

NOTICE OF PUBLIC MEETING
of the
Board of Directors of
SOMERSET ACADEMY OF LAS VEGAS

Notice is hereby given that the Board of Directors of Somerset Academy of Las Vegas, a public charter school, will conduct a public meeting on November 29, 2018 beginning at 6:00 p.m. at 385 W. Centennial Pkwy., North Las Vegas, NV 89084. The public is invited to attend.

Attached hereto is an agenda of all items scheduled to be considered. Unless otherwise stated, the Board Chairperson may 1) take agenda items out of order; 2) combine two or more items for consideration; or 3) remove an item from the agenda or delay discussion related to an item.

Reasonable efforts will be made to assist and accommodate physically handicapped persons desiring to attend or participate at the meeting. Any persons requiring assistance may contact Dena Thompson at (702) 431-6260 or dena.thompson@academicnv.com two business days in advance so that arrangements may be conveniently made.

Public comment may be limited to three minutes per person at the discretion of the Chairperson.

AGENDA

November 29, 2018 Annual Meeting of the Board of Directors of Somerset Academy of Las Vegas

(Action may be taken on those items denoted “For Possible Action”)

1. Call to order and roll call (For Possible Action)
2. Public Comment and Discussion *(No action may be taken on a matter raised under this item of the agenda until the matter itself has been specifically included on an agenda as an item upon which action will be taken.)*
3. Consent Agenda (For Possible Action) *(All items listed under the Consent Agenda are considered routine and will be enacted by one motion. There will be no separate discussion of these items unless a Board Member or member of the public so requests, in which case the item(s) will be removed from the consent agenda and considered along with the regular order of business.)*
 - a. Minutes from the October 16, 2018 Board Meeting and the November 14, 2018 Telephonic Board Meeting
 - b. Approval of Recommendation from the Finance Committee:
 1. School Financial Performance (Not for Action)
 2. Approval of the Final Revised Budget for the 2018/2019 School Year
 3. Approval of the 2017/2018 School Year Financial Audit
 4. Approval of Teacher and Staff Holiday Bonuses
 5. Approval of Grade-Level Maximum Enrollment for the 2019/2020 School Year
 6. Approval of the use of Bond Funds for Improvements at the Losee Campus: Elementary Conference Room Split
4. Academic Update and Executive Director Report (For Discussion)
5. Review and Acceptance of Grant Funds for the 2018/2019 School Year (For Possible Action)
6. Overview of Accreditation Process (For Discussion)
7. Discussion and Possible Action to Approve Revised Enrollment Policy (For Possible Action)
8. Discussion and Possible Action Regarding the Formation of Scholarship in honor of Dan Phillips (For Possible Action)

9. Review and Approval of Affiliation Agreement with Somerset Academy, Inc. (For Possible Action)
10. Academics Announcements and Notifications (Information)
11. Member Comment (Information/Discussion)
12. Public Comment and Discussion *(No action may be taken on a matter raised under this item of the agenda until the matter itself has been specifically included on an agenda as an item upon which action will be taken.)*
13. Adjournment (For Possible Action)

This notice and agenda has been posted on or before 9 a.m. on the third working day before the meeting at the following locations:

- (1) 385 W. Centennial Parkway, North Las Vegas, Nevada 89084
- (2) 7038 Sky Pointe Drive, Las Vegas, Nevada 89131
- (3) 50 N. Stephanie St., Henderson, Nevada 89074
- (4) 4650 Losee Road, North Las Vegas, Nevada 89081
- (5) 4491 N. Rainbow Blvd., Las Vegas, Nevada 89108
- (6) 6475 Valley Dr., North Las Vegas, Nevada 89084
- (7) 8151 N. Shaumber Road, Las Vegas, Nevada 89166
- (8) North Las Vegas City Hall, 2250 Las Vegas Blvd. North, North Las Vegas, Nevada.
- (9) Henderson City Hall, 240 South Water Street, Henderson, Nevada.
- (10) Las Vegas City Hall, 495 S. Main St., Las Vegas, Nevada.

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 3 – Consent Agenda
Number of Enclosures:

SUBJECT: Consent Agenda

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Board

Recommendation:

Proposed wording for motion/action:

Move to approve the items for action on the consent agenda.

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 2-5 Minutes

Background: Support materials and/or background has been provided to the Board. All items on the Consent Agenda which are for action can be approved in one motion; however, individual items may be taken off the Consent Agenda if the Board deems that discussion is necessary.

Submitted By: Staff

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 3a – Minutes from the October 16, 2018 Board and the November 14, 2018 Telephonic Board Meeting Number of Enclosures: 2

SUBJECT: Minutes Approval

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input checked="" type="checkbox"/> Consent Agenda
<input type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Board

Recommendation:

Proposed wording for motion/action: Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 0 Minutes

Background: A board meeting was held on October 16, 2018 and a telephonic board meeting was held on November 14, 2108. As such, the minutes will need to be approved for this meeting.

Submitted By: Staff

MINUTES
of the meeting of the
BOARD OF DIRECTORS of SOMERSET ACADEMY OF LAS VEGAS
October 16, 2018

The Board of Directors of Somerset Academy of Nevada held a public meeting on October 16, 2018, at 6:00 p.m. at 6475 Valley Dr., North Las Vegas, NV 89084.

1. Call to order and Roll Call

Board Chair John Bentham called the meeting to order at 6:06 p.m. with a quorum present. In attendance were Board members Carrie Boehlecke, Travis Mizer, Gary McClain, Cody Noble (6:36 p.m.), and John Bentham.

Board members Will Harty and Sarah McClellan were not present at this meeting.

Also present was Executive Director John Barlow, as well as Principals Elaine Kelley, Jenni Martinez, Lee Esplin, Reggie Farmer, Kate Lackey, Sherry Pendleton, and Ruby Norland. Academica representatives Crystal Thiriot and Ryan Reeves were also present.

2. Public Comment and Discussion

Ms. Melanie Smith, an Instructional Coach at the Sky Pointe campus, and Nichole Yoakum, a parent addressed the Board and invited them to the Board to the Somerset Sky Pointe Gala.

Ms. Heather Young addressed the Board to make them aware of a situation between her son and a P.E. teacher at Sky Pointe, stating that she had not received support from Principal Esplin or the Executive Director Barlow in addressing her concerns.

3. Consent Agenda

a. Minutes from the August 11, 2018 Board Meeting and the August 29, 2018 Telephonic Board meeting.

b. School Financial Performance

Member Mizer moved to approve the consent agenda. Member Boehlecke seconded the motion, and the Board voted unanimously to approve.

4. Academic Update and Executive Director Report

Executive Director John Barlow addressed the Board and reviewed the happenings during the first month of school. He stated that teams of administrators, instructional coaches, and learning strategists had visited classrooms and then met together to debrief and strategize; adding that they had also worked with Jessica Barr, a data specialist, to understand and interpret the data in order to better drive the instructional decisions at each campus. Executive Director Barlow then highlighted the progress at each campus.

Principal Elaine Kelley addressed the Board and stated that, because most of the students at the Aliante campus were new to the Somerset system, they did not have much student data from last year. Principal Kelley further stated that they had used teacher data to determine areas for improvement and growth; adding that the teachers also had the opportunity to review their data to see where they could make improvements.

Principal Sherry Pendleton addressed the Board and stated that they had reviewed the data and created a visual display, with every student represented, which allowed them to see the growth and proficiency levels. Principal Pendleton stated that they had also used the parent, student and teacher surveys to devise strategies for the school improvement plan.

Principal Reggie Farmer addressed the Board and stated that, using the SBAC and MAP data, they had created math and ELA enrichment classes for students needing support. Member Bentham asked Principal Farmer to elaborate on the integration between the elementary, middle and high schools. Principal Farmer stated that the math and ELA teachers had met together across all grades to determine the needs of the whole school. Member Bentham asked if Principal Farmer was able to visit classrooms, to which Principal Farmer replied that he had only been able to visit 4 classrooms; however, his AP's had been able to visit the classrooms. Member Mizer asked how the student's viewed the enrichment classes. Principal Farmer replied that the classes were smaller allowing for a less stressful environment, and that they ensured that students understood that the enrichment classes were not a punishment but an opportunity to improve.

Principal Jenni Martinez addressed the Board and stated that, after receiving a 2 STAR rating in the elementary school and a 3 STAR rating in the middle school, they had assembled a team to create an emergency intervention curriculum plan. Member Bentham asked how the intervention had been received by the parents and students, to which Principal Martinez replied that the reception had been better than expected due to being able to get the correct message out to the parents. Member Mizer asked why changes weren't implemented sooner. Principal Martinez explained that the data was not received until August and that this was the first time that the data had been segregated by campus. Executive Director Barlow stated that Jessica Barr had helped them understand and analyze the data which allowed them to make the best decisions for the students.

Principal Lee Esplin addressed the Board and stated that Jessica Barr was able to clearly teach and explain how to understand the data, which allowed them to determine the best areas of focus for improvement. Principal Esplin further stated that, using the data, they had worked with the staff to create action steps for their working school performance plan. He also explained the intervention programs each grade level was using to ensure that the students identified through the data focus were receiving extra support. Member Bentham asked Principal Esplin how often, in his second year as a K-12 principal, he was able to visit each classroom. Principal Esplin stated that he had found that he needed to spend at least 20 minutes per class; adding that he been in almost every classroom once and had been in some more than once.

Principal Kate Lackey addressed the Board and stated that, although they didn't have a lot of data at the start of the school year, they had analyzed the data from the first MAP assessments; adding that the projected growth should show 70% proficiency in SBAC ELA and 60% proficiency in SBAC math. Principal Lackey reviewed the training programs used to help the teachers with the curriculum.

Principal Ruby Norland addressed the Board and stated that Jessica Barr had also presented the data information to the Stephanie campus teachers; adding that they had been able to use the data to help

the students set goals. Principal Norland stated that they had identified four strong teachers and met with them to determine what they were doing that could be shared with the other teachers at the campus; adding that, using the information from those teachers, they had created learning videos that they had used during data day training. Principal Norland further stated that teachers used the training to plan small group instruction, instructional practices and create goals.

Executive Director Barlow stated that, with the right tools, they had worked harder than ever before to provide the targeted interventions; adding that on November 2nd they would be holding a system-wide training.

5. Discussion and Possible Action Regarding the Somerset Academy Testing Opt-out Policy

Executive Director Barlow stated, because one student could possibly be the difference between a 3 STAR and a 5 STAR school, it was important to have all students take the assessments; adding that the state monitored the percentage of students taking the assessments and would lower the STAR rating if the number fell below 95%. Executive Director Barlow further stated that, without the assessment data, they would not have a complete picture of the needs of the students.

Member Bentham asked how many students had opted out of testing in the past. Principal Esplin stated that, due to sub-categories in the rating system, one student opting out could have a negative impact on the STAR rating. Member Bentham stated that another concern was that, without the assessment data, they would not have the information to help the students. Member Noble asked if they had parents who had opted out, and if they hit the 95% mark on testing, to which Principal Esplin replied that they had parents who had opted out. Principal Esplin stated that he was not concerned about the overall percentage; however, in the sub-categories, such as ELL, one student opting out could drop the percentage below 95%.

Member Boehlecke asked how the policy would be communicated to families looking to apply to Somerset Academy. Executive Director Barlow stated that it needed to be communicated that, to be part of the Somerset charter system, it was important to be fully invested in the program. Discussion ensued regarding the value of the metrics of a lower participation rate versus students not performing well.

Member McClain moved to approve the Testing Opt-out Policy. Member Boehlecke seconded the motion, and the Board voted unanimously to approve.

6. Review and Approval of Revised Progressive Discipline Policy

Executive Director Barlow stated that the progressive discipline policy needed to be reviewed annually; adding that the discipline committee had met to review the policy and make recommendations for changes or additions. Executive Director Barlow referred the Board to the support materials and the changes to the policy which were highlighted in yellow.

Member Boehlecke asked how weapons were being determined, to which Executive Director Barlow replied that they followed statute and that they verified every possible weapon with Academica's legal department and Tony York, the Academica Director of School Safety. Member Bentham asked how the information would be distributed to students and parents, to which Executive Director Barlow replied

that each campus would ensure that parents were aware of the changes. Member Noble asked if there were offenses which would never result in expulsion. Executive Director Barlow stated that any habitual offense could lead to expulsion through the progressive discipline policy.

Member Noble moved to approve the amended Progressive Discipline Policy. Member Boehlecke seconded the motion, and the Board voted unanimously to approve.

7. Discussion and Possible Action Regarding School Assignments for Board Members

Member Bentham stated that they would like to assign a Board member to each campus which would provide each principal with a liaison for communication with the Board. Executive Barlow stated that an alignment had been created previously and it had provided families with a pathway to address their concerns. Discussion ensued regarding possible alignments.

9. Academica Announcements and Notifications

Ms. Crystal Thiriot addressed the Board and referred the Board to the Academica Yearbook which contained photos and contact information for all current Academica employees, as well as principals, assistant principals and office staff for all Academica managed schools. Ms. Thiriot stated that, looking ahead, they would like to hold a strategic planning meeting at the end of January.

Executive Director Barlow publicly thanked Ms. Thiriot for all of her assistance with the North Las Vegas campus.

Mr. Ryan Reeves addressed the Board and stated that the Charter School Association of Nevada Conference was held recently and former Somerset Board member Scott Hammond was given a Charter Champion award. Mr. Reeves also stated that many charter principals had gathered to present to the State Public Charter School Authority regarding testing which might result in the ACT Aspire test being put on moratorium.

8. Discussion and Possible Action Regarding Somerset North Las Vegas Campus STAR Rating Pursuant to NRS 388A.367

Executive Director Barlow stated that Principal Martinez had already explained the corrective actions taking place; adding that all of the Somerset principals were using the data to mobilize teams to improve the schools. Principal Martinez stated that she appreciated all of the support she had received from the Somerset Academy of Nevada, Somerset Florida, and Academica Nevada.

10. Member Comment

Member Mizer stated that he had asked Academica to provide a financial forecast for two years in the future to ensure that they are able to make any necessary changes to meet teacher salary demands.

Member Bentham stated that he had received comments regarding the uniform vendor failing to meet the needs of the community. Member McClain asked if there was a contract with the uniform vendor. Executive Director Barlow stated that the vendor was the same vendor that had been used by the Stephanie campus as well as Somerset Florida; adding that he felt that most of the complaints were related to growing pains. Discussion ensued regarding the complaints and the vendor responses to the complaints.

Member Bentham stated that Member McClellan had asked him to mention that the Board would like to receive calendars from all of the campuses with activities and events listed; adding that she would also like more updates from the Executive Director's office.

Member Bentham noted that, with the upcoming legislative session, they should be more actively involved in fighting for more funding to ensure the ability to grow; adding that strategies would be discussed in a future Board meeting.

11. Public Comments and Discussion

Rebecca Wagner and Wade Wagner, grandparents of a Somerset student, addressed the Board to express their concern for the safety and well-being of their grandchild and the lack of help they had received in regards to their concerns.

12. Adjournment

The meeting was adjourned at 8:02 p.m.

Approved on: _____

**Secretary of the Board of Directors
Somerset Academy of Las Vegas**

MINUTES
of the telephonic meeting of the
BOARD OF DIRECTORS of SOMERSET ACADEMY OF LAS VEGAS
November 14, 2018

The Board of Directors of Somerset Academy of Nevada held a telephonic public meeting on November 14, 2018, at 7:00 a.m.

1. Call to order and Roll Call

Board Chair John Bentham called the meeting to order at 7:02 a.m. with a quorum present. In attendance were Board members Travis Mizer, Will Harty, Carrie Boehlecke, Gary McClain, Sarah McClellan, Cody Noble, and John Bentham.

Also present was Executive Director John Barlow, as well as Principals Elaine Kelley, Jenni Martinez, Sherry Pendleton, Kate Lackey, and Ruby Norland. Somerset Florida representative Principal Kerri Ann Rodriguez and Academica representatives Crystal Thiriot and Ryan Reeves were also present.

2. Public Comment and Discussion

There was no request for public comment.

3. Approval of Reassignment of Principal Duties at the North Las Vegas Campus

Executive Director John Barlow addressed the Board and stated that, after many school visits and in concert with Principal Jenni Martinez, Somerset Florida Principal Kerri Ann Rodriguez and her staff, Academica representatives Gayle Jefferson and Crystal Thiriot, and the Executive Director's staff, leadership changes were being recommended to the Board. Executive Director Barlow recommended that Principal Martinez step down as principal at the North Las Vegas campus and become an assistant principal at the Lone Mountain campus; Sherry Pendleton would assume a dual position as the principal at the Lone Mountain and North Las Vegas campuses; Assistant Principal Christina Threeton would move from the Lone Mountain campus to the North Las Vegas campus. Executive Director Barlow stated that Principal Pendleton and Assistant Principal Threeton would work to duplicate the success of the Lone Mountain campus at the North Las Vegas campus.

Member Bentham asked if this change was a replication of the Somerset Florida system, to which Executive Director Barlow replied in the affirmative. Somerset Florida Principal Kerri Ann Rodriguez addressed the Board and stated that she was currently principal over five buildings with 2700 students. She stated that Principal Pendleton was strong leader in curriculum and that it had been determined that the North Las Vegas campus needed a strong curriculum leader and a change in curriculum and oversight immediately; adding that this was the best choice currently available. Executive Director Barlow stated that Principal Pendleton had started her Somerset career at the North Las Vegas campus and that the ability to collaborate between the two campuses would be beneficial to the North Las Vegas campus.

Member Bentham asked Ms. Crystal Thiriot if Academica supported the change. Ms. Thiriot addressed the Board and stated that Academica supported the proposal and were confident that Principal Pendleton would put practices and structures in place to help the North Las Vegas campus succeed in the future. Mr. Ryan Reeves addressed the Board and stated that, by approving the proposed changes and putting their best resources behind the campus, the Board would make it known that they value the North Las Vegas campus.

Member Bentham asked Principal Pendleton to express her thoughts on the proposed changes. Principal Sherry Pendleton addressed the Board and stated that the Lone Mountain team was motivated to help the Somerset system; adding that she had worked side by side with Assistant Principal Christina Threton and that Assistant Principal Threton was very strong in curriculum, which would be advantageous at the North Las Vegas campus. Principal Pendleton further stated that she was confident in the strong team she currently had at the Lone Mountain campus and the strong team she would be taking to the North Las Vegas campus; adding that, to help offset her absence from the North Las Vegas campus, Assistant Principal Martinez' strengths would ensure that the Lone Mountain campus would not suffer any disadvantages. Principal Pendleton further explained the advantage of being able to share talents between campuses.

Member Bentham asked Principal Martinez to express her thoughts on the proposed changes. Principal Martinez addressed the Board and stated that during the recent process she had determined that she had some skills that needed to be developed under a successful leader and looked forward to learning from Principal Pendleton.

Member Noble stated that Principal Farmer had experienced a similar situation when he had students at two locations and that there had been a few challenges with that situation. Principal Rodriguez stated that it was a challenge but that Principal Pendleton would have people on each campus who could make decisions in her absence. Principal Pendleton stated that the administrators and teacher leaders help the school function as a teacher lead school; adding that the Lone Mountain administrative team were already able to make many decisions on their own. Principal Pendleton further stated that she was confident in the team that she would be bringing to the North Las Vegas campus and confident in the strengths that Principal Martinez would bring to the Lone Mountain campus.

Member McClellan asked if this was being considered as a temporary or crisis situation. Principal Pendleton stated that the North Las Vegas campus would probably take a higher percentage of her time. Member McClain stated that, although this needed to happen, he was concerned with the sustainability and long term outlook. Mr. Reeves stated that there was not a specific timeline; however, eventually there would eventually be another transition; adding that this was the best solution for now.

Member McClain moved to approve the administration changes as presented. Member McClellan seconded the motion, and the Board voted unanimously to approve.

4. Public Comments and Discussion

Principal Pendleton stated that she and her team would work hard and ensure that both campuses were successful.

5. Adjournment

This meeting was adjourned at 7:29 a.m.

Approved on: _____

**Secretary of the Board of Directors
Somerset Academy of Las Vegas**

DRAFT

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 3b – Approval of Recommendation from the Finance Committee
Number of Enclosures: 1

SUBJECT:

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Board/Finance Committee

Recommendation:

Proposed wording for motion/action:

Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: The Finance Committee held a meeting on November 16, 2018 to discuss items that impact Somerset financially. The **draft** minutes from the Finance Committee meeting are included in the support materials.

Submitted By: Staff

MINUTES
of the meeting of the
SOMERSET ACADEMY OF LAS VEGAS FINANCE COMMITTEE
November 16, 2018

Somerset Academy of Nevada Finance Committee held a public meeting on November 16, 2018, at 12:00 p.m. at 6630 Surrey St., Las Vegas, NV 89119.

1. Call to order and Roll Call

Committee Vice-Chair John Barlow called the meeting to order at 12:06 p.m. In attendance were Committee Members John Barlow and Will Harty (via telephone).

Committee member Travis Mizer was not present at this meeting.

Also present was Governing Board Member Gary McClain; as well as Academica representatives Trevor Goodsell, Marc Clayton, Matt Padron, and Crystal Thiriot.

2. Public Comments and Discussion

There was no request for public comment.

3. Review and Approval of the Minutes from the October 4, 2018 Finance Committee Meeting

Member Harty moved to approve the minutes from the October 4, 2018 finance committee meeting. Member Barlow seconded the motion, and the Committee voted unanimously to approve.

4. Review and Discussion of Somerset Academy Financial Performance

Mr. Marc Clayton addressed the Committee and reviewed the financial statements through September 2018, which included a surplus from additional DSA revenue of \$126,242.01 and SPED discretionary unit of \$286,904; adding that some of the significant under budget items included salaries and benefits. Member Harty asked if the under budget salary amount was due to vacancies. Ms. Crystal Thiriot addressed the Committee and stated that it could be attributed to having more substitutes who were paid less than a fully licensed teacher.

Mr. Clayton stated that rent was under budget by about \$490,000 which could be attributed to the new campuses opening and not recording rent until the buildings were actually occupied; adding that SPED and IT set up fees were also under budget. Mr. Clayton stated that instructional supplies were over budget by \$496,876 which could be attributed to heavy purchases at the beginning of the year. Member Harty stated that, for future summaries, he would like a breakdown of how much of the full year budget had been spent. Discussion ensued regarding the actual and budgeted amounts and the inclusion of those amounts in future reports.

5. Review and Possible Action to Recommend Approval of the Final Revised Budget for the 2018/2019 School Year

Mr. Matt Padron addressed the Committee and stated that the major changes in the final revised budget included an increase of \$24 per student in revenue, a decrease of 132 students in enrollment which would be a decrease of about \$500,000 in revenue, and an increase in SPED funding. Mr. Trevor Goodsell addressed the Committee and stated that SPED Part B funding was lower than expected; however, the state SPED funding had increased. Member Harty asked about the enrollment percentage, to which Mr. Padron replied that they were at 98.5% of the projected enrollment. Mr. Goodsell explained that the insurance policy had experienced a 13% increase in premiums; however, with the increase in funding they were able to absorb most of the increase and not pass it on to the staff.

Mr. Padron stated that two versions of the budget were included in the support materials, one included cell phone expenses and one did not include them; adding that cell phone expenses were currently paid from the SGF funds. Discussion ensued regarding providing cell phones for the principals, assistant principals, and office managers and whether to expense the cell phones through the operating budget or to continue to use SGF funds. Member Harty asked for an explanation of the consumables expense. Mr. Goodsell explained that consumables were based upon enrollment and used for desks and curriculum; adding that first year campuses had all of their consumables purchased through the Zions lease. Discussion ensued regarding the consumable item for the Executive Directors office being used to offset the cost of the MAP assessment for campuses and for the funding of extra training for employees doing extra work.

Mr. Goodsell stated that Somerset Board Chair Bentham had asked for additional funding for a Dean at the Stephanie campus; adding that future enrollment would drop which might affect the ability to pay for the position. Discussion ensued regarding the importance of ensuring that Somerset provides a safe and wholesome learning environment.

Member Harty moved to recommend approval of the final revised budget with the cell phone allowance for the 2018/2019 school year. Member Barlow seconded the motion, and the Committee voted unanimously to approve.

6. Review and Possible Action to Recommend Approval of the 2017/2018 School Year Financial Audit

Mr. Clayton stated that the audit provided in the support materials was a draft edition; however, there should not be any material changes in the final version. Mr. Clayton stated that the net deficit showing on page 71 of the support materials was due to government accounting practices related to PERS; adding that \$1,958,000 could be added back to the loss resulting in an income of \$1,957,000. Member Harty asked for confirmation that there were not any material weaknesses or concerns, to which Mr. Clayton replied that there were not any weaknesses or concerns.

Mr. Goodsell stated that because there would not be any material changes, he would recommend appointing a member of the committee to review and approve the final audit prior to the Board meeting.

Member Barlow moved to recommend approval of the 2017/2018 school year financial audit, contingent on approval by the Board Treasurer. Member Harty seconded the motion, and the Committee voted unanimously to approve.

7. Review and Possible Action to Recommend Approval of Teacher and Staff Holiday Bonuses

Mr. Goodsell stated that, as requested last year, the bonuses were calculated at \$125 per person; adding that the principals liked to invite the Board members to distribute the bonuses.

Member Barlow moved to recommend approval of the teacher and staff bonuses as presented. Member Harty seconded the motion, and the Committee voted unanimously to approve.

8. Review and Possible Action to Recommend Approval of Grade-Level Maximum Enrollment for the 2019/2020 School Year

Ms. Thiriot stated that kinder enrollment for the Stephanie class would be changed from 75 to 100. Mr. Goodsell stated that recommitment and open enrollment would begin soon, with the lottery to be run on March 1, 2019. Mr. Goodsell explained that, although every student in the system could stay in the system, the high school numbers were set low to avoid being required to accept students who may have a negative impact on graduation rates. Discussion ensued regarding the 9th grade enrollment numbers for the Sky Pointe and Losee campuses. Mr. Padron stated that he had reviewed the numbers with all of the campus principals, with the exception of the North Las Vegas campus.

Member Harty stated that he was comfortable making a recommendation for approval; however, the Board may feel the need to pull the item from the consent agenda for discussion.

Member Harty moved to recommend approval of the grade-level maximum enrollment for the 2019/2020 school year, with the adjustment for the Stephanie campus as discussed. Member Barlow seconded the motion, and the Committee voted unanimously to approve.

9. Review and Possible Action to Recommend Approval of the use of Bond Funds for Improvements at the Losee Campus: Elementary Room Split

Ms. Thiriot stated that the counselors at the Losee campus were operating out of electrical closets. Member Barlow stated that the conference room was to be split into two rooms to allow for the privacy needed for counselors.

Member Harty moved to recommend approval of the use of the bond funds as presented. Member Barlow seconded the motion, and the Committee voted unanimously to approve.

10. Member Comment

Member Harty stated that the enrollment might be an item the Board would want to discuss further.

11. Public Comment

There was no request for public comment.

12. Adjournment

The meeting was adjourned at 1:11 p.m.

Approved on: _____

_____ of the Finance Committee of
Somerset Academy of Las Vegas

DRAFT

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 3b1 – School Financial Performance Number of Enclosures: 1

SUBJECT: School Financial Performance

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input checked="" type="checkbox"/> Consent Agenda
<input checked="" type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Board/Finance Committee/Marc Clayton

Recommendation:

Proposed wording for motion/action:

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: The Finance Committee reviewed the school financial performance during their November 16 th meeting.

Submitted By: Staff

Somerset Academy

Financial Summary as of 09-30-2018

Prepared by: Marc Clayton
Marc.Clayton@academicnv.com

702-431-6260

Financial News, Notes, and Updates

	Actual P/L as of 09/30/18	Budgeted P/L through 09/30/18	Variance
Stephanie	\$ (71,719)	\$ 39,609	\$ (111,328)
North Las Vegas	\$ 16,685	\$ 45,984	\$ (29,299)
Losee	\$ (164,281)	\$ 138,648	\$ (302,929)
Sky Pointe	\$ 41,624	\$ 116,707	\$ (75,083)
Lone Mountain	\$ (775)	\$ 36,898	\$ (37,673)
Skye Canyon	\$ 450,301	\$ 54,606	\$ 395,695
Aliante	\$ 723,223	\$ 47,202	\$ 676,021
Executive Director	\$ (135,927)	\$ (151,767)	\$ 15,840
All Campuses	\$ 859,132	\$ 327,887	\$ 531,245

Somerset Academy Surplus Breakdown	
+ Number = Surplus/ Under Budget - Number = Over Budget	
Category	Amount
Additional DSA Revenue	\$ 126,242.01
SPED Discretionary Unit	\$ 286,904
Under Budget	
Salaries and Benefits	\$ 79,285
Rent	\$ 490,036
SPED	\$ 71,769
IT Set Up Fees	\$ 17,376
Other	\$ 12,556
Over Budget	
Instructional Supplies	\$ (496,876)
Training & Development	\$ (56,047)
Total	\$ 531,245

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
INCOME						
DSA REVENUE		14,367,100.01	14,240,858.00	126,242.01	0.89%	
SPED DISCRETIONARY UNIT		670,245.32	383,341.00	286,904.32	74.84%	
SPED PART B FUNDING		0.00	161,905.00	(161,905.00)	-100.00%	
TOTAL INCOME		15,037,345.33	14,786,104.00	251,241.33	1.70%	
EXPENSES						
SALARIES						
SALARIES TEACHERS		4,276,063.76	4,324,497.00	48,433.24	1.12%	
SALARIES OF LONG TERM SUBS		279,118.25	20,700.00	(258,418.25)	-1248.40%	
CONTRACTED SUBSTITUTE SERVICE		21,903.30	135,309.00	113,405.70	83.81%	
BONUSES TEACHERS		245,430.00	0.00	(245,430.00)	0.00%	
BONUSES LONG TERM SUBS		16,610.00	0.00	(16,610.00)	0.00%	
BONUSES SPED TEACHERS		19,140.00	0.00	(19,140.00)	0.00%	
SALARIES OF SUPPORT STAFF		359,979.48	325,080.00	(34,899.48)	-10.74%	
BONUSES SUPPORT STAFF		20,775.00	0.00	(20,775.00)	0.00%	
SALARIES OF GENERAL ADMIN		367,518.92	316,193.00	(51,325.92)	-16.23%	
BONUSES GENERAL ADMIN		29,165.00	0.00	(29,165.00)	0.00%	
SALARIES OF LICENSED ADMIN		576,029.08	662,455.00	86,425.92	13.05%	
BONUSES LICENSED ADMIN		47,300.00	0.00	(47,300.00)	0.00%	
SALARIES OF CAMPUS MONITORS		68,756.09	88,798.00	20,041.91	22.57%	
BONUSES CAMPUS MONITORS		3,300.00	0.00	(3,300.00)	0.00%	
TOTAL SALARIES		6,331,088.88	5,873,032.00	(458,056.88)	-7.80%	
BENEFITS						
TOTAL BENEFITS		2,140,493.16	2,673,779.00	533,285.84	19.95%	
TUITION REIMBURSEMENT						

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV

Accrual

Report includes an open period. Entries are not final.

Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
TUITION REIMBURSEMENT TEACHERS	7,221.81	11,278.00	4,056.19	35.97%	
TOTAL TUITION REIMBURSEMENT	7,221.81	11,278.00	4,056.19	35.97%	
TOTAL SALARIES AND BENEFITS	8,478,803.85	8,558,089.00	79,285.15	0.93%	
SPECIAL EDUCATION					
SPED TEACHER SALARIES	329,649.62	397,104.00	67,454.38	16.99%	
SALARIES OF SUPPORT STAFF SPED	9,157.65	0.00	(9,157.65)	0.00%	
BONUSES SPED TEACHERS	19,140.00	0.00	(19,140.00)	0.00%	
FICA SPED TEACHERS	306.38	0.00	(306.38)	0.00%	
FICA SUPPORT STAFF SPED	34.01	0.00	(34.01)	0.00%	
PERS SPED TEACHERS	67,422.79	99,651.00	32,228.21	32.34%	
PERS SUPPORT STAFF SPED	1,199.35	0.00	(1,199.35)	0.00%	
MEDICARE SPED TEACHERS	4,579.87	4,484.00	(95.87)	-2.14%	
MEDICARE SUPPORT STAFF SPED	144.54	0.00	(144.54)	0.00%	
UNEMPLOYMENT SPED TEACHERS	10,053.36	0.00	(10,053.36)	0.00%	
SUI SPED	0.00	9,866.00	9,866.00	100.00%	
FUTA SPED	0.00	1,868.00	1,868.00	100.00%	
UNEMPLOYMENT SUPPORT STAFF SPED	272.73	0.00	(272.73)	0.00%	
WORKERS COMP SPED TEACHERS	0.00	2,475.00	2,475.00	100.00%	
HEALTH BENEFITS SPED TEACHERS	25,254.74	30,660.00	5,405.26	17.63%	
HEALTH BENEFITS SUPPORT STAFF SPED	121.01	0.00	(121.01)	0.00%	
SPED CONTRACTED SERVICES	257,700.76	252,528.00	(5,172.76)	-2.05%	
SPED SUPPLIES	5,919.48	21,900.00	15,980.52	72.97%	
SPED ASSESSMENT AND TESTING MATERIALS	12,744.18	0.00	(12,744.18)	0.00%	
CONSUMABLES SPED	86.43	0.00	(86.43)	0.00%	
TEXTBOOKS / CURRICULUM SPED	2,035.00	0.00	(2,035.00)	0.00%	
SOFTWARE SPED	2,945.20	0.00	(2,945.20)	0.00%	
TOTAL SPECIAL EDUCATION	748,767.10	820,536.00	71,768.90	8.75%	
FOOD SERVICES					
FOOD SERVICES FEDERAL PROGRAM EXPENSE	0.00	8,024.00	8,024.00	100.00%	
FOOD SERVICES PRIVATE PROGRAM EXPENSE	1,773.13	0.00	(1,773.13)	0.00%	

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV

Accrual

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Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
TOTAL FOOD SERVICES	1,773.13	8,024.00	6,250.87	77.90%	
INSTRUCTIONAL SUPPLIES					
GENERAL CLASSROOM SUPPLIES	27,311.28	31,791.00	4,479.72	14.09%	
COPIER SUPPLIES	7,410.07	12,088.00	4,677.93	38.70%	
ASSESSMENT AND TESTING MATERIALS	2,058.97	5,324.00	3,265.03	61.33%	
INSTRUCTIONAL - FURNITURE AND EQUIPMENT PU	838.90	0.00	(838.90)	0.00%	
CONSUMABLES	204.90	159,345.00	159,140.10	99.87%	
CONSUMABLES - TEXTBOOKS	391,259.57	0.00	(391,259.57)	0.00%	
CONSUMABLES - SOFTWARE	96,222.25	0.00	(96,222.25)	0.00%	
CONSUMABLES - COMPUTERS	16,102.85	0.00	(16,102.85)	0.00%	
CONSUMABLES - SUPPLIES	92,019.04	0.00	(92,019.04)	0.00%	
CONSUMABLES - FURNITURE / EQUIPMENT	4,131.50	0.00	(4,131.50)	0.00%	
TEXTBOOKS / CURRICULUM	35,567.35	0.00	(35,567.35)	0.00%	
SOFTWARE	1,548.00	0.00	(1,548.00)	0.00%	
COMPUTER PURCHASES	2,816.19	0.00	(2,816.19)	0.00%	
IT SUPPLIES	14,100.39	0.00	(14,100.39)	0.00%	
POSTAGE	1,306.72	2,320.00	1,013.28	43.68%	
OFFICE SUPPLIES	19,119.58	21,853.00	2,733.42	12.51%	
NURSING SUPPLIES	8,675.89	5,324.00	(3,351.89)	-62.96%	
GEN. ADMIN - FURNITURE AND EQUIPMENT PURCH	14,227.96	0.00	(14,227.96)	0.00%	
TOTAL INSTRUCTIONAL SUPPLIES	734,921.41	238,045.00	(496,876.41)	-208.73%	
TRAINING & DEVELOPMENT / TRAVEL					
AFFILIATION FEE - TRAINING	99,445.91	71,574.00	(27,871.91)	-38.94%	
AFFILIATION FEE - BATTLE OF THE BOOKS	9,895.60	3,375.00	(6,520.60)	-193.20%	
TRAINING & DEVELOPMENT	10,533.59	0.00	(10,533.59)	0.00%	
TRAVEL TEACHERS	5,389.95	0.00	(5,389.95)	0.00%	
TRAVEL LICENSED ADMIN	16,764.32	11,033.00	(5,731.32)	-51.95%	
TOTAL TRAINING & DEVELOPMENT / TRAVEL	142,029.37	85,982.00	(56,047.37)	-65.19%	
CONTRACTED SERVICES					

YTD Comparative Income Statement
 Budget VS Actual 18
 ACADEMICANV

Report includes an open period. Entries are not final.

Accrual

	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018	Budget Sep 2018		
COPIER FEES MONTHLY	87,344.92	136,875.00	49,530.08	36.19%	
COPIER FEES OVERAGE	1,966.76	0.00	(1,966.76)	0.00%	
IT SERVICES MONTHLY	85,375.50	79,716.00	(5,659.50)	-7.10%	
IT SET UP FEES	0.00	17,376.00	17,376.00	100.00%	
INFINITE CAMPUS	0.00	3,542.00	3,542.00	100.00%	
AUDIT AND TAX SERVICES	10,425.00	9,420.00	(1,005.00)	-10.67%	
LEGAL FEES	5,283.75	11,042.00	5,758.25	52.15%	
PROFESSIONAL FEES	4,478.34	0.00	(4,478.34)	0.00%	
MANAGEMENT FEES	746,032.50	989,100.00	243,067.50	24.57%	
AFFILIATION FEE - INC.	75,820.92	74,949.00	(871.92)	-1.16%	
STATE ADMINISTRATIVE FEES	215,506.50	192,858.00	(22,648.50)	-11.74%	
TOTAL CONTRACTED SERVICES	1,232,234.19	1,514,878.00	282,643.81	18.66%	
OTHER EXPENSES					
BACKGROUND/DRUG TEST	1,276.00	1,511.00	235.00	15.55%	
ADVERTISING/MARKETING	3,610.41	0.00	(3,610.41)	0.00%	
PRINTING AND BINDING EXPENSES	47.61	0.00	(47.61)	0.00%	
WEB SITE EXPENDITURES	7,140.00	5,250.00	(1,890.00)	-36.00%	
DUES AND FEES	38,627.81	9,350.00	(29,277.81)	-313.13%	
INTEREST EXPENSE	1,092,938.68	1,266,099.00	173,160.32	13.68%	
ATHLETICS	1,514.85	10,518.00	9,003.15	85.60%	
TOTAL OTHER EXPENSES	1,145,155.36	1,292,728.00	147,572.64	11.42%	
FACILITY MAINTENANCE					
IT REPAIRS AND MAINTENANCE	3,580.94	0.00	(3,580.94)	0.00%	
JANITORAL MONTHLY FEES	168,872.81	186,415.00	17,542.19	9.41%	
JANITORAL ADDITIONAL SERVICES	14,991.87	0.00	(14,991.87)	0.00%	
REPAIRS AND MAINTENANCE	63,766.90	33,637.00	(30,129.90)	-89.57%	
AC REPAIRS AND MAINTENANCE	4,462.13	28,522.00	24,059.87	84.36%	
LAWN CARE	18,102.50	14,291.00	(3,811.50)	-26.67%	
SUMMER MAINTENANCE	40,457.47	16,762.00	(23,695.47)	-141.36%	
CUSTODIAL SUPPLIES	32,948.45	23,793.00	(9,155.45)	-38.48%	
TOTAL FACILITY MAINTENANCE	347,183.07	303,420.00	(43,763.07)	-14.42%	

Accrual

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
FACILITIES OPERATIONS						
PROPERTY INSURANCE		86,031.59	15,100.00	(70,931.59)	-469.75%	
LIABILITY INSURANCE		0.00	15,100.00	15,100.00	100.00%	
OTHER INSURANCES		13,981.30	0.00	(13,981.30)	0.00%	
RENT/LEASE PAYMENTS		490,036.37	894,678.00	404,641.63	45.23%	
EQUIPMENT RENTALS		640.75	0.00	(640.75)	0.00%	
SITE IMPROVEMENTS		1,290.50	0.00	(1,290.50)	0.00%	
TOTAL FACILITIES OPERATIONS		591,980.51	924,878.00	332,897.49	35.99%	
UTILITIES AND SERVICES						
WATER		26,006.14	20,277.00	(5,729.14)	-28.25%	
SEWER		25,330.82	20,277.00	(5,053.82)	-24.92%	
GARBAGE/DISPOSAL/TRASH		24,647.34	40,527.00	15,879.66	39.18%	
ALARM SERVICES		4,543.00	6,335.00	1,792.00	28.29%	
FIRE SERVICES		3,527.00	6,335.00	2,808.00	44.33%	
TELEPHONE		3,993.39	14,567.00	10,573.61	72.59%	
INTERNET		13,881.18	14,567.00	685.82	4.71%	
NATURAL GAS		129.75	0.00	(129.75)	0.00%	
ELECTRICITY		209,297.75	144,996.00	(64,301.75)	-44.35%	
TOTAL UTILITIES AND SERVICES		311,356.37	267,881.00	(43,475.37)	-16.23%	
ADJUSTING ENTRIES						
DEPRECIATION EXPENSE		443,838.00	443,756.00	(82.00)	-0.02%	
TOTAL ADJUSTING ENTRIES		443,838.00	443,756.00	(82.00)	-0.02%	
TOTAL EXPENSES		14,178,042.36	14,458,217.00	280,174.64	1.94%	
NET INCOME		859,302.97	327,887.00	531,415.97	162.07%	

Database: ACADEMICANV

**YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV**

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Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance
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Thru:

	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance	
INCOME				
DSA REVENUE	1,601,428.36	1,587,358.00	14,070.36	0.89%
SPED DISCRETIONARY UNIT	74,708.87	65,863.00	8,845.87	13.43%
SPED PART B FUNDING	0.00	27,820.00	(27,820.00)	-100.00%
TOTAL INCOME	1,676,137.23	1,681,041.00	(4,903.77)	-0.29%
EXPENSES				
SALARIES				
SALARIES TEACHERS	592,649.54	510,531.00	(82,118.54)	-16.08%
SALARIES OF LONG TERM SUBS	8,229.20	5,175.00	(3,054.20)	-59.02%
CONTRACTED SUBSTITUTE SERVICE	2,260.50	12,642.00	10,381.50	82.12%
BONUSES TEACHERS	24,230.00	0.00	(24,230.00)	0.00%
BONUSES LONG TERM SUBS	1,100.00	0.00	(1,100.00)	0.00%
BONUSES SPED TEACHERS	2,200.00	0.00	(2,200.00)	0.00%
SALARIES OF SUPPORT STAFF	48,644.42	39,690.00	(8,954.42)	-22.56%
BONUSES SUPPORT STAFF	2,970.00	0.00	(2,970.00)	0.00%
SALARIES OF GENERAL ADMIN	41,963.19	32,775.00	(9,188.19)	-28.03%
BONUSES GENERAL ADMIN	1,885.00	0.00	(1,885.00)	0.00%
SALARIES OF LICENSED ADMIN	121,564.88	60,000.00	(61,564.88)	-102.61%
BONUSES LICENSED ADMIN	2,200.00	0.00	(2,200.00)	0.00%
SALARIES OF CAMPUS MONITORS	7,509.75	7,108.00	(401.75)	-5.65%
BONUSES CAMPUS MONITORS	330.00	0.00	(330.00)	0.00%
TOTAL SALARIES	857,736.48	667,921.00	(189,815.48)	-28.42%
BENEFITS				
TOTAL BENEFITS	292,813.15	290,214.00	(2,599.15)	-0.90%
TUITION REIMBURSEMENT				

Accrual

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
TUITION REIMBURSEMENT TEACHERS		1,350.00	1,256.00	(94.00)	-7.48%	
TOTAL TUITION REIMBURSEMENT		1,350.00	1,256.00	(94.00)	-7.48%	
TOTAL SALARIES AND BENEFITS		1,151,899.63	959,391.00	(192,508.63)	-20.07%	
SPECIAL EDUCATION						
SPED TEACHER SALARIES		46,799.53	52,714.00	5,914.47	11.22%	
BONUSES SPED TEACHERS		2,200.00	0.00	(2,200.00)	0.00%	
PERS SPED TEACHERS		10,678.33	14,765.00	4,086.67	27.68%	
MEDICARE SPED TEACHERS		518.98	771.00	252.02	32.69%	
UNEMPLOYMENT SPED TEACHERS		1,382.87	0.00	(1,382.87)	0.00%	
SUI SPED		0.00	1,689.00	1,689.00	100.00%	
FUTA SPED		0.00	320.00	320.00	100.00%	
WORKERS COMP SPED TEACHERS		0.00	426.00	426.00	100.00%	
HEALTH BENEFITS SPED TEACHERS		3,545.74	5,246.00	1,700.26	32.41%	
SPED CONTRACTED SERVICES		17,909.40	38,756.00	20,846.60	53.79%	
SPED SUPPLIES		4,856.30	2,670.00	(2,186.30)	-81.88%	
TOTAL SPECIAL EDUCATION		87,891.15	117,357.00	29,465.85	25.11%	
FOOD SERVICES						
FOOD SERVICES FEDERAL PROGRAM EXPENSE		0.00	253.00	253.00	100.00%	
FOOD SERVICES PRIVATE PROGRAM EXPENSE		239.00	0.00	(239.00)	0.00%	
TOTAL FOOD SERVICES		239.00	253.00	14.00	5.53%	
INSTRUCTIONAL SUPPLIES						
GENERAL CLASSROOM SUPPLIES		10,107.18	4,998.00	(5,109.18)	-102.22%	
COPIER SUPPLIES		386.94	1,669.00	1,282.06	76.82%	
ASSESSMENT AND TESTING MATERIALS		0.00	839.00	839.00	100.00%	
CONSUMABLES		0.00	22,050.00	22,050.00	100.00%	
CONSUMABLES - TEXTBOOKS		50,091.73	0.00	(50,091.73)	0.00%	
CONSUMABLES - SOFTWARE		19,757.44	0.00	(19,757.44)	0.00%	
CONSUMABLES - COMPUTERS		557.92	0.00	(557.92)	0.00%	

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Stephanie Campus

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Accrual

Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
	8,501.35	0.00	(8,501.35)	0.00%	CONSUMABLES - SUPPLIES
	435.30	0.00	(435.30)	0.00%	CONSUMABLES - FURNITURE / EQUIPMENT
	636.00	0.00	(636.00)	0.00%	IT SUPPLIES
	0.00	314.00	314.00	100.00%	POSTAGE
	1,609.27	3,191.00	1,581.73	49.57%	OFFICE SUPPLIES
	409.77	839.00	429.23	51.16%	NURSING SUPPLIES
	<u>92,492.90</u>	<u>33,900.00</u>	<u>(58,592.90)</u>	<u>-172.84%</u>	TOTAL INSTRUCTIONAL SUPPLIES
					TRAINING & DEVELOPMENT / TRAVEL
	29,534.39	7,980.00	(21,554.39)	-270.11%	AFFILIATION FEE - TRAINING
	1,432.83	375.00	(1,057.83)	-282.09%	AFFILIATION FEE - BATTLE OF THE BOOKS
	457.48	0.00	(457.48)	0.00%	TRAINING & DEVELOPMENT
	359.01	0.00	(359.01)	0.00%	TRAVEL TEACHERS
	2,554.71	881.00	(1,673.71)	-189.98%	TRAVEL LICENSED ADMIN
	<u>34,338.42</u>	<u>9,236.00</u>	<u>(25,102.42)</u>	<u>-271.79%</u>	TOTAL TRAINING & DEVELOPMENT / TRAVEL
					CONTRACTED SERVICES
	20,885.61	15,000.00	(5,885.61)	-39.24%	COPIER FEES MONTHLY
	123.01	0.00	(123.01)	0.00%	COPIER FEES OVERAGE
	9,914.86	10,290.00	375.14	3.65%	IT SERVICES MONTHLY
	0.00	1,125.00	1,125.00	100.00%	IT SET UP FEES
	0.00	506.00	506.00	100.00%	INFINITE CAMPUS
	1,157.18	1,570.00	412.82	26.29%	AUDIT AND TAX SERVICES
	529.27	1,631.00	1,101.73	67.55%	LEGAL FEES
	87,530.06	110,250.00	22,719.94	20.61%	MANAGEMENT FEES
	8,352.00	8,352.00	0.00	0.00%	AFFILIATION FEE - INC.
	24,021.42	25,068.00	1,046.58	4.17%	STATE ADMINISTRATIVE FEES
	<u>152,513.41</u>	<u>173,792.00</u>	<u>21,278.59</u>	<u>12.24%</u>	TOTAL CONTRACTED SERVICES
					OTHER EXPENSES
	174.00	150.00	(24.00)	-16.00%	BACKGROUND/DRUG TEST
	390.25	0.00	(390.25)	0.00%	ADVERTISING/MARKETING

Somerset Academy of Las Vegas Stephanie Campus

Accrual

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	Thru:	Year-To-Date			
		Actual Sep 2018	Budget Sep 2018	Variance	
WEB SITE EXPENDITURES		0.00	750.00	750.00	100.00%
DUES AND FEES		3,096.88	1,256.00	(1,840.88)	-146.57%
INTEREST EXPENSE		96,249.96	225,000.00	128,750.04	57.22%
ATHLETICS		0.00	253.00	253.00	100.00%
TOTAL OTHER EXPENSES		99,911.09	227,409.00	127,497.91	56.07%
FACILITY MAINTENANCE					
IT REPAIRS AND MAINTENANCE		44.24	0.00	(44.24)	0.00%
JANITORAL MONTHLY FEES		16,665.00	16,905.00	240.00	1.42%
JANITORAL ADDITIONAL SERVICES		960.00	0.00	(960.00)	0.00%
REPAIRS AND MAINTENANCE		11,773.20	5,503.00	(6,270.20)	-113.94%
AC REPAIRS AND MAINTENANCE		0.00	4,003.00	4,003.00	100.00%
LAWN CARE		4,097.50	2,503.00	(1,594.50)	-63.70%
SUMMER MAINTENANCE		400.00	3,000.00	2,600.00	86.67%
CUSTODIAL SUPPLIES		3,768.54	3,675.00	(93.54)	-2.55%
TOTAL FACILITY MAINTENANCE		37,708.48	35,589.00	(2,119.48)	-5.96%
FACILITIES OPERATIONS					
PROPERTY INSURANCE		10,174.83	2,381.00	(7,793.83)	-327.33%
LIABILITY INSURANCE		0.00	2,381.00	2,381.00	100.00%
OTHER INSURANCES		1,817.58	0.00	(1,817.58)	0.00%
TOTAL FACILITIES OPERATIONS		11,992.41	4,762.00	(7,230.41)	-151.84%
UTILITIES AND SERVICES					
WATER		1,085.56	2,756.00	1,670.44	60.61%
SEWER		2,676.59	2,756.00	79.41	2.88%
GARBAGE/DISPOSAL/TRASH		4,219.93	5,503.00	1,283.07	23.32%
ALARM SERVICES		370.00	905.00	535.00	59.12%
FIRE SERVICES		365.00	905.00	540.00	59.67%

Database: ACADEMICANV
 ENTITY: 001

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Stephanie Campus

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Accrual

Report includes an open period. Entries are not final.

	Thru:	Year-To-Date			
		Actual Sep 2018	Budget Sep 2018	Variance	
TELEPHONE		296.30	2,081.00	1,784.70	85.76%
INTERNET		1,983.04	2,081.00	97.96	4.71%
ELECTRICITY		21,601.02	16,500.00	(5,101.02)	-30.92%
TOTAL UTILITIES AND SERVICES		32,597.44	33,487.00	889.56	2.66%
ADJUSTING ENTRIES					
DEPRECIATION EXPENSE		46,272.00	46,256.00	(16.00)	-0.03%
TOTAL ADJUSTING ENTRIES		46,272.00	46,256.00	(16.00)	-0.03%
TOTAL EXPENSES		1,747,855.93	1,641,432.00	(106,423.93)	-6.48%
NET INCOME		(71,718.70)	39,609.00	(111,327.70)	-281.07%

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
INCOME						
DSA REVENUE		1,944,591.56	1,927,510.00	17,081.56	0.89%	
SPED DISCRETIONARY UNIT		90,717.92	60,686.00	30,031.92	49.49%	
SPED PART B FUNDING		0.00	25,631.00	(25,631.00)	-100.00%	
TOTAL INCOME		2,035,309.48	2,013,827.00	21,482.48	1.07%	
EXPENSES						
SALARIES						
SALARIES TEACHERS		601,066.69	628,721.00	27,654.31	4.40%	
SALARIES OF LONG TERM SUBS		78,290.74	0.00	(78,290.74)	0.00%	
CONTRACTED SUBSTITUTE SERVICE		11,312.80	21,000.00	9,687.20	46.13%	
BONUSES TEACHERS		33,000.00	0.00	(33,000.00)	0.00%	
BONUSES LONG TERM SUBS		3,300.00	0.00	(3,300.00)	0.00%	
SALARIES OF SUPPORT STAFF		62,283.08	52,920.00	(9,363.08)	-17.69%	
BONUSES SUPPORT STAFF		3,300.00	0.00	(3,300.00)	0.00%	
SALARIES OF GENERAL ADMIN		75,332.93	32,962.00	(42,370.93)	-128.54%	
BONUSES GENERAL ADMIN		7,260.00	0.00	(7,260.00)	0.00%	
SALARIES OF LICENSED ADMIN		51,227.36	63,904.00	12,676.64	19.84%	
BONUSES LICENSED ADMIN		4,950.00	0.00	(4,950.00)	0.00%	
SALARIES OF CAMPUS MONITORS		17,935.79	12,761.00	(5,174.79)	-40.55%	
BONUSES CAMPUS MONITORS		660.00	0.00	(660.00)	0.00%	
TOTAL SALARIES		949,919.39	812,268.00	(137,651.39)	-16.95%	
BENEFITS						
TOTAL BENEFITS		312,512.62	350,373.00	37,860.38	10.81%	
TUITION REIMBURSEMENT						

Accrual

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
TUITION REIMBURSEMENT TEACHERS		900.00	1,256.00	356.00	28.34%	
TOTAL TUITION REIMBURSEMENT		900.00	1,256.00	356.00	28.34%	
TOTAL SALARIES AND BENEFITS		1,263,332.01	1,163,897.00	(99,435.01)	-8.54%	
SPECIAL EDUCATION						
SPED TEACHER SALARIES		5,375.01	52,556.00	47,180.99	89.77%	
PERS SPED TEACHERS		1,505.01	14,720.00	13,214.99	89.78%	
MEDICARE SPED TEACHERS		70.50	770.00	699.50	90.84%	
UNEMPLOYMENT SPED TEACHERS		145.85	0.00	(145.85)	0.00%	
SUI SPED		0.00	1,686.00	1,686.00	100.00%	
FUTA SPED		0.00	316.00	316.00	100.00%	
WORKERS COMP SPED TEACHERS		0.00	421.00	421.00	100.00%	
HEALTH BENEFITS SPED TEACHERS		656.03	5,236.00	4,579.97	87.47%	
SPED CONTRACTED SERVICES		33,191.60	38,756.00	5,564.40	14.36%	
SPED SUPPLIES		361.85	2,460.00	2,098.15	85.29%	
TOTAL SPECIAL EDUCATION		41,305.85	116,921.00	75,615.15	64.67%	
FOOD SERVICES						
FOOD SERVICES FEDERAL PROGRAM EXPENSE		0.00	253.00	253.00	100.00%	
TOTAL FOOD SERVICES		0.00	253.00	253.00	100.00%	
INSTRUCTIONAL SUPPLIES						
GENERAL CLASSROOM SUPPLIES		4,812.13	6,069.00	1,256.87	20.71%	
COPIER SUPPLIES		0.00	2,026.00	2,026.00	100.00%	
ASSESSMENT AND TESTING MATERIALS		0.00	1,013.00	1,013.00	100.00%	
CONSUMABLES		0.00	26,775.00	26,775.00	100.00%	
CONSUMABLES - TEXTBOOKS		58,809.35	0.00	(58,809.35)	0.00%	
CONSUMABLES - SOFTWARE		19,474.64	0.00	(19,474.64)	0.00%	
CONSUMABLES - COMPUTERS		1,697.94	0.00	(1,697.94)	0.00%	
CONSUMABLES - SUPPLIES		3,702.45	0.00	(3,702.45)	0.00%	
CONSUMABLES - FURNITURE / EQUIPMENT		1,011.87	0.00	(1,011.87)	0.00%	

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018	Budget Sep 2018		
IT SUPPLIES	72.62	0.00	(72.62)	0.00%	
POSTAGE	0.00	314.00	314.00	100.00%	
OFFICE SUPPLIES	1,822.57	3,869.00	2,046.43	52.89%	
NURSING SUPPLIES	0.00	1,013.00	1,013.00	100.00%	
TOTAL INSTRUCTIONAL SUPPLIES	91,403.57	41,079.00	(50,324.57)	-122.51%	
TRAINING & DEVELOPMENT / TRAVEL					
AFFILIATION FEE - TRAINING	17,355.65	9,768.00	(7,587.65)	-77.68%	
AFFILIATION FEE - BATTLE OF THE BOOKS	1,385.38	375.00	(1,010.38)	-269.43%	
TRAVEL LICENSED ADMIN	143.70	881.00	737.30	83.69%	
TOTAL TRAINING & DEVELOPMENT / TRAVEL	18,884.73	11,024.00	(7,860.73)	-71.31%	
CONTRACTED SERVICES					
COPIER FEES MONTHLY	11,404.87	16,875.00	5,470.13	32.42%	
COPIER FEES OVERAGE	1,726.43	0.00	(1,726.43)	0.00%	
IT SERVICES MONTHLY	12,332.82	12,495.00	162.18	1.30%	
IT SET UP FEES	0.00	1,875.00	1,875.00	100.00%	
INFINITE CAMPUS	0.00	506.00	506.00	100.00%	
AUDIT AND TAX SERVICES	1,407.38	1,570.00	162.62	10.36%	
LEGAL FEES	1,566.60	1,631.00	64.40	3.95%	
MANAGEMENT FEES	109,409.97	133,875.00	24,465.03	18.27%	
AFFILIATION FEE - INC.	10,146.00	10,146.00	0.00	0.00%	
STATE ADMINISTRATIVE FEES	29,168.88	30,441.00	1,272.12	4.18%	
TOTAL CONTRACTED SERVICES	177,162.95	209,414.00	32,251.05	15.40%	
OTHER EXPENSES					
BACKGROUND/DRUG TEST	232.00	150.00	(82.00)	-54.67%	
WEB SITE EXPENDITURES	0.00	750.00	750.00	100.00%	

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
DUES AND FEES		4,178.71	1,256.00	(2,922.71)	-232.70%	
INTEREST EXPENSE		171,064.67	0.00	(171,064.67)	0.00%	
ATHLETICS		0.00	253.00	253.00	100.00%	
TOTAL OTHER EXPENSES		175,475.38	2,409.00	(173,066.38)	-7184.16%	
FACILITY MAINTENANCE						
IT REPAIRS AND MAINTENANCE		519.50	0.00	(519.50)	0.00%	
JANITORAL MONTHLY FEES		19,452.00	16,905.00	(2,547.00)	-15.07%	
JANITORAL ADDITIONAL SERVICES		435.07	0.00	(435.07)	0.00%	
REPAIRS AND MAINTENANCE		14,533.64	5,503.00	(9,030.64)	-164.10%	
AC REPAIRS AND MAINTENANCE		0.00	4,500.00	4,500.00	100.00%	
LAWN CARE		2,250.00	2,503.00	253.00	10.11%	
SUMMER MAINTENANCE		0.00	2,381.00	2,381.00	100.00%	
CUSTODIAL SUPPLIES		1,729.96	4,467.00	2,737.04	61.27%	
TOTAL FACILITY MAINTENANCE		38,920.17	36,259.00	(2,661.17)	-7.34%	
FACILITIES OPERATIONS						
PROPERTY INSURANCE		12,766.06	2,381.00	(10,385.06)	-436.16%	
LIABILITY INSURANCE		0.00	2,381.00	2,381.00	100.00%	
OTHER INSURANCES		2,376.82	0.00	(2,376.82)	0.00%	
RENT/LEASE PAYMENTS		126,702.99	314,588.00	187,885.01	59.72%	
TOTAL FACILITIES OPERATIONS		141,845.87	319,350.00	177,504.13	55.58%	
UTILITIES AND SERVICES						
WATER		4,901.74	3,253.00	(1,648.74)	-50.68%	
SEWER		355.04	3,253.00	2,897.96	89.09%	
GARBAGE/DISPOSAL/TRASH		1,419.39	6,506.00	5,086.61	78.18%	
ALARM SERVICES		495.00	905.00	410.00	45.30%	
FIRE SERVICES		435.00	905.00	470.00	51.93%	
TELEPHONE		387.46	2,081.00	1,693.54	81.38%	

Accrual

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	Thru:	Year-To-Date		
		Actual Sep 2018	Budget Sep 2018	Variance
INTERNET		1,983.04	2,081.00	97.96
NATURAL GAS		129.75	0.00	(129.75)
ELECTRICITY		31,255.30	19,500.00	(11,755.30)
TOTAL UTILITIES AND SERVICES		41,361.72	38,484.00	(2,877.72)
ADJUSTING ENTRIES				
DEPRECIATION EXPENSE		28,761.00	28,753.00	(8.00)
TOTAL ADJUSTING ENTRIES		28,761.00	28,753.00	(8.00)
TOTAL EXPENSES		2,018,453.25	1,967,843.00	(50,610.25)
NET INCOME		16,856.23	45,984.00	(29,127.77)
				-63.34%

Database: ACADEMICANV
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YTD Comparative Income Statement
Budget VS Actual 18
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Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance	
INCOME				
DSA REVENUE	3,186,515.57	3,158,514.00	28,001.57	0.89%
SPED DISCRETIONARY UNIT	148,655.41	68,083.00	80,572.41	118.34%
SPED PART B FUNDING	0.00	28,753.00	(28,753.00)	-100.00%
TOTAL INCOME	3,335,170.98	3,255,350.00	79,820.98	2.45%
EXPENSES				
SALARIES				
SALARIES TEACHERS	1,082,774.69	881,604.00	(201,170.69)	-22.82%
SALARIES OF LONG TERM SUBS	47,449.42	10,350.00	(37,099.42)	-358.45%
CONTRACTED SUBSTITUTE SERVICE	0.00	23,775.00	23,775.00	100.00%
BONUSES TEACHERS	40,525.00	0.00	(40,525.00)	0.00%
BONUSES LONG TERM SUBS	5,280.00	0.00	(5,280.00)	0.00%
BONUSES SPED TEACHERS	3,960.00	0.00	(3,960.00)	0.00%
SALARIES OF SUPPORT STAFF	64,386.77	66,150.00	1,763.23	2.67%
BONUSES SUPPORT STAFF	2,970.00	0.00	(2,970.00)	0.00%
SALARIES OF GENERAL ADMIN	62,877.34	60,525.00	(2,352.34)	-3.89%
BONUSES GENERAL ADMIN	1,980.00	0.00	(1,980.00)	0.00%
SALARIES OF LICENSED ADMIN	116,958.99	156,057.00	39,098.01	25.05%
BONUSES LICENSED ADMIN	10,450.00	0.00	(10,450.00)	0.00%
SALARIES OF CAMPUS MONITORS	22,496.11	23,520.00	1,023.89	4.35%
BONUSES CAMPUS MONITORS	1,320.00	0.00	(1,320.00)	0.00%
TOTAL SALARIES	1,463,428.32	1,221,981.00	(241,447.32)	-19.76%
BENEFITS				
TOTAL BENEFITS	471,812.01	603,059.00	131,246.99	21.76%
TUITION REIMBURSEMENT				

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YTD Comparative Income Statement
Budget VS Actual 18
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Somerset Academy of Las Vegas Losee Campus

