

BELLE CHASSE ACADEMY, INC. AND AFFILIATE

**FINANCIAL AND COMPLIANCE AUDIT
TOGETHER WITH
INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2021

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Belle Chasse Academy, Inc. and Affiliate (BCA)** (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

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

INDEPENDENT AUDITORS' REPORT
(CONTINUED)

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

Auditors' Responsibility, Continued

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

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of **BCA** as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITORS' REPORT
(CONTINUED)

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Also, the accompanying Schedule of Compensation, Benefits and Other Payments to School Leader is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

INDEPENDENT AUDITORS' REPORT
(CONTINUED)

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2021 on our consideration of **BCA's** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **BCA's** internal control over financial reporting and compliance.

Bruno & Tervalon LLP

BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS
Belle Chasse, Louisiana

December 14, 2021

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021

ASSETS

Current assets:	
Cash and cash equivalents (NOTES 1 and 8)	\$ 5,084,347
Grants receivable	1,036,917
Prepaid expenses	282,958
Other assets	47,963
Investments (NOTE 2)	7,573,859
Unconditional promise to give (NOTE 3)	<u>10,700</u>
 Total current assets	 <u>14,036,744</u>
Noncurrent assets:	
Long-term unconditional promise to give (NOTE 3)	310,300
Debt issuance costs	692,829
Property and equipment, net (NOTE 4)	<u>15,390,803</u>
 Total noncurrent assets	 <u>16,393,932</u>
 Total assets	 <u>\$ 30,430,676</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable and accrued liabilities	\$ 763,630
Note payable, current (NOTE 5)	<u>535,924</u>
 Total current liabilities	 <u>1,299,554</u>
Noncurrent liabilities:	
Note payable, long-term, net (NOTE 5)	<u>17,288,472</u>
 Total noncurrent liabilities	 <u>17,288,472</u>
 Total liabilities	 <u>18,588,026</u>
Net assets:	
Without donor restrictions (NOTE 1)	11,521,650
With donor restrictions (NOTE 1)	<u>321,000</u>
 Total net assets	 <u>11,842,650</u>
 Total liabilities and net assets	 <u>\$ 30,430,676</u>

The accompanying notes are an integral part of these consolidated financial statements.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>REVENUES AND SUPPORT</u>			
Local Sources:			
Income from meals	\$ 61,510	\$ -	\$ 61,510
Contributions	80,447	-	80,447
Fundraising	87,735	-	87,735
Preschool tuition	20,825	-	20,825
Investment income (NOTE 2)	278,782	-	278,782
Other income	133,472	-	133,472
Total revenues from local sources	<u>662,771</u>	<u>-</u>	<u>662,771</u>
State Sources:			
Minimum Foundation Program	10,802,906	-	10,802,906
Grants	245,308	-	245,308
Total revenues from state sources	<u>11,048,214</u>	<u>-</u>	<u>11,048,214</u>
Federal Sources - Grants	<u>5,946,850</u>	<u>-</u>	<u>5,946,850</u>
Net assets released from restrictions	<u>10,700</u>	<u>(10,700)</u>	<u>-</u>
Total revenues	<u>17,668,535</u>	<u>(10,700)</u>	<u>17,657,835</u>
<u>EXPENSES</u>			
Instruction	9,151,264	-	9,151,264
Supporting services	8,836,782	-	8,836,782
Total expenses	<u>17,988,046</u>	<u>-</u>	<u>17,988,046</u>
Changes in net assets	(319,511)	(10,700)	(330,211)
Net assets, beginning of year	<u>11,841,161</u>	<u>331,700</u>	<u>12,172,861</u>
Net assets, end of year	<u>\$ 11,521,650</u>	<u>\$ 321,000</u>	<u>\$ 11,842,650</u>

The accompanying notes are an integral part of these consolidated financial statements.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

