

| CHARTER SCHOOL ANNUAL FINANCIAL Discovery Charter Sch | | PRE-RELEASE | | | | | |
|--|------|--------------|--------|--------|--------|--------|--------|
| | | BETA VERSION | | | | | |
| School Years | | Year 4 | Year 5 | Year 6 | Year 7 | Year 8 | Year 9 |
| | From | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
| | To | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
| | | Actual | Budget | Budget | Budget | Budget | Budget |

School Name Enter school name

Independent Auditor Name of auditor
Name of auditing firm
Phone number
Street, Suite
City, State, Zip

| | |
|--|--|
| First Contract, First Year of operations | |
| Current Contract First Year of operations-or year 0 | |
| Key | |

Enter required data in yellow cells: This data is for operations focused measuring. Accrual basis

Enter required data in bluecells: For capital, bond, facility measuring, such as modified accrual numbers.

| | |
|---------------------------------|-------------|
| Meets Standards | FFBS |
| Does Not Meets Standards | |

SCHOOL FINANCIAL PERFORMANCE DATA

| ENROLLMENT | 21% | (2%) | 22% | 2% | -% | -% |
|----------------------------------|------|------|------|------|------|------|
| Actual (Count Day 10/1) | 450 | 443 | 540 | 550 | 550 | 550 |
| Projected (Final/Amended Budget) | 405 | 443 | 540 | 550 | 550 | 550 |
| % Projected | 111% | 100% | 100% | 100% | 100% | 100% |
| Comments | | | | | | |

SOURCE: STATEMENT OF ACTIVITIES (ACCRUAL INFORMATION)

| SELECT REVENUES | 12% | 29% | 26% | (11%) | 2% | 1% |
|-------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Revenues-State | \$3,384,368 | \$4,379,230 | \$5,539,656 | \$4,948,675 | \$5,036,188 | \$5,106,858 |
| Revenues-Federal | 1,250 | - | - | - | - | - |
| Revenues-Local | - | - | - | - | - | - |
| Special Programs Grants | 103,636 | - | - | - | - | - |
| Donations/Fundraising | - | - | - | - | - | - |
| Revenues - Other | 557,004 | - | - | - | - | - |
| Total Revenue | \$4,046,258 | \$4,379,230 | \$5,539,656 | \$4,948,675 | \$5,036,188 | \$5,106,858 |

Comments: Rev/Exp'

| SELECT EXPENSES | 5% | -% | -% | -% | -% | -% |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Educational Programs | \$1,783,687 | \$ - | \$ - | \$ - | \$ - | \$ - |
| EMO/CMO, ESP | - | - | - | - | - | - |
| Special Education | 157,411 | - | - | - | - | - |
| Support Services (Gen & Admin) | 871,716 | - | - | - | - | - |
| Support Services, Other | 401,617 | - | - | - | - | - |
| Other Expenses | - | 4,410,018 | 4,242,831 | 4,922,648 | 5,345,483 | 5,441,648 |
| Total Expenses, Operating | \$3,214,431 | \$4,410,018 | \$4,242,831 | \$4,922,648 | \$5,345,483 | \$5,441,648 |

Detail already included in the above Total Expenses

| | | | | | | |
|---------------------------------|------------------|------------------|------------------|--------------------|--------------------|--------------------|
| Interest Expense | - | - | - | - | - | - |
| Interest Expense (Capital/Bldg) | 267,350 | 656,906 | 608,254 | 1,000,256 | 1,309,750 | 1,300,975 |
| Total Interest Expense | \$267,350 | \$656,906 | \$608,254 | \$1,000,256 | \$1,309,750 | \$1,300,975 |

| | | | | | | |
|----------------------------------|---------|---------|---------|---------|---------|---------|
| Capital Lease Expense + Principa | - | - | - | - | - | - |
| Operating Lease Expense | 254,663 | 124,039 | 102,971 | 106,060 | 109,242 | 112,519 |
| Depreciation Expense | 146,409 | 286,112 | 359,083 | 547,516 | 560,365 | 561,794 |
| Amortization Expense | - | - | - | - | - | - |

