

COEUR D'ALENE CHARTER ACADEMY, INC.

AUDITED FINANCIAL STATEMENTS

Year Ended June 30, 2021

Prepared By

Anderson
BROS. CPAs

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INDEPENDENT AUDITORS' REPORT



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Coeur d'Alene Charter Academy, Inc.
Coeur d'Alene, ID 83814

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Coeur d'Alene Charter Academy, Inc. as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Coeur d'Alene Charter Academy, Inc.'s basic financial statements as listed in the table of contents.

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 opinions on these financial statements based on our audit. We conducted our audit 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Coeur d'Alene Charter Academy, Inc., as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of Academy's share of net pension liability, schedule of Academy's contributions and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about 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 do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Coeur d'Alene Charter Academy, Inc.'s basic financial statements. The combining nonmajor fund financial statements and custodial funds – schedule of changes in deposit balances of student body funds is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the custodial funds – schedule of changes in deposit balances of student body funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 to 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 combining and individual nonmajor fund financial statements and the custodial funds – schedule of changes in deposit balances of student body funds are 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 19, 2021, on our consideration of Coeur d'Alene Charter Academy, Inc.'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 Coeur d'Alene Charter Academy, Inc.'s internal control over financial reporting and compliance.



Anderson Bros. CPAs
Post Falls, Idaho
October 19, 2021

MANAGEMENTS DISCUSSION AND ANALYSIS

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

The following discussion and analysis provides an overview of Coeur d'Alene Charter Academy's (the "Academy") financial performance for activities during the fiscal year ended June 30, 2021.

FINANCIAL HIGHLIGHTS

- Federal pandemic relief funds supplemented revenues when State revenues were cut. Expenditures for salaries and benefits were reduced resulting in an overall decrease in expenditures in the General Fund by 1.7%.
- The net effect of reduced revenues and expenditures resulted in an increase to the governmental fund balance of \$112,222.
- Long-term debts were renegotiated with lower interest rates and shorter amortizations. This resulted in lower annual debt service and note payoffs in 7 years.

OVERVIEW OF FINANCIAL STATEMENTS

The Academy's annual financial statements are comprised of four parts: management's discussion and analysis, basic financial statements, required supplementary information, and other supplementary information.

- The basic financial statements include two accounting formats and related notes that provide further details to the information presented in those statements.
- Government-wide statements report a compilation of the Academy's financial information.
- Fund financial statements focus on individual parts of the Academy's financial activities and provide more details on operations.
- Notes to the financial statements provide explanations and disclosures to some of the information in the statements so that readers have a deeper understanding of the Academy's financial picture.
- Required supplementary information contains the general fund budgetary comparison schedule. This statement shows a condensed version of the budget planning for the fiscal year and how the actual results varied from the plan.
- The statements conclude with other supplementary information on non-major and fiduciary funds that are utilized by the Academy for special purposes or held in trust for other organizations. This section provides more detail on the funds reported in aggregate in the previous fund financial statements.

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

OVERVIEW OF FINANCIAL STATEMENTS (CONTINUED)

Government-wide Statements

The government-wide statements report information in an accounting method similar to statements provided by private sector companies. The statement of net position indicates the financial position of the Academy at a given point in time (in this case the last day of the fiscal year). The statement of activities reports programmatic expenses and revenues that result in the change in net position over a period in time (fiscal year).

- The bottom line on these statements, net position, is one measure of the overall financial position of the Academy. An increase or decrease from a prior year may indicate improvement or decline of the financial position.
- To gain a complete picture of the overall financial condition of the Academy the reader should consider additional factors that include student enrollment, community growth, legislative appropriations, and State economic conditions.
- In the government-wide financial statements, the Academy's activities are all classified as governmental activities. These activities are largely supported by Idaho State general fund revenue derived from income and sales tax. The Academy does not receive funding from local property tax revenues.

Fund Financial Statements

The fund financial statements provide detailed information about the general fund, a compilation of the non-major funds (other governmental), and fiduciary funds. Funds are accounting devices used to track the source of funding and spending on particular programs. This enables the Academy to demonstrate compliance with various regulatory requirements. A balance sheet and statement of revenues, expenditures and changes in fund balances is provided along with reconciliation to the government-wide statements. The reconciliation statements provide a tie between fund statements and government-wide statements that allow the user to connect the overall financial picture with the more detailed one.

Fund Types

Governmental Funds - Most of the Academy's basic services are included in governmental funds. They generally focus on the sources and the uses of cash and other financial assets that provide the basic programmatic services of the Academy. The governmental funds statements provide a more detailed view as to whether there were sufficient resources to finance the Academy's programs. It can also indicate the availability of resources for future use. Governmental fund information does not report on long-term commitments as is reported on the government-wide statements. Therefore, an explanation of the differences between the governmental funds and the government-wide statements is included as a separate statement.

Fiduciary/Agency Funds - The Academy is responsible as a trustee, or fiduciary, for student organizations and the scholarship and a building trust fund. These funds may only be used for their intended purpose and only by those to whom the assets belong. The Academy excludes these activities from government-wide statements because they cannot be used for its operations.

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

FINANCIAL ANALYSIS

Net Position

One indicator of the Academy's financial state is net position. Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$4,490,556 as of June 30, 2021. This represented a .85% increase in net position over last year. The net increase is due to increases in assets, decreases in total liabilities, and the net effect of deferred inflows and outflows of resources in the schedule below. Table 1 provides a summary of the Academy's net position.

Table 1
Statements of Net Position
June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>	<u>Change</u>
ASSETS			
Current and other assets	\$ 2,326,108	\$ 2,246,421	\$ 79,687
Capital assets, net of accumulated depreciation	5,207,191	5,150,159	57,032
Total assets	<u>7,533,299</u>	<u>7,396,580</u>	<u>136,719</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>765,353</u>	<u>511,315</u>	<u>254,038</u>
LIABILITIES			
Long-term liabilities outstanding	1,338,765	1,536,478	(197,713)
Net pension liability	1,851,510	896,904	954,606
Other liabilities	527,368	559,903	(32,535)
Total liabilities	<u>3,717,643</u>	<u>2,993,285</u>	<u>724,358</u>
DEFERRED INFLOWS OF RESOURCES	<u>90,453</u>	<u>461,973</u>	<u>(371,520)</u>
NET POSITION			
Net investment in capital assets	3,868,426	3,613,681	254,745
Restricted	160,018	103,773	56,245
Unrestricted	462,112	735,183	(273,071)
Total net position	<u>\$ 4,490,556</u>	<u>\$ 4,452,637</u>	<u>\$ 37,919</u>

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

FINANCIAL ANALYSIS (CONTINUED)

Changes in Net Position

Table 2 shows the changes in net position for the fiscal year ended 2021. Total revenues exceeded expenses by \$37,919. The result was a lower increase in net position compared to last year. This is largely due to the net effect of decreased State revenues, increased grants/contributions and defined benefit plan expenses. Expenses reflect the fact that all of the Academy's activities revolve around the instruction and support of school programs.

