

**MOMENTUM ACADEMY**

**FINANCIAL STATEMENTS  
with  
INDEPENDENT AUDITOR'S REPORT**

**June 30, 2023**

## TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report .....	1-3
FINANCIAL STATEMENTS:	
Statement of Assets, Liabilities and Net Assets – Modified Cash Basis .....	4
Statement of Support, Revenue and Expenses – Modified Cash Basis .....	5
Statement of Functional Expenses – Modified Cash Basis .....	6
Statement of Cash Flows – Modified Cash Basis .....	7
Notes to Financial Statements .....	8-14
SUPPLEMENTARY INFORMATION:	
Statement of Assets, Liabilities and Fund Balances – Modified Cash Basis – By Fund .....	16
Statement of Receipts, Disbursements and Changes in Fund Balances - Modified Cash Basis – By Fund .....	17-18
Schedule of Receipts Collected by Source – Modified Cash Basis – By Fund .....	19
Schedule of Expenditures Paid by Object – Modified Cash Basis – By Fund .....	20
Schedule of Expenditures of Federal Awards .....	21
Notes to Schedule of Expenditures of Federal Awards .....	22
INTERNAL CONTROL AND COMPLIANCE:	
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 <i>Government Auditing Standards</i> .....	24-25
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance .....	26-28
Schedule of Findings and Questioned Costs .....	29
Independent Accountant's Report on Management's Assertions About Compliance with Specified Requirements of Missouri Laws and Regulations .....	30
Schedule of Selected Statistics .....	31-37

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Momentum Academy  
St. Louis, Missouri

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of the Momentum Academy (a nonprofit organization) (the "Academy"), which comprise the statement of assets, liabilities, and net assets-modified cash basis as of June 30, 2023, and the related statements of support, revenue, and expenses-modified cash basis, functional expenses-modified cash basis, and cash flows-modified cash basis for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the assets, liabilities, and net assets of Momentum Academy as of June 30, 2023, and the changes in net assets and its cash flows for the year then ended in accordance with the modified cash basis of accounting as described in Note 2.

#### ***Basis for Opinion***

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Academy and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Basis of Accounting***

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 2, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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 Momentum Academy's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## INDEPENDENT AUDITOR'S REPORT (continued)

### ***Auditor's Responsibility 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 auditor's 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 and *Government 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 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 and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- 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 audit 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 Academy'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 Academy'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 audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## INDEPENDENT AUDITOR'S REPORT (continued)

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, as listed in the table of contents from pages 17-23, are presented for purposes of additional analysis 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 supplementary schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the 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 December 6, 2023, on our consideration of the Academy'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 the Academy's 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 the Academy's internal control over financial reporting and compliance.



Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 6, 2023

## MOMENTUM ACADEMY

### STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS – MODIFIED CASH BASIS

June 30, 2023

#### ASSETS

Cash and cash equivalents	\$ 3,635,465
Capital assets, net of accumulated depreciation	<u>589,240</u>
Total Assets	\$ <u>4,224,705</u>

#### LIABILITIES AND NET ASSETS

Liabilities:	
Payroll Withholdings	\$ <u>6,858</u>
Total Liabilities	6,858
Net Assets:	
Without donor restriction	<u>4,217,847</u>
Total Net Assets	<u>4,217,847</u>
Total Liabilities and Net Assets	\$ <u>4,224,705</u>

*See Accompanying Independent Auditor's Report and Notes to these Financial Statements.*

## MOMENTUM ACADEMY

### STATEMENT OF SUPPORT, REVENUE AND EXPENSES – MODIFIED CASH BASIS For the Year Ended June 30, 2023

#### NET ASSETS WITHOUT DONOR RESTRICTIONS:

##### SUPPORT, REVENUE & OTHER INCOME:

Contributions and donations	\$ 377,327
State aid receipts	10,136,104
Federal grants and contracts	5,988,588
Sales tax (Proposition C)	1,125,646
Student activity income	9,988
Other income	<u>210,010</u>
Total Support, Revenue & Other Income	17,847,663

##### EXPENSES:

Program services	10,150,892
General & administrative	<u>5,481,286</u>
Total Expenses	<u>15,632,178</u>

Change in Net Assets	2,215,485
Net Assets, Beginning of Year	<u>2,002,362</u>
Net Assets, End of Year	\$ <u>4,217,847</u>

*See Accompanying Independent Auditor's Report and Notes to these Financial Statements.*

# MOMENTUM ACADEMY

## STATEMENT OF FUNCTIONAL EXPENSES – MODIFIED CASH BASIS For the Year Ended June 30, 2023

		<u>Supporting Activities</u>		Total	
	<u>Program</u>	<u>General &amp;</u>	<u>Fundraising</u>	<u>Supporting</u>	<u>Total</u>
	<u>Services</u>	<u>Administrative</u>		<u>Activities</u>	
Salaries and wages	\$ 4,213,137	\$ 1,985,035	\$ 0	\$ 1,985,035	\$ 6,198,172
Employee benefits and taxes	1,443,124	628,177	0	628,177	2,071,301
Purchased services	3,093,144	2,480,630	0	2,480,630	5,573,774
Supplies	1,093,345	387,444	0	387,444	1,480,789
Utilities, energy service	143,599	0	0	0	143,599
Depreciation	<u>164,543</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>164,543</u>
Total Expenses	<u>\$10,150,892</u>	<u>\$ 5,481,286</u>	<u>\$ 0</u>	<u>\$ 5,481,286</u>	<u>\$ 15,632,178</u>

