN TECH HIGH CHARTER SCHOOL

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenue			
Public School District			
Resident Student Enrollment	\$ 6,389,770	\$ -	\$ 6,389,770
Students with Disabilities	92,894	-	92,894
Grants and Contracts			
Federal Grants	970,902	-	970,902
State and Local Grants	4,097	-	4,097
Food Service/Children Nutrition Program	<u>181,041</u>	<u>-</u>	<u>181,041</u>
Total Revenue	<u>7,638,704</u>	<u>-</u>	<u>7,638,704</u>
Expenses			
Program Services			
Regular Education	4,614,737	-	4,614,737
Special Education	331,589	-	331,589
Other Programs	<u>198,411</u>	<u>-</u>	<u>198,411</u>
Total Program Services	5,144,737	-	5,144,737
Management and General	<u>1,686,257</u>	<u>-</u>	<u>1,686,257</u>
Total Operating Expenses	<u>6,830,994</u>	<u>-</u>	<u>6,830,994</u>
Surplus from School Operations	<u>807,710</u>	<u>-</u>	<u>807,710</u>
Other Revenue and Reclassifications			
Contributions	131,550	-	131,550
Fundraising	8,758	-	8,758
Interest Income	1,760	-	1,760
E-Rate Income	173,269	-	173,269
Miscellaneous Income	20,530	-	20,530
Net Assets Released from Restrictions	<u>30,000</u>	<u>(30,000)</u>	<u>-</u>
Total Other Revenue and Reclassifications	<u>365,867</u>	<u>(30,000)</u>	<u>335,867</u>
Change in Net Assets	1,173,577	(30,000)	1,143,577
Net Assets, Beginning of Year	<u>3,683,790</u>	<u>60,000</u>	<u>3,743,790</u>
Net Assets, End of Year	<u>\$ 4,857,367</u>	<u>\$ 30,000</u>	<u>\$ 4,887,367</u>

GREEN TECH HIGH CHARTER SCHOOL

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenue			
Public School District			
Resident Student Enrollment	\$ 5,872,099	\$ -	\$ 5,872,099
Students with Disabilities	117,642	-	117,642
Grants and Contracts			
Federal Grants	307,329	-	307,329
Food Service/Children Nutrition Program	<u>12,709</u>	<u>-</u>	<u>12,709</u>
Total Revenue	<u>6,309,779</u>	<u>-</u>	<u>6,309,779</u>
Expenses			
Program Services			
Regular Education	3,443,290	-	3,443,290
Special Education	361,450	-	361,450
Other Programs	<u>87,652</u>	<u>-</u>	<u>87,652</u>
Total Program Services	3,892,392	-	3,892,392
Management and General	<u>1,805,512</u>	<u>-</u>	<u>1,805,512</u>
Total Operating Expenses	<u>5,697,904</u>	<u>-</u>	<u>5,697,904</u>
Surplus from School Operations	<u>611,875</u>	<u>-</u>	<u>611,875</u>
Other Revenue			
Contributions	27,060	-	27,060
Fundraising	1,050	-	1,050
Interest Income	1,884	-	1,884
E-Rate Income	33,830	-	33,830
Miscellaneous Income	10,268	-	10,268
BCF Note Forgiveness	282,187	-	282,187
PPP Loan Forgiveness	<u>660,900</u>	<u>-</u>	<u>660,900</u>
Total Other Revenue	<u>1,017,179</u>	<u>-</u>	<u>1,017,179</u>
Change in Net Assets	1,629,054	-	1,629,054
Net Assets, Beginning of Year, as Restated	<u>2,054,736</u>	<u>60,000</u>	<u>2,114,736</u>
Net Assets, End of Year	<u>\$ 3,683,790</u>	<u>\$ 60,000</u>	<u>\$ 3,743,790</u>