Changes in Net Position
For the Years Ending June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>	<u>Change</u>
REVENUES			
Program revenues:			
Charges for services	\$ 99,633	\$ 96,190	\$ 3,443
Operating & capital grants and contributions	573,004	298,432	274,572
General revenues:			
State revenues	4,478,345	4,818,871	(340,526)
Other local support	-	-	-
Interest and investment earnings	6,339	12,996	(6,657)
Gain on asset disposal	-	-	-
Total revenues	<u>5,157,321</u>	<u>5,226,489</u>	<u>(69,168)</u>
EXPENSES			
Instructional services	3,121,523	3,252,905	(131,382)
Support services	1,249,034	1,155,839	93,195
Non-instruction	30,994	34,274	(3,280)
Interest on long-term debt	50,475	61,782	(11,307)
Defined benefit plan (revenue) expense	667,376	294,391	372,985
Loss on asset disposal	-	(204)	204
Total expenses	<u>5,119,402</u>	<u>4,798,987</u>	<u>320,415</u>
CHANGES IN NET POSITION	<u>\$ 37,919</u>	<u>\$ 427,502</u>	<u>\$ (389,583)</u>

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

FINANCIAL ANALYSIS (CONTINUED)

Governmental Funds

The Academy completed the year with a total governmental fund balance of \$1,798,740 which is an increase from the prior year fund balance by \$112,222 or 6.65%.

Table 3
Statements of Revenues, Expenditures
and Changes in Fund Balance-Governmental Funds
For the Years Ending June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>	<u>Total % Change</u>
REVENUES			
Interest	\$ 6,339	\$ 12,996	-51%
Other local revenue	202,643	170,315	19%
State support	4,618,464	4,980,115	-7%
Title programs and other federal revenues	329,875	63,063	423%
Total revenues	<u>5,157,321</u>	<u>5,226,489</u>	<u>-1%</u>
EXPENDITURES			
Instructional services	3,127,136	3,271,658	-4%
Support services	1,299,162	1,198,109	8%
Non-instruction	30,994	34,274	-10%
Capital asset program	339,619	115,146	195%
Debt service (P&I)	248,188	265,094	-6%
Total expenditures	<u>5,045,099</u>	<u>4,884,281</u>	<u>3%</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	-	25	100%
Transfers in	48,262	17,166	181%
Transfers out	(48,262)	(17,166)	-181%
Total other financing sources (uses)	<u>-</u>	<u>25</u>	<u>100%</u>
NET CHANGE IN FUND BALANCE	<u>\$ 112,222</u>	<u>\$ 342,233</u>	<u>67%</u>

General Fund Budgetary Highlights

The beginning budget for the Academy is presented to the public and adopted in June of the preceding year. Typically, an amended budget is adopted in December or January of the fiscal year based on attendance and employment figures that are not available earlier. That amendment occurred in December 2020. Revenue received by the State is largely based on those figures. The budget for 2020-2021 also had minor amendments in August and April.

The Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund located in the Financial Section shows the changes in the budget and a comparison with actual results. The net change in the general fund balance at year-end shows stable revenues and lower expenditures in comparison to budgeted amounts.

Coeur d'Alene Charter Academy, Inc.
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

An overview of capital asset changes for the fiscal year is contained in note 4 (notes to financial statements). The changes are a result of the net effect of depreciation and the purchase of equipment, furniture and building/land improvements. Total capital assets, after accumulated depreciation, at the end of the fiscal year are \$5,207,191.

Long-Term Debt

Six notes are currently held by bankcda on Academy real property (note 6, notes to the financial statements). The six notes were renegotiated in January 2021 which resulted in reduced interest rates to 3.10%, with all balances due in January 2028. The notes are now amortized over 7 years. All other terms were unchanged. No prepayment penalty applies to the six notes. We will continue to use debt with prudence and maintain it at a level that meets the capital needs of the institution and is not detrimental to our overall financial health.

FACTORS BEARING ON THE ACADEMY'S FUTURE

Currently known circumstances that will impact the Academy's financial status in the future:

- The economy continues to be the primary driver in determining future state tax revenues. The State of Idaho is experiencing effects of the pandemic but tax revenues have come in at higher levels than projected. We will continue to operate in a manner that is conservative in relation to expenditures and the known sources of revenue.
- Enrollment for the coming year is projected to drop slightly but operations in the pandemic have dramatically changed and the school is adapting to the new environment. State funding budgets have increased and additional funding has been made available by the federal government to address the pandemic.
- The State legislature continues to deliberate on changing the formula for funding public K-12 education. This has been a multi-year project that involves funding by enrollment vs attendance. It may be voted on in the 2022 legislative session.

CONTACTING THE ACADEMY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens with a general overview of the Academy's finances and to demonstrate our accountability for the resources we receive from all sources. If you have questions about this report or need additional information, contact the Coeur d'Alene Charter Academy, 4904 N. Duncan Dr., Coeur d'Alene, ID 83815 or email gmabile@cdacharter.org.

BASIC FINANCIAL STATEMENTS

Coeur d'Alene Charter Academy, Inc.
STATEMENT OF NET POSITION
June 30, 2021

ASSETS

Cash and cash equivalents	\$ 2,211,657
Receivables	106,409
Prepaid expenses	8,042
Capital assets not being depreciated	642,565
Capital assets, net of accumulated depreciation	4,564,626
Total assets	7,533,299

DEFERRED OUTFLOWS OF RESOURCES

PERSI pension plan	765,353
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LIABILITIES

Accounts Payable	30,497
Accrued payroll and benefits	447,808
Accrued interest	1,038
Deposits	48,025
Noncurrent liabilities:	
Due within one year	186,387
Due in more than one year	1,152,378
Net pension liability	1,851,510
Total liabilities	3,717,643

DEFERRED INFLOWS OF RESOURCES

PERSI pension plan	90,453
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NET POSITION

Net investment in capital assets	3,868,426
Restricted	160,018
Unrestricted	462,112
Total Net Position	\$ 4,490,556

Coeur d'Alene Charter Academy, Inc.
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

