



Discovery Charter School ("DCS")
Financial Report
as of
December 31, 2024
in the
2025 School Year

Discovery Charter School ("DCS")

2025 School Year

Consolidated Activity	<i>Audited</i> Jun-23	<i>Audited</i> Jun-24	<i>Forecast</i> Jun-25	<i>Forecast</i> Jun-26	<i>Forecast</i> Jun-27	<i>Forecast</i> Jun-28	<i>Forecast</i> Jun-29	<i>Forecast</i> Jun-30
Enrollees	486	477	518	535	540	540	544	542
<i>Enrollment % Change</i>	10.2%	-1.9%	8.6%	3.3%	0.9%	0.0%	0.7%	-0.4%
Revenue								
DSA	\$ 3,523,376	\$ 4,344,070	\$ 4,899,873	\$ 5,278,305	\$ 5,510,295	\$ 5,679,874	\$ 5,891,040	\$ 6,053,665
Grants	740,339	898,745	1,085,726	736,660	743,760	751,073	758,605	766,363
Special Educ.	206,498	441,028	588,138	609,313	627,825	646,660	666,060	686,042
DAP	92,692	99,540	91,832	96,424	101,245	106,307	111,623	117,204
Other	426,075	158,045	190,680	163,578	176,027	190,710	206,803	224,595
Total Revenue	4,988,979	5,941,428	6,856,249	6,884,280	7,159,153	7,374,624	7,634,131	7,847,869
<i>% YOY Growth</i>	12.5%	19.1%	15.4%	0.4%	4.0%	3.0%	3.5%	2.8%
Expenses								
Salaries	2,113,037	2,424,421	2,533,127	2,567,985	2,645,025	2,724,376	2,806,107	2,890,290
Benefits	1,030,699	989,243	1,255,566	1,356,667	1,397,646	1,439,588	1,482,776	1,527,259
Lease	57,910	2,328	-	-	-	-	-	-
Utilities	190,633	191,147	197,180	203,095	209,188	215,464	221,928	228,585
Repairs/Maint	35,597	81,303	88,003	90,643	93,362	96,163	99,048	102,019
Supplies	106,642	173,827	185,190	190,746	196,468	202,362	208,433	214,686
Curriculum	120,400	125,381	126,029	129,810	133,705	137,716	141,847	146,103
Insurance	44,921	58,195	103,160	106,255	109,442	112,726	116,107	119,591
Computers	71,238	45,822	90,320	93,029	95,820	98,695	101,656	104,706
Prof. Serv.	711,178	313,773	420,897	438,862	453,133	466,791	481,406	495,637
Transportation	36,154	51,837	65,658	67,628	69,657	71,747	73,899	76,116
Cleaning Serv.	44,038	47,215	48,745	50,208	51,714	53,265	54,863	56,509
Dep & Amort	343,274	429,670	465,447	481,378	488,439	495,711	503,202	510,918
Interest	2,229,799	1,012,887	1,010,548	1,006,904	1,001,458	995,160	987,857	979,254
Misc.	90,076	16,176	6,930	3,406	3,508	3,614	3,722	3,834
Total Expenses	7,225,597	5,963,225	6,596,800	6,786,616	6,948,565	7,113,376	7,282,851	7,455,506
<i>% YOY Growth</i>	87.5%	-17.5%	10.6%	2.9%	2.4%	2.4%	2.4%	2.4%
Net Change	\$ (2,236,619)	\$ (21,797)	\$ 259,448	\$ 97,665	\$ 210,587	\$ 261,248	\$ 351,280	\$ 392,363
Adjusted EBITDA								
Net Change	\$ (2,236,619)	\$ (21,797)	\$ 259,448	\$ 97,665	\$ 210,587	\$ 261,248	\$ 351,280	\$ 392,363
Interest	2,229,799	1,012,887	1,010,548	1,006,904	1,001,458	995,160	987,857	979,254
Dep & Amort	343,274	429,670	465,447	481,378	488,439	495,711	503,202	510,918
Non-Operating	680,146	(153,894)	-	-	-	-	-	-
Adjusted EBITDA	\$ 1,016,600	\$ 1,266,867	\$ 1,735,443	\$ 1,585,946	\$ 1,700,484	\$ 1,752,119	\$ 1,842,339	\$ 1,882,535
<i>% YOY Growth</i>	-5.0%	24.6%	37.0%	-8.6%	7.2%	3.0%	5.1%	2.2%