	<u>PROGRAM</u> <u>SERVICES</u>	<u>SUPPORTING</u> <u>SERVICES</u>	
	<u>Instruction</u>	<u>Management</u> <u>and General</u>	<u>Total</u>
Salaries and wages	\$ 6,514,779	\$ 3,391,236	\$ 9,906,015
Payroll taxes	582,274	135,013	717,287
Employee benefits	491,749	224,333	716,082
Total salaries and related expenses	<u>7,588,802</u>	<u>3,750,582</u>	<u>11,339,384</u>
Professional services	355,622	376,009	731,631
Materials and supplies	210,682	275,234	485,916
Repairs and maintenance	-	88,392	88,392
Utilities	-	144,988	144,988
Insurance	-	168,963	168,963
Transportation	550,935	-	550,935
Food service	264,996	-	264,996
Postage, phone and cable	118,147	147,723	265,870
Meals and travel	107	990	1,097
Dues, fees and licenses	34,132	110,687	144,819
Furniture and equipment	13,456	98,056	111,512
Equipment rental	-	298,860	298,860
Other expenses	14,385	64,614	78,999
Rent	-	10,700	10,700
Amortization	-	60,918	60,918
Loss on retirement of debt	-	605,881	605,881
Depreciation	-	726,219	726,219
Interest	-	1,907,966	1,907,966
Total expenses	<u>\$ 9,151,264</u>	<u>\$ 8,836,782</u>	<u>\$ 17,988,046</u>

The accompanying notes are an integral part of these consolidated financial statements.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ (330,211)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	726,219
Amortization expense	60,918
Unrealized loss in investments	166,096
Increase in grants receivable	(565,951)
Increase in prepaid expenses	(70,350)
Decrease in unconditional promise to give	10,700
Decrease in bond issuance costs	593,033
Increase in other assets	(9,883)
Decrease in accounts payable and accrued liabilities	(191,192)
Decrease in interest payable	<u>(197,408)</u>
Net cash provided by operating activities	<u>191,971</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchases of property and equipment	(937,702)
Purchases of investments	(2,195,551)
Sales of investments	<u>20,790,826</u>
Net cash provided by investing activities	<u>17,657,573</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Principal payments on bonds payable	(17,827,152)
Principal payments on note payable	<u>(508,195)</u>
Net cash used in financing activities	<u>(18,335,347)</u>

Decrease in cash and cash equivalents	(485,803)
Cash and cash equivalents, beginning of year	<u>5,570,150</u>
Cash and cash equivalents, end of year	<u>\$ 5,084,347</u>

Supplemental Disclosure for Cash Flows Purposes:

Interest paid	\$ <u>1,907,966</u>
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The accompanying notes are an integral part of these consolidated financial statements.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies:

Organization

Belle Chasse Academy, Inc. (the Academy) was originally granted a five (5) year charter by the Louisiana State Board of Elementary and Secondary Education (BESE) in 2001 to operate a Type 2 public charter school. BESE granted a ten (10) year renewal of the charter effective June 30, 2017 through June 30, 2027. **The Academy** seeks to provide a quality education and cater to the special needs of military-dependent students, as well as provide convenient access for parents that have long and unusual work hours. **The Academy** seeks to reduce service-connected disruptions and stress on military-dependent students who frequently transfer schools. **The Academy** also provides continuing student counseling on the unique challenges associated with being a military-dependent child.

The Academy accepts students from military families that are located in the New Orleans region, residing both on and off base. While military dependents (to include U. S. Coast Guard dependents) will have priority, according to the approved charter, **the Academy** is a charter public school and has an enrollment policy that may allow non-military dependent students entrance if space is available.

During the 2020-2021 school year, **the Academy** served kindergarten through eighth grades, with an enrollment of 871 students.

The educational mission of **the Academy** is to establish a quality community-oriented charter school, which fosters an educational environment for the military-dependent child and provides:

- o Substantial and direct community and parental participation in school administration;
- o A pooling of resources among community members, parents, and educators;

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies, Continued:

Organization, Continued

- o A comprehensive system to hold teachers, parents, and school administrators accountable for the student educational process;
- o A reliable, flexible, results-oriented, and adaptable system to effectively measure student achievement; and
- o Increased options for parents and students when choosing a school within Plaquemines Parish and contiguous parishes.

Consolidation

The accompanying consolidated financial statements include the accounts of **Belle Chasse Academy, Inc. (the Academy)** and its affiliate, **Belle Chasse Educational Foundation (the Foundation)**, a special-purpose-entity lessor. **The Foundation** meets the criteria for consolidation with **the Academy** as outlined in Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-810-25-8, *Not-for-Profit Entities, Consolidation*. All significant inter-organizational balances and transactions were eliminated in consolidation.

