

RIVERWALK EDUCATION FOUNDATION, INC.

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

FOR THE YEAR ENDED JUNE 30, 2023



TABLE OF CONTENTS

	Page No.
CERTIFICATE OF BOARD	
Independent Auditor's Report	1
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	3
Consolidated Statement of Activities	4
Consolidated Statement of Functional Expenses	5
Consolidated Statement of Cash Flows	6
Notes to Financial Statements	7
Independent Auditor's Report on Supplementary Information	17
SUPPLEMENTAL FINANCIAL STATEMENTS	
Statement of Financial Position for School of Science & Technology-Main	18
Statement of Financial Position for School of Science & Technology-Discovery	19
Statement of Financial Position for School of Science & Technology-Central Office	20
Statement of Activities for School of Science & Technology-Main	21
Statement of Activities for School of Science & Technology-Discovery	22
Statement of Activities for School of Science & Technology-Central Office	23
Statement of Cash Flows for School of Science & Technology-Main	24
Statement of Cash Flows for School of Science & Technology-Discovery	25
Statement of Cash Flows for School of Science & Technology-Central Office	26
Schedule of Expenses for School of Science & Technology-Main	27
Schedule of Expenses for School of Science & Technology-Discovery	28
Schedule of Expenses for School of Science & Technology-Central Office	29
Schedule of Capital Assets for School of Science & Technology-Main	30
Schedule of Capital Assets for School of Science & Technology-Discovery	31
Schedule of Capital Assets for School of Science & Technology-Central Office	32
Budgetary Comparison Schedule for School of Science & Technology-Main	33
Budgetary Comparison Schedule for School of Science & Technology-Discovery	34
Budgetary Comparison Schedule for School of Science & Technology-Central Office	35

TABLE OF CONTENTS

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>	36
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	38
Schedule of Findings and Questioned Costs	41
Schedule of Prior Year Findings	42
Schedule of Expenditures of Federal Awards	43
Notes to Schedule of Expenditures of Federal Awards	44
REAL PROPERTY OWNERSHIP AND RELATED PARTY TRANSACTIONS	
Schedule of Real Property Ownership Interest for School of Science & Technology-Main	45
Schedule of Real Property Ownership Interest for School of Science & Technology-Discovery	46
Schedule of Real Property Ownership Interest for School of Science & Technology-Central Office	47
Schedule of Related Party Transactions for School of Science & Technology-Main	48
Schedule of Related Party Transactions for School of Science & Technology-Discovery	49
Schedule of Related Party Transactions for School of Science & Technology-Central Office	50
SPECIAL PROGRAM COMPLIANCE SCHEDULE - MAIN	51
SPECIAL PROGRAM COMPLIANCE SCHEDULE - DISCOVERY	52

RIVERWALK EDUCATION FOUNDATION, INC.

015-827

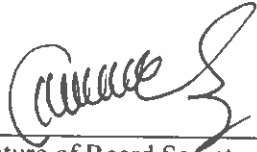
015-831

(Federal Employer Identification Number: 01-0758906)

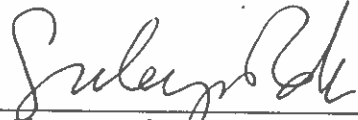
CERTIFICATE OF BOARD

June 30, 2023

We, the undersigned, certify that the attached Annual Financial and Compliance Report of Riverwalk Education Foundation, Inc. dba School of Science & Technology was reviewed and approved disapproved for the year ended June 30, 2023, at a meeting of the governing body of the charter holder on the 27 day of Nov, 2023.



Signature of Board Secretary



Signature of Board President

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Riverwalk Education Foundation, Inc. (RWEF, Inc.) (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2023, 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, collectively the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of RWEF, Inc. as of June 30, 2023, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 RWEF, Inc. 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 opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of 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.

LOUISIANA • TEXAS

An Independently Owned Member, RSM US Alliance
RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each is separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

In performing an audit in accordance with GAAS 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 RWEF.'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 RWEF, Inc.'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.

Other Matters

Report on Summarized Comparative Information

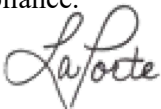
We have previously audited RWEF, Inc.'s 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 18, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying 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, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is 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 November 22, 2023, on our consideration of RWEF, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of RWEF, Inc.'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 RWEF, Inc.'s internal control over financial reporting and compliance.



A Professional Accounting Corporation
Houston, Texas
November 22, 2023

RIVERWALK EDUCATION FOUNDATION, INC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(With Comparative Totals for June 30, 2022)

	2023	2022
ASSETS		
Current Assets		
Cash	\$ 32,354,169	\$ 22,577,569
Restricted Cash	38,304,497	102,266,245
Grants Receivable	23,568,097	18,893,960
Total Current Assets	94,226,763	143,737,774
Property and Equipment		
Land	28,678,066	28,645,732
Building and Improvements	177,368,485	163,777,141
Furniture and Equipment	8,722,240	8,039,212
Construction in Progress	92,935,484	50,801,803
	307,704,275	251,263,888
Less: Accumulated Depreciation	(24,815,550)	(19,486,441)
	282,888,725	231,777,447
Other Assets		
Deposits	531,689	416,778
Finance Lease Right-of-Use Assets	63,632	306,605
Operating Lease Right-of-Use Assets	20,035,072	21,252,964
Total Other Assets	20,630,393	21,976,347
TOTAL ASSETS	\$ 397,745,881	\$ 397,491,568
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 15,172,368	\$ 12,042,940
Wages Payable	11,303,110	7,471,118
Accrued Payroll Liabilities	1,127,969	921,253
Accrued Liabilities	2,902,093	2,244,234
Interest Payable	5,218,493	4,147,459
Deferred Revenue	185,290	185,290
Current Portion of Finance Lease Liabilities	52,339	103,178
Current Portion of Operating Lease Liabilities	2,584,794	2,601,994
Current Portion of Bonds Payable	3,020,639	2,890,000
Total Current Liabilities	41,567,095	32,607,466
Long-Term Liabilities		
Finance Lease Liabilities net of Current Portion	13,012	65,153
Operating Lease Liabilities net of Current Portion	18,410,863	18,650,970
Bonds Payable net of Premium, Issuance Costs, and Current Portion	334,667,134	338,246,004
Total Long-Term Liabilities	353,091,009	356,962,127
TOTAL LIABILITIES	394,658,104	389,569,593
Net Assets		
Without Donor Restrictions	(2,130,080)	2,501,635
With Donor Restrictions	5,217,857	5,420,340
Total Net Assets	3,087,777	7,921,975
TOTAL LIABILITIES AND NET ASSETS	\$ 397,745,881	\$ 397,491,568

See accompanying notes to financial statements.

RIVERWALK EDUCATION FOUNDATION, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Revenues				
Local Support:				
Other revenues from local sources	\$ 4,724,579	\$ 5,275,520	\$ 10,000,099	\$ 4,049,589
Interest Income	2,364,978	-	2,364,978	30,650
Total Local Support	7,089,557	5,275,520	12,365,077	4,080,239
State Program Revenues	-	98,554,612	98,554,612	90,705,451
Federal Program Revenues	-	17,523,603	17,523,603	15,862,102
Net Assets Released from Restrictions:				
Restrictions Satisfied by Payments	121,556,218	(121,556,218)	-	-
Total Revenues	128,645,775	(202,483)	128,443,292	110,647,792
Expenses				
Program Services				
Instruction and Instructional-Related Services	86,269,437	-	86,269,437	70,869,017
Instructional and School Leadership	7,188,519	-	7,188,519	9,994,275
Total Program Services	93,457,956	-	93,457,956	80,863,292
Support Services				
Administrative Support Services	7,381,806	-	7,381,806	6,841,824
Support Services- Non-Student Based	19,558,175	-	19,558,175	15,569,461
Support Services- Student (Pupil)	6,635,841	-	6,635,841	5,564,186
Debt Service	6,243,712	-	6,243,712	6,990,057
Total Support Services	39,819,534	-	39,819,534	34,965,528
Total Expenses	133,277,490	-	133,277,490	115,828,820
Change in Net Assets	(4,631,715)	(202,483)	(4,834,198)	(5,181,028)
Net Assets, beginning of year, as restated	2,501,635	5,420,340	7,921,975	13,103,003
Net Assets, end of year	\$ (2,130,080)	\$ 5,217,857	\$ 3,087,777	\$ 7,921,975

See accompanying notes to financial statements.

RIVERWALK EDUCATION FOUNDATION, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	Program Services	Supporting Services			2023 Total	2022 Total
	Program Expense	General and Administrative	Fundraising	Total Supporting Services		
Expenses						
Salaries	\$ 69,878,884	\$ 6,341,744	\$ -	\$ 6,341,744	\$ 76,220,628	\$ 62,212,376
Payroll taxes	1,270,801	106,600	-	106,600	1,377,401	1,061,445
Employee benefits	7,215,326	534,239	-	534,239	7,749,565	7,171,760
Rental Expense	38,038	4,229,589	-	4,229,589	4,267,627	3,109,793
Maintenance and Repairs	59,527	3,002,988	-	3,002,988	3,062,515	2,973,527
Utilities	-	2,318,609	-	2,318,609	2,318,609	1,707,357
Depreciation and Amortization	-	5,021,210	-	5,021,210	5,021,210	4,965,340
Supplies	5,974,654	2,017,723	-	2,017,723	7,992,377	10,194,405
Travel	211,998	157,950	-	157,950	369,948	240,300
Equipment Lease	32,555	7,745	-	7,745	40,300	185,789
Insurance	-	679,415	-	679,415	679,415	400,922
Professional Fees	6,859,714	7,557,593	-	7,557,593	14,417,307	11,384,945
Training	32,880	13,560	-	13,560	46,440	33,335
Interest	-	6,652,915	-	6,652,915	6,652,915	7,267,728
Other	1,883,579	1,177,654	-	1,177,654	3,061,233	2,919,798
Total Expenses	\$ 93,457,956	\$ 39,819,534	\$ -	\$ 39,819,534	\$ 133,277,490	\$ 115,828,820

See accompanying notes to financial statements.