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
TUITION REIMBURSEMENT TEACHERS		1,575.00	2,499.00	924.00	36.97%	
TOTAL TUITION REIMBURSEMENT		1,575.00	2,499.00	924.00	36.97%	
TOTAL SALARIES AND BENEFITS		1,936,815.33	1,827,539.00	(109,276.33)	-5.98%	
SPECIAL EDUCATION						
SPED TEACHER SALARIES		140,262.88	96,762.00	(43,500.88)	-44.96%	
SALARIES OF SUPPORT STAFF SPED		8,785.90	0.00	(8,785.90)	0.00%	
BONUSES SPED TEACHERS		3,960.00	0.00	(3,960.00)	0.00%	
FICA SPED TEACHERS		306.38	0.00	(306.38)	0.00%	
FICA SUPPORT STAFF SPED		34.01	0.00	(34.01)	0.00%	
PERS SPED TEACHERS		25,456.33	15,542.00	(9,914.33)	-63.79%	
PERS SUPPORT STAFF SPED		1,145.45	0.00	(1,145.45)	0.00%	
MEDICARE SPED TEACHERS		1,520.62	806.00	(714.62)	-88.66%	
MEDICARE SUPPORT STAFF SPED		139.15	0.00	(139.15)	0.00%	
UNEMPLOYMENT SPED TEACHERS		4,165.81	0.00	(4,165.81)	0.00%	
SUI SPED		0.00	1,783.00	1,783.00	100.00%	
FUTA SPED		0.00	341.00	341.00	100.00%	
UNEMPLOYMENT SUPPORT STAFF SPED		261.58	0.00	(261.58)	0.00%	
WORKERS COMP SPED TEACHERS		0.00	452.00	452.00	100.00%	
HEALTH BENEFITS SPED TEACHERS		12,730.92	5,523.00	(7,207.92)	-130.51%	
HEALTH BENEFITS SUPPORT STAFF SPED		119.68	0.00	(119.68)	0.00%	
SPED CONTRACTED SERVICES		47,468.93	18,750.00	(28,718.93)	-153.17%	
SPED SUPPLIES		0.00	2,760.00	2,760.00	100.00%	
SPED ASSESSMENT AND TESTING MATERIALS		1,983.78	0.00	(1,983.78)	0.00%	
SOFTWARE SPED		2,545.00	0.00	(2,545.00)	0.00%	
TOTAL SPECIAL EDUCATION		250,886.42	142,719.00	(108,167.42)	-75.79%	
FOOD SERVICES						
FOOD SERVICES FEDERAL PROGRAM EXPENSE		0.00	253.00	253.00	100.00%	
FOOD SERVICES PRIVATE PROGRAM EXPENSE		481.00	0.00	(481.00)	0.00%	
TOTAL FOOD SERVICES		481.00	253.00	(228.00)	-90.12%	

Accrual

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Thru:	Actual Sep 2018	Year-To-Date		Variance
		Budget Sep 2018		
INSTRUCTIONAL SUPPLIES				
	1,572.18	3,600.00	2,027.82	56.33%
GENERAL CLASSROOM SUPPLIES	1,840.24	1,950.00	109.76	5.63%
COPIER SUPPLIES	0.00	600.00	600.00	100.00%
ASSESSMENT AND TESTING MATERIALS	0.00	43,875.00	43,875.00	100.00%
CONSUMABLES	175,129.80	0.00	(175,129.80)	0.00%
CONSUMABLES - TEXTBOOKS	18,876.76	0.00	(18,876.76)	0.00%
CONSUMABLES - SOFTWARE	6,601.36	0.00	(6,601.36)	0.00%
CONSUMABLES - SUPPLIES	631.00	0.00	(631.00)	0.00%
COMPUTER PURCHASES	1,991.83	0.00	(1,991.83)	0.00%
IT SUPPLIES	28.44	375.00	346.56	92.42%
POSTAGE	9,261.53	2,250.00	(7,011.53)	-311.62%
OFFICE SUPPLIES	1,927.83	600.00	(1,327.83)	-221.31%
NURSING SUPPLIES	709.00	0.00	(709.00)	0.00%
GEN. ADMIN - FURNITURE AND EQUIPMENT PURCH-	218,569.97	53,250.00	(165,319.97)	-310.46%
TOTAL INSTRUCTIONAL SUPPLIES				
	32,449.61	15,873.00	(16,576.61)	-104.43%
TRAINING & DEVELOPMENT / TRAVEL				
AFFILIATION FEE - TRAINING	2,842.43	750.00	(2,092.43)	-278.99%
AFFILIATION FEE - BATTLE OF THE BOOKS	1,116.92	881.00	(235.92)	-26.78%
TRAVEL LICENSED ADMIN	36,408.96	17,504.00	(18,904.96)	-108.00%
TOTAL TRAINING & DEVELOPMENT / TRAVEL				
	26,963.62	30,000.00	3,036.38	10.12%
CONTRACTED SERVICES				
COPIER FEES MONTHLY	20,060.30	7,875.00	(12,185.30)	-154.73%
IT SERVICES MONTHLY	0.00	3,876.00	3,876.00	100.00%
IT SET UP FEES	0.00	506.00	506.00	100.00%
INFINITE CAMPUS	2,314.35	1,570.00	(744.35)	-47.41%
AUDIT AND TAX SERVICES	666.48	1,631.00	964.52	59.14%
LEGAL FEES				

Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
Thru:					
MANAGEMENT FEES	177,544.58	219,375.00	41,830.42	19.07%	
AFFILIATION FEE - INC.	16,623.00	16,623.00	0.00	0.00%	
STATE ADMINISTRATIVE FEES	47,797.73	49,869.00	2,071.27	4.15%	
TOTAL CONTRACTED SERVICES	291,970.06	331,325.00	39,354.94	11.88%	
OTHER EXPENSES					
BACKGROUND/DRUG TEST	522.00	300.00	(222.00)	-74.00%	
ADVERTISING/MARKETING	1,737.39	0.00	(1,737.39)	0.00%	
WEB SITE EXPENDITURES	3,570.00	750.00	(2,820.00)	-376.00%	
DUES AND FEES	11,149.54	1,256.00	(9,893.54)	-787.70%	
INTEREST EXPENSE	432,660.80	525,000.00	92,339.20	17.59%	
ATHLETICS	0.00	253.00	253.00	100.00%	
TOTAL OTHER EXPENSES	449,639.73	527,559.00	77,919.27	14.77%	
FACILITY MAINTENANCE					
IT REPAIRS AND MAINTENANCE	164.50	0.00	(164.50)	0.00%	
JANITORIAL MONTHLY FEES	46,288.20	50,001.00	3,712.80	7.43%	
JANITORIAL ADDITIONAL SERVICES	1,328.88	0.00	(1,328.88)	0.00%	
REPAIRS AND MAINTENANCE	8,414.83	5,625.00	(2,789.83)	-49.60%	
AC REPAIRS AND MAINTENANCE	3,511.38	6,501.00	2,989.62	45.99%	
LAWN CARE	5,680.00	1,753.00	(3,927.00)	-224.02%	
SUMMER MAINTENANCE	1,936.18	3,000.00	1,063.82	35.46%	
CUSTODIAL SUPPLIES	8,224.87	2,817.00	(5,407.87)	-191.97%	
TOTAL FACILITY MAINTENANCE	75,548.84	69,697.00	(5,851.84)	-8.40%	
FACILITIES OPERATIONS					
PROPERTY INSURANCE	20,678.63	2,067.00	(18,611.63)	-90.42%	
LIABILITY INSURANCE	0.00	2,067.00	2,067.00	100.00%	
OTHER INSURANCES	3,774.95	0.00	(3,774.95)	0.00%	
TOTAL FACILITIES OPERATIONS	24,453.58	4,134.00	(20,319.58)	-491.52%	

	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance
UTILITIES AND SERVICES			
WATER	6,963.43	2,878.00	(4,085.43)
SEWER	16,248.31	2,878.00	(13,370.31)
GARBAGE/DISPOSAL/TRASH	1,920.82	5,756.00	3,835.18
ALARM SERVICES	470.00	905.00	435.00
FIRE SERVICES	770.00	905.00	135.00
TELEPHONE	807.91	2,081.00	1,273.09
INTERNET	3,966.08	2,081.00	(1,885.08)
ELECTRICITY	87,270.17	28,998.00	(58,272.17)
TOTAL UTILITIES AND SERVICES	118,416.72	46,482.00	(71,934.72)
ADJUSTING ENTRIES			
DEPRECIATION EXPENSE	96,261.00	96,240.00	(21.00)
TOTAL ADJUSTING ENTRIES	96,261.00	96,240.00	(21.00)
TOTAL EXPENSES	3,499,451.61	3,116,702.00	(382,749.61)
NET INCOME	(164,280.63)	138,648.00	(302,928.63)

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Sky Pointe

Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date		Variance
		Budget Sep 2018		
Thru:				
INCOME				
DSA REVENUE	3,271,489.34	3,242,739.00	28,750.34	0.89%
SPED DISCRETIONARY UNIT	152,619.56	70,303.00	82,316.56	117.09%
SPED PART B FUNDING	0.00	29,695.00	(29,695.00)	-100.00%
TOTAL INCOME	3,424,108.90	3,342,737.00	81,371.90	2.43%
EXPENSES				
SALARIES				
SALARIES TEACHERS	1,033,557.51	942,960.00	(90,597.51)	-9.61%
SALARIES OF LONG TERM SUBS	54,171.20	0.00	(54,171.20)	0.00%
CONTRACTED SUBSTITUTE SERVICE	2,940.00	34,875.00	31,935.00	91.57%
BONUSES TEACHERS	71,750.00	0.00	(71,750.00)	0.00%
BONUSES LONG TERM SUBS	2,530.00	0.00	(2,530.00)	0.00%
BONUSES SPED TEACHERS	8,030.00	0.00	(8,030.00)	0.00%
SALARIES OF SUPPORT STAFF	43,109.23	61,740.00	18,630.77	30.18%
BONUSES SUPPORT STAFF	5,140.00	0.00	(5,140.00)	0.00%
SALARIES OF GENERAL ADMIN	114,379.91	80,157.00	(34,222.91)	-42.69%
BONUSES GENERAL ADMIN	9,130.00	0.00	(9,130.00)	0.00%
SALARIES OF LICENSED ADMIN	77,765.09	148,047.00	70,281.91	47.47%
BONUSES LICENSED ADMIN	8,250.00	0.00	(8,250.00)	0.00%
SALARIES OF CAMPUS MONITORS	10,064.53	8,203.00	(1,861.53)	-22.69%
BONUSES CAMPUS MONITORS	660.00	0.00	(660.00)	0.00%
TOTAL SALARIES	1,441,477.47	1,275,982.00	(165,495.47)	-12.97%
BENEFITS				
TOTAL BENEFITS	542,389.77	610,066.00	67,676.23	11.09%
TUITION REIMBURSEMENT				

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Sky Pointe

Database: ACADEMICANV
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Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
Thru:					
TUITION REIMBURSEMENT TEACHERS	246.81	2,499.00	2,252.19	2,252.19	90.12%
TOTAL TUITION REIMBURSEMENT	246.81	2,499.00	2,252.19	2,252.19	90.12%
TOTAL SALARIES AND BENEFITS	1,984,114.05	1,888,547.00	(95,567.05)	(95,567.05)	-5.06%
SPECIAL EDUCATION					
SPED TEACHER SALARIES	101,921.55	100,176.00	(1,745.55)	(1,745.55)	-1.74%
BONUSES SPED TEACHERS	8,030.00	0.00	(8,030.00)	(8,030.00)	0.00%
PERS SPED TEACHERS	22,550.21	28,047.00	5,496.79	5,496.79	19.60%
MEDICARE SPED TEACHERS	1,531.68	756.00	(775.68)	(775.68)	-102.60%
UNEMPLOYMENT SPED TEACHERS	3,168.99	0.00	(3,168.99)	(3,168.99)	0.00%
SUI SPED	0.00	1,670.00	1,670.00	1,670.00	100.00%
FUTA SPED	0.00	315.00	315.00	315.00	100.00%
WORKERS COMP SPED TEACHERS	0.00	417.00	417.00	417.00	100.00%
HEALTH BENEFITS SPED TEACHERS	6,784.37	5,193.00	(1,591.37)	(1,591.37)	-30.64%
SPED CONTRACTED SERVICES	73,137.50	57,501.00	(15,636.50)	(15,636.50)	-27.19%
SPED SUPPLIES	0.00	6,810.00	6,810.00	6,810.00	100.00%
SPED ASSESSMENT AND TESTING MATERIALS	688.80	0.00	(688.80)	(688.80)	0.00%
CONSUMABLES SPED	86.43	0.00	(86.43)	(86.43)	0.00%
TOTAL SPECIAL EDUCATION	217,899.53	200,885.00	(17,014.53)	(17,014.53)	-8.47%
FOOD SERVICES					
FOOD SERVICES FEDERAL PROGRAM EXPENSE	0.00	253.00	253.00	253.00	100.00%
FOOD SERVICES PRIVATE PROGRAM EXPENSE	743.30	0.00	(743.30)	(743.30)	0.00%
TOTAL FOOD SERVICES	743.30	253.00	(490.30)	(490.30)	-193.79%
INSTRUCTIONAL SUPPLIES					
GENERAL CLASSROOM SUPPLIES	3,328.17	3,825.00	496.83	496.83	12.99%
COPIER SUPPLIES	1,837.92	2,001.00	163.08	163.08	8.15%
ASSESSMENT AND TESTING MATERIALS	0.00	642.00	642.00	642.00	100.00%
INSTRUCTIONAL - FURNITURE AND EQUIPMENT PU	538.02	0.00	(538.02)	(538.02)	0.00%
CONSUMABLES	0.00	45,045.00	45,045.00	45,045.00	100.00%

YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Sky Pointe

Database: ACADEMICANV
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Accrual

Report includes an open period. Entries are not final.

Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
	62,450.63	0.00	(62,450.63)	0.00%	CONSUMABLES - TEXTBOOKS
	24,591.51	0.00	(24,591.51)	0.00%	CONSUMABLES - SOFTWARE
	127.99	0.00	(127.99)	0.00%	CONSUMABLES - COMPUTERS
	64,284.22	0.00	(64,284.22)	0.00%	CONSUMABLES - SUPPLIES
	744.29	0.00	(744.29)	0.00%	CONSUMABLES - FURNITURE / EQUIPMENT
	5,475.71	0.00	(5,475.71)	0.00%	TEXTBOOKS / CURRICULUM
	1,288.19	0.00	(1,288.19)	0.00%	COMPUTER PURCHASES
	2,214.65	0.00	(2,214.65)	0.00%	IT SUPPLIES
	0.00	375.00	375.00	100.00%	POSTAGE
	176.99	2,442.00	2,265.01	92.75%	OFFICE SUPPLIES
	1,165.24	642.00	(523.24)	-81.50%	NURSING SUPPLIES
	168,223.53	54,972.00	(113,251.53)	-206.02%	TOTAL INSTRUCTIONAL SUPPLIES
					TRAINING & DEVELOPMENT / TRAVEL
	5,449.60	16,317.00	10,867.40	66.60%	AFFILIATION FEE - TRAINING
	2,822.28	750.00	(2,072.28)	-276.30%	AFFILIATION FEE - BATTLE OF THE BOOKS
	2,917.10	0.00	(2,917.10)	0.00%	TRAINING & DEVELOPMENT
	3,759.85	0.00	(3,759.85)	0.00%	TRAVEL TEACHERS
	2,562.47	750.00	(1,812.47)	-241.66%	TRAVEL LICENSED ADMIN
	17,511.30	17,817.00	305.70	1.72%	TOTAL TRAINING & DEVELOPMENT / TRAVEL
					CONTRACTED SERVICES
	17,324.26	30,000.00	12,675.74	42.25%	COPIER FEES MONTHLY
	95.45	0.00	(95.45)	0.00%	COPIER FEES COVERAGE
	20,895.79	21,021.00	125.21	0.60%	IT SERVICES MONTHLY
	0.00	1,500.00	1,500.00	100.00%	IT SET UP FEES
	0.00	506.00	506.00	100.00%	INFINITE CAMPUS
	2,376.90	1,570.00	(806.90)	-51.39%	AUDIT AND TAX SERVICES
	2,384.20	1,631.00	(753.20)	-46.18%	LEGAL FEES
	185,499.00	225,225.00	39,726.00	17.64%	MANAGEMENT FEES
	17,067.00	17,067.00	0.00	0.00%	AFFILIATION FEE - INC.
	49,072.34	19,188.00	(29,884.34)	-155.74%	STATE ADMINISTRATIVE FEES
	294,714.94	317,708.00	22,993.06	7.24%	TOTAL CONTRACTED SERVICES

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YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
Somerset Academy of Las Vegas Sky Pointe

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Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
OTHER EXPENSES						
BACKGROUND/DRUG TEST		58.00	180.00	122.00	67.78%	
ADVERTISING/MARKETING		280.48	0.00	(280.48)	0.00%	
WEB SITE EXPENDITURES		0.00	750.00	750.00	100.00%	
DUES AND FEES		6,013.66	1,500.00	(4,513.66)	-300.91%	
INTEREST EXPENSE		390,802.53	516,099.00	125,296.47	24.28%	
ATHLETICS		1,414.85	9,000.00	7,585.15	84.28%	
TOTAL OTHER EXPENSES		398,569.52	527,529.00	128,959.48	24.45%	
FACILITY MAINTENANCE						
JANITORAL MONTHLY FEES		47,397.00	50,001.00	2,604.00	5.21%	
REPAIRS AND MAINTENANCE		17,317.15	5,006.00	(12,311.15)	-245.93%	
AC REPAIRS AND MAINTENANCE		950.75	3,506.00	2,555.25	72.88%	
LAWN CARE		2,400.00	2,006.00	(394.00)	-19.64%	
SUMMER MAINTENANCE		33,672.20	2,250.00	(31,422.20)	-1396.54%	
CUSTODIAL SUPPLIES		6,732.53	2,817.00	(3,915.53)	-139.00%	
TOTAL FACILITY MAINTENANCE		108,469.63	65,586.00	(42,883.63)	-65.39%	
FACILITIES OPERATIONS						
PROPERTY INSURANCE		21,655.51	1,875.00	(19,780.51)	-1054.96%	
LIABILITY INSURANCE		0.00	1,875.00	1,875.00	100.00%	
OTHER INSURANCES		4,054.57	0.00	(4,054.57)	0.00%	
SITE IMPROVEMENTS		389.90	0.00	(389.90)	0.00%	
TOTAL FACILITIES OPERATIONS		26,099.98	3,750.00	(22,349.98)	-596.00%	
UTILITIES AND SERVICES						
WATER		6,384.07	2,878.00	(3,506.07)	-121.82%	
SEWER		0.00	2,878.00	2,878.00	100.00%	
GARBAGE/DISPOSAL/TRASH		9,171.90	5,756.00	(3,415.90)	-59.35%	
ALARM SERVICES		995.00	905.00	(90.00)	-9.94%	

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YTD Comparative Income Statement
Budget VS Actual 18
ACADEMICANV
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Accrual

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	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance	
FIRE SERVICES	1,015.00	905.00	(110.00)	-12.15%
TELEPHONE	660.96	2,081.00	1,420.04	68.24%
INTERNET	3,966.08	2,081.00	(1,885.08)	-90.59%
ELECTRICITY	41,424.27	28,998.00	(12,426.27)	-42.85%
TOTAL UTILITIES AND SERVICES	63,617.28	46,482.00	(17,135.28)	-36.86%
ADJUSTING ENTRIES				
DEPRECIATION EXPENSE	102,522.00	102,501.00	(21.00)	-0.02%
TOTAL ADJUSTING ENTRIES	102,522.00	102,501.00	(21.00)	-0.02%
TOTAL EXPENSES	3,382,485.06	3,226,030.00	(156,455.06)	-4.85%
NET INCOME	41,623.84	116,707.00	(75,083.16)	-64.33%

Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date		Variance
		Budget Sep 2018		
Thru:				
INCOME				
DSA REVENUE	1,568,746.13	1,554,960.00	13,786.13	0.89%
SPED DISCRETIONARY UNIT	73,184.20	74,006.00	(821.80)	-1.11%
SPED PART B FUNDING	0.00	31,256.00	(31,256.00)	-100.00%
TOTAL INCOME	1,641,930.33	1,660,222.00	(18,291.67)	-1.10%
EXPENSES				
SALARIES				
SALARIES TEACHERS	438,606.16	491,178.00	52,571.84	10.70%
SALARIES OF LONG TERM SUBS	49,533.12	5,175.00	(44,358.12)	-857.16%
CONTRACTED SUBSTITUTE SERVICE	2,380.00	12,075.00	9,695.00	80.29%
BONUSES TEACHERS	35,875.00	0.00	(35,875.00)	0.00%
BONUSES LONG TERM SUBS	2,200.00	0.00	(2,200.00)	0.00%
BONUSES SPED TEACHERS	2,200.00	0.00	(2,200.00)	0.00%
SALARIES OF SUPPORT STAFF	47,187.98	44,100.00	(3,087.98)	-7.00%
BONUSES SUPPORT STAFF	1,980.00	0.00	(1,980.00)	0.00%
SALARIES OF GENERAL ADMIN	44,407.27	37,202.00	(7,205.27)	-19.37%
BONUSES GENERAL ADMIN	5,280.00	0.00	(5,280.00)	0.00%
SALARIES OF LICENSED ADMIN	73,720.41	60,602.00	(13,118.41)	-21.65%
BONUSES LICENSED ADMIN	8,250.00	0.00	(8,250.00)	0.00%
SALARIES OF CAMPUS MONITORS	10,749.91	14,166.00	3,416.09	24.11%
BONUSES CAMPUS MONITORS	330.00	0.00	(330.00)	0.00%
TOTAL SALARIES	722,699.85	664,498.00	(58,201.85)	-8.76%
BENEFITS				
TOTAL BENEFITS	248,043.12	288,901.00	40,857.88	14.14%
TUITION REIMBURSEMENT				

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YTD Comparative Income Statement
Budget VS Actual '18
ACADEMICANV

Somerset Academy of Las Vegas Lone Mountain Campus

Accrual

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Report includes an open period. Entries are not final.

Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
TUITION REIMBURSEMENT TEACHERS	1,350.00	1,256.00	(94.00)	-7.48%	
TOTAL TUITION REIMBURSEMENT	1,350.00	1,256.00	(94.00)	-7.48%	
TOTAL SALARIES AND BENEFITS	972,092.97	954,655.00	(17,437.97)	-1.83%	
SPECIAL EDUCATION					
SPED TEACHER SALARIES	14,315.66	31,896.00	17,580.34	55.12%	
BONUSES SPED TEACHERS	2,200.00	0.00	(2,200.00)	0.00%	
PERS SPED TEACHERS	3,150.18	8,937.00	5,786.82	64.75%	
MEDICARE SPED TEACHERS	406.08	463.00	56.92	12.29%	
UNEMPLOYMENT SPED TEACHERS	484.43	0.00	(484.43)	0.00%	
SUI SPED	0.00	1,022.00	1,022.00	100.00%	
FUTA SPED	0.00	198.00	198.00	100.00%	
WORKERS COMP SPED TEACHERS	0.00	255.00	255.00	100.00%	
HEALTH BENEFITS SPED TEACHERS	576.64	3,180.00	2,603.36	81.87%	
SPED CONTRACTED SERVICES	15,028.75	32,503.00	17,474.25	53.76%	
SPED SUPPLIES	0.00	3,000.00	3,000.00	100.00%	
SPED ASSESSMENT AND TESTING MATERIALS	469.65	0.00	(469.65)	0.00%	
TEXTBOOKS / CURRICULUM SPED	2,035.00	0.00	(2,035.00)	0.00%	
SOFTWARE SPED	400.20	0.00	(400.20)	0.00%	
TOTAL SPECIAL EDUCATION	39,066.59	81,454.00	42,387.41	52.04%	
FOOD SERVICES					
FOOD SERVICES FEDERAL PROGRAM EXPENSE	0.00	253.00	253.00	100.00%	
TOTAL FOOD SERVICES	0.00	253.00	253.00	100.00%	
INSTRUCTIONAL SUPPLIES					
GENERAL CLASSROOM SUPPLIES	0.00	4,896.00	4,896.00	100.00%	
COPIER SUPPLIES	0.00	1,632.00	1,632.00	100.00%	
ASSESSMENT AND TESTING MATERIALS	0.00	816.00	816.00	100.00%	
CONSUMABLES	0.00	21,600.00	21,600.00	100.00%	
CONSUMABLES - TEXTBOOKS	39,384.89	0.00	(39,384.89)	0.00%	

Somerset Academy of Las Vegas Lone Mountain Campus

Accrual

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Thru:	Actual Sep 2018	Year-To-Date		Variance
		Budget Sep 2018		
CONSUMABLES - SOFTWARE	10,917.00	0.00	(10,917.00)	0.00%
CONSUMABLES - SUPPLIES	1,559.55	0.00	(1,559.55)	0.00%
CONSUMABLES - FURNITURE / EQUIPMENT	632.86	0.00	(632.86)	0.00%
TEXTBOOKS / CURRICULUM	28,666.05	0.00	(28,666.05)	0.00%
COMPUTER PURCHASES	897.00	0.00	(897.00)	0.00%
IT SUPPLIES	305.00	0.00	(305.00)	0.00%
POSTAGE	0.00	314.00	314.00	100.00%
OFFICE SUPPLIES	578.46	3,120.00	2,541.54	81.46%
NURSING SUPPLIES	504.13	816.00	311.87	38.22%
GEN. ADMIN - FURNITURE AND EQUIPMENT PURCH	69.69	0.00	(69.69)	0.00%
TOTAL INSTRUCTIONAL SUPPLIES	83,514.63	33,194.00	(50,320.63)	-151.60%
TRAINING & DEVELOPMENT / TRAVEL				
AFFILIATION FEE - TRAINING	11,507.61	7,809.00	(3,698.61)	-47.36%
AFFILIATION FEE - BATTLE OF THE BOOKS	1,412.68	375.00	(1,037.68)	-276.71%
TRAINING & DEVELOPMENT	1,038.09	0.00	(1,038.09)	0.00%
TRAVEL LICENSED ADMIN	0.00	881.00	881.00	100.00%
TOTAL TRAINING & DEVELOPMENT / TRAVEL	13,958.38	9,065.00	(4,893.38)	-53.98%
CONTRACTED SERVICES				
COPIER FEES MONTHLY	8,600.99	15,000.00	6,399.01	42.66%
IT SERVICES MONTHLY	10,020.47	10,080.00	59.53	0.59%
IT SET UP FEES	0.00	1,500.00	1,500.00	100.00%
INFINITE CAMPUS	0.00	506.00	506.00	100.00%
AUDIT AND TAX SERVICES	1,136.33	1,570.00	433.67	27.62%
LEGAL FEES	137.20	1,631.00	1,493.80	91.59%
PROFESSIONAL FEES	3,333.34	0.00	(3,333.34)	0.00%
MANAGEMENT FEES	89,019.34	108,000.00	18,980.66	17.57%
AFFILIATION FEE - INC.	8,184.00	8,184.00	0.00	0.00%
STATE ADMINISTRATIVE FEES	23,531.19	24,552.00	1,020.81	4.16%
TOTAL CONTRACTED SERVICES	143,962.86	171,023.00	27,060.14	15.82%
OTHER EXPENSES				

Accrual

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	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
Thru:					
BACKGROUND/DRUG TEST	290.00	150.00	(140.00)	-93.33%	
ADVERTISING/MARKETING	447.72	0.00	(447.72)	0.00%	
PRINTING AND BINDING EXPENSES	47.61	0.00	(47.61)	0.00%	
WEB SITE EXPENDITURES	0.00	750.00	750.00	100.00%	
DUES AND FEES	9,595.56	1,378.00	(8,217.56)	-596.34%	
INTEREST EXPENSE	2,160.72	0.00	(2,160.72)	0.00%	
ATHLETICS	100.00	253.00	153.00	60.47%	
TOTAL OTHER EXPENSES	12,641.61	2,531.00	(10,110.61)	-399.47%	
FACILITY MAINTENANCE					
IT REPAIRS AND MAINTENANCE	141.98	0.00	(141.98)	0.00%	
JANITORAL MONTHLY FEES	16,665.00	16,905.00	240.00	1.42%	
JANITORAL ADDITIONAL SERVICES	960.00	0.00	(960.00)	0.00%	
REPAIRS AND MAINTENANCE	7,920.99	5,625.00	(2,295.99)	-40.82%	
AC REPAIRS AND MAINTENANCE	0.00	3,506.00	3,506.00	100.00%	
LAWN CARE	3,675.00	2,020.00	(1,655.00)	-81.93%	
SUMMER MAINTENANCE	4,449.09	2,503.00	(1,946.09)	-77.75%	
CUSTODIAL SUPPLIES	4,579.72	3,600.00	(979.72)	-27.21%	
TOTAL FACILITY MAINTENANCE	38,391.78	34,159.00	(4,232.78)	-12.39%	
FACILITIES OPERATIONS					
PROPERTY INSURANCE	10,397.60	2,384.00	(8,013.60)	-336.14%	
LIABILITY INSURANCE	0.00	2,384.00	2,384.00	100.00%	
OTHER INSURANCES	1,957.38	0.00	(1,957.38)	0.00%	
RENT/LEASE PAYMENTS	235,333.38	240,000.00	4,666.62	1.94%	
SITE IMPROVEMENTS	900.60	0.00	(900.60)	0.00%	
TOTAL FACILITIES OPERATIONS	248,588.96	244,768.00	(3,820.96)	-1.56%	
UTILITIES AND SERVICES					
WATER	3,967.17	3,000.00	(967.17)	-32.24%	
SEWER	6,050.88	3,000.00	(3,050.88)	-101.70%	

Accrual

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
GARBAGE/DISPOSAL/TRASH		2,797.33	6,000.00	3,202.67	53.38%	
ALARM SERVICES		660.00	905.00	245.00	27.07%	
FIRE SERVICES		942.00	905.00	(37.00)	-4.09%	
TELEPHONE		1,400.10	2,081.00	680.90	32.72%	
INTERNET		1,982.94	2,081.00	98.06	4.71%	
ELECTRICITY		16,436.92	18,000.00	1,563.08	8.68%	
TOTAL UTILITIES AND SERVICES		34,237.34	35,972.00	1,734.66	4.82%	
ADJUSTING ENTRIES						
DEPRECIATION EXPENSE		56,250.00	56,250.00	0.00	0.00%	
TOTAL ADJUSTING ENTRIES		56,250.00	56,250.00	0.00		
TOTAL EXPENSES		1,642,705.12	1,623,324.00	(19,381.12)	-1.19%	
NET INCOME		(774.79)	36,898.00	(37,672.79)	-102.10%	

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance	
INCOME					
TOTAL INCOME		0.00	0.00	0.00	
EXPENSES					
SALARIES					
SALARIES TEACHERS		11,250.00	15,000.00	3,750.00	25.00%
SALARIES OF LONG TERM SUBS		270.00	0.00	(270.00)	0.00%
SALARIES OF SUPPORT STAFF		(2,921.16)	0.00	2,921.16	0.00%
SALARIES OF GENERAL ADMIN		13,132.50	13,069.00	(63.50)	-0.49%
BONUSES GENERAL ADMIN		1,100.00	0.00	(1,100.00)	0.00%
SALARIES OF LICENSED ADMIN		50,487.47	67,349.00	16,861.53	25.04%
TOTAL SALARIES		73,318.81	95,418.00	22,099.19	23.16%
BENEFITS					
TOTAL BENEFITS		24,712.15	42,273.00	17,560.85	41.54%
TUITION REIMBURSEMENT					
TOTAL TUITION REIMBURSEMENT		0.00	0.00	0.00	
TOTAL SALARIES AND BENEFITS		98,030.96	137,691.00	39,660.04	28.80%
SPECIAL EDUCATION					
TOTAL SPECIAL EDUCATION		0.00	0.00	0.00	
FOOD SERVICES					

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
FOOD SERVICES FEDERAL PROGRAM EXPENSE		0.00	6,253.00	6,253.00	100.00%	
TOTAL FOOD SERVICES		0.00	6,253.00	6,253.00	100.00%	
INSTRUCTIONAL SUPPLIES						
POSTAGE		1,100.00	0.00	(1,100.00)	0.00%	
OFFICE SUPPLIES		164.59	1,631.00	1,466.41	89.91%	
GEN. ADMIN - FURNITURE AND EQUIPMENT PURCH		12,025.34	0.00	(12,025.34)	0.00%	
TOTAL INSTRUCTIONAL SUPPLIES		13,289.93	1,631.00	(11,658.93)	-714.83%	
TRAINING & DEVELOPMENT / TRAVEL						
AFFILIATION FEE - TRAINING		1,236.04	0.00	(1,236.04)	0.00%	
TRAINING & DEVELOPMENT		6,120.92	0.00	(6,120.92)	0.00%	
TRAVEL LICENSED ADMIN		9,791.49	5,625.00	(4,166.49)	-74.07%	
TOTAL TRAINING & DEVELOPMENT / TRAVEL		17,148.45	5,625.00	(11,523.45)	-204.86%	
CONTRACTED SERVICES						
COPIER FEES MONTHLY		339.32	0.00	(339.32)	0.00%	
COPIER FEES OVERAGE		21.87	0.00	(21.87)	0.00%	
PROFESSIONAL FEES		1,145.00	0.00	(1,145.00)	0.00%	
AFFILIATION FEE - INC.		871.92	0.00	(871.92)	0.00%	
TOTAL CONTRACTED SERVICES		2,378.11	0.00	(2,378.11)		
OTHER EXPENSES						
ADVERTISING/MARKETING		171.60	0.00	(171.60)	0.00%	
DUES AND FEES		4,148.46	567.00	(3,581.46)	-631.65%	
TOTAL OTHER EXPENSES		4,320.06	567.00	(3,753.06)	-661.92%	
FACILITY MAINTENANCE						

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YTD Comparative Income Statement
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ACADEMIC-ANV

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	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance
TOTAL FACILITY MAINTENANCE	0.00	0.00	0.00
FACILITIES OPERATIONS			
EQUIPMENT RENTALS	640.75	0.00	(640.75)
TOTAL FACILITIES OPERATIONS	640.75	0.00	(640.75)
UTILITIES AND SERVICES			
TELEPHONE	118.55	0.00	(118.55)
TOTAL UTILITIES AND SERVICES	118.55	0.00	(118.55)
ADJUSTING ENTRIES			
TOTAL ADJUSTING ENTRIES	0.00	0.00	0.00
TOTAL EXPENSES	135,926.81	151,767.00	15,840.19
NET INCOME	(135,926.81)	(151,767.00)	15,840.19
			10.44%

Accrual

Report includes an open period. Entries are not final.

