

Agenda: Regular Meeting of the Board of Directors
Library / Atlanta Classical Academy
3260 Northside Drive Atlanta, GA 303 05
September 27, 2016

The Mission of Atlanta Classical Academy to develop graduates in mind and character through a classical, content-rich curriculum that emphasizes virtuous living, traditional learning, and civic responsibility.

The purpose of the Board of Directors is to ensure that the organization is executing its Mission and producing outcomes within parameters established by law, the Charter Agreement, and the Board's policies.

Special note: This is the first regular meeting of the board following our adoption of *Policy Governance*. The agenda is presented in a new format, and we will assuredly refine it over time. The Chairman has included items placeholders to give members an opportunity to become more familiar with activities required of the board in *Policy Governance*.

I. CALL TO ORDER / PLEDGE OF ALLEGIANCE / ATLANTA CLASSICAL ACADEMY PLEDGE: Board Chairman Matthew Kirby. I will learn the true. I will do the good. I will love the beautiful.

II. ATTENDANCE: Assurance of quorum and recognition of attendance deficiencies.

III. MINUTES: Adoption of the minutes of the August 18, 2016 regular meeting and of the minutes of special (training) meetings of August 22, 23, 24, and 27, 2016 which are codified in a single document.

IV. COMMUNITY COMMENTS: Parents and members of the community are invited to make comments to the Board during this section of the meeting. If you wish to address the Board, please sign up before the meeting. You may address the Board for up to two (2) minutes, and the time limit will be enforced. Comments should not reference individual personalities or other private matters. If you wish to discuss these, please refer to the Board's grievance policy. The Board and/or Administration will address written concerns in a timely manner.

V. PROFESSIONAL GUESTS: The board will receive reports from Martha Greenway and Patty Foglesong (Greenway Strategy Management) and auditor Karen Grosvenor, CPA (Brooks McGinnis & Company LLC).

VI. GOVERNANCE PROCESS: Board work and decisions to be addressed here.

The motion is to receive the FY16 audit presented to the board by Brooks McGinnis & Company LLC.

VII. MONITORING INFORMATION: Board members individually affirm whether monitoring reports distributed since the last meeting demonstrate that a reasonable interpretation of polices being monitored has been fulfilled. The board has not directed the Principal to make specific monitoring reports at this meeting. The Principal has provided a 'dashboard' and he has reported on changes of employment.

The Chairman will move to schedule a series of special working meetings for the purpose of refining the monitoring calendar for the remainder of the year. Consultant Dr. Carpenter would join the group by telephone. School leaders would be encouraged to attend.

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The Chairman will move to direct the Principal to present at the October regular meeting monitoring reports related to EL #2.b. and below, responding directly to concerns raised in a certain letter from an employee.

VIII. ENDS: At future meetings, monitoring reports or other board activity related to Ends will appear here.

IX. CONSENT AGENDA: Here the board will address matters explicitly required by authorizers.

X. NEXT MEETING: Consultant Dr. Brian Carpenter will attend.

XI. REHEARSAL: The scenario for discussion and policy-based resolution this meeting will be presented by _____. Discussion will be led by _____. At future meetings, a board member will present a scenario, and another will interpret board action towards the matter through the lens of the board's policies.

XII. SELF-EVALUATION: _____ will compare this meeting with GPP _____.

XIII. EXECUTIVE SESSION:

The motion is to enter executive session in accordance with O.C.G.A. § 50-14-3.b.2, to discuss or deliberate upon the appointment, employment, compensation, hiring, disciplinary action or dismissal, or periodic evaluation or rating of a public officer or employee.

XIV. ADJOURNMENT



ATLANTA
CLASSICAL ACADEMY

Atlanta Classical Academy
3260 Northside Drive NW
Atlanta, GA 30305
Phone: 404.369.3500

T.O. Moore
Principal
tmoore@atlantaclassical.org

Employee Report

Executive Summary

Since the last board meeting, we have added one employee: Mrs. Ash, who is joining Student Services and is certified in ESOL.

Please see below for current employee roster.

