

BRONX CHARTER SCHOOL FOR BETTER LEARNING

BRONX, NEW YORK

AUDITED FINANCIAL STATEMENTS

OTHER FINANCIAL INFORMATION

AND

INDEPENDENT AUDITOR'S REPORTS

JUNE 30, 2017

(With Comparative Totals for 2016)



MENGEL METZGER BARR & CO. LLP

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Bronx Charter School for Better Learning

Report on the Financial Statements

We have audited the accompanying financial statements of Bronx Charter School for Better Learning, which comprise the statement of financial position as of June 30, 2017, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bronx Charter School for Better Learning as of June 30, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Bronx Charter School for Better Learning's June 30, 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 25, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Report Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our reported dated October 20, 2017 on our consideration of Bronx Charter School for Better Learning'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 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 Bronx Charter School for Better Learning's internal control over other financial reporting and compliance.

Mengel, Metzger, Barw & Co. LLP

Rochester, New York
October 20, 2017

BRONX CHARTER SCHOOL FOR BETTER LEARNING

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2017

(With Comparative Totals for 2016)

<u>ASSETS</u>	<u>June 30,</u>	
	<u>2017</u>	<u>2016</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 626,255	\$ 828,992
Certificates of deposit	1,032,378	1,031,731
Accounts receivable	425,169	140,195
Grants and contracts receivables	748,090	499,765
Prepaid expenses and other current assets	<u>15,100</u>	<u>15,917</u>
TOTAL CURRENT ASSETS	2,846,992	2,516,600
<u>PROPERTY AND EQUIPMENT</u> , net	462,185	162,252
<u>OTHER ASSET</u> - escrow account	<u>155,770</u>	<u>154,539</u>
TOTAL ASSETS	<u>\$ 3,464,947</u>	<u>\$ 2,833,391</u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts payable and accrued expenses	\$ 173,383	\$ 279,608
Accrued payroll and benefits	953,928	811,707
Deferred revenue	<u>13,769</u>	<u>46,217</u>
TOTAL CURRENT LIABILITIES	1,141,080	1,137,532
 <u>NET ASSETS</u>		
Unrestricted	2,319,468	1,650,409
Temporarily restricted	<u>4,399</u>	<u>45,450</u>
TOTAL NET ASSETS	<u>2,323,867</u>	<u>1,695,859</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,464,947</u>	<u>\$ 2,833,391</u>

The accompanying notes are an integral part of the financial statements.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

	Year ended June 30,			2016
	2017		Total	
	Unrestricted	Temporarily restricted		
Revenue, gains, and other support:				
Public school district				
Resident student enrollment	\$ 9,740,564	\$ -	\$ 9,740,564	\$ 8,085,443
Students with disabilities	633,773	-	633,773	569,950
Grants and contracts				
State and local	231,767	-	231,767	469,160
Federal - Title and IDEA	369,057	-	369,057	336,885
Federal - other	587,758	-	587,758	153,733
TOTAL REVENUE, GAINS AND OTHER SUPPORT	11,562,919	-	11,562,919	9,615,171
Expenses:				
Program services:				
Regular education	8,714,725	-	8,714,725	7,560,254
Special education	1,441,513	-	1,441,513	1,097,232
Total program services	10,156,238	-	10,156,238	8,657,486
Management and general	778,960	-	778,960	878,898
Fundraising and special events	194,868	-	194,868	214,663
TOTAL OPERATING EXPENSES	11,130,066	-	11,130,066	9,751,047
SURPLUS / (DEFICIT) FROM SCHOOL OPERATIONS	432,853	-	432,853	(135,876)
Support and other revenue:				
Contributions				
Foundations	83,555	-	83,555	51,517
Individuals	44,713	-	44,713	86,269
Fundraising	59,634	-	59,634	62,160
Interest income	2,337	-	2,337	2,913
Miscellaneous income	4,916	-	4,916	400
Net assets released from restriction	41,051	(41,051)	-	-
TOTAL SUPPORT AND OTHER REVENUE	236,206	(41,051)	195,155	203,259
CHANGE IN NET ASSETS	669,059	(41,051)	628,008	67,383
Net assets at beginning of year	1,650,409	45,450	1,695,859	1,628,476
NET ASSETS AT END OF YEAR	\$ 2,319,468	\$ 4,399	\$ 2,323,867	\$ 1,695,859