*See Accompanying Independent Auditor's Report and Notes to these Financial Statements.*



## MOMENTUM ACADEMY

### STATEMENT OF CASH FLOWS – MODIFIED CASH BASIS

For the Year Ended June 30, 2023

#### CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 2,215,485
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	164,543
Increase (decrease) in:	
Payroll withholdings	<u>(33,372)</u>
Net cash provided by operating activities	2,346,656

#### CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of property and equipment	<u>(280,195)</u>
Net cash used by investing activities	(280,195)

Net increase in cash and cash equivalents 2,066,461

Cash and cash equivalents, Beginning of Year	<u>1,569,004</u>
Cash and cash equivalents, End of Year	\$ <u>3,635,465</u>

#### SUPPLEMENTAL DISCLOSURE:

Cash paid for interest	\$ <u>0</u>
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*See Accompanying Independent Auditor's Report and Notes to these Financial Statements.*

# **MOMENTUM ACADEMY**

## **NOTES TO FINANCIAL STATEMENTS**

June 30, 2023

### **INDEX**

NOTE 1: ORGANIZATION

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. Financial Statement Presentation
- B. Basis of Accounting
- C. Cash and Cash Equivalents
- D. Concentrations of Credit and Market Risk
- E. Capital Assets
- F. Revenue Recognition
- G. Income Taxes
- H. Functional Expenses
- I. Use of Estimates
- J. Subsequent Events

NOTE 3: CAPITAL ASSETS

NOTE 4: OPERATING LEASES

NOTE 5: RETIREMENT PLAN

NOTE 6: RISK AND UNCERTAINTIES

NOTE 7: LIQUIDITY RESOURCE MANAGEMENT

## MOMENTUM ACADEMY

### NOTES TO FINANCIAL STATEMENTS

June 30, 2023

#### NOTE 1: ORGANIZATION

Momentum Academy (the “Academy”), formerly known as Eagle College Prep Endeavor, Inc., is a not-for-profit public benefit corporation organized under Chapter 355, RSMo and governed by Senate Bill No. 781 of the 89th General Assembly of the Missouri legislature. The corporation operates a charter school, which is sponsored by University of Missouri – Colombia. The Academy is exempt from most Missouri laws and statutes governing educational institutions. The aforementioned Senate Bill No. 781 governs it. Effective November 2011, the Academy received exemption from federal income taxes under Internal Revenue Code Section 501(c)(3).

The Academy's charter provides for the education of students from diverse social and economic backgrounds in the target area surrounding the academy in kindergarten and first through eighth grade.

The mission of Momentum Academy is to develop serving leaders by providing a rigorous college prep learning community where we work together toward the pursuit of academic excellence and positive character development in a safe, supportive, and loving learning environment.

The Academy under current Missouri statutes is considered to be a local education agency (LEA). A summary of the significant accounting policies is listed below.

#### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### A. Financial Statement Presentation

Financial Accounting Standards Board’s (FASB) Accounting Standards Codification (“ASC”) 958-205, *Not-for-Profit Entities: Presentation of Financial Statements*, requires disclosing the amounts of expenses by both their natural classification and their functional classification. The Academy is required to report information regarding its financial position and activities according to two classes of net assets, which is as follows.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other program or events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. The Academy reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. As of June 30, 2023, the Academy had \$0 in net assets with donor restrictions.

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor-imposed (or certain grantor) restrictions or law.

## **MOMENTUM ACADEMY**

### **NOTES TO FINANCIAL STATEMENTS**

June 30, 2023

#### **NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

##### **B. Basis of Accounting**

The financial statements are presented on the modified cash basis of accounting. This basis recognizes assets, liabilities, net assets, revenues and expenses when they result from cash transactions with a provision for recording property and equipment, depreciation, payroll withholdings, and long-term liabilities, such as promissory notes, which are recognized when incurred. Accordingly, the accompanying financial statements are not intended to present financial position or results of operations in accordance with accounting principles generally accepted in the United States of America.

##### **C. Cash and Cash Equivalents**

For the purpose of the statement of cash flows, the Academy considers all highly-liquid investments without donor restrictions with an initial maturity of three months or less to be cash equivalents.

##### **D. Concentrations of Credit and Market Risk**

Financial instruments that potentially expose the Academy to concentrations of credit and market risk consist primarily of cash and cash equivalents. Cash and cash equivalents are maintained at a high-quality financial institution and accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At June 30, 2023, the Academy's cash balances were all insured at the institution. The Academy has not experienced any losses on its cash held at the financial banking institutions. In addition, the Academy participates in a Insured Cash Sweep (ICS) program where funds in excess of FDIC limits are automatically swept to participating financial institutions to utilize additional FDIC coverage.

##### **E. Capital Assets**

All property and equipment are valued at historical cost. A capitalization threshold of \$1,000 is used to report capital assets. Depreciation is provided over the assets' estimated useful lives, which range from 5 to 10 years using the strait-line method of depreciation.

##### **F. Revenue Recognition**

All contributions are considered available for use within the Academy's general programs unless specifically restricted by the donor. In accordance with the modified cash basis of accounting, the Academy immediately recognizes all revenue at the time of receipt.

## MOMENTUM ACADEMY

### NOTES TO FINANCIAL STATEMENTS

June 30, 2023

#### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

##### G. Income Taxes

The Academy is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and comparable state law as charitable organizations whereby only unrelated business income, as defined by Section 509(a)(2) of the Code, is subject to federal income tax. The Academy currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded. The Academy has adopted provisions of FASB standard on Accounting for Uncertainty in Income Taxes (ASC 740-10-25). The Academy does not believe there are any material uncertain tax provisions and, accordingly, they will not recognize any liability for unrecorded tax benefits. For the year ended June 30, 2023, there was no interest or penalties recorded in the financial statements.