GREEN TECH HIGH CHARTER SCHOOL
 STATEMENTS OF CASH FLOWS
 FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 1,143,577	\$ 1,629,054
Adjustments to Reconcile Increase in Net Assets to Cash Provided by Operating Activities:		
Amortization of Debt Issuance Costs	469	-
Depreciation	260,755	186,680
BCF Note Forgiveness	-	(282,187)
PPP Loan Forgiveness	-	(660,900)
Pension Related Changes	(5,987)	229,872
Bad Debt Expense	49,117	82,621
Changes in Operating Assets and Liabilities		
(Increase) Decrease in Assets		
Grants, Contracts and Other Receivables, Net	(518,541)	(259,663)
Pledges Receivable	30,000	-
Prepaid Expense	38,256	427
Increase (Decrease) in Liabilities		
Accounts Payable and Accrued Expenses	(53,199)	82,184
Accrued Payroll and Benefits	(108,450)	(72,757)
Compensated Absences	(4,328)	6,048
Refundable Advances	<u>(120,250)</u>	<u>130,250</u>
Net Cash Provided by Operating Activities	<u>711,419</u>	<u>1,071,629</u>
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(830,645)	(653,433)
Acquisition of Intangible Assets	<u>(14,070)</u>	<u>-</u>
Net Cash Used In Investing Activities	(844,715)	(653,433)
Cash Flows From Financing Activities		
Payments on Long-Term Debt	<u>(91,693)</u>	<u>(66,233)</u>
Net Change in Cash	(224,989)	351,963
Cash, Beginning of Year	<u>1,519,877</u>	<u>1,167,914</u>
Cash, End of Year	<u>\$ 1,294,888</u>	<u>\$ 1,519,877</u>
Supplemental Disclosure of Cash Flow Information		
Cash Paid for Interest	<u>\$ 63,136</u>	<u>\$ 1,069</u>
Assets Purchased with Debt Proceeds	<u>\$ 3,200,000</u>	<u>\$ -</u>

Note: Cash includes operating, restricted and board designated accounts.

GREEN TECH HIGH CHARTER SCHOOL

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2022

	<u>Program Services</u>			<u>Supporting Services</u>		
	<u>Regular Education</u>	<u>Special Education</u>	<u>Other Programs</u>	<u>Total</u>	<u>Management and General</u>	<u>Total</u>
Salaries	\$ 2,741,405	\$ 208,209	\$ 140,511	\$ 3,090,125	\$ 986,690	\$ 4,076,815
Benefits and Payroll Taxes	626,794	47,605	32,126	706,525	225,597	932,122
Contracted Services	222,308	16,884	-	239,192	-	239,192
Educational Materials	173,027	13,141	-	186,168	-	186,168
Extracurricular Activities	6,487	-	-	6,487	-	6,487
Insurance	56,975	4,327	2,920	64,222	20,507	84,729
Maintenance and Repairs	177,528	13,483	9,099	200,110	63,896	264,006
Marketing and Recruitment	-	-	-	-	44,417	44,417
Miscellaneous	-	-	-	-	3,958	3,958
Postage and Delivery	-	-	-	-	12,281	12,281
Professional Services	-	-	-	-	70,003	70,003
Scholarships	50,000	-	-	50,000	-	50,000
Sports	127,451	-	-	127,451	-	127,451
Staff Development	74,201	5,636	-	79,837	-	79,837
Supplies and Materials	-	-	-	-	49,596	49,596
Telephone and Internet	35,541	2,699	1,822	40,062	12,791	52,853
Transportation (Student)	44,578	-	-	44,578	-	44,578
Travel (General)	25,306	1,922	-	27,228	-	27,228
Uniforms	20,312	-	-	20,312	-	20,312
Utilities	57,482	4,366	2,946	64,794	20,690	85,484
Depreciation	175,342	13,317	8,987	197,646	63,109	260,755
Bad Debt Expense	-	-	-	-	49,117	49,117
Interest	-	-	-	-	63,605	63,605
Total Expenses	<u>\$ 4,614,737</u>	<u>\$ 331,589</u>	<u>\$ 198,411</u>	<u>\$ 5,144,737</u>	<u>\$ 1,686,257</u>	<u>\$ 6,830,994</u>