RIVERWALK EDUCATION FOUNDATION, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (4,834,198)	\$ (5,181,028)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	5,572,081	5,243,011
Amortization of Bond Discount	395,136	262,717
Amortization of Bond Premium and Issuance Costs	(946,007)	(540,388)
(Increase) Decrease in Grants Receivable	(4,674,136)	(3,749,307)
(Increase) Decrease in Other Receivable	-	55,428
(Increase) Decrease in Deposits	(114,911)	138,026
(Increase) Decrease in Right-of-Use Assets for Operating Leases	1,217,892	-
Increase (Decrease) in Accounts Payable	3,129,428	7,828,150
Increase (Decrease) in Accrued Liabilities	657,859	548,882
Increase (Decrease) in Accrued Wages	3,831,992	1,412,868
Increase (Decrease) in Payroll Tax Payable	206,716	140,386
Increase (Decrease) in Interest Payable	1,071,034	1,565,165
Increase (Decrease) in Deferred Revenue	-	185,290
Increase (Decrease) in Operating Lease Liabilities	(257,308)	-
Total Adjustments	10,089,776	13,090,228
Net Cash Provided (Used) by Operating Activities	5,255,578	7,909,200
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash paid for purchases of fixed assets	(56,440,387)	(54,369,457)
Net Cash Provided (Used) By Investing Activities	(56,440,387)	(54,369,457)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Loans	-	44,378,747
Proceeds from Bonds	-	160,277,509
Repayment of Issuance Cost	-	(6,250,730)
Principal Payments on Finance Leases	(102,979)	(88,526)
Repayment of Loans	-	(56,722,384)
Repayment of Bonds	(2,897,360)	(2,752,511)
Net Cash Provided (Used) By Financing Activities	(3,000,339)	138,842,105
NET INCREASE (DECREASE) IN CASH	(54,185,148)	92,381,848
CASH AT BEGINNING OF YEAR	124,843,814	32,461,966
CASH AT END OF YEAR	\$ 70,658,666	\$ 124,843,814
<u>CASH PAID DURING THE YEAR FOR:</u>		
INTEREST	\$ 6,652,915	\$ 7,267,728
<u>SUPPLEMENTAL DISCLOSURE - RECONCILIATION</u>		
CASH	\$ 32,354,169	\$ 22,577,569
RESTRICTED CASH	38,304,497	102,266,245
TOTAL CASH	\$ 70,658,666	\$ 124,843,814

See accompanying notes to financial statements.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

A. Organization:

The Riverwalk Education Foundation, Inc. (“RWEF, Inc.”) is a nonprofit organization that provides public education for students in grades K through 12. The foundation was incorporated in the State of Texas on September 6, 2002, under the Texas Non-Profit Corporation Act. On September 5, 2003, the Internal Revenue Service determined that the organization was exempt from federal income tax under section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3).

In conformance to its charter granted by the State Board of Education in accordance with Texas Education Code Section 12, Subchapter D, Open-Enrollment Charter School, the Organization operates as part of the state public school system subject to all federal and state laws and rules governing public schools. The Organization is also subject to all laws and rules pertaining to open-enrollment charter schools in section 12 of the Texas Education Code.

The charter holder, Riverwalk Education, Inc. operates charter schools and does not conduct any other charter or non-charter activities.

B. Summary of Significant Accounting Policies:

BASIS OF ACCOUNTING AND PRESENTATION

The accompanying general-purpose financial statements have been prepared using the accrual basis of accounting in accordance with generally accepted accounting principles. RWEF, Inc. reports its financial information based on the *Financial Accounting Standards Board Accounting Standards Codification 958 Not-for-Profit Entities-205 Presentation of Financial Statements*. Under *FASB ASC 958-205*, an organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions

LEASES

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which supersedes existing guidance for accounting for leases under *Topic 840, Leases*. The FASB also subsequently issued the following additional ASUs, which amend and clarify Topic 842: ASU 2018-01, *Land Easement Practical Expedient for Transition to Topic 842*; ASU 2018-10, *Codification Improvements to Topic 842, Leases*; ASU 2018-11, *Leases (Topic 842): Targeted Improvements*; ASU 2018-20, *Narrow-scope Improvements for Lessors*; ASU 2019-01, *Leases (Topic 842): Codification Improvements*; ASU 2019-10, *Financial Instruments – Credit Losses (Topic 326), Derivatives and Hedging (topic 815), and Leases (topic 842): Effective Dates*; ASU 2020-02, *Financial Instruments – Credit Losses (Topic 326) and Leases (Topic 842): Amendments to SEC Paragraphs Pursuant to SEC Staff Accounting Bulletin No. 119 and Update to SEC Section on Effective Date Related to Accounting Standards Update No. 2016-02, Leases (Topic 842)*; and ASU 2020-05, *Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842): Effective Dates for Certain Entities*. The most significant change in the new leasing guidance is the requirement to recognize right-to-use (ROU) assets and lease liabilities for operating leases on the statement of financial position.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

B. Summary of Significant Accounting Policies: (Continued)

LEASES (Continued)

RWEF, Inc. elected to adopt these ASUs using the modified retrospective approach required by the standards and implementing the standards using the effective date method, which established July 1, 2020 as both the effective date and date of initial application. RWEF, Inc. elected the package of practical expedients permitted under the transition guidance within the new standard, which among other things, allowed RWEF, Inc. to carry forward the historical lease classification. In addition, RWEF, Inc. made the following elections: to use hindsight in determining the lease term for existing leases; to apply the short-term lease exception to all leases with a term of one year or less; and to use a risk-free discount rate for all operating leases, determined using a period comparable with that of the lease term.

The adoption of the ASUs had a material impact on RWEF, Inc.'s statement of financial position and on the statement of activities. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases. The accounting for finance leases remained substantially unchanged. ROU assets represent RWEF, Inc.'s right to use an underlying asset for the lease term, and lease liabilities represent RWEF, Inc.'s obligation to make lease payments. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. Operating lease ROU assets also include any lease payments made and excludes any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

CLASSIFICATION OF NET ASSETS

Net assets of RWEF, Inc. are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets Without Donor Restrictions – Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

Net Assets with Donor Restrictions – Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of RWEF, Inc. Certain restrictions may need to be maintained in perpetuity.

Earnings related to restricted net assets will be included in net assets without donor-restrictions unless otherwise specifically required to be included in donor-restricted net assets by the donor or by applicable state law.

On occasion, the governing board may designate a portion of net assets without donor restrictions for a specific purpose. Designated net assets are not governed by donor-imposed restrictions and may be reversed by the governing board at any time.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

B. Summary of Significant Accounting Policies: (Continued)

PRINCIPLES OF CONSOLIDATION

The consolidated financial statements include all of RWEF, Inc.'s accounts. All significant interagency balances and transactions have been eliminated.

SUPPORT AND REVENUE

Support and revenue are recorded based on the accrual method.

FUNCTIONAL EXPENSES

Expenses are charged to each program based on direct expenditures incurred. Functional expenses which cannot readily be related to a specific program are charged to the various programs based upon hours worked, square footage, number of program staff, or other reasonable methods for allocating the organization's multiple function expenditures.

CASH DONATIONS AND DONATED SERVICES

Cash donations are considered to be available for unrestricted use unless specifically restricted by the donor. No amounts have been reflected in the financial statements for donated services since no objective basis is available to measure the value of such donations. Nevertheless, a substantial number of volunteers have donated their time in connection with the program service and administration of the Organization.

CONTRIBUTIONS

In accordance with *Financial Accounting Standards Board Accounting Standards Codification 958 Not-for-Profit Entities-605 Revenue Recognition*, contributions received are recorded as with donor restrictions and without donor restrictions support depending on the existence or nature of any donor restrictions.

PLEDGES AND ACCOUNTS RECEIVABLE

Contributions are recognized when the donor makes a promise to give a contribution to RWEF, Inc. that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are 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. No provision has been made for uncollectible promises to give and accounts receivable as of the statement of financial position date, given that none have been identified.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

B. Summary of Significant Accounting Policies: (Continued)

PROPERTY AND EQUIPMENT

Property and equipment purchased by RWEF, Inc. are recorded at cost. Donations of property and equipment are recorded at their fair value at the date of the gift. All purchases and donations in excess of \$5,000 are capitalized. Depreciation is provided on the straight-line method based upon estimated useful lives of five years for equipment, seven years for furniture, fifteen years for building and land improvements, and thirty years for buildings. Gains or losses on retired or sold property and equipment are reflected in income for the period. The proceeds from such sales which are not legally required or expected to be reinvested in property and equipment are transferred to net assets without donor restrictions.