Employee Roster

Administration:

Dr. Moore	principal
Colonel Lambert	assistant principal

Staff:

Mr. Tidwell	business manager
Mr. Richter	IT director
Mrs. Carlson	registrar
Mrs. Thompson	receptionist
Mrs. West	secretary
Mrs. Eagleson	resource room director
Mr. Neitzel	facilities manager
Ms. Evans	compliance/testing consultant
Mrs. Holland	school nurse
Mrs. Welcher	special events director
Mrs. Ramirez	cafeteria manager
Mrs. Davis	development director
Mrs. Busse	business office assistant

Faculty:

Mrs. Hobart	kindergarten
Miss O'Rourke	kindergarten
Mrs. Adams	kindergarten
Mrs. Wallach	first grade
Miss Stoldt	first grade
Ms. Washburn	first grade
Mrs. Swartz	second grade (née Slingo)
Miss Ham	second grade
Mrs. Boyd	third grade
Mrs. Andrew	third grade
Miss MacPhee	fourth grade
Miss Cousino	fourth grade
Miss Flynn	fifth grade
Mr. Holt	fifth grade
Mr. Schulte	sixth grade
Ms. Lancaster-Thomas	sixth grade
Mr. Franklin	music
Mr. Henriques	music
Miss Adams	art
Mrs. Post	art
Ms. Rey	Spanish
Mrs. Rigby	Spanish
Miss Martin	P.E.
Mr. Dunlap	P.E./A.D.
Mr. Schepps	literature
Ms. Marcellino	literature/comp./college advising
Mr. Andrew	literature
Mr. Schreck	literature and math
Mr. Gwak	mathematics
Mr. Han (H.K.)	mathematics
Mrs. Huff	upper and elementary science
Mr. Go	science
Mr. Haiju	science and math
Mr. Nugent	history
Dr. Pettus	history, Latin
Dr. Roth	Latin
Mr. Hawkins	Latin
Mrs. Cousar	elementary science
Mrs. Edwards	upper-elementary English
Mrs. Phillips	elementary T.A.
Mrs. Halliburton	elementary T.A.
Miss Shuler	student services director
Mr. Han	ESOL coordinator

Miss Ahn	SST/student services
Mr. Wallach	student services/P.E.
Mrs. Dye	student services
Mrs. Messiah	student services
Mrs. Munford	student services (part-time)
Mr. Stephens	student services (part-time)
Mrs. Ash	ESOL and student services

Part-Time Staff

Mrs. Conway	lunch monitor
Mrs. Robbins	office support

T. O. Moore

Virtus, Scientia, Felicitas

	8/31/16 Actual Month	8/31/16 Actual YTD	Annual Budget	Budget Remaining	% of Budget Spent
Revenues					
Governmental Grants	-	-			
Local Funding	561,984	564,877	5,671,002	5,106,125	
Contributions - General	102,258	168,179	1,100,000	931,821	
Miscellaneous Revenue	6,177	10,394	124,620	114,226	
Total Revenues	670,419	743,450	6,895,622	6,152,172	
Expenses					
Instruction	252,192	455,757	3,231,765	2,776,008	14%
Pupil Services	12,787	23,978	156,845	132,867	15%
Professional Development	9,321	34,321	62,000	27,679	55%
Education Media Services	1,984	1,984	12,800	10,816	15%
School Administration	99,371	190,664	1,299,131	1,108,467	15%
Support Services - Business	14,716	21,046	70,800	49,755	30%
Development	262	1,128	161,000	159,872	1%
Maintenance and Operation of Plant	47,373	95,856	559,421	463,565	17%
Student Transportation Services	3,080	3,080	61,000	57,920	5%
Food Service Operation	2,162	2,162	40,000	37,838	5%
Total Expenses	443,248	829,975	5,654,762	4,824,787	15%
Capital Outlay					
Capital Assets	28,267	884,685	992,692	108,007	89%
Long Term Loans	4,830	10,232	104,583	94,351	10%
Equipment, Furniture & Fixtures	13,093	19,628	85,000	65,372	23%
Other Assets	-	-	-	-	
Total Capital Outlay	46,190	914,545	1,182,275	267,730	77%
Total Expenditures	489,438	1,744,520	6,837,037		
Excess of Revenues Over Expenditures	180,981	(1,001,070)	58,585		