	Actual Sep 2018	Year-To-Date Budget Sep 2018	Variance	
Thru:				
INCOME				
DSA REVENUE	1,405,335.08	1,392,988.00	12,347.08	0.89%
SPED DISCRETIONARY UNIT	65,560.85	22,200.00	43,360.85	195.32%
SPED PART B FUNDING	0.00	9,375.00	(9,375.00)	-100.00%
TOTAL INCOME	1,470,895.93	1,424,563.00	46,332.93	3.25%
EXPENSES				
SALARIES				
SALARIES TEACHERS	353,394.28	430,500.00	77,105.72	17.91%
SALARIES OF LONG TERM SUBS	25,230.32	0.00	(25,230.32)	0.00%
CONTRACTED SUBSTITUTE SERVICE	0.00	15,567.00	15,567.00	100.00%
BONUSES TEACHERS	13,150.00	0.00	(13,150.00)	0.00%
BONUSES LONG TERM SUBS	1,100.00	0.00	(1,100.00)	0.00%
SALARIES OF SUPPORT STAFF	45,153.26	30,240.00	(14,913.26)	-49.32%
BONUSES SUPPORT STAFF	1,445.00	0.00	(1,445.00)	0.00%
SALARIES OF GENERAL ADMIN	13,217.45	30,133.00	16,915.55	56.14%
BONUSES GENERAL ADMIN	1,430.00	0.00	(1,430.00)	0.00%
SALARIES OF LICENSED ADMIN	56,705.52	61,485.00	4,779.48	7.77%
BONUSES LICENSED ADMIN	6,050.00	0.00	(6,050.00)	0.00%
SALARIES OF CAMPUS MONITORS	0.00	11,520.00	11,520.00	100.00%
TOTAL SALARIES	516,875.83	579,445.00	62,569.17	10.80%
BENEFITS				
TOTAL BENEFITS	160,928.52	249,692.00	88,763.48	35.55%
TUITION REIMBURSEMENT				
TUITION REIMBURSEMENT TEACHERS	1,800.00	1,256.00	(544.00)	-43.31%

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YTD Comparative Income Statement

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	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
Thru:					
TOTAL TUITION REIMBURSEMENT	1,800.00	1,256.00	(544.00)	-43.31%	
TOTAL SALARIES AND BENEFITS	679,604.35	830,393.00	150,788.65	18.16%	
SPECIAL EDUCATION					
SPED TEACHER SALARIES	6,941.06	31,500.00	24,558.94	77.96%	
PERS SPED TEACHERS	1,663.18	8,820.00	7,156.82	81.14%	
MEDICARE SPED TEACHERS	70.55	459.00	388.45	84.63%	
UNEMPLOYMENT SPED TEACHERS	208.01	0.00	(208.01)	0.00%	
SUI SPED	0.00	1,008.00	1,008.00	100.00%	
FUTA SPED	0.00	189.00	189.00	100.00%	
WORKERS COMP SPED TEACHERS	0.00	252.00	252.00	100.00%	
HEALTH BENEFITS SPED TEACHERS	12.84	3,141.00	3,128.16	99.59%	
SPED CONTRACTED SERVICES	29,923.78	35,006.00	5,082.22	14.52%	
SPED SUPPLIES	231.33	2,100.00	1,868.67	88.98%	
SPED ASSESSMENT AND TESTING MATERIALS	4,006.40	0.00	(4,006.40)	0.00%	
TOTAL SPECIAL EDUCATION	43,057.15	82,475.00	39,417.85	47.79%	
FOOD SERVICES					
FOOD SERVICES FEDERAL PROGRAM EXPENSE	0.00	253.00	253.00	100.00%	
FOOD SERVICES PRIVATE PROGRAM EXPENSE	309.83	0.00	(309.83)	0.00%	
TOTAL FOOD SERVICES	309.83	253.00	(56.83)	-22.46%	
INSTRUCTIONAL SUPPLIES					
GENERAL CLASSROOM SUPPLIES	2,921.24	4,068.00	1,146.76	28.19%	
COPIER SUPPLIES	3,344.97	1,359.00	(1,985.97)	-146.13%	
ASSESSMENT AND TESTING MATERIALS	2,058.97	684.00	(1,374.97)	-201.02%	
INSTRUCTIONAL - FURNITURE AND EQUIPMENT PU	300.88	0.00	(300.88)	0.00%	
CONSUMABLES	204.90	0.00	(204.90)	0.00%	
CONSUMABLES - TEXTBOOKS	2,743.75	0.00	(2,743.75)	0.00%	
CONSUMABLES - SOFTWARE	99.95	0.00	(99.95)	0.00%	
CONSUMABLES - COMPUTERS	13,609.95	0.00	(13,609.95)	0.00%	

YTD Comparative Income Statement
 Budget VS Actual 18
 ACADEMICANV
 Somerset Academy of Las Vegas Skye Canyon

Report includes an open period. Entries are not final.

Thru:	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018	Budget Sep 2018		
CONSUMABLES - SUPPLIES	6,935.71	0.00	(6,935.71)	0.00%	
CONSUMABLES - FURNITURE / EQUIPMENT	1,307.18	0.00	(1,307.18)	0.00%	
TEXTBOOKS / CURRICULUM	1,060.59	0.00	(1,060.59)	0.00%	
SOFTWARE	1,548.00	0.00	(1,548.00)	0.00%	
IT SUPPLIES	4,833.33	0.00	(4,833.33)	0.00%	
POSTAGE	178.28	375.00	196.72	52.46%	
OFFICE SUPPLIES	1,881.56	2,580.00	698.44	27.07%	
NURSING SUPPLIES	2,289.96	684.00	(1,605.96)	-234.79%	
GEN. ADMIN - FURNITURE AND EQUIPMENT PURCH	1,423.93	0.00	(1,423.93)	0.00%	
TOTAL INSTRUCTIONAL SUPPLIES	46,743.15	9,750.00	(36,993.15)	-379.42%	
TRAINING & DEVELOPMENT / TRAVEL					
AFFILIATION FEE - TRAINING	403.00	6,957.00	6,554.00	94.21%	
AFFILIATION FEE - BATTLE OF THE BOOKS	0.00	375.00	375.00	100.00%	
TRAVEL TEACHERS	1,250.00	0.00	(1,250.00)	0.00%	
TRAVEL LICENSED ADMIN	595.03	628.00	32.97	5.25%	
TOTAL TRAINING & DEVELOPMENT / TRAVEL	2,248.03	7,960.00	5,711.97	71.76%	
CONTRACTED SERVICES					
COPIER FEES MONTHLY	944.60	15,000.00	14,055.40	93.70%	
IT SERVICES MONTHLY	6,106.76	9,030.00	2,923.24	32.37%	
IT SET UP FEES	0.00	3,750.00	3,750.00	100.00%	
INFINITE CAMPUS	0.00	506.00	506.00	100.00%	
AUDIT AND TAX SERVICES	1,021.65	1,570.00	548.35	34.93%	
LEGAL FEES	0.00	1,631.00	1,631.00	100.00%	
MANAGEMENT FEES	48,763.57	96,750.00	47,986.43	49.60%	
AFFILIATION FEE - INC.	7,332.00	7,332.00	0.00	0.00%	
STATE ADMINISTRATIVE FEES	21,080.03	21,999.00	918.97	4.18%	
TOTAL CONTRACTED SERVICES	85,248.61	157,568.00	72,319.39	45.90%	
OTHER EXPENSES					

YTD Comparative Income Statement

Budget VS Actual 18
ACADEMICANV

Somerset Academy of Las Vegas Skye Canyon

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Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
BACKGROUND/DRUG TEST		0.00	300.00	300.00	300.00	100.00%
ADVERTISING/MARKETING		247.07	0.00	(247.07)	(247.07)	0.00%
WEB SITE EXPENDITURES		3,570.00	750.00	(2,820.00)	(2,820.00)	-376.00%
DUES AND FEES		445.00	1,256.00	811.00	811.00	64.57%
ATHLETICS		0.00	253.00	253.00	253.00	100.00%
TOTAL OTHER EXPENSES		4,262.07	2,559.00	(1,703.07)	(1,703.07)	-66.55%
FACILITY MAINTENANCE						
IT REPAIRS AND MAINTENANCE		2,710.72	0.00	(2,710.72)	(2,710.72)	0.00%
JANITORAL MONTHLY FEES		9,902.39	17,548.00	7,645.61	7,645.61	43.57%
REPAIRS AND MAINTENANCE		2,848.40	3,375.00	526.60	526.60	15.60%
AC REPAIRS AND MAINTENANCE		0.00	3,506.00	3,506.00	3,506.00	100.00%
LAWN CARE		0.00	1,753.00	1,753.00	1,753.00	100.00%
SUMMER MAINTENANCE		0.00	1,875.00	1,875.00	1,875.00	100.00%
CUSTODIAL SUPPLIES		7,912.83	3,225.00	(4,687.83)	(4,687.83)	-145.36%
TOTAL FACILITY MAINTENANCE		23,374.34	31,282.00	7,907.66	7,907.66	25.28%
FACILITIES OPERATIONS						
PROPERTY INSURANCE		5,206.03	2,067.00	(3,139.03)	(3,139.03)	-151.86%
LIABILITY INSURANCE		0.00	2,067.00	2,067.00	2,067.00	100.00%
RENT/LEASE PAYMENTS		58,333.33	152,590.00	94,256.67	94,256.67	61.77%
TOTAL FACILITIES OPERATIONS		63,539.36	156,724.00	93,184.64	93,184.64	59.46%
UTILITIES AND SERVICES						
WATER		2,704.17	2,756.00	51.83	51.83	1.88%
SEWER		0.00	2,756.00	2,756.00	2,756.00	100.00%
GARBAGE/DISPOSAL/TRASH		2,675.46	5,503.00	2,827.54	2,827.54	51.38%
ALARM SERVICES		110.00	905.00	795.00	795.00	87.85%
FIRE SERVICES		0.00	905.00	905.00	905.00	100.00%

YTD Comparative Income Statement
Budget VS Actual 18
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Somerset Academy of Las Vegas Skye Canyon

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Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
TELEPHONE		322.11	2,081.00	1,758.89	84.52%	
INTERNET		0.00	2,081.00	2,081.00	100.00%	
ELECTRICITY		8,874.66	16,500.00	7,625.34	46.21%	
TOTAL UTILITIES AND SERVICES		14,686.40	33,487.00	18,800.60	56.14%	
ADJUSTING ENTRIES						
DEPRECIATION EXPENSE		57,522.00	57,506.00	(16.00)	-0.03%	
TOTAL ADJUSTING ENTRIES		57,522.00	57,506.00	(16.00)	-0.03%	
TOTAL EXPENSES		1,020,595.29	1,369,957.00	349,361.71	25.50%	
NET INCOME		450,300.64	54,606.00	395,694.64	724.64%	

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YTD Comparative Income Statement
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	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018			
Thru:					
INCOME					
DSA REVENUE	1,388,993.97	1,376,789.00	12,204.97	0.89%	
SPED DISCRETIONARY UNIT	64,798.51	22,200.00	42,598.51	191.89%	
SPED PART B FUNDING	0.00	9,375.00	(9,375.00)	-100.00%	
TOTAL INCOME	1,453,792.48	1,408,364.00	45,428.48	3.23%	
EXPENSES					
SALARIES					
SALARIES TEACHERS	162,764.89	424,003.00	261,238.11	61.61%	
SALARIES OF LONG TERM SUBS	15,944.25	0.00	(15,944.25)	0.00%	
CONTRACTED SUBSTITUTE SERVICE	3,010.00	15,375.00	12,365.00	80.42%	
BONUSES TEACHERS	26,900.00	0.00	(26,900.00)	0.00%	
BONUSES LONG TERM SUBS	1,100.00	0.00	(1,100.00)	0.00%	
BONUSES SPED TEACHERS	2,750.00	0.00	(2,750.00)	0.00%	
SALARIES OF SUPPORT STAFF	52,135.90	30,240.00	(21,895.90)	-72.41%	
BONUSES SUPPORT STAFF	2,970.00	0.00	(2,970.00)	0.00%	
SALARIES OF GENERAL ADMIN	2,208.33	29,370.00	27,161.67	92.48%	
BONUSES GENERAL ADMIN	1,100.00	0.00	(1,100.00)	0.00%	
SALARIES OF LICENSED ADMIN	27,599.36	45,011.00	17,411.64	38.68%	
BONUSES LICENSED ADMIN	7,150.00	0.00	(7,150.00)	0.00%	
SALARIES OF CAMPUS MONITORS	0.00	11,520.00	11,520.00	100.00%	
TOTAL SALARIES	305,632.73	555,519.00	249,886.27	44.98%	
BENEFITS					
TOTAL BENEFITS	87,281.82	239,201.00	151,919.18	63.51%	
TUITION REIMBURSEMENT					

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	Actual Sep 2018	Year-To-Date		Variance	
		Budget Sep 2018	Budget Sep 2018		
TUITION REIMBURSEMENT TEACHERS	0.00	1,256.00	1,256.00	1,256.00	100.00%
TOTAL TUITION REIMBURSEMENT	0.00	1,256.00	1,256.00	1,256.00	100.00%
TOTAL SALARIES AND BENEFITS	392,914.55	795,976.00	403,061.45	403,061.45	50.64%
SPECIAL EDUCATION					
SPED TEACHER SALARIES	14,033.93	31,500.00	17,466.07	17,466.07	55.45%
SALARIES OF SUPPORT STAFF SPED	371.75	0.00	(371.75)	(371.75)	0.00%
BONUSES SPED TEACHERS	2,750.00	0.00	(2,750.00)	(2,750.00)	0.00%
PERS SPED TEACHERS	2,419.55	8,820.00	6,400.45	6,400.45	72.57%
PERS SUPPORT STAFF SPED	53.90	0.00	(53.90)	(53.90)	0.00%
MEDICARE SPED TEACHERS	461.46	459.00	(2.46)	(2.46)	-0.54%
MEDICARE SUPPORT STAFF SPED	5.39	0.00	(5.39)	(5.39)	0.00%
UNEMPLOYMENT SPED TEACHERS	497.40	0.00	(497.40)	(497.40)	0.00%
SUI SPED	0.00	1,008.00	1,008.00	1,008.00	100.00%
FUTA SPED	0.00	189.00	189.00	189.00	100.00%
UNEMPLOYMENT SUPPORT STAFF SPED	11.15	0.00	(11.15)	(11.15)	0.00%
WORKERS COMP SPED TEACHERS	0.00	252.00	252.00	252.00	100.00%
HEALTH BENEFITS SPED TEACHERS	948.20	3,141.00	2,192.80	2,192.80	69.81%
HEALTH BENEFITS SUPPORT STAFF SPED	1.33	0.00	(1.33)	(1.33)	0.00%
SPED CONTRACTED SERVICES	41,040.80	31,256.00	(9,784.80)	(9,784.80)	-31.31%
SPED SUPPLIES	470.00	2,100.00	1,630.00	1,630.00	77.62%
SPED ASSESSMENT AND TESTING MATERIALS	5,595.55	0.00	(5,595.55)	(5,595.55)	0.00%
TOTAL SPECIAL EDUCATION	68,660.41	78,725.00	10,064.59	10,064.59	12.78%
FOOD SERVICES					
FOOD SERVICES FEDERAL PROGRAM EXPENSE	0.00	253.00	253.00	253.00	100.00%
TOTAL FOOD SERVICES	0.00	253.00	253.00	253.00	100.00%
INSTRUCTIONAL SUPPLIES					
GENERAL CLASSROOM SUPPLIES	4,570.38	4,335.00	(235.38)	(235.38)	-5.43%
COPIER SUPPLIES	0.00	1,451.00	1,451.00	1,451.00	100.00%

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	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
ASSESSMENT AND TESTING MATERIALS		0.00	730.00	730.00	0.00%	100.00%
CONSUMABLES - TEXTBOOKS		2,649.42	0.00	(2,649.42)	0.00%	0.00%
CONSUMABLES - SOFTWARE		2,504.95	0.00	(2,504.95)	0.00%	0.00%
CONSUMABLES - COMPUTERS		109.05	0.00	(109.05)	0.00%	0.00%
CONSUMABLES - SUPPLIES		434.40	0.00	(434.40)	0.00%	0.00%
TEXTBOOKS / CURRICULUM		365.00	0.00	(365.00)	0.00%	0.00%
IT SUPPLIES		4,046.96	0.00	(4,046.96)	0.00%	0.00%
POSTAGE		0.00	253.00	253.00	100.00%	100.00%
OFFICE SUPPLIES		3,624.61	2,770.00	(854.61)	-30.85%	-30.85%
NURSING SUPPLIES		2,378.96	730.00	(1,648.96)	-225.88%	-225.88%
TOTAL INSTRUCTIONAL SUPPLIES		20,683.73	10,269.00	(10,414.73)		-101.42%
TRAINING & DEVELOPMENT / TRAVEL						
AFFILIATION FEE - TRAINING		1,510.01	6,870.00	5,359.99	78.02%	78.02%
AFFILIATION FEE - BATTLE OF THE BOOKS		0.00	375.00	375.00	100.00%	100.00%
TRAVEL TEACHERS		21.09	0.00	(21.09)	0.00%	0.00%
TRAVEL LICENSED ADMIN		0.00	506.00	506.00	100.00%	100.00%
TOTAL TRAINING & DEVELOPMENT / TRAVEL		1,531.10	7,751.00	6,219.90		80.25%
CONTRACTED SERVICES						
COPIER FEES MONTHLY		881.65	15,000.00	14,118.35	94.12%	94.12%
IT SERVICES MONTHLY		6,044.50	8,925.00	2,880.50	32.27%	32.27%
IT SET UP FEES		0.00	3,750.00	3,750.00	100.00%	100.00%
INFINITE CAMPUS		0.00	506.00	506.00	100.00%	100.00%
AUDIT AND TAX SERVICES		1,011.21	0.00	(1,011.21)	0.00%	0.00%
LEGAL FEES		0.00	1,256.00	1,256.00	100.00%	100.00%
MANAGEMENT FEES		48,265.98	95,625.00	47,359.02	49.53%	49.53%
AFFILIATION FEE - INC.		7,245.00	7,245.00	0.00	0.00%	0.00%
STATE ADMINISTRATIVE FEES		20,834.91	21,741.00	906.09	4.17%	4.17%
TOTAL CONTRACTED SERVICES		84,283.25	154,048.00	69,764.75		45.29%
OTHER EXPENSES						

Accrual

Report includes an open period. Entries are not final.

	Thru:	Actual Sep 2018	Year-To-Date		Variance	
			Budget Sep 2018			
BACKGROUND/DRUG TEST		0.00	281.00	281.00	281.00	100.00%
ADVERTISING/MARKETING		335.90	0.00	(335.90)	(335.90)	0.00%
WEB SITE EXPENDITURES		0.00	750.00	750.00	750.00	100.00%
DUES AND FEES		0.00	881.00	881.00	881.00	100.00%
ATHLETICS		0.00	253.00	253.00	253.00	100.00%
TOTAL OTHER EXPENSES		335.90	2,165.00	1,829.10	1,829.10	84.48%
FACILITY MAINTENANCE						
JANITORAL MONTHLY FEES		12,503.22	18,150.00	5,646.78	5,646.78	31.11%
JANITORAL ADDITIONAL SERVICES		11,307.92	0.00	(11,307.92)	(11,307.92)	0.00%
REPAIRS AND MAINTENANCE		958.69	3,000.00	2,041.31	2,041.31	68.04%
AC REPAIRS AND MAINTENANCE		0.00	3,000.00	3,000.00	3,000.00	100.00%
LAWN CARE		0.00	1,753.00	1,753.00	1,753.00	100.00%
SUMMER MAINTENANCE		0.00	1,753.00	1,753.00	1,753.00	100.00%
CUSTODIAL SUPPLIES		0.00	3,192.00	3,192.00	3,192.00	100.00%
TOTAL FACILITY MAINTENANCE		24,769.83	30,848.00	6,078.17	6,078.17	19.70%
FACILITIES OPERATIONS						
PROPERTY INSURANCE		5,152.93	1,945.00	(3,207.93)	(3,207.93)	-164.93%
LIABILITY INSURANCE		0.00	1,945.00	1,945.00	1,945.00	100.00%
RENT/LEASE PAYMENTS		69,666.67	187,500.00	117,833.33	117,833.33	62.84%
TOTAL FACILITIES OPERATIONS		74,819.60	191,390.00	116,570.40	116,570.40	60.91%
UTILITIES AND SERVICES						
WATER		0.00	2,756.00	2,756.00	2,756.00	100.00%
SEWER		0.00	2,756.00	2,756.00	2,756.00	100.00%
GARBAGE/DISPOSAL/TRASH		2,442.51	5,503.00	3,060.49	3,060.49	55.61%
ALARM SERVICES		1,443.00	905.00	(538.00)	(538.00)	-59.45%
FIRE SERVICES		0.00	905.00	905.00	905.00	100.00%

Database: ACADEMICANV
 ENTITY: 028

YTD Comparative Income Statement
Budget VS Actual 18
 ACADEMICANV
 Somerset Academy of Las Vegas Aliante

Page: 44
 Date: 11/13/2018
 Time: 4:05 PM

Accrual

Report includes an open period. Entries are not final.

	Thru:	Year-To-Date			
		Actual Sep 2018	Budget Sep 2018	Variance	
TELEPHONE		0.00	2,081.00	2,081.00	100.00%
INTERNET		0.00	2,081.00	2,081.00	100.00%
ELECTRICITY		2,435.41	16,500.00	14,064.59	85.24%
TOTAL UTILITIES AND SERVICES		6,320.92	33,487.00	27,166.08	81.12%
ADJUSTING ENTRIES					
DEPRECIATION EXPENSE		56,250.00	56,250.00	0.00	0.00%
TOTAL ADJUSTING ENTRIES		56,250.00	56,250.00	0.00	
TOTAL EXPENSES		730,569.29	1,361,162.00	630,592.71	46.33%
NET INCOME		723,223.19	47,202.00	676,021.19	1432.19%

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 3b2 – Approval of the Final Revised Budget for the 2018/2019 School Year Number of Enclosures: 1

SUBJECT: Final Revised Budget 2018/2019 School Year

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input checked="" type="checkbox"/> Consent Agenda
<input type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Board/Finance Committee/Trevor Goodsell

Recommendation:

Proposed wording for motion/action:

Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: Review of the final revised budget for the 2018/2019 school year. This budget needs to be approved by the Board prior to submission to the State. The Finance Committee reviewed this final revised budget at their meeting on November 16 th and recommends approval to the Somerset Board.

Submitted By: Staff

18-19 Final Revised	Skye Canyon	Aliante	Losee	Lone Mtn	Stephanie	NLV	Sky Pointe	ED	Somerset
WFE Gross Value	\$ 6,844	\$ 6,844	\$ 6,844	\$ 6,844	\$ 6,844	\$ 6,844	\$ 6,844	\$ -	\$ 6,844
Total Students (FTEs)	855	837	1,950	957	971	1,171	1,919	-	8,660
Kinder	100	125	125	100	100	125	125	-	800
1st Grade	100	125	125	100	100	125	125	-	800
2nd Grade	100	125	125	100	100	125	125	-	800
3rd Grade	100	125	125	100	100	125	125	-	800
4th Grade	125	100	125	100	124	125	125	-	824
5th Grade	125	100	125	100	125	125	125	-	825
6th Grade	110	108	209	119	120	143	180	-	989
7th Grade	70	29	211	119	116	143	180	-	868
8th Grade	25	-	208	119	86	135	180	-	753
9th Grade	-	-	206	-	-	-	206	-	412
10th Grade	-	-	179	-	-	-	179	-	358
11th Grade	-	-	117	-	-	-	126	-	243
12th Grade	-	-	70	-	-	-	118	-	188
Total Students (FTEs)	855	837	1,950	957	971	1,171	1,919	-	8,660
Prior Year (October 1) SPED Count	-	-	218	110	99	92	227	-	746
TEACHING STAFF									
Classroom Teachers	33	33	70	36	37	45	72	0	326
SPED Teachers	3	3	9	3	5	4	9	0	36
Art Teacher	1	1	2	1	1	2	2	0	9
Music	1	1	2	1	1	1	2	0	9
PE Teacher	1	1	2	2	1	1	2	0	10
Dance	0	0	0	0	0	0	0	0	0
Technology (STEM)	1	1	2	1	1	1	2	0	9
Theatre	0	0	0	0	0	0	0	0	0
Spanish / Language	1	1	2	1	1	1	2	0	9
Additional Elective Teachers	1	0	2	1	2	2	2	0	9
Total Teaching Staff	41.50	41.00	91.00	46.00	48.50	56.00	93.00	0.00	417.00
ADMIN & SUPPORT									
Executive Director & Assistant	0	0	0	0	0	0	0	1	1
Principal	1	1	1	1	1	1	1	0	7
Assistant Principal	2	1	4	2	2	2	4	0	17
Lead Teacher(s)	0	0	0	0	0	1	0	0	1
Counselor/ Student Support Advocate	1	1	2	2	2	1	2	0	11
Curriculum Coach	1	1	2	1	1	1	2	1	10
Office Manager	1	1	2	1	1	1	2	1	10
Registrar	1	1	2	1	1	1	2	0	9
Clinic Aide/ FASA	1	1	2	1	1	1	2	0	9
Receptionist	1	1	2	1	1	1	2	0	9
Teacher Assistants	7	7	15	10	10	12	14	0	75
Campus Monitor/Custodian	2	2	4	2	1	1	4	0	16
Cafeteria Manager	0	0	2	0	1	1	0	0	4
SPED Facilitator	0.33	0.33	1	0.33	1	1	0	0	3.5
Speech Pathologist	0	0	1	0	0	0	0	0	1
School Psychologist	0	0	0	0	0	1	0	0	0.5
School Nurse	0	0	0	1	0	0	0	0	1
Gate Teacher	0	0	0	0	0	0	0	0	0
Total Admin & Support	18.33	17.33	40.00	23.33	23.00	25.00	35.00	3.00	185.00
Total # Teachers	41.50	41.00	91.00	46.00	48.50	56.00	93.00	0.00	417.00
Total # Admin & Support	18.33	17.33	40.00	23.33	23.00	25.00	35.00	3.00	185.00
Total Staff	59.83	58.33	131.00	69.33	71.50	81.00	128.00	3.00	602.00
Total Salaries & Benefits as % of Expenses	64%	63%	72%	62%	75%	64%	61%	67%	66%
Instruction Salaries as % of Total Salaries	72%	75%	73%	71%	71%	72%	75%	0%	72%
Admin & Support Salaries as % of Total Salaries	28%	25%	26%	29%	28%	27%	25%	100%	28%
Rent as % of Expenses	11.09%	13.75%	0.00%	14.72%	0.00%	15.90%	15.39%	0.00%	15.33%

REVENUE (@ 95%)									
Budget Revenue	5,559,039	5,442,007	12,678,510	6,222,223	6,313,248	7,613,608	12,476,954	-	56,305,588
NSLP	-	-	40,000	-	20,000	20,000	-	-	80,000
Special Ed Funding (Part B)	-	-	260,916	131,655	118,489	110,111	271,688	-	892,859
SPED Discretionary Unit	20,000	20,000	763,450	375,319	355,787	330,630	815,794	-	2,680,980
Total Revenues	5,579,039	5,462,007	13,742,876	6,729,197	6,807,524	8,074,349	13,564,436	-	59,959,427
Actual Revenue	5,851,620	5,728,428	13,345,800	6,549,708	6,645,524	8,014,324	13,133,636	-	59,269,040
NSLP	-	-	40,000	-	20,000	20,000	-	-	80,000
Special Ed Funding (Part B)	-	-	260,916	131,655	118,489	110,111	271,688	-	892,859
SPED Discretionary Unit	20,000	20,000	763,450	375,319	355,787	330,630	815,794	-	2,680,980
Total Actual Revenues:	5,871,620	5,748,428	14,410,166	7,056,682	7,139,800	8,475,065	14,221,118	-	62,922,879
EXPENSES									
<i>Personnel Costs</i>	<i>Skye Canyon</i>	<i>Aliante</i>	<i>Losee</i>	<i>Lone Mtn</i>	<i>Stephanie</i>	<i>NLV</i>	<i>Sky Pointe</i>	<i>ED</i>	<i>Somerset</i>
Executive Director	-	-	-	-	-	-	-	145,382	145,382
Principal	97,500	110,038	125,000	106,899	95,000	99,077	126,875	-	760,389
Assistant Principal(s)	148,413	70,000	288,372	135,503	145,000	156,518	305,300	-	1,249,106
Lead Teacher	-	-	-	-	-	-	-	-	-
Curriculum Coach	55,000	50,000	101,750	40,267	50,750	78,155	55,825	120,000	551,747
Counselor / Student Support Advocate	50,000	50,000	109,113	95,870	90,615	122,714	104,188	-	622,498
Teachers Salaries	1,617,000	1,596,000	3,526,410	1,828,575	1,935,750	2,314,000	3,771,845	-	16,589,580
SPED Teachers	126,000	126,000	387,045	127,575	222,500	178,000	400,710	-	1,567,830
Office Manager/ Registrar / Banker	81,000	81,000	161,535	82,217	82,215	82,215	191,667	51,500	813,349
Secretary & FASA	39,520	36,480	80,560	30,876	30,876	31,621	128,969	-	378,903
Teacher Assistants (including SPED)	120,960	120,960	264,600	176,400	176,400	211,680	246,960	-	1,317,960
Campus Monitors	46,080	46,080	94,080	56,637	28,420	51,020	103,369	-	425,686
Cafeteria Manager	-	-	-	-	-	-	-	-	-
Unrestricted Salaries	2,381,473	2,286,558	5,138,465	2,680,818	2,857,526	3,325,000	5,435,707	316,882	24,422,430
Restricted Salaries									
SPED Facilitator	23,350	23,350	65,721	23,350	70,000	65,000	69,615	-	340,386
Speech Pathologist	-	-	30,069	-	65,000	32,200	45,509	-	172,779
School Psychologist	-	-	60,000	-	-	-	-	-	60,000
School Nurse	-	-	-	35,700	-	-	-	-	35,700
Cafeteria Manager - NSLP	-	-	34,560	-	18,000	18,000	-	-	70,560
On Campus Sub	-	-	41,400	20,700	20,700	-	-	-	82,800
Total Salaries and Wages	2,404,823	2,309,908	5,370,216	2,760,568	3,031,226	3,440,200	5,550,831	316,882	25,184,655
PERS	673,351	646,774	1,503,660	772,959	848,743	963,256	1,554,233	88,727	7,051,703
Insurances/Employment Taxes/Other Benefits	402,808	386,910	899,511	462,395	507,730	576,234	929,764	53,078	4,218,430
Incentives / Bonuses	-	-	-	-	-	-	-	-	-
Tuition Reimbursements	5,000	5,000	10,000	5,000	5,000	5,000	10,000	-	45,000
Subst. Teachers (10 days/Teacher)	62,250	61,500	95,100	48,300	52,050	84,000	139,500	-	542,700
Total Payroll / Benefits and Related	3,548,232	3,410,092	7,878,487	4,049,223	4,444,750	5,068,690	8,184,328	458,687	37,042,488
<i>Operations</i>	<i>Skye Canyon</i>	<i>Aliante</i>	<i>Losee</i>	<i>Lone Mtn</i>	<i>Stephanie</i>	<i>NLV</i>	<i>Sky Pointe</i>	<i>ED</i>	<i>Somerset</i>
Consumables	-	-	175,500	86,400	88,200	143,815	172,710	174,543	841,168
Zion's FFE Lease - payments	230,000	225,000	385,000	225,000	185,000	115,000	385,000	-	1,750,000
Office Supplies	10,260	10,881	23,400	12,441	12,623	15,223	24,947	6,500	116,275
Classroom Supplies	21,375	22,599	48,750	25,839	26,217	31,617	51,813	-	228,210
Copier Supplies	3,420	3,348	7,800	3,828	3,884	4,684	7,676	-	34,640
Nursing Supplies	2,138	2,511	5,850	2,871	2,913	3,513	5,757	-	25,553
SPED Supplies	8,400	8,400	26,160	13,200	11,880	11,040	27,240	-	106,320
Athletics	1,000	1,000	30,000	1,000	1,000	1,000	36,000	-	71,000
Dues and Fees	3,500	2,500	7,000	3,500	3,500	3,500	7,000	1,000	31,500
Lunch Program	1,000	1,000	2,000	1,000	1,000	1,000	2,000	25,000	34,000
Travel Reimbursement	2,500	2,000	7,000	3,500	3,500	3,500	6,000	22,500	50,500
Special Education Contracted Services	110,000	95,000	175,000	100,000	85,000	90,000	230,000	-	885,000
Management Fee	384,750	376,650	877,500	430,650	436,950	510,235	863,550	-	3,880,285
Payroll Services	-	-	-	-	-	-	-	-	-