GREEN TECH HIGH CHARTER SCHOOL

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2021

	<u>Program Services</u>			<u>Supporting Services</u>		
	<u>Regular Education</u>	<u>Special Education</u>	<u>Other Programs</u>	<u>Total</u>	<u>Management and General</u>	<u>Total</u>
Salaries	\$ 2,326,577	\$ 248,489	\$ 63,324	\$ 2,638,390	\$ 1,140,491	\$ 3,778,881
Benefits and Payroll Taxes	470,117	50,211	12,795	533,123	230,452	763,575
Contracted Services	157,474	16,819	-	174,293	-	174,293
Educational Materials	53,525	5,717	-	59,242	-	59,242
Extracurricular Activities	3,084	-	-	3,084	-	3,084
Fundraising	-	-	1,680	1,680	-	1,680
Insurance	46,027	4,916	1,253	52,196	22,562	74,758
Maintenance and Repairs	115,512	12,337	3,144	130,993	56,624	187,617
Marketing and Recruitment	-	-	-	-	37,545	37,545
Miscellaneous	-	-	-	-	13,321	13,321
Postage and Delivery	-	-	-	-	12,969	12,969
Professional Services	-	-	-	-	42,335	42,335
Sports	54,767	-	-	54,767	-	54,767
Staff Development	13,784	1,472	-	15,256	-	15,256
Supplies and Materials	-	-	-	-	67,253	67,253
Telephone and Internet	44,086	4,709	1,200	49,995	21,610	71,605
Travel	723	77	-	800	-	800
Uniforms	1,230	-	-	1,230	-	1,230
Utilities	41,449	4,427	1,128	47,004	20,319	67,323
Depreciation	114,935	12,276	3,128	130,339	56,341	186,680
Bad Debt Expense	-	-	-	-	82,621	82,621
Interest	-	-	-	-	1,069	1,069
Total Expenses	<u>\$ 3,443,290</u>	<u>\$ 361,450</u>	<u>\$ 87,652</u>	<u>\$ 3,892,392</u>	<u>\$ 1,805,512</u>	<u>\$ 5,697,904</u>

1. ORGANIZATION AND PURPOSE

Organization

The mission of Green Tech High Charter School (the “School”) is to prepare young men to complete high school with a Regents diploma so they will have the opportunity to attend college or choose an alternative, responsible career path as they enter adulthood. The School will succeed in this mission by providing a complete college preparatory high school curriculum that ensures every student will attain the skills and coursework necessary for a Regents diploma, including the use of computer technology, with an added knowledge and understanding of the environment.

A provisional charter, valid for five years, was granted to the School by the Charter School Institute of the State University of New York pursuant to Article 56 of the Educational Law of the State of New York. The School began providing educational services in the fall of 2008 for the 9th grade. The provisional charter allowed for an additional grade to be added in each subsequent year until the School reaches grade 12. The School’s most recent charter renewal was granted in 2017 extending operations for an additional five years. In February 2019, the School received approval to modify its charter renewal and add a middle school program to its existing high school program, adding grades 6 through 8 in subsequent years through June 30, 2021. As of June 30, 2022, the School had an enrollment of approximately 410 students in the 6th through 12th grades.

The School is governed by a Board of Trustees in accordance with the School’s bylaws.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies and Financial Statement Presentation

The following summarizes the significant accounting policies consistently applied in the preparation of the School’s financial statements, with references to the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) where applicable.

Basis of Accounting

The financial statements of the School are prepared using the accrual basis of accounting, whereby revenue is recognized when earned and expenses are recognized when incurred. This basis of accounting is in accordance with accounting principles generally accepted in the United States of America.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

A substantial portion of the School's revenue and related receivables is derived from its billing to school districts in accordance with State law, requiring the District to reimburse the School based on a per capita basis. These revenues are recognized ratably over the related school year during which they are earned.

Grants, contributions received and unconditional promises to give are measured at their fair values and reported as an increase in net assets. The School reports gifts of cash and other assets as donor restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions. The School reports gifts of goods and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the School reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Revenue on cost reimbursement grants and contracts is recognized to the extent actual expenditures have been incurred in compliance with the specific grant requirements. Other grant and contract revenue is recognized in the period earned if on a fee for services basis. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed or expenditures are incurred.

Revenue from Contracts with Customers

Revenue from contracts with customers is recognized in accordance with a five-step model as follows:

- Identify the contract with the customer
- Identify the performance obligation(s) in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligation(s) in the contract
- Recognize revenue when earned or as performance obligation(s) are satisfied

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue from Contracts with Customers

Contract Assets

Amounts related to services provided to customers which have not been billed and that do not meet the conditions of an unconditional right to payment at the end of the reporting period are contract assets. Contract asset balances consist primarily of services provided to customers who are still receiving services at the end of the year. There were no contract assets at June 30, 2022 and 2021.