The Foundation is a nonprofit organization formed in 2001, which leases school facilities and equipment to **the Academy**. **The Academy** has no ownership interest in **the Foundation**. **The Academy** is the guarantor of **the Foundation's** note payable, which amounted to \$17,824,396, at June 30, 2021 (see also NOTE 5).

Total assets of **the Foundation** included in the consolidated financial statements amounted to \$18,141,077. Results of **the Foundation's** operations included in the consolidated financial statements after elimination of inter-organizational transactions consisted primarily of rent expense totaling \$10,700, amortization of bond issuance costs totaling \$60,918, loss on the retirement of bond debt totaling \$605,881 and interest expense totaling \$1,907,966.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies,
Continued:

Financial Statement Presentation

Belle Chasse Academy, Inc. and Affiliate (BCA) has implemented the guidance under Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities, which amends the previous standard for external financial reporting by not-for-profit organizations. Under ASU 2016-14, **BCA** classifies resources for financial accounting and reporting purposes into two net asset categories: without donor restrictions and with donor restrictions. A description of the two net asset categories is as follows:

- Net assets without donor restrictions include funds not subject to donor-imposed stipulations. Grants and contributions without donor restrictions, other income and expenses incurred in conducting the mission of **BCA** are included in this category.
- Net assets with donor restrictions include grants and contributions for which donor-imposed time and/or purpose restrictions have not been met.

Basis of Accounting

The consolidated financial statements of **BCA** are prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America. The preparation of financial statements in conformity with accounting principles generally accepted in the United States

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies, Continued:

Basis of Accounting, Continued

of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

BCA classifies as cash and cash equivalents all highly liquid debt instruments purchased with original maturities of three (3) months or less.

Property and Equipment

Property and equipment with a cost of \$5,000 or more are recorded as assets (capitalized) and are stated at cost, if purchased, or at fair market value at the date of the gift, if donated. Additions, improvements and expenditures that significantly extend the useful life of an asset are capitalized. Routine repairs and maintenance are expensed as incurred.

Depreciation is provided using the straight-line method over estimated useful lives ranging from five (5) to forty (40) years.

Revenue Recognition

Revenues from governmental grants are recognized when allowable expenditures are made by BCA. Funds received for specific purposes but not yet expended are recorded as deferred revenue.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATE FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies,
Continued:

Revenue Recognition, Continued

Contributions are recorded as unrestricted, or restricted support, depending on the existence and nature of any donor restrictions. All donor-restricted support is recognized as an increase in net assets with donor restrictions. When a 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 and reported in the consolidated statement of activities as net assets released from restrictions. Contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions.

Contributed Services

BCA receives contributed services from a number of unpaid volunteers assisting BCA with its programs, activities, and operations. An estimated value of these services cannot be reasonably determined as a result of the variety of services provided by and the varying qualifications of the volunteers. Because the criteria for recognition under FASB ASC 958-605-25 have not been satisfied, contributed services are not recorded in the consolidated financial statements.

Compensated Absences

BCA's employees are entitled to paid vacation, sick and personal days off; however, none may be carried forward to subsequent years. Since BCA's employment contracts are renewed annually, employees are not allowed to carry over such time and are paid for unused leave at the end of the school year.

Special Legislative Funding - Minimum Foundation Program Formula (MFP)

BCA, as a Type 2 charter school, received funding from BESE in an amount for pupils based on estimated daily attendance at the school. The amount of funding received is adjusted during the school year based on the October 1st and February 1st student counts and the results of any audits performed.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Nature of Activities and Summary of Significant Accounting Policies,
Continued:

Income Taxes

The Academy and the Foundation are exempt from federal income taxes through Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes is made in the accompanying consolidated financial statements.

The Academy and the Foundation files as tax-exempt organizations. Should that status be challenged in the future, tax years ended June 30, 2018 and later remain open for examination by the taxing authorities.

Functional Allocation of Expenses

The cost of providing the various programs and other activities has been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among instructional and support services in the accompanying consolidated statement of activities.