| | | | | | | |
|--------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Total Expenses, Operating | \$3,214,431 | \$4,410,018 | \$4,242,831 | \$4,922,648 | \$5,345,483 | \$5,441,648 |
| Prior Period Adjustment | | | | | | |
| Net Surplus (Deficit) | \$831,827 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| Adjustments to Net Surplus (Deficit) | | | | | | |
| YOY Change in Deferred Outflows | \$(245,464) | \$ - | \$ - | \$ - | \$ - | \$ - |
| YOY Change in Net Pension Liability | (618,556) | - | - | - | - | - |

| CHARTER SCHOOL ANNUAL FINANCIAL | | PRE-RELEASE | | | | | |
|---|------|---------------|---------------|---------------|--------------|--------------|--------------|
| Discovery Charter Sch | | BETA VERSION | | | | | |
| School Years | | Year 4 | Year 5 | Year 6 | Year 7 | Year 8 | Year 9 |
| | From | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
| | To | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
| | | Actual | Budget | Budget | Budget | Budget | Budget |
| YOY Change in Deferred Inflows | | \$422,698 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net Pension Liability Expense | | 49,606 | - | - | - | - | - |
| Adjusted Net Surplus (Deficit) | | \$881,433 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| Other financing sources | | - | - | - | - | - | - |
| Capital Expenditures | | \$ - | \$116,715 | \$202,000 | \$50,000 | \$50,000 | \$50,000 |
| Capital Expenditures Paid with Bond Proceeds | | \$ - | \$ - | \$15,507,426 | \$3,197,824 | \$ - | \$ - |
| NOTICES | | | | | | | |
| Debt Default | | No | No | No | No | No | No |
| Facility Lease Default | | No | No | No | No | No | No |
| Other Legal/Financial Notices | | | | | | | |
| SOURCE: STATEMENT OF NET POSITION (ACCRUAL INFORMATION) | | | | | | | |
| SELECT ASSETS | | 382% | 16% | 112% | 35% | 4% | 2% |
| Cash, Unrestricted | | \$630,926 | \$728,967 | \$1,542,929 | \$2,079,120 | \$2,155,550 | \$2,203,224 |
| Cash, Restricted | | - | - | 1,444,750 | 1,444,750 | 1,444,750 | 1,444,750 |
| Cash equivalents, Restricted | | - | - | - | - | - | - |
| Cash equivalents, unrestricted | | - | - | - | - | - | - |
| Total Cash & Equivalents | | \$630,926 | \$728,967 | \$2,987,679 | \$3,523,870 | \$3,600,300 | \$3,647,974 |
| Total Cash & Eq' (Unrestr'd) | | \$630,926 | \$728,967 | \$1,542,929 | \$2,079,120 | \$2,155,550 | \$2,203,224 |
| Proceeds from Bonds | | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accounts Receivable | | 625% | (76%) | -% | -% | -% | -% |
| Other Current Assets | | 111,753 | 26,757 | 26,757 | 26,757 | 26,757 | 26,757 |
| Total Current Assets | | 54,887 | 43,483 | 43,483 | 43,483 | 43,483 | 43,483 |
| Current Assets (Operating) | | \$797,566 | \$799,207 | \$3,057,919 | \$3,594,110 | \$3,670,540 | \$3,718,214 |
| Comments: Liabilities | | \$797,566 | \$799,207 | \$3,057,919 | \$3,594,110 | \$3,670,540 | \$3,718,214 |
| Non Current Assets, Facilities | | 6,458,971 | 6,289,574 | 15,851,741 | 18,552,049 | 18,041,683 | 17,529,889 |
| Non Current Assets, Other, Net | | 103,495 | 103,495 | 103,495 | 103,495 | 103,495 | 103,495 |
| Total Assets | | \$7,360,032 | \$7,192,276 | \$19,013,154 | \$22,249,654 | \$21,815,718 | \$21,351,598 |
| Deferred Outflows | | \$824,131 | \$824,131 | \$824,131 | \$824,131 | \$824,131 | \$824,131 |
| SELECT LIABILITIES | | | | | | | |
| Current Liabilities | | 88% | 52% | 1% | 4% | 3% | 3% |
| Accounts Payable | | \$104,273 | \$158,134 | \$159,249 | \$166,265 | \$170,827 | \$175,524 |
| Capital leases, current | | | | | - | | |
| Notes/bonds/Debt, current | | - | - | - | - | - | - |
| Other Current Liabilities | | 217,534 | 210,630 | 208,708 | 214,341 | 220,140 | 226,112 |
| Current Liabilities | | \$321,807 | \$368,764 | \$367,957 | \$380,606 | \$390,966 | \$401,635 |
| Comments: Liabilities | | | | | | | |
| Noncurrent Liabilities | | | | | | | |
| Outstanding Loans | | No | No | Yes | Yes | Yes | Yes |
| Long-term Liabilities | | | - | - | - | - | - |
| Bond Debt & Capital Lease Bal' | | 6,280,240 | 6,427,316 | 16,952,176 | 20,150,000 | 20,015,000 | 19,875,000 |
| Other NonCurrent Liabilities | | 331,000 | - | - | - | - | - |
| Net PERS Pension Liability | | 2,324,990 | 2,324,990 | 2,324,990 | 2,324,990 | 2,324,990 | 2,324,990 |
| Total Liabilities | | \$9,258,037 | \$9,121,070 | \$19,645,123 | \$22,855,596 | \$22,730,956 | \$22,601,625 |
| Total Liabilities (Operating) | | 652,807 | 368,764 | 367,957 | 380,606 | 390,966 | 401,635 |
| Deferred Inflows | | \$730,410 | \$730,410 | \$730,410 | \$730,410 | \$730,410 | \$730,410 |
| Net Position (Per Annual Independent Audit) | | | | | | | |
| Net Position (Beg' of Yr) | | \$(2,371,458) | \$(1,539,631) | \$(1,570,420) | \$(273,594) | \$(247,568) | \$(556,864) |
| Change in Net Position | | \$831,827 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| Net Position (End of Yr) | | \$(1,539,631) | \$(1,570,420) | \$(273,594) | \$(247,568) | \$(556,864) | \$(891,653) |