Audit/Tax	11,875	-	23,750	11,875	11,875	11,875	23,750	-	95,000
Legal Fees	6,500	5,000	13,000	6,500	6,500	6,500	13,000	-	57,000
IT Services - Monthly	35,910	35,154	81,900	40,194	40,782	49,182	80,598	-	363,720
IT Set-up Fees	15,000	15,000	15,500	6,000	4,500	7,500	18,500	-	82,000
Website	3,000	3,000	6,000	3,000	3,000	3,000	6,000	-	27,000
Copier / Printing	60,000	60,000	120,000	60,000	60,000	67,500	120,000	-	547,500
Infinite Campus	2,000	2,000	4,000	2,000	2,000	2,000	4,000	-	18,000
State Administrative Fee (1.5%)	87,774	85,926	200,187	98,246	99,683	120,215	197,005	-	889,036
Affiliation Fee - Inc. (1/2 of 1%)	29,258	28,642	66,729	32,749	33,228	20,072	65,668	-	276,345
Affiliation Fee - Professional Development (1/2 of 1%)	27,758	27,142	63,729	31,249	31,728	38,572	62,668	-	282,845
Affiliation Fee - Battle of the Books	1,500	1,500	3,000	1,500	1,500	1,500	3,000	-	13,500
Phone and Communications (with E-rate discount)	16,600	16,600	35,600	16,600	16,600	16,600	35,600	-	154,200
Postage	1,500	1,000	3,000	1,250	1,250	1,250	3,000	-	12,250
Background and Fingerprinting	1,200	1,100	2,400	600	600	600	1,920	-	8,420
Facility and School Insurances	16,500	15,500	33,000	19,025	19,000	19,000	39,500	-	161,525
Loan payments	-	-	-	-	-	-	-	-	-
Other Purchases	7,500	4,600	9,492	8,000	6,300	5,880	10,400	1,250	53,422
Total	1,102,218	1,053,054	2,452,247	1,248,016	1,200,212	1,305,372	2,504,302	230,793	11,096,213
Facilities									
Public Utilities	110,000	110,000	290,000	120,000	110,000	130,000	290,000	-	1,160,000
Fire and Security alarms	7,210	7,210	21,630	7,210	7,210	7,210	21,630	-	79,310
Contracted Janitorial	70,180	72,600	200,000	70,000	67,620	67,620	200,000	-	748,020
Custodial Supplies	12,825	12,555	29,250	14,355	14,565	17,565	28,785	-	129,900
Facility Maintenance	13,500	12,000	47,500	22,500	22,000	22,000	45,000	-	184,500
Summer Maintenance	7,500	7,000	27,000	10,000	12,000	9,500	22,500	-	95,500
Lawn Care	7,000	7,000	14,000	8,050	10,000	10,000	17,000	-	73,050
AC Maintenance & Repair	14,000	12,000	26,000	14,000	16,000	18,000	34,000	-	134,000
Total	242,215	240,365	655,380	266,115	259,395	281,895	658,915	-	2,604,280
Total Expenses	4,892,665	4,703,511	10,986,114	5,563,354	5,904,357	6,655,957	11,347,545	689,479	50,742,981
Scheduled Lease Payment	583,330	750,000	-	960,000	-	509,532	-	-	2,802,862
Scheduled Bond Payment 2015	-	-	-	-	-	748,814	2,064,399	-	2,813,213
Scheduled Bond Payment 2018	-	-	2,100,000	-	900,000	-	-	-	3,000,000
Assessments	27,000	-	-	-	-	-	-	-	27,000
Surplus (Revenues-Total Expenses-Lease-Bond)	76,044	8,496	656,762	205,843	3,167	160,046	152,492	(689,479)	573,371

1.4% 0.2% 4.3% 3.1% 0.0% 2.0% 0.4% 1.0%

18-19 Final Revised

Skye Canyon

Aliante

Losee

Lone Mtn

Stephanie

NLV

Sky Pointe

ED

Somerset

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 3b3 – Approval of the 2017/2018 School Year Financial Audit
Number of Enclosures: 1

SUBJECT: 2017/2018 School Year Financial Audit

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Board/Finance Committee

Recommendation:

Proposed wording for motion/action:

Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: Review of the 2017/2018 school year audit. The audit needs to be approved by the Board prior to submission to the State. The Finance Committee reviewed the audit at their meeting on November 16th and recommends approval to the Somerset Board.

Submitted By: Staff

Somerset Academy of Las Vegas

Basic Financial Statements

As of and for the Year Ended June 30, 2018

Draft

Somerset Academy of Las Vegas

Basic Financial Statements
As of and For the Year Ended
June 30, 2018

Draft

Somerset Academy of Las Vegas

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Somerset Academy of Las Vegas

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Independent Auditor's Report

Board of Directors
Somerset Academy of Las Vegas
Las Vegas, Nevada

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Somerset Academy of Las Vegas (the School) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Somerset Academy of Las Vegas, as of June 30, 2018, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 4 through 7 and the Schedule of the School's Proportionate Share of the Net Pension Liability and Schedule of the School's Contributions on pages 34 through 36 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the School's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Statement of Activities by Location Supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated **November XX, 2018** on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

November XX, 2018

Draft

Somerset Academy of Las Vegas

Management's Discussion and Analysis

This section of the annual financial report for Somerset Academy of Las Vegas (the School) provides an overview of the School's financial activities as of and for the fiscal year ended June 30, 2018. It should be read in conjunction with the financial statements, which immediately follow this section.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School's annual report. This report has three components: 1) management's discussion and analysis (this section), 2) the basic financial statements, and 3) required supplementary information. The basic financial statements include two types of statements presenting different views of the School:

School-Wide Financial Statements

The School-Wide financial statements are designed to provide readers with a broad overview of the School's finance, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the School's assets, deferred outflows of resources, liabilities and deferred inflows of resources. The difference is reported as net position. Over time increases or decreases in net position may serve as an indicator of whether the financial position of the School is improving or deteriorating.

The Statement of Activities presents information on how the School's net position changed during the fiscal year. All changes in net position are reported when the underlying event occurs without regard to the timing of related cash flows. Accordingly, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Fund Financial Statements

A "fund" is a collection of related accounts grouped to maintain control over resources that have been segregated for specific activities, projects, or objectives. The School like other state and local governments uses fund accounting to ensure and report compliance with finance related legal requirements.

All funds of the School are governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the school-wide financial statements. Governmental fund financial statements, however, focus on near-term inflows and outflows of spendable resources, as well as on the balances of spendable resources which are available at the end of the fiscal year. Such information may be used to evaluate a government's requirements for near-term financing.

The Board of the School adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with the School's budget.

Somerset Academy of Las Vegas

Management's Discussion and Analysis

School-Wide Financial Analysis

The Statement of Net Position provides the perspective of the School as a whole. The table below provides a summary of the School's net position as of June 30:

	2018	2017
Assets		
Current assets	\$ 22,654,001	\$ 15,299,189
Capital assets, net	81,543,668	39,409,597
Total Assets	104,197,669	54,708,786
Deferred Outflows of Resources		
	21,023,786	19,036,393
Liabilities:		
Current liabilities	5,233,509	5,979,923
Long-term liabilities	127,051,103	73,904,866
Total Liabilities	132,284,612	79,884,789
Deferred Inflows of Resources		
	2,360,579	3,284,058
Net Position:		
Net investment in capital assets	(11,144,894)	(5,232,910)
Restricted assets	7,891,314	4,084,989
Unrestricted Deficit	(6,170,156)	(8,275,747)
Total Net Deficit	\$ (9,423,736)	\$ (9,423,668)

The unrestricted net position of governmental activities represents the accumulated results of life-to-date operation. These assets can be used to finance day-to-day operations without constraints, such as legislative or legal requirements. The results of the current-year operations for the School as a whole are reported in the Statement of Activities, which shows changes in net position. The decrease in the net position was due to the adoption of GASB No. 68, pension liability. The deferred outflows/inflows were also a result of the GASB No. 68.

Somerset Academy of Las Vegas

Management's Discussion and Analysis

The results of operations for the operations for the School as a whole are reported in the summarized Statements of Activities (below) which show the changes in net position for the fiscal years ended June 30:

	2018	2017
Revenues:		
Operating grants	\$ 1,934,522	\$ 4,086,333
General revenue:		
State unrestricted	47,974,876	40,712,957
Student generated funds	2,055,975	2,207,269
Other	231,168	9,090
Total Revenues	52,196,541	47,015,649
Expenses:		
Instruction	25,594,438	20,189,426
Support services	26,603,172	28,145,148
Total Expenses	52,197,610	48,334,574
Changes in Net Deficit	\$ (1,069)	\$ (1,318,925)

A reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities appear on page 15.

Capital Assets

Pursuant to the Nevada Department of Education, the capitalization threshold for assets purchased by the School is established at a value of \$5,000. At this time, the School has equipment net of accumulated depreciation of \$81,543,668.

Somerset Academy of Las Vegas

Management's Discussion and Analysis

Governmental Fund Budget Analysis and Highlights

The Board of Directors of Somerset Academy of Las Vegas adopted an annual budget for the School. A budgetary comparison statement has been provided for the governmental funds to demonstrate compliance with the School's budget.

	Final Budget	Actual
Revenues		
State	\$ 44,059,776	\$ 46,673,113
State special education	1,926,960	2,104,837
Federal	-	383,951
Federal special education	799,950	747,497
Other	28,000	231,168
Total revenues	46,814,686	50,140,566
Expenditures		
Instruction	24,107,504	23,842,683
Support services	22,121,308	68,373,700
Total expenditures	46,228,812	92,216,383
Excess (deficiency) of revenues over expenditures	\$ 585,874	\$ (42,075,817)

Requests for Information

This financial report is intended to provide a general overview of the finances of the School. Request for additional information to the Chief Financial Officer of Academica Nevada, LLC, 6630 Surrey St. Las Vegas, NV 89119.

Basic Financial Statements

Draft

School-Wide

Draft

Somerset Academy of Las Vegas
School-Wide Financial Statements
Statement of Net Position

<i>June 30, 2018</i>	Governmental Activities
Assets	
Current Assets:	
Cash	\$ 12,990,269
Restricted cash	7,891,314
Accounts receivable	1,556,846
Other assets	215,572
Total Current Assets	22,654,001
Non-Current Assets	
Capital assets, net of accumulated depreciation	81,543,668
Total Assets	\$ 104,197,669
Deferred Outflows of Resources	\$ 21,023,786
Liabilities, Deferred Inflows of Resources and Net Position	
Current Liabilities:	
Accounts payable and accrued expenses	\$ 3,622,697
Current portion of bonds payable	776,812
Current portion of capital leases	834,000
Total Current Liabilities	5,233,509
Non-Current Liabilities:	
Bonds payable	90,437,696
Capital leases	640,054
Net Pension Liability	35,973,353
Total Non-Current Liabilities	127,051,103
Total Liabilities	\$ 132,284,612
Deferred Inflows of Resources	\$ 2,360,579
Net Position (deficit):	
Net Investment in capital assets	(11,144,894)
Restricted	7,891,314
Unrestricted deficit	(6,170,156)
Total Net Position (deficit)	\$ (9,423,736)

See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas
School-Wide Financial Statements
Statement of Activities

<i>Year Ended June 30, 2018</i>	Expenses	Program Revenues Operating Grants	Net (Expense) Revenue and Changes in Net Position Total
Functions/Programs Governmental activities:			
Instruction	\$ (25,594,438)	\$ 1,934,522	\$ (23,659,916)
Support services	(26,603,172)	-	(26,603,172)
Total Governmental Activities	\$ (52,197,610)	\$ 1,934,522	(50,263,088)
General Revenues:			
State unrestricted revenues			47,974,876
Student generated funds			2,055,975
Other revenues			231,168
Total General Revenues			50,262,019
Change in Net Position (Deficit)			(1,069)
Net Position (Deficit), beginning of year			(9,422,667)
Net Position (Deficit), End of Year			\$ (9,423,736)

See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Balance Sheet Governmental Funds

<i>June 30, 2018</i>	General	Student Activities	Total Governmental Funds
Assets			
Current Assets:			
Cash and restricted cash	\$ 20,175,782	\$ 705,801	\$ 20,881,583
Accounts receivable	1,550,373	6,473	1,556,846
Other assets	215,572	-	215,572
Total Assets	\$ 21,941,727	\$ 712,274	\$ 22,654,001

Liabilities and Fund Balances

Liabilities:

Accounts payable and accrued expenses	\$ 3,602,538	\$ 20,159	\$ 3,622,697
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Total Fund Balance - Unassigned	18,339,189	692,115	19,031,304
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Total Liabilities and Fund Balance	\$ 21,941,727	\$ 712,274	\$ 22,654,001
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See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Reconciliation of Fund Balance of Governmental Funds to Net Position of Governmental Activities on the Statement of Net Position

Year Ended June 30, 2018

Total Fund Balance - Total Governmental Funds (Page 12)	\$	19,031,304
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Amount reported for governmental activities in the statement of net position are different because:

Prepaid expenses are not monetary resources and therefore are not reported in the funds.

These consist of:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The net capital assets consist of:

Capital assets, at cost	\$	89,419,879
Accumulated depreciation		(7,876,211)
<hr/>		
Net capital assets		81,543,668

Other long-term assets not available to pay for current period expenditures and, therefore are unearned in the funds. These assets consist of:		
Deferred outflow of pension plan changes		21,023,786

Long-term liabilities, including note payable, are not due and payable in the current period and therefore are not reported in the funds. These consist of:

Bonds payable		(91,214,508)
Capital leases		(1,474,054)
Net Pension liability		(35,973,353)
Deferred inflow of pension plan changes		(2,360,579)
<hr/>		

Net long-term liabilities		(131,022,494)
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Net Position (Deficit) of Governmental Activities (Page 11)	\$	(9,423,736)
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See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Statement of Revenues, Expenditures, and Changes in Fund Balance

<i>Year Ended June 30, 2018</i>	General	Student Activities	Total Governmental Funds
Revenues			
State sources	\$ 48,743,206	\$ -	\$ 48,743,206
Federal source	1,166,192	-	1,166,192
Other sources	231,168	2,055,975	2,287,143
Total Revenues	50,140,566	2,055,975	52,196,541
Expenditures			
Instruction			
Salaries	16,779,128	-	16,779,128
Supplies	886,060	-	886,060
Benefits	4,876,986	-	4,876,986
Purchased services	1,167,298	-	1,167,298
Other	133,211	-	133,211
Total instruction expenditures	23,842,683	-	23,842,683
Support services			
Operations	9,632,272	-	9,632,272
Salaries	4,705,363	-	4,705,363
Purchased services	4,668,463	-	4,668,463
Benefits	1,726,412	-	1,726,412
Other	1,224,569	-	1,224,569
Student activities	-	2,039,107	2,039,107
Supplies	279,269	-	279,269
Capital outlay	44,254,773	-	44,254,773
Debt service	1,882,579	-	1,882,579
Total support services expenditures	68,373,700	2,083,407	70,412,807
Total Expenditures	92,216,383	2,083,407	94,255,490
Excess (deficiency) of Revenues over Expenditures	(42,075,817)	(27,432)	(42,058,949)
Other financing Sources:			
Bonds	49,240,933	-	49,240,933
Capital lease	320,201	-	320,201
Transfers in(out)	74,420	(74,420)	-
Changes in Fund Balances	7,559,737	(57,552)	7,502,185
Fund balance, beginning of year	10,410,951	749,667	11,160,618
Prior period adjustment (Note 10)	368,501	-	368,501
Fund balance, end of year	\$ 18,339,189	\$ 692,115	\$ 19,031,304

See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities

Net Change in Fund Balance - Total Governmental Funds (Page 14)	\$	7,502,185
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful life as depreciation expense.

Capital outlay	\$	44,254,773
Depreciation expense		(2,120,702)

Net effect of capital assets activity		42,134,071
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Issuance of Lease and note obligations provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond note principal or accrued interest is an expenditure in Governmental Funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Principal payments	\$	1,882,579
Financing lease		(49,561,134)

Net effect of debt issuance and repayment		(47,678,555)
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental Funds.

Pension expense		(1,958,770)
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Net effect of pension expense		(1,958,770)
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Change in Net Position (Deficit) of Governmental Activities (Page 11)	\$	(1,069)
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See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Statement of Revenues, Expenditures and Changes in Fund Balance Budget to Actual

	Final and Amended Budget	Actual	Variance Over(Under)
Revenues			
State	\$ 44,059,776	\$ 46,673,113	\$ 2,613,337
State special education	1,926,960	2,104,837	177,877
Federal	-	383,951	383,951
Federal special education	799,950	747,497	(52,453)
Other	28,000	231,168	203,168
Total revenues	46,814,686	50,140,566	3,325,881
Expenditures			
Instruction	24,107,504	23,842,683	(264,821)
Support services	22,121,308	68,373,700	46,252,392
Total expenditures	46,228,812	92,216,383	45,987,571
Excess (deficiency) of Revenues over Expenditures	585,874	(42,075,817)	(42,661,690)
Other financing sources:			
Bonds	-	49,240,933	49,240,933
Capital lease	-	320,201	320,201
Transfers in(out)	-	74,420	74,420
Change in Fund Balance	\$ 585,874	\$ 7,559,737	\$ 6,973,864

See accompanying independent auditor's report and notes to financial statements.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

1. Description of Business and Summary of Significant Accounting Policies

Description of Activity

Somerset Academy of Las Vegas (the “School”), is a charter school established in 2011 under Nevada Revised Statute 386.500. The School’s major operation is to offer an educational environment integrated with the arts where learning is maximized through individual instruction, interdisciplinary projects and access to a full spectrum of technological resources for kindergarten through twelfth grade in Southern Nevada. In 2017 - 2018 school year the School operated seven campuses.

The School receives funding from the state and government sources and must comply with the requirements of these funding sources. However, the School is not included in any other governmental reporting entity as defined in Governmental Accounting Standards Board (GASB) pronouncements.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. It is reasonably possible actual results could differ materially from those estimates and that a change in estimate may occur in the near term.

Basis of Accounting

The financial statements of the School have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units. GASB is the accepted standard-setting body for established governmental accounting and financial reporting principles.

Basis of Presentation

The School-wide financial statements report information on all of the nonfiduciary activities of the School. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by intergovernmental revenues, are reported separately from business-type activities, which rely to significant extent on fees and charges for support. All the School’s school-wide activities are considered governmental activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenue includes (a) charges to recipients who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues not classified as program revenues are reported instead as general revenue.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

The effect of inter-fund activity has been eliminated from the School-wide financial statements.

When an expense is incurred for purposes for which both restricted and unrestricted net position, and fund balance are available, the School's policy is to first apply restricted resources. When an expense is incurred for purposes which amounts in any of the unrestricted fund balance classifications could be used, it is the School's policy to spend funds in this order: committed, assigned, and unassigned.

Fund Based Statements

Measurement Focus and Basis of Accounting

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenue not meeting this definition is classified as a deferred inflow of resources. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Fund Classification

The financial activities of the School are organized on the basis of funds. The operation of each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. Government resources are allocated to and accounted for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Cash

Cash principally consist of demand deposits with financial institutions and highly liquid investments having maturities of three months or less when purchased. The Federal Deposit Insurance Corporation (FDIC) general deposit insurance rules provide \$250,000 of insurance per account. The School's cash balances may at times exceed federally insured limits. The Organization has never experienced any losses related to these balances. At June 30, 2018 the School's bank balances exceeded this limit by \$20,656,583.

Receivables

At times, the School has amounts receivable from various sources. As of June 30, 2018, the School had accounts receivable of \$1,556,846.

The School makes judgements about its ability to collect outstanding accounts receivable. If necessary, the School establishes an allowance if collection becomes doubtful, based primarily on the aging of the specific invoice. The School has recorded an allowance of \$2,466 against outstanding accounts receivable for the school year ending June 30, 2018.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Capital Assets

Capital assets are stated at cost less accumulated depreciation. Depreciation is provided principally on the straight-line method over the estimated useful lives of the assets, which are generally 3 to 30 years. The cost of repairs and maintenance is charged to expense as incurred. It is the policy of the School to capitalize all capital assets costing more than \$5,000 with an estimated useful life of three or more years. This policy is also in line with the Nevada Department of Education mandated threshold for capitalization. Improvements are capitalized and depreciated over the remaining useful lives of related capital assets. All depreciable assets are depreciated using straight-line method of depreciation over the assets useful life. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets life are not capitalized. Expenditures for property betterments and renewals are capitalized. Upon sale or other disposition of depreciable asset, cost and accumulated depreciation are removed from the accounts and any gain or loss is recorded upon disposal.

Management reviews the recoverability of its capital assets in accordance with the provisions of *GASB Statement 42, Accounting and Financial Reporting for Impairment of Capital Assets and Insurance Recoveries*. GASB 42 requires recognition of impairment of long-lived assets in the event the asset's service utility has declined significantly and unexpectedly. Accordingly, management evaluates assets' utility annually or when an event occurs that may impair recoverability of the asset. No impairments were identified as of June 30, 2018.

Restricted Assets

Assets, which are restricted for specified uses by bond debt requirements, grant provisions, or other external requirements are classified as restricted assets.

Deferred Outflows/Inflows of Resources

Deferred Outflows - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The School has three items that qualify for reporting in this category. They are the pension contributions, change in pension actuarial assumptions, and the change in proportionate share of pension contribution, reported in the School-wide statement of net position. A deferred outflow is recognized for pension contributions made after the plans measurement date, but before the fiscal year end and future expenditures yet to be recognized in relation to the pension actuarial calculation. The amount is amortized in the plan year in which it applies.

Deferred Inflows - In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The School has one item that qualifies for reporting in this category. It is the future resources yet to be recognized in relation to the pension actuarial calculation. These future resources arise from differences in the estimates used by the actuary to calculate the pension liability and the actual results. The amounts are amortized over a five-year period.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Revenue Recognition and Contributions

State funding - The School receives funding from the State of Nevada as administered by the Nevada Department of Education based on the number of students enrolled in its schools. The State provides unrestricted funding for normal school operations.

Federal grants - The School has received federal grants, which are paid through the Nevada Department of Education. Funds are generally received on a reimbursement basis and, accordingly, revenues related to these federal grants are recognized when qualifying expenses have been incurred and when all other grant requirements have been met.

Revenues from auxiliary services are recognized as services are provided. Other revenues are recognized as earned.

Income Taxes

The School is exempt from taxation as a governmental entity pursuant to Internal Revenue Code Section 115. The School qualifies for public charity status by meeting the requirements of Internal Revenue Code Sections 509(1) and 170(b)(1)(A)(ii).

Long-term Obligations

In the School-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Premiums and discounts on bonds issued are unearned and amortized over the life of the related bonds. Bond issue costs are expensed.

In the fund financial statements, governmental fund types recognize the face amount of debt as other financing sources. Premiums and discounts are reported as other financing sources (uses) while issuance costs are reported as expenditures.

Compensated Absences

The School allows licensed instructional staff (“Teachers”) eleven days of paid time off (“PTO”) per year. Teachers who return the following school year will be able to rollover all unused PTO up to a total of 30 days. In addition, Teachers who use five days or less of PTO during the previous year may cash out up to eleven days at 80% of the teachers daily rate of pay. No more than eleven days may be cashed out per year. PTO benefits are accrued as a liability in the School-wide financial statements.

Net Position and Fund Balance

The difference between assets and liabilities is “net position” on the school-wide, and “fund balance” on governmental fund statements. Net position/Fund balance is classified in the following three categories:

Net Investment in Capital Assets – Consist of capital assets, net of accumulated depreciation and reduced by outstanding balances for notes, and other debt that are attributed to the acquisition, construction or improvements of those assets.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Restricted Net Position/Restricted Fund Balance – Restricted net position results when constraints placed on an asset’s use are either externally imposed by creditors, grantors, and contributions, or imposed by law through constitutional provisions or enabling legislation.

Operating Net Position/Unassigned Fund Balance—Unrestricted (deficit) net position/fund balance consists of net position that does not meet the definition of the two preceding categories.

Contributions

Contributions are recognized when the donor makes a written promise to give to the School that is, in substance, unconditional. All contributions received are recognized as revenue upon being pledged. Contributions received are recorded as unrestricted, temporarily or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net position if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily restricted net position or permanently restricted net position, depending on the nature of the restriction. The expiration of the donor imposed restriction on a contribution is recognized in the period in which the restriction expires and the related resources are classified as unrestricted net position.

Subsequent events

Management has evaluated subsequent events through **November 30, 2018**, the date the financial statements were available to be issued. Based on that evaluation, there were no matters identified that had a significant impact on the financial statements as presented.

Recent Accounting Pronouncements

The GASB has recently issued the following statements, which the School is assessing the impact of the implementation, if any, on its financial statements:

Statement No. 87, Leases, requires that a government recognize certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. This Statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. This Statement enhances the consistency and relevance of a governments’ leasing activities by requiring a lessee to recognize a lease liability and an intangible right-to-use lease asset, and a lessor to recognize a lease receivable and a deferred inflow of resources. This Statement also will enhance the decision-usefulness of the information provided to financial statement users by required notes to financial statements related to the timing, significance, and purpose of a government’s leasing arrangements. The School is required to implement this Statement for fiscal year ending June 30, 2021.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Statement No. 88, Certain Disclosures Related to Debt, defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. The School is required to implement this Statement for fiscal year ending June 30, 2019.

Statement No. 89, Accounting for Interest Cost Incurred Before the End of a Construction period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5-22 of Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The School is required to implement this Statement for fiscal year ending June 30, 2021.

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Somerset Academy of Las Vegas

Notes to Basic Financial Statements

2. Capital Assets

Capital assets consist of the following as of June 30, 2018:

	June 30, 2017	Additions	Deletions	June 30, 2018
Capital assets being depreciated:				
Buildings and improvements	\$ 33,337,232	\$ 35,144,279	\$ -	\$ 68,481,511
Land and improvements	5,450,000	8,763,992	-	14,213,992
Furniture, equipment and other	6,377,873	346,502	-	6,724,374
Totals at historical cost	45,165,105	44,254,773	-	89,419,878
Less accumulated depreciation for:				
Buildings and improvements	1,885,456	989,730	-	2,875,186
Land and improvements	-	-	-	-
Furniture, equipment and other	3,870,052	1,130,972	-	5,001,024
Total accumulated depreciation	5,755,508	2,120,702	-	7,876,210
Net Capital Assets	\$ 39,409,597	\$ 42,134,070	\$ -	\$ 81,543,668

Depreciation expense was \$2,120,702 for the year ended June 30, 2018.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

3. Long-Term Obligations

Long-term obligations consist of the following as of June 30, 2018:

	Balance June 30, 2017	Additions	Payments/ Deductions	Balance, June 30, 2018	Due Within One Year
Somerset Academy Revenue Bonds, Series 2015AB	\$ 42,575,000	\$ -	\$ 735,000	\$ 41,840,000	\$ 765,000
Somerset Academy Revenue Bonds, Series 2018AB	-	49,035,000	-	49,035,000	-
Deferred inflow- Bond premium	138,522	205,933	4,947	339,508	11,812
Capital leases	2,296,484	320,201	1,142,632	1,474,054	834,000
	\$ 45,010,006	\$ 49,561,134	\$ 1,882,579	\$ 92,688,562	\$ 1,610,811

In April 2015, the School obtained financing of \$43,080,000 through the issuance of Series 2015A and 2015B bonds (the "Bonds"). These Bonds were sold at a premium of \$148,416 and have interest rates of 4.0% to 5.125%, which are collateralized with pledged gross revenues. The proceeds of the Bonds were used to: (i) purchase the land and building of the Sky Pointe campus, along with financing the last phase of construction; (ii) purchase the land and building of the North Las Vegas I campus; (iii) pay the cost of issuing the 2015A and 2015B bonds. As of June 30, 2018, the School was compliant with all covenants of the Bonds.

In April 2018, the School obtained financing of \$49,035,000 through the issuance of Series 2018A and 2018B bonds (the "Bonds"). These Bonds were sold at a premium of \$205,933 and have interest rates of 4.5% to 5.0%, which are collateralized with pledged gross revenues. The proceeds of the Bonds were used to: (i) purchase the land and building of the Losee campus; (ii) purchase the land and building of the Stephanie campus; (iii) pay the cost of issuing the 2018A and 2015B bonds. As of June 30, 2018, the School was compliant with all covenants of the Bonds.

As of June 30, 2018, minimum future payments under the bonds are as follows:

<i>Year ending June 30,</i>	Principal	Interest	Total
2019	765,000	3,576,104	4,341,104
2020	1,550,000	4,419,366	5,969,366
2021	1,620,000	4,351,262	5,971,262
2022	1,690,000	4,282,512	5,972,513
2023	1,760,000	4,210,762	5,970,762
2024-2046	83,490,000	62,473,002	145,963,002
	\$ 90,875,000	\$ 83,313,009	\$ 174,188,009

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Capital Leases

The School also entered into several financing lease agreements since 2013 with a financial institution for the use of furniture, equipment, textbooks, software and computers. As of June 30, 2018, minimum future payments under the capital lease agreements are as follows:

<i>Years ending June 30,</i>	Principal	Interest	Total
2018	\$ 834,000	\$ 23,398	\$ 857,398
2019	436,675	8,525	445,200
2020	175,560	2,175	177,735
2021 and Thereafter	27,819	132	27,951
Total minimum lease payments	\$ 1,474,054	\$ 34,230	\$ 1,508,284

4. Operating Leases

The School entered into a lease agreement in August 2012 to lease classroom and office space for the North Las Vegas Campus for a nineteen-year term, starting on the later of August 1, 2012 or the commencement date, which is the date the classroom and office space is substantially complete, and expiring on July 1, 2031. Monthly payments are \$34,712 for the commencement year increasing annually on September 1st incrementally to a monthly payment of \$62,022 in the nineteenth year. Rent expense for the year ending June 30, 2018 totaled approximately \$506,812.

The School entered into a lease agreement in November 2013, to lease classroom and office space for the Losee Campus for a twenty-nine year term, starting on the later of September 1, 2014 or the commencement date, which is the date the classroom and office space is substantially complete, and expiring on June 30, 2043. Monthly payments were \$75,375 for the commencement year increasing annually on July 1st incrementally to a monthly payment of \$285,434 in the twenty-ninth year. Rent expense for the year ending June 30, 2018 totaled approximately \$1,479,852. In April 2018 the School exercised their purchase option and acquired the building.

The School entered into a lease agreement in December 2013, to lease classroom and office space for the Stephanie Campus for a twenty-nine year term, starting on the later of September 1, 2014 or the commencement date, which is the date the classroom and office space is substantially complete, and expiring on June 30, 2043. Monthly payments were \$53,250 for the commencement year increasing annually on July 1st incrementally to a monthly payment of \$143,524 in the twenty-ninth year. Rent expense for the year ending June 30, 2018 totaled approximately \$761,121. In April 2018 the School exercised their purchase option and acquired the building.

