

**CORAL REEF MONTESSORI ACADEMY  
CHARTER SCHOOL, INC.**  
(A CHARTER SCHOOL AND COMPONENT UNIT OF  
THE SCHOOL BOARD OF  
MIAMI-DADE COUNTY, FLORIDA)

BASIC FINANCIAL STATEMENTS, INDEPENDENT  
AUDITOR'S REPORT AND SUPPLEMENTAL  
INFORMATION

JUNE 30, 2025

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**BASIC FINANCIAL STATEMENTS, INDEPENDENT AUDITOR’S REPORT AND SUPPLEMENTAL**  
**INFORMATION**

JUNE 30, 2025

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**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
(A Charter School and component unit of the District School Board of Miami-Dade  
County.)

10853 S.W. 216<sup>th</sup> Street  
Miami, Florida 33170  
(305) 255-0064

**2024-2025**

**BOARD OF DIRECTORS**

Mr. Wendall Carr, President  
Ms. Rosemary Smith Hoel  
Mr. Nestor Torres  
Mr. Ricardo Alvarez  
Ms. Kaylan Domond  
Mr. Samuel C. Jackson

**SCHOOL ADMINISTRATION**

Dr. Lucy Canzoneri-Golden, Co-Director  
Dr. Juliet King, Co-Director



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PRINCIPAL  
ILIANA M. LARCADA, CFE  
MONIQUE BUSTAMANTE, CPA

## INDEPENDENT AUDITOR'S REPORT

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
FLORIDA INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
NATIONAL ASSOCIATION OF  
CERTIFIED VALUATION ANALYSTS  
COLLABORATIVE FAMILY  
LAW INSTITUTE

Board of Directors of  
Coral Reef Montessori Academy Charter School, Inc.  
Miami, Florida

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities and each major fund of Coral Reef Montessori Academy Charter School, Inc. (the "School") (a not-for-profit organization), a charter school sponsored by the District School Board of Miami-Dade County, Florida, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

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 the School, as of June 30, 2025, 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.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS) issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 5-12) and budgetary comparison information on (page 34-35) be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report (pages 39-40) dated September 9, 2025, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

*García Santa María De Armas Trujillo, PLLC*

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida  
September 9, 2025

**Management’s Discussion and Analysis**  
Coral Reef Montessori Academy Charter School, Inc.  
June 30, 2025

The corporate officers of Coral Reef Montessori Academy Charter School (the “School”) have prepared this narrative overview and analysis of the School’s financial activities for the fiscal year ended June 30, 2025.

**FINANCIAL HIGHLIGHTS**

1. At year-end, the School had current assets on hand of \$2,386,360. The unrestricted net position at June 30, 2025, was \$1,207,364.
2. The net position of the School increased by \$132,932.
3. The unassigned fund balance increased by \$154,073 for the year ended June 30, 2025 and at year end had a fund balance of \$2,075,485.

***Overview of the Financial Statements***

This discussion and analysis are intended to serve as an introduction to the School’s basic financial statements. The School’s financial statements for the year ended June 30, 2025 are presented in accordance with GASB Codification Section 2200. The financial statements have three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

*Government-Wide Financial Statements*

The *government-wide financial statements* are designed to provide readers with a broad overview of the School’s finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the School’s assets plus deferred outflows of resources and liabilities plus 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 as soon as the underlying event resulting in the change 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.

The government-wide financial statements can be found on pages 13 – 14 of this report.

### *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 of the funds of the School are governmental funds. *Governmental Funds* are used to account for essentially the same functions reported as governmental activities in the government-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.

Prior to the start of the School’s fiscal year, the Board of the School adopts an annual budget for its general, special revenue, and capital projects fund. A budgetary comparison statement has been provided for the School’s Governmental Funds to demonstrate compliance with the School’s budget. The basic Governmental Fund financial statements can be found on pages 15 - 18 of this report.

### *Notes to Financial Statements*

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 19-33 of this report.

## ACHIEVEMENTS

The 2024- 2025 school year opened with a joyful celebration of our A school grade status. All Coral Reef Montessori Academy stake holders came together to work on a continuous improvement plan that included reading and math tutors, in addition to an extra Exceptional Education teacher. The plan proved to be a success, resulting in school recognition from the Florida Department of Education. Our middle school scores were amongst the highest in the county. Our middle school was recognized by the U.S News & World Report as a top 100 performing middle schools in the state of Florida. The School put a great deal of resources into enhancing the facilities, both inside and on the outside grounds: The parking lot was re-landscaped, fences around the perimeter were installed, the buildings now have a state of the art security system with multiple cameras throughout the campus, a new computer lab was opened and there was a free tutoring summer camp for our rising first graders for five weeks. Montessori materials were purchased for all the classrooms, Finally, our kitchen was remodeled to ensure the highest standards in food service.