Contract Liabilities

Contract liabilities represent revenue that has been deferred for the funds advanced by third party payors for the School's contracts received related to services that have not yet been provided to customers. Contract liabilities consist of payments made by funding and other sources for the School's contracts for services not yet performed that are expected to be performed within the next fiscal year. There were no contract liabilities at June 30, 2022 and 2021.

Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs benefitted. Salaries are allocated based on estimates of total time spent, while other expenses are allocated based on estimates of the resources used.

Grants, Contracts and Other Receivables

Receivables are carried at original invoice amounts less an estimate made for doubtful receivables based on a review of all outstanding amounts on a monthly basis. Management determines the allowance for doubtful accounts by identifying troubled accounts and by using historical experience applied to an aging of accounts. Receivables are written off when deemed uncollectible. Recoveries of accounts previously written off are recorded when received. A receivable is considered past due if any portion of the receivable balance is outstanding for more than 90 days. Management has determined an allowance for school district tuition was necessary as of June 30, 2022 and 2021 in the amount of \$107,000 and \$57,000, respectively.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pledges Receivable

Unconditional pledges receivable are recognized as revenue without donor restrictions if pledged and paid in the same year, and revenue with donor restrictions if pledged in one year with ultimate payment in subsequent year(s). Pledges are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year.

Property, Equipment and Depreciation

Acquisitions of property and equipment in excess of \$1,000 are capitalized and recorded at cost. Improvements and replacements of property and equipment are capitalized. Maintenance and repairs not improving or extending the lives of property and equipment are charged to expense as incurred. When assets are sold or retired, their cost and related accumulated depreciation is removed from the accounts and any gain or loss is reported in the statement of activities. Depreciation is provided over the estimated useful life of each class of depreciable asset (ranging from 3 to 39 years) and is computed using the straight-line method.

Net Assets

Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets of the School and changes therein are reported according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the School and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Advertising Costs

The School expenses advertising costs as they are incurred. Advertising costs for the years ended June 30, 2022 and 2021 were \$44,417 and \$37,545, respectively, and are included in the Statement of Functional Expenses as marketing and recruitment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

Tax Status

The School is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the School qualifies as a school, and for the charitable contribution deduction under Section 170(b)(1)(A)(ii), and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Donated Services

The School received donated services from unpaid volunteers who assisted in fund raising, office administration and program activities. For the services donated, the criteria for recognition in these financial statements of such volunteer effort was not met and, therefore, no revenue and expense has been reflected in these financial statements. Management has estimated that volunteers have provided approximately 100 hours in assisting the School in each of the years ended June 30, 2022 and 2021.

Fair Value

The ASC requires expanded disclosures about fair value measurements and establishes a three-level hierarchy for fair value measurements based on the observable input to the valuation of an asset or liability at the measurement date. Fair value is defined as the price that the School would receive upon selling an asset or pay to transfer a liability in an orderly transaction between market participants.

Accounting for Uncertainty in Income Taxes

The School follows the ASC, *Accounting for Income Taxes*, and their current accounting policy for evaluating uncertain tax positions is in accordance with generally accepted accounting principles. The School has not recognized any benefits from uncertain tax positions in 2022 and believes it has no uncertain tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly increase or decrease within 12 months of the balance sheet date of June 30, 2022.

Information returns filed by the School are subject to examination by taxing authorities up to three years after the extended due date of each return. Forms 990 and state income tax filings for the School are no longer subject to examination for the year ended June 30, 2018 and prior.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reclassifications

Certain 2021 amounts have been reclassified to conform to the 2022 financial statement presentation.

Future Accounting Pronouncement

ASU No. 2016-02

In February 2016, the FASB issued ASU 2016-02, *Leases* (ASU 2016-02). ASU 2016-02 establishes a comprehensive new lease accounting model. The new standard clarifies the definition of a lease and causes lessees to recognize leases on the balance sheet as a lease liability with a corresponding right-to-use asset for leases with a lease term of more than one year. ASU 2016-02 is effective for financial statements issued for fiscal years beginning after December 15, 2021, and interim periods within those fiscal years. Early adoption is permitted. The new standard requires a modified retrospective transition for capital or operating leases existing at or entered into after the beginning of the earliest comparative period presented in the financial statements, but it does not require transition accounting for leases that expire prior to the date of initial application. The School is currently evaluating the impact that ASU 2016-02 will have on the School's financial statements and related disclosures.