The accompanying notes are an integral part of the financial statements.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2017
 (With Comparative Totals for 2016)

	No. of Positions	Year ended June 30,						2016	
		2017			2017			Total	Total
		Regular Education	Special Education	Sub-total	Management and general	Fundraising and special events	Sub-total		
Personnel services costs:									
Administrative staff personnel	4	\$ 38,910	\$ 19,453	\$ 58,363	\$ 322,934	\$ 91,781	\$ 414,715	\$ 473,078	\$ 401,994
Instructional personnel	104	5,049,540	882,371	5,931,911	-	-	-	5,931,911	4,989,789
Non-instructional personnel	16	770,116	110,511	880,627	137,775	10,283	148,058	1,028,685	838,412
Total personnel services costs	124	5,858,566	1,012,335	6,870,901	460,709	102,064	562,773	7,433,674	6,230,195
Fringe benefits and payroll taxes		1,379,270	234,056	1,613,326	104,101	22,742	126,843	1,740,169	1,583,974
Retirement		148,900	25,300	174,200	11,270	2,465	13,735	187,935	127,255
Legal service		-	-	-	-	-	-	-	5,933
Accounting / audit services		-	-	-	28,315	-	28,315	28,315	28,598
Other purchased / professional / consulting services		389,085	45,148	434,233	116,128	23,571	139,699	573,932	559,108
Repairs and maintenance		92,681	15,615	108,296	6,880	1,494	8,374	116,670	122,175
Insurance		55,485	9,468	64,953	4,241	931	5,172	70,125	52,508
Utilities		88,296	15,471	103,767	7,162	1,603	8,765	112,532	114,584
Supplies and materials		233,730	30,061	263,791	9,856	2,356	12,212	276,003	297,139
Non-capitalized equipment/furnishings		5,525	1,156	6,681	639	157	796	7,477	142,109
Staff development		77,769	13,082	90,851	5,752	1,248	7,000	97,851	83,208
Marketing and recruitment		9,611	1,501	11,112	647	161	808	11,920	12,661
Technology		35,283	3,524	38,807	1,464	306	1,770	40,577	34,050
Food service		17,703	3,138	20,841	1,472	332	1,804	22,645	24,303
Student services		44,902	3,612	48,514	-	-	-	48,514	47,521
Office expense		68,514	11,497	80,011	5,038	1,090	6,128	86,139	94,886
Depreciation		111,458	12,539	123,997	11,145	4,180	15,325	139,322	126,917
Other		97,947	4,010	101,957	4,141	30,168	34,309	136,266	63,923
		<u>\$ 8,714,725</u>	<u>\$ 1,441,513</u>	<u>\$ 10,156,238</u>	<u>\$ 778,960</u>	<u>\$ 194,868</u>	<u>\$ 973,828</u>	<u>\$ 11,130,066</u>	<u>\$ 9,751,047</u>

The accompanying notes are an integral part of the financial statements.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

	Year ended June 30,	
	<u>2017</u>	<u>2016</u>
<u>CASH FLOWS - OPERATING ACTIVITIES</u>		
Change in net assets	\$ 628,008	\$ 67,383
Adjustments to reconcile change in net assets to net cash provided from operating activities:		
Depreciation	139,322	126,917
Bad debt expense	74,380	-
Changes in certain assets and liabilities affecting operations:		
Accounts receivable	(359,354)	74,734
Grants and contracts receivables	(248,325)	(31,509)
Prepaid expenses and other current assets	817	(10,420)
Accounts payable and accrued expenses	(106,225)	225,681
Accrued payroll and benefits	142,221	168,128
Deferred revenue	<u>(32,448)</u>	<u>(9,899)</u>
NET CASH PROVIDED FROM OPERATING ACTIVITIES	238,396	611,015
<u>CASH FLOWS - INVESTING ACTIVITIES</u>		
Purchases of property and equipment	(439,255)	(120,241)
Purchases of certificates of deposit	(647)	(133,543)
Change in escrow account	<u>(1,231)</u>	<u>(76,859)</u>
NET CASH USED FOR INVESTING ACTIVITIES	<u>(441,133)</u>	<u>(330,643)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(202,737)	280,372
Cash and cash equivalents at beginning of year	<u>828,992</u>	<u>548,620</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 626,255</u>	<u>\$ 828,992</u>