##### H. Functional Expenses

The costs of providing programs and other activities have been summarized on a functional basis in the statement of support, revenue, and expenses-modified cash basis. The statement of functional expenses-modified cash basis present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited and, in some cases, to one or more program or supporting functions. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include purchased services and supplies. Purchased services and supplies are allocated based on estimated project and purpose usage.

##### I. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

##### J. Subsequent Events

The Academy has evaluated subsequent events through December 6, 2023, the date which the financial statements were available to be issued.

#### NOTE 3: CAPITAL ASSETS

Capital assets consisted of the following as of June 30, 2023:

Equipment	\$ 980,129
Building improvements	<u>92,247</u>
	<u>1,072,376</u>
Less: Accumulated depreciation	<u>(483,136)</u>
Total Capital Assets, net	<u>\$ 589,240</u>

Depreciation expense for the year ended June 30, 2023 was \$164,543.

## MOMENTUM ACADEMY

### NOTES TO FINANCIAL STATEMENTS

June 30, 2023

#### NOTE 4: OPERATING LEASES

##### *Buildings*

The Academy entered into an operating lease agreement for the sublease of educational facilities leased by EEI Real Estate Holdings, located at 3716 Morganford Road, St. Louis, Missouri (known as the Tower Grove South location). Base rental payments of \$8,333 are due monthly through December 1, 2022, at which they increase annually by \$833 per month through the expiration of the lease on November 30, 2027. The total rent for the facilities for the year ended June 30, 2023 was \$105,833.

The Academy entered into an operating lease agreement for the sublease of educational facilities leased by Eagle Emmaus Property, LLC, located at 2617 Shenandoah Ave., St. Louis, Missouri (known as the Fox Park location). The lease expires on June 30, 2035. The rent amount is based on 20% of the State per-pupil payments allocated from the State of Missouri. The total rent for the facilities for the year ended June 30, 2023 was \$407,729.

The Academy entered into an operating lease agreement for the sublease of educational facilities leased by Eagle Messiah Property, LLC, located at 2900 S. Grand Blvd., St. Louis, Missouri (known as the Tower Grove East location). The lease expires on June 30, 2036. The rent amount is based on 20% of the State per-pupil payments allocated from the State of Missouri. The total rent for the facilities for the year ended June 30, 2023 was \$273,817. On June 29, 2022, the Academy and Eagle Messiah Property, LLC amended the master lease with Messiah Lutheran Church. Eagle Messiah Property, LLC assigned all its right and obligations under the original agreement to the Academy. The Academy assumes all obligations as the tenant under the master lease.

The Academy entered into an operating lease agreement for the sublease of educational facilities leased by Eagle Holy Cross Property, LLC, located at 3630 Ohio Ave., St. Louis, Missouri (known as the Gravois Park location). The lease expires on June 30, 2037. The rent amount is based on 20% of the State per-pupil payments allocated from the State of Missouri. The total rent for the facilities for the year ended June 30, 2023 was \$472,999.

The Academy entered into an operating lease agreement for the sublease of educational facilities leased by Plaza Square, LLC, located at 1144 Olivette Executive Parkway Suite 100, St. Louis, Missouri. Rental payments of \$4,596 are due monthly through the expiration of the lease on November 30, 2024. The total rent for the facilities for the year ended June 30, 2023 was \$34,470.

##### *Office Equipment*

The Academy entered into lease agreements for copy machines and office equipment with terms of 36 to 48 months and monthly payments from \$193 to \$752. For the year ended June 30, 2023, the Academy recognized lease expense of \$52,460 related to these lease agreements.

## MOMENTUM ACADEMY

### NOTES TO FINANCIAL STATEMENTS

June 30, 2023

#### NOTE 4: OPERATING LEASES (continued)

Future minimum lease payments of these agreements are as follows:

<u>Year ending June 30,</u>	<u>Facilities*</u>	<u>Equipment</u>	<u>Total</u>
2024	\$ 1,325,530	\$ 11,196	\$ 1,336,726
2025	1,303,358	3,732	1,307,090
2026	1,290,378	0	1,290,378
2027	1,300,378	0	1,300,378
2028	1,217,045	0	1,217,045
Thereafter	<u>9,301,630</u>	<u>0</u>	<u>9,301,630</u>
Total	\$ <u>15,738,319</u>	\$ <u>14,928</u>	\$ <u>15,753,247</u>

\*Facilities lease commitments based on management's projections of per pupil payments allocated from the State of Missouri.

#### NOTE 5: RETIREMENT PLAN

The Academy contributes to the Public School Retirement System of the City of St. Louis, a cost-sharing, multiple-employer defined benefit pension plan. Participation is mandatory under Missouri Revised Statutes, Chapter 105 and 169. The Retirement System members hired before January 1, 2018 are required to contribute 7.5% of their annual covered salary from July 1, 2022 through December 31, 2022 and 8.0% of their annual covered salary from January 1, 2023 through June 30, 2023. Members hired on or after January 1, 2018 are required to contribute 9.00% of their annual covered salary. The Academy was required to contribute 14.5% of covered academy compensation for July 1, 2022 to December 31, 2022 and 15.5% for the remainder of the school year ended June 30, 2023. The employer rates are determined annually as part of the Annual Valuation Report made by the Plan's actuary and the employee contribution rate is determined by the statute.