FUNCTIONS/PROGRAMS:	Program Revenues			Net (Expense)	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Revenue and Changes in Net Position
Governmental Activities					Governmental Activities
Instruction programs:					
Secondary program	\$ 2,962,445	\$ 99,633	\$ 87,310	\$ 336,490	\$ (2,439,012)
Exceptional child program	83,191	-	58,778	-	(24,413)
Interscholastic & school activity program	75,887	-	-	-	(75,887)
Support services programs:					
Attendance-guidance-health program	125,864	-	-	-	(125,864)
Special education support services program	15,490	-	-	-	(15,490)
Instructional related technology program	5,166	-	69,757	10,745	75,336
School administration program	537,501	-	-	-	(537,501)
Business operations program	255,603	-	-	-	(255,603)
Custodial and maintenance program	302,975	-	-	-	(302,975)
Security and safety program	6,228	-	8,520	1,404	3,696
Transportation program	207	-	-	-	(207)
Non-instruction enterprise operations	30,994	-	-	-	(30,994)
Interest on long-term debt	50,475	-	-	-	(50,475)
Defined benefit plan (revenue) expense	667,376	-	-	-	(667,376)
Total Governmental Activities	\$ 5,119,402	\$ 99,633	\$ 224,365	\$ 348,639	(4,446,765)

General revenues:

State revenue	4,478,345
Interest and investment earnings	6,339
Total general revenues	4,484,684
Change in Net Position	37,919
Net position - July 1, 2020	4,452,637
Net position - June 30, 2021	\$ 4,490,556

See accompanying notes to the financial statements
and independent auditors' report

Coeur d'Alene Charter Academy, Inc.
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	*	*	*		
	Capital	Plant	Non-Major		
	Projects	Facilities	Special		
	Fund	Lottery	Revenue		
	Fund	Fund	Funds	Total	
	General				
	Fund				
ASSETS					
Cash and cash equivalents	\$ 2,051,609	\$ -	\$ 32,400	\$ 127,648	\$ 2,211,657
Due from other funds	2,604	-	-	-	2,604
Receivables	101,932	-	-	4,473	106,405
Interest receivable	4	-	-	-	4
Prepaid expenses	8,042	-	-	-	8,042
Total assets	<u>\$ 2,164,191</u>	<u>\$ -</u>	<u>\$ 32,400</u>	<u>\$ 132,121</u>	<u>\$ 2,328,712</u>
LIABILITIES					
Accounts payable	\$ 28,598	\$ -	\$ -	\$ 1,899	\$ 30,497
Accrued payroll and benefits	447,808	-	-	-	447,808
Accrued interest	1,038	-	-	-	1,038
Due to other funds	-	-	-	2,604	2,604
Deposits	48,025	-	-	-	48,025
Total liabilities	<u>525,469</u>	<u>-</u>	<u>-</u>	<u>4,503</u>	<u>529,972</u>
FUND BALANCES					
Restricted	-	-	32,400	127,618	160,018
Assigned	1,638,722	-	-	-	1,638,722
Total fund balances	<u>1,638,722</u>	<u>-</u>	<u>32,400</u>	<u>127,618</u>	<u>1,798,740</u>
Total liabilities and fund balances	<u>\$ 2,164,191</u>	<u>\$ -</u>	<u>\$ 32,400</u>	<u>\$ 132,121</u>	<u>\$ 2,328,712</u>

* Not a major fund

Coeur d'Alene Charter Academy, Inc.
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2021

Total fund balances at June 30, 2021 - Governmental Funds		\$ 1,798,740
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds:		5,207,191
Deferred outflows of resources represent a consumption of fund equity that will be reported as an outflow of resources in a future period and therefore, are not reported in the funds:		
Deferred outflows of resources-pension plan		765,353
Deferred inflows of resources represent an acquisition of fund equity that will be recognized as an inflow of resources in a future period and therefore, are not reported in the funds:		
Deferred inflows of resources-pension plan		(90,453)
Some liabilities are not due and payable in the current period and therefore, are not reported in the funds. Those liabilities consist of:		
Net pension liability	(1,851,510)	
Long-term debt	(1,338,765)	(3,190,275)
Net position of governmental activities at June 30, 2021		\$ 4,490,556

Coeur d'Alene Charter Academy, Inc.
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	*	*	*	*	
	General	Capital	Plant	Non-Major	
	Fund	Projects	Facilities	Special	Total
	Fund	Fund	Lottery	Revenue	
	Fund	Fund	Fund	Funds	Total
REVENUES					
Interest income	\$ 6,339	\$ -	\$ -	\$ -	\$ 6,339
Other local revenue	186,943	15,700	-	-	202,643
State assistance and reimbursements	4,478,345	-	49,693	90,426	4,618,464
Title programs and other federal revenues	-	-	-	329,875	329,875
Total revenues	<u>4,671,627</u>	<u>15,700</u>	<u>49,693</u>	<u>420,301</u>	<u>5,157,321</u>
EXPENDITURES					
Instruction programs:					
Secondary programs	2,936,943	-	-	17,043	2,953,986
Exceptional child programs	46,809	-	-	43,288	90,097
Interscholastic & school activity programs	83,053	-	-	-	83,053
Total instruction programs	<u>3,066,805</u>	<u>-</u>	<u>-</u>	<u>60,331</u>	<u>3,127,136</u>
Support services programs:					
Attendance, guidance and health program	135,898	-	-	-	135,898
Special services program	-	-	-	15,490	15,490
Instructional related technology program	-	-	-	5,166	5,166
School administration program	544,713	-	-	-	544,713
Business operations program	276,885	-	-	-	276,885
Custodial and maintenance program	314,153	-	-	422	314,575
Security and safety program	3,770	-	-	2,458	6,228
Transportation program	207	-	-	-	207
Total support services programs	<u>1,275,626</u>	<u>-</u>	<u>-</u>	<u>23,536</u>	<u>1,299,162</u>
Non-instruction enterprise operations	30,994	-	-	-	30,994
Capital asset program	3,687	35,006	55,332	245,594	339,619
Debt service program:					
Principal retirement	197,713	-	-	-	197,713
Interest	50,475	-	-	-	50,475
Total debt service program	<u>248,188</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>248,188</u>
Total expenditures	<u>4,625,300</u>	<u>35,006</u>	<u>55,332</u>	<u>329,461</u>	<u>5,045,099</u>
EXCESS (DEFICIENCY) OF REVENUES					
OVER EXPENDITURES	46,327	(19,306)	(5,639)	90,840	112,222
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital assets	-	-	-	-	-
Transfers in	28,956	19,306	-	-	48,262
Transfers out	(19,306)	-	-	(28,956)	(48,262)
Total other financing sources (uses)	<u>9,650</u>	<u>19,306</u>	<u>-</u>	<u>(28,956)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	55,977	-	(5,639)	61,884	112,222
FUND BALANCES, beginning	1,582,745	-	38,039	65,734	1,686,518
FUND BALANCES, ending	<u>\$ 1,638,722</u>	<u>\$ -</u>	<u>\$ 32,400</u>	<u>\$ 127,618</u>	<u>\$ 1,798,740</u>