	Beginning	Ending	Change
Wells Fargo (Operations)	\$ -	\$ -	
Wells Fargo (Petty)	\$ -	\$ -	
Wells Fargo (Savings)	\$ -	\$ -	
Atlantic Capital (Reserve)	\$ 1,172,781.41	\$ 851,872.12	
Atlantic Capital (Operations)	\$ 234,693.15	\$ 290,102.19	
Atlantic Capital (Petty)	\$ 2,117.31	\$ 1,145.05	
	\$ 1,409,591.87	\$ 1,143,119.36	-\$ 266,472.51

Atlanta Classical Academy

STATEMENT OF ACTIVITY

August 2016

	TOTAL
REVENUE	
Contributions - General	
4600 Capital Contributions	102,258.18
Total Contributions - General	102,258.18
Local Funding	
4025 Educational Prog. Revenue-FTE Funding	561,984.00
Total Local Funding	561,984.00
Miscellaneous Revenue	
4220 After School Fees	225.00
4230 Uniform Sales	1,162.96
4240 Athletic Fees	760.00
4700 Miscellaneous Income	3,380.00
4800 Interest Income	138.67
7150 Book Sales	510.25
Total Miscellaneous Revenue	6,176.88
Total Revenue	\$670,419.06
GROSS PROFIT	\$670,419.06
EXPENDITURES	
Development	
6415 Development-Development Supplies and Materials	20.99
6950 Capital Campaign Expenses-Program Management	241.10
Total Development	262.09
Educational Media Services	
6017 Books and Classroom Materials-Library/Media Center	1,983.97
Total Educational Media Services	1,983.97
Food Service Operation	
5325 Food Service Contact	2,162.40
Total Food Service Operation	2,162.40
Instruction	
Classroom Materials	
6005 Books and Classroom Materials-4th	501.00
6009 Books and Classroom Materials-Spanish Supplies	171.46
6011 Books and Classroom Materials-Art Supplies	2,174.75
6012 Books and Classroom Materials-Music Supplies	285.49
6025 Books and Classroom Materials-Books & Materials	3,282.94
6051 Books and Classroom Materials-Math	12,486.00
6052 Books and Classroom Materials-History	332.80
6053 Books and Classroom Materials-Science	2,371.74
6054 Books and Classroom Materials-English	4,363.16
6160 Classroom Supplies	2,813.84
6176 Classroom Computers	38.00
6177 Classroom Furniture	224.96

	TOTAL
Total Classroom Materials	29,046.14
Field Trips	
6032 Field Trips-1st	1,378.00
6033 Field Trips-2nd	150.00
Total Field Trips	1,528.00
Instruction Other	
6171 Classroom Equipment Rent/Lease (Piano)	80.00
Total Instruction Other	80.00
Instruction-Faculty Salaries & Benefits	
5005 Employee Salaries-Faculty	136,692.96
5105.2 Benefits-Payroll Taxes Fac	26,649.50
5105.3 Benefits-Payroll Taxes ER for Fac	4,637.82
5125.1 Benefits-Health Insurance Fac	18,186.04
5130.2 Benefits-TRS Fac	10,028.08
5130.3 Benefits-TRS ER for Fac	23,851.37
5205 1099 Salaries-Substitutes	495.00
6161.1 Insurance-Short Term Disability Fac	570.75
6162.1 Insurance-Long Term Disability Fac	281.47
6168.1 Insurance-Vol. Life Fac	112.12
Total Instruction-Faculty Salaries & Benefits	221,505.11
Total Instruction	252,159.25
Maintenance and Operation of Plant	
Insurance - General	
6164 Insurance-P&C/Liability Insurance	4,702.00
Total Insurance - General	4,702.00
Janitorial	
5315 Janitorial Service Contractor	7,600.00
Total Janitorial	7,600.00
Landscape	
6120 Landscape Maintenance	900.00
Total Landscape	900.00
Mortgage Interest	
6250 Mortgage Interest	20,062.15
Total Mortgage Interest	20,062.15
Repairs & Maintenance	
6111 Repairs & Maintenance-Outdoor R and M	771.51
6112 Repairs & Maintenance-Building Repairs	1,917.95
6114 Repairs & Maintenance-Building Security	1,808.74
Total Repairs & Maintenance	4,498.20
Utilities	
6121 Utilities-Electric	7,250.34
6122 Utilities-Water	194.42
6123 Utilities-Gas	244.78
6124 Utilities-Trash Removal	629.45
6150 Telephone and Internet	1,001.82
6600 Pest Control	290.00
Total Utilities	9,610.81
Total Maintenance and Operation of Plant	47,373.16