INCOME TAXES

RWEF, Inc. qualifies as a tax-exempt organization under section 501(c) (3) of the Internal Revenue Code and, therefore, has no provision for income taxes.

CASH AND CASH EQUIVALENTS

RWEF, Inc. considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash is held in demand accounts with various banks. The accounts at these institutions are insured by the Federal Deposit Insurance Corporation up to \$250,000 per account. At times, individual bank accounts exceeded federally insured limits. RWEF, Inc. has not experienced any losses on such accounts.

ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires RWEF, Inc. management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. Pension Plan:

Plan Description

The charter school contributes to the Teacher Retirement System of Texas (“TRS”), a cost sharing, multiple-employer defined benefit pension plan with one exception; all risks and costs are not shared by the charter school, but are the liability of the State of Texas. TRS administers the retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public-school systems of Texas. The plan operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government code, Title 8, Chapters 803 and 805 respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit plan.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

C. Pension Plan: (Continued)

That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701 or by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, www.trs.state.tx.us, under the TRS Publications Heading. Charter schools are legally separate entities from the State and each other. Assets contributed by one charter or independent school district (“ISD”) may be used for the benefit of an employee of another ISD or charter. The risk of participating in multi-employer pension plans is different from single-employer plans. Assets contributed to a multi-employer plan by one employer may be used to provide benefits to employees of other participating employers. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers. There is no withdrawal penalty for leaving the TRS system. There is no collective-bargaining agreement.

The latest TRS Comprehensive Annual Financial Report available dated August 31, 2022 provided the following information:

<u>Pension Fund</u>	<u>Total Plan Assets 2022</u>	<u>Total Pension Liability 2022</u>	<u>Percent Funded</u>
TRS	\$ 207,621,898,000	\$ 243,553,045,455	75.62%

Funding Policy

Contribution requirements are not actuarially determined but are established and amended by the Texas state legislature. The state funding policy is as follows: (1) the state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member’s annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a particular action, the time required to amortize TRS’ unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. State law provides for a member contribution rate of 8.0% for fiscal year 2023. The state’s contribution rate as a non-employer contributing entity was 7.75% for fiscal year 2023. The charter school’s employee contributions to the system for the year ended June 30, 2023 were \$5,863,393 equal to the required contributions for the year.

Other contributions made from federal and private grants and from the charter school for salaries above the statutory minimum were contributed at a rate of 7.5% totaling \$135,240 for the year ended June 30, 2023. The charter school’s contributions into this plan do not represent more than 5% of the total contributions to the plan. The charter school was assessed a surcharge of \$30,485.

D. Budget:

The official school budget is prepared for adoption for required Governmental Fund Types. The annual budget is adopted on a basis consistent with generally accepted accounting principles and is formally adopted by the Board of Directors.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

E. Liquidity and Availability of Financial Assets:

The following reflects RWEF, Inc.'s financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date:

Financial assets at year-end:		
Cash and cash equivalents	\$	70,658,666
Grants receivable		23,638,282
Total financial assets		<u>94,296,948</u>
Less those unavailable for general expenditures within one year, due to:		
Cash restrictions as to use		<u>38,304,497</u>
Financial assets available to meet cash needs for general expenditure within one year	\$	<u><u>55,992,451</u></u>

The Organization manages its liquid assets conservatively within standard depository bank accounts at national banks. Cash is managed to provide sufficient funds for meeting program expenditures of the Organization. Excess cash is invested in short-term investments such as certificates of deposit that have maturity dates of less than three months.

F. Leases:

Finance Leases

RWEF, Inc. is a party to fourteen finance lease agreements of copiers and accessory equipment. The leases are three years in length, are accompanied by bargain purchase options, and expire in 2023, 2024 and 2025. Future minimum payments required under finance lease obligations at June 30, 2023 are as follows:

<u>Twelve months ending June 30,</u>	<u>Amount</u>
2024	\$ 53,223
2025	13,113
Total finance lease payments	<u>66,336</u>
Less: Imputed Interest	(985)
Present Value of Future Lease Payments	<u><u>\$ 65,351</u></u>

Finance lease costs totaled \$105,133, consisting of \$102,201 in amortization of right-of-use assets under finance leases and \$2,932 in interest costs related to finance lease liabilities. Operating lease costs were \$4,307,927 for the year ended June 30, 2023.

Right-of-use assets under finance leases were as follows:

Finance Lease Right-of-Use Assets – Beginning Balance	\$ 306,605
Less accumulated amortization	(140,772)
Less current year amortization	<u>(102,201)</u>
Finance Lease Right-of-Use Assets – Ending Balance	<u><u>\$ 63,632</u></u>

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

F. Leases: (Continued)

Operating Leases

RWEF, Inc. is a party to seven operating lease agreements of office and school buildings. Future minimum payments required under operating lease obligations at June 30, 2023 are as follows:

<u>Twelve months ending June 30,</u>	<u>Amount</u>
2024	\$ 2,841,861
2025	2,513,520
2026	2,674,614
2027	2,697,114
2028	1,459,614
Thereafter	<u>10,396,982</u>
Total operating lease payments	22,583,705
Less: Imputed Interest	<u>(1,588,048)</u>
Total operating lease liabilities	<u>\$ 20,995,657</u>

Right-of-use assets under operating leases were as follows:

Operating Lease Right-of-Use Assets - Beginning Balance	\$ 21,252,964
Less current year amortization	<u>(1,217,892)</u>
Operating Lease Right-of-Use Assets - Ending Balance	<u>\$ 20,035,072</u>

G. Commitments and Contingencies:

The charter school receives funds through state and federal programs that are governed by various statutes and regulations. State program funding is based primarily on student attendance data submitted to the Texas Education Agency, and it is subject to audit and adjustment. Expenses charged to federal programs are subject to audit and adjustment by the grantor agency. The programs administered by the charter school have complex compliance requirements and should state or federal auditors discover areas of noncompliance, charter school funds may be subject to refund if so determined by the Texas Education Agency or the grantor agency. The school is economically dependent on these charter school funds.

H. Health Care Coverage:

During the year ended June 30, 2023, employees of RWEF, Inc. were covered by a Health Insurance Plan (the Plan). RWEF, Inc. contributed \$325 for teachers and nonexempt employees; \$425 for Assistant Principals; \$625 for Principals; and \$825 for Executive Directors and Chiefs, and \$1,650 for Superintendents per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to licensed insurers.

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

I. Bonds Payable:

RWEF, Inc. has secured bond financing pursuant to Chapter 53 of the Texas Education Code of “Qualified Tax Exempt” Education Revenue Bonds, Series 2014A, Series 2016A, and Series 2019 in the amounts of \$7,420,000; \$2,041,000; and \$176,260,000, respectively.

RWEF, Inc. has also issued Taxable Educational Revenue Bonds, Series 2016B and Series 2022 in the amount of \$196,000 and \$141,085,000, respectively. The bonds are limited obligations of the issuer payable solely from revenues received by the issuer pursuant to a loan agreement between the issuer and the borrower. None of the state, the city, nor any political corporation, subdivision, or agency of the state is pledged to the payment of the principal of premium, or interest on the bonds.

Bonds payable at June 30, 2023 consist of the following:

2014 A Bonds, 2.0% interest; principal due annually commencing August 15, 2015 and interest due semi-annually commencing August 15, 2014. Maturity dates range from 2016 to 2035.	\$ 5,140,000
2016 A Bonds, 2.0% interest; principal due annually commencing August 15, 2016 and interest due semi-annually commencing August 15, 2016. Maturity dates range from 2016 to 2030.	1,026,000
2016 B Bonds, 3.25% interest; principal due annually commencing August 15, 2016 and interest due semi-annually commencing August 15, 2016. Maturity dates range from 2016 to 2026.	87,000
2019 Bonds, 3.07% interest; principal due annually commencing August 15, 2021 and interest due semi-annually commencing August 15, 2020. Maturity dates range from 2021 to 2055.	171,560,000
2022 Bonds, 5.0% interest; principal due annually commencing August 15, 2024 and interest due semi-annually commencing August 15, 2022. Maturity dates range from 2024 to 2057.	141,085,000
Total	318,898,000
Plus unamortized premium	30,865,047
Less unamortized issuance costs	(12,075,274)
Less current portion	(3,020,639)
	\$ 334,667,134

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

I. Bonds Payable: (Continued)

Future maturities of long-term debt at June 30, 2023 are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 3,024,000	\$ 13,466,026	\$ 16,490,026
2025	4,807,000	13,281,535	18,088,535
2026	5,036,000	13,046,080	18,082,080
2027	5,256,000	12,798,473	18,054,473
2028	5,518,000	12,538,858	18,056,858
Thereafter	295,257,000	204,366,763	499,623,763
Total	<u>\$ 318,898,000</u>	<u>\$ 269,497,734</u>	<u>\$ 588,395,734</u>

J. Bond Debt Covenants:

The bond agreements contain certain restrictions and covenants. RWEF, Inc. is required to maintain a ratio of available revenue (without excluding any discretionary expenses incurred during the fiscal year) that must equal at least 1.10X the annual debt service requirements. Management was not in compliance with this covenant for the year ended June 30, 2023. Additionally, RWEF, Inc. is required to maintain an operating reserve that covers 45 days of expenses at the end of each fiscal year. Management believes RWEF, Inc. was in compliance with this covenant for the year ended June 30, 2023.