* Not a major fund

*See accompanying notes to the financial statements
and independent auditors' report*

Coeur d'Alene Charter Academy, Inc.
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances - total governmental funds	\$ 112,222
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expenses. This is the amount by which capital outlays exceeded depreciation expense in the current period.</p>	
Capital Outlay	339,619
Depreciation	(282,587)
<p>The issuance of long-term debt (e.g., bonds, leased) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Loan payments considered as an expenditure	197,713
<p>The net pension effect related to the pension expense recognized for the year.</p>	
Current year PERSI contributions	338,328
Defined benefit plan expense	(667,376)
Change in net position of governmental activities	\$ 37,919

Coeur d'Alene Charter Academy, Inc.
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
June 30, 2021

	Expendable Building Trust Fund	Expendable Scholarship Trust Fund	Custodial Student Body Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 55,799	\$ 40,422	\$ 178,503
Total assets	<u>55,799</u>	<u>40,422</u>	<u>178,503</u>
LIABILITIES			
	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION			
Restricted for:			
Building improvements	55,799	-	-
Student scholarships	-	40,422	-
Student activities	-	-	178,503
Total net position	<u>\$ 55,799</u>	<u>\$ 40,422</u>	<u>\$ 178,503</u>

*See accompanying notes to the financial statements
and independent auditors' report*

Coeur d'Alene Charter Academy, Inc.
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2021

	Expendable Building Trust Fund	Expendable Scholarship Trust Fund	Custodial Student Body Funds
ADDITIONS			
Contributions	\$ 18,820	\$ 12,246	\$ -
Interest earnings	149	78	-
Revenue collected for associated student body activities	-	-	96,109
Total additions	<u>18,969</u>	<u>12,324</u>	<u>96,109</u>
DEDUCTIONS			
Contribution expense	15,700	-	-
Auction expenses	2,895	-	-
Scholarships	-	9,350	-
Supplies and materials	-	-	-
Payments for associated student body activities	-	-	86,456
Total deductions	<u>18,595</u>	<u>9,350</u>	<u>86,456</u>
NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION	374	2,974	9,653
NET POSITION, beginning of year	<u>55,425</u>	<u>37,448</u>	<u>168,850</u>
NET POSITION, end of year	<u><u>\$ 55,799</u></u>	<u><u>\$ 40,422</u></u>	<u><u>\$ 178,503</u></u>

*See accompanying notes to the financial statements
and independent auditors' report*

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Coeur d'Alene Charter Academy, Inc. (the "Academy") operates under the direction of a Board of Directors, who oversees the operation of the Academy and governs the decisions made by the principal. The Academy is engaged in the education of students on the secondary level. Coeur d'Alene Charter Academy, Inc. does not exercise sufficient control over other governmental agencies and authorities to warrant including them as a part of the Academy's entity.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government of the Academy consists of all funds, departments, boards, and agencies that are not legally separate from Coeur d'Alene Charter Academy Inc. For the Academy this includes general operations, debt service, and student and supportive service activities.

Component units are legally separate organizations for which the Academy is financially accountable. Component units may also include organizations that are fiscally dependent on the Academy, that is, the Academy approves their budget, the issuance of their debt, or the levying of taxes. The Academy has no component units.

The financial statements of the Academy have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the Academy's accounting policies are described below:

Fund Accounting

The Academy uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Academy functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the Academy are grouped into the categories governmental and fiduciary.

Governmental Funds – Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Academy's major governmental funds:

General Fund – The *general fund* is used to account for all financial resources except those required to be accounted for in another fund. The general fund is available for any purpose provided it is expended or transferred according to the laws of the state of Idaho.

Additionally, the Academy reports the following nonmajor governmental funds:

Technology Fund – The *technology fund* is used to account for financial resources provided to the Academy through the State of Idaho for technology related functions.

Substance Abuse Fund – The *substance abuse fund* is used to account for financial resources provided to the Academy through the State of Idaho for substance abuse.

IDEA Part B Fund – The *IDEA part B fund* is used to account for financial resources provided to the academy, which are Federal funds passed through the State of Idaho for special educations services.

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Projects Fund – The *capital projects fund* is used to account for financial resources used to construct or acquire capital improvements/additions.

Plant Facilities Lottery Fund – The *plant facilities lottery fund* is used to account for financial resources used for Plant Facilities capital outlay.

Fiduciary Funds– Fiduciary fund reporting focuses on net position and changes in net position. The funds accounted for in this category by the Academy are the custodial and trust funds. The trust funds are an expendable building fund and a scholarship fund maintained and distributed by the Academy. The custodial fund accounts for assets held by the Academy as an agent for school organizations.

During the course of operations, the Academy has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities' column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in the governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities' column.

Basis of Presentation

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the Academy as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The Academy has activities that are considered to be governmental as opposed to business-type activity.

The government-wide statements are prepared using the economic resources measurement focus. This differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the Academy's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the Academy, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Academy.

Fund Financial Statements – Fund financial statements report detailed information about the Academy. The focus of governmental fund statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are also reported on the fund statements and noted with an asterisk to indicate that they are non-major funds.

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus.

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures, and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Academy, available means expected to be received within 60 days of the fiscal year-end.

Non-exchange transactions, in which the Academy receives value without directly giving equal value in return, include grants, entitlements and donations. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Academy must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Academy on a reimbursement basis. On a modified accrual basis, revenues from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: interest, tuition, grants, student fees, and rentals.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Cash and Cash Equivalents

On the financial statements, cash received by the Academy is pooled for investment purposes and is presented as “Cash and Cash Equivalents” for the following funds: General fund and non-major funds. Interest earned in the pooled accounts is allocated to the general fund.

During the fiscal year ended June 30, 2021, investments were limited to money market accounts.

For presentation on the financial statements, investments with an original maturity of three months or less at the time they are purchased by the Academy are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. It also includes certificates of deposit with a maturity beyond three months as the entity is able to access the funds at any time with minimal penalty.

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

General capital assets usually result from expenditures in the governmental funds. These assets are reported in the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The Academy maintains a capitalization threshold of \$500 to \$50,000 depending on the nature of the item (i.e. buildings with a cost of \$50,000 or more are capitalized and equipment with a cost of \$500 or more are capitalized). The Academy does not possess any infrastructure. Improvements and interest incurred during the construction of capital assets are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	40 yrs
Buildings/improvements	40 yrs
Modular equipment	10 yrs
Improvements	10 yrs
Furniture	7 yrs
Equipment	5 yrs

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments and the noncurrent portion of notes, which will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources.