NOTE 2 - Investments:

At June 30, 2021, **BCA's** investments consist of U.S. Government Securities with fair value of \$7,573,859 and cost basis of \$7,466,677. Investments are presented on the financial statements at fair value. Carrying value is estimated to approximate fair value.

Fair values of investments are determined by quoted market prices and other relevant information generated by market transactions.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 2 - Investments, Continued:

Fair value of assets measured on a recurring basis at June 30, 2021 are as follows:

	<u>Fair Value</u>	<u>FAIR VALUE MEASUREMENTS AT REPORTING DATE USING Quoted Prices in Active Markets for Identical Assets (Level 1)</u>
U.S. Government Securities	<u>\$7,573,859</u>	<u>\$7,573,859</u>

The following summarizes **BCA's** investment return for the year ended June 30, 2021:

Dividend and interest income	\$166,796
Interest income from escrow investments	278,082
Unrealized loss	<u>(166,096)</u>
Total investment income	<u>\$278,782</u>

NOTE 3 - 50-Year Land Lease:

In October 2001, **the Foundation** entered into a sublease agreement with Louisiana Navy Family Housing L.L.C. to lease the land on which **the Academy** is located for a rental payment of one dollar (\$1) for the entire lease term of October 1, 2001 to October 1, 2051. In the June 30, 2002 fiscal year, a contribution with donor restrictions and receivable (unconditional promise to give) was recognized for \$535,000, which was the fair value amount of the free use of the land at the beginning of the lease term. Over the period of the lease, the unconditional promise to give is reduced by the annual amortized rent expense of \$10,700.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 3 - 50-Year Land Lease, Continued:

The amount of unconditional promise to give receivable at June 30, 2021 is as follows:

Receivable in less than one year	\$ 10,700
Receivable in one to five years	42,800
Receivable in more than five years	<u>267,500</u>
Total unconditional promise to give	<u>\$321,000</u>

NOTE 4 - Property and Equipment:

The following is a summary of property and equipment at June 30, 2021:

Land improvements	\$ 595,613
Building and improvements	23,910,106
Furniture and fixtures	528,593
Machinery and equipment	2,187,469
Software	234,500
Construction in progress	<u>195,903</u>
	27,652,184
Less: accumulated depreciation	<u>(12,261,381)</u>
Property and equipment, net	<u>\$ 15,390,803</u>

Depreciation expense for the year ended June 30, 2021 totaled \$726,219.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 5 - Note Payable:

On October 15, 2019, **the Foundation** borrowed monies from Sunflower Public Finance Company, LLC in the amount of \$19,321,994 for the purpose of refunding all of the Series 2011 Revenue Bonds outstanding at the date of the loan, in an aggregate principal amount of \$18,240,000 and paying costs of issuance of the loan (see NOTE 6). The note payable bears interest at a 5% rate and has a final maturity date of May 1, 2041. The note payable is secured by a mortgage lien.

Minimum maturities on the refunding note payable for the next five fiscal years and the aggregate due in more than five fiscal years are as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Amount</u>
2022	\$ 535,924
2023	564,115
2024	591,461
2025	625,933
2026	657,925
Thereafter	<u>14,849,038</u>
	<u>\$17,824,396</u>

According to Section 7.05 of the Lease Financing Agreement, as amended, among Sunflower Public Finance, LLC and **the Foundation** and **the Academy**, dated as of October 1, 2019, **the Academy** is required to maintain at least 100 Days Cash on Hand, as tested as of the end of each fiscal year and maintain a Debt Service Coverage Ratio of 1.20 to 1.00 also as tested as of the end of each fiscal year. **The Academy's** Debt Service Coverage Ratio was .98 and the Days on Hand calculation equaled 107 days based on the audited June 30, 2021 financial statements. The Debt Service Coverage Ratio was adversely impacted by the defeasance of the 2011 Series Bonds, which these bonds were retired in the 2021 fiscal year. The interest expense of the retired defeased bonds and the related loss on retirement of the bonds were required to be included in the 2021 consolidated financial statements and be reflected in the debt service calculation ratio. The ratio, absence this requirement, would have been 1.39.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 6 - Defined Contribution Plan:

BCA sponsors a defined contribution pension plan as defined under Section 401(k) of the U.S. Internal Revenue Code covering substantially all employees. During the year ended June 30, 2021, **BCA** made matching contributions to the plan of 2% of employee compensation. Employer contributions during the year ended June 30, 2021 were \$120,529.