| CHARTER SCHOOL ANNUAL FINANCIAL | | | PRE-RELEASE | | | | |
|---------------------------------|------|---------------|---------------|-------------|-------------|-------------|-------------|
| Discovery Charter Sch | | | BETA VERSION | | | | |
| School Years | | Year 4 | Year 5 | Year 6 | Year 7 | Year 8 | Year 9 |
| | From | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
| | To | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
| | | Actual | Budget | Budget | Budget | Budget | Budget |
| Calculated | | | | | | | |
| Net Position (Beg' of Yr) | | \$(189,795) | \$691,638 | \$660,849 | \$1,957,675 | \$1,983,701 | \$1,674,405 |
| Change in Net Position | | \$881,433 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| Net Position (End of Yr) | | \$691,638 | \$660,849 | \$1,957,675 | \$1,983,701 | \$1,674,405 | \$1,339,616 |
| Reconciliation | | | | | | | |
| Annual independent audit | | \$(1,539,631) | \$(1,570,420) | \$(273,594) | \$(247,568) | \$(556,864) | \$(891,653) |
| Plus NPL adjustment | | \$2,231,269 | \$2,231,269 | \$2,231,269 | \$2,231,269 | \$2,231,269 | \$2,231,269 |
| Minus calculated net position | | \$691,638 | \$660,849 | \$1,957,675 | \$1,983,701 | \$1,674,405 | \$1,339,616 |
| Should equal zero | | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Notes: | | | | | | | |
| | | | | | | | |
| | | | | | | | |

Submitter's em address
 Name of submitter
 Title
 Date prepared & Phone #

Emailing this document to the SPCSA from an authorized school board chairperson or vice-chairperson will count as a signature.

FINANCIAL PERFORMANCE MEASURES, METRICS, RATINGS

Near Term Measure 1

| | | | | | | | |
|----------|--|---------------|---------------|--------------|--------------|--------------|--------------|
| 1 | Current Ratio (CA/CL) (MS >=1.1 or...) | | | | | | |
| r 100 | Total Current Assets (Operating) | \$797,566 | \$799,207 | \$3,057,919 | \$3,594,110 | \$3,670,540 | \$3,718,214 |
| r 116 | Total Current Liabilities (Operating) | 321,807 | 368,764 | 367,957 | 380,606 | 390,966 | 401,635 |
| | Current Ratio | 2.48 x | 2.17 x | 8.3 x | 9.4 x | 9.4 x | 9.3 x |
| | | Pos Chg | Neg | Pos Chg | Pos Chg | Neg | Neg |
| | Ratings | MS | MS | MS | MS | MS | MS |