The School entered into a lease agreement for the Loan Mountain campus in August 2014, to lease classroom and office space for the School for a twenty-nine year term, starting on the later of September 1, 2015 or the commencement date, and expiring on June 30, 2044. Monthly payments are \$53,250 for the commencement year increasing annually on July 1st incrementally to a monthly payment of \$146,730 in the twenty-ninth year. Rent expense for the year ending June 30, 2018 totaled approximately \$862,962.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Future classroom and office rent payments are as follows:

For the Year ended June 30,

2019	1,439,482
2020	1,546,427
2021	1,618,525
2022	1,658,541
2023 and thereafter	37,120,453
	\$ 43,383,428

The school leases various office equipment under an operating lease. Lease expense for office equipment in 2018 totaled \$405,893.

Total operating lease expense for the period ended June 30, 2018 was \$4,016,640.

5. Unrestricted Net Position

The unrestricted net position on the statement of net position consists of two parts, normal school operations and pension related expenses. The normal school operations resulted in an excess of revenue over expenses of \$4,064,361, while the pension related expenses totaled \$(1,958,770). The unrestricted net position reconciles as follows:

	Normal School Operations	Pension related Expenditures	Total
Beginning balance, as restated	\$ 7,075,629	\$ (15,351,376)	\$ (8,275,747)
Change in unrestricted net position	4,064,361	(1,958,770)	2,105,591
Ending balance	\$ 11,139,990	\$ (17,310,146)	\$ (6,170,156)

6. Public Employees' Retirement System of Nevada (PERS)

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

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Basis of Accounting

Employers participating in PERS cost sharing multiple-employer defined benefit plans are required to report pension information in their financial statement for fiscal periods beginning on or after June 15, 2014, in accordance with Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions. The Schedule of Employer Allocations and Schedule of Pension Amount by Employer provide employers with the required information for financial reporting.

The underlying financial information used to prepare the pension allocation schedules is based on PERS financial statements. PERS financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) that apply to governmental accounting for fiduciary funds.

Contributions for employer pay dates that fall with PERS fiscal year ending June 30, 2017, are used as the basis for determining each employer's proportionate share of the collective pension amounts reported in the Schedule of Employer Allocations. The Schools employer allocation percentage for the fiscal year ending June 30, 2017, was 0.27048%.

The total pension liability is calculated by PERS actuary. The plan's fiduciary net position in PERS financial statements and net pension liability is disclosed in PERS notes to the financial statements.

Plan Description

PERS administers a cost-sharing, multi-employer defined benefit public employees' retirement system which includes both Regular and Police/Fire members. The System was established by the Nevada Legislature in 1947, effective July 1, 1948. The system is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

Benefits Provided

Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any thirty-six consecutive months with special provisions for members entering the System on or after January 1, 2010. Benefit Payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

Post-retirement increases are provided by authority of NRS 286.575 - .579.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Vesting

Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or any age with thirty years of service.

The normal ceiling limitation on monthly benefits allowance is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Members become fully vested as to benefits upon completion of five years of service.

Contributions

The authority for establishing and amending the obligation to make contributions and member contribution rates, is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selectin one of two contribution plans. Contributions are shared equally by employer and employee. Employees can take a reduced salary and have contributions made by the employer (EPC) or can make contributions by a payroll deduction matched by the employer.

The Systems basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient position to pay benefits when due.

The System receives an actuarial valuation on an annual basis indicating the contribution rates required to fund the System on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450.

The actuary funding method used is the Entry Age Normal Cost Method. It is intended to meet the funding objective and result in a relatively level long-term contributions requirement as a percentage of salary.

For the fiscal year ended June 30, 2018, the Statutory Employer/employee matching rate was 14.5% for Regular employees. The Employer-pay contribution (EPC) rate was 28% for Regular employers.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Investment Policy

The System policies which determine the investment portfolio target asset allocation are established by the Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System. The following was the Board adopted policy target asset allocation as of June 30, 2017:

<i>Investment Category</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return*</i>
Domestic Equity Pools	42.00%	5.50%
International Equity	18.00%	5.75%
Domestic Fixed Income Pools	30.00%	0.25%
Private Markets	10.00%	6.80%
Total	100.0%	

*As of June 30, 2017, PERS long-term inflation assumption was 2.75%

Net Pension Liability

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer allocation percentage of the net pension liability was based on the total contributions due on wages paid during the measurement period. Each employer's proportion of the net pension liability is based on their combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2017.

Pension Liability Discount Rate Sensitivity

The following presents the School's net pension liability of the PERS as of June 30, 2018, calculated using the discount rate of 7.50%, as well as what the PERS net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50%) or one percentage point higher (8.50%) than the current discount rate:

	<i>1% Lower (6.50%)</i>	<i>Discount Rate (7.50%)</i>	<i>1% Higher (8.50%)</i>
School's proportionate share of the net pension liability	\$ 54,381,765	\$ 35,973,353	\$ 20,684,998

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

Actuarial Assumptions

The PERS net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.75%
Payroll growth	5.00%, including inflation
Investment rate of return	7.50%
Productivity pay increase	0.5%
Projected salary increase	Regular 4.25% to 9.15%, depending on service rates including inflation and productivity increases
Consumer price index	2.75%
Other assumptions	Same as those used in the June 30, 2017 funding of actuarial valuation

Actuarial assumptions used in the June 30, 2017 valuation were based on the results of the experience review completed in 2013.

The discount rate used to measure the total pension liability was 7.50% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2017, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2017.

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

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

As of June 30, 2018, the total employer pension expense is \$5,892,711. At June 30, 2018, the measurement date, PERS reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Proportion and differences between employers contributions and proportionate share of contributions	\$ 14,079,309	\$ -
Differences between expected and actual experience	-	2,360,579
Change in Actuarial assumptions	2,386,490	-
Net difference between projected and actual earnings on pension plan investments	233,568	-
Contributions subsequent to the measurement date	4,324,419	-
Total balance	\$ 21,023,786	\$ 2,360,579

Average expected remaining service lives: 6.39 years.

Deferred outflows and inflows of resources related to pension will be recognized as follows:

Year ended June 30,

2019	(645,119)
2020	835,111
2021	215,670
2022 and thereafter	(146,183)
	\$ 259,479

Somerset Academy of Las Vegas

Notes to Basic Financial Statements

7. Related Parties

Management Agreement

The School entered into an agreement with Academica Nevada, LLC (the Management Company), a professional charter school management company to provide management and administrative services to the School. Services include, but not limited to, facility design, staffing recommendations, human resource coordination, regulatory compliance, legal and corporate upkeep, maintenance of books and records, bookkeeping, budgeting and financial reporting. Under the terms of the management agreement, the School agrees to pay a fee of \$450 per full time equivalent (FTE) student per year.

Management fees incurred under this agreement for the year ended June 30, 2018, was \$2,963,015.

8. Risk Management

The School is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions and natural disasters for which the School carries commercial insurance. Settlement amounts have not exceeded insurance coverage for the past year. In addition, there were no reductions in insurance coverage from those in the prior year.

9. Contingencies

The School has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that the required refund will be immaterial. No provision has been made in the accompanying financial statements for the refund of grants monies.

10. Prior Period Adjustment

During the 2018 fiscal year, the School determined an error in recording a lease payment in fiscal year 2017. The amount of the error was for \$368,501 and has been adjusted to the beginning fund balance of the General Fund.

Required Supplementary Information

Draft

Somerset Academy of Las Vegas

Schedule of the School's Proportionate Share of the Net Pension Liability Last 10 Fiscal Years (Amounts Were Determined as of June 30, of Each Fiscal Year)

	2018
School's proportion of net pension liability (%)	0.27048%
School's proportionate share of net pension liability	\$ 35,973,353
School's covered-employee payroll	\$ 19,455,020
School's proportionate share of net pension liability as a percentage of its covered-employee payroll	185%
Plan fiduciary net position as a percentage of total pension liability	74.42%
<hr/>	
	2017
School's proportion of net pension liability (%)	0.023216%
School's proportionate share of net pension liability	\$ 31,242,233
School's covered-employee payroll	\$ 13,605,645
School's proportionate share of net pension liability as a percentage of its covered-employee payroll	229.6270%
Plan fiduciary net position as a percentage of total pension liability	75.23%
<hr/>	
	2016
School's proportion of net pension liability (%)	0.16428%
School's proportionate share of net pension liability	\$ 18,825,748
School's covered-employee payroll	\$ 16,749,551
School's proportionate share of net pension liability as a percentage of its covered-employee payroll	1.1240%
Plan fiduciary net position as a percentage of total pension liability	75.1%

Ultimately, 10 fiscal years will be displayed (which may be built prospectively starting from 2016).

Somerset Academy of Las Vegas

Schedule of the School's Contributions Last 10 Fiscal Years (Amounts Were Determined as of June 30, of Each Fiscal Year)

		2018
Statutorily required contributions	\$	2,365,650
Contributions in relation to statutorily required contributions		2,365,650
Contribution deficiency (excess)	\$	-
School's covered-employee payroll	\$	19,455,020
Contribution as a percentage of covered employee payroll		12.16%
2017		
Statutorily required contributions	\$	3,871,757
Contributions in relation to statutorily required contributions		3,871,757
Contribution deficiency (excess)	\$	-
School's covered-employee payroll	\$	13,605,645
Contribution as a percentage of covered employee payroll		28.46%
2016		
Statutorily required contributions	\$	3,034,141
Contributions in relation to statutorily required contributions		2,950,734
Contribution deficiency (excess)	\$	83,407
School's covered-employee payroll	\$	16,749,551
Contribution as a percentage of covered employee payroll		17.62%

Ultimately, 10 fiscal years will be displayed (which may be built prospectively starting from 2016).

Somerset Academy of Las Vegas

Notes to Required Supplementary Information

Changes of benefit terms - There were no changes of benefit terms in 2018.

Changes of assumptions - There were no changes of benefit assumptions in 2018.

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Supplementary Information

Draft

Somerset Academy of Las Vegas

Statement of Activities by Location As of June 30, 2018

	Stephanie	North Las Vegas	Losee	Sky Point	Lone Mountain	Executive Office GASB 68	Total
Revenues							
DSA Revenue	\$ 6,567,416	\$ 8,347,824	\$ 12,641,491	\$ 13,534,289	\$ 6,883,856	\$ -	\$ 47,974,876
Other Revenue	533,920	376,058	687,593	839,394	481,267	1,303,433	4,221,665
Total revenues	7,101,336	8,723,882	13,329,084	14,373,683	7,365,123	1,303,433	52,196,541
Expenditures							
Salaries and Benefits	4,298,539	5,222,238	7,958,492	8,679,670	3,899,589	2,866,930	32,925,458
Operations	2,196,890	2,154,932	4,130,569	3,010,009	2,290,300	747,075	14,529,775
Depreciation	245,701	272,308	501,234	882,400	219,060	-	2,120,703
Debt Issuance Cost	296,447	-	894,090	-	-	-	1,190,537
Interest Expense	99,684	463,738	297,790	1,598,160	11,687	-	2,471,059
Total expenditures	7,137,261	8,113,216	13,782,175	14,170,239	6,420,636	3,614,005	53,237,532
Excess (deficiency) of revenues over	\$ (35,925)	\$ 610,666	\$ (453,091)	\$ 203,444	\$ 944,487	\$ (2,310,572)	\$ (1,040,991)



Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

Board of Directors
Somerset Academy of Las Vegas
Las Vegas, Nevada

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of governmental activities, each major fund, and the aggregate remaining fund information of the Somerset Academy of Las Vegas (the "School") as of and for the year ended June 30, 2018 and the related notes to the financial statements, which collectively comprise the School's basic financial statements and have issued our report therein dated **November XX, 2018**.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 School's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 School'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 School's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

November XX, 2018



Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

Board of Directors
Somerset Academy of Las Vegas
Las Vegas, Nevada

Report on Compliance for Each Major Federal Program

We have audited Somerset Academy of Nevada (the "School") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School's major federal programs for the year ended June 30, 2018. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the School 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, 2018.

Report on Internal Control Over Compliance

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

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

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

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.

November XX, 2018

Somerset Academy of Las Vegas

Schedule of Expenditures of Federal Awards Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture				
<i>Pass-through programs from State of Nevada Department of Agriculture:</i>				
<i>Child Nutrition Cluster:</i>				
National School Lunch Program	10.555		\$ -	\$ 332,993
Total U.S. Department of Agriculture				332,993
U.S. Department of Education				
<i>Passed-through State Public Charter School Authority:</i>				
Title II - Supporting Effective Instruction State Grant	84.367		-	53,958
Title IV - Student Support and Academic Achievement	84.424		-	92,134
SPED Part B	84.027		-	747,497
Total U.S. Department of Education				893,589
Total Expenditures of Federal Awards			\$ -	\$ 1,226,582

See accompanying notes to the Schedule of Expenditures of Federal Awards

Somerset Academy of Nevada

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2018

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the School under programs of the federal government for the year ended June 30, 2018. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position of changes in net position of the School.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the School's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. 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. The School has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Somerset Academy of Nevada

Schedule of Findings and Questioned Costs Year Ended June 30, 2018

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP Unmodified

Internal control over financial reporting:

Material weakness(es) identified? No

Significant deficiencies identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified? No

Significant deficiencies identified? None reported

Type of auditor's report issued on compliance for major federal programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027 & 84.173	IDEA Cluster
Dollar threshold used to distinguish between type A and type B programs	\$750,000
Auditee qualified as low-risk auditee?	No

Somerset Academy of Las Vegas

Schedule of Findings and Questioned Costs Year Ended June 30, 2018

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.

Draft

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 3b4 – Approval of Teacher and Staff Holiday Bonuses Number of Enclosures: 1

SUBJECT: Teacher and Staff Holiday Bonuses

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input checked="" type="checkbox"/> Consent Agenda
<input type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Board/Finance Committee

Recommendation:

Proposed wording for motion/action:

Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: The Finance Committee reviewed and discussed the teacher and staff holiday bonuses during their November 16 th meeting. The support materials reflect the Committee's recommendation to the Board.

Submitted By: Staff

Holiday Bonus Employee Count

System: Somerset

<u>Position</u>	<u>Stephanie</u>	<u>Aliante</u>	<u>Lone Mtn</u>	<u>Losee</u>	<u>NLV</u>	<u>Skye Canyon</u>	<u>Skye Pointe</u>	<u>Total</u>	<u>Bonus Amount</u>	<u>Totals</u>
Principal	1	1	1	1	1	1	1	7	\$ 125	\$ 875
AP's	3	2	2	6	2	2	5	22	125	2,750
Counselor/ Coach/ Lead Teacher	3	3	3	5	3	2	4	23	125	2,875
12 Month Office Staff	2	2	3	3	2	2	7	21	125	2,625
Teachers	51	42	48	110	58	44	100	453	125	56,625
Support Staff	18	17	20	29	21	11	24	140	125	17,500
Totals	78	67	77	154	87	62	141	666		\$ 83,250

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 3b5 – Approval of Grade-Level Maximum Enrollment for the 2019/2020 School Year
Number of Enclosures: 1

SUBJECT: Grade-Level Maximum Enrollment 2019/2020

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Board/Finance Committee

Recommendation:

Proposed wording for motion/action:

Consent

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: In preparation for open enrollment for the 2019/2020 school year, it is necessary for the Board to approve maximum grade-level enrollment for Somerset Academy campuses.

Submitted By: Staff

Skye Canyon			Aliante			Losee			Lone Mtn		
	2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020
Kinder	100	100	Kinder	125	125	Kinder	125	125	Kinder	100	100
1st grade	100	100	1st grade	125	125	1st grade	125	125	1st grade	100	100
2nd grade	100	100	2nd grade	125	125	2nd grade	125	125	2nd grade	100	100
3rd grade	100	100	3rd grade	125	125	3rd grade	125	125	3rd grade	100	100
4th grade	125	100	4th grade	100	125	4th grade	125	125	4th grade	100	100
5th grade	125	125	5th grade	100	100	5th grade	125	125	5th grade	100	100
6th grade	110	120	6th grade	108	100	6th grade	209	210	6th grade	119	120
7th grade	70	120	7th grade	29	110	7th grade	211	210	7th grade	119	120
8th grade	25	70	8th grade	-	30	8th grade	204	210	8th grade	119	120
9th grade	-		9th grade	-		9th grade	206	210	9th grade	-	
10th grade	-		10th grade	-		10th grade	179	200	10th grade	-	
11th grade	-		11th grade	-		11th grade	118	120	11th grade	-	
12th grade	-		12th grade	-		12th grade	71	60	12th grade	-	
Totals	855	935	Totals	837	965	Totals	1,948	1,970	Totals	957	960

Sky Poine			Stephanie			North Las Vegas			Somerset		
	2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020		2018 - 2019	2019 - 2020
Kinder	125	125	Kinder	100	100	Kinder	125	125	Kinder	800	800
1st grade	125	125	1st grade	100	100	1st grade	125	125	1st grade	800	800
2nd grade	125	125	2nd grade	100	100	2nd grade	125	125	2nd grade	800	800
3rd grade	125	125	3rd grade	100	100	3rd grade	125	125	3rd grade	800	800
4th grade	125	125	4th grade	124	100	4th grade	125	125	4th grade	824	800
5th grade	125	125	5th grade	125	125	5th grade	125	125	5th grade	825	825
6th grade	180	180	6th grade	120	120	6th grade	143	150	6th grade	989	1,000
7th grade	180	180	7th grade	117	120	7th grade	143	150	7th grade	869	1,010
8th grade	180	180	8th grade	85	120	8th grade	135	150	8th grade	748	880
9th grade	206	240	9th grade	-	-	9th grade	-	-	9th grade	412	450
10th grade	179	200	10th grade	-	-	10th grade	-	-	10th grade	358	400
11th grade	126	120	11th grade	-	-	11th grade	-	-	11th grade	244	240
12th grade	118	90	12th grade	-	-	12th grade	-	-	12th grade	189	150
Totals	1,919	1,940	Totals	971	985	Totals	1,171	1,200	Totals	8,658	8,955

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018

Agenda Item: 3b6 – Approval of the use of Bond Funds for Improvements at the Losee Campus: Elementary Conference Room Split

Number of Enclosures: 1

SUBJECT: Improvements at the Losee Campus

Action

Appointments

Approval

Consent Agenda

Information

Public Hearing

Regular Adoption

Presenter (s): Board/Finance Committee

Recommendation:

Proposed wording for motion/action:

Consent


Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes):

Background: During the November 16th Finance Committee reviewed and discussed the use of bond funds for this project and recommends approval.

Submitted By: Staff

Customer			
Name	Somerset Academy of Las Vegas	Date	10/17/2018
Address	6630 Surrey St.	Project	Losee III
City	Las Vegas State NV ZIP 89102		4650 Losee Rd
Attention	somersetbilling@academicnv.com		N Las Vegas NV

Description	Price	TOTAL
This proposal includes the cost to demise Conference Room 105 into Office 105 and 105A. This scope includes separating the electrical and mechanical, adding (1) new door opening, new paint and carpet, ACT patch work and fire alarm.		
Door/Frame/Hardware	\$ 975.00	
Insulation	\$ 450.00	
Demo/Framing/Drywall/ACT/Paint	\$ 4,899.00	
Flooring	\$ 776.00	
Mechanical	\$ 1,099.00	
Electrical	\$ 3,056.00	
Fire Alarm	\$ 1,750.00	
Dumpsters	\$ 350.00	
Final Clean	\$ 460.00	
Building Permit	\$ 354.00	
NGC Supervision	\$ 2,000.00	
Subtotal	\$ 16,169.00	
Bond	\$ -	
Liability Insurance	\$ 142.29	
Fee	\$ 489.34	
Total Amount of Proposal		\$16,800.63
 Rick DeLong		10/17/18 Date
Somerset Academy of LV		Date

4121 Wagon Trail Ave, Las Vegas, Nevada 89118
 702-254-0262 Fax: 702-255-3634

Report Date 08/29/2018 09:25 AM

Submitted By

Page 1

A/P # 167671

Application Information

Stages

	Date / Time	By	Date / Time	By
Processed	08/29/2018 09:12	BD034		
Issued			Temp COO	
Final			COO	
			Expres	

Associated Information

Type of Work	COMALT :COMMERCIAL ALTERATION	# Plans	7
Dept of Commerce		# Pages	0
Priority	OTC2 OVER THE COUNTER PERMITS@views	Bill Group	
Square Footage	72909.00	Name	SOMERSET ACADEMY LOSEE CAMPUS

Valuation

Declared Valuation	25000.00
Calculated Valuation	0.00
Actual Valuation	0.00

Description of Work

COMBINATION PERMIT: 412 SF INTERIOR TENANT IMPROVEMENT TO THE EXISTING 72,909 SF CHARTER SCHOOL TO CONVERT ROOM 105 CONFERENCE ROOM TO OFFICES (ROOM 105A/105). INCLUDES ELECTRICAL - R L JACKSO AND MECHANICAL - NO SWEAT. SEWER FEES BASED ON NUMBER OF STUDENTS. SEE APPROVED PLANS BY TERRY KOZLOWSKI FOR COMPLETE DETAILS.

CONTACT: ???NEVADA GENERAL CONSTRUCTION, 702-431-6260

Parent A/P #

Project #	Project/Phase Name	Phase #
Size/Area	Size Description	

Fees	Status	Paid Date	Amount
MECHANICAL FEE-% METHOD	U		46.40
ELECTRICAL FEE	U		9.00
FIRE BLDG REVIEW FEE X	U		100.00
RECORDING FEE 2011	U		8.70
ADMINISTRATIVE FEE X	U		75.00
PERMIT FEE 2011 -	U		290.00
PLANS REVIEW FEE 2011 X	U		188.50
Total Unpaid			717.60
Total Paid			0.00

Employee ID	Last	First	MI	Comments
-------------	------	-------	----	----------

No Employee Entries

Log Action	Description	Entered By	Start	Stop	Hours
------------	-------------	------------	-------	------	-------

No Log Entries

GC NEEDS TO PAY REMAINDER OF FEES -
 THEY WILL NEED TO SEE CONTRACT

DUE \$354.10 based on \$25K
 value



FIVE STAR SYSTEMS, INC.

Architectural Doors ★ Frames ★ Hardware ★ Specialties

480 Mirror Court, Suite 104, Henderson, Nevada 89011 ★ NV Contractor Lic. # 0052515 ★ Limit \$750,000
Phone (702) 656-8005 ★ Fax (702) 657-6642

QUOTE #: 11113

BUILDER NAME : N G C	JOB NAME: LOSEE ES REMODEL
SUBMITTED TO: RICK	DATE: 8/21/18

- 1 ea. 3-0 X 7-0 PS WHITE BIRCH DOOR
- 1 ea. 3-0 X 7-0 HOLLOW METAL FRAME
- 3 ea. BB HINGES
- 1 ea. YALE 4701 PASSAGE
- 1 ea. 2701 CLOSER
- 1 ea. WALL STOP

TOTAL PRICE INSTALLED : \$ 975.00

WE PROPOSE TO SUPPLY MATERIAL AND/OR LABOR IN ACCORDANCE WITH THE ABOVE SPECIFICATIONS

ALL MATERIAL IS GUARANTEED TO BE AS SPECIFIED
ALL WORK TO BE COMPLETED IN A TIMELY AND PROFESSIONAL
MANNER ACCORDING TO STANDARD PRACTICES. ANY ALTERATIONS
OR DEVIATION FROM ABOVE SPECIFICATIONS MAY INVOLVE EXTRA COST

FRANK ARREDONDO - PRESIDENT

PROLINE INTERIORS

6510 Boulder Ranch Avenue
Henderson, NV 89011
License #0049533
702.294.4030

PROPOSAL

Proposal Submitted To: Rick DeLong
Contractor: Nevada General Construction
Email: rdelong@nevgen.com
Job Name: Losee ES Conference room
Architect: Ethos Three

Date: August 20, 2018
Submitted By: Patrick Poggenpohl
Location: 4650 Losee Road
Date of Plans: August 07, 2018

Demo corridor wall for new Door and Act for new wall \$400.
Infill frame for new Door and frame 17lf of wall 10ft 3 5/8" 20ga 16"o.c. \$340
Material- \$235.

Hang Drywall \$320.
Tape/Texture \$1,280.
Material- \$255.

Paint walls and one Door frame includes affected corridor wall \$770.
Material- \$270.

Act patch in ceiling around new wall \$240.
Material- \$489.

To kick wall per plan 4'o.c. to the deck will need electric scissor lift \$300.
(\$150 for rental and \$75 for delivery, \$75 for pick up).

***Due to monthly increases in industry prices, these prices are good for 30 days only.**

We propose hereby to furnish material and labor-complete in accordance with above specifications for the sum of \$4,899

All work and materials furnished to be completed in a workman like manner according to standard practices. Any alteration or deviation from above specifications involving extra costs will be executed only upon written orders and will become an extra charge over and above the estimate. Proline is not responsible for delays caused by strikes, accidents or acts of God. Owner to carry fire, tornado and other necessary insurance. Workman's Compensation Insurance certificate shall be delivered upon request.

Excluding: Woodwork finishes, wood frame/furring/blocking. Aluminum end wall caps, frp, wall coverings, Insulation.
Epoxy paint. Paint exposed ceilings/floors or specialty paints i.e. chalk board, idea, markerboard paint or staining. Night/weekend work.

Acceptance of Proposal the prices, specifications and conditions herein are hereby accepted. If no contract is issued, this proposal becomes the contract we agree to the following payment and collection terms: payment net 30 days. 18% interest on balances past 30 days with attorney's fees and cost to prevailing party.

Date of Acceptance _____ SIGNATURE _____

FLOORWORKS

2931 N. Lamb Blvd.
Las Vegas NV. 89115

Phone (702) 255-0996 Fax (702) 255-0401

PROPOSAL



Date: **8/17/2018**

Proposal Number: **3904**

NV Lic #58966, 58967, 58971 68186. Bid Limit \$3,700,000

SUBMITTED TO:

Nevada General Construction
4121 Wagon Trail Ave.
Las Vegas, NV 89118

PROJECT:

Losee Charter School / Conf Rm Remodel
4650 Losee Road
N. Las Vegas, NV 89032

Attn: Rick DeLong

Phone: (702) 254-0262

PROPOSAL VALID FOR 30 DAYS FROM THIS DATE

Fax: (702) 255-3634

Plans Dated: 8/7/18

Furnish and Install per plans and Specifications:

Addenda:

SECTION 09680 - CARPET

Total **\$500.00**

Patch matching carpet as required.

SECTION 09650 - RESILIENT FLOORING:

Total **\$276.00**

Johnsonite, 4" continuous vinyl cove base, color to match existing. 120 l/ft.

Material @ \$456.00

Labor @ \$320.00

Total Base Contract \$776.00

Seven Hundred Seventy Six Dollars and No Cents

Proposal inclusions and exclusions

- * Proposal includes sales tax, job stocking, 1 hour of floor preparation, regular business hours installation and our 1 year installation warranty.
- * Proposal excludes night and weekend work, moving furniture and fixtures, demolition, vacuuming, washing/waxing, moisture tests, moisture protection, heating/lighting and protective coverings.
- * Additional floor preparation will be billed at \$50.00 per man hour plus materials.

Payment terms:

- * Customer will be responsible for any cost or fees incurred in the collection of any past due invoices, including attorney fees and that past due invoices are subject to a 1.5% per month finance charge.

ALL QUOTES ARE SUBJECT TO CREDIT APPROVAL

ACCEPTANCE OF PROPOSAL The above prices, specifications and conditions are hereby accepted. You are authorized to do the work as specified.

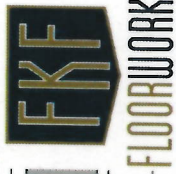
Payment will be made as outlined above

Rick Schenker

Rick Schenker

ACCEPTED BY: _____

Date: _____



Project: Losee Charter School Conf Rm Remodel

CODE SECTION REFERENCE

5). 2012 International Building Code (IBC) w/ SN Amendments, 2011 National Electrical Code w/ SN Amendments, 2009 (IECC), International Mechanical Code (IMC) w/ SN Amendments, 2012 Uniform Plumbing Code (UPC) w/ SN Amendments, ICC/ANSI 117.1-2009

CITY OF NORTH LAS VEGAS

--- Base ---

IBC CHAPTER 3

vinyl cove base

NFPA 13

IBC CHAPTER 6

vinyl transition

±35'-0" FEET

IBC 903, 903.3

STORIES

2 STORIES

IBC 907

SQ. FT. PER FLOOR

FIRST FLOOR (ELEMENTARY): 28,789 SQ. FT.
SECOND FLOOR (ELEMENTARY): 14,195 SQ. FT.
TOTAL BUILDING: 42,984 SQ. FT.

IBC 503, 504 AND TABLE 503
IBC 504.2 AND TABLE 503
IBC 503 THROUGH 507 AND TABLE 503

ION

$$I_f = \left[\frac{W}{P - 0.25} \right] \frac{W}{30}$$

$$I_f = \left[\frac{656 \text{ ft}}{656 \text{ ft} - 0.25} \right] \frac{30}{30}$$

$$I_f = 0.75$$

$$I_f = \left[\frac{656 \text{ ft}}{656 \text{ ft} - 0.25} \right] \frac{30}{30}$$

$$I_f = 0.75$$

IBC 506

FLOOR AREA LOAD FACTOR OCCUPANT LOAD

10,453 S.F. 1/20 net 523 occupants
288 S.F. 1/300 gross 1 occupants

10,302 S.F. 1/20 net 516 occupants
2,605 S.F. 1/100 gross 27 occupants
4,032 S.F. 1/7 net 576 occupants
487 S.F. 1/200 gross 3 occupants

415 S.F. 1/50 net 9 occupants
415 S.F. 1/100 gross 5 occupants
1,310 S.F. 1/300 gross 5 occupants

Total building occupants 1,868 occupants

IBC 1004, 1004.9 AND TABLE 1004.1.1

PROVIDED:

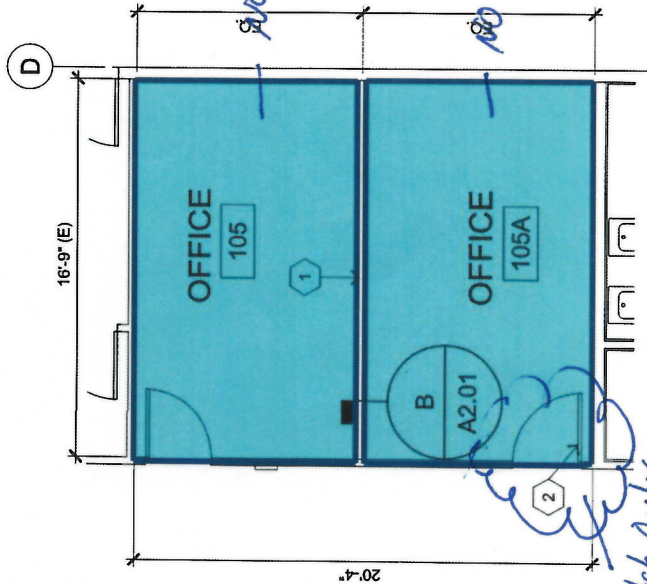
At First Floor: 9
At Second Floor: 3

IBC TABLE 5015.1, 1021 AND TABLES 1015.1, 1021.1, 1021.2

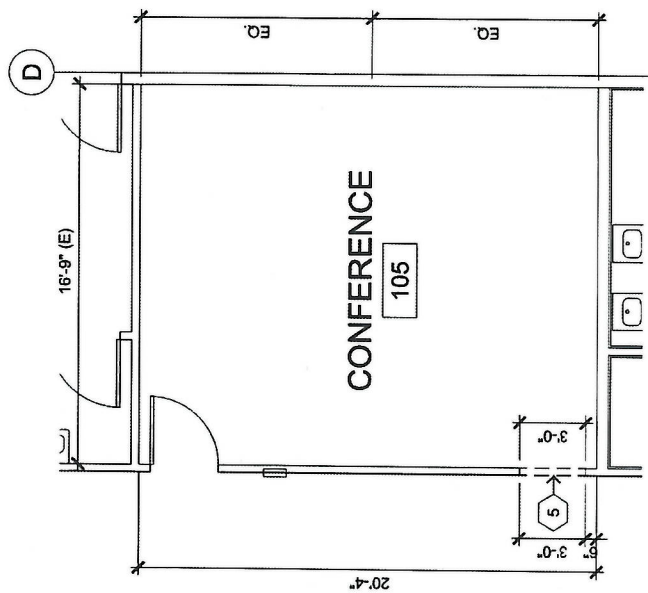
13

5' 1 hr (B and E)
10' 1 hr (B and E)

IBC TABLE 7412.4 AND TABLE 6009



FLOOR PLAN



DEMOLITION PLAN



NORTH

ENLARGED DEMOLITION PLAN

PROJECT: LOSEE CHARTER SCHOOL CONF ROOM REMODEL



410 Mark Leany Dr, Henderson , NV 89011
 Phone 702.568.0137 ▪ Fax 702.568.9971 ▪ joey@nosweatmechanical.com

PROPOSAL

DATE: 9/12/2018

GC NAME: Nevada General Construction
ATTENTION: RICK DELONG
ADDRESS: 4121 WAGON TRAIL
CITY: Las Vegas
STATE: NV
ZIP CODE: 89118
PHONE: 702-254-0262
FAX: 702-255-3634

PROJECT NAME: LOSEE ES CONFERENCE ROOM REMODEL
PROJECT ADDRESS: 4650 LOSEE ROAD

PROJECT TYPE: DESIGN BUILD
SQFT: -

We are pleased to supply your firm with the following written proposal for the above listed project:

SCOPE OF WORK PERMIT READY PLANS FROM SUPPLIED CAD BACKGROUNDS

QUANTITY-

2 WALL MOUNTED TRANSFER AIR GRILLES (HOLE CUT, FRAME AND PATCH BY OTHERS)
 8 HOURS LABOR (2 MEN 4 HOURS)

MATERIAL:	\$	159
LABOR:	\$	440
PERMIT READY PLANS:	\$	500
TOTAL:	\$	1,099

EXCLUSIONS:

ALL ENGINEERING ,STRUCTURAL CALCS, ETC., ANY WORK TYPICALLY PERFORMED BY OTHER TRADES,ANY ADDITIONAL NEW EQUIPMENT NOT NOTED ABOVE, CUTTING, PATCHING, SHIMMING OR SEALING FOR ROOF PENETRATIONS, ALL DRYWALL AND/OR INSULATION IN SOFFITS, AIR CHASES OR PLATFORMS TO BE DONE BY OTHERS, EQUIPMENT PLATFORMS AND CATWALKS TO BE FURNISHED AND INSTALLED BY OTHERS, STRUCTURAL VERIFICATION TO BE RESPONSIBILITY OF GENERAL CONTRACTOR, ALL FIRE DAMPERS, FIRE SMOKE DAMPERS WIRING EXCLUDED, FINAL ROOFING AND SEALING, IF REQUIRED, TO BE DONE BY OTHERS, CONDENSATE LINES TO BE FURNISHED AND INSTALLED BY OTHERS, ALL PLUMBING AND ELECTRICAL (HIGH AND LOW VOLTAGE) SUPPLIED BY OTHERS, CERTIFIED AIR BALANCE, HOOD CERTIFICATION, STAINLESS STEEL AND KITCHEN REFRIGERATION,

NOTE - IT IS RECOMMENDED THAT ALL IT ROOM DESIGN AND DESIGNATION EVALUATE LOAD REQUIREMENTS TO DETERMINE IF ADDITIONAL COOLING IS NEEDED.