NOTE 7 - Risk Management:

BCA is exposed to various risks of loss related to torts, theft of, damage to and destruction of property for which **BCA** carries commercial liability insurance coverage.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated.

NOTE 8 - Concentrations of Risk:

BCA receives a substantial amount of its revenue from federal and state governments. Revenues earned from federal and state governments totaled \$16,995,064, or 96%, of total revenue for the year ended June 30, 2021.

BCA maintains two (2) interest bearing accounts at two (2) financial institutions. The Federal Deposit Insurance Corporation (FDIC) provides up to \$250,000 deposit insurance coverage per depositor, per insured financial institution. At June 30, 2021, **BCA** deposits were fully insured.

NOTE 9 - Board of Directors' Compensation:

The Board of Directors is a voluntary board, therefore, no compensation was paid to any board member during the year ended June 30, 2021.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 10 - Commitments:

BCA leases computers and office equipment under non-cancellable operating leases. Future minimum lease payments under the non-cancellable operating leases are as follows:

For the Year Ending <u>June 30,</u>	
2021	\$212,580
2022	<u>199,575</u>
	<u>\$412,155</u>

Lease expense totaled \$298,860 for the year ended June 30, 2021.

NOTE 11 - Liquidity and Availability of Resources:

The following represents BCA's financial assets at June 30, 2021:

Financial assets at year end:

Cash and cash equivalents	\$ 5,084,347
Grants receivable	1,036,917
Investments	7,573,859
Unconditional promise to give	321,000

Less: amounts unavailable for general expenditures within one year, due to:

Restricted by donor with purpose restriction	<u>(321,000)</u>
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Total financial assets available to management for general expenditures within one year	<u>\$13,695,123</u>
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BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 11 - Liquidity and Availability of Resources, Continued:

BCA maintains a practice of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due. As part of BCA's liquidity management, BCA's invests cash in excess of daily need in an over night money market sweep account.

NOTE 12 - Contingencies:

BCA is a recipient of grants from federal and state sources. The grants are governed by various federal and state guidelines, regulations, and contractual agreements. The administration of the programs and activities funded by these grants are under the control and administration of BCA and are subject to audit and/or review by federal and state agencies. Any grant found to be not properly spent in accordance with the terms, conditions, and regulations of applicable federal and state agencies may be subject to recapture.

NOTE 13 - Recently Issued Accounting Pronouncements:

In February 2016, the FASB issued ASU 2016-02, *Conforming Amendments Related to Leases (Topic 842)*. This ASU amends the codification regarding leases in order to increase transparency and comparability. The ASU requires companies to recognize lease assets and liabilities on the statement of financial position and disclose key information about leasing arrangements. A lessee would recognize a liability to make lease payments and a right-of-use asset representing its right to use the leased asset for the lease term. The ASU is effective for annual periods beginning after December 15, 2021 with early adoption permitted. BCA is evaluating the impact that implementation of this Update will have on the consolidated financial statements.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

NOTE 14 - Subsequent Events:

BCA is required to evaluate events or transactions that may occur after the consolidated statement of financial position date for potential recognition or disclosure in the consolidated financial statements. **BCA** performed such an evaluation through December 14, 2021, the date which the consolidated financial statements were available to be issued.

BCA's operations may be affected by the ongoing outbreak of the coronavirus disease 2019 (COVID 19) which was declared a pandemic by the World Health Organization in March 2020. The ultimate disruption which may be caused by the outbreak is uncertain; however, it may result in an adverse impact on **BCA's** subsequent financial statements. Possible effects may include, but not limited to, disruption of **BCA's** operations and related revenue, unavailability of products and supplies used in operations and possible decline in assets held by **BCA**.

