

WESTSIDE ATLANTA CHARTER SCHOOL
FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

**WESTSIDE ATLANTA CHARTER SCHOOL
TABLE OF CONTENTS
JUNE 30, 2023 AND 2022**

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statement of Activities – 2023	4
Statement of Activities – 2022	5
Statement of Functional Expenses – 2023	6
Statement of Functional Expenses – 2022	7
Statements of Cash Flows	8
Notes to the Financial Statements	9
SUPPLEMENTARY INFORMATION	
Independent Auditors' Report on Supplementary Information	17
Statement of Net Position	18
Statement of Activities	19
Balance Sheet – Governmental Funds	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	21
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	22
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	23
Selected Notes to the Financial Statements	24

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Westside Atlanta Charter School

Opinion

We have audited the accompanying statements of Westside Atlanta Charter School (the School), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the School as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance; and therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audits 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 School's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits, significant audit findings, and certain internal control related matters that we identified during the audits.

Warren Averett, LLC

Atlanta, Georgia
October 24, 2023

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022**

ASSETS		
	2023	2022
Cash and cash equivalents	\$ 1,387,288	\$ 1,238,088
Grants receivable	200,350	286,435
Investments	865,355	860,533
Prepaid expenses	26,670	20,496
Property and equipment, net	590,603	592,428
TOTAL ASSETS	\$ 3,070,266	\$ 2,997,980
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 65,565	\$ 26,028
Accrued payroll and benefits	573,567	504,189
TOTAL LIABILITIES	639,132	530,217
NET ASSETS		
Board designated for operating reserves	1,100,000	1,000,000
Undesignated	1,331,134	1,467,763
TOTAL NET ASSETS	2,431,134	2,467,763
TOTAL LIABILITIES AND NET ASSETS	\$ 3,070,266	\$ 2,997,980

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**
(with comparative totals for 2022)

	2023			2022 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
SUPPORT AND REVENUE				
Atlanta Public School funding	\$ 6,095,608	\$ -	\$ 6,095,608	\$ 5,520,153
Federal ESSER funding	346,735	-	346,735	587,132
Title I funding	122,702	-	122,702	132,210
Title II funding	20,000	-	20,000	21,060
Other grants	278,137	-	278,137	348,980
Contributions	69,523	-	69,523	48,820
In-kind contributions	350,000	-	350,000	350,000
Encore afterschool	90,745	-	90,745	94,925
Investment income (loss), net	11,556	-	11,556	(63,062)
Other income	180,020	-	180,020	67,414
TOTAL SUPPORT AND REVENUE	7,565,026	-	7,565,026	7,107,632
NET ASSETS RELEASED FROM RESTRICTIONS				
Satisfaction of restrictions	-	-	-	-
TOTAL SUPPORT AND REVENUE AND NET ASSETS RELEASED FROM RESTRICTIONS	7,565,026	-	7,565,026	7,107,632
EXPENSES				
Program services				
Instructional	3,859,508	-	3,859,508	3,421,594
Maintenance and operation of plant	1,141,435	-	1,141,435	1,113,712
Improvement of instructional services	681,441	-	681,441	709,653
Student services	198,585	-	198,585	197,551
Food services	322,127	-	322,127	492,070
Encore afterschool	190,753	-	190,753	73,586
Other program expenses	67,389	-	67,389	115,139
Total program services	6,461,238	-	6,461,238	6,123,305
General and administrative	1,140,417	-	1,140,417	1,139,574
TOTAL EXPENSES	7,601,655	-	7,601,655	7,262,879
CHANGES IN NET ASSETS	(36,629)	-	(36,629)	(155,247)
NET ASSETS AT BEGINNING OF YEAR	2,467,763	-	2,467,763	2,623,010
NET ASSETS AT END OF YEAR	\$ 2,431,134	\$ -	\$ 2,431,134	\$ 2,467,763