In general, payments made within 60 days after year end are considered to have been made with current available financial resources. Bonds and other long-term obligations paid from governmental funds are not recognized as a liability in the fund financial statements until due.

Pensions

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditure) until then. The government does have items that qualify for reporting in this category. Note 7 outlines the outflows of resources associated with the pension base plan.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The government has one type of items for this category.

The item is associated with the pension base plan. See Note 7 for details on the pension plan. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Net Position Flow Assumption

Net position represents the difference between assets and liabilities. Net position invested in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Academy, or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position includes the remaining net position that is not included in the categories above.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted sources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The Board of Directors is the highest level of decision-making authority for the government that can, by adoption of a policy prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the policy remains in place until a similar action is taken to remove or revise the limitation.

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Fund Balance Policies (continued)

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Board of Directors has by policy authorized the finance committee to assign fund balance. The Board of Directors may also assign fund balance as it does with appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenses/expenditures in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenses/expenditures to the funds that initially paid for them are not presented on the financial statements.

The current year transfers included a transfer from the technology fund to the general fund for technology expenditures within the general fund and a transfer from the general fund to the capital construction projects fund for a capital project.

An interfund transfer of \$20,187 between the general fund and the Federal Covid Relief fund was for qualified expenditures that occurred after March 1st, 2020 in the fiscal year ending June 30, 2020. Under the Federal CARES Act (Coronavirus Relief Funds), qualifying expenses that were necessary and incurred due to the crisis, were not budgeted as of March 27th, 2020 and were incurred between March 1, 2020 and December 30, 2020 (later extended) are eligible expenditures. This transfer reflects those qualified expenditures that were incurred in the fiscal year ending June 30, 2020 being transferred out of the general fund and into the Federal Covid Relief fund.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Income Taxes

Coeur d'Alene Charter Academy, Inc. is a nonprofit organization exempt from federal income tax under Internal Revenue Code Section 501(c)(3). In accordance with generally accepted accounting principles, the organization is required to disclose certain information regarding potential liabilities regarding its tax positions it currently takes or has taken in prior years. Currently, there are no unrecognized tax benefits or liabilities that need to be recognized during current year or due to a tax position taken in a prior year. Therefore, the cumulative effect of the change on net position of applying provisions of the requirement in this first year of adoption is none. If the organization were to have a potential liability for such taxes, it would also accrue interest and penalties as a liability in the financial statements. The organization expects no unrecognized tax benefits that will be incurred within the next year of the date of these financial statements. There are no tax years that are currently under examination by federal or state tax authorities.

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 2 - CASH AND CASH EQUIVALENTS

The carrying amount of the Academy's deposits with financial institutions was \$2,486,381 and the bank balance was \$2,522,466. Investments of the Academy are funds held by bankcda, Mountain West Bank, and First Interstate Bank.

Market value materially approximates cost at June 30, 2021. Idaho State Code allows the Academy to invest idle monies in certain categories. No violations of those categories have occurred during the year. Custodial credit risk is the risk that in the event of a bank failure, the Academy's deposits may not be returned to it.

Deposits without exposure to custodial credit risk:

Amount insured by FDIC or other agencies	\$ 555,614
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Deposits with exposure to custodial credit risk:

Amount collateralized with securities held in trust, but not in the Academy's name	1,966,852
Total bank balance (deposits)	<u>\$ 2,522,466</u>

The carrying amount is displayed as follows in the financial statements

Statement of net position (page 9)	\$ 2,211,657
Statement of net position - fiduciary funds (page 15)	
Expendable building trust	55,799
Expendable scholarship trust	40,422
Student body agency funds	178,503
Total carrying amount	<u>\$ 2,486,381</u>

Cash and cash equivalents at June 30, 2021 consist of the following:

Cash	
Deposits with financial institutions and cash on hand	\$ 22,562
Cash equivalents	
Money markets	2,463,819
Total carrying amount	<u>\$ 2,486,381</u>

NOTE 3 - ACCOUNTS RECEIVABLE

State of Idaho - The amount due from the state represents unreceived distributions and reimbursements from state administered funds applicable to the year ended June 30, 2021.

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 4 - CAPITAL ASSETS

Following is a recap of capital assets for the fiscal year ended June 30, 2021:

	Balance 6/30/2020	Increases	Decreases	Balance 6/30/2021
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 621,646	\$ -	\$ -	\$ 621,646
Construction in progress	6,020	14,899	-	20,919
Total capital assets, not being depreciated	<u>627,666</u>	<u>14,899</u>	<u>-</u>	<u>642,565</u>
Capital assets being depreciated:				
Land improvements	395,865	35,006	-	430,871
Buildings and improvements	5,789,014	117,250	-	5,906,264
Equipment and furniture	1,478,483	172,464	27,983	1,622,964
Total capital assets being depreciated	<u>7,663,362</u>	<u>324,720</u>	<u>27,983</u>	<u>7,960,099</u>
Less accumulated depreciation for:				
Land improvements	142,777	19,573	-	162,350
Buildings and improvements	1,731,148	163,955	-	1,895,103
Equipment and furniture	1,266,944	99,059	27,983	1,338,020
Total accumulated depreciation	<u>3,140,869</u>	<u>282,587</u>	<u>27,983</u>	<u>3,395,473</u>
Total capital assets being depreciated, net	<u>4,522,493</u>	<u>42,133</u>	<u>-</u>	<u>4,564,626</u>
Total governmental activities capital assets, net	<u>\$ 5,150,159</u>	<u>\$ 57,032</u>	<u>\$ -</u>	<u>\$ 5,207,191</u>

Depreciation expense of \$282,587 for the year ended June 30, 2021 was charged to the following governmental functions:

Institutional Services:	
Secondary	\$ 247,274
Custodial and maintenance	4,417
Security program	30,896
	<u>\$ 282,587</u>

Following is a recap of the June 30, 2021 balances by generic location:

	School Administration &				Total
	Secondary Programs	Custodial & Maintenance	Business Operations	Security Program	
Land	\$ 621,646	\$ -	\$ -	\$ -	\$ 621,646
Construction in progress	20,919	-	-	-	20,919
Land improvements	430,871	-	-	-	430,871
Buildings and improvements	5,900,478	5,786	-	-	5,906,264
Equipment and furniture	1,381,244	50,291	30,907	160,522	1,622,964
	<u>\$ 8,355,158</u>	<u>\$ 56,077</u>	<u>\$ 30,907</u>	<u>\$ 160,522</u>	<u>\$ 8,602,664</u>

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 5 - ACCRUED PAYROLL AND BENEFITS

Accrued payroll includes amounts due contracted teachers and other employees at June 30, 2021, which were not paid until July and August 2021, in conformity with contractual stipulations.