SUPPLEMENTARY INFORMATION

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA Number</u>	<u>Activity</u>
<u>U.S. Department of Education</u>		
<i><u>Direct Awards</u></i>		
Impact Aid	84.041	<u>\$3,285,562</u>
Total Direct Awards		<u>3,285,562</u>
<i><u>Awards from a Pass-Through Entity</u></i>		
<u>Passed-through: LA State Department of Education</u>		
Title I, Part A - Improving the Academic Achievement of the Disadvantaged	84.010	212,575
Title II, Part A - Teacher and Principal Training and Recruiting Fund	84.367	40,974
Title IVA-SSAE	84.424A	16,834
Special Education Cluster:		
Individuals with Disabilities Education Act (IDEA), Part B	84.027	183,889
Individuals with Disabilities Education Act (IDEA), Part B, Pre-K	84.173A	1,384
High Cost Services	84.282	13,739
Enhancing Education Through Technology	84.318	6,034
21 st Century Community Learning Center	84.287C	812,176
Elementary and Secondary Emergency Relief	84.374D	<u>387,858</u>
Total Passed-through Awards		<u>1,675,463</u>
Total U.S. Department of Education		<u>4,961,025</u>

See Independent Auditors' Report on Supplementary Information.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/Program Name</u>	<u>Federal CFDA Number</u>	<u>Activity</u>
<u>U.S. Department of Agriculture</u>		
<i><u>Awards from a Pass-Through Entity</u></i>		
<u>Passed-through: LA State Department of Education</u>		
Child Nutrition Cluster:		
National School Lunch Program	10.555	\$ 547,574
Child and Adult Care Food Program (CACFP)	10.558	<u>1,591</u>
Total Passed-through Awards		<u>549,165</u>
Total U.S. Department of Agriculture		<u>549,165</u>
<u>U.S. Department of Defense</u>		
<i><u>Direct Awards</u></i>		
Competitive Grant: Promoting K-12 Achievement at Military Connected Schools	12.556	<u>436,660</u>
Total Direct Awards		<u>436,660</u>
Total U.S. Department of Defense		<u>436,660</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$5,946,850</u>

NOTE 1: The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of **the Academy** under programs of the federal government for the year ended June 30, 2021 and is presented on the accrual basis of accounting. 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic consolidated financial statements.

NOTE 2: **The Academy** has not elected to use the 10% de minus indirect cost rate.

See Independent Auditors' Report on Supplementary Information.

SCHEDULE II

**BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO SCHOOL LEADER
FOR THE YEAR ENDED JUNE 30, 2021**

School Leader Name: Mrs. Jane M. Dye

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 175,867
Benefits - insurance	3,567
Benefits - retirement	13,200
Benefits - office parking	-0-
Car allowance	-0-
Vehicle provided by government	-0-
Per diem	-0-
Reimbursements	-0-
Travel	-0-
Registration fees	-0-
Conference travel	-0-
Continuing professional education fees	-0-
Housing	-0-
Unvouchered expenses	-0-
Special meals	-0-
	<hr/>
	<u>\$ 192,634</u>

See the Independent Auditors' Report on Supplementary Information.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

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 consolidated financial statements of **Belle Chasse Academy, Inc. and Affiliate (BCA)** (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2021, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated December 14, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered **BCA's** internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of **BCA's** internal control. Accordingly, we do not express an opinion on the effectiveness of **BCA's** internal control.

INDEPENDENT AUDITORS' 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
(CONTINUED)

Internal Control Over Financial Reporting, Continued

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether **BCA's** consolidated 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 determination of consolidated financial statement amounts. 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*.

INDEPENDENT AUDITORS' 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
(CONTINUED)

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 BCA's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering BCA's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS
Belle Chasse, Louisiana

December 14, 2021



Member
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA
Joseph A. Akanji, CPA

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors of
Belle Chasse Academy, Inc. and Affiliate
Belle Chasse, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the compliance of **Belle Chasse Academy, Inc. and Affiliate (BCA)** compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of **BCA's** major federal programs for the year ended June 30, 2021. **BCA's** major federal program is identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

(CONTINUED)

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for **BCA's** major federal program based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **BCA's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for its major federal program. However, our audit does not provide a legal determination of **BCA's** compliance.