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE			
Atlanta Public School funding	\$ 5,520,153	\$ -	\$ 5,520,153
Federal ESSER funding	587,132	-	587,132
Title I funding	132,210	-	132,210
Title II funding	21,060	-	21,060
Other grants	348,980	-	348,980
Contributions	45,820	3,000	48,820
In-kind contributions	350,000	-	350,000
Encore afterschool	94,925	-	94,925
Investment loss, net	(63,781)	-	(63,062)
Other income	68,133	-	67,414
TOTAL SUPPORT AND REVENUE	<u>7,104,632</u>	<u>3,000</u>	<u>7,107,632</u>
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of restrictions	32,242	(32,242)	-
TOTAL SUPPORT AND REVENUE AND NET ASSETS RELEASED FROM RESTRICTIONS	<u>7,136,874</u>	<u>(29,242)</u>	<u>7,107,632</u>
EXPENSES			
Program services			
Instructional	3,421,594	-	3,421,594
Maintenance and operation of plant	1,113,712	-	1,113,712
Improvement of instructional services	709,653	-	709,653
Student services	197,551	-	197,551
Food services	492,070	-	492,070
Encore afterschool	73,586	-	73,586
Other program expenses	115,139	-	115,139
Total program services	6,123,305	-	6,123,305
General and administrative	1,139,574	-	1,139,574
TOTAL EXPENSES	<u>7,262,879</u>	<u>-</u>	<u>7,262,879</u>
CHANGES IN NET ASSETS	(126,005)	(29,242)	(155,247)
NET ASSETS AT BEGINNING OF YEAR	<u>2,593,768</u>	<u>29,242</u>	<u>2,623,010</u>
NET ASSETS AT END OF YEAR	<u>\$ 2,467,763</u>	<u>\$ -</u>	<u>\$ 2,467,763</u>

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023**
(with comparative totals for 2022)

2023

	Program							2022 Total			
	Instructional	Maintenance and Operation of Plant	Improvement of Instructional Services	Student Services	Food Services	Encore Afterschool	Other Program Services		Total	General and Administrative	Total
Salaries and wages	\$ 2,569,266	\$ -	\$ 404,515	\$ 192,601	\$ 119,878	\$ 127,786	\$ -	\$ 3,414,046	\$ 767,790	\$ 4,181,836	\$ 3,719,726
Pension	568,355	-	38,083	-	21,070	-	-	627,508	125,408	752,916	667,695
Occupancy	-	1,049,009	-	-	5,018	-	-	1,054,027	-	1,054,027	1,084,947
Supplies	259,813	-	-	-	144,723	22,196	-	426,732	56,248	482,980	612,836
Employee benefits	268,597	-	7,049	-	18,331	-	-	293,977	36,300	330,277	207,959
Staff development	-	-	120,128	-	-	-	-	120,128	5,913	126,041	184,023
Depreciation	-	92,426	-	-	-	-	-	92,426	-	92,426	76,977
Professional fees	41,107	-	-	-	-	-	-	41,107	32,218	73,325	177,456
Payroll taxes	50,304	-	645	-	3,238	-	-	54,187	10,889	65,076	58,646
Information technology	-	-	-	-	-	-	22,695	22,695	21,363	44,058	122,577
Insurance	-	-	-	-	-	-	-	-	38,420	38,420	50,697
Advertising	7,640	-	-	-	-	-	-	7,640	2,506	10,146	12,719
Other	94,426	-	111,021	5,984	9,869	40,771	44,694	306,765	43,362	350,127	286,621
TOTAL EXPENSES	\$ 3,859,508	\$ 1,141,435	\$ 681,441	\$ 198,585	\$ 322,127	\$ 190,753	\$ 67,389	\$ 6,461,238	\$ 1,140,417	\$ 7,601,655	\$ 7,262,879

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022**

	Program							Total
	Instructional	Maintenance and Operation of Plant	Improvement of Instructional Services	Student Services	Food Services	Encore Afterschool	Other Program Services	
Salaries and wages	\$ 2,281,072	\$ -	\$ 405,865	\$ 196,730	\$ 111,584	\$ 35,559	\$ -	\$ 3,030,810
Occupancy	-	1,036,735	-	-	48,212	-	-	1,084,947
Pension	498,258	-	27,417	-	17,798	-	-	543,473
Supplies	301,397	-	-	-	207,017	32,780	-	541,194
Employee benefits	153,711	-	7,049	-	11,431	-	-	172,191
Information technology	-	-	-	-	-	-	86,728	86,728
Staff development	-	-	173,527	-	-	-	-	173,527
Payroll taxes	44,787	-	747	-	2,380	-	-	47,914
Depreciation	-	76,977	-	-	-	-	-	76,977
Insurance	-	-	-	-	-	-	-	-
Professional fees	118,595	-	-	-	30,000	-	-	148,595
Advertising	2,124	-	-	-	-	-	-	2,124
Other	21,650	-	95,048	821	63,648	5,247	28,411	214,825
TOTAL EXPENSES	\$ 3,421,594	\$ 1,113,712	\$ 709,653	\$ 197,551	\$ 492,070	\$ 73,586	\$ 115,139	\$ 6,123,305
							General and Administrative	
								Total
							\$ 688,916	\$ 3,719,726
							-	1,084,947
							124,222	667,695
							71,642	612,836
							35,768	207,959
							35,849	122,577
							10,496	184,023
							10,732	58,646
							-	76,977
							50,697	50,697
							28,861	177,456
							10,595	12,719
							71,796	286,621
							\$ 1,139,574	\$ 7,262,879