The total employer contributions for the years ended June 30, 2023 was \$835,477.

The retirement system issues a publicly available financial report that includes financial statements and other required information. That report may be obtained by writing to: The Public School Retirement System of the City of St. Louis, 3641 Olive Street Suite 300, St. Louis, Missouri, 63108, or by calling 1-314-534-7444.

#### NOTE 6: RISK AND UNCERTAINTIES

The Academy is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The Academy maintains commercial insurance to protect itself from such risks.

## MOMENTUM ACADEMY

### NOTES TO FINANCIAL STATEMENTS

June 30, 2023

NOTE 6: RISK AND UNCERTAINTIES (continued)

During the year ended June 30, 2023, the Academy maintained a self-funded health insurance program with claims processed by a third-party administrator on behalf of the Academy. The total cost of employee health insurance was \$634,428. The Academy has stop-loss insurance for monthly claims in excess of approximately \$200,000; the threshold fluctuates based on monthly enrollment. The Academy also has stop-loss insurance for claims in excess of \$50,000 made by a single employee.

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

NOTE 7: LIQUIDITY RESOURCE MANAGEMENT

The Academy regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Academy considers all expenditures related to its ongoing program activities as well as the conduct of services undertaken to support those activities to be general expenditures.

As of June 30, 2023, the following financial assets could readily be made available within one year of the statement of financial position date to meet general expenditures:

Cash and cash equivalents	\$ <u>3,635,465</u>
Total	\$ <u>3,635,465</u>



## **SUPPLEMENTARY INFORMATION**

Draft

# MOMENTUM ACADEMY

## STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES – MODIFIED CASH BASIS – BY FUND

June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$3,635,465	\$ 0	\$ 0	\$3,635,465
Total Assets	\$3,635,465	\$ 0	\$ 0	\$3,635,465
<u>LIABILITIES AND FUND BALANCES</u>				
Payroll liabilities	\$ 6,858	\$ 0	\$ 0	\$ 6,858
Unassigned fund balance	<u>3,628,607</u>	<u>0</u>	<u>0</u>	<u>3,628,607</u>
Total Liabilities and Fund Balances	\$3,635,465	\$ 0	\$ 0	\$3,635,465
Unassigned fund balance				\$3,628,607
Total capital assets, net on the Statement of Assets, Liabilities and Net Assets				<u>589,240</u>
Net assets without donor restrictions on the Statement of Assets, Liabilities and Net Assets				<u>\$4,217,847</u>

Note: The supplementary modified cash basis financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Accompanying Independent Auditor's Report.*

# MOMENTUM ACADEMY

## STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES – MODIFIED CASH BASIS – BY FUND

For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
<b>RECEIPTS:</b>				
Local	\$ 1,300,854	\$ 422,117	\$ 0	\$ 1,722,971
State	5,443,989	4,477,675	214,440	10,136,104
Federal	<u>5,988,588</u>	<u>0</u>	<u>0</u>	<u>5,988,588</u>
Total Receipts	12,733,431	4,899,792	214,440	17,847,663
<b>DISBURSEMENTS:</b>				
Current				
Elementary	2,286,242	1,554,354	82,291	3,922,887
Middle/Junior high	107,846	566,200	0	674,046
Special education	298,284	367,555	0	665,839
Other regular instruction	66,186	37,750	0	103,936
Bilingual	87,354	80,495	0	167,849
Student activities	2,404	0	0	2,404
Tuition to other districts	247,450	0	0	247,450
Tuition for special ed services to private agencies	101,285	0	0	101,285
Attendance and social work services	12,040	0	0	12,040
Counseling services	448,608	0	0	448,608
Nursing services	100,003	0	0	100,003
Other health services	81,098	0	0	81,098
Psychological testing services	67,275	0	0	67,275
Speech pathology services	95,770	0	0	95,770
Occupational therapy services	76,675	0	0	76,675
School-sponsored athletics	49,004	9,938	0	58,942
Professional development	141,870	0	0	141,870
Fiscal services	204,395	0	0	204,395
Board of education services	86,692	0	0	86,692
Executive administration	791,748	595,503	0	1,387,251
Community relations	148,714	0	0	148,714
Administrative technology	364,943	0	105,880	470,823
Building level administration	275,524	1,508,782	7,139	1,791,445
Business support services	432,643	174,909	0	607,552
Operation of plant	2,482,363	0	0	2,482,363
Contracted transportation services	353,102	0	0	353,102
Non-allowable transportation	113,565	0	0	113,565
Food services	797,515	0	17,615	815,130
Information services	54,929	0	0	54,929
Staff services	14,280	0	0	14,280
In-service training for non-Instructional staff	154,275	0	0	154,275
Welfare activities services	77,716	4,306	0	82,022
Parental involvement	11,799	0	0	11,799
Improvement services	<u>0</u>	<u>0</u>	<u>1,515</u>	<u>1,515</u>
Total Disbursements	<u>10,633,597</u>	<u>4,899,792</u>	<u>214,440</u>	<u>15,747,829</u>

**.MOMENTUM ACADEMY**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS – BY FUND (continued)**

For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
Receipts Over (Under) Disbursements	2,099,384	0	0	2,099,834
Other Financing Sources (Uses):				
Transfers in (out)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Changes in Fund Balance	2,099,834	0	0	2,099,834
Fund Balance – June 30, 2022	<u>1,528,773</u>	<u>0</u>	<u>0</u>	<u>1,528,773</u>
Fund Balance – June 30, 2023	\$ <u>3,628,607</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>3,628,607</u>
Net change in fund balance				\$ 2,099,834
Changes in:				
Capital assets – purchases and depreciation				<u>115,651</u>
Change in net assets on the Statement of Support, Revenue and Expenses				\$ <u>2,215,485</u>