After analyzing the data from the spring 2025 state test scores, we improved in about every grade level and subject area from the previous school year. In 8th grade Science, we exceeded the district and state with the percentage of students proficient. In writing, our scores in grades 5th, 6th and 8th were either on par or exceeded both the district and state's percentages for students proficient. In English Language Arts in grades 3, 5th, 6th, 7th and 8th, we exceeded both the district and state with the percentages of students proficient. In 4th grade, we were on par with students' proficiency with the state's average. In math, our 6th, 7th and 8th grade students exceeded the district and state with the number of students proficient. In 7th grade Civics, we exceeded both the district and state in our percentage of students proficient. In the Algebra EOC, and Geometry we exceeded both the district and state with the percentage of students meeting grade level expectations.

The School is now paying teachers' salaries that are competitive with the district; the starting salary for a teacher is higher than that of MDCPS (Miami Dade County Public Schools). We are the only one of one hundred sixty Charter Schools that offers the Florida Retirement System to all our employees. The hourly staff, salaried assistants, and some salaried office personnel were also given raises, creating better working morale for the School. Our School welcomed parent volunteers and over 15,000 volunteer hours were documented, five thousand more than the previous year. Behavioral referrals and Threat Assessments decreased for students from the previous school year. Schoolwide field trips resumed for all grade levels. Our Middle school students were able to travel and stay in a nature classroom in western Massachusetts for one week. Selected students from our Peace and Social Justice Committee in grade 8th went to NYC to visit cultural and historical institutions, in addition to participating in a service-learning project in a public Montessori school in the South Bronx. Our 4th-6th grade students had the opportunity to visit for 2 days The Kennedy Space Center in Florida to learn first-hand about the science and exploration of space travel. The School implemented our annual Business Expo, and Field Day, two school-wide events that were suspended during Covid and afterwards, that promoted career awareness and health.

The School continued to work on the recommendations set forth by the AMS Accreditation team. This past year, the elementary program worked with master Montessori teacher, Biff Mair in language Alignment. We also, focused on our School's emotional and social well-being with parent workshops from Master Montessori educator Maati Waford, Brit Hawthorne, and master English Language Arts teacher, Lorena German.

## **ACHIEVEMENTS (Continued)**

In 2020, we received dual Accreditation from The American Montessori Society (AMS) and Cognia, what was formally known as The Southern Association of Colleges and Schools. We are one of nineteen public schools in the nation to receive the AMS Accreditation that will expire in 2028. The antecedent for the process was an intensive self-study that has paved the way for developing and creating a public Montessori Charter School of the highest caliber, committed to cultural relevant and global multicultural world studies.

The School's students and staff, ever mindful of their humanitarian obligations, received recognition from several community-based organizations for their support. For example, the CRMA community donated over \$500 to one Montessori school serving Indigenous students, who are keeping their culture thriving by the language reclamation focus of their school. CRMA supported the Miami Mission with a food drive and toiletries, M.U.J.E.R. with a toy drive, and the buddy system Community Fridges throughout the year in several of the most economically distressed communities in Miami-Dade. Additional community organizations where our students fund raised and made donations were: Doctors Without Borders, USA, U.S.A for UNHCR The UN Refugee Agency Myanmar Crisis, The Asian American foundation, and the Black Freedom Fund, benefiting victims of the California Wildfires, St. Jude's triathlon for Cancer research, and Trick or Treat for UNICEF. This past spring, 2025 our school was a featured presenter at the annual American Montessori Event Conference in Denver. Five representatives of our school attended alongside close to four thousand attendees with all our staff representatives conducting two presentations over a three-day period. Our partnership with HOPE, a specialty in offering Charter schools support, continued to work alongside our marketing director to re brand our school, create an infrastructure of ongoing marketing campaign within the school community and the Montessori communities at large, produce a video, work on our website and more efficiently saturate our social media outlets. The result of this focus was an increased enrollment for the upcoming school year, resulting in a fifth PreK-k class opened in 2024-2025.

We continue to track our Alumni through social media outlets and community contacts. We have seven former students employed at our School. In addition, we have several former students who have their children attending our School. Many of our alumni are working successfully as doctors, lawyers, teachers, nurses, fire fighters, social workers, police officers, business owners, electricians, engineers, artists, musicians, therapists and administrators. Our partnerships with Breakthrough Miami and in particular The Take Stock in Children, and Big Brothers/Big Sisters has benefited our students with scholarships to Palmer Trinity, with twenty-six of our Alumni receiving two years of college fully paid, going on to four-year universities.

The year ended ever victoriously with Our National Honor Society Thespian Troupe 89316. In our District and State competitions, CRMA students earned Superiors, Excellents, one Top Honor, and one Critics Choice.