	TOTAL
Professional Development	
6315 Professional Development-SPED	7,849.00
6320 Professional Development-Administrative	50.00
6330 Professional Development-Conference Travel	1,422.10
Total Professional Development	9,321.10
Pupil Services	
Athletics	
6700 Athletics	7,530.50
Total Athletics	7,530.50
Pupil Services Other	
6015 Books and Classroom Materials-Special Needs Supplies	75.98
6159 Office Supplies-First Aid/Nurse	4,205.09
Total Pupil Services Other	4,281.07
Uniforms	
6550 Uniforms	1,044.94
Total Uniforms	1,044.94
Total Pupil Services	12,856.51
School Administration	
IT	
6118 Repairs & Maintenance-Technology Repairs & Maint	557.50
6170 Office Equipment Rent/Lease (Copiers)	1,683.28
6175 Computer Equipment and Databases	124.82
Total IT	2,365.60
Office Supplies	
6153 Breakfast & Lunch Supplies	39.98
6156 Office Supplies-General Office Supplies	4,866.55
6157 Office Supplies-Computer Software & Supplies	1,068.72
6178 Office Furniture	279.98
Total Office Supplies	6,255.23
School Admin - Salaries & Benefits	
5030 Employee Salaries-Administrative Staff	49,702.08
5105 Benefits-Payroll Taxes Admin	12,018.72
5105.1 Benefits-Payroll Taxes ER for Admin	1,973.67
5125 Benefits-Health Insurance Admin	5,453.46
5130 Benefits-TRS Admin	3,825.50
5130.1 Benefits-TRS ER for Admin	9,097.06
5220 1099 Salaries-Contract Labor	2,559.00
6162 Insurance-Long Term Disability Admin	7.27
6168 Insurance-Vol. Life Admin	25.22
Total School Admin - Salaries & Benefits	84,661.98
School Admin Other	
6182 Administrative Expenses-Records/Background check	604.25
9005 PTCA/Special Events	5,516.72
Total School Admin Other	6,120.97
Total School Administration	99,403.78
Student Transportation Services	
5320 Transportation Services	3,079.60
Total Student Transportation Services	3,079.60

	TOTAL
Support Services - Business	
Legal & Professional	
5300 Legal & Professional Fees	326.40
5305 Legal & Professional Fees-Audit	7,000.00
Total Legal & Professional	7,326.40
Support Services - Business Other	
5350 Solid Waste for Lease	4,486.44
5400 Advertising/Marketing	495.00
5500 Bank Charges	15.66
5550 Broker Commissions & Fees	159.88
6172 Equipment Rent/Lease-Office Computers	558.36
6200 Postage and Delivery	17.00
6215 Licenses and Permits-ACA	1,029.18
6230 Payroll Service Fees	628.28
Total Support Services - Business Other	7,389.80
Total Support Services - Business	14,716.20
Total Expenditures	\$443,318.06
NET OPERATING REVENUE	\$227,101.00
NET REVENUE	\$227,101.00

Atlanta Classical Academy

STATEMENT OF ACTIVITY

July - August, 2016

	TOTAL
REVENUE	
Contributions - General	
4600 Capital Contributions	168,178.76
Total Contributions - General	168,178.76
Local Funding	
4025 Educational Prog. Revenue-FTE Funding	564,877.00
Total Local Funding	564,877.00
Miscellaneous Revenue	
4220 After School Fees	2,745.00
4230 Uniform Sales	1,177.96
4240 Athletic Fees	905.28
4700 Miscellaneous Income	3,380.00
4800 Interest Income	327.49
7100 ACA Activities	1,306.00
7150 Book Sales	552.25
Total Miscellaneous Revenue	10,393.98
Total Revenue	\$743,449.74
GROSS PROFIT	\$743,449.74
EXPENDITURES	
Development	
6415 Development-Development Supplies and Materials	799.99
6950 Capital Campaign Expenses-Program Management	327.53
Total Development	1,127.52
Educational Media Services	
6017 Books and Classroom Materials-Library/Media Center	1,983.97
Total Educational Media Services	1,983.97
Food Service Operation	
5325 Food Service Contact	2,162.40
Total Food Service Operation	2,162.40
Instruction	
Classroom Materials	
6005 Books and Classroom Materials-4th	501.00
6009 Books and Classroom Materials-Spanish Supplies	171.46
6011 Books and Classroom Materials-Art Supplies	2,174.75
6012 Books and Classroom Materials-Music Supplies	285.49
6025 Books and Classroom Materials-Books & Materials	5,780.28
6051 Books and Classroom Materials-Math	12,486.00
6052 Books and Classroom Materials-History	332.80
6053 Books and Classroom Materials-Science	12,327.78
6054 Books and Classroom Materials-English	4,363.16
6160 Classroom Supplies	3,551.82
6176 Classroom Computers	38.00
6177 Classroom Furniture	897.25