Discovery Charter School ("DCS")

2025 School Year

Statement of Financial Position	<i>Audited</i> Jun-23	<i>Audited</i> Jun-24	<i>Forecast</i> Jun-25	<i>Forecast</i> Jun-26	<i>Forecast</i> Jun-27	<i>Forecast</i> Jun-28	<i>Forecast</i> Jun-29	<i>Forecast</i> Jun-30
Assets								
Cash	\$ 2,439,011	\$ 2,173,331	\$ 2,608,305	\$ 2,898,183	\$ 3,289,464	\$ 3,719,227	\$ 4,212,901	\$ 4,740,612
Accounts Receivables	54,218	374,220	446,340	479,433	498,456	513,410	532,751	546,705
Prepaid Expenses	42,615	49,437	58,362	58,362	58,362	58,362	58,362	58,362
Fixed Assets, net	9,236,798	12,814,652	12,522,003	12,240,625	11,958,187	11,674,656	11,389,999	11,104,183
Deposits	6,000	32,225	32,225	32,225	32,225	32,225	32,225	32,225
Deferred Outflow	1,700,490	1,779,807	1,779,807	1,779,807	1,779,807	1,779,807	1,779,807	1,779,807
Total Assets	\$ 13,479,133	\$ 17,223,672	\$ 17,447,043	\$ 17,488,636	\$ 17,616,501	\$ 17,777,687	\$ 18,006,045	\$ 18,261,894
Liabilities And Equity								
Current Liabilities	\$ 610,548	\$ 755,953	\$ 762,189	\$ 780,686	\$ 793,045	\$ 805,734	\$ 818,841	\$ 832,285
Deferred Inflows	376,842	325,491	325,491	325,491	325,491	325,491	325,491	325,491
Net Pension	3,614,707	3,586,040	3,586,040	3,586,040	3,586,040	3,586,040	3,586,040	3,586,040
Bond Debt, net	12,119,745	12,123,304	12,063,304	11,993,304	11,918,304	11,833,304	11,733,304	11,628,304
Capital Lease Obligation	-	3,697,390	3,715,076	3,710,508	3,690,427	3,662,677	3,626,647	3,581,689
Total Liabilities	16,721,842	20,488,178	20,452,100	20,396,029	20,313,307	20,213,245	20,090,323	19,953,809
Equity	(3,242,709)	(3,264,506)	(3,005,057)	(2,907,393)	(2,696,806)	(2,435,558)	(2,084,278)	(1,691,915)
Total Liabilities And Equity	\$ 13,479,133	\$ 17,223,672	\$ 17,447,043	\$ 17,488,636	\$ 17,616,501	\$ 17,777,687	\$ 18,006,045	\$ 18,261,894

Discovery Charter School ("DCS")