K. Restricted Cash:

Restricted cash at June 30, 2023 consisted of debt service and bond-financed project cash accounts. These funds are to be solely used in the repayment of bond liabilities and cannot be used for normal operating expenditures.

L. Nets Assets with Donor Restrictions:

Net assets with donor restrictions at June 30, 2023 are restricted as follows:

Subject to expenditure for specified purposes:

Federal Funds	\$ 989,096
State-financed general charter school activities	2,713,241
Support of charter schools located in San Antonio	1,515,520
Total restricted funds	<u>\$ 5,217,857</u>

Net assets were released from restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows:

State Funds	\$ 99,576,114
Federal Funds	17,670,104
Support of charter schools located in San Antonio	4,310,000
Total Restrictions Released	<u>\$ 121,556,218</u>

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

M. Central Office and Consolidation:

RWEF, Inc. operates a Central Office administrative unit to provide administrative services to each of the separate school districts in exchange for an interagency fee. During the fiscal year, the Central Office unit agreed to charge each district an administrative fee equal to approximately 8 percent of state foundation and available per capita school fund revenues. The School of Science and Technology – Main district and the School of Science and Technology – Discovery district paid the Central Office unit \$2,896,906 and \$3,554,640, respectively, and owed the Central Office \$543,945 and \$684,549, respectively. These fees and interagency payables have been eliminated in the presentation of consolidated financial statements, resulting in statement of financial position eliminations of \$1,228,494 and eliminations within the statement of activities of \$7,680,040. Other interfund receivables and payables between districts were eliminated in the presentation of the consolidated financial statements resulting in statement of financial position eliminations of \$2,482,918. An adjustment of \$1,397,580 was made to correct the prior year elimination entries. The prior year financial statement balances were adjusted to reflect the changes.

N. Comparative Totals:

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended June 30 of the prior year, from which the summarized information was derived.

O. Evaluation of Subsequent Events:

RWEF, Inc. has evaluated subsequent events through November 22, 2023, the date which the financial statements were available to be issued.

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

We have audited the financial statements of Riverwalk Education Foundation, Inc. (RWEF, Inc.) as of and for the year ended June 30, 2023, and have issued our report thereon dated November 22, 2023, which expressed an unmodified opinion on those financial statements. See page 1. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedules for Individual Charter School dated June 30, 2023, and appearing on pages 18 to 35 and 45 to 52, 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 information is fairly stated in all material respects in relation to the financial statements as a whole.



A Professional Accounting Corporation

Houston, TX
November 22, 2023

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

(With Comparative Totals for June 30, 2022)

	2023	2022
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 16,532,128	\$ 11,900,036
Restricted Cash	12,794,010	48,526,169
Grants Receivable	9,949,282	6,973,607
Total Current Assets	39,275,420	67,399,812
Property and Equipment		
Land	14,933,572	14,901,238
Building and Improvements	75,132,684	75,132,684
Furniture and Equipment	4,374,881	4,023,245
Construction in Progress	59,180,053	32,038,666
	153,621,190	126,095,833
Less: Accumulated Depreciation	(11,503,160)	(9,173,074)
Total Property and Equipment	142,118,030	116,922,759
Other Assets		
Deposits	255,214	102,162
Finance Lease Right-of-Use Assets	14,449	85,828
Operating Lease Right-of-Use Assets	4,381,255	7,111,702
Total Other Assets	4,650,918	7,299,692
TOTAL ASSETS	\$ 186,044,368	\$ 191,622,263
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 9,210,695	\$ 10,293,814
Wages Payable	4,006,542	2,986,171
Payroll Taxes Payable	434,241	354,681
Accrued Liabilities	1,110,540	890,855
Due to Related Entity	2,436,842	779,963
Interest Payable	2,594,195	2,022,930
Current Portion of Finance Lease Liabilities	13,405	28,973
Current Portion of Operating Lease Liabilities	1,211,301	1,332,784
Current Portion of Bonds Payable	1,433,022	1,374,782
Total Current Liabilities	22,450,783	20,064,953
Long-term Liabilities		
Finance Lease Liabilities net of Current Portion	1,472	14,832
Operating Lease Liabilities net of Current Portion	3,785,549	5,778,918
Bonds Payable net of Premium, Issuance Costs, and Current Portion	164,467,470	166,190,908
Total Long-term Liabilities	168,254,491	171,984,658
TOTAL LIABILITIES	190,705,274	192,049,611
Net Assets		
Without Donor Restrictions	(5,467,881)	(836,166)
With Donor Restrictions	806,975	408,818
TOTAL NET ASSETS	(4,660,906)	(427,348)
TOTAL LIABILITIES AND NET ASSETS	\$ 186,044,368	\$ 191,622,263

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(With Comparative Totals for June 30, 2022)

	2023	2022
ASSETS		
Current Assets		
Cash	\$ 15,183,982	\$ 9,529,450
Restricted Cash	25,510,487	53,740,076
Grants Receivable	13,072,649	10,156,784
Receivable from Related Entity	2,462,472	1,186,942
Total Current Assets	56,229,590	74,613,252
Property and Equipment		
Land	13,744,494	13,744,494
Building and Improvements	102,214,154	88,622,810
Furniture and Equipment	4,324,020	4,015,967
Construction in Process	33,755,431	18,763,137
	154,038,099	125,146,408
Less: Accumulated Depreciation	(13,300,760)	(10,299,816)
Total Property and Equipment	140,737,339	114,846,592
Other Assets		
Deposits	185,287	281,871
Finance Lease Right-of-Use Assets	40,341	198,824
Operating Lease Right-of-Use Assets	15,430,097	13,650,350
Total Other Assets	15,655,725	14,131,045
TOTAL ASSETS	\$ 212,622,654	\$ 203,590,889
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 7,138,558	\$ 1,749,362
Wages Payable	6,685,078	3,795,172
Payroll Taxes Payable	596,006	475,016
Accrued Liabilities	1,526,391	1,143,330
Interest Payable	2,624,298	2,124,529
Deferred Revenue	185,290	185,290
Current Portion of Finance Lease Liabilities	31,433	66,930
Current Portion of Operating Lease Liabilities	1,178,816	996,906
Current Portion of Bonds Payable	1,587,617	1,515,219
Total Current Liabilities	21,553,487	12,051,754
Long-term Liabilities		
Finance Lease Liabilities net of Current Portion	9,953	41,261
Operating Lease Liabilities net of Current Portion	14,583,797	12,653,444
Bonds Payable net of Current Portion, Premium and Issuance Costs	170,199,664	172,055,098
Total Long-term Liabilities	184,793,414	184,749,803
Total Liabilities	206,346,901	196,801,557
Net Assets		
Without Donor Restrictions	3,337,801	3,337,801
With Donor Restrictions	2,937,952	3,451,531
Total Net Assets	6,275,753	6,789,332
TOTAL LIABILITIES AND NET ASSETS	\$ 212,622,654	\$ 203,590,889

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2023

(With Comparative Totals for June 30, 2022)

	2023	2022
ASSETS		
Current Assets		
Cash	\$ 638,059	\$ 1,148,083
Due from Related Entities	1,795,105	1,356,591
Total Current Assets	2,433,164	2,504,674
Property and Equipment		
Building and Improvements	21,647	21,647
Furniture and Equipment	23,339	-
	44,986	21,647
Less: Accumulated Depreciation	(11,630)	(13,550)
Total Property and Equipment	33,356	8,097
Other Assets		
Deposits	91,188	32,745
Finance Lease Right-of-Use Assets	8,842	21,953
Operating Lease Right-of-Use Assets	223,720	490,912
Total Other Assets	323,750	545,610
TOTAL ASSETS	\$ 2,790,270	\$ 3,058,381
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 97,684	\$ (236)
Wages Payable	611,490	689,775
Payroll Taxes Payable	97,722	91,556
Accrued Liabilities	265,162	210,049
Current Portion of Finance Lease Liability	7,501	16,334
Current Portion of Operating Lease Liabilities	194,677	272,304
Total Current Liabilities	1,274,236	1,279,782
Long-Term Liabilities		
Finance Lease Liabilities net of Current Portion	1,587	-
Operating Lease Liabilities net of Current Portion	41,517	218,608
Total Long-Term Liabilities	43,104	218,608
Total Liabilities	1,317,340	1,498,390
Net Assets		
With Donor Restrictions	1,472,930	1,559,991
Total Net Assets	1,472,930	1,559,991
TOTAL LIABILITIES AND NET ASSETS	\$ 2,790,270	\$ 3,058,381