	TOTAL
Total Classroom Materials	42,909.79
Field Trips	
6032 Field Trips-1st	1,378.00
6033 Field Trips-2nd	150.00
Total Field Trips	1,528.00
Instruction Other	
6171 Classroom Equipment Rent/Lease (Piano)	160.00
Total Instruction Other	160.00
Instruction-Faculty Salaries & Benefits	
5005 Employee Salaries-Faculty	247,292.16
5105.2 Benefits-Payroll Taxes Fac	47,831.61
5105.3 Benefits-Payroll Taxes ER for Fac	6,755.82
5125.1 Benefits-Health Insurance Fac	39,089.08
5130.2 Benefits-TRS Fac	18,565.09
5130.3 Benefits-TRS ER for Fac	44,155.23
5205 1099 Salaries-Substitutes	3,470.00
6161.1 Insurance-Short Term Disability Fac	1,079.33
6162.1 Insurance-Long Term Disability Fac	560.47
6163.1 Insurance-Life Fac	110.46
6166.1 Insurance-Dental Fac	1,676.88
6167.1 Insurance-Vision Fac	299.99
6168.1 Insurance-Vol. Life Fac	240.69
Total Instruction-Faculty Salaries & Benefits	411,126.81
Total Instruction	455,724.60
Maintenance and Operation of Plant	
Insurance - General	
6164 Insurance-P&C/Liability Insurance	15,062.93
Total Insurance - General	15,062.93
Janitorial	
5315 Janitorial Service Contractor	16,443.75
Total Janitorial	16,443.75
Landscape	
6120 Landscape Maintenance	900.00
Total Landscape	900.00
Mortgage Interest	
6250 Mortgage Interest	38,949.65
Total Mortgage Interest	38,949.65
Repairs & Maintenance	
6111 Repairs & Maintenance-Outdoor R and M	771.51
6112 Repairs & Maintenance-Building Repairs	6,350.12
6114 Repairs & Maintenance-Building Security	1,843.69
Total Repairs & Maintenance	8,965.32
Utilities	
6121 Utilities-Electric	11,593.84
6122 Utilities-Water	282.46
6123 Utilities-Gas	492.08
6124 Utilities-Trash Removal	1,258.90
6150 Telephone and Internet	1,397.21

	TOTAL
6600 Pest Control	510.00
Total Utilities	15,534.49
Total Maintenance and Operation of Plant	95,856.14
Professional Development	
6315 Professional Development-SPED	7,849.00
6320 Professional Development-Administrative	50.00
6322 Professional Development-Board	25,000.00
6330 Professional Development-Conference Travel	1,422.10
Total Professional Development	34,321.10
Pupil Services	
Athletics	
6700 Athletics	15,564.19
Total Athletics	15,564.19
Pupil Services Other	
6015 Books and Classroom Materials-Special Needs Supplies	75.98
6020 Books and Classroom Materials-Instructional Technology	1,445.00
6022 Books and Classroom Materials-Clubs(Sci, Math, etc)	180.00
6159 Office Supplies-First Aid/Nurse	5,582.52
Total Pupil Services Other	7,283.50
Uniforms	
6550 Uniforms	1,199.89
Total Uniforms	1,199.89
Total Pupil Services	24,047.58
School Administration	
IT	
6118 Repairs & Maintenance-Technology Repairs & Maint	707.50
6170 Office Equipment Rent/Lease (Copiers)	5,011.07
6175 Computer Equipment and Databases	141.62
Total IT	5,860.19
Office Supplies	
6153 Breakfast & Lunch Supplies	39.98
6156 Office Supplies-General Office Supplies	8,378.65
6157 Office Supplies-Computer Software & Supplies	1,434.68
6178 Office Furniture	952.27
Total Office Supplies	10,805.58
School Admin - Salaries & Benefits	
5030 Employee Salaries-Administrative Staff	99,602.50
5105 Benefits-Payroll Taxes Admin	24,693.80
5105.1 Benefits-Payroll Taxes ER for Admin	3,243.37
5125 Benefits-Health Insurance Admin	10,600.73
5130 Benefits-TRS Admin	7,660.97
5130.1 Benefits-TRS ER for Admin	18,219.09
5220 1099 Salaries-Contract Labor	2,904.00
6161 Insurance-Short Term Disability Admin	172.16
6162 Insurance-Long Term Disability Admin	107.98
6163 Insurance-Life Admin	34.19
6166 Insurance-Dental Admin	510.80
6167 Insurance-Vision Admin	104.62