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ (36,629)	\$ (155,247)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	92,426	76,977
Net (gain) loss on investments	(11,556)	63,062
Decrease (increase) in:		
Grants receivable	86,085	(78,695)
Prepaid expenses	(6,174)	35,387
Increase (decrease) increase in:		
Accounts payable and accrued expenses	108,915	(5,425)
Net cash provided by (used in) operating activities	<u>233,067</u>	<u>(63,941)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of securities	-	(100,000)
Dividend reinvested	6,734	77,447
Property and equipment purchases	(90,601)	(171,034)
Net cash used in investing activities	<u>(83,867)</u>	<u>(193,587)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	149,200	(257,528)
CASH AND CASH EQUIVALENTS AT:		
BEGINNING OF YEAR	<u>1,238,088</u>	<u>1,495,616</u>
END OF YEAR	<u>\$ 1,387,288</u>	<u>\$ 1,238,088</u>

See notes to the financial statements.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

1. ORGANIZATION AND BUSINESS

Westside Atlanta Charter School (the School), a Georgia not-for-profit corporation, was formed in March 2011 to operate a charter K-8 school located in Atlanta's Westside community.

The School was granted its initial charter (the Charter) by the Board of Education of the City of Atlanta in December 2013. The Charter was renewed, and the current Charter expires June 30, 2028. The Charter permits the School to operate as a Charter School under the Atlanta Public School (APS) system, provided the School operates within the guidelines of the Charter and the applicable state and federal laws. The School's support comes primarily from state and local funding through the APS and from grants and contributions.

The School primarily receives support from APS in the form of an allocation based on enrollment and other school demographics per the terms of the School's Charter. Enrollment for the year ended June 30, 2023 was 344 students in grades kindergarten through eighth grade.

The School aspires to create a culture of service and leadership, where students and educators grow in curiosity, critical thinking and creativity. "We envision our School as a place of exceptional academic preparation and dynamic social engagement, with the goal of becoming an integral part of a vibrant community."

The School's current campus is provided rent free by APS through the 2027-28 school years. The lease will be renewed in conjunction with the Charter renewal.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the School have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities at year end. Net assets, revenues, expenses, gains and losses are recorded based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the School and changes therein are classified and reported as follows:

Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions.

Board Designated – Net assets without donor restrictions designated by the Board of Directors (the Board) to be held for specified purposes. The Board can elect to remove these designations in the future.

With Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the School and/or passage of time.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Contributions

The School records gifts of cash and other assets as without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions in the statements of activities as net assets released from restrictions. All contributions and unconditional promises to give which do not have donor restrictions as to purpose or time are classified as contributions without donor restrictions.

The School uses the allowance method to determine uncollectible grants receivable. The allowance is based on management's analysis of specific promises made. No allowance was deemed necessary for the years ended June 30, 2023 and 2022.

Donated Goods and Services (In-kind Contributions)

The School utilizes gifts in-kind contributions to carry out its mission. All gifts in-kind contributions received during the years ended June 30, 2023 and 2022, were able to be used by the School as determined by the Board and management. Gifts in-kind contributions are included in support and revenues and maintenance and operation of plant expenses in the accompanying statements of activities.

Contributed Services: Contributed services are recognized if the services received: (1) create or enhance nonfinancial assets; or (2) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Many individuals volunteer their time and perform a variety of tasks that assist in the School's activities. The School receives numerous volunteer hours each year that are not valued in the financial statements because the services do not meet the criteria.

Contributed Use of Facilities: The School's facilities are provided rent free from APS as described. Contribution revenue and related program expenses have been recognized on the statements of activities for the fair value which would be paid in a market based transaction. The School recognized in-kind contributions and expense of \$350,000 for the years ended June 30, 2023 and 2022.

Revenue Recognition

Revenue from APS and other programs are recognized in the period the service is delivered. Revenue from reimbursement basis grants is recognized as related expenditures are made.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Property and Equipment

The School capitalizes all expenditures for property and equipment in excess of \$2,000. Property and equipment are recorded at cost or fair value, if donated, and are depreciated using straight-line methods over their estimated useful lives as follows:

Leasehold improvements	2 – 15 years
Furniture and equipment	7 years

Tax Status

The School is exempt from income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code (IRC) and is classified as an organization which is not a private foundation under Section 509(a) of the IRC. The School qualifies for the charitable contribution deduction. Management does not believe there are any uncertain tax positions as defined by Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740, *Income Taxes*.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain indirect costs have been allocated among the programs and supporting services benefited. Personnel costs have been allocated based on estimates of time and effort. The School's fundraising expenses are not significant.