2025 School Year

Cash Flow Statement	Audited Jun-23	Audited Jun-24	Forecast Jun-25	Forecast Jun-26	Forecast Jun-27	Forecast Jun-28	Forecast Jun-29	Forecast Jun-30
Operating Activities								
Net Change	\$(2,236,619)	\$ (21,797)	\$ 259,448	\$ 97,665	\$ 210,587	\$ 261,248	\$ 351,280	\$ 392,363
Dep & Amort	343,274	429,670	465,447	481,378	488,439	495,711	503,202	510,918
Changes in Working Capital	519,458	(207,644)	(74,809)	(14,596)	(6,664)	(2,265)	(6,233)	(511)
Other	383,496	(153,894)	-	-	-	-	-	-
Net Cash from Operations	(990,391)	46,336	650,086	564,446	692,362	754,694	848,249	902,770
Investing Activities								
Capital Expenditures, net	(177,733)	(260,993)	(172,797)	(200,000)	(206,000)	(212,180)	(218,545)	(225,102)
Capital Lease - Right to Use	-	(3,748,414)	-	-	-	-	-	-
Net Cash from Investing	(177,733)	(4,009,407)	(172,797)	(200,000)	(206,000)	(212,180)	(218,545)	(225,102)
Financing Activities								
Capital Lease Obligation	(8,796,354)	3,697,390	17,686	(4,568)	(20,081)	(27,750)	(36,030)	(44,958)
Bond Debt, net	11,912,311	-	(60,000)	(70,000)	(75,000)	(85,000)	(100,000)	(105,000)
Net Cash from Financing	3,115,957	3,697,390	(42,314)	(74,568)	(95,081)	(112,750)	(136,030)	(149,958)
Net Change in Cash	1,947,833	(265,681)	434,975	289,878	391,280	429,764	493,674	527,711
Cash at Beginning of Period	491,179	2,439,011	2,173,331	2,608,305	2,898,183	3,289,464	3,719,227	4,212,901
Ending Cash Balance	\$2,439,011	\$2,173,331	\$2,608,305	\$2,898,183	\$3,289,464	\$3,719,227	\$4,212,901	\$4,740,612

Discovery Charter School ("DCS")
2024 School Year

Covenants	Audited Jun-24	Forecast Jun-25	Forecast Jun-26	Forecast Jun-27	Forecast Jun-28	Forecast Jun-29	Forecast Jun-30
Bond Covenants							
Debt Service Coverage Ratio	1.3 x	1.7 x	1.5 x	1.6 x	1.6 x	1.6 x	1.7 x
<i>Covenant Compliance</i>	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Liquidity Ratio	48 Days	68 Days	79 Days	94 Days	110 Days	128 Days	147 Days
<i>Covenant Compliance</i>	Yes	Yes	Yes	Yes	Yes	Yes	Yes
SPCSA FPRs							
1 Current Ratio	3.4 x	1.5 x	1.7 x	2.0 x	2.3 x	2.7 x	3.1 x
<i>Rating</i>	MS	MS	MS	MS	MS	MS	MS
2 Unrestricted Cash on Hand							
<i>A (without accounts receivables)</i>	29 Days	50 Days	61 Days	79 Days	98 Days	119 Days	141 Days
<i>Rating</i>	DNMS	MS	MS	MS	MS	MS	MS
<i>B (with accounts receivables)</i>	59 Days	82 Days	94 Days	112 Days	131 Days	153 Days	174 Days
<i>Rating</i>	DNMS	MS	MS	MS	MS	MS	MS
3 Enrollment	92.1%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
<i>Rating</i>	DNMS	MS	MS	MS	MS	MS	MS
5 Total Margin	\$ (21,799)	\$ 259,448	\$ 97,665	\$ 210,587	\$ 261,248	\$ 351,280	\$ 392,363
<i>Rating</i>	FFBS	DNMS	MS	MS	MS	MS	MS
6 Debt to Asset Ratio							
<i>A (includes all debts and assets)</i>	107.3%	105.6%	104.9%	103.6%	101.9%	99.7%	97.3%
<i>Rating</i>	FFBS>100%	FFBS>100%	FFBS>100%	FFBS>100%	FFBS>100%	DNMS	DNMS
<i>B (excludes capital leases)</i>	109%	102%	99%	96%	93%	89%	85%
<i>Rating</i>	FFBS>100%	FFBS>100%	FFBS>100%	FFBS>100%	FFBS>100%	DNMS	DNMS
7 Cash Flow							
<i>A (includes all cash)</i>	Neg Chg	Pos Chg	Neg Chg	Pos Chg	Pos Chg	Pos Chg	Pos Chg
<i>Rating</i>	DNMS	MS	MS	MS	MS	MS	MS
<i>B (excludes restricted cash)</i>	Neg Chg	Pos Chg	Neg Chg	Pos Chg	Pos Chg	Pos Chg	Pos Chg
<i>Rating</i>	FFBS	MS	MS	MS	MS	MS	MS
8 Coverage Ratio	1.4	1.6	1.5	1.6	1.6	1.7	1.7
<i>Rating</i>	MS>=1.1	MS>=1.1	MS>=1.1	MS>=1.1	MS>=1.1	MS>=1.1	MS>=1.1