Notes

Near Term Measure 2A

| | | | | | | | |
|-----------|--|------------------|------------------|-----------------|-----------------|-----------------|-----------------|
| 2A | Unrestricted Days Cash On Hand (>= 60 days, unless...) | | | | | | |
| r 92 | Unrestricted Cash | \$630,926 | \$728,967 | \$1,542,929 | \$2,079,120 | \$2,155,550 | \$2,203,224 |
| r 53 | Total Expenses, Operating | 3,214,431 | 4,410,018 | 4,242,831 | 4,922,648 | 5,345,483 | 5,441,648 |
| r 62 | Total Depreciation | 146,409 | 286,112 | 359,083 | 547,516 | 560,365 | 561,794 |
| r 63 | Total Amortization | - | - | - | - | - | - |
| | Total Expenses, Net | \$3,068,022 | \$4,123,906 | \$3,883,748 | \$4,375,132 | \$4,785,118 | \$4,879,854 |
| | Average Daily Expenses | \$8,406 | \$11,298 | \$10,640 | \$11,987 | \$13,110 | \$13,369 |
| | UDCOH | 75.1 Days | 64.5 Days | 145 Days | 173 Days | 164 Days | 165 Days |
| | | Pos Chg | Neg | Pos Chg | Pos Chg | Neg | Pos Chg |
| | Ratings | MS | MS | MS | MS | MS | MS |

Notes

Near Term Measure 2B (For Information purposes)

| | | | | | | | |
|-----------|--|------------------|------------------|-----------------|-----------------|-----------------|-----------------|
| 2B | Unrestricted Days Cash On Hand--w/Accounts Receivables (Information only measure) | | | | | | |
| r 92 | Unrestricted Cash & AR | \$742,679 | \$755,724 | \$1,569,686 | \$2,105,877 | \$2,182,307 | \$2,229,981 |
| r 65 | Total Expenses, Operating | 3,214,431 | 4,410,018 | 4,242,831 | 4,922,648 | 5,345,483 | 5,441,648 |
| r 77 | Total Depreciation | 146,409 | 286,112 | 359,083 | 547,516 | 560,365 | 561,794 |
| r 63 | Total Amortization | - | - | - | - | - | - |
| | Total Expenses, Net | \$3,068,022 | \$4,123,906 | \$3,883,748 | \$4,375,132 | \$4,785,118 | \$4,879,854 |
| | Average Daily Expenses | \$8,406 | \$11,298 | \$10,640 | \$11,987 | \$13,110 | \$13,369 |
| | UDCOH | 88.4 Days | 66.9 Days | 148 Days | 176 Days | 166 Days | 167 Days |
| | | Pos Chg | Neg | Pos Chg | Pos Chg | Neg | Pos Chg |
| | Ratings | MS | MS | MS | MS | MS | MS |

Notes

Near Term Measure 3

| | | | | | | | |
|----------|--|-------------|-------------|-------------|-------------|-------------|-------------|
| 3 | Enrollment Variance (Adopted June 2021) | | | | | | |
| r 38 | Actual Enrollment | 450 | 443 | 540 | 550 | 550 | 550 |
| r 39 | Projected Enrollment | 405 | 443 | 540 | 550 | 550 | 550 |
| | Forecast Accuracy | 111% | 100% | 100% | 100% | 100% | 100% |
| | Ratings | MS | MS | MS | MS | MS | MS |