The accompanying notes are an integral part of the financial statements.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE A: THE SCHOOL AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Charter School

Bronx Charter School for Better Learning (“the Charter School”) is an educational corporation that operates as a charter school in the borough of Bronx, New York. The Charter School operates two schools, Bronx Charter School for Better Learning (“BBL I”) and Bronx Charter School for Better Learning II (“BBL II”). On March 25, 2003, the Board of Regents of the University of the State of New York granted BBL I a provisional charter valid for a term of five years and renewable upon expiration. On June 24, 2013, BBL I obtained a five year charter renewal, with the ability to operate through July 31, 2018. On May 24, 2017, BBL I obtained a five year charter renewal with the ability to operate through July 31, 2023.

On July 22, 2014, the Board of Regents of the University of the State of New York amended the charter agreement permitting an additional school to be opened by the Charter School. During the 2015 fiscal year, the Charter School added BBL II under its expanded charter. BBL II has the authority to operate through July 30, 2020. The Charter School was established to provide its students in grades K-5 with a solid foundation for academic success, through achievement that exceeds citywide averages and meets or exceeds New York State Standards and national norms in all curriculum areas tested, especially in mathematics and language arts.

The accompanying financial statements include the accounts of BBL I and BBL II (collectively referred to as the “Charter School”). All intercompany balances and transactions have been eliminated in the accompanying financial statements.

Financial Statement presentation

The financial statements of the Charter School have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP). The Charter School reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

These classes of net assets are defined as follows:

Permanently restricted – Net assets resulting from contributions and other inflows of assets whose use by the Charter School is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Charter School. The Charter School had no permanently restricted net assets at June 30, 2017 or 2016.

Temporarily restricted – Net assets resulting from contributions and other inflows of assets whose use by the Charter School is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Charter School pursuant to those stipulations. There were \$4,399 and \$45,450 of temporarily restricted net assets at June 30, 2017 and 2016, respectively, restricted for a specific purpose, as described in Note I.

Unrestricted – The net assets over which the Governing Board has discretionary control to use in carrying on the Charter School’s operations in accordance with the guidelines established by the Charter School. The Board may designate portions of the current unrestricted net assets for specific purposes, projects or investment.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS, Cont'd

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE A: THE SCHOOL AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Revenue and support recognition

Revenue from state and local governments resulting from the Charter School's charter status and based on the number of students enrolled is recorded when services are performed in accordance with the charter agreement.

Revenue from federal, state and local government grants and contracts are recorded by the Charter School when qualifying expenditures are incurred and billable.

Contributions are recognized as revenue in the year the pledge is received and documented. A contribution that is received and expended in the same year for a specific purpose is classified as unrestricted revenue.

Cash and cash equivalents

Cash and certain money market account balances are maintained at financial institutions located in New York and are insured by the FDIC up to \$250,000 at each institution. The Charter School considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. In the normal course of business, the cash and cash equivalent account balances at any given time may exceed insured limits. However, the Charter School has not experienced any losses in such accounts and does not believe it is exposed to significant risk in cash and cash equivalents.

Certificates of deposit

Certificates of deposit represent certificates of deposit with maturities of twelve months or less. The fair value of these assets was determined based on their original cost basis. In the normal course of business, the account balances at any given time may exceed insured limits. However, the Charter School has not experienced any losses in such accounts and does not believe it is exposed to significant risk in certificates of deposit.

Accounts, grants and contracts receivables

Grants and other receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts based on its assessment of the current status of individual receivables from grants, agencies and others. Balances that are still outstanding after management has used reasonable collection efforts are written off against the allowance for doubtful accounts. There was no allowance for doubtful accounts at June 30, 2017 or 2016.

Property and equipment

Property and equipment are recorded at cost. Depreciation is computed using the straight-line method on a basis considered adequate to depreciate the assets over their estimated useful lives, which range from three to five years.