UNREFUNDED BOND DEBT SERVICE

Discovery Redemption (#2)
June \$3.1M Redemption

Period Ending	Principal	Interest	Debt Service	Annual Debt Service
12/01/2023		407,934.38	407,934.38	
06/01/2024		407,934.38	407,934.38	815,868.76
12/01/2024		407,934.38	407,934.38	
06/01/2025	60,000	407,934.38	467,934.38	875,868.76
12/01/2025		405,909.38	405,909.38	
06/01/2026	70,000	405,909.38	475,909.38	881,818.76
12/01/2026		403,546.88	403,546.88	
06/01/2027	75,000	403,546.88	478,546.88	882,093.76
12/01/2027		401,015.63	401,015.63	
06/01/2028	85,000	401,015.63	486,015.63	887,031.26
12/01/2028		398,190.63	398,190.63	
06/01/2029	100,000	398,190.63	498,190.63	896,381.26
12/01/2029		394,940.63	394,940.63	
06/01/2030	105,000	394,940.63	499,940.63	894,881.26
12/01/2030		391,528.13	391,528.13	
06/01/2031	115,000	391,528.13	506,528.13	898,056.26
12/01/2031		387,790.63	387,790.63	
06/01/2032	120,000	387,790.63	507,790.63	895,581.26
12/01/2032		383,890.63	383,890.63	
06/01/2033	130,000	383,890.63	513,890.63	897,781.26
12/01/2033		379,665.63	379,665.63	
06/01/2034	140,000	379,665.63	519,665.63	899,331.26
12/01/2034		375,115.63	375,115.63	
06/01/2035	145,000	375,115.63	520,115.63	895,231.26
12/01/2035		370,403.13	370,403.13	
06/01/2036	155,000	370,403.13	525,403.13	895,806.26
12/01/2036		365,365.63	365,365.63	
06/01/2037	165,000	365,365.63	530,365.63	895,731.26
12/01/2037		360,003.13	360,003.13	
06/01/2038	180,000	360,003.13	540,003.13	900,006.26
12/01/2038		354,153.13	354,153.13	
06/01/2039	190,000	354,153.13	544,153.13	898,306.26
12/01/2039		347,978.13	347,978.13	
06/01/2040	205,000	347,978.13	552,978.13	900,956.26
12/01/2040		341,315.63	341,315.63	
06/01/2041	210,000	341,315.63	551,315.63	892,631.26
12/01/2041		334,490.63	334,490.63	
06/01/2042	230,000	334,490.63	564,490.63	898,981.26
12/01/2042		327,015.63	327,015.63	
06/01/2043	240,000	327,015.63	567,015.63	894,031.26
12/01/2043		319,215.63	319,215.63	
06/01/2044	250,000	319,215.63	569,215.63	888,431.26
12/01/2044		311,090.63	311,090.63	
06/01/2045	270,000	311,090.63	581,090.63	892,181.26
12/01/2045		302,315.63	302,315.63	
06/01/2046	285,000	302,315.63	587,315.63	889,631.26
12/01/2046		293,053.13	293,053.13	
06/01/2047	320,000	293,053.13	613,053.13	906,106.26
12/01/2047		282,653.13	282,653.13	
06/01/2048	335,000	282,653.13	617,653.13	900,306.26
12/01/2048		271,556.25	271,556.25	
06/01/2049	355,000	271,556.25	626,556.25	898,112.50
12/01/2049		259,796.88	259,796.88	
06/01/2050	385,000	259,796.88	644,796.88	904,593.76
12/01/2050		247,043.75	247,043.75	
06/01/2051	405,000	247,043.75	652,043.75	899,087.50
12/01/2051		233,628.13	233,628.13	
06/01/2052	415,000	233,628.13	648,628.13	882,256.26
12/01/2052		219,881.25	219,881.25	
06/01/2053	490,000	219,881.25	709,881.25	929,762.50
12/01/2053		203,343.75	203,343.75	
06/01/2054	515,000	203,343.75	718,343.75	921,687.50
12/01/2054		185,962.50	185,962.50	
06/01/2055	550,000	185,962.50	735,962.50	921,925.00
12/01/2055		167,400.00	167,400.00	
06/01/2056	585,000	167,400.00	752,400.00	919,800.00
12/01/2056		147,656.25	147,656.25	
06/01/2057	625,000	147,656.25	772,656.25	920,312.50
12/01/2057		126,562.50	126,562.50	
06/01/2058	665,000	126,562.50	791,562.50	918,125.00
12/01/2058		104,118.75	104,118.75	
06/01/2059	710,000	104,118.75	814,118.75	918,237.50
12/01/2059		80,156.25	80,156.25	
06/01/2060	750,000	80,156.25	830,156.25	910,312.50
12/01/2060		54,843.75	54,843.75	
06/01/2061	805,000	54,843.75	859,843.75	914,687.50
12/01/2061		27,675.00	27,675.00	
06/01/2062	820,000	27,675.00	847,675.00	875,350.00
	12,255,000	22,752,281.52	35,007,281.52	35,007,281.52