Concentrations of Credit and Market Risk

Financial instruments that potentially expose the School to concentrations of credit and market risk consist of cash and cash equivalents. At times the School's cash balances exceed the federally insured limit.

As of June 30, 2023 100% of the School's grants receivable was from APS allocated funding. As of June 30, 2022 100% of the School's grants receivable was APS allocated funding and 17% of the School's 2022 contributions were attributable to one donor.

Fair Values of Financial Instruments

The School estimates that the carrying amount for cash, accounts receivable and accounts payable approximates fair value because of the short-term nature of these instruments.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Investments

Investments are carried at fair value. Fair value is determined from quoted market prices or market prices of similar instruments. Realized and unrealized gains and losses are included in the statements of activities.

GAAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are described below:

- Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
- Level 2 – Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly or indirectly.
- Level 3 – Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. All of the School's investments are Level 1 investments.

Reclassifications

Certain 2022 amounts have been reclassified to conform to the 2023 presentation. These reclassifications had no effect on net assets as previously reported.

Right-of-Use Assets and Lease Liabilities

Effective July 1, 2022, the School adopted FASB ASC Topic 842, *Leases* (Topic 842). Under Topic 842, a lessee is required to recognize a lease liability and a right-of-use lease asset on the statements of financial position. There was no cumulative effect adjustment to the School's retained earnings as a result of the adoption of this standard. In connection with the adoption of Topic 842, the School elected to apply the following practical expedients:

- not to reassess whether a contract includes an embedded lease at adoption;
- not to reassess the previously determined classification of a lease as operating or capital;
- not to reassess previously recorded initial direct costs;
- election of an accounting policy that permits inclusion of both the lease and non-lease components as a single lease component;
- election of an accounting policy to exclude lease accounting requirements for leases that have terms of less than 12 months; and
- the use of hindsight in determining the lease term and in assessing impairment of right-of-use assets.

In accordance with Topic 842, at lease commencement, the School initially measures the lease liability at the present value of payments expected to be made during the lease term. The right-of-use lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Key estimates and judgments related to leases include how the School determines: (1) the discount rate used to discount the expected lease payments to present value, (2) lease term, and (3) lease payments. The School uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the School generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancelable period of the lease, as well as expected renewal terms. In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options are only included in the lease term if the lease is reasonably certain to be extended.

The School monitors changes in circumstances that would require a remeasurement of its leases and will remeasure right-of-use lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of any lease liability.

The School has determined that its leases are insignificant to the financial statements and do not require recording right-of-use assets and lease liabilities under Topic 842.

Events Occurring After Report Date

Management has evaluated events and transactions that occurred between June 30, 2023 and October 24, 2023, which is the date that the financial statements were available to be issued, for possible recognition or disclosure in the financial statements.

3. INVESTMENTS

Investments consist of the following as of June 30:

	<u>2023</u>	<u>2022</u>
U.S. Fixed income	\$ 733,665	\$ 737,269
U.S. Equities	82,606	70,295
International Equities	49,084	52,969
	<u>\$ 865,355</u>	<u>\$ 860,533</u>

The components of total investment return from investments are reflected as of June 30:

	<u>2023</u>	<u>2022</u>
Dividends and interest	\$ 31,405	\$ 24,979
Net realized and unrealized gain (loss)	(19,849)	(88,041)
Total return on investment	<u>\$ 11,556</u>	<u>\$ (63,062)</u>

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

4. PROPERTY AND EQUIPMENT

Property and equipment at June 30 is composed of the following:

	<u>2023</u>	<u>2022</u>
Leasehold improvements	\$ 854,142	\$ 770,691
Furniture and equipment	229,742	222,592
	1,083,884	993,283
Less accumulated depreciation	(493,281)	(400,855)
Net property and equipment	<u>\$ 590,603</u>	<u>\$ 592,428</u>

Depreciation expense of \$92,426 and \$76,977 was recorded for the years ended June 30, 2023 and 2022, respectively.

5. RESTRICTIONS AND DESIGNATIONS ON NET ASSETS

At June 30, 2023 and 2022, \$1,100,000 and \$1,000,000, respectively, of net assets without donor restrictions were designated by the Board for operating reserves.

There were no net assets with donor restrictions at June 30, 2023 or 2022.