NOTE 6 - CHANGES IN LONG-TERM DEBT AND CURRENT MATURITIES

<u>Payee</u>	<u>Terms</u>	<u>Security</u>	<u>Balance June 30, 2021</u>
bankcda	\$3,782.61 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4904 N. Duncan Drive Coeur d'Alene, ID 83815 4916 N. Duncan Drive Coeur d'Alene, ID 83815	\$269,797
bankcda	\$371.99 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4904 N. Duncan Drive Coeur d'Alene, ID 83815	\$26,535
bankcda	\$5,436.69 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4921 N. Duncan Drive 4904 N. Duncan Drive Coeur d'Alene, ID 83815	\$388,030
bankcda	\$1,155.53 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4921 N. Duncan Drive N. Duncan Drive Coeur d'Alene, ID 83815	\$82,426
bankcda	\$2,077.25 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4921 N. Duncan Drive 4904 N. Duncan Drive Coeur d'Alene, ID 83815	\$148,174
bankcda	\$5,942.35 per month including an interest rate of 3.10% until January 2028.	Real property located at: 4921 N. Duncan Drive 4904 N. Duncan Drive Coeur d'Alene, ID 83815	\$423,803

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 6 - CHANGES IN LONG-TERM DEBT AND CURRENT MATURITIES (CONCLUDED)

A summary of long-term debt is as follows:

	Beginning Balance	Issued	Retired	Ending Balance	Amount Due Within One Year	Due in More Than One Year
bankcda 9001	\$ 339,603	\$ -	\$ 69,806	\$ 269,797	\$ 37,567	\$ 232,230
bankcda 9002	46,852	-	20,317	26,535	3,695	22,840
bankcda 9003	424,124	-	36,094	388,030	53,992	334,038
bankcda 8001	100,760	-	18,334	82,426	11,477	70,949
bankcda 8002	170,786	-	22,612	148,174	20,632	127,542
bankcda 8003	454,353	-	30,550	423,803	59,024	364,779
	<u>\$ 1,536,478</u>	<u>\$ -</u>	<u>\$ 197,713</u>	<u>\$ 1,338,765</u>	<u>\$ 186,387</u>	<u>\$ 1,152,378</u>

Long-term debt maturities are as follows:

Year	Principal	Interest	Total Payments
2022	186,387	38,793	225,180
2023	192,180	33,000	225,180
2024	198,152	27,028	225,180
2025	204,453	20,727	225,180
2026	210,883	14,297	225,180
2027	217,511	7,669	225,180
2028	129,199	1,341	130,540
	<u>1,338,765</u>	<u>142,855</u>	<u>1,481,620</u>

NOTE 7 - DEFINED BENEFIT PENSION PLAN

Plan Description

The Coeur d'Alene Charter Academy contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2021, it was 7.16% for general employees and 8.81% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The Academy's contributions were \$339,001 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the Academy reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Academy's proportion of the net pension liability was based on the Academy's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2021, the Academy's proportion was 0.0797332%.

For the year ended June 30, 2021, the Academy recognized pension expense of \$667,376. At June 30, 2021, the Academy reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 144,660	\$ 60,456
Changes in assumptions or other inputs	31,312	-
Net difference between projected and actual earnings on pension plan investments	212,219	-
Changes in the Academy's proportion and differences between the Academy's contributions and the Academy's proportionate contributions	38,835	29,997
Academy's contributions subsequent to the measurement date	338,327	-
Total	<u>\$ 765,353</u>	<u>\$ 90,453</u>

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

\$338,327 reported as deferred outflows of resources related to pensions resulting from Academy's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2018 the beginning of the measurement period ended June 30, 2019 is 4.8 and 4.8 for the measurement period June 30, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year ended June 30:	
2022	75,968
2023	114,847
2024	136,891
2025	2,888

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases**	3.75%
Salary inflation	3.75%
Investment rate of return*	7.05%
Cost-of-living (COLA) adjustments	1.00%

*net of pension plan investment expense

**there is an individual additional component of assumed salary grown (on top of the 3.75%) that varies for each individual member based on the years of service.

Mortality rates were based on the RP - 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

An experience study was performed for the period July 1, 2013 through June 30, 2017 which reviewed all economic and demographic assumptions other than mortality. The Total Pension Liability as of June 30, 2020 is based on the results of an actuarial valuation date July 1, 2020.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2020.

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
<u>Capital Market Assumptions from Callen 2020</u>			
Core Fixed Income	30.00%	2.80%	0.55%
Broad US Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.25%	3.89%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.85%	3.49%
<u>Investment Policy Assumptions from PERSI November 2019</u>			
Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.14%
Portfolio Standard Deviation			14.16%
<u>Economic/Demographic Assumptions from Milliman 2018</u>			
<u>Valuation Assumptions Chosen by PERSI Board</u>			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			7.05%

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 - DEFINED BENEFIT PENSION PLAN (CONCLUDED)

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense

Sensitivity of the Academy's proportionate share of the net pension liability to changes in the discount rate

The following presents the Academy's proportionate share of the net pension liability calculated using the discount rate of 7.05%, as well as what the Academy's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05%) or 1-percentage-point higher (8.05%) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.01%)	1% Increase (8.10%)
District's proportionate share of the net pension liability (asset)			
Total Plan	\$ 3,796,940	\$ 1,851,510	\$ 242,957

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Payables to the pension plan

At June 30, 2021, Coeur d'Alene Charter Academy reported a payable to the defined benefit pension plan of \$40,580 for legally required employer contributions on the accrued July and August payroll for certified staff.

NOTE 8 - FUND BALANCE ITEMS

Non-spendable items – balances in permanent funds and inventories that are precluded from conversion to cash. There are no non-spendable items.

Restricted items – resources restricted to a specific purpose by enabling legislation, external parties or constitutional provisions. The restrictions are as follows:

Restricted for technology	\$ 102,600
Restricted for substance abuse	25,018
Restricted for plant facilities	32,400
Total restricted fund balances	\$ 160,018

See accompanying independent auditors' report

Coeur d'Alene Charter Academy, Inc.
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 - FUND BALANCE ITEMS (CONCLUDED)

Committed items – balances with constraints imposed by the Board of Directors that can only be changed by Board action. There are no committed items.