Note: The supplementary modified cash basis financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Accompanying Independent Auditor's Report.*

# MOMENTUM ACADEMY

## SCHEDULE OF RECEIPTS COLLECTED BY SOURCE – MODIFIED CASH BASIS – BY FUND

For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
<b>LOCAL:</b>				
Sales tax (Prop C)	\$ 703,529	\$ 422,117	\$ 0	\$ 1,125,646
Earnings on investments	9,978	0	0	9,978
Student activities	9,988	0	0	9,988
Gifts and contributions	377,327	0	0	377,327
Other	<u>200,032</u>	<u>0</u>	<u>0</u>	<u>200,032</u>
Total Local	1,300,854	422,117	0	1,722,971
<b>STATE:</b>				
Basic formula	5,336,243	4,477,675	0	9,813,918
Classroom trust fund	104,669	0	214,440	319,109
Food services	2,294	0	0	2,294
Other	<u>783</u>	<u>0</u>	<u>0</u>	<u>783</u>
Total State	5,443,989	4,477,675	214,440	10,136,104
<b>FEDERAL:</b>				
Medicaid	195,786	0	0	195,786
CARES student connectivity	44,280	0	0	44,280
IDEA Special education	225,584	0	0	225,584
Food services	660,115	0	0	660,115
ESEA Title I	651,035	0	0	651,035
ESEA Title II.A	63,202	0	0	63,202
ESEA Title III	14,802	0	0	14,802
ESEA Title IV.A	53,014	0	0	53,014
ESSER I	11,575	0	0	11,575
ESSER II	1,454,650	0	0	1,454,650
ESSER III	2,547,242	0	0	2,547,642
ARP HCY Consortium	17,402	0	0	17,402
ARP IDEA	46,632	0	0	46,632
ARP IDEA ESCE 619	<u>3,269</u>	<u>0</u>	<u>0</u>	<u>3,269</u>
Total Federal	<u>5,988,588</u>	<u>0</u>	<u>0</u>	<u>5,988,588</u>
Total All Sources	\$ <u>12,733,431</u>	\$ <u>4,899,792</u>	\$ <u>214,440</u>	\$ <u>17,847,663</u>

Note: The supplementary modified cash basis financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Accompanying Independent Auditor's Report.*

# MOMENTUM ACADEMY

## SCHEDULE OF EXPENDITURES PAID BY OBJECT – MODIFIED CASH BASIS – BY FUND

For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Totals
Salaries and wages	\$ 2,470,299	\$ 3,727,873	\$ 0	\$ 6,198,172
Employee benefits and taxes	899,382	1,171,919	0	2,071,301
Purchased services	5,611,691	0	0	5,611,691
Supplies and materials	1,508,627	0	0	1,508,627
Utilities, energy service	143,598	0	0	146,598
Capital outlay	<u>0</u>	<u>0</u>	<u>214,440</u>	<u>214,440</u>
Total Expenditures	\$ <u>10,633,597</u>	\$ <u>4,899,792</u>	\$ <u>214,440</u>	\$ <u>15,747,829</u>
Changes in:				
Capital assets – purchases and depreciation				<u>(115,651)</u>
Total Expenses on the Statement of Support, Revenue, and Expenses				\$ <u>15,632,178</u>

Note: The supplementary modified cash basis financial statement above has been provided for purposes of reporting to the State of Missouri Department of Elementary and Secondary Education. This statement conforms to the presentation of the Annual Secretary of the Board Report (ASBR).