Escrow account

The Charter School segregated certain certificates of deposit to fund an escrow account in accordance with the terms of their charter agreement. The amount in escrow as of June 30, 2017 and 2016 was \$155,770 and \$154,539, respectively. The escrow account is restricted to fund legal and other costs should the Charter School cease operations and dissolve.

Deferred revenue

The Charter School records grant revenue as deferred revenue until it is expended for the purpose of the grant, at which time it is recognized as revenue.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS, Cont'd

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE A: THE SCHOOL AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Cont'd

Tax exempt status

The Charter School is a tax-exempt Charter School under section 501(c)(3) of the Internal Revenue Code and applicable state regulations and, accordingly, is exempt from federal and state taxes on income.

The Charter School files Form 990 tax returns in the U.S. federal jurisdiction. The tax returns for the years ended June 30, 2014 through June 30, 2017 are still subject to potential audit by the IRS. Management of the Charter School believes it has no material uncertain tax positions and, accordingly it will not recognize any liability for unrecognized tax benefits.

In-kind donations

Gifts and donations other than cash are recorded at fair value at the date of contribution. The Charter School did not receive any in-kind contributions for the years ended June 30, 2017 and 2016.

Contributed services

The Charter School receives contributed services from volunteers to serve on the Board of Trustees. These services are not valued in the financial statements because they do not require "specialized skills" and would typically not be purchased if they were not contributed.

Marketing and recruiting costs

The Charter School expenses marketing and recruiting costs as they are incurred. Total marketing and recruiting costs approximated \$12,000 and \$13,000 for the years ended June 30, 2017 and 2016, respectively.

Comparatives for year ended June 30, 2016

The financial statements include certain prior year summarized comparative information in total but not by net asset class or functional classification. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Charter School's financial statements for the year ended June 30, 2016, from which the summarized information was derived.

Use of estimates in the preparation of financial statements

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

Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation.

Subsequent events

The Charter School has conducted an evaluation of potential subsequent events occurring after the statement of financial position date through October 20, 2017, which is the date the financial statements are available to be issued. No subsequent events requiring disclosure were noted.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS, Cont'd

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE B: SCHOOL FACILITY

The Charter School has an agreement with the New York City Department of Education for dedicated and shared space at no charge at P.S. 111 Annex, a New York City Public School located at 3740 Baychester Avenue, Bronx, New York.

The Charter School has an agreement with the New York City Department of Education for dedicated and shared space at no charge at MS 144, a New York City Public School located at 2545 Gunther Avenue, Bronx, New York.

NOTE C: PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>June 30,</u>	
	<u>2017</u>	<u>2016</u>
Furniture and fixtures	\$ 648,921	\$ 503,815
Computer equipment	<u>1,109,904</u>	<u>815,755</u>
	1,758,825	1,319,570
Less accumulated depreciation	<u>1,296,640</u>	<u>1,157,318</u>
	<u>\$ 462,185</u>	<u>\$ 162,252</u>

NOTE D: LINE OF CREDIT

The Charter School entered into a \$200,000 line of credit agreement with a bank during 2013. Interest is payable at prime plus 75 basis points (effective rate of 5% at June 30, 2017). There was no outstanding balance at June 30, 2017 and 2016, respectively. The line is secured by a certain certificate of deposit held by the Charter School.

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS, Cont'd

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE E: OPERATING LEASES

The Charter School leases office equipment under certain non-cancelable lease agreements expiring through November 2020. Lease expense was approximately \$109,000 and \$115,000 for the years ended June 30, 2017 and 2016, respectively. The future minimum payments on these agreements are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2018	\$ 104,328
2019	64,427
2020	59,760
2021	<u>24,900</u>
	<u>\$ 253,415</u>

NOTE F: RETIREMENT PLAN

The Charter School sponsors a 403(b) retirement plan (the "Plan") for its employees. All employees of the Charter School are eligible to participate. The Charter School matches 100% of the employee's contributions up to \$2,400 per year. During the years ended June 30, 2017 and 2016, the Charter School contributed approximately \$188,000 and \$127,000, respectively, to the Plan.