Net assets with donor restrictions released from restrictions during the year ended June 30, are as follows:

	<u>2023</u>	<u>2022</u>
Phase 1 capital campaign	\$ -	\$ 21,909
Media center	-	7,333
Nutrition garden program	-	3,000
	<u>\$ -</u>	<u>\$ 32,242</u>

6. LEASE AGREEMENTS

The School leased office equipment under non-cancelable operating leases. Rent expense for the years ended June 30, 2023 and 2022 amounted to approximately \$25,000 and \$38,000, respectively, and is included in maintenance and operation of plan on the statements of activities. Future minimum payments for office equipment leases are as follows:

<u>For the Year Ending June 30,</u>	
2024	<u>\$ 4,148</u>
	<u>\$ 4,148</u>

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

7. RETIREMENT PLAN

The School participates in the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple employer defined benefit plan (the Plan), is administered by the TRS Board of Trustees. Participation is available to all public-school employees as defined by the Plan. Participant employees contributed 6% of their annual salary in the years ended June 30, 2023 and 2022. The School contributed 19.81% and 19.98% of each participant's annual salary for the years ended June 30, 2023 and 2022, respectively. Employer contributions totaled approximately \$753,000 and \$668,000 for the years ended June 30, 2023 and 2022, respectively.

8. LIQUIDITY AND FUNDS AVAILABLE

The following table reflects the School's financial assets as of June 30, 2023 and 2022, reduced by amounts not available for expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year.

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 1,387,288	\$ 1,238,088
Grants receivable	200,350	286,435
Investments	<u>865,355</u>	<u>860,533</u>
Financial assets, at year end	<u>2,452,993</u>	<u>2,385,056</u>
Less: Assets unavailable for general expenditures within one year due to:		
Board-designated	<u>1,100,000</u>	<u>1,000,000</u>
	<u>1,100,000</u>	<u>1,000,000</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,352,993</u>	<u>\$ 1,385,056</u>

The School is supported by contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the School must maintain sufficient resources to meet those responsibilities to donors. Therefore, certain financial assets may not be available for general expenditures within one year. As part of the School's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. Board-designated amounts could be made available if necessary.

**WESTSIDE ATLANTA CHARTER SCHOOL
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

9. FEDERAL CORONAVIRUS AID AND RELIEF

In early 2020 an outbreak of a novel strain of coronavirus (COVID-19) emerged globally. As a result, there have been mandates from federal, state and local authorities resulting in an overall decline in economic activity. On March 27, 2020 in response to the pandemic, the President signed into law the Coronavirus Aid, Relief and Economic Security Act (CARES).

In February 2021 the School was allocated CARES funding through the Elementary and Secondary School Emergency Relief Fund (ESSER) funding totaling \$511,863. The funds were used for COVID-19 related costs, as directed by APS and were retroactive to March 13, 2020 and will be available through September 2023. As of June 30, 2022 the School recognized \$375,151 as revenue on the statements of activities.

In May 2021 the School was allocated additional ESSER funding totaling \$1,149,571. The funds will be available through September 2024. During 2023 and 2022 the School recognized \$346,735 and \$211,981, respectively as revenue on the statements of activities.

SUPPLEMENTARY INFORMATION

**INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTARY INFORMATION**

To the Board of Directors
Westside Atlanta Charter School

We have audited the financial statements of Westside Atlanta Charter School as of and for the year ended June 30, 2023 and our report thereon dated October 24, 2023 which expressed an unmodified opinion on those financial statements appears on pages 1 and 2. Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The supplementary statement of net position, statement of activities, balance sheet – governmental funds, statement of revenue, expenditures and changes in fund balances – governmental funds and related reconciliations and selected notes are presented in accordance with Government Accounting Standards Board pronouncements as required by the Atlanta Public Schools and the Georgia Department of Education and are 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 as a whole.

Warren Averett, LLC

Atlanta, Georgia
October 24, 2023

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF NET POSITION
JUNE 30, 2023**

ASSETS	
Cash and cash equivalents	\$ 1,387,288
Investments	865,355
Prepaid items	26,670
Grants receivable	200,350
Long-term assets	
Capital assets (net of accumulated depreciation)	<u>590,603</u>
TOTAL ASSETS	<u>3,070,266</u>
DEFERRED OUTFLOWS OF RESOURCES	
Related to defined benefit pension plans	<u>4,716,682</u>
LIABILITIES	
Accounts payable	65,565
Accrued payroll and benefits	573,567
Long-term liabilities	
Net pension liability (see Note 3)	<u>8,251,768</u>
TOTAL LIABILITIES	<u>8,890,900</u>
DEFERRED INFLOWS OF RESOURCES	
Related to defined benefit pension plans	<u>42,952</u>
NET POSITION	
Net investment in capital assets	590,603
Restricted	
Nonspendable	26,670
Unrestricted	<u>(1,764,177)</u>
TOTAL NET POSITION	<u><u>\$ (1,146,904)</u></u>