*See Accompanying Independent Auditor's Report.*

# MOMENTUM ACADEMY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended June 30, 2023

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Number	FAIN Number	Pass- Through Number	Federal Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Child Nutrition Cluster:				
School Breakfast Program	10.553	20221N119943	115-923	\$ 50,936
School Breakfast Program	10.553	20232N119943	115-923	102,621
National School Lunch Program	10.555	20221N119943	115-923	130,411
National School Lunch Program	10.555	20231N119943	115-923	346,856
National School Lunch Program – Commodities	10.555	n/a	115-923	40,632
COVID-19 – NSLP Supply Chain Assistance	10.555	20221N890343	115-923	18,850
COVID-19 – NSLP Supply Chain Assistance	10.555	20232N890343	115-923	<u>10,441</u>
Total Child Nutrition Cluster				<u>700,747</u>
Total U.S. Department of Agriculture				700,747
<u>U.S. Department of Education</u>				
<i>Pass-through Missouri Dept of Elementary &amp; Secondary Education:</i>				
Title I, Grants to LEAs	84.010A	S010A200025	115-923	30,679
Title I, Grants to LEAs	84.010A	S010A210025	115-923	198,736
Title I, Grants to LEAs	84.010A	S010A220025	115-923	421,977
Title II.A, Supporting Effective Instruction	84.367A	S367A210024	115-923	35,655
Title II.A, Supporting Effective Instruction	84.367A	S367A220024	115-923	27,627
Title III, English Language Acquisition	84.365	S365A200025	115-923	2,268
Title III, English Language Acquisition	84.365	S365A210025	115-923	12,551
Title IV, Student Support and Academic Enrichment	84.424A	S424A190026	115-923	2,078
Title IV, Student Support and Academic Enrichment	84.424A	S424A210026	115-923	24,947
Title IV, Student Support and Academic Enrichment	84.424A	S424A220026	115-923	26,297
Special Education Cluster (IDEA):				
IDEA, Part B - Special Education	84.027A	H027A210040	115-923	128,648
IDEA, Part B - Special Education	84.027A	H027A220040	115-923	84,109
COVID-19 – ARP Act IDEA Special Education	84.027X	H027X210040	115-923	46,632
Early Childhood Special Education (ECSE)	84.173A	H173A220103	115-923	5,331
COVID-19 – ARP Act IDEA ECSE	84.173X	H173X210103	115-923	<u>3,269</u>
Total Special Education Cluster				198,095
COVID-19 CARES Act Student Connectivity (GEER)	84.425C	S425C200016	115-923	44,280
COVID-19 CARES Act Teacher Retention (ESSER I)	84.425D	S425D200021	115-923	11,575
COVID-19 CRRSA Act Teacher Retention (ESSER II)	84.425D	S425D200021	115-923	10,619
COVID-19 CRRSA Act Grow Your Own (ESSER II)	84.425D	S425D210021	115-923	2,200
COVID-19 CRRSA Act Education Stabilization Fund (ESSER II)	84.425D	S425D210021	115-923	1,221,532
COVID-19 ARP Act Education Stabilization Fund (ESSER III)	84.425U	S425U210021	115-923	2,406,737
<i>Pass-through Gordon Parks Elementary School (Consortium):</i>				
COVID-19 ARP Act Homeless Children and Youth (HCY II)	84.425W	S425W210026	048-913	<u>17,402</u>
Total U.S. Department of Education				4,765,149
<u>U.S. Department of Health and Human Services</u>				
<i>Pass-through Missouri Dept of Social Services:</i>				
Medicaid Administrative Claim	93.778		115-923	<u>102,162</u>
Total U.S. Department of Health and Human Services				<u>102,162</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 5,568,058</u>

*See Accompanying Independent Auditor's Report and Notes to the Schedule of Expenditures of Federal Awards.*

## MOMENTUM ACADEMY

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2023

#### NOTE 1: GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Momentum Academy (the "Academy") under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Academy, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Academy.

#### NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified cash basis of accounting, which is described in Note 2 to the Academy's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Schedule presents both Type A and Type B federal assistance programs administered by the Academy. The Uniform Guidance establishes the formula for determining the level of expenditures of disbursements to be used in defining Type A and Type B federal financial assistance programs. For the Academy, Type A programs are those which exceed \$750,000 in disbursements, expenditures, or distributions. The determination of major and nonmajor programs is based on the risk-based approach outlined in Uniform Guidance.

The Academy elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

#### NOTE 3: SUBRECIPIENTS

The Academy did not provide funds to subrecipients in the current fiscal year.

#### NOTE 4: NONCASH ASSISTANCE

Of the federal expenditures presented in the Schedule, the Academy expended \$40,632 of federal awards in the form of noncash assistance from food distribution commodities.



## **INTERNAL CONTROL AND COMPLIANCE**

Draft

**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***

Board of Directors  
Momentum Academy  
St. Louis, Missouri

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 Momentum Academy (the "Academy") (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets-modified cash basis as of June 30, 2023, and the related statements of support, revenue, and expenses-modified cash basis, functional expenses-modified cash basis, and cash flows-modified cash basis for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 6, 2023.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Academy'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of the Academy'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 Academy'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 or significant deficiencies may exist that were not identified.

Board of Directors  
Momentum Academy  
St. Louis, Missouri

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Academy'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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 6, 2023

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE  
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors  
Momentum Academy  
St. Louis, Missouri

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Momentum Academy (the “Academy”) (a nonprofit organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Academy’s major federal programs for the year ended June 30, 2023. The Academy’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Academy complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Academy and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Academy’s compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Academy’s federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Academy's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Academy's compliance with the requirements of each major federal program as a whole

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Academy's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Academy's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Academy's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Report on Internal Control Over Compliance**

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Board of Directors  
Momentum Academy  
St. Louis, Missouri

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Marr and Company". The signature is written in a cursive, flowing style.

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 6, 2023

## MOMENTUM ACADEMY

### SCHEDULE OF FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2023

#### SECTION I: SUMMARY OF AUDITOR'S RESULTS

##### *Financial Statement:*

- 1) The type of report issued on the basic financial statements. Unmodified opinion
- 2) Internal Control over Financial Reporting:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
- 3) Noncompliance, which is material to the basic financial statements, was disclosed. None

##### *Federal Awards:*

- 1) Internal Control over Major Programs:
  - a) Significant deficiencies were disclosed. None
  - b) Material weaknesses were disclosed. None
- 2) The type of report issued on compliance for major programs. Unmodified opinion
- 3) Any audit findings which are required to be reported under Section 200.516(a) of the Uniform Guidance? None
- 4) The Academy's major federal program(s):

<u>Federal Assistance Number(s)</u>	<u>Federal Program or Cluster</u>
84.425C, 84.425D, 84.425U, 84.425W	Education Stabilization Fund (GEER and ESSER I, II & III)
- 5) Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
- 6) Auditee qualified as a low-risk auditee specified in Section 200.520 of the Uniform Guidance?  
     Yes   X   No

#### SECTION II: FINANCIAL STATEMENT FINDINGS

No financial statement findings were reported.

#### SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No federal award findings and questioned costs were reported.

#### SECTION IV: RESOLUTIONS OF PRIOR YEAR AUDIT FINDINGS

No audit findings were noted from the prior year.