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 1,696,622	\$ 2,542,675	\$ 4,239,297	\$ 351,518
5750 Revenue from Cocurricular Activities	1,299,173	-	1,299,173	908,448
Total Local Support	<u>2,995,795</u>	<u>2,542,675</u>	<u>5,538,470</u>	<u>1,259,966</u>
State Program Revenues:				
5810 Foundation School Program Act Revenues	-	42,755,469	42,755,469	38,930,208
5820 State Program Revenues Distributed by Texas Education Agency	-	80,273	80,273	326,675
Total State Program Revenues	<u>-</u>	<u>42,835,742</u>	<u>42,835,742</u>	<u>39,256,883</u>
Federal Program Revenues:				
5920 Federal Revenues Distributed by Texas Education Agency	-	6,712,710	6,712,710	7,362,535
5930 Federal Revenue Distributed by Other Government Agencies	-	-	-	19,234
Total Federal Program Revenues	<u>-</u>	<u>6,712,710</u>	<u>6,712,710</u>	<u>7,381,769</u>
Net Assets Released from Restrictions:				
Restrictions Satisfied by Payments	51,692,970	(51,692,970)	-	-
Total Revenues	<u>54,688,765</u>	<u>398,157</u>	<u>55,086,922</u>	<u>47,898,618</u>
Expenses				
11 Instruction	36,476,644	-	36,476,644	31,137,465
12 Instructional Resources and Media Services	3,937	-	3,937	782
13 Curriculum Development and Instructional Staff Development	1,895,991	-	1,895,991	1,324,159
21 Instructional Leadership	2,559,787	-	2,559,787	1,988,045
23 School Leadership	2,940,624	-	2,940,624	3,591,825
33 Health Services	187,879	-	187,879	178,902
34 Student (Pupil) Transportation	185,300	-	185,300	-
35 Food Services	1,657,275	-	1,657,275	1,402,987
36 Cocurricular/Extracurricular Activities	1,203,370	-	1,203,370	794,253
41 General Administration	394,933	-	394,933	332,561
51 Plant Maintenance and Operations	8,218,357	-	8,218,357	6,009,335
52 Security and Monitoring Services	618,756	-	618,756	185,166
53 Data Processing Services	26,099	-	26,099	93,988
71 Debt Service	2,951,528	-	2,951,528	3,450,173
Total Expenses	<u>59,320,480</u>	<u>-</u>	<u>59,320,480</u>	<u>50,489,641</u>
Change in Net Assets	<u>(4,631,715)</u>	<u>398,157</u>	<u>(4,233,558)</u>	<u>(2,591,023)</u>
Net Assets, beginning of year	<u>(836,166)</u>	<u>408,818</u>	<u>(427,348)</u>	<u>2,163,675</u>
Net Assets, end of year	<u>\$ (5,467,881)</u>	<u>\$ 806,975</u>	<u>\$ (4,660,906)</u>	<u>\$ (427,348)</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 2,743,820	\$ 2,732,845	\$ 5,476,665	\$ 627,103
5750 Revenue from Cocurricular Activities	1,322,997	-	1,322,997	795,590
Total Local Support	<u>4,066,817</u>	<u>2,732,845</u>	<u>6,799,662</u>	<u>1,422,693</u>
State Program Revenues:				
5810 Foundation School Program Act Revenues	-	55,589,024	55,589,024	50,978,300
5820 State Program Revenues Distributed by Texas Education Agency	-	129,846	129,846	470,268
Total State Program Revenues	<u>-</u>	<u>55,718,870</u>	<u>55,718,870</u>	<u>51,448,568</u>
Federal Program Revenues:				
5920 Federal Revenues Distributed by Texas Education Agency	-	10,810,893	10,810,893	8,480,333
Total Federal Program Revenues	<u>-</u>	<u>10,810,893</u>	<u>10,810,893</u>	<u>8,480,333</u>
Net Assets Released from Restrictions:				
Restrictions Satisfied by Payments	69,776,187	(69,776,187)	-	-
Total Revenues	<u>73,843,004</u>	<u>(513,579)</u>	<u>73,329,425</u>	<u>61,351,594</u>
Expenses				
11 Instruction	48,509,533	-	48,509,533	38,979,530
12 Instructional Resources and Media Services	4,702	-	4,702	-
13 Curriculum Development and Instructional Staff Development	2,156,579	-	2,156,579	1,470,192
21 Instructional Leadership	2,692,594	-	2,692,594	2,009,907
23 School Leadership	3,341,418	-	3,341,418	4,268,172
33 Health Services	116,400	-	116,400	219,659
35 Food Services	2,183,318	-	2,183,318	2,040,426
36 Cocurricular/Extracurricular Activities	1,102,299	-	1,102,299	911,884
41 General Administration	198,803	-	198,803	593,624
51 Plant Maintenance and Operations	9,584,321	-	9,584,321	8,710,691
52 Security and Monitoring Services	637,663	-	637,663	188,957
53 Data Processing Services	23,513	-	23,513	5,120
71 Debt Service	3,291,861	-	3,291,861	3,539,462
Total Expenses	<u>73,843,004</u>	<u>-</u>	<u>73,843,004</u>	<u>62,937,624</u>
Change in Net Assets	<u>-</u>	<u>(513,579)</u>	<u>(513,579)</u>	<u>(1,586,030)</u>
Net Assets, beginning of year	<u>3,337,801</u>	<u>3,451,531</u>	<u>6,789,332</u>	<u>8,375,362</u>
Net Assets, end of year	<u>\$ 3,337,801</u>	<u>\$ 2,937,952</u>	<u>\$ 6,275,753</u>	<u>\$ 6,789,332</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ -	\$ 7,706,985	\$ 7,706,985	\$ 5,835,325
Total Local Support	-	7,706,985	7,706,985	5,835,325
Net Assets Released from Restrictions:				
Restrictions Satisfied by Payments	7,794,046	(7,794,046)	-	-
Total Revenues	7,794,046	(87,061)	7,706,985	5,835,325
Expenses				
13 Curriculum Development and Instructional				
Staff Development	441,732	-	441,732	445,754
21 Instructional Leadership	114,455	-	114,455	85,206
33 Health Services	-	-	-	16,075
41 General Administration	6,788,070	-	6,788,070	5,964,430
51 Plant Maintenance and Operations	449,466	-	449,466	327,412
71 Debt Service	323	-	323	423
Total Expenses	7,794,046	-	7,794,046	6,839,300
Change in Net Assets	-	(87,061)	(87,061)	(1,003,975)
Net Assets, beginning of year	-	1,559,991	1,559,991	2,563,966
Net Assets, end of year	\$ -	\$ 1,472,930	\$ 1,472,930	\$ 1,559,991

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period June 30, 2022)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (4,233,558)	\$ (2,591,023)
Adjustments to reconcile change in net assets to net Cash Provided (Used) by Operating Activities:		
Depreciation expense	2,401,464	2,309,395
Amortization of Bond Discount and Issuance Costs	188,334	118,794
Amortization of Bond Premium	(471,389)	(258,844)
(Increase) Decrease in Grants Receivable	(2,975,675)	(431,648)
(Increase) Decrease in Other Receivable	-	55,428
(Increase) Decrease in Deposits	(153,052)	(100,000)
(Increase) Decrease in Right-of-Use Assets for Operating Leases	2,730,447	-
Increase (Decrease) in Accounts Payable	(1,083,119)	6,602,454
Increase (Decrease) in Accrued Liabilities	219,685	256,615
Increase (Decrease) in Accrued Wages	1,020,371	643,150
Increase (Decrease) in Payroll Taxes Payable	79,560	67,585
Increase (Decrease) in Interest Payable	571,265	824,169
Increase (Decrease) in Due from Related Entities	1,656,879	-
Increase (Decrease) in Operating Lease Liability	(2,114,852)	-
Total Adjustments	2,069,918	10,087,098
Net Cash Provided (Used) By Operating Activities	(2,163,640)	7,496,075
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash paid for purchases of fixed assets	(27,525,357)	(34,183,392)
Net Cash Provided (Used) By Investing Activities	(27,525,357)	(34,183,392)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Loans	-	24,223,167
Proceeds from Bonds	-	84,127,497
Repayment of Issuance Cost	-	(3,280,924)
Repayment of Loans	-	(35,700,724)
Principal Payments on Finance Leases	(28,928)	(26,861)
Repayments of Bonds	(1,382,142)	(1,311,458)
Net Cash Provided (Used) By Financing Activities	(1,411,070)	68,030,697
NET INCREASE (DECREASE) IN CASH	(31,100,067)	41,343,380
CASH AT BEGINNING OF YEAR	60,426,205	19,082,825
CASH AT END OF YEAR	\$ 29,326,138	\$ 60,426,205
CASH PAID DURING THE YEAR FOR:		
INTEREST	\$ 3,092,915	\$ 3,590,225