Notes

Near Term Measure 4

4 Notices

| CHARTER SCHOOL ANNUAL FINANCIAL | | PRE-RELEASE | | | | | |
|---------------------------------|--|--------------|--------------|--------------|--------------|--------------|--------------|
| Discovery Charter Sch | | BETA VERSION | | | | | |
| School Years | | Year 4 | Year 5 | Year 6 | Year 7 | Year 8 | Year 9 |
| | From | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 |
| | To | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
| | | Actual | Budget | Budget | Budget | Budget | Budget |
| r 80 | Debt Default (n/a if no debt) | No | n/a | n/a | n/a | n/a | n/a |
| r 81 | Facility Lease Default | No | n/a | n/a | n/a | n/a | n/a |
| r 82 | Other Legal/Financial Notices | 0 | | | | | |
| Notes | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | Sustainability Measure 1 | | | | | | |
| | 5 Total Margin (Not in default and not delinquent w/debt syruys) | | | | | | |
| r 66 | Current Year Net Surplus | \$881,433 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| r 43 | Current Year Total Revenue | 4,046,258 | 4,379,230 | 5,539,656 | 4,948,675 | 5,036,188 | 5,106,858 |
| | Current Year Margin | 21.8% | (0.7)% | 23.4% | 0.5% | (6.1)% | (6.6)% |
| | | | | | | | |
| | | 3 Year | 3 Year | 3 Year | 3 Year | 3 Year | 3 Year |
| | Surplus | \$868,660 | \$1,124,535 | \$2,147,470 | \$1,292,063 | \$1,013,556 | \$(618,059) |
| | Revenue | \$9,966,962 | \$11,520,519 | \$13,965,144 | \$14,867,560 | \$15,524,518 | \$15,091,721 |
| | Aggregated 3 Year Margin | 8.7% | 9.8% | 15.4% | 8.7% | 6.5% | (4.1)% |
| | Ratings | MS | DNMS | MS | MS | DNMS | FFBS |
| Notes | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | Sustainability Measure 2 | | | | | | |
| | 6A Debt to Asset Ratio (W/facilities, bonds. W/o Net Pension Liability...) | | | | | | |
| r 125 | Total Debt | 6,933,047 | 6,796,080 | 17,320,133 | 20,530,606 | 20,405,966 | 20,276,635 |
| r 105 | Total Assets | \$7,360,032 | \$7,192,276 | \$19,013,154 | \$22,249,654 | \$21,815,718 | \$21,351,598 |
| | Debt to Asset Ratio | 94.2% | 94.5% | 91.1% | 92.3% | 93.5% | 95.0% |
| | Ratings | DNMS | DNMS | DNMS | DNMS | DNMS | DNMS |
| | | | | | | | |
| | Sustainability Measure 3 | | | | | | |
| | 7 Cash Flow | | | | | | |
| r 90 | Total Cash Balance | \$630,926 | \$728,967 | \$2,987,679 | \$3,523,870 | \$3,600,300 | \$3,647,974 |
| | Multi Year Cash Flow (3 yr) | \$539,759 | \$598,186 | \$2,356,753 | \$2,794,903 | \$612,621 | \$124,103 |
| | One Year Cash Flow (1 yr) | \$500,145 | \$98,041 | \$2,258,711 | \$536,192 | \$76,430 | \$47,674 |
| | One Year Cash Bal Chg | Pos Chg | Neg Chg | Pos Chg | Neg Chg | Neg Chg | Neg Chg |
| | Ratings | MS | MS | MS | MS | MS | MS |
| Notes | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | Sustainability Measure 4 | | | | | | |
| | 8 Debt and/or Lease Service Coverage Ratio (MS >=1.1) | | | | | | |
| r 66 | Net Income (aka Net Surplus) | \$881,433 | \$(30,789) | \$1,296,825 | \$26,026 | \$(309,296) | \$(334,789) |
| r 62 | Depreciation | 146,409 | 286,112 | 359,083 | 547,516 | 560,365 | 561,794 |
| r 58 | Interest Expense | 267,350 | 656,906 | 608,254 | 1,000,256 | 1,309,750 | 1,300,975 |
| r 60 | Capital Lease Expense | - | - | - | - | - | - |
| r 61 | Operating Lease Expense | 254,663 | 124,039 | 102,971 | 106,060 | 109,242 | 112,519 |
| r 63 | Amortization | - | - | (639,139) | - | - | - |
| | NI b4 DIA | \$1,549,855 | \$1,036,269 | \$1,727,994 | \$1,679,859 | \$1,670,062 | \$1,640,499 |
| | | | | | | | |
| r 110 | Annual Principal | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| r 58 | Interest Expense | 267,350 | 656,906 | 608,254 | 1,000,256 | 1,309,750 | 1,300,975 |
| r 60 | Facility/Capital Lease Expense | - | - | - | - | - | - |
| r 61 | Operating Lease Expense | 254,663 | 124,039 | 102,971 | 106,060 | 109,242 | 112,519 |
| | Debt (& Lease) Service | \$522,013 | \$780,945 | \$711,226 | \$1,106,316 | \$1,418,992 | \$1,413,494 |
| | | | | | | | |
| | DSCR or LSCR *** | 2.97 | 1.33 | 2.43 | 1.52 | 1.18 | 1.16 |
| | Ratings | MS>=1.1 | MS>=1.1 | MS>=1.1 | MS>=1.1 | MS>=1.1 | MS>=1.1 |
| Notes | | | | | | | |
| | | | | | | | |
| | | | | | | | |