Opinion on Each Major Federal Program

In our opinion, **BCA** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2021.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

(CONTINUED)

Report on Internal Control Over Compliance

Management of **BCA** is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered **BCA's** internal control over compliance with the types of requirements that could have a direct and material effect on its major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for its major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of **BCA's** 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 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.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

(CONTINUED)

Report on Internal Control Over Compliance, Continued

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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. However, under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS
Belle Chasse, Louisiana

December 14, 2021

**BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

Section I – SUMMARY AUDITORS' RESULTS

- A. Type of report issued on the consolidated financial statements: **Unmodified.**
- B. Did the audit disclose any material weaknesses in internal control over financial reporting? **No.**
- C. Did the audit disclose any significant deficiencies in internal control over financial reporting that are not considered to be material weaknesses? **None Reported.**
- D. Did the audit disclose any non-compliance which is material to the financial statements? **No.**
- E. Did the audit disclose any material weaknesses in internal control over major federal programs? **No.**
- F. Did the audit disclose any significant deficiencies in internal control over major programs that are not considered to be material weaknesses? **None Reported.**
- G. Type of report issued on compliance for major programs: **Unmodified.**
- H. Did the audit disclose any audit findings required to be reported in accordance with Section 200.516(a) of the Uniform Guidance? **No.**
- I. Was a management letter issued? **No.**

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2021

Section I - SUMMARY OF AUDITORS' RESULTS, CONTINUED

J. Identification of Major Programs:

United States Department of Education

21st Century (CFDA No. 84.287)

U.S. Department of Agriculture

Child Nutrition Cluster (CFDA No's 10.555 and 10.558)

K. Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

L. Auditee qualified as a "low-risk" auditee: **Yes.**

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2021

**Section II - FINDINGS RELATING TO THE FINANCIAL
STATEMENTS REPORTED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

No matters reported.

**Section III - FINDINGS AND QUESTIONED COSTS
RELATED TO FEDERAL AWARDS**

No matters reported.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021

Section I - FINDINGS RELATED TO THE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

No matters reported.

Section II - FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

No matters reported.

Section III - MANAGEMENT LETTER

No matters reported.

BELLE CHASSE ACADEMY, INC. AND AFFILIATE

EXIT CONFERENCE

The audit report was discussed during the course of the audit and at an exit conference held with management and a member of the Board of Directors of **Belle Chasse Academy, Inc.** The individuals who participated in those discussions were as follows:

BELLE CHASSE ACADEMY, INC.

Mrs. Jane M. Dye	--	School Leader
Mr. Michael Rocks	--	Director of Operations
Mrs. Sheila J. Glass, CPA	--	Business Manager
Ms. Pauline M. Warriner	--	Board Attorney

BRUNO & TERVALON LLP CERTIFIED PUBLIC ACCOUNTANTS

Mr. Alcide J. Tervalon, Jr., CPA	--	Managing Partner
Mr. Larry Jones, CPA	--	Director

BELLE CHASSE ACADEMY, INC.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

FOR THE YEAR ENDED JUNE 30, 2021

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**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

To the Board of Directors of
Belle Chasse Academy, Inc.,
the Louisiana Department of Education,
and the Louisiana Legislative Auditor

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by management of **Belle Chasse Academy, Inc. (the Academy)**, the Louisiana Department of Education and the Louisiana Legislative Auditor (the specified parties), on the performance and statistical data accompanying the annual financial statements of **the Academy** for the fiscal year ended June 30, 2021; and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education in compliance with Louisiana Revised Statute 24:514 I. Management of **the Academy** is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures described on pages 3 to 5 either for the purpose for which this report has been requested or for any other purpose.

This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

(CONTINUED)

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of **the Academy**, as required by Louisiana Revised Statute 24:514 I, and the results of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS
Belle Chasse, Louisiana

December 14, 2021

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

(CONTINUED)

PROCEDURES AND FINDINGS

Our procedures and associated findings are as follows:

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources (SCHEDULE 1)**

1. We selected a sample of 25 transactions, reviewed supporting documentation and observed that the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue in Lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

No differences noted.

Class Size Characteristics (SCHEDULE 2, formerly SCHEDULE 6)

2. We obtained a list of classes by school, school type and class size as reported on the schedule. We then traced a sample of 10 classes to the October 1, 2020 roll books for those classes and observed that the class was properly classified on the schedule.