Assigned items – amounts intended for a specific purpose by the Board of Directors and are appropriations of existing fund balances. The Board has the following assignments as of June 30, 2021:

Facility improvements	\$ 1,143,922
Debt retirement	230,000
Classroom textbooks and supplies	145,000
Professional development	119,800
Total assigned fund balances	<u>\$ 1,638,722</u>

All items are represented in the Maintenance & Operations Fund #100.

Unassigned items – amounts available for any purpose. These items represent the remaining balances in governmental funds after other reservations. There are no unassigned items.

NOTE 9 - RISK MANAGEMENT

The Academy pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

The Academy is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Academy contracts with an insurance company for property insurance (including boiler and machinery) and general liability insurance.

An outside insurance company protects professional liability with a \$3,000,000 liability per occurrence and a \$5,000,000 aggregate umbrella. Vehicles are also covered by the same insurance company with no deductible for comprehensive or collision. Automobile liability has a \$3,000,000 single limit of liability.

The Academy provides life, with accidental death and dismemberment insurance, as well as medical, dental and vision insurance to most employees through an insurance company.

REQUIRED SUPPLEMENTARY INFORMATION

Coeur d'Alene Charter Academy, Inc.
SCHEDULE OF ACADEMY'S SHARE OF NET PENSION LIABILITY
PERSI - Base Plan
Last 10 - Fiscal Years *

	2021	2020	2019	2018	2017	2016	2015
Academy's portion of the net pension liability	0.0797332%	0.0785743%	0.0804339%	0.0761426%	0.0806130%	0.0804288%	0.0813738%
Academy's proportionate share of the net pension liability	\$ 1,851,510	\$ 896,904	\$ 1,186,414	\$ 1,196,831	\$ 1,634,149	\$ 1,059,116	\$ 599,039
Academy's covered-employee payroll	\$ 2,839,264	\$ 2,853,743	\$ 2,668,702	\$ 2,587,850	\$ 2,406,489	\$ 2,357,683	\$ 2,252,790
Academy's proportional share of the net pension liability as a percentage of its covered-employee payroll	65.21%	31.43%	44.46%	46.25%	67.91%	44.92%	26.59%
percentage of the total pension liability	88.22%	93.79%	91.69%	90.68%	87.26%	91.38%	94.95%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the Coeur d'Alene Charter Academy will present information for those to use for which information is available.

Data reported is measured as of June 30, 2020 (measurement date)

SCHEDULE OF ACADEMY'S CONTRIBUTIONS
Last 10 - Fiscal Years *

	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 312,826	\$ 300,657	\$ 312,358	\$ 256,762	\$ 239,632	\$ 263,084	\$ 264,499
Contributions in relation to the statutorily required contribution	\$ (343,362)	\$ (306,503)	\$ (296,913)	\$ (271,347)	\$ (269,275)	\$ (269,927)	\$ (253,061)
Contribution (deficiency) excess	\$ (30,536)	\$ (5,846)	\$ 15,445	\$ (14,585)	\$ (29,643)	\$ (6,843)	\$ 11,437
Academy's covered-employee payroll	\$ 2,839,264	\$ 2,853,743	\$ 2,668,702	\$ 2,587,850	\$ 2,406,489	\$ 2,357,683	\$ 2,252,790
Contributions as a percentage of covered-employee payroll	12.09%	10.74%	11.13%	10.49%	11.19%	11.45%	11.23%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the Coeur d'Alene Charter Academy will present information for those to use for which information is available.

Data reported is measured as of June 30, 2020 (measurement date)

Coeur d'Alene Charter Academy, Inc.
SCHEDULES OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL FUND
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final		With Final Budget
REVENUES:				
Interest income	\$ 10,000	\$ 10,000	\$ 6,339	\$ (3,661)
Other local revenue	160,000	160,000	186,943	26,943
State assistance and reimbursements	4,481,811	4,481,811	4,478,345	(3,466)
Title programs and other federal revenues	-	-	-	-
Total revenues	<u>4,651,811</u>	<u>4,651,811</u>	<u>4,671,627</u>	<u>19,816</u>
EXPENDITURES:				
Instruction programs:				
Secondary programs	3,047,390	3,126,920	2,936,943	(189,977)
Exceptional child programs	44,742	47,146	46,809	(337)
Interscholastic & school activity programs	115,381	115,381	83,053	(32,328)
Total instruction programs	<u>3,207,513</u>	<u>3,289,447</u>	<u>3,066,805</u>	<u>(222,642)</u>
Support services programs:				
Attendance, guidance and health program	140,108	144,917	135,898	(9,019)
Special services program	5,000	5,000	-	(5,000)
School administration program	569,714	584,140	544,713	(39,427)
Business operations program	266,062	278,274	276,885	(1,389)
Custodial and maintenance program	366,998	383,117	314,153	(68,964)
Security and safety program	6,000	6,000	3,770	(2,230)
Transportation program	5,000	5,000	207	(4,793)
Total support services programs	<u>1,358,882</u>	<u>1,406,448</u>	<u>1,275,626</u>	<u>(130,822)</u>
Non-instruction enterprise operations	40,000	40,000	30,994	(9,006)
Capital asset program	-	19,000	3,687	(15,313)
Debt service program:				
Principal retirement	210,000	210,000	197,713	(12,287)
Interest	60,000	60,000	50,475	(9,525)
Total debt service program	<u>270,000</u>	<u>270,000</u>	<u>248,188</u>	<u>(21,812)</u>
Total expenditures	<u>4,876,395</u>	<u>5,024,895</u>	<u>4,625,300</u>	<u>(399,595)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(224,584)	(373,084)	46,327	419,411
OTHER FINANCING SOURCES (USES)				
Transfers in	8,742	8,742	28,956	20,214
Transfers out	(983,663)	(870,163)	(19,306)	850,857
Contingency reserve	(240,000)	(205,000)	-	205,000
Total other financing sources (uses)	<u>(1,214,921)</u>	<u>(1,066,421)</u>	<u>9,650</u>	<u>1,076,071</u>
NET CHANGE IN FUND BALANCES	(1,439,505)	(1,439,505)	55,977	1,495,482
FUND BALANCES, beginning	1,439,505	1,439,505	1,582,745	(143,240)
FUND BALANCES, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,638,722</u>	<u>\$ 1,352,242</u>

Coeur d'Alene Charter Academy, Inc.
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2021

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for the general, special revenue, debt services, and capital project funds. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed as an extension of formal budgetary integration in the general fund, special revenue funds, and debt service funds. This is in conformance with Idaho State Statutes which require that appropriations lapse at the end of a fiscal year and are not available to be carried forward to be used in addition to the succeeding year's appropriation.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

- The Academy publishes a proposed budget for public review.
- Public hearings are set for comments.
- Prior to July 1, the budget is adopted by resolution of the Board of Directors and published.
- The final budget is then filed with the State Department of Education. Expenditures may not legally exceed budgeted appropriations at the fund level.