**INDEPENDENT ACCOUNTANT'S REPORT ON MANAGEMENT'S  
ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS  
OF MISSOURI LAWS AND REGULATIONS**

Board of Directors  
Momentum Academy  
St. Louis, Missouri

We have examined management's assertion, included in its representation letter dated December 6, 2023, that the Momentum Academy (the "Academy") complied with the requirements of Missouri laws and regulations regarding accurate disclosure of the Academy's records of average daily attendance and average daily transportation of pupils, and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2023. Management is responsible for its assertion that the Academy complied with the aforementioned requirements. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the Academy's compliance with specified requirements.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, management's assertion that Momentum Academy complied with the aforementioned requirements included in the Schedule of Selected Statistics for the year ended June 30, 2023, are fairly stated, in all material respects.

*Marr and Company*

Marr and Company, P.C.  
Certified Public Accountants

Kansas City, Missouri  
December 6, 2023



# MOMENTUM ACADEMY

## SCHEDULE OF SELECTED STATISTICS

For the Year Ended June 30, 2023

### 1. CALENDAR (SECTIONS 160.041, 171.029, 171.031, AND 171.033 RSMO)

Report each unique calendar the charter school has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
6995	K	08	n/a	6.7500	166	1,084.2500
6996	K	08	n/a	6.7500	166	1,084.2500
6997	K	08	n/a	6.7500	166	1,084.2500
6998	K	08	n/a	6.7500	166	1,084.2500

### 2. ATTENDANCE HOURS

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
6995	K	17,769.6667	0.0000	0.0000	0.0000	0.0000	17,769.6667
6995	1	25,453.7167	0.0000	0.0000	0.0000	0.0000	25,453.7167
6995	2	23,549.0167	0.0000	0.0000	0.0000	0.0000	23,549.0167
6995	3	27,286.1166	0.0000	0.0000	0.0000	0.0000	27,286.1166
6995	4	29,278.5000	0.0000	0.0000	0.0000	0.0000	29,278.5000
6995	5	21,628.0000	0.0000	0.0000	0.0000	0.0000	21,628.0000
6995	6	28,193.7500	0.0000	0.0000	0.0000	0.0000	28,193.7500
6995	7	18,205.7500	0.0000	0.0000	0.0000	0.0000	18,205.7500
6995	8	28,665.6666	0.0000	0.0000	0.0000	0.0000	28,665.6666
6996	K	13,494.8000	0.0000	0.0000	0.0000	0.0000	13,494.8000
6996	1	20,794.4334	0.0000	0.0000	0.0000	0.0000	20,794.4334
6996	2	15,162.0000	0.0000	0.0000	0.0000	0.0000	15,162.0000
6996	3	20,247.8000	0.0000	0.0000	0.0000	0.0000	20,247.8000
6996	4	20,377.9163	0.0000	0.0000	0.0000	0.0000	20,377.9163
6996	5	17,213.7833	0.0000	0.0000	0.0000	0.0000	17,213.7833
6996	6	22,227.2000	0.0000	0.0000	0.0000	0.0000	22,227.2000
6996	7	20,772.6167	0.0000	0.0000	0.0000	0.0000	20,772.6167
6996	8	16,233.0333	0.0000	0.0000	0.0000	0.0000	16,233.0333
6997	K	19,387.4167	0.0000	0.0000	0.0000	0.0000	19,387.4167

# MOMENTUM ACADEMY

## SCHEDULE OF SELECTED STATISTICS For the Year Ended June 30, 2023

### 2. ATTENDANCE HOURS (CONTINUED)

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
6997	1	20,100.3832	0.0000	0.0000	0.0000	0.0000	20,100.3832
6997	2	22,362.9500	0.0000	0.0000	0.0000	0.0000	22,362.9500
6997	3	21,289.0166	0.0000	0.0000	0.0000	0.0000	21,289.0166
6997	4	17,825.4166	0.0000	0.0000	0.0000	0.0000	17,825.4166
6997	5	19,483.3833	0.0000	0.0000	0.0000	0.0000	19,483.3833
6997	6	15,701.3167	0.0000	0.0000	0.0000	0.0000	15,701.3167
6997	7	20,196.0335	0.0000	0.0000	0.0000	0.0000	20,196.0335
6997	8	8,129.8666	0.0000	0.0000	0.0000	0.0000	8,129.8666
6998	K	17,271.5333	0.0000	0.0000	0.0000	0.0000	17,271.5333
6998	1	9,901.7667	994.7994	0.0000	0.0000	0.0000	10,896.5661
6998	2	24,879.7668	1,038.7115	0.0000	0.0000	0.0000	25,918.4783
6998	3	21,854.1000	0.0000	0.0000	0.0000	0.0000	21,854.1000
6998	4	13,686.1499	0.0000	0.0000	0.0000	0.0000	13,686.1499
6998	5	13,366.3167	0.0000	0.0000	0.0000	0.0000	13,366.3167
6998	6	11,963.0167	0.0000	0.0000	0.0000	0.0000	11,963.0167
6998	7	13,734.6167	0.0000	0.0000	0.0000	0.0000	13,734.6167
6998	8	9,841.5167	805.5978	0.0000	0.0000	0.0000	10,647.1145
<b>Grand Total</b>		<u>687,528.3330</u>	<u>2,839.1087</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>690,367.4417</u>