No difference noted.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

(CONTINUED)

PROCEDURES AND FINDINGS, CONTINUED

Education Levels/Experience of Public School Staff (No Schedule)

3. We obtained the October 1st PEP data submitted to the Department of Education, including full-time teachers, principals, and assistant principals by classification, as well as their level of education and experience, and obtained management's representation that the data is complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's education level and experience was properly classified on the PEP data.

We noted two (2) teachers whose years of experience on the October 1, 2020 PEP data was different from the information in the personnel file. We also noted that one (1) teacher was excluded from the October 1, 2020 and June 30, 2021 PEP reports.

Management's Response

Management concurs that two teachers had errors in calculation of experience of one year each. It is noted that these two teachers were not paid incorrectly, as their years of service exceed the maximum of "Years of Experience" in the school's "step-and-lane" pay scale.

One teacher was omitted from the October 1, 2020 PEP report. This teacher was accurately reported in CLASS reports as being teacher of record of 21 students. Both CLASS and PEP received "error free" reports from the Louisiana Department of Education. PEP (staff reporting side of data) should have received an error indicating 21 students with no teacher assigned, which would have triggered the addition of this teacher in PEP.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

(CONTINUED)

PROCEDURES AND FINDINGS, CONTINUED

Public School Staff Data: Average Salaries (No Schedule)

4. We obtained the June 30th PEP data submitted to the Department of Education of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtain management's representation that the data is complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's salary, extra compensation, and full-time equivalents were properly included on the PEP data.

No differences noted.

BELLE CHASSE ACADEMY, INC.
SCHEDULES REQUIRED BY STATE LAW (R.S. 24:514 -
PERFORMANCE AND STATISTICAL DATA)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

SCHEDULE 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum, Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

SCHEDULE 2 - Class Size Characteristics (formerly SCHEDULE 6)

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20; 21-26, 27-33, and 34+ students.

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2021**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$	4,036,526	
Other Instructional Staff Activities		2,515,315	
Instructional Staff Employee Benefits		989,679	
Purchased Professional and Technical Services		196,670	
Instructional Materials and Supplies		210,682	
Instructional Equipment		13,456	
Total Teacher and Student Interaction Activities	\$		7,962,328

Other Instructional Activities 502,369

Pupil Support Activities 1,015,429
 Less: Equipment for Pupil Support Activities -
 Net Pupil Support Activities 1,015,429

Instructional Staff Services 360,275
 Less: Equipment for Instructional Staff Services -
 Net Instructional Staff Services 360,275

School Administration 675,486
 Less: Equipment for School Administration -
 Net School Administration 675,486

Total General Fund Instructional Expenditures \$ 10,515,887

Total General Fund Equipment Expenditures \$ -

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$	-
Renewable Ad Valorem Tax		-
Debt Service Ad Valorem Tax		-
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		-
Sales and Use Taxes		-
Total Local Taxation Revenue	\$	-

Local Earnings on Investment in Real Property:

Earnings from 16th Section Property		-
Earnings from Other Real Property		-
Total Local Earnings on Investment in Real Property	\$	-

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$	-
Revenue Sharing - Other Taxes		-
Revenue Sharing - Excess Portion		-
Other Revenue in Lieu of Taxes		-
Total State Revenue in Lieu of Taxes	\$	-

Nonpublic Textbook Revenue \$ -

Nonpublic Transportation Revenue \$ -

See accompanying independent accountants' report on applying agreed-upon procedures.

Class Size Characteristics
As of October 1, 2020

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	50%	13	50%	13	0%	0	0%	0
Elementary Activity Classes	0%	0	0%	0	0%	0	0%	0
Middle/Jr. High	85%	17	15%	3	33%	4	0%	0
Middle/Jr. High Activity Classes	0%	0	0%	0	0%	0	0%	0
High	0%	0	0%	0	0%	0	0%	0
High Activity Classes	0%	0	0%	0	0%	0	0%	0
Combination	0%	0	0%	0	0%	0	0%	0
Combination Activity Classes	0%	0	0%	0	0%	0	0%	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

See accompanying independent accountants' report on applying agreed-upon procedures.