The School is proud to be part of the United States Green Building Council, The Florida Consortium of Charter Schools and a fully Accredited member of The American Montessori Society, and American Montessori International.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a School's financial position. A summary of the School's net position as of June 30, 2025 and 2024 follows:

<b>Assets and Deferred Outflows of Resources</b>	<u>2025</u>	<u>2024</u>
Cash	\$ 1,636,953	\$ 578,254
Accounts receivables	749,407	1,747,309
Capital assets, net	<u>6,159,779</u>	<u>6,237,773</u>
Total Assets	8,546,139	8,563,336
Deferred outflows of resources	<u>673,199</u>	<u>776,636</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 9,219,338</u>	<u>\$ 9,339,972</u>
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>		
Accounts and wages payable	\$ 310,875	\$ 404,151
Long-term debt	4,198,563	4,298,582
Net pension liability	<u>3,041,421</u>	<u>3,423,764</u>
Total Liabilities	7,550,859	8,126,497
Deferred inflows of resources	461,115	139,043
Net investment in capital assets	1,961,216	1,939,191
Deficit in accounting for net position liability/deferred outflows and inflows of resources	(2,829,337)	(2,786,171)
Unrestricted	<u>2,075,485</u>	<u>1,921,412</u>
Total Net Position	<u>1,207,364</u>	<u>1,074,432</u>
Total Liabilities/Deferred Inflows of Resources and Net Position	<u>\$ 9,219,338</u>	<u>\$ 9,339,972</u>

At June 30, 2025, the School's total assets and deferred outflows of resources were \$9,219,338 and total liabilities of \$7,550,859 and deferred inflows of resources were \$461,115. At the end of the fiscal year, the School reported a net position of \$1,207,364 with a net increase of \$132,932 for the year ended June 30, 2025.

A summary and analysis of the School's revenues and expenses for the years ended June 30, 2025 and 2024 were as follows:

REVENUES	2025	2024
Program Revenues		
Federal sources	\$ 165,308	\$ 1,320,914
Capital outlay funding	565,549	303,093
Charges for services	102,835	101,976
General Revenues		
State and local sources	6,455,639	5,778,037
Miscellaneous revenue	177,241	101,749
Total Revenues	\$ 7,466,572	\$ 7,605,769
 EXPENSES		
Instructional services	\$ 4,256,910	\$ 3,948,635
Student support services	46,988	55,920
Instructional staff training services	52,094	32,618
Board	31,128	21,151
General administration	103,154	101,050
School administration	1,091,674	939,569
Facilities acquisition and construction	155,955	168,535
Fiscal services	24,159	31,420
Food services	193,440	163,029
Operation of plant	774,206	687,013
Maintenance of plant	147,014	245,477
Administrative technology services	39,075	32,080
Community services	7,854	5,165
Extracurricular activities	90,850	96,575
Interest expense	275,973	304,484
Total Expenses	7,290,474	6,832,721
 Pension liability adjustment (increase) decrease	(43,166)	(730,437)
Change in Net Position	132,932	42,611
 Net Position at Beginning of Year	1,074,432	1,031,821
Net Position at End of Year	\$ 1,207,364	\$ 1,074,432

The School's net position increased by \$132,932 for the year ended June 30, 2025. The School's revenues decreased due to a decrease in ESSER funding which expired on September 30, 2024. The School's expenses increased primarily due to additional school employees hired throughout the school year.

## **SCHOOL LOCATION**

The School operates in the Miami area from its facility located at 10853 S.W. 216 Street, Miami, FL 33170.

## **REQUESTS FOR INFORMATION**

This financial report is intended to provide a general overview of the finances of the School. Requests for additional information may be addressed to Ms. Juliet King and Lucy Golden, Co-Directors, located at 10853 SW 216 Street, Miami, Florida 33170.

## **CAPITAL IMPROVEMENT REQUIREMENT**

The School maintains a continuous capital improvements program to enhance facilities and update fixtures and equipment as required.

## **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUND**

As noted earlier, the School uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### **Governmental Funds**

The focus of the School's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the School's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year, the School's governmental funds reported a combined fund balances of \$2,075,485, an increase of \$154,073 during the year ended June 30, 2025.

### **Capital Assets**

The School's investment in capital assets as of June 30, 2025 amounts to \$6,159,779 (net of \$2,795,345 in accumulated depreciation). The investment in capital assets includes land, improvements other than buildings, school building, furniture, fixtures, and computer equipment.

### **Mortgage Payable, Net of Loan Costs**

The School's loan is collateralized by the School's building and land and is guaranteed by the School's co-directors and matures in March 2027. The note payable bears interest of 5.40%. The balance at June 30, 2025 was \$4,198,563.

## General Fund Budget Analysis and Highlights

Prior to the start of the School's fiscal year, the Board of the School adopted an annual budget. A budgetary comparison statement has been provided for the School's funds to demonstrate compliance with the School's budget.