	TOTAL
6168 Insurance-Vol. Life Admin	55.50
Total School Admin - Salaries & Benefits	167,909.71
School Admin Other	
6182 Administrative Expenses-Records/Background check	604.25
9005 PTCA/Special Events	5,516.72
Total School Admin Other	6,120.97
Total School Administration	190,696.45
Student Transportation Services	
5320 Transportation Services	3,079.60
Total Student Transportation Services	3,079.60
Support Services - Business	
Legal & Professional	
5300 Legal & Professional Fees	751.40
5305 Legal & Professional Fees-Audit	10,600.00
Total Legal & Professional	11,351.40
Support Services - Business Other	
5350 Solid Waste for Lease	4,486.44
5400 Advertising/Marketing	495.00
5500 Bank Charges	31.69
5550 Broker Commissions & Fees	712.47
6172 Equipment Rent/Lease-Office Computers	1,116.72
6200 Postage and Delivery	64.56
6215 Licenses and Permits-ACA	1,769.18
6230 Payroll Service Fees	1,018.04
Total Support Services - Business Other	9,694.10
Total Support Services - Business	21,045.50
Total Expenditures	\$830,044.86
NET OPERATING REVENUE	\$ -86,595.12
NET REVENUE	\$ -86,595.12

Atlanta Classical Academy

STATEMENT OF FINANCIAL POSITION

As of August 31, 2016

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
Cash & Cash Equivalents	
1000 Wells Fargo (Operations)	0.00
1010 Old/Closed Checking Account	0.00
1100 Petty Cash	0.00
1150 WF (Money Market)	0.00
1225 ACB (Reserve)	851,872.12
1250 ACB (Operating)	290,102.19
1260 ACB (Petty Cash)	1,145.05
1275 ACB (NECH)	0.00
Total Cash & Cash Equivalents	1,143,119.36
Total Bank Accounts	\$1,143,119.36
Other current assets	
Other Current Assets	
1700 Inventory for Resale	0.00
Total Other Current Assets	0.00
Total Other current assets	\$0.00
Total Current Assets	\$1,143,119.36
Fixed Assets	
Accumulated Depreciation	
1510 Accumulated Depreciation	-50,344.15
Total Accumulated Depreciation	-50,344.15
Capital Assets	
1301 Land	2,298,906.50
1305 Buildings	6,222,902.07
1306 Building Improvements	168,760.73
1401 Construction in Progress	1,514,893.57
Total Capital Assets	10,205,462.87
Equipment, Furniture & Fixtures	
1501 Purchased Furniture	296,143.66
1502 Equipment	218,922.38
1503 Computer Equipment	143,656.10
1504 Signage	13,893.00
1520 Equipment Under Capital Lease	17,838.99
Total Equipment, Furniture & Fixtures	690,454.13
Leasehold Improvements	
1500 Leasehold Improvements	0.00
1500.1 Leasehold Improvements GR	0.00
Total Leasehold Improvements	0.00
Total Fixed Assets	\$10,845,572.85