NOTE G: CONTINGENCY

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

BRONX CHARTER SCHOOL FOR BETTER LEARNING

NOTES TO FINANCIAL STATEMENTS, Cont'd

YEAR ENDED JUNE 30, 2017
(With Comparative Totals for 2016)

NOTE H: CONCENTRATIONS

At June 30, 2017 and 2016, grants and contracts receivables are comprised of the following:

	June 30,	
	2017	2016
New York City Department of Education	23%	42%
Federal Government	40%	23%
New York State Per Pupil	24%	22%
Mt. Vernon Department of Education	12%	*

* Below 10% of receivables

During the years ended June 30, 2017 and 2016, approximately 89% and 90%, respectively, of total operating revenue and support came from per-pupil funding provided by New York State. The per-pupil rate is set annually by the State based on the school district in which the Charter School's students are located.

NOTE I: TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for specialized services or purposes designated by the donors. At June 30, 2017 and 2016, temporarily restricted net assets were available for the following:

	June 30,	
	2017	2016
Scholarship fund	\$ 4,399	\$ 5,450
Internship program	-	40,000
	<u>\$ 4,399</u>	<u>\$ 45,450</u>

BRONX CHARTER SCHOOL FOR BETTER LEARNING

OTHER FINANCIAL INFORMATION

INDEPENDENT AUDITOR'S REPORT ON OTHER FINANCIAL INFORMATION

Board of Trustees
Bronx Charter School for Better Learning

We have audited the financial statements of Bronx Charter School for Better Learning as of and for the year ended June 30, 2017, and have issued our report thereon dated October 20, 2017, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The financial information hereinafter is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements for the year ended June 30, 2017, as a whole.

Mengel, Metzger, Barr & Co. LLP

Rochester, New York
October 20, 2017

BRONX CHARTER SCHOOL FOR BETTER LEARNING

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS BY CHARTER

YEAR ENDED JUNE 30, 2017

	<u>Bronx Charter School for Better Learning</u>	<u>Bronx Charter School for Better Learning II</u>	<u>Eliminations</u>	<u>Total</u>
Revenue, gains, and other support:				
Public school district				
Resident student enrollment	\$ 7,582,701	\$ 2,157,863	\$ -	\$ 9,740,564
Students with disabilities	500,803	132,970	-	633,773
Grants and contracts				
State and local	220,718	11,049	-	231,767
Federal - Title and IDEA	295,265	73,792	-	369,057
Federal - other	<u>193,457</u>	<u>394,301</u>	-	<u>587,758</u>
TOTAL REVENUE, GAINS AND OTHER SUPPORT	8,792,944	2,769,975	-	11,562,919
Expenses:				
Program services:				
Regular education	7,333,923	1,380,802	-	8,714,725
Special education	<u>1,140,657</u>	<u>300,856</u>	-	<u>1,441,513</u>
Total program services	8,474,580	1,681,658	-	10,156,238
Management and general	590,400	188,560	-	778,960
Fundraising and special events	<u>150,160</u>	<u>44,708</u>	-	<u>194,868</u>
TOTAL OPERATING EXPENSES	<u>9,215,140</u>	<u>1,914,926</u>	-	<u>11,130,066</u>
(DEFICIT) / SURPLUS FROM SCHOOL OPERATIONS	(422,196)	855,049	-	432,853
Support and other revenue:				
Contributions				
Foundations	76,555	7,000	-	83,555
Individuals	44,713	-	-	44,713
Fundraising	59,634	-	-	59,634
Interest income	2,337	-	-	2,337
Miscellaneous income	<u>4,916</u>	-	-	<u>4,916</u>
TOTAL SUPPORT AND OTHER REVENUE	<u>188,155</u>	<u>7,000</u>	-	<u>195,155</u>
CHANGE IN NET ASSETS	(234,041)	862,049	-	628,008
Net assets at beginning of year	<u>1,462,205</u>	<u>233,654</u>	-	<u>1,695,859</u>
NET ASSETS AT END OF YEAR	<u>\$ 1,228,164</u>	<u>\$ 1,095,703</u>	<u>\$ -</u>	<u>\$ 2,323,867</u>