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (513,579)	\$ (1,586,030)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	3,159,425	2,925,657
Amortization of Bond Discount	206,802	143,923
Amortization of Bond Premium and Issuance Costs	(474,618)	(281,542)
(Increase) Decrease in Grants Receivable	(2,915,865)	(1,554,090)
(Increase) Decrease in Due from Related Entities	(1,275,530)	(406,979)
(Increase) Decrease in Deposits	96,584	258,805
(Increase) Decrease in Right-of-Use Assets for Operating Leases	(1,779,747)	-
Increase (Decrease) in Accounts Payable	5,389,196	161,889
Increase (Decrease) in Accrued Liabilities	383,061	220,444
Increase (Decrease) in Accrued Wages	2,889,906	581,694
Increase (Decrease) in Payroll Taxes Payable	120,990	48,965
Increase (Decrease) in Interest Payable	499,769	740,996
Increase (Decrease) in Deferred Revenue	-	185,290
Increase (Decrease) in Operating Lease Liabilities	2,112,263	-
Total Adjustments	<u>8,412,236</u>	<u>3,025,052</u>
Net Cash Provided (Used) By Operating Activities	<u>7,898,657</u>	<u>1,439,022</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	<u>(28,891,691)</u>	<u>(20,186,065)</u>
Net Cash Provided (Used) By Investing Activities	<u>(28,891,691)</u>	<u>(20,186,065)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Loans	-	20,155,580
Proceeds from Bonds	-	76,150,011
Repayment of Issuance Cost	-	(2,969,806)
Repayment of Loans	-	(21,018,170)
Principal Payments on Finance Leases	(66,805)	(56,046)
Repayments of Bonds	<u>(1,515,218)</u>	<u>(1,444,542)</u>
Net Cash Provided (Used) By Financing Activities	<u>(1,582,023)</u>	<u>70,817,027</u>
NET INCREASE (DECREASE) IN CASH	<u>(22,575,057)</u>	<u>52,069,985</u>
CASH AT BEGINNING OF YEAR	<u>63,269,526</u>	<u>11,199,541</u>
CASH AT END OF YEAR	<u>\$ 40,694,469</u>	<u>\$ 63,269,526</u>
CASH PAID DURING THE YEAR FOR:		
INTEREST	<u>\$ 3,559,676</u>	<u>\$ 3,677,081</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (87,061)	\$ (1,003,975)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	11,192	7,958
(Increase) Decrease in Due from Related Entities	(438,514)	(291,742)
(Increase) Decrease in Deposits	(58,443)	(20,779)
(Increase) Decrease in Right-of-Use Assets for Operating Leases	267,192	-
Increase (Decrease) in Accounts Payable	97,920	(1,042)
Increase (Decrease) in Accrued Liabilities	55,113	71,822
Increase (Decrease) in Accrued Wages	(78,285)	188,024
Increase (Decrease) in Payroll Taxes Payable	6,166	23,836
Increase (Decrease) in Operating Lease Liabilities	<u>(254,719)</u>	<u>-</u>
Total Adjustments	<u>(392,378)</u>	<u>(21,923)</u>
Net Cash Provided (Used) By Operating Activities	<u>(479,439)</u>	<u>(1,025,898)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	<u>(23,339)</u>	<u>-</u>
CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	<u>(23,339)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on Finance Leases	<u>(7,246)</u>	<u>(5,619)</u>
CASH USED FOR INVESTING ACTIVITIES	<u>(7,246)</u>	<u>(5,619)</u>
NET INCREASE (DECREASE) IN CASH	(510,024)	(1,031,517)
CASH AT BEGINNING OF YEAR	<u>1,148,083</u>	<u>2,179,600</u>
CASH AT END OF YEAR	<u>\$ 638,059</u>	<u>\$ 1,148,083</u>
CASH PAID DURING THE YEAR FOR:		
INTEREST	<u>\$ 323</u>	<u>\$ 423</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
SCHEDULE OF EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

EXPENSES	2023	2022
6100 Payroll Costs	\$ 33,597,307	\$ 28,284,678
6200 Professional and Contracted Services	14,310,297	10,070,033
6300 Supplies and Materials	4,059,811	5,030,001
6400 Other Operating Costs	4,543,203	3,654,756
6500 Debt	2,809,862	3,450,173
Total Expenses	\$ 59,320,480	\$ 50,489,641

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
SCHEDULE OF EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	2023	2022
EXPENSES		
6100 Payroll Costs	\$ 45,232,128	\$ 36,282,319
6200 Professional and Contracted Services	16,666,478	13,177,528
6300 Supplies and Materials	3,770,587	4,998,082
6400 Other Operating Costs	4,881,950	4,940,233
6500 Debt	3,291,861	3,539,462
Total Expenses	\$ 73,843,004	\$ 62,937,624

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE
SCHEDULE OF EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Totals for the Period Ended June 30, 2022)

	2023	2022
EXPENSES		
6100 Payroll Costs	\$ 6,518,158	\$ 5,878,585
6200 Professional and Contracted Services	819,762	511,245
6300 Supplies and Materials	198,280	240,005
6400 Other Operating Costs	257,523	209,042
6500 Debt	323	423
Total Expenses	\$ 7,794,046	\$ 6,839,300

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
SCHEDULE OF CAPITAL ASSETS
FOR THE YEAR ENDED JUNE 30, 2023

	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ 976,556	\$ 28,349,582	\$ -
1510 Land	-	14,933,572	-
1520 Building and Improvements	20,540	75,112,144	-
1539 Furniture and Equipment	-	4,080,589	294,292
1553 Right-of-Use Assets: Financing Lease for Equipment	-	14,449	-
1554 Right-of-Use Assets: Operating Lease for Buildings	-	4,381,255	-
1580 Construction in Progress	-	59,180,053	-
Total Capital Assets	<u>\$ 997,096</u>	<u>\$ 186,051,644</u>	<u>\$ 294,292</u>

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
SCHEDULE OF CAPITAL ASSETS
FOR THE YEAR ENDED JUNE 30, 2023

	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ 926,521	\$ 39,767,948	\$ -
1510 Land	-	13,744,494	-
1520 Building and Improvements	61,094	102,153,060	-
1539 Furniture and Equipment	-	3,318,656	995,114
1553 Right of Use Assets: Financing Lease for Equipment	-	40,341	-
1554 Right of Use Assets: Operating Lease for Building	-	15,430,097	-
1569 Library Books and Media	-	-	10,250
1580 Construction in Progress	-	33,755,431	-
Total Capital Assets	<u>\$ 987,615</u>	<u>\$ 208,210,027</u>	<u>\$ 1,005,364</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE
SCHEDULE OF CAPITAL ASSETS
FOR THE YEAR ENDED JUNE 30, 2023

	Ownership Interest		
	Local	State	Federal
1110 Cash	\$ -	\$ 638,059	\$ -
1520 Building and Improvements	-	21,647	-
1539 Furniture and Equipment	-	23,339	-
1553 Right-of-use assets: Financing Lease for Equipment	-	8,842	-
1554 Right-of-use assets: Operating Lease for Buildings	-	223,720	-
Total Capital Assets	<u>\$ -</u>	<u>\$ 915,607</u>	<u>\$ -</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance from Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local Support:				
5710 Revenues from Local and Intermediate Sources	\$ -	\$ 30,000	\$ -	\$ (30,000)
5740 Other Revenues from Local Sources	255,000	8,050,000	4,239,297	(3,810,703)
5750 Revenue from Cocurricular Activities	1,346,143	1,350,000	1,299,173	(50,827)
Total Local Support	<u>1,601,143</u>	<u>9,430,000</u>	<u>5,538,470</u>	<u>(3,891,530)</u>
State Program Revenues:				
5810 Foundation School Program Act Revenues	50,906,000	44,358,542	42,755,469	(1,603,073)
5820 State Program Revenues Distributed by Texas Education Agency	397,000	85,000	80,273	(4,727)
Total State Program Revenues	<u>51,303,000</u>	<u>44,443,542</u>	<u>42,835,742</u>	<u>(1,607,800)</u>
Federal Program Revenues:				
5920 Federal Revenue Distributed by TEA	2,413,747	6,818,623	6,712,710	(105,913)
5930 Federal Revenues Distributed by Other Government Agencies			-	-
Total Federal Program Revenues	<u>2,413,747</u>	<u>6,818,623</u>	<u>6,712,710</u>	<u>(105,913)</u>
Total Revenues	<u>55,317,890</u>	<u>60,692,165</u>	<u>55,086,922</u>	<u>(5,605,243)</u>
EXPENSES				
11 Instruction	30,850,739	35,796,418	36,476,644	(680,226)
12 Instructional Resources and Media Services	19,500	3,850	3,937	(87)
13 Curriculum Development and Instructional Staff Development	2,695,909	1,613,962	1,895,991	(282,029)
21 Instructional Leadership	2,534,670	2,500,000	2,559,787	(59,787)
23 School Leadership	3,662,686	2,841,646	2,940,624	(98,978)
33 Health Services	213,036	186,116	187,879	(1,763)
34 Student (Pupil) Transportation	-	174,466	185,300	(10,834)
35 Food Services	900,000	1,589,302	1,657,275	(67,973)
36 Cocurricular/Extracurricular Activities	840,000	1,181,992	1,203,370	(21,378)
41 General Administration	494,000	358,477	394,933	(36,456)
51 Plant Maintenance and Operations	5,376,900	8,905,162	8,218,357	686,805
52 Security and Monitoring Services	405,000	611,521	618,756	(7,235)
53 Data Processing Services	126,616	26,114	26,099	15
71 Debt Service	6,625,789	4,854,365	2,951,528	1,902,837
Total Expenses	<u>54,744,845</u>	<u>60,643,391</u>	<u>59,320,480</u>	<u>1,322,911</u>
Change in Net Assets	<u>573,045</u>	<u>48,774</u>	<u>(4,233,558)</u>	<u>(4,282,332)</u>
Net Assets, beginning of year	<u>(427,348)</u>	<u>(427,348)</u>	<u>(427,348)</u>	<u>-</u>
Net Assets, end of year	<u>\$ 145,697</u>	<u>\$ (378,574)</u>	<u>\$ (4,660,906)</u>	<u>\$ (4,282,332)</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance from Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 523,000	\$ 5,746,000	\$ 5,476,665	\$ (269,335)
5750 Revenue from Cocurricular Activities	<u>1,405,000</u>	<u>1,409,992</u>	<u>1,322,997</u>	<u>(86,995)</u>
Total Local Support	1,928,000	7,155,992	6,799,662	(356,330)
State Program Revenues:				
5810 Foundation School Program Act Revenues	59,292,000	55,790,744	55,589,024	(201,720)
5820 State Program Revenues Distributed by Texas Education Agency	<u>500,000</u>	<u>135,000</u>	<u>129,846</u>	<u>(5,154)</u>
Total State Program Revenues	59,792,000	55,925,744	55,718,870	(206,874)
Federal Program Revenues:				
5920 Federal Revenue Distributed by TEA	<u>2,782,000</u>	<u>11,342,645</u>	<u>10,810,893</u>	<u>(531,752)</u>
Total Federal Program Revenues	<u>2,782,000</u>	<u>11,342,645</u>	<u>10,810,893</u>	<u>(531,752)</u>
Total Revenues	<u>64,502,000</u>	<u>74,424,381</u>	<u>73,329,425</u>	<u>(1,094,956)</u>
Expenses				
11 Instruction	37,997,129	47,633,259	48,509,533	(876,274)
12 Instructional Resources and Media Services		4,600	4,702	(102)
13 Curriculum Development and Instructional Staff Development	1,470,748	1,850,000	2,156,579	(306,579)
21 Instructional Leadership	2,015,914	2,550,000	2,692,594	(142,594)
23 School Leadership	4,268,170	3,161,310	3,341,418	(180,108)
33 Health Services	219,660	114,785	116,400	(1,615)
35 Food Services	2,024,096	2,100,000	2,183,318	(83,318)
36 Cocurricular/Extracurricular Activities	914,949	1,065,000	1,102,299	(37,299)
41 General Administration	596,000	195,500	198,803	(3,303)
51 Plant Maintenance and Operations	7,380,689	10,019,165	9,584,321	434,844
52 Security and Monitoring Services	189,345	615,087	637,663	(22,576)
53 Data Processing Services	5,120	23,801	23,513	288
71 Debt Service	<u>3,577,726</u>	<u>4,896,863</u>	<u>3,291,861</u>	<u>1,605,002</u>
Total Expenses	<u>60,659,546</u>	<u>74,229,370</u>	<u>73,843,004</u>	<u>386,366</u>
Change in Net Assets	<u>3,842,454</u>	<u>195,011</u>	<u>(513,579)</u>	<u>(708,590)</u>
Net Assets, beginning of year	<u>6,789,332</u>	<u>6,789,332</u>	<u>6,789,332</u>	<u>-</u>
Net Assets, end of year	<u>\$ 10,631,786</u>	<u>\$ 6,984,343</u>	<u>\$ 6,275,753</u>	<u>\$ (708,590)</u>