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Expenses</u>	<u>PROGRAM REVENUES</u>		<u>Net Revenues (Expenses) and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
GOVERNMENTAL ACTIVITIES				
Instruction	\$ 4,453,123	\$ -	\$ 269,680	\$ (4,183,443)
Support services				
Pupil services	198,585	-	188,367	(10,218)
Improvement of instructional services	645,627	-	16,352	(629,275)
Educational media services	74,325	-	-	(74,325)
School administration	660,060	-	-	(660,060)
Business administration	560,461	-	-	(560,461)
Maintenance and operation of plant services	791,435	-	196,177	(595,258)
Other support services	309,888	90,745	37,807	(181,336)
Operation of non-instructional services				
Food services	409,759	-	174,379	(235,380)
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 8,103,263</u>	<u>\$ 90,745</u>	<u>\$ 882,762</u>	<u>\$ (7,129,756)</u>
GENERAL REVENUES				
Atlanta Public Schools Board of Education				\$ 6,049,943
Investment gain				27,411
Miscellaneous				164,165
TOTAL GENERAL REVENUES				<u>6,241,519</u>
CHANGE IN NET POSITION				(888,237)
NET POSITION – BEGINNING OF YEAR				<u>(258,667)</u>
NET POSITION – END OF YEAR				<u>\$ (1,146,904)</u>

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2023**

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 1,387,288
Investments	865,355
Prepaid items	26,670
Grants receivable	<u>200,350</u>

TOTAL ASSETS \$ 2,479,663

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable	\$ 65,565
Accrued payroll and benefits	<u>573,567</u>

TOTAL LIABILITIES 639,132

FUND BALANCE

Nonspendable	26,670
Unassigned	<u>1,813,861</u>

TOTAL FUND BALANCE 1,840,531

TOTAL LIABILITIES AND FUND BALANCE \$ 2,479,663

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023**

TOTAL FUND BALANCE – GOVERNMENTAL FUNDS		\$ 1,840,531
Amounts reported for Governmental activities in the statement of net position are different because:		
Capital assets used in Governmental activities are not financial resources; and therefore, are not reported as assets in governmental funds.		
These assets consist of:		
Leasehold improvements	854,142	
Furniture and equipment	229,742	
Accumulated depreciation	<u>(493,281)</u>	
		590,603
Some liabilities, including pension obligations, are not due and payable in the current period; and therefore, are not reported in the governmental funds.		
Net pension liability		(8,251,768)
Deferred outflows and inflows of resources related to pensions are applicable to future periods; and therefore, are not reported in the governmental funds.		
These consist of:		
Deferred outflows of resources – pension plan		4,716,682
Deferred inflows of resources – pension plan		<u>(42,952)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES		<u><u>\$ (1,146,904)</u></u>

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

REVENUES	
Federal funding	\$ 489,437
State funding	276,328
Other local funding	
Grants	1,809
Contributions	69,523
Other revenue	282,321
	<u>1,119,418</u>
Total revenues	<u>1,119,418</u>
EXPENDITURES	
Instruction	3,810,268
Pupil services	198,585
School administration	581,518
Business administration	497,157
Improvement of instructional services	602,552
Educational media services	74,325
Maintenance and operation of plant services	699,009
Food services operation	385,927
Other support services	309,888
Capital outlays:	
Acquisition of capital assets	90,601
	<u>7,249,830</u>
Total expenditures	<u>7,249,830</u>
EXCESS OF EXPENDITURES OVER REVENUES	(6,130,412)
OTHER FINANCING SOURCES	
Transfers from Atlanta Public Schools	6,095,608
	<u>6,095,608</u>
Total other financing sources	<u>6,095,608</u>
NET CHANGE IN FUND BALANCE	(34,804)
FUND BALANCE AT BEGINNING OF YEAR	1,875,335
	<u>1,875,335</u>
FUND BALANCE AT END OF YEAR	\$ 1,840,531
	<u><u>1,840,531</u></u>

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

**TOTAL NET CHANGE IN FUND BALANCES –
GOVERNMENTAL FUND** \$ (34,804)

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	90,601	
Depreciation expense	<u>(92,426)</u>	
Excess of depreciation expense over capital outlay		(1,825)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Pension expense		<u>(851,608)</u>
-----------------	--	------------------

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (888,237)

See independent auditors' report on supplementary information.

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

1. CAPITAL ASSETS

Each class of capital assets is as follows for the year ended June 30, 2023:

	Cost	Depreciation
LEASEHOLD IMPROVEMENTS		
Beginning of year balance	\$ 770,691	\$ 318,624
Acquisitions	83,451	-
Dispositions	-	-
Depreciation expense	-	54,188
End of year balance	\$ 854,142	\$ 372,812
FURNITURE AND EQUIPMENT		
Beginning of year balance	\$ 222,592	\$ 82,231
Acquisitions	7,150	-
Dispositions	-	-
Depreciation expense	-	38,238
End of year balance	\$ 229,742	\$ 120,469

2. NET POSITION AND FUND BALANCE ACCOUNTS

Nonspendable funds at June 30, 2023 include \$26,670 in prepaid items that will be expensed during the year ended June 30, 2024.