# MOMENTUM ACADEMY

## SCHEDULE OF SELECTED STATISTICS

For the Year Ended June 30, 2023

### 3. SEPTEMBER MEMBERSHIP

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day **and** in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full-Time	Part-Time	Other	Total
6995	K	18.00	0.00	0.00	18.00
6995	1	26.00	0.00	0.00	26.00
6995	2	23.00	0.00	0.00	23.00
6995	3	28.00	0.00	0.00	28.00
6995	4	30.00	0.00	0.00	30.00
6995	5	21.00	0.00	0.00	21.00
6995	6	27.00	0.00	0.00	27.00
6995	7	18.00	0.00	0.00	18.00
6995	8	30.00	0.00	0.00	30.00
6996	K	15.00	0.00	0.00	15.00
6996	1	22.00	0.00	0.00	22.00
6996	2	14.00	0.00	0.00	14.00
6996	3	21.00	0.00	0.00	21.00
6996	4	22.00	0.00	0.00	22.00
6996	5	17.00	0.00	0.00	17.00
6996	6	23.00	0.00	0.00	23.00
6996	7	22.00	0.00	0.00	22.00
6996	8	17.00	0.00	0.00	17.00
6997	K	20.00	0.00	0.00	20.00
6997	1	20.00	0.00	0.00	20.00
6997	2	23.00	0.00	0.00	23.00
6997	3	21.00	0.00	0.00	21.00
6997	4	18.00	0.00	0.00	18.00
6997	5	19.00	0.00	0.00	19.00
6997	6	17.00	0.00	0.00	17.00
6997	7	21.00	0.00	0.00	21.00
6997	8	9.00	0.00	0.00	9.00
6998	K	20.00	0.00	0.00	20.00

## MOMENTUM ACADEMY

### SCHEDULE OF SELECTED STATISTICS For the Year Ended June 30, 2023

#### 3. SEPTEMBER MEMBERSHIP (CONTINUED)

School Code	Grade Level	Full-Time	Part-Time	Other	Total
6998	1	12.00	0.00	0.00	12.00
6998	2	26.00	0.00	0.00	26.00
6998	3	22.00	0.00	0.00	22.00
6998	4	15.00	0.00	0.00	15.00
6998	5	15.00	0.00	0.00	15.00
6998	6	15.00	0.00	0.00	15.00
6998	7	14.00	0.00	0.00	14.00
6998	8	11.00	0.00	0.00	11.00
<b>Grand Total</b>		<u>712.00</u>	<u>0.00</u>	<u>0.00</u>	<u>712.00</u>

#### 4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMO)

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
N/A	3.00	0.00	0.00	0.00	3.00
6995	221.00	0.00	0.00	0.00	221.00
6996	173.00	0.00	0.00	0.00	173.00
6997	168.00	0.00	0.00	0.00	168.00
6998	147.00	0.00	0.00	0.00	147.00
<b>Grand Total</b>	<u>712.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>712.00</u>

## MOMENTUM ACADEMY

### SCHEDULE OF SELECTED STATISTICS

For the Year Ended June 30, 2023

#### 5. FINANCE

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
5.1	The charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	<b>True</b>
5.2	The charter school maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	<b>True</b>
	Academic Programs Off-Campus	<b>N/A</b>
	Career Exploration Program – Off Campus	<b>N/A</b>
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	<b>N/A</b>
	Dual enrollment	<b>N/A</b>
	Homebound instruction	<b>N/A</b>
	Missouri Options	<b>N/A</b>
	Prekindergarten eligible to be claimed for state aid	<b>N/A</b>
	Remediation	<b>N/A</b>
	Sheltered Workshop participation	<b>N/A</b>
	Students participating in the school flex program	<b>N/A</b>
	Traditional instruction (full and part-time students)	<b>True</b>
	Virtual instruction (MOCAP or other option)	<b>True</b>
	Work Experience for Students with Disabilities	<b>N/A</b>
5.3	The charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	<b>True</b>
5.4	The charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	<b>True</b>
5.5	As required by Section 162.401, RSMo, a bond was purchased for the charter school's treasurer in the total amount of:	<b>N/A</b>
5.6	The charter school's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	<b>True</b>

# MOMENTUM ACADEMY

## SCHEDULE OF SELECTED STATISTICS For the Year Ended June 30, 2023

### 5. FINANCE (CONTINUED)

Section	Question	Answer
5.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. ( <u>Not applicable to charter schools.</u> )	N/A
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.	True
5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. ( <u>Not applicable to charter schools.</u> )	N/A
5.10	The charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost. ( <u>Not applicable to charter schools.</u> )	N/A
5.12	The amount spent for approved professional development committee plan activities was:	N/A
5.13	The charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True

Notes:	The Academy has insurance coverage for employee theft instead of a purchased surety bond (Section 5.5)
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All above "False" answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted

# MOMENTUM ACADEMY

## SCHEDULE OF SELECTED STATISTICS

For the Year Ended June 30, 2023

### 6. TRANSPORTATION (SECTION 163.161, RSMO)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	<b>True</b>
6.2	The charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	<b>True</b>
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	<b>True</b>
	Eligible ADT	<u>49.00</u>
	Ineligible ADT	<u>2.50</u>
6.4	The charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	<b>True</b>
6.5	Actual odometer records show the total charter-operated and contracted mileage for the year was:	<u>116,806</u>
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	<b>True</b>
	Eligible Miles	<u>107,724</u>
	Ineligible Miles (Non-Route/Disapproved)	<u>4,715</u>
6.7	Number of days the charter school operated the school transportation system during the regular school year:	<u>166</u>

Notes:

All above "False" answers **must** be supported by a finding or management letter comment.

Finding:	None noted
Management Letter Comment:	None noted