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance from Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local Support:				
5740 Other Revenues from Local Sources	\$ 9,360,986	\$ 9,360,986	\$ 7,706,985	\$ (1,654,001)
Total Local Support	<u>9,360,986</u>	<u>9,360,986</u>	<u>7,706,985</u>	<u>(1,654,001)</u>
 Total Revenues	 <u>9,360,986</u>	 <u>9,360,986</u>	 <u>7,706,985</u>	 <u>(1,654,001)</u>
Expenses				
13 Curriculum Development and Instructional				
Staff Development	3,557,175	3,624,175	441,732	3,182,443
21 Instructional Leadership	-	-	114,455	(114,455)
33 Health Services	-	5,000	-	5,000
41 General Administration	5,623,811	6,292,811	6,788,070	(495,259)
51 Plant Maintenance and Operations	180,000	434,740	449,466	(14,726)
71 Debt Service	-	-	323	(323)
Total Expenses	<u>9,360,986</u>	<u>10,356,726</u>	<u>7,794,046</u>	<u>2,562,680</u>
 Change in Net Assets	 <u>-</u>	 <u>(995,740)</u>	 <u>(87,061)</u>	 <u>908,679</u>
 Net Assets, beginning of year	 <u>1,559,991</u>	 <u>1,559,991</u>	 <u>1,559,991</u>	 <u>-</u>
 Net Assets, end of year	 <u>\$ 1,559,991</u>	 <u>\$ 564,251</u>	 <u>\$ 1,472,930</u>	 <u>\$ 908,679</u>

See independent auditor's report on supplementary information

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

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

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 Riverwalk Education Foundation, Inc. (RWEF, Inc.) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 22, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered RWEF, Inc.'s internal control over financial reporting (internal control) as 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 RWEF, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of RWEF, Inc.'s internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether RWEF, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

LOUISIANA • TEXAS

An Independently Owned Member, RSM US Alliance
RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each is separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

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.

A handwritten signature in cursive script that reads "LaPorte".

A Professional Accounting Corporation

Houston, TX
November 22, 2023

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

To the Board of Directors of
Riverwalk Education Foundation, Inc.
San Antonio, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Riverwalk Education Foundation, Inc. (RWEF, Inc.)’s 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 RWEF, Inc.’s major federal programs for the year ended June 30, 2023. RWEF, Inc.’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, RWEF, Inc. 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 RWEF, Inc. 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 RWEF, Inc.’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 RWEF, Inc.’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 RWEF, Inc.'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 RWEF, Inc.'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 judgement 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 including examining, on a test basis, evidence regarding RWEF, Inc.'s compliance requirements referred to above and performing such other procedures as we consider necessary in the circumstances.
- Obtain an understanding of RWEF, Inc.'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 RWEF, Inc.'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 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.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit Compliance section above 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.

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 cursive script that reads "LaForte".

A Professional Accounting Corporation

Houston, TX
November 22, 2023

RIVERWALK EDUCATION FOUNDATION, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED JUNE 30, 2023

Summary of Audit Results

1. The auditor's report expresses an unmodified opinion on whether the financial statements were prepared in accordance with GAAP.
2. No significant deficiencies or material weaknesses on internal control over financial statements.
3. No instances of noncompliance material to the financial statements, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses on internal control over major federal award programs.
5. The auditor's report on compliance for the major federal award programs expresses an unmodified opinion on all major federal programs.
6. The audit did not disclose any audit findings which are required to be reported in accordance with 2 CFR section 200.516(a).
7. Major programs:
 - U.S. Department of Education
 - Passed – Through Texas Education Agency
 - Education Stabilization Fund
 - ALN 84.425
8. The threshold used for distinguishing between Type A and Type B programs was \$750,000.
9. RWEF, Inc. qualifies as a low-risk auditee.

<u>Current Year Findings</u>	<u>Questioned Costs</u>
No audit findings were noted as per governmental auditing standards and 2 CFR section 200.516 (a).	\$-0-

RIVERWALK EDUCATION FOUNDATION, INC.

SCHEDULE OF PRIOR YEAR FINDINGS

FOR THE YEAR ENDED JUNE 30, 2023

No findings were noted as per governmental auditing standards and 2 CFR section 200.516(a) for the year ended June 30, 2022.

RIVERWALK EDUCATION FOUNDATION, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/ Pass - Through Grantor/ Program Title	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Federal Expenditures
<u>U.S. Department of Education</u>			
Passed - Through Texas Education Agency:			
Title I, Part A-Improving Basic Program	84.010A	22610101015831	\$ 195,646
Title I, Part A-Improving Basic Program	84.010A	23610101015827	1,025,481
Title I, Part A-Improving Basic Program	84.010A	23610101015831	1,669,676
Title I, Part A-Improving Basic Program	84.010A	23610141015827	28,745
Charter Schools	84.282A	215901027110007	249,073
Title II, Part A-Supporting Effective Instruction	84.367A	22694501015827	2,072
Title II, Part A-Supporting Effective Instruction	84.367A	22694501015831	27,557
Title II, Part A-Supporting Effective Instruction	84.367A	23694501015827	152,897
Title II, Part A-Supporting Effective Instruction	84.367A	23694501015831	246,895
Title III, Part A-LEP	84.365A	22671001015827	707
Title III, Part A-LEP	84.365A	23671001015827	77,459
Title III, Part A-LEP	84.365A	23671001015831	79,104
LEP Summer School	84.369A	69552202	10,354
Special Education Cluster			
IDEA, Part B-Formula	84.027A	226600010158276000	29,551
IDEA, Part B-Formula	84.027A	236600010158276000	531,718
IDEA, Part B-Formula	84.027A	236600010158316000	782,548
IDEA, Part B-Formula - ARF	84.027A	225350010158275000	52,873
IDEA, Part B-Formula - ARF	84.027A	225350010158315000	111,685
Total Special Education Cluster			<u>1,508,375</u>
Total U.S. Department of Education, non-COVID-19 Assistance			<u>5,274,041</u>
COVID-19 - Title IV, Part A, Subpart 1			
COVID-19 - Title IV, Part A, Subpart 1	84.424A	20680101015827	11,956
COVID-19 - Title IV, Part A, Subpart 1	84.424A	20680101015831	60,648
COVID-19 - Elementary and Secondary School Emergency Relief Fund (ESSER)			
COVID-19 - Elementary and Secondary School Emergency Relief Fund II (CRRSSA-ESSER II)	84.425D	20521001015827	503
COVID-19 - Elementary and Secondary School Emergency Relief Fund II (CRRSSA-ESSER II)	84.425D	21521001015827	1,190,177
COVID-19 - Elementary and Secondary School Emergency Relief Fund II (CRRSSA-ESSER II)	84.425D	21521001015831	1,309,662
COVID-19 - Elementary and Secondary School Emergency Relief Fund III (TCLAS-ESSER III)	84.425U	21528042015827	671,467
COVID-19 - Elementary and Secondary School Emergency Relief Fund III (TCLAS-ESSER III)	84.425U	21528042015831	1,137,942
COVID-19 - Elementary and Secondary School Emergency Relief Fund III (ARP ESSER III)	84.425U	21528001015827	1,292,819
COVID-19 - Elementary and Secondary School Emergency Relief Fund III (ARP ESSER III)	84.425U	21528001015831	2,880,955
Total U.S. Department of Education, COVID-19 Assistance			<u>8,556,129</u>
Total U.S. Department of Education			<u>13,830,170</u>
<u>U.S. Department of Agriculture</u>			
Child Nutrition Cluster			
Passed - Through Texas Education Agency			
Federal Food Service Reimbursement			
School Breakfast Program	10.553	71402201	139,281
School Breakfast Program	10.553	71402301	556,106
National School Lunch Program	10.555	71302201	568,777
National School Lunch Program	10.555	71302301	2,294,981
			<u>3,559,145</u>
Passed - Through Texas Department of Agriculture			
Supply Chain Assistance Grant	10.555	226TX400N8903	10,000
Total Child Nutrition Cluster			<u>3,569,145</u>
Total U.S. Department of Agriculture, non-COVID-19 Assistance			<u>3,569,145</u>
Passed - Through Texas Department of Agriculture			
COVID-19 - Pandemic Electronic Benefit Transfer (P-EBT)	10.649		6,270
Total U.S. Department of Agriculture, COVID-19 Assistance			<u>6,270</u>
Total U.S. Department of Agriculture			<u>3,575,415</u>
Total Federal Financial Assistance			<u>\$ 17,405,585</u>