SUMMARY OF UNREFUNDED BONDS

Discovery Redemption (#2) June \$3.1M Redemption

Bond	Maturity Date	Interest Rate	Par Amount
2022 Bonds, 2022, TX:			
	06/01/2025	6.750%	60,000
	06/01/2026	6.750%	70,000
	06/01/2027	6.750%	75,000
	06/01/2028	6.750%	50,000
			255,000
2022 Bonds, 2022, TERM42:			
	06/01/2028	6.500%	35,000
	06/01/2029	6.500%	100,000
	06/01/2030	6.500%	105,000
	06/01/2031	6.500%	115,000
	06/01/2032	6.500%	120,000
	06/01/2033	6.500%	130,000
	06/01/2034	6.500%	140,000
	06/01/2035	6.500%	145,000
	06/01/2036	6.500%	155,000
	06/01/2037	6.500%	165,000
	06/01/2038	6.500%	180,000
	06/01/2039	6.500%	190,000
	06/01/2040	6.500%	205,000
	06/01/2041	6.500%	210,000
	06/01/2042	6.500%	230,000
			2,225,000
2022 Bonds, 2022, TERM47:			
	06/01/2043	6.500%	240,000
	06/01/2044	6.500%	250,000
	06/01/2045	6.500%	270,000
	06/01/2046	6.500%	285,000
	06/01/2047	6.500%	320,000
			1,365,000
2022 Bonds, 2022, TERM52:			
	06/01/2048	6.625%	335,000
	06/01/2049	6.625%	355,000
	06/01/2050	6.625%	385,000
	06/01/2051	6.625%	405,000
	06/01/2052	6.625%	415,000
			1,895,000
2022 Bonds, 2022, TERM62:			
	06/01/2053	6.750%	490,000
	06/01/2054	6.750%	515,000
	06/01/2055	6.750%	550,000
	06/01/2056	6.750%	585,000
	06/01/2057	6.750%	625,000
	06/01/2058	6.750%	665,000
	06/01/2059	6.750%	710,000
	06/01/2060	6.750%	750,000
	06/01/2061	6.750%	805,000
	06/01/2062	6.750%	820,000
			6,515,000
			12,255,000