Subsequent Events

The School follows the ASC, *Subsequent Events*, which establishes general standards of accounting for, and disclosures of, events that occur after the due date of the financial statements but before the financial statements are issued or are available to be issued. In the preparation of these financial statements and notes thereto, management has evaluated subsequent events or transactions as to any potential material impact on operations or financial position occurring through October 28, 2022, the date the financial statements were available to be issued. No events or transactions were identified by management.

3. BOARD DESIGNATED AND RESTRICTED CASH

The School has internally designated cash in the amount of \$76,977 and \$76,905 as of June 30, 2022 and 2021, respectively. The intended purpose of this designation is to provide a dissolution escrow to cover costs associated with an unanticipated closure, as required by the School's Charter Agreement. The School also has Restricted Cash in the amount of \$20,000 and \$140,250 at June 30, 2022 and 2021, respectively. This cash represents refundable advances on grants to be expended in subsequent periods.

4. GRANTS, CONTRACTS, OTHER AND PLEDGES RECEIVABLE, NET

At June 30, 2022 and 2021, grants, contracts and other receivables were comprised of the following sources:

	<u>2022</u>	<u>2021</u>
School District Tuition, Net	\$ 12,105	\$ 112,360
U.S. Department of Agriculture	30,791	3,733
U.S. Department of Education	803,703	261,082
	<u>\$ 846,599</u>	<u>\$ 377,175</u>

At June 30, 2022 and 2021 the School had received \$30,000 and \$60,000, respectively, of promises to give which have been recorded as net assets with donor restrictions due to purpose restrictions.

5. PROPERTY AND EQUIPMENT

Property and equipment are reflected at historical cost, net of related depreciation, and are comprised of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Land	\$ 255,000	\$ -
Buildings and Improvements	5,767,391	889,004
Furniture and Fixtures	137,208	354,335
Equipment	456,181	402,132
Work in Process	-	1,920,000
Total at Cost	<u>6,615,780</u>	<u>3,565,471</u>
Less: Accumulated Depreciation	<u>(298,392)</u>	<u>(1,017,973)</u>
	<u>\$ 6,317,388</u>	<u>\$ 2,547,498</u>

Depreciation expense was \$260,755 and \$186,680 for the years ended June 30, 2022 and 2021, respectively.

6. REFUNDABLE ADVANCES

Refundable advances consist of grant funds received for specific expenditures in subsequent periods, and the balances are comprised of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Scholarships	\$ 20,000	\$ 60,250
Internship Coordinator	-	80,000
	<u>\$ 20,000</u>	<u>\$ 140,250</u>

The grants listed above have an implied or specific right of return if the funds are not expended for the specific purpose.

7. LONG-TERM DEBT

Long-Term debt is comprised of the following:

	<u>2022</u>	<u>2021</u>
Mortgage loan payable to Bank of Greene County in monthly installments of \$29,288, including interest at 4.74%, maturing in January 2034, collateralized by the building.	\$ 3,116,515	\$ -
Loan payable to Bank of Greene County in monthly installments of \$2,801 including interest at a rate of 4.5%, and matured August 2021. This loan was collateralized by substantially all assets of the School.	-	5,586
Interest free note payable to Ascentium Capital in monthly installments of \$1,308, and matured November 2021. This note was collateralized by equipment purchased with proceeds.	<u>-</u>	<u>2,622</u>
Total	3,116,515	8,208
Less: Unamortized Debt Issuance Costs, Net	(13,601)	-
Less: Current Portion	<u>(206,168)</u>	<u>(8,208)</u>
Long-Term Debt, Net of Current Portion and Unamortized Debt Issuance Costs	<u>\$ 2,896,746</u>	<u>\$ -</u>

The School is required to maintain debt covenants by the lender of the mortgage. As of June 30, 2022, the School was in compliance with all applicable covenants.