RIVERWALK EDUCATION FOUNDATION, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2023

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of federal awards (the Schedule) includes the federal grant activity of Riverwalk Education Foundation, Inc. (RWEF, Inc.) 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 operation of RWEF, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of RWEF, Inc.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. 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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Pass-through entity identifying numbers are presented where available.

Indirect Cost Rate

RWEF, Inc. has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Subrecipients

The Organization did not provide federal awards to subrecipients.

Reconciliation of Functional Expenses to Expenditures per Schedule of Expenditures of Federal Awards (SEFA) and Federal Grant Revenue:

Total Expenditure of Federal Awards per SEFA	\$ 17,405,585
Federal Funds Not Expended	118,018
Total Federal Awards per the Statement of Activities	<u>\$ 17,523,603</u>

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY -MAIN
SCHEDULE OF REAL PROPERTY OWNERSHIP INTEREST
FOR THE YEAR ENDED JUNE 30, 2023

Description (List each parcel separately)	Property Address	Total Assessed Value	Ownership Interest- Local	Ownership Interest-State	Ownership Interest- Federal
NCB 11833 BLK 33 LOT E IRRG 275 FT OF 32	1450 NE Loop 410 San Antonio, TX 78209	\$ 3,395,440	\$ -	\$ 3,395,440	\$ -
NCB 11833 BLK 33 LOT W 100 FT of 32 NCB 15911 (CROSSWINDS DRAINAGE DETENTION),	1450 NE Loop 410 San Antonio, TX 78209	1,687,430	-	1,687,430	-
BLOCK 1 LOT 45	11214 N Weidner Rd. San Antonio, TX 78233	14,319,180	-	14,319,180	-
14945 P-1N (0.24 AC) & TR-1K (11.763 AC)	Wurzbach Pkwy TX 78233	468,570	-	468,570	-
RES B BLK 1 LOUETTA GLEN SEC 1	0 Louetta Rd. Spring, TX 77388	478,876	-	478,876	-
RES A BLK 1 RESERVE ON TC JESTER SEC 1	15015 T C Jester Blvd. Houston, TX 77068	14,339,312	-	14,339,312	-
RES A BLK 1 LOUETTA NORTH BUSINESS PARK	2105 Louetta Rd. Spring, TX 77388	14,080,645	-	14,080,645	-
TR 10D ABST 229 G H DELESDEMIER	0 T C Jester Blvd. Houston, TX 77068	39,439	-	39,439	-
RES F5-A GREENBRIAR NORTH SEC 1	330 N Sam Houston Pky E. Houston, TX 77060	7,094,842	-	7,094,842	-
A-175 SUR- 98 R GARZA, ACRES 2.6620 -(Comal County)	19440 S IH 35 , SCHERTZ, TX 78154	701,540	-	701,540	-
A-175 SUR- 98 R GARZA, ACRES 5.375	S IH 35 SCHERTZ, TX 78154	1,273,690	-	1,273,690	-
BUILDING HOPE CHARTER SCHOOL, BLOCK 1, LOT 1	IH35 Schertz	4,213,220	-	4,213,220	-

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
SCHEDULE OF REAL PROPERTY OWNERSHIP INTEREST
FOR THE YEAR ENDED JUNE 30, 2023

Description (List each parcel separately)	Property Address	Total Assessed Value	Ownership Interest- Local	Ownership Interest- State	Ownership Interest- Federal
NCB 16007 BLK 2 LOT 2 "BOWEN'S CROSSING COMMERCIAL UT-4"	Bowen's Crossing San Antonio, TX 78250	\$ 201,710	\$ -	\$ 201,710	\$ -
NCB 16007 BLK 2 LOT 3 (BUILDING HOPE CHARTER SCHOOL)	9202 W Loop 1604 N, San Antonio, TX 78250	19,415,370	-	19,415,370	-
CB 4411C (REGAL VILLAGE), BLOCK 51 LOT 3	Culebra Rd San Antonio, TX 78253	15,233,760	-	15,233,760	-
RES A BLK 1 SCHOOL OF SCIENCE AND TECHNOLOGY	12000 Brant Rock Dr. Houston, TX 77082	1,497,883	-	1,497,883	-
0361 I AND GN, ACRES 9.8807	10007 Clodine Rd. Richmond, TX 77407	19,025,595	-	19,025,595	-
Geographic ID: 9960-19-220-0174-907	10007 Clodine RD, Richmond, TX 77407	191,000		191,000	
AIRLINE ROAD SCHOOL OF SCIENCE AND TECHNOLOGY BLK 1 LOT 1	2626 Airline Rd. Corpus Christi, TX 78414	11,032,786	-	11,032,786	-

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
 SCHOOL OF SCIENCE & TECHNOLOGY - CENTRAL OFFICE
 SCHEDULE OF REAL PROPERTY OWNERSHIP INTEREST
 FOR THE YEAR ENDED JUNE 30, 2023

Description (List each parcel separately)	Property Address	Total Assessed Value	Ownership Interest- Local	Ownership Interest-State	Ownership Interest-Federal
None					

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
 SCHOOL OF SCIENCE & TECHNOLOGY- MAIN
 SCHEDULE OF RELATED PARTY TRANSACTIONS
 FOR THE YEAR ENDED JUNE 30, 2023

Related Party Name	Name of Relation to the Related Party	Relationship	Type of Transaction	Description of Terms and Conditions	Source of Funds Used	Payment Frequency	Total Paid During FY	Principal Balance Due
None								

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
 SCHOOL OF SCIENCE & TECHNOLOGY- DISCOVERY
 SCHEDULE OF RELATED PARTY TRANSACTIONS
 FOR THE YEAR ENDED JUNE 30, 2023

Related Party Name	Name of Relation to the Related Party	Relationship	Type of Transaction	Description of Terms and Conditions	Source of Funds Used	Payment Frequency	Total Paid During FY	Principal Balance Due
None								

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
 SCHOOL OF SCIENCE & TECHNOLOGY- CENTRAL OFFICE

SCHEDULE OF RELATED PARTY TRANSACTIONS

FOR THE YEAR ENDED JUNE 30, 2023

Related Party Name	Name of Relation to the Related Party	Relationship	Type of Transaction	Description of Terms and Conditions	Source of Funds Used	Payment Frequency	Total Paid During FY	Principal Balance Due
None								

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SPECIAL PROGRAM COMPLIANCE SCHEDULE - MAIN
FOR THE YEAR ENDED JUNE 30, 2023

<u>Data Codes</u>		<u>Responses</u>
<u>Section A: Compensatory Education Program</u>		
AP1	Did your LEA expend any state compensatory education program state allotment funds during the District's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the District's fiscal year.	\$ 3,977,199
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$ 2,852,468
<u>Section B: Bilingual Education Programs</u>		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 461,855
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 400,546

See independent auditor's report on supplementary information

RIVERWALK EDUCATION FOUNDATION, INC.
SPECIAL PROGRAM COMPLIANCE SCHEDULE - DISCOVERY
FOR THE YEAR ENDED JUNE 30, 2023

<u>Data Codes</u>		<u>Responses</u>
<u>Section A: Compensatory Education Program</u>		
AP1	Did your LEA expend any state compensatory education program state allotment funds during the District's fiscal year?	Yes
AP2	Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3	List the total state allotment funds received for state compensatory education programs during the District's fiscal year.	\$ 5,539,573
AP4	List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$ 4,341,151
<u>Section B: Bilingual Education Programs</u>		
AP5	Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6	Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7	List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$ 487,479
AP8	List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$ 428,251

See independent auditor's report on supplementary information