During the fiscal year ended June 30, 2021, the budget was amended to reflect revised revenue and expense estimates. The amendment was properly approved by the Board of Directors.

Lapsing of Appropriations – At the close of each year all unspent appropriations revert to the respective funds from which they were appropriated and become subject to future appropriation.

FINANCIAL SECTION
OTHER SUPPLEMENTARY INFORMATION

Coeur d'Alene Charter Academy, Inc.
BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2021

	Technology Fund	Substance Abuse Fund	IDEA Part B Fund	COVID Fund	Total
ASSETS					
Cash and cash equivalents	\$ 102,630	\$ 25,018	\$ -	\$ -	\$ 127,648
Receivables	-	-	4,473	-	4,473
Total assets	<u>102,630</u>	<u>25,018</u>	<u>4,473</u>	<u>-</u>	<u>132,121</u>
LIABILITIES					
Accounts payable	30	-	1,869	-	1,899
Due to other funds	-	-	2,604	-	2,604
Total liabilities	<u>30</u>	<u>-</u>	<u>4,473</u>	<u>-</u>	<u>4,503</u>
FUND BALANCES					
Restricted	102,600	25,018	-	-	127,618
Total fund balances	<u>102,600</u>	<u>25,018</u>	<u>-</u>	<u>-</u>	<u>127,618</u>
Total liabilities and fund balances	<u>\$ 102,630</u>	<u>\$ 25,018</u>	<u>\$ 4,473</u>	<u>\$ -</u>	<u>\$ 132,121</u>

Coeur d'Alene Charter Academy, Inc.
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES – NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2021

	Technology Fund	Substance Abuse Fund	IDEA Part B Fund	COVID Fund	Total
REVENUES					
State assistance and reimbursements	\$ 80,502	\$ 9,924	\$ -	\$ -	\$ 90,426
Federal funds	-	-	58,778	271,097	329,875
Total revenues	<u>80,502</u>	<u>9,924</u>	<u>58,778</u>	<u>271,097</u>	<u>420,301</u>
EXPENDITURES					
Instruction programs:					
Secondary program	-	-	-	17,043	17,043
Exceptional child programs	-	-	43,288	-	43,288
Total instruction programs	<u>-</u>	<u>-</u>	<u>43,288</u>	<u>17,043</u>	<u>60,331</u>
Support services programs:					
Special services program	-	-	15,490	-	15,490
Instructional related technology program	5,166	-	-	-	5,166
Custodial and maintenance program	-	-	-	422	422
Security and safety program	-	2,458	-	-	2,458
Total support services programs	<u>5,166</u>	<u>2,458</u>	<u>15,490</u>	<u>422</u>	<u>23,536</u>
Capital asset program	<u>10,745</u>	<u>1,404</u>	<u>-</u>	<u>233,445</u>	<u>245,594</u>
Total expenditures	<u>15,911</u>	<u>3,862</u>	<u>58,778</u>	<u>250,910</u>	<u>329,461</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	64,591	6,062	-	20,187	90,840
OTHER FINANCING SOURCES (USES)					
Transfers out	(8,769)	-	-	(20,187)	(28,956)
Total other financing sources (uses)	<u>(8,769)</u>	<u>-</u>	<u>-</u>	<u>(20,187)</u>	<u>(28,956)</u>
NET CHANGE IN FUND BALANCES	55,822	6,062	-	-	61,884
FUND BALANCES, beginning	46,778	18,956	-	-	65,734
FUND BALANCES, ending	<u>\$ 102,600</u>	<u>\$ 25,018</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,618</u>

Coeur d'Alene Charter Academy, Inc.
CUSTODIAL FUNDS
SCHEDULE OF CHANGES IN DEPOSIT BALANCES
OF STUDENT BODY FUNDS
For the Year Ended June 30, 2021

Activity	Cash June 30, 2020	Receipts	Disbursements	Transfers	Cash June 30, 2021
Academic team	\$ 2,543	\$ -	\$ 180	\$ -	\$ 2,363
Art club	506	100	-	-	606
Associated student body	5,559	631	1,761	-	4,429
Band	35,150	8,684	14,474	-	29,360
Basketball	1,000	-	-	-	1,000
Bookstore	4,206	155	-	-	4,361
Boys soccer	3,663	3,509	3,309	-	3,863
Chess	405	-	-	-	405
Choir	7,719	-	852	-	6,867
Civics programs	252	-	-	-	252
Classes 6-12	1,660	5,220	3,595	(682)	2,603
Drama	20,167	9,520	4,150	-	25,537
French/SFS	733	-	-	-	733
Girls soccer	10,058	17,409	15,700	-	11,767
International travel	4,152	-	-	-	4,152
Journalism/Yearbook	29,386	26,057	20,252	-	35,191
Latin	46	-	-	-	46
Miscellaneous	15,840	-	-	682	16,522
NHS	662	239	279	-	622
Outdoor Club	890	-	-	-	890
Science club	582	-	-	-	582
Ski club	2,798	-	-	-	2,798
Spanish	816	-	-	-	816
Speech and debate	3,894	300	-	-	4,194
Staff sunshine	699	64	265	-	498
Tennis	110	3,400	2,639	-	871
Track	4,126	3,767	2,119	-	5,774
Trail creek	1,919	13,914	11,935	-	3,898
Volleyball	6,114	2,025	3,681	-	4,458
Washington DC trips	-	-	-	-	-
Writing symposium	926	-	-	-	926
X-Country	2,269	1,115	1,265	-	2,119
	<u>\$ 168,850</u>	<u>\$ 96,109</u>	<u>\$ 86,456</u>	<u>\$ -</u>	<u>\$ 178,503</u>

REPORT REQUIRED BY GAO



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**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 Directors
Coeur d'Alene Charter Academy, Inc.
Coeur d'Alene, ID 83814

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 the governmental activities, each major fund, and the aggregate remaining fund information of Coeur d'Alene Charter Academy, Inc., as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Coeur d'Alene Charter Academy, Inc.'s basic financial statements and have issued our report thereon dated October 19, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Coeur d'Alene Charter Academy, Inc.'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Coeur d'Alene Charter Academy, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Coeur d'Alene Charter Academy, Inc.'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 entity'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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Coeur d'Alene Charter Academy, Inc.'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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Anderson Bros. CPAs
Post Falls, Idaho
October 19, 2021