Unamortized debt issuance costs as of June 30, 2022 and 2021 consist of the following:

	<u>2022</u>	<u>2021</u>
Transaction and Financing Costs - Fifteen Year Amortization	\$ 14,070	\$ -
Less: Accumulated Amortization	<u>(469)</u>	<u>-</u>
Unamortized Debt Issuance Costs, Net	<u>\$ 13,601</u>	<u>\$ -</u>

Estimated debt maturities at June 30 over the next five (5) years and thereafter are as follows:

2023	\$ 206,168
2024	215,928
2025	226,906
2026	238,054
2027	249,749
Thereafter	<u>1,979,710</u>
	<u>\$ 3,116,515</u>

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent amounts received and restricted by donors to provide resources for increased compensation to instructional staff, in accordance with the School's long-term financial stability plan. Net assets with donor restrictions as of June 30, 2022 and 2021 are as follows:

	<u>2022</u>	<u>2021</u>
Subject to Expenditure for Special Purpose:		
Foundation for Teaching Fund	\$ <u>30,000</u>	\$ <u>60,000</u>

Net assets with donor restrictions are shown in the Statement of Financial Position as follows:

	<u>2022</u>	<u>2021</u>
Pledges Receivable - Current Portion	\$ 30,000	\$ 20,000
Pledges Receivable - Noncurrent	-	40,000
Total	<u>\$ 30,000</u>	<u>\$ 60,000</u>

9. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose.

	<u>2022</u>	<u>2021</u>
Purpose Restrictions Accomplished:		
Donations Expended for Specific Purpose	\$ <u>30,000</u>	\$ <u>-</u>

10. LOAN FORGIVENESS

As part of the CARES Act, the Paycheck Protection Program (PPP) provides 100% federally guaranteed loans to small businesses, designed to help small businesses keep workers employed amid the pandemic and economic shutdown. The loan may be forgiven if the borrower is qualified and maintains their payroll during the crisis or restores their payroll afterwards and uses the funds to cover payroll, certain related costs, rent, and utilities during a period of eight to twenty-four weeks after receiving the loan, as outlined in the PPP. The School applied for a PPP loan and received \$660,900, all of which was forgiven and recorded as Other Revenue in the Statement of Activities as of June 30, 2021.

As part of their continued philanthropic activities, Brighter Choice Foundation agreed to forgive the remaining amounts due on a note payable. As a result, the School has recorded \$282,187 as Other Revenue in the Statement of Activities as of June 30, 2021.

11. FACILITIES RENTAL

The School leased their facility from an unrelated third party through December 17, 2021, based on a lease extension agreement. Net occupancy costs of the lease have been reclassified to work in process for the fiscal years ending June 30, 2022 and 2021. See Note 16 for additional information.

12. RETIREMENT PLANS

Profit Sharing Plan

The School has adopted a profit-sharing plan under IRC §401(k) covering substantially all eligible employees, along with a discretionary matching contribution of up to 50% of the employee’s contribution, to a maximum matching contribution of 2% of the employee’s gross compensation. The School’s 401(k) matching contribution for the years ended June 30, 2022 and 2021 were \$0 and \$3,031, respectively.

Defined Benefit Pension Plan

The School adopted a tax exempt Defined Benefit Pension Plan (the “Plan”) and related trust under Internal Revenue Code Section 401(a) and 501(a), respectively, effective July 1, 2020.

Plan Description

The Plan covers substantially all employees who have completed 1 year of service (1,000 hours) and have reached age 21. Upon reaching age 62 (or age 55 with at least five years of vested service) participants are eligible for benefits of 1% of plan compensation multiplied by the participant’s credited service.

Funding Policy

The School is required to make annual contributions to the Plan as actuarially determined. For the years ended June 30, 2022 and 2021, the School contributed \$200,000, each year, to the Plan. The expected contribution for the year ending June 30, 2023 is \$200,000.