3. RETIREMENT PLAN

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (TRS) and additions to/deductions from TRS's fiduciary net position have been determined on the same basis as they are reported by TRS. 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 and in some cases NAV as a practical expedient to fair value.

Plan Description

All teachers of the Atlanta Public School District (the District) as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) and certain other support personnel as defined by §47-3-63 are provided a pension through the TRS. TRS, a cost-sharing multiple employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

Benefits Provided

TRS provides service retirement, disability retirement, and survivor’s benefits. Normal retirement benefits are determined as 2% of the average of the member’s two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. Early retirement benefits are reduced by the lesser of one-twelfth of 7% for each month the member is below age 60 or by 7% for each year, or fraction thereof, by which the member has less than 30 years of service. It is also assumed that certain cost-of-living adjustments, based on the Consumer Price Index, may be made in future years. Retirement benefits are payable monthly for life. A member may elect to receive a partial lump-sum distribution in addition to a reduced monthly retirement benefit. Options are available for distribution of the member’s monthly pension, at a reduced rate, to a designated beneficiary upon the member’s death.

Retirement benefits also include death and disability benefits, whereby the disabled member or surviving spouse is entitled to receive annually an amount equal to the member’s service retirement benefit or disability retirement, whichever is greater. The benefit is based on the member’s creditable service (minimum of ten years of service) and compensation up to the time of disability. The death benefit is the amount that would be payable to the member’s beneficiary had the member retired on the date of death with either a service retirement allowance or a disability retirement allowance, whichever is larger. The benefit is based on the member’s creditable service (minimum of ten years of service) and compensation up to the date of death.

Contributions

Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2023. The School’s contractually required contribution rate for the year ended June 30, 2023 was 19.98% of annual School payroll. The School’s contributions to TRS were \$752,916 for the year ended June 30, 2023.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions**

At June 30, 2023, the School reported a liability for its proportionate share of the net pension liability that reflected a reduction for support provided to the School by the State of Georgia for certain public school support personnel. The amount recognized by the School as its proportionate share of the net pension liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the School were as follows:

School’s proportionate share of the net pension liability	\$ 8,251,768
State of Georgia's proportionate share of the net pension liability associated with the School	-
	\$ 8,251,768

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2021. An expected total pension liability as of June 30, 2022 was determined using standard roll-forward techniques. The School's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2022. At June 30 2022, the School's proportion was 0.025412%, which was an increase (decrease) of 0.002701% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School recognized pension expense of \$1,604,524 and no revenue for support provided by the State of Georgia for certain support personnel. At June 30, 2023, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 342,533	\$ 42,952
Changes of assumptions	1,242,154	-
Net difference between projected and actual earnings on pension plan investments	1,621,238	-
Changes in proportion and differences between School contributions and proportionate share of contributions	808,368	-
School contributions subsequent to the measurement date	702,389	-
Total	\$ 4,716,682	\$ 42,952

School contributions subsequent to the measurement date of \$702,389 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources (\$4,716,682 - \$42,952 = \$4,673,730) related to pensions will be recognized in pension expense as follows:

<u>For the Year Ending June 30,</u>	
2022	\$ 1,903,921
2023	893,303
2024	632,487
2025	1,244,019
2026	-
Thereafter	-
	\$ 4,673,730

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

Actuarial Assumptions

The total pension liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases, including inflation	3.00 – 8.75%
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Post-retirement benefit increases	1.50%, semi-annually

Post-retirement mortality rates for service retirements and beneficiaries were based on the Pub-2010 Teachers Headcount Weighted Below Median Healthy Retiree mortality tables (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. Post-retirement mortality rates for disability retirements were based on the Pub-2010 Teachers Mortality Table for Disabled Retirees (ages set forward one year and adjusted 106%) with the MP-2019 Projection scale applied generationally. The rates of improvement were reduced by 20% for all years prior to the ultimate rate. The Pub-2010 Teachers Headcount Weighted Below Median Employee mortality table with ages set forward one year and adjusted 106% was used for death prior to retirement. Future improvement in mortality rates was assumed using the MP-2019 projection scale generationally. These rates of improvement were reduced by 20% for all years prior to the ultimate rate.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2013 – June 30, 2018 with the exception of the long-term assumed rate of return on assets (discount rate) which was changed from 7.50% to 7.25% effective with the June 30, 2018 valuation, and then from 7.25% to 6.90% effective with the June 30, 2021 valuation. In addition, the assumed annual rate of inflation was changed from 2.75% to 2.50%, effective with the June 30, 2018 valuation, and the payroll growth assumption was changed from 3.00% to 2.50% effective with the June 30, 2021 valuation.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset class	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Fixed income	30.00 %	0.20 %
U.S. large stocks	46.30	9.40
U.S. small stocks	1.20	13.40
International developed market stocks	12.30	9.40
International emerging market stocks	5.20	11.40
Alternatives	5.00	10.50
Total	<u>100.00 %</u>	