Submitted By:

JOEY MOGAR, ESTIMATOR ▪ NO SWEAT MECHANICAL LLC

LICENSE #75507, C21B, LIMIT \$4,500,000 ▪ BONDED & INSURED

THIS PROPOSAL MAY BE WITHDRAWN BY US IF NOT ACCEPTED WITHIN 30 DAYS. PARTS AND LABOR WILL BE WARRANTIED FOR TWELVE (12) MONTHS FROM DATE OF STARTUP. ALL PERMITS, TAXES AND FEES INCLUDED WITH THE EXCEPTION OF PERMITS FROM HENDERSON AND NORTH LAS VEGAS, WHICH MUST BE PROVIDED BY PROJECT GC. PAYMENT TERMS ARE AS FOLLOWS: 60% UPON ROUGH-IN, 30% UPON FINISH, 10% UPON START-UP.

ACCEPTANCE OF PROPOSAL:

The above prices, terms and conditions are satisfactory and are hereby accepted as confirmed with my signature below. I am authorized to sign on behalf of the GC and order the work which has been outlined above. No Sweat Mechanical LLC is requested to proceed with the work on the project as specified above.

SIGNED: _____

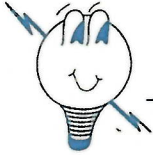
DATE: _____

PRINT: _____

TITLE: _____

COMPANY: _____

LICENSE NO: _____



R.L. JACKSON ELECTRIC

8820 West Russell Road, Suite 130 • Las Vegas, NV 89148 • (702) 254-5159 • Fax (702) 254-3453
License #51259 • Bid Limit \$2,700,000.00

PROPOSAL

September 12, 2018

NEVADA GENERAL CONSTRUCTION
4121 Wagon Trail Avenue
Las Vegas, NV 89118
Attn: Rick Delong

**RE: SOMERSET LOSEE CONFERENCE ROOM REMODEL
LOCATED AT 4650 LOSEE ROAD, NORTH LAS VEGAS, NV 89081**

Submitted herewith is our proposal for the conference room remodel at the Somerset Losee Elementary School.

Total sum of Proposal = \$3,056.41

Cost Breakdown:

Light Fixture & Motion Switches = \$496.00

Pipe, boxes, and wire = \$398.00

Tax = \$73.75

Labor = \$1,690.00

15% Overhead and Profit = \$398.66

INCLUDED IN OUR PROPOSAL:

1. Supply and install 1 emergency 2x4 light fixture.
2. Relocate existing light fixtures.
3. 2 Wall motion sensors.
4. 4 Duplex outlets.
5. Pipe and boxes stubbed to ceiling for 2 phone and data.

We are hoping this meets with your approval. Please feel free to contact me if you have any questions.

Sincerely,

Chris Jackson



LIC. #0013724 UNLIMITED

4080 E. LAKE MEAD #A., LAS VEGAS, NV 89115 • PHONE (702) 643-7566
• ADMIN FAX (702) 643-9248
• SALES & ENGINEERING FAX (702) 643-9278

September 18, 2018

To: NGC
Job Name: Somerset Losee Office Addition
System: Fire Alarm & Communication

Dear Rick:

We offer this proposal in response to the requirements for the above referenced project. C.E.S. to furnish and install, the following to include:

Fire Alarm

- 1. (1) Speaker Strobe
- 2. Back Box and MC Cable
- 3. Plans and Permit

Fire Alarm Price \$950.00

Communications

- 1. (1) 4-Port CAT5e Outlet
- 2. CAT5e Cable
- 3. Back Box and 3/4" Conduit Stub
- 4. Terminate and Test

Communications Price \$800.00

***Exclusions:**

TOTAL PROJECT PRICE \$1,750.00

Payment Terms: Net 30

* Proposal valid for 30 days

* Price Includes a One – (1) Year Parts & Labor Warranty.

We thank you for the opportunity to offer our services and look forward to a mutually pleasant business relationship.

Sincerely,

Josh Claunch

Josh Claunch
C.E.S.

Print Name: _____

Signed By: _____

Title: _____

Date: _____

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 4 – Academic Update and Executive Director Report Number of Enclosures:

SUBJECT: Academic Update and Executive Director Report

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input type="checkbox"/> Consent Agenda
<input checked="" type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Executive Director John Barlow

Recommendation:

Proposed wording for motion/action:

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 5-10 Minutes

Background: Executive Director Barlow will provide an update on academic performance and school happenings.

Submitted By: Staff

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 5 – Review and Acceptance of Grant Funds for the 2018/2019
School Year
Number of Enclosures: 0

SUBJECT: Acceptance of Grant Funding

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Executive Director John Barlow

Recommendation:

Proposed wording for motion/action:

Move to approve the acceptance of grant funding for the 2018/2019 school year.

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 5-7 Minutes

Background:

Somerset Academy has applied for the following grants:

Title II - \$91,806.31

SPED Part B - \$892,859.01

While Somerset is still awaiting the official documentation on the amounts awarded, the Board is being asked to approve the acceptance of the funding, up to the amounts applied for.

Submitted By: Staff

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 6 – Overview of Accreditation Process Number of Enclosures:

SUBJECT: Overview of Accreditation Process

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input type="checkbox"/> Consent Agenda
<input checked="" type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Crystal Thiriot/John Barlow

Recommendation:

Proposed wording for motion/action:

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 5-7 Minutes

Background:

Submitted By: Staff

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 7 – Discussion and Possible Action to Approve Revised Enrollment Policy Number of Enclosures: 1

SUBJECT: Approval of Revised Enrollment Policy

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input type="checkbox"/> Consent Agenda
<input type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Crystal Thiriot/Tracey Willson

Recommendation:

Proposed wording for motion/action: Move to approve the revised enrollment policy as presented.

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 3-5 Minutes

Background: Contained in the support materials is a new statement that will be added to the Enrollment Policy.

Submitted By: Staff

New Enrollment Policy Statement

Somerset Academy of Las Vegas does not deny enrollment based on disability. As part of the registration process, please submit the following special education paperwork found in your child's confidential folder at their school.

- *Consent for Placement*
- *Multidisciplinary Team Meeting Report (current)*
- *Speech and Occupational Therapy Annual Reports (if your child has related services)*
- *Eligibility Form*
- *Current Annual IEP and any Revisions to that IEP*
- *Current Behavior Intervention Plan*

*Please scan and email Special Education Documents to:
Dr. Rebecca Norton at rebecca.norton@sessnv.com.*

The special education paperwork will be reviewed by Dr. Rebecca Norton, Special Education Facilitator who oversees Caseload Management. If clarification is needed regarding services, you will be contacted by Dr. Rebecca Norton. Special education services cannot be provided without a copy of the IEP.

If you are enrolling in a charter school in Las Vegas, documents can be taken to the charter school where you are enrolling or dropped off at Academica Nevada 6630 Surrey, Las Vegas, Nevada 89119.

On the IEP, please include the name of the charter school where you are enrolling and ATTENTION: Registrar and Dr. Rebecca Norton.

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 8 – Discussion and Possible Action Regarding the Formation of Scholarship in Honor of Dan Phillips Number of Enclosures: 0

SUBJECT:

<input checked="" type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input type="checkbox"/> Consent Agenda
<input type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Crystal Thiriot

Recommendation:

Proposed wording for motion/action:

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 7-10 Minutes

Background:

Submitted By: Staff

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018
Agenda Item: 9 – Review and Approval of Affiliation Agreement with Somerset Academy, Inc.
Number of Enclosures: 1

SUBJECT: Approval of Affiliation Agreement

Action
 Appointments
 Approval
 Consent Agenda
 Information
 Public Hearing
 Regular Adoption

Presenter (s): Crystal Thiriot/Ryan Reeves

Recommendation:

Proposed wording for motion/action:

Move to approve the affiliation agreement as presented.

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 3-5 Minutes

Background: The Board is being asked to approve the affiliation agreement with Somerset Academy, Inc.

Submitted By: Staff

DISTRICT MEMBERSHIP AGREEMENT

This District Membership Agreement (this “*Agreement*”) is entered into effective as of _____, 2018 (“*Effective Date*”) by and between Somerset Academy Inc., a Florida not-for-profit corporation organized and operated exclusively for religious, charitable, scientific, literary, or educational purposes as described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, whose address is 20801 Johnson Street, Pembroke Pines, Fl 33029 (“*SOMERSET*”) and Somerset Academy of Las Vegas (“*MEMBER SCHOOL*”), a Nevada not-for-profit corporation established to operate a public charter school, whose address is 6630 Surrey St., Las Vegas, NV 89119.

WITNESSETH:

WHEREAS, SOMERSET Academy, Inc. Corporate District (the “*DISTRICT*”) is a corporate district currently accredited by the Southern Association of Colleges and Schools Council on Accreditation and School Improvement (“*SACS CASI*”), an Accreditation Division of AdvancED; and

WHEREAS, the DISTRICT was established to develop schools that provide educationally underserved students with the knowledge, skills, and character needed to succeed in top-quality schools, colleges and the competitive world beyond; and, that maximize student achievement by fostering the development of responsible, self-directed life-long learners in a safe and enriching environment; and

WHEREAS, SOMERSET has created a membership program for public charter schools located, or to be located, outside the State of Florida, designed to increase membership in the DISTRICT; and

WHEREAS, as a member of the DISTRICT, a school receives, subject to compliance with all applicable responsibilities of membership that may exist from time to time, certain rights and privileges, including, (i) access to educational materials, programs and curriculum, procedures for marketing, advertising, promotion, financial reporting and budgeting, signage and other branding techniques and materials and other items created over time and approved for use within the DISTRICT, (ii) the right to conduct operations of the school as a “A SOMERSET Academy School”, and (iii) access and eligibility to an accreditation process by the SACS CASI as a member of the DISTRICT; and

WHEREAS, MEMBER SCHOOL either holds or has applied for a charter for a public school known as SOMERSET ACADEMY OF Las Vegas (the “*Charter School*”) in the County of Clark, State of Nevada (the “*State*”) and all references to MEMBER SCHOOL include the Charter School; and

WHEREAS, MEMBER SCHOOL would like the Charter School to become a member of the DISTRICT; and

WHEREAS, MEMBER SCHOOL understands and acknowledges strict rules and guidelines associated with DISTRICT membership, including the requirements to conduct a self-study, attend required meetings and training sessions, formulate school improvement plans (SIP) for continuous improvement in student performance, and meet AdvancED Standards for Quality.

NOW, THEREFORE, in consideration of the mutual covenants contained herein and other good and valuable consideration, the receipt of which is hereby acknowledged, the parties agree as follows:

1. **RECITALS AND DEFINITIONS.**

1.1 **Recitals.** The recitals set forth above are true and correct and are incorporated herein by reference.

1.2 **Definitions.** As used in this Agreement, the following terms shall have the following meanings:

- (a) “***Confidential Information***” means technical and non-technical information, whether or not such information is marked or otherwise identified as “CONFIDENTIAL”, used in or related to operations of a member school of the District that is not commonly known by or available to the public, including, without limitation, Educational Programs, Oversight Programs, Proprietary Materials and other SOMERSET District Program IP disclosed or made available to MEMBER SCHOOL in connection with this Agreement. “***Confidential Information***” shall not include, however, any information that: (i) is now or subsequently becomes generally available to the public through no fault of MEMBER SCHOOL or its employees, agents, officers, directors or other representatives or advisors; (ii) MEMBER SCHOOL can demonstrate was rightfully in its possession or in its employees’, agents’, officers’, directors’ or other representatives’ or advisors’ possession, without obligation of nondisclosure, prior to disclosure pursuant to this Agreement; (iii) is independently developed without the use of any Confidential Information; or (iv) is rightfully obtained from a third party who has the right, without obligation of nondisclosure, to transfer or disclose such information.
- (b) “***Educational Programs***” shall mean educational activities and programs developed by or for use within the DISTRICT, including, without limitation, programs designed to assist students in developing the skills, character and knowledge base needed to succeed in top-quality high schools, universities and in the competitive world beyond, including but not limited to courses of study, curriculum, academic programs, assessments, evaluations, related data compilations, and the like.
- (c) “***Marks***” shall mean the service mark “SOMERSET Academy®” or any service mark or logo registered to the District during the Agreement Term and as further depicted in Exhibit “A”, and any other trademarks, service marks, design marks, trade names, logos, trade dress, designs, graphics, logos, emblems, insignia, fascia, slogans, copyrights, drawings, and commercial symbols designated to be used in connection with the DISTRICT.
- (d) “***SOMERSET District Program IP***” shall mean and include all tangible or intangible proprietary information and materials made available for members of the DISTRICT for use in conducting operations of their respective charter schools, including, without limitation, as applicable, the Marks, all Proprietary Materials, Educational Programs, Oversight Programs, as well as all inventions, improvements, developments or other ideas (whether patentable or unpatentable and whether or not reduced to practice) related thereto, all software and software code; all copyrights and all copyright, trademark and patent registration applications, registrations and renewals in connection therewith and all Confidential Information.

- (e) “**Oversight Programs**” shall mean oversight activities and programs developed by or for use within the DISTRICT, including, without limitation, programs designed to assist charter schools with administrative, financial reporting, budgeting, compliance, and development.
- (f) “**Proprietary Materials**” shall mean all tangible materials made available to members of the DISTRICT for use in conducting operations of their respective charter schools, including, without limitation, curriculum, programs, guides, manuals, curriculum modules, documents, compilations of data, standards and best practices, including those related to Educational Programs, Oversight Programs and other SOMERSET District Program IP.
- (g) “**School Year**” shall mean the full period from about August of each calendar year through about July of the next calendar year, designated as the academic year by the school board, or other lawful authority, having jurisdiction over MEMBER SCHOOL, during the Membership Term hereof.

Definitions for the other defined terms used in this Agreement are set forth in this Agreement.

2. **DISTRICT MEMBERSHIP, OBLIGATIONS AND REQUIREMENTS.**

2.1 **Membership.** Upon execution of this Agreement by SOMERSET and MEMBER SCHOOL, the Charter School shall become a member of the DISTRICT for the duration of the Membership Term, and is entitled to all the rights and privileges of membership and subject to all obligations and requirements of membership during the Membership Term. Promptly following the Effective Date (or as soon thereafter as possible, if the charter has not yet been approved), SOMERSET shall submit, or shall cause to be submitted, an application and supporting information as requested, for AdvancED accreditation for the Charter School as a member of the DISTRICT. MEMBER SCHOOL shall cooperate and provide supporting information as requested by SOMERSET. The Charter School shall commence operations as a member of the DISTRICT upon approval of the application by AdvancED. MEMBER SCHOOL may choose to apply for a new charter for an additional public school or schools in the Territory. Once a charter is issued for an additional public school, then that school shall be included in the definition of “Charter School,” if MEMBER SCHOOL gives SOMERSET 180 days written notice of its intention to apply for the additional charter and all other existing Charter Schools are performing in compliance with this Agreement.

2.2 **Compliance with DISTRICT Standards; General.** MEMBER SCHOOL acknowledges that (a) MEMBER SCHOOL must comply with all AdvancED Standards of Quality (including those for Schools, School Systems and Corporations); (b) MEMBER SCHOOL has reviewed and is familiar with all AdvancED Standards of Quality; (c) SOMERSET developed the Educational Programs, SOMERSET District Program IP, Oversight Programs and Proprietary Materials for use within the DISTRICT, and to satisfy AdvancED Standards of Quality and to obtain accreditation of the DISTRICT from SACS CASI; and (d) the importance of strict compliance with all DISTRICT standards by MEMBER SCHOOL in that the DISTRICT Standards are intended to satisfy AdvancED accreditation standards and Standards of Quality. Accordingly, MEMBER SCHOOL shall strictly comply, and shall cause the Charter School to strictly comply, with all DISTRICT requirements, specifications, standards, guidelines, operating procedures and rules (each, a “**Standard**”) set forth in this Agreement, in applicable DISTRICT manuals, and in other

writings supplied to MEMBER SCHOOL by SOMERSET from time to time, including those relating to: corporate operations; funding; plant and facilities; safe environment; curricular programs; extra-curricular programs; instructor credentials; technology opportunities; and school improvement (the “DISTRICT Manuals”). MEMBER SCHOOL acknowledges SOMERSET and its affiliates may change or modify DISTRICT Standards and Manuals from time to time, including without limitation, the adoption and use of new or modified Marks or Educational Materials, in order to improve the quality of DISTRICT programs, comply with AdvancED Standards of Quality, or other reasons. MEMBER SCHOOL shall accept and promptly implement any such changes in, or additions to, the DISTRICT Standards as if they were a part of this Agreement as of the date MEMBER SCHOOL receives notice of such change or addition, and shall make such reasonable expenditures as such changes require during the Membership Term. MEMBER SCHOOL and the Charter School shall achieve the strict compliance required by this Section in accordance with the schedule set forth in Exhibit “B”.

2.3 Compliance with DISTRICT Standards; Specific Compliance Requirements. Without limiting the terms of Section 2.2, MEMBER SCHOOL shall, and shall cause the Charter School to, as applicable, during the Membership Term:

- (a) strictly comply with all applicable federal, state and local laws, including all laws relating to the implementation, performance, production, promotion or distribution of any products or services related to the operation of the Charter School, its facilities, and its Educational Programs;
- (b) strictly comply with all applicable federal, state, and local government requirements for operation of a charter school and school facilities, including by way of illustration and not limitation, any requirements for governmental approval, recognition or accreditation;
- (c) use best efforts to promote the Marks and to increase the recognition of the DISTRICT;
- (d) brand and operate the Charter School as a “A SOMERSET Academy School” in full compliance with this Agreement;
- (e) comply with all DISTRICT Standards identified by the DISTRICT in District Manuals, including Standards identified in:

[SOMERSET Academy Inc. By-Laws, SOMERSET Academy Inc. District Strategic Plan, SOMERSET Academy Inc. Board Policies and Procedures, SOMERSET Academy Inc. Employee Handbook, SOMERSET Academy Inc. Academic Policies and Procedures;]
- (f) maintain all insurance and payroll programs required by law, DISTRICT Standards, and this Agreement;
- (g) meet all financial obligations associated with membership in the DISTRICT;
- (h) participate in and cooperate with a multi-day formal school evaluation conducted from time to time by a team designated by the DISTRICT, which will, among other

reasons, assess the quality of MEMBER SCHOOL's academic program and its compliance with the requirements of this Agreement and DISTRICT Standards;

- (i) collect and maintain data on the academic achievement level of its students sufficient to allow DISTRICT to evaluate the progress of students and the effectiveness of the Educational Programs at the Charter School (the "**Data**"). The Data shall include, but not be limited to, longitudinal data on the academic achievement level of the Charter School's students using state-mandated criterion-references tests, commercially available standardized tests, and/or other similar assessment tools typically used by DISTRICT. MEMBER SCHOOL shall promptly provide SOMERSET with any and all of the Data upon SOMERSET's reasonable written request;

for the avoidance of doubt, SOMERSET and the DISTRICT may each use the Data, including the historical performance of the Charter School, including revenues, expenses, results of operations, enrollment records and similar financial information and operating information, for any legitimate business or educational purpose, subject to all applicable laws such as the Family Educational Rights and Privacy Act.

- (j) establish procedures for the resolution of disputes with students, parents, teachers and administrators that satisfy DISTRICT Standards; follow applicable established procedures; and, record, timely respond to, and resolve complaints by parents, students, teachers or administrators regarding the Educational Programs and Charter School operations; and, provide DISTRICT, upon reasonable written request, all information and documents relating to complaints subject to review by MEMBER SCHOOL's Board of Directors;
- (k) provide DISTRICT, upon reasonable written request, any other information related to Educational Programs, SOMERSET District Program IP, Oversight Programs and Proprietary Materials at the Charter School, including financial information;
- (l) promptly notify DISTRICT of any material changes in its Educational Programs, Oversight Programs, or of any change in its governance structure, including changes in the membership of MEMBER SCHOOL's Board of Directors;
- (m) not discriminate in the conduct and operation of the Charter School against any person on account of marital status, disability, genetic information, race, creed, color, sex, age, national origin or ancestry, or any other legally protected class; and
- (n) provide the DISTRICT, upon written request, the right to participate in the selection of any principal or school leader of the Charter School.

2.4 Compliance with Accreditation Standards. Without limiting the terms of Section 2.2 or Section 2.3, MEMBER SCHOOL shall, and shall cause the Charter School to, comply with all AdvancED accreditation standards, which will likely include, but not be limited to, the following:

- (a) provide no less than six (6) hours of instruction each school day for all students;

- (b) provide a minimum of 180 full days of instruction per school year and provide DISTRICT with the Charter School's calendar of activities and programs;
- (c) comply with all applicable curriculum requirements for graduation/earning credits for a standard and/or advanced diploma, including those promulgated by state law and Nevada State Public Charter School Authority and Clark County School District;
- (d) comply with all applicable requirements regarding student entrance requirements regarding age, grade placement, and temporary grade placement of students from home school, non-traditional and non-accredited programs, including state law and Nevada State Public Charter School Authority and Clark County School District;
- (e) provide DISTRICT with a monthly attendance report;
- (f) provide a curriculum that meets and/or exceeds the State statutory requirements and utilize curriculum guides for every subject/grade level that include all required DISTRICT Standards;
- (g) implement DISTRICT's licensed, standards-based curriculum with fidelity;
- (h) participate in all progress monitoring assessments in accordance with DISTRICT, Nevada State Public Charter School Authority and Clark County School District and the State guidelines;
- (i) participate in all DISTRICT continuous improvement and quality assurance programs;
- (j) maintain a qualified and degreed instructional staff and provide the DISTRICT with a Professional Personnel Report prior to the commencement of each School Year and then within ten days of any addition and deletion to staff;
- (k) participate in all of DISTRICT's teacher and administrator evaluation systems and implement same with fidelity;
- (l) maintain the correct number of faculty and staff members per grade level;
- (m) require all head and full time administrators to participate in DISTRICT's professional development network including, but not limited to, attendance at any and all trainings at MEMBER SCHOOL's sole cost and expense provided by the DISTRICT, including the SOMERSET District Administrators' Workshop and Leadership Retreat;
- (n) administer all assessments required by the DISTRICT, Nevada State Public Charter School Authority and Clark County School District and the State;
- (o) provide adequate space, buildings, grounds, and facilities to accommodate the curriculum offered and to qualify for accreditation;
- (p) develop and review annually short term and long term goals for facilities;

- (q) submit a school improvement plan annually that is based on the goals and objectives required by federal and state law and complies with the guidelines provided by the DISTRICT by the due date established by law or reasonably established by DISTRICT in consultation with MEMBER SCHOOL. The school improvement plan shall contain measurable objectives for the subsequent school year.
- (r) develop a school technology plan and review annually progress in technology;
- (s) timely provide to DISTRICT all information, data, reports and forms reasonably required by DISTRICT to comply with requirements of law or of accreditation, or otherwise reasonably required by DISTRICT;
- (t) attend all meetings and professional development events conducted by DISTRICT as required by law, by accreditation by DISTRICT Standards, or otherwise reasonably required by DISTRICT, including the DISTRICT Annual Meeting, SOMERSET District Administrators' Workshop, Leadership Retreat, DISTRICT meetings, leadership training and workshop programs, and the like; and
- (u) uphold the AdvancED standards for accreditation and Standards of Quality applicable to the DISTRICT and to Charter School.

2.5 Institutional Integrity and Substantive Change. Without limiting the terms of Section 2.2, Section 2.3, or Section 2.4, MEMBER SCHOOL shall, and shall cause the Charter School to, comply with all AdvancED accreditation standards related to Institutional Integrity and Substantive Change. Member School shall represent itself truthfully and accurately in all aspects. Member School shall not make misrepresentations of fact to District or the public, shall not maintain any condition which may be detrimental to stakeholders, such as students, parents, regulators and SOMERSET, and shall, at all times, accurately report its compliance with the policies and standards contained herein. Member School shall obtain the advanced written consent of District prior to the occurrence of any Substantive Change (i.e., any change defined as a Substantive Change in AdvancED accreditation standards and any change that alters or modifies the scope of, and/or has an impact on Member School's ability to meet, the AdvancED Performance Standards and the AdvancED Policies and Procedures for Accreditation and Certification), including but not limited to changes in or caused by the following:

- (a) Governance structure of the Member School, including without limitation, any changes to the corporate structure, change in ownership, articles of incorporation, bylaws, board policies and procedures, governing board composition, the appointment of Directors, the nomination of prospective Directors, and the designation of Officers;
- (b) Members, issuance of new or additional membership interests, or withdrawal of any member;
- (c) Restructuring, consolidating, reorganizing, merging, or closing of Member School within its jurisdiction or with or into any other entity, or of any other entity with or into Member School;
- (d) Dissolution or liquidation of Member School;

- (e) Mission and purpose of Member School;
- (f) Grade levels served by Member School;
- (g) Staffing, including administrative and other non-teaching professional personnel;
- (h) Available facilities, including upkeep and maintenance;
- (i) Level of funding for Member School;
- (j) Schedule for the school day or school year of Member School;
- (k) Location of Member School, including establishment of an additional location geographically apart from the current location of the Member School;
- (l) Student population that causes program or staffing modification(s);
- (m) Available programs, including fine arts, practical arts and student activities;

Member School's failure to comply with institutional integrity or the failure to obtain advanced written consent of District for any Substantive Change shall be considered a breach of this Agreement, and shall constitute good cause for termination.

2.6 SOMERSET Obligations. SOMERSET shall, and shall cause the DISTRICT as applicable to:

- (a) comply with all applicable federal, state and local laws in connection with matters arising from or related to this Agreement;
- (b) fulfill the DISTRICT'S continuing obligations to maintain AdvancED Standards of Quality and to maintain the DISTRICT accreditation;
- (c) provide MEMBER SCHOOL access to DISTRICT leadership training and workshop programs for MEMBER SCHOOL administrators;
- (d) submit an application to AdvancED for accreditation of Charter School and provide such certifications required by the DISTRICT for accreditation of Charter School;
- (e) provide MEMBER SCHOOL reasonable access to DISTRICT regarding compliance and operations; and
- (f) use good faith efforts to provide the Charter School with direction and assistance in the following areas:

(i) on site professional development for school administration as required by DISTRICT Standards or agreed in writing by the parties;

(ii) on site professional development for school instructional faculty as required by DISTRICT Standards or agreed in writing by the parties;

(iii) DISTRICT Standards and DISTRICT's best practices regarding classroom management and student assessment;

(iv) DISTRICT Standards and DISTRICT'S best practices for support and instruction on educational technology;

(v) support and assistance in attaining school accreditation, and/or inclusion of Charter School in accreditation of DISTRICT;

(vi) access to DISTRICT conferences, trainings, and consultation services that support Charter School's use and implementation of DISTRICT's standard curriculum and best practices;

(vii) access to professional development standards and best practices of DISTRICT applicable to MEMBER SCHOOL's governance and Board of Directors; and

(viii) other areas mutually agreed upon by the parties.

SOMERSET will identify to the MEMBER SCHOOL the DISTRICT'S model text books, if any, and will make available to MEMBER SCHOOL Proprietary Materials and Educational Programs for use at the Charter School, subject to the terms and limitations of this Agreement.

If SOMERSET determines in its reasonable discretion or otherwise learns that MEMBER SCHOOL has failed to comply with any of its obligations in this Section 2, SOMERSET will endeavor (but without any liability for failing to do so) to notify MEMBER SCHOOL of such failure in order to give MEMBER SCHOOL the opportunity to take corrective and/or remedial action; provided, that the provision or lack of provision of such notice shall in no way limit or otherwise impact the termination provisions set forth in Section 6 below. Such notice may include any action that SOMERSET deems reasonably necessary or advisable for MEMBER SCHOOL to comply with the provisions of this Agreement, including but not limited to alterations or additions to Educational Programs and restrictions on the MEMBER SCHOOL's use of licensed Marks and Proprietary Materials. Unless otherwise stated, SOMERSET's advice or guidance is advisory in nature and shall in no way relieve MEMBER SCHOOL of its obligations under this Section 2. DISTRICT Standards represent SOMERSET's best understanding of what is required to satisfy AdvancED accreditation standards, but ultimately accreditation is determined by AdvancED. MEMBER SCHOOL is responsible for complying with Section 2 and AdvancED accreditation standards. MEMBER SCHOOL shall hold SOMERSET and its representatives harmless from any liability that results in connection with any advice and guidance given under this Section.

3. RIGHTS TO USE SOMERSET DISTRICT PROGRAM IP.

3.1 Rights To Use SOMERSET District Program IP. As of the Effective Date, and subject to the terms and conditions of this Agreement, as a member of the DISTRICT and for the duration of the Membership Term, MEMBER SCHOOL shall have a limited and non-transferable, non-sublicenseable and non-exclusive right and license to use, reproduce, and display the SOMERSET District Program IP solely in connection with its operation of the Charter School as a member of the DISTRICT and solely in the territory comprised of Clark County, State of Nevada ("Territory").

3.2 Form of Use. MEMBER SCHOOL shall, and shall cause the Charter School to only, use the Marks and other SOMERSET District Program IP in a manner consistent with good trademark and copyright practice and with all appropriate legends and notices (including use of ®, ™ and ©, as may be directed from time to time by SOMERSET. In no event

shall MEMBER SCHOOL or the Charter School remove any legends or intellectual property rights notices from any SOMERSET District Program IP or any other materials provided or made available to MEMBER SCHOOL or the Charter School in connection with this Agreement.