Pension Liability and Expense

At June 30, 2022 and 2021, the School reported a pension liability of \$223,885 and \$229,872, respectively, calculated as follows:

	<u>2022</u>	<u>2021</u>
<u>Change in Benefit Obligation</u>		
Projected Benefit Obligation - Beginning of Year	\$ 432,033	\$ -
Service Cost	444,821	442,954
Interest Cost	12,766	-
Actuarial Gain (Loss)	(270,413)	(10,921)
Projected Benefit Obligation - End of Year	<u>\$ 619,207</u>	<u>\$ 432,033</u>
 <u>Change in Plan Assets</u>		
Fair Value of Plan Assets - Beginning of Year	\$ 202,161	\$ -
Actual Return on Plan Assets	(6,839)	2,161
Employer Contributions	200,000	200,000
Fair Value of Plan Assets - End of Year	<u>\$ 395,322</u>	<u>\$ 202,161</u>
 Pension Asset (Liability)	 <u>\$ (223,885)</u>	 <u>\$ (229,872)</u>

12. RETIREMENT PLANS (CONTINUED)

Defined Benefit Pension Plan (Continued)

The fair value (measured at quoted prices in active markets for identical assets, Level 1) of the Plan's assets at June 30, 2022 and 2021 were as follows:

	<u>2022</u>	<u>2021</u>
Cash	\$ 202,484	\$ 1,545
U.S. Equity Investments	-	67,356
Foreign Equity Investments	-	9,447
Exchange Traded Products	192,838	118,703
Other	-	5,110
Total	<u>\$ 395,322</u>	<u>\$ 202,161</u>

For the year ended June 30, 2022, the School reported net periodic pension cost for this plan as follows:

	<u>2022</u>	<u>2021</u>
Service Cost Component	\$ 444,821	\$ 442,954
Interest Cost on Projected Benefit Obligation	12,766	-
Expected Return on Assets	(19,237)	(5,258)
Amortization of Actuarial Gain	(244,337)	(7,824)
Net Periodic Pension Cost	<u>\$ 194,013</u>	<u>\$ 429,872</u>

Actuarial Assumptions

Actuarial Cost Method	Projected Unit Credit
Measurement Date	June 30, 2022
Discount Rate	4.5%
Salary Increases	3.0%
Expected Long-Term Rate of Return	7.0%
Pre-Retirement Mortality	N/A
Post-Retirement Maturity	Sex-distinct Amount -Weighted Pre-2012 Mortality Tables using Scale MP-2021 on a generational basis

12. RETIREMENT PLANS (CONTINUED)

Expected Benefit Payments

Benefits expected to be paid if the future are as follows:

2023	\$	2,668
2024		2,644
2025		2,619
2026		2,592
2027		2,563
2028-2032		106,402

13. COMMITMENTS AND CONTINGENCIES

The School is subject to audits and reviews of reimbursable costs by various governmental agencies. The outcome of the audits and reviews may have the effect of retroactively increasing or decreasing revenue from various sources. These changes, if any, will be recognized in accordance with the rules and guidelines established by the various funding sources.

14. CONCENTRATION OF RISK

The School receives a substantial portion of its funding from school districts where students reside. Three school districts comprised approximately 73% and 93% of total revenue and support for the years ended June 30, 2022 and 2021, respectively. No other funding source accounted for more than 10% of total revenue and support.

The School does occasionally maintain deposits in excess of federal insured limits. The ASC identifies this as a possible concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by maintaining all deposits in high quality financial institutions.

15. LIQUIDITY AND AVAILABILITY OF RESOURCES

The School has \$2,044,490 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of cash of \$1,197,891 and receivables of \$846,599. The School has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 60 days of normal operating expenses, which are, on average, approximately \$1,140,000. The School has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

16. RESTATEMENT

Net assets as of July 1, 2020 have been restated due to the School's purchase of their facility on December 17, 2021. The seller agreed to reduce the purchase price by \$1,920,000 for rent previously paid under the lease agreement. Since the School had not expressed intent to exercise the option in their lease to purchase the facility before July 1, 2021, the resulting effect of the restatement is to increase work in process and net assets by \$1,440,000 as of July 1, 2020. Work in progress and rent expense for the fiscal year ending June 30, 2021 have been adjusted accordingly.

17. UNCERTAINTY

The United States is presently in the midst of a national health emergency related to a virus commonly known as Novel Coronavirus (COVID-19). The overall consequences of COVID-19 on a national, regional, and local level are unknown, but it has the potential to result in a significant economic impact. The impact of this situation on the School and its future financial position and results of operations is not presently determinable.

**ADDITIONAL REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS AND
THE UNIFORM GUIDANCE**

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

To the Board of Trustees
Green Tech High Charter School
Albany, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Green Tech High Charter School (a nonprofit organization) (the “School”), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements and have issued our report thereon dated October 28, 2022.

Report on 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 School’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.

Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink that reads "Cusack & Company, CPA's LLC". The signature is written in a cursive, flowing style.

CUSACK & COMPANY, CPA'S LLC

Latham, New York
October 28, 2022

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

To the Board of Trustees
Green Tech High Charter School
Albany, New York

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Green Tech High Charter School (the “School”) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the School’s major federal program for the year ended June 30, 2022. The School’s major federal program is identified in the summary of auditor’s results section on the accompanying schedule of findings and questioned costs.

In our opinion, the School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the School and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the School’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the School's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting a material noncompliance 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. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the School's compliance with the compliance requirements referred to above and performing such other procedures as we consider necessary in the circumstances.
- Obtain an understanding of the School's internal control over compliance, relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as described above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



CUSACK & COMPANY, CPA'S LLC

Latham, New York
October 28, 2022

GREEN TECH HIGH CHARTER SCHOOL
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>Assistance Listing/ CFDA Number</u>	<u>Agency or Pass Through Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Federal Expenditures</u>
<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>				
<u>US Department of Agriculture</u>				
Passed Through NYS Education Department				
Child Nutrition Cluster				
School Breakfast Program	10.553	N/A	\$ -	\$ 39,266
National School Lunch Program	10.555	N/A	-	125,769
Summer Food Service Program for Children	10.559	N/A	-	2,571
Total Child Nutrition Cluster			<u>-</u>	<u>167,606</u>
Child Nutrition Discretionary Grants	10.579	N/A	-	8,104
Passed Through NYS Department of Health				
Child and Adult Care Food Program	10.558	N/A	-	11,103
Total US Department of Agriculture Passed Through NYS Education and Health Departments			<u>-</u>	<u>186,813</u>
<u>Federal Communications Commission</u>				
<u>Direct:</u>				
Emergency Connectivity Fund Under the American Rescue Plan Act (COVID-19)	32.009	N/A	-	153,200
<u>US Department of Education</u>				
Passed Through NYS Education Department				
ESEA Title I, Basic Grant	84.010A	0021-22-4490	-	126,221
Title II A, Improving Teacher Quality	84.367A	0147-22-4490	-	18,248
Title IV, Student Support and Enrichment Elementary and Secondary School Emergency Relief (ESSER) Fund (COVID-19)	84.424A	0204-22-4490	-	10,000
American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)(COVID-19)	84.425D	5891-21-4490	-	368,302
	84.425U	5880-21-4490	-	418,310
Total US Department of Education Passed Through NYS Education Department			<u>-</u>	<u>941,081</u>
Total Federal Awards Expended			<u>\$ -</u>	<u>\$ 1,281,094</u>

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The accompanying Schedule of Expenditures of Federal Awards presents all activity of all federal award programs of Green Tech High Charter School. All federal awards received directly from federal agencies, as well as federal awards passed through from other governmental agencies, are included in the schedule. The information is presented in accordance with the requirements of the Uniform Guidance.

Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in the notes to Green Tech High Charter School's financial statements.

2. SCOPE OF THE AUDIT PURSUANT TO THE UNIFORM GUIDANCE

Green Tech High Charter Schools is a tax-exempt organization. All federal grant operations of Green Tech High Charter School are included in the scope of the Single Audit.

3. INDIRECT COST RATE

Green Tech High Charter School did not elect to use the 10% de minimis indirect cost rate.

4. SUBRECIPIENTS

Green Tech High Charter School did not have any subrecipients.

5. LOANS AND LOAN GUARANTEES

Green Tech High Charter School did not receive any federal assistance in the form of loans or loan guarantees.

GREEN TECH HIGH CHARTER SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED JUNE 30, 2022

SECTION I — SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported
- Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section CFR 200.516(a)? _____ Yes X No

Identification of major programs:

<i>CFDA Number(s)</i>	<i>Name of Federal Program or Clusters</i>
84.425D	Elementary and School Emergency Relief (ESSER) Fund (COVID-19)
84.425U	American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)(COVID-19)

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

Auditee qualified as low-risk auditee? _____ Yes X No

Section II - Financial Statement Findings

No findings or matters were reported.

Section III - Federal Award Findings and Questioned Costs

No findings or matters were reported.

Section IV - Resolution of Prior Year Audit Findings

No findings or matters were reported.