**Rates shown are net of inflation*

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and nonemployer contributions will be made at the actuarially determined contribution rate. Based on those assumptions, the pension plan's fiduciary 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.

Sensitivity of the School's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (5.90%) or one-percentage-point higher (7.90%) than the current rate:

	<u>1% Decrease (5.90%)</u>	<u>Current Discount Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
School's proportionate share of the net pension liability	\$ 12,449,185	\$ 8,251,768	\$ 4,824,021

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publicly available at www.trsga.com/publications.

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

Schedule of Proportionate Share of Net Pension Liability

	2023	2022	2021	2020	2019	2018	2017	2016	2015
School's proportion of the net pension liability	0.025412%	0.022711%	0.021022%	0.018648%	0.016700%	0.015464%	0.013422%	0.008358%	0.610700%
School's proportionate share of the net pension liability	\$ 8,251,768	\$ 2,008,636	\$ 5,092,351	\$ 4,009,824	\$ 3,099,878	\$ 2,874,032	\$ 2,769,108	\$ 1,272,423	\$ 771,539
State of Georgia's proportionate share of the net pension liability associated with the School	-	-	-	-	-	-	-	-	-
Total	\$ 8,251,768	\$ 2,008,636	\$ 5,092,351	\$ 4,009,824	\$ 3,099,878	\$ 2,874,032	\$ 2,769,108	\$ 1,272,423	\$ 771,539
School's covered-employee payroll	\$ 4,284,767	\$ 3,845,359	\$ 3,191,346	\$ 2,921,079	\$ 2,277,317	\$ 1,873,801	\$ 1,774,933	\$ 930,957	\$ 623,070
School's proportionate share of the net pension liability as a percentage of its covered-employee payroll	192.58%	52.24%	159.57%	137.27%	136.12%	153.38%	156.01%	136.68%	123.83%
Plan fiduciary net position as a percentage of the total pension liability	72.85%	92.03%	77.01%	78.56%	80.27%	79.33%	76.06%	81.44%	84.03%

Note: Schedule is intended to show information for the last ten fiscal years. Additional years will be displayed as they become available.

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

3. RETIREMENT PLAN – CONTINUED

Changes of Assumptions

On November 18, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, withdrawal and salary increases. Effective with the June 30, 2018 valuation, the long-term assumed rate of return on assets (discount rate) was changed from 7.50% to 7.25%, and the assumed annual rate of inflation was changed from 2.75% to 2.5%. On May 13, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, and withdrawal. Effective with the June 30, 2021 valuation, the long-term assumed rate of return on assets (discount rate) was changed from 7.25% to 6.90%, and the payroll growth assumption was changed from 3.00% to 2.50%.

Method and Assumptions Used in Calculations of Actuarially Determined Contributions

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported (June 30, 2022 employer contributions were determined on the June 30, 2019 valuations).

The following actuarial methods and assumptions were used to determine the contractually required contributions for year ended June 30, 2023 reported in that schedule:

Actuarial cost method	Entry age
Amortization method	Level percentage of pay, closed
Remaining amortization period	24.9 years
Asset valuation method	Five-year smoothed fair
Inflation	2.50%
Salary increases	3.00 – 8.75%, including inflation
Investment rate of return	7.25%, net of pension plan investment expense, including inflation
Post-retirement benefit increases	1.50% semi-annually

**WESTSIDE ATLANTA CHARTER SCHOOL
SELECTED NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

4. GRANTS AND CONTRIBUTIONS

	Revenue	Expenditures
Federal funding		
Federal ESSER funding	\$ 346,735	\$ 346,735
Title I Funding (CFDA 84.010)	122,702	122,702
Title II Funding (CFDA 84.367)	20,000	20,000
	489,437	489,437
State funding		
Facilities Grants	80,429	80,429
Securities Grant	21,520	21,520
State Nutrition Grant	174,379	174,379
	276,328	\$ 276,328
Other funding		
Other contributions	71,332	
	\$ 837,097	

Note: This report does not include a Schedule of Expenditure of Federal Awards because the School is not considered a sub-recipient of Atlanta Public School's federal funding.