	TOTAL
Other Assets	
Other Assets	
1850 Security Deposits	0.00
Total Other Assets	0.00
Total Other Assets	\$0.00
TOTAL ASSETS	\$11,988,692.21
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	-212.67
2001 Accounts Payable	252,708.03
Total Accounts Payable	252,495.36
Total Accounts Payable	\$252,495.36
Other Current Liabilities	
2135 Deferred Revenue	18,725.00
Pension Contribution	
1900 Deferred Outflows of Resources	-252,042.32
5131 Benefits TRS ER	252,042.32
Total Pension Contribution	0.00
Total Other Current Liabilities	\$18,725.00
Total Current Liabilities	\$271,220.36
Long-Term Liabilities	
Long Term Liabilities	
2200 Loans Payable-Long Term	12,763.43
2201 Notes Payable ACB	7,225,000.00
2205-Modular Loan	319,767.55
Total Long Term Liabilities	7,557,530.98
Total Long-Term Liabilities	\$7,557,530.98
Total Liabilities	\$7,828,751.34
Equity	
3000 Opening Balance Equity	38,361.60
3900 Retained Earnings	4,208,104.39
Net Revenue	-86,525.12
Total Equity	\$4,159,940.87
TOTAL LIABILITIES AND EQUITY	\$11,988,692.21

Atlanta Classical Academy

STATEMENT OF CASH FLOWS

August 2016

	TOTAL
OPERATING ACTIVITIES	
Net Revenue	227,171.00
Adjustments to reconcile Net Revenue to Net Cash provided by operations:	
Accounts Payable:2001 Accounts Payable	-447,953.56
2135 Deferred Revenue	500.00
Total Adjustments to reconcile Net Revenue to Net Cash provided by operations:	-447,453.56
Net cash provided by operating activities	\$ -220,282.56
INVESTING ACTIVITIES	
Capital Assets:1401 Construction in Progress	-28,267.45
Equipment, Furniture & Fixtures:1502 Equipment	-3,868.56
Equipment, Furniture & Fixtures:1503 Computer Equipment	-9,224.00
Net cash provided by investing activities	\$ -41,360.01
FINANCING ACTIVITIES	
Long Term Liabilities:2205-Modular Loan	-4,829.94
Net cash provided by financing activities	\$ -4,829.94
NET CASH INCREASE FOR PERIOD	\$ -266,472.51
CASH AT BEGINNING OF PERIOD	1,409,591.87
CASH AT END OF PERIOD	\$1,143,119.36



September 7, 2016

To The Board of Directors of
Northside Education, Inc.
d/b/a Atlanta Classical Academy:

We have audited the financial statements of the governmental activities and the major fund of Northside Education, Inc. d/b/a Atlanta Classical Academy (the School) for the year ended June 30, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated March 17, 2016. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspect of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the School are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2016. We noted no transactions entered into by the School during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- Management's estimates of the capital asset lives and methods used to calculate depreciation expense.
- Management's estimates of the allocation percentages used to allocate costs among functional expenses.

We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Significant Audit Findings – Continued

Qualitative Aspect of Accounting Practices – Continued

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

- The disclosure of capital assets in Note 5 to the financial statements.
- The disclosure of long-term debt and obligations in Note 6 to the financial statements.
- The disclosure of retirement benefits in Note 9 to the financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered with Management in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following material misstatements detected as a result of audit procedures were corrected by management. These misstatements were for manual cash to accrual conversions and reclassifications, in order for the external presentation to be in accordance with accounting principles generally accepted in the United States of America.

- Depreciation expense of \$184,768 was recorded.
- Construction in progress and the related construction payable in the amount of \$362,297 was recorded.
- Entries related to pensions were recorded as follows: net pension liability of \$2,763,005 was recorded; deferred inflows of resources related to pensions of \$257,364 were recorded; and an increase in the deferred outflows of resources related to pensions of \$2,584,535 was recorded.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

The Board of Directors of
Northside Education, Inc.
d/b/a Atlanta Classical Academy
September 7, 2016
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Significant Audit Findings – Continued

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 7, 2016.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the School’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the School’s auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

We issued a Report to the Board of Directors and Management date September 7, 2016. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

Other Matters

We applied certain limited procedures to management’s discussion and analysis, budgetary comparison information, and schedules of proportionate share of the net pension liability and contributions to Teachers Retirement System of Georgia, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

The Board of Directors of
Northside Education, Inc.
d/b/a Atlanta Classical Academy
September 7, 2016
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Significant Audit Findings – Continued

Other Matters – Continued

We were engaged to report on the schedule of state revenue which accompanies the financial statements but is not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Directors and management of the School and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,