- 3.3 No Other Rights to SOMERSET District Program IP. The rights granted herein are not intended to be (and shall not be construed as) an assignment, and nothing herein or otherwise confers on MEMBER SCHOOL any right, title or interest in the Marks, Proprietary Materials or any other SOMERSET District Program IP, other than the limited rights of usage in the Territory and in accordance with this Agreement. As between the parties, other than the limited rights to use the Marks, Proprietary Materials and other applicable SOMERSET District Program IP provided above, SOMERSET reserves all right, title, and interest in and to the Marks, Proprietary Materials and other applicable SOMERSET District Program IP.
- 3.4 Cooperation. MEMBER SCHOOL shall, and shall cause the Charter School to, reasonably cooperate with SOMERSET with respect to the perfection, enforcement or acquisition of SOMERSET's rights, titles and interests in the Marks, Proprietary Materials or any other applicable SOMERSET District Program IP, including any developments contemplated in Section 4 below, and shall use its best efforts to protect the Marks, Proprietary Materials and other applicable SOMERSET District Program IP, and to report promptly to SOMERSET any infringement or claims of infringement of any of the Marks, Proprietary Materials or other SOMERSET District Program IP of which it has become aware.
- 3.5 Inurement; No Sublicense. All use of the licensed Marks, Proprietary Materials and other SOMERSET District Program IP shall, as between the parties, inure solely to the benefit of, and on behalf of, SOMERSET. MEMBER SCHOOL shall not use or apply to register any trademark that incorporates, includes, is a derivative of, or would tend to dilute any Mark, except as expressly authorized herein. MEMBER SCHOOL shall not transfer, sublicense or permit any third party the right to use any of the licensed Marks, Proprietary Materials or any other SOMERSET District Program IP, in whole or in part, without the prior written approval of SOMERSET. MEMBER SCHOOL agrees that it shall not apply for registration of any of the licensed Marks or any other SOMERSET District Program IP or for any trademark, name, logo or other designation that SOMERSET believes, in good faith, to be confusingly similar to or to dilute the distinctiveness of the licensed Marks, except as otherwise expressly agreed to by the parties.
- 3.6 Importance of Protecting Goodwill and Reputation. MEMBER SCHOOL acknowledges the importance to SOMERSET of its reputation and goodwill and of maintaining high, uniform standards of quality in the products and services provided in connection with the Marks. MEMBER SCHOOL therefore agrees not to use, or permit the Charter School to use, the Marks or any such other SOMERSET District Program IP, as applicable, in any manner whatsoever which directly or indirectly will derogate or detract from such reputation, nor use the Marks or any other SOMERSET District Program IP or otherwise conduct operations of the Charter School or its own governance matters in a manner that is disparaging to or that could otherwise harm the goodwill associated with SOMERSET, its affiliates, the DISTRICT, the Marks or any other SOMERSET District Program IP, or in any manner that suggests or implies a relationship between the parties other than the relationship that is set forth in this Agreement and any other agreements between the parties.

- 3.7 Approval of Branded Items. MEMBER SCHOOL shall, at MEMBER SCHOOL's sole cost and expense, provide, and cause the Charter School to provide, SOMERSET with samples, copies or pictures of any and all goods, packaging, documentations, manuals, advertising, marketing or other materials that bear any of the Marks or that MEMBER SCHOOL intends to use or distribute in connection with the Marks or any other SOMERSET District Program IP. MEMBER SCHOOL agrees that the quality of any goods and services with which it uses the Marks shall be comparable to the quality of goods and services with which the DISTRICT uses the Marks. Prior to the use of the Marks or any other SOMERSET District Program IP in any advertisement, marketing, goods, packaging and the like, MEMBER SCHOOL shall obtain written approval from SOMERSET. Any subsequent alteration, modification, or change in any use following such approval must be reviewed and approved by SOMERSET prior to implementation of such alteration, modification, or change. SOMERSET retains the right to reasonably specify, from time to time, the format in which MEMBER SCHOOL shall use and display the Marks, and MEMBER SCHOOL shall only use or display the Marks in a format approved (and not subsequently disapproved) by SOMERSET.
- 3.8 Prominent Disclosure of Member of DISTRICT. On all of its correspondence, documents, signage, clothing, displays and marketing or advertising materials of any kind in connection with the Charter School and/or the Marks, MEMBER SCHOOL shall prominently identify itself as "A SOMERSET Academy School", or as otherwise expressly agreed upon in writing by the parties.
- 3.9 No Impairment of Goodwill or SOMERSET District Program IP. MEMBER SCHOOL shall not at any time during or after the Membership Term, do, or cause to be done, or omit to do any act or thing, the doing or omission of which would challenge, contest, impair, invalidate, or tend to impair or invalidate any of SOMERSET's or its affiliates' ownership or other rights, title or interest in the Marks, Proprietary Materials and any other applicable SOMERSET District Program IP or goodwill, or any registrations, accreditations or recognitions of the like, derived from such rights. SACS CASI accreditation specifically shall not be affected in any way due to MEMBER SCHOOL's misuse or violation of requirements or guidelines set forth by SACS CASI or this Agreement.
- 3.10 No Limitation of Rights and Remedies. MEMBER SCHOOL acknowledges and agrees that SOMERSET has, shall retain, and may exercise, both during the term of this Agreement and thereafter, all rights and remedies available to SOMERSET, whether derived from this Agreement, from statute, or otherwise, as a result of or in connection with MEMBER SCHOOL's breach of this Agreement, misuse of the Marks or any other applicable SOMERSET District Program IP, or any other use of the Marks or any other applicable SOMERSET District Program IP by MEMBER SCHOOL or the Charter School which is not expressly permitted by this Agreement.

4. DEVELOPMENTS.

For the avoidance of doubt, all ideas, concepts, techniques or materials concerning the operation of the Charter School as a member of the DISTRICT, whether or not protectable intellectual property and whether created by or for MEMBER SCHOOL, must be promptly disclosed to SOMERSET and will be deemed the sole and exclusive property of SOMERSET and works made-for-hire for SOMERSET, and no compensation will be due to MEMBER SCHOOL or its personnel therefore, and MEMBER SCHOOL hereby assigns to SOMERSET all right, title and interest in any intellectual property so developed. SOMERSET may incorporate such items into its DISTRICT membership program for other DISTRICT

schools to utilize. To the extent any item does not qualify as a “work made-for-hire” for SOMERSET, MEMBER SCHOOL hereby assigns ownership of that item, and all related rights to that item, to SOMERSET and shall sign, or cause the assignment of, any assignment or other document as SOMERSET requests to assist SOMERSET in obtaining or preserving intellectual property rights in the item. MEMBER SCHOOL also waives any author’s or moral rights in and to such items, and shall ensure its personnel do the same. SOMERSET agrees to disclose to MEMBER SCHOOL concepts and developments of other member schools that are made part of the DISTRICT membership program. As SOMERSET may reasonably request, MEMBER SCHOOL shall take all actions to assist SOMERSET’s efforts to obtain or maintain intellectual property rights in any item or process related to the DISTRICT membership program, whether developed by MEMBER SCHOOL or not.

5. ANNUAL DISTRICT MEMBERSHIP FEE.

- 5.1 Annual Fee. MEMBER SCHOOL shall pay an annual membership fee (subject to the Affiliation Services Budget set forth in Section 5.2) equal to 1% of the guaranteed basic support payment per pupil funding that MEMBER SCHOOL receives for the Charter School for each such School Year (the “*Annual Fee*”). There will be no other additional membership fees due from MEMBER SCHOOL under this Agreement. Along with each payment of the Annual Fee, MEMBER SCHOOL shall provide SOMERSET supporting documentation with respect to determination of the Annual Fee, the Affiliation Services Budget, and any other document reasonably requested by SOMERSET.

- 5.2 Credit Against Annual Fee. Notwithstanding the foregoing, MEMBER SCHOOL shall have the right to offset against its Annual Fee, up to one-half (1/2) of the Annual Fee for each School Year during the Membership Term, for amounts actually paid for costs associated with activities, conferences, trainings and events described in Sections 2.4(m) and (t) (the “Affiliation Services”). MEMBER SCHOOL shall prepare a budget of all proposed Affiliation Services costs and expenses for which the fee shall be used (the “Affiliation Services Budget”) and submit it to SOMERSET on or before June 1st of each year. SOMERSET shall have the right to review and approve the proposed Affiliation Services Budget, and shall respond to the proposed budget by July 1st of each year.

- 5.3 Annual Fee Due Date. The remainder of the Annual Fee, which shall be equal to at least one-half (1/2) of the Annual Fee plus all funds not expended by MEMBER SCHOOL under the approved Affiliation Services Budget, shall be due and payable for each applicable School Year within 30 days of the close of MEMBER SCHOOL’s fiscal year.

- 5.4 Interest on Non-Payment. If MEMBER SCHOOL fails to timely pay any part of the Annual Fee, SOMERSET may, in its sole discretion and upon written notice, assess interest on the unpaid amounts owed at the rate of 6% per annum or the maximum permitted under applicable law, if less. Notwithstanding any designation by MEMBER SCHOOL, SOMERSET has the right to apply any payments by MEMBER SCHOOL to any past due indebtedness of MEMBER SCHOOL and accrued interest thereon.

6. DURATION AND TERMINATION.

- 6.1 Initial Term. Subject to the termination provisions set forth in this Agreement, this Agreement shall commence upon the Effective Date and shall remain effective through the tenth (10th) full School Year under this Agreement (the “*Initial Term*”).

- 6.2 Renewal Term. Upon the expiration of the Initial Term, subject to the termination provisions set forth in this Agreement, this Agreement shall then automatically renew annually for succeeding one-year terms thereafter (each, a “**Renewal Term**”), unless either party delivers written notice to the other party of its intention not to renew or continue this Agreement at least one hundred twenty (120) days prior to the expiration of the then-current term. The term of this Agreement, as extended or otherwise renewed, shall be referred to as the “**Membership Term**”.
- 6.3 SOMERSET Termination for Convenience. SOMERSET may terminate this Agreement at any time, with or without cause, during the Initial Term or any Renewal Term, upon thirty (30) days written notice to the MEMBER SCHOOL provided, that such termination will be deemed effective as of the expiration of the then current School Year in effect at the time such notice of termination is delivered.
- 6.4 Termination Upon Loss of Charter. This Agreement shall terminate automatically upon the expiration or termination of the charter contract for the Charter School.
- 6.5 MEMBER SCHOOL Termination for Cause. During the Initial Term or any Renewal Term, MEMBER SCHOOL shall have the right to terminate this Agreement, upon a material breach of this Agreement by SOMERSET which is not cured within thirty (30) days of written notice from MEMBER SCHOOL to SOMERSET of the breach; provided, that if the breach cannot reasonably be cured within such 30-day period of written notice, such cure period shall be reasonably extended up to one hundred twenty (120) days as long as SOMERSET continuously and diligently prosecutes such cure.
- 6.6 SOMERSET Termination for Cause. In addition to SOMERSET’S other rights of termination set forth in this Agreement, during the Initial Term or any Renewal Term, SOMERSET shall have the right to terminate this Agreement immediately, upon written notice and without an opportunity to cure, unless otherwise provided, as follows:
- (a) MEMBER SCHOOL commits a material breach of this Agreement; fails to comply with any DISTRICT Standard, including failing to meet accreditation standards for Charter School, failing or substandard educational or financial performance, breach of the charter contract, or otherwise improperly uses any of the Marks or any other SOMERSET District Program IP, in each case that (i) would reasonably be expected to either adversely affect the validity or protectability of such Marks or any such other SOMERSET District Program IP, as applicable, or (ii) would reasonably be expected to impair the goodwill associated with any of the Marks or any such other SOMERSET District Program IP, as applicable;
 - (b) MEMBER SCHOOL discloses, duplicates or otherwise uses in an unauthorized manner any material portion of the SOMERSET District Program IP or any other information provided by SOMERSET or otherwise made available to MEMBER SCHOOL as a member of the DISTRICT;
 - (c) MEMBER SCHOOL attempts to assign, sub-license, transfer or otherwise convey, without first obtaining SOMERSET’s written consent, any of the rights granted to MEMBER SCHOOL by or in connection with this Agreement;
 - (d) Without limiting SOMERSET’s rights to termination immediately for the reasons described in Section 6.6(a) above, MEMBER SCHOOL continues without cure

after twenty-four (24) hours of learning of any material breach of any health or safety law, ordinance or regulation, or operates the Charter School in a manner that presents a health or safety hazard to students, faculty or other persons or administrators; or

- (e) Without limiting SOMERSET's rights to termination immediately for the reasons described in Section 6.6(a) above, MEMBER SCHOOL fails to comply with any other applicable federal, state or local law, ordinance or other regulation promulgated by any applicable municipal, state, federal or other governmental authority within ten (10) days after learning of such noncompliance;
- (f) MEMBER SCHOOL submits any materially false statement to SOMERSET, DISTRICT, AdvancED or any government regulator regarding MEMBER SCHOOL's obligations under this Agreement or otherwise in connection with the Charter School's operations or participation in the DISTRICT; or
- (g) MEMBER SCHOOL winds up, sells, consolidates or merges its operations or otherwise ceases to conduct operations of the Charter School as A SOMERSET Academy School.

6.7 Effect of Termination. Upon termination of this Agreement for any reason:

- (a) MEMBER SCHOOL's rights to use the Marks and any other SOMERSET District Program IP will terminate immediately, and MEMBER SCHOOL shall immediately cease and desist from all use of the Marks and SOMERSET District Program IP in connection with the operations of the Charter School or otherwise;
- (b) MEMBER SCHOOL shall immediately de-identify itself as a member of the DISTRICT, including, without limitation, removing all applicable signage and other identifying symbols from the Charter School, its curriculum and other Educational Materials, unless expressly agreed to in writing by SOMERSET, immediately changing MEMBER SCHOOL's corporate name to a name that does not include any of the Marks, or any portion of the Marks;
- (c) MEMBER SCHOOL, at its own cost and expense, shall immediately transfer to SOMERSET ownership of any registered names including or having a connection to SOMERSET or the licensed Marks;
- (d) MEMBER SCHOOL shall immediately (and in no event later than twenty four (24) hours after expiration or termination of the Membership Term), return to SOMERSET or destroy (as certified by MEMBER SCHOOL), at SOMERSET's direction, all Confidential Information including (all of which is acknowledged by MEMBER SCHOOL to be SOMERSET's property);
- (e) MEMBERS SCHOOL shall pay all sums owing to SOMERSET within five (5) days after the effective date of termination or expiration of this Agreement, or any later date that the unpaid amounts due to SOMERSET are determined. In the event of termination of the Membership Term for any default of MEMBER SCHOOL, such sums shall include, but not be limited to, all damages, costs and expenses, including reasonable attorneys' fees with respect to litigation and other proceedings, unpaid Annual Fees, and any other amounts due to SOMERSET; and

(f) each party shall comply with all other applicable provisions of this Agreement which expressly or by their nature survive the expiration or termination of the Membership Term, each of which shall continue in full force and effect subsequent to and notwithstanding its expiration or termination of the Membership Term and until they are satisfied in full or by their nature expire.

6.8 RESERVED.

6.9 Force Majeure. Neither party shall be considered in default of this Agreement, if its performance of this Agreement is prevented, delayed, hindered or otherwise made impracticable or impossible by reason of any strike, flood, hurricane, riot, fire, explosion, war, act of God, sabotage, accident or any other casualty or cause beyond either Party's control, and which cannot be overcome by reasonable diligence and without extraordinary expense.

6.10 Accrual of Fees. If SOMERSET terminates this Agreement during a School Year other than for convenience, SOMERSET shall have a right to collect and retain the entire Annual Fee for such School Year without otherwise limiting any other claim for damages. If SOMERSET terminates this Agreement during a School Year for convenience or if MEMBER SCHOOL terminates this Agreement for cause during a school year, the Annual Fee shall be prorated for the part of the year the Agreement was in effect without otherwise limiting either party's other claims for damages.

7. RECORDS AND REPORTING OBLIGATIONS.

7.1 Maintenance of Records. During the Membership Term, MEMBER SCHOOL shall maintain full, complete and accurate books, records and accounts in accordance with reasonable standards required by SOMERSET, including DISTRICT Standards. MEMBER SCHOOL shall make such books, records and accounts available to SOMERSET for auditing purposes as described in Section 7.2 below. MEMBER SCHOOL shall retain during the Membership Term, and for seven (7) years thereafter (unless otherwise required by applicable law), all books and records related to the Charter School including, without limitation, enrollment records, purchase orders, invoices and cash receipts and disbursement journals, general ledgers, and any other records designated by SOMERSET or required by law.

7.2 Audit Rights. At any time during the Membership Term and for a period of two (2) years thereafter, SOMERSET or its designated representatives will have the right to examine and audit MEMBER SCHOOL's records and/or its facilities, operations, and Educational Programs (including the right to visit, monitor and ensure the Charter School is complying with all DISTRICT Standards, policies and procedures during the Membership Term), upon not less than five (5) business days' prior notice and during MEMBER SCHOOL's normal business hours (except in the event of an emergency in which case no advanced notice shall be required and such examination may be performed at any reasonable time), with respect to any and all matters that relate to (a) determination of any of SOMERSET payments under this Agreement or (b) MEMBER SCHOOL's compliance with its obligations under this Agreement. The foregoing shall include the right for SOMERSET or its designated representatives to perform operational audits and inspections of the Charter School. If the audit or any other inspection should reveal that any payments to SOMERSET have been underpaid, then MEMBER SCHOOL shall immediately pay to

SOMERSET the amount of the underpayment plus interest from the date such amount was due until paid at the rate of six percent (6%) per annum (or the highest rate allowed by the law if lower). The foregoing remedies shall be in addition to any other remedies SOMERSET may have.

- 7.3 Guidance. In addition, SOMERSET and its representatives may, in addition, from time to time, be available to render advice, discuss problems and offer general guidance and suggestions to MEMBER SCHOOL by telephone, e-mail, facsimile, newsletters and other methods (including as part of an operational audit) with respect to planning and operating the Charter School. SOMERSET's advice or guidance is generally based upon the experience of SOMERSET and its affiliates in operating charter schools and MEMBER SCHOOL shall hold SOMERSET and its representatives harmless from any liability that results in connection with any such advice and guidance.

8. ASSIGNMENT.

This Agreement may not be assigned or transferred, in whole or in part, by either party without the prior written consent of the other party.

9. WARRANTIES.

Each party represents and warrants to the other party that: (i) it is duly organized, validly existing, and its status is "active" under the laws of the state of its incorporation and has all power and authority to make this Agreement and to carry on its business as it is now being conducted and as it is presently proposed to be conducted; (ii) that the person(s) signing this Agreement on behalf of the party has the full power and authority to execute this Agreement; (iii) it has been represented by counsel in connection with the negotiation and execution of this Agreement and is satisfied with the representation; (iv) it is not in violation of any law, ordinance, or governmental rule or regulation to which it is subject and has not failed to obtain any license, permit, or other governmental authorization presently obtainable and necessary to the full performance of this Agreement; and (v) its execution of this Agreement and its performance of its obligations under this Agreement will not result in (A) the breach of any term or condition of, or constitute a default under, any term or condition of any contract, agreement, arrangement, or other commitment to which it is a party or by which it is bound (including any agreement not to compete and its organizational documents), or constitute an event which, with notice, lapse of time or both, would result in such a breach or event of default nor (B) to its knowledge, result in the violation by it of any applicable statute, rule, regulation, ordinance, code, judgment, order, injunction or decree. NEITHER PARTY MAKES ANY OTHER EXPRESS OR IMPLIED WARRANTY TO THE OTHER PARTY EXCEPT AS EXPRESSLY STATED IN THIS AGREEMENT. WITHOUT LIMITING THE GENERALITY OF THE FOREGOING, MEMBER SCHOOL ACKNOWLEDGES THAT NO REPRESENTATIONS, PROMISES, INDUCEMENTS, GUARANTEES, WARRANTIES CONDITIONS, OR ESTIMATES OF ANY KIND REGARDING FINANCING, PROFITS, PERFORMANCE, COSTS OR EXPENSES OF CHARTER SCHOOLS GENERALLY OR OF ANY SPECIFIC CHARTER SCHOOL WERE MADE BY OR ON BEHALF OF SOMERSET, WHICH HAVE LED MEMBER SCHOOL TO ENTER INTO THIS AGREEMENT. MEMBER SCHOOL UNDERSTANDS THAT WHETHER THE CHARTER SCHOOL SUCCEEDS IS DEPENDENT ON MULTIPLE FACTORS BEYOND SOMERSET'S CONTROL OR INFLUENCE.

10. GOVERNING LAW AND VENUE.

This Agreement and the rights and liabilities of the parties hereunder shall be determined in accordance with the laws of the State of Florida without regard to conflicts of laws principles. Any legal

action taken or to be taken by either party regarding this Agreement or the rights and liabilities of the parties hereunder shall be brought only before a federal or state court of competent jurisdiction located within Miami-Dade County, Florida.

11. SEVERABILITY AND ENFORCEABILITY.

The terms of this Agreement are severable, and in the event that any specific term herein is determined to be unenforceable the remainder of the Agreement shall remain in full force and effect.

12. INDEMNIFICATION AND INSURANCE.

12.1 SOMERSET Indemnity. SOMERSET shall indemnify and hold harmless MEMBER SCHOOL and its directors, officers, employees, and agents from and against any and all third party claims, suits, actions, costs, damages, and liabilities or causes of action, including reasonable attorney’s fees, arising out of SOMERSET’s breach of its obligations under this Agreement.

12.2 MEMBER SCHOOL Indemnity. In addition to any other obligations under this Agreement to indemnify and hold SOMERSET harmless, MEMBER SCHOOL agrees to indemnify and hold harmless SOMERSET and DISTRICT their respective members, directors, officers, employees, and agents, from and against any and all claims, suits, actions, costs, damages, and liabilities or causes of action, including reasonable attorney’s fees, arising out of, connected with or resulting from: (a) the negligence of MEMBER SCHOOL the Charter School or any of their officers, directors, employees, contractors, subcontractors, or other agents in connection with or arising out of the Educational Programs, the use of the Marks, and any conduct contemplated by this Agreement; (b) disciplinary action or the termination of any employee of MEMBER SCHOOL or the Charter School; (c) any debt of MEMBER SCHOOL or the Charter School; (d) breach of this Agreement or violation of any law by MEMBER SCHOOL; and (e) personal injury, property damage, or violations of civil rights caused by or arising from the actions of MEMBER SCHOOL, the Charter School or their respective directors, officers, employees, contractors or agents; provided, that, in no event shall SOMERSET be entitled to any indemnification to the extent any such claim is the subject of an indemnifiable claim under Section 12.1 or was otherwise due to the negligence or willful misconduct of SOMERSET and DISTRICT their respective members, directors, officers, employees, and agents.

12.3 Procedures. Each party shall notify the other party of the existence of any third party claim, demand or other action that could give rise to a claim for indemnification under this Section (a “third-party claim”) and shall give the other party a reasonable opportunity to defend the same at its own expense and with its own counsel, and the other party shall at all times have the right to participate in such defense at its own expense. If, within a reasonable amount of time after receipt of notice of a third-party claim, the other party shall fail to undertake to defend, the party giving notice of the third party claim shall have the right, but not the obligation, to defend and to compromise or settle (exercising reasonable business judgment) the third-party claim for the account and at the risk and expense of the other party, which the other party agrees to assume. The parties shall make available to each other, at their expense, such information and assistance as each shall request in connection with the defense of a third-party claim.

- 12.4 Survival. The indemnity obligations in this Section 12 and otherwise stated in this Agreement shall survive the expiration or termination of this Agreement.
- 12.5 Insurance. MEMBER SCHOOL shall, at its sole expense, procure, maintain and keep in force the amounts and types of insurance required by the charter for the Charter School, the accreditation requirements for the Charter School and DISTRICT, and as otherwise required by law, including but not limited to Commercial and General Liability Insurance, Automobile Liability Insurance, Workers Compensation and Employer's Liability Insurance, School Leader's Errors and Omissions Liability Insurance, Property Insurance, and other insurance reasonably required by DISTRICT (but no less than \$1 million per occurrence and \$5 million in total coverage). Each insurer must have a Best's Rating of "A" or better and a Financial Size Category of "VI" or better, according to the latest edition of Best's Key Rating Guide, published by A.M. Best Company, or the insurer must be approved in writing by SOMERSET. SOMERSET and DISTRICT must be listed as additional insureds for all policies and must be given thirty (30) days written notice prior to the termination of any policy. The insurance shall commence prior to the commencement of the development and opening of the Charter School or operations as a SOMERSET Academy School, and shall be maintained in force, without interruption, until this Agreement is terminated, for a period of two (2) years thereafter.
- 12.6 Exclusion of Consequential and Other Indirect Damages. To the fullest extent permitted by applicable law, neither party shall be liable for any consequential, incidental, indirect, exemplary, and special or punitive damages whether arising out of breach of contract, tort (including negligence) or otherwise, regardless of whether such damage was foreseeable and whether or not such party has been advised of the possibility of such damages. THE LIMITATIONS ON LIABILITY SET FORTH IN THIS SECTION WILL NOT APPLY TO A MISUSE OR MISAPPROPRIATION OF THE OTHER PARTY'S INTELLECTUAL PROPERTY OR ANY WILLFUL MISCONDUCT, GROSS NEGLIGENCE OR CRIMINAL ACTS.

13. CONFIDENTIALITY

MEMBER SCHOOL acknowledges that SOMERSET will disclose or otherwise make available certain Confidential Information during the Membership Term, in connection with training, provision of educational guides and materials, as a result of guidance furnished to MEMBER SCHOOL and for other reasons as result of the Charter School's membership in the DISTRICT. MEMBER SCHOOL shall not acquire any interest in any such Confidential Information, other than the right to utilize it in the operation of the Charter School. MEMBER SCHOOL acknowledges that the use or duplication of the Confidential Information for any other purpose, or the unauthorized disclosure of any such Confidential Information, would constitute an unfair method of competition and would cause irreparable harm to SOMERSET, its affiliates and the DISTRICT, and therefore MEMBER SCHOOL shall: (a) hold all such Confidential Information in strict confidence; (b) take all steps necessary or appropriate to protect the confidentiality of the Confidential Information and to assure compliance with this Agreement by its Permitted Representatives (as defined below); (c) use such Confidential Information for the sole purpose of operating the Charter School in accordance with the terms and conditions of this Agreement; (d) restrict disclosure of such Confidential Information to those of its officers, directors, employees, professional advisors, agents and representatives (each a "*Permitted Representative*") with a need to know such information in accordance with the terms and conditions of this Agreement, and in each advise each such person of MEMBER SCHOOL'S confidentiality obligations herein and ensure that each such person is equally bound by confidentiality obligations no less stringent than those provided herein; and (e) not modify, reverse engineer, decompile, create other works from, or disassemble any such Confidential Information.

If MEMBER SCHOOL or any of its Permitted Representatives is required to disclose Confidential Information pursuant to judicial order or other compulsion of law, MEMBER SCHOOL will provide to SOMERSET prompt notice of such order, cooperate with SOMERSET to maintain the confidentiality of the Confidential Information, and comply with any protective order imposed on disclosure of the Confidential Information.

In the event MEMBER SCHOOL discloses any confidential or proprietary type information of MEMBER SCHOOL to SOMERSET and which is identified as "CONFIDENTIAL", SOMERSET agrees to exercise at least the same degree of care to avoid the publication or dissemination of such confidential or proprietary type information as it affords to its own confidential information of a similar nature which it desires not to be published or disseminated, but in no case less than reasonable care. SOMERSET agrees not to use any such confidential or proprietary type information except in the furtherance of this Agreement or the performance of its obligations hereunder. For the avoidance of doubt, nothing in this paragraph shall require SOMERSET or any of its officers, directors, employees, professional advisors, agents and representatives to maintain the confidentiality of its Confidential Information or any information that is deemed to belong to SOMERSET pursuant to this Agreement.

14. RELATIONSHIP; THIRD PARTIES.

Nothing in this Agreement is intended, or is to be construed, to constitute a partnership, agency of franchise relationship between the parties. Neither party shall have the right or authority to assume or create any obligation on behalf of the other party or to bind the other party to any contract, undertaking, or agreement with any third party. Except for each of third parties entitled to indemnification under Section 13 or otherwise in this Agreement (each of which is an intended third party beneficiary of this Agreement), this Agreement is not intended to create any rights of a third party beneficiary.

15. ATTORNEYS' FEES AND COSTS.

In any action or litigation arising from or relating to the enforcement of this Agreement, the prevailing party shall be entitled to recover from the non-prevailing party its reasonable attorneys' fees and costs in all trial and appellate levels.

16. ENTIRE AGREEMENT; AMENDMENTS.

The foregoing constitutes the entire Agreement between the parties and may be modified only by a writing signed by both parties. This Agreement supersedes all previous agreements, understandings, and arrangements between the parties, whether oral or written, and constitutes the entire agreement between the parties. There are no oral terms to this Agreement. Neither party is relying upon any oral term or representation.

17. WAIVERS.

The waiver by either party of a breach or other violation of any provision of this Agreement shall not operate as, or be construed to be, a waiver of any subsequent breach of the same or other provision of this Agreement.

18. NOTICE. Unless otherwise provided herein, any notice, demand, or communication required, permitted, or desired to be given hereunder shall be in writing and shall be delivered by hand, or by registered or prepaid certified mail through the United States postal service, return receipt requested, addressed as follows:

If to SOMERSET: SOMERSET Academy, Inc.
20801 Johnson Street
Pembroke Pines, FL 33029
Attn: President/Chairperson

With a copy to (which shall not constitute notice to SOMERSET):

Charles A. Gibson, Esq.
3634 Grand Ave
Miami, FL 33133-4953

If to MEMBER SCHOOL: Somerset Academy of Las Vegas
Attn: Board Chair
6630 Surrey St.
Las Vegas, NV 89119

With a copy to: Somerset Academy of Las Vegas
c/o Academica Nevada
6631 Surrey St.
Las Vegas, NV 89119

or to such other address, and to the attention of such other persons or officers as either party may designate by written notice. Any notice so addressed and mailed shall be deemed duly given three (3) days after deposit in the United States mail, and if delivered by hand, shall be deemed given when delivered, and if sent by facsimile, shall be deemed given on the first business day immediately following transmittal.

19. EQUITABLE RELIEF.

Each party acknowledges that an actual or threatened violation of the covenants contained in Section 13 of this Agreement, as they related to both parties, or Section 2, 3 and 4, as they related to MEMBER SCHOOL and the Charter School, may cause the other party immediate and irreparable harm, damage and injury that cannot be fully compensated for by an award of damages or other remedies at law. Accordingly, in the event of such actual or threatened violation, the non-breaching party shall be entitled, as a matter of right, to seek an injunction or other equitable relief, including specific performance, from any court of competent jurisdiction restraining any further violation without any requirement to show any actual damage, irreparable harm or establish a balance of convenience, or to post any bond or other security. Such right to equitable relief shall be cumulative and in addition to, and not in limitation of, any other rights and remedies that the non-breaching party may have at law or in equity.

20. COUNTERPARTS.

This Agreement may be executed in several counterparts, each of which shall be an original, but all of which together shall constitute one and the same Agreement. Confirmation of execution by electronic transmission of a facsimile or .pdf signature page will be binding upon any party so confirming.

21. ARTICLES AND OTHER HEADINGS; WAIVER OF JURY TRIAL.

The articles and other headings contained in this Agreement are for reference purposes only, and shall not affect in any way the meaning or interpretation of the terms of this Agreement. EACH PARTY IRREVOCABLY WAIVES TRIAL BY JURY IN ANY ACTION, WHETHER AT LAW OR EQUITY, BROUGHT BY EITHER OF THEM.

IN WITNESS WHEREOF, the parties hereto have hereunto set their hands and seals the day and year first above written.

By: _____
President
SOMERSET ACADEMY, Inc.

By: _____
President
Somerset Academy of Las Vegas

WITNESSED:

WITNESSED:

By: _____
(Print): _____

By: _____
(Print): _____

By: _____
(Print): _____

By: _____
(Print): _____

MIA_ACTIVE 4362655.4

EXHIBIT A

SOMERSET ACADEMY OF LAS VEGAS

Supporting Document

Meeting Date: November 29, 2018 Agenda Item: 10 – Academica Announcements and Notifications Number of Enclosures: 0

SUBJECT: Announcements and Notifications

<input type="checkbox"/> Action
<input type="checkbox"/> Appointments
<input type="checkbox"/> Approval
<input type="checkbox"/> Consent Agenda
<input checked="" type="checkbox"/> Information
<input type="checkbox"/> Public Hearing
<input type="checkbox"/> Regular Adoption

Presenter (s): Crystal Thiriot

Recommendation:

Proposed wording for motion/action:

Fiscal Impact: N/A

Estimated Length of time for consideration (in minutes): 3-5 Minutes

Background:

- A strategic planning meeting is tentatively scheduled for January 26, 2019. More information will be coming.
- The next Somerset board meeting is scheduled for February 19, 2019 at 6:00 p.m.

Submitted By: Staff