	All Governmental Funds		
	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
State passed through local	\$ 5,849,154	\$ 5,849,154	\$ 6,455,639
Federal sources	-	-	14,296
Federal school lunch and contributions	92,500	92,500	151,012
State capital outlay funding	303,093	303,093	565,549
Charges for services	48,000	48,000	102,835
Miscellaneous and interest income	-	-	177,241
<b>TOTAL REVENUES</b>	<b>\$ 6,292,747</b>	<b>\$ 6,292,747</b>	<b>\$ 7,466,572</b>
<b>EXPENDITURES</b>			
Instructional services	\$ 3,683,830	\$ 3,683,830	\$ 4,256,910
Student support services	-	-	46,988
Instructional staff training services	20,000	20,000	52,094
Board	21,200	21,200	31,128
General administration	101,000	101,000	103,154
School administration	810,097	810,097	1,091,674
Facilities acquisition, construction and other capital outl.	303,093	303,093	325,932
Fiscal services	15,000	15,000	24,159
Food services	92,500	92,500	193,440
Community services	-	-	7,854
Administrative technology services	-	-	39,075
Operation of plant	286,080	286,080	526,235
Extracurricular activities	-	-	90,850
Maintenance of plant	238,961	238,961	147,014
Debt services	392,740	392,740	375,992
<b>TOTAL EXPENDITURES</b>	<b>\$ 5,964,501</b>	<b>\$ 5,964,501</b>	<b>\$ 7,312,499</b>
Excess (Deficit) of revenues over expenditures	328,246	328,246	154,073
Other financing sources (uses)	-	-	-
<b>Net change in fund balance</b>	<b>\$ 328,246</b>	<b>\$ 328,246</b>	<b>\$ 154,073</b>

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

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**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

CURRENT ASSETS

Cash and cash equivalents	\$ 1,636,953
Accounts receivable	749,407
Total current assets	<u>2,386,360</u>

CAPITAL ASSETS, net	6,159,779
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DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources FRS/HIS	673,199
Total deferred outflows of resources	<u>673,199</u>

TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 9,219,338</u>
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**LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION**

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 72,156
Wages and other payable	238,719
Mortgage payable - current portion	107,373
Total current liabilities	<u>418,248</u>

Mortgage payable - long term portion	4,091,190
Net pension liability	3,041,421

TOTAL LIABILITIES	<u>7,550,859</u>
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DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources FRS/HIS	461,115
Total deferred inflows of resources	<u>461,115</u>

NET POSITION

Net investment in capital assets	1,961,216
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Deficit in accounting for Net Pension Liability/Deferred Outflows and Inflows of Resources	(2,829,337)
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Unrestricted	2,075,485
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TOTAL NET POSITION	<u>1,207,364</u>
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TOTAL LIABILITIES AND NET POSITION	<u>\$ 9,219,338</u>
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The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

Functions	Expenses	Program Revenues			Net (Expense) and Change in Net Position
		Charges for Services	Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities:</b>					
Instructional services	\$ 4,256,910	\$ -	\$ 14,296	\$ -	\$ (4,242,614)
Student support services	46,988	-	-	-	(46,988)
Instructional staff training services	52,094	-	-	-	(52,094)
Board	31,128	-	-	-	(31,128)
General administration	103,154	-	-	-	(103,154)
School administration	1,091,674	-	-	-	(1,091,674)
Facilities acquisition and construction	155,955	-	-	-	(155,955)
Fiscal services	24,159	-	-	-	(24,159)
Food services	193,440	22,555	151,012	-	(19,873)
Operation of plant	774,206	-	-	-	(774,206)
Maintenance of plant	147,014	-	-	-	(147,014)
Administrative technology services	39,075	-	-	-	(39,075)
Community services	7,854	-	-	-	(7,854)
Extracurricular activities	90,850	32,280	-	-	(58,570)
Interest on long-term debt	275,973	48,000	-	565,549	337,576
<b>Total Governmental Activities</b>	<b>\$ 7,290,474</b>	<b>\$ 102,835</b>	<b>\$ 165,308</b>	<b>\$ 565,549</b>	<b>\$ (6,456,782)</b>

GENERAL REVENUES:

State and local sources	\$ 6,455,639
Miscellaneous revenue	<u>177,241</u>
Total general revenues	6,632,880
Pension liability adjustment	<u>(43,166)</u>
Change in Net Position	132,932
NET POSITION - beginning of year	<u>1,074,432</u>
NET POSITION - end of year	<u>\$ 1,207,364</u>

The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**BALANCE SHEET – GOVERNMENTAL FUNDS**  
**JUNE 30, 2025**

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ASSETS	General Fund	Special Revenue Fund	Total
Cash and cash equivalents	\$ 1,636,953	\$ -	\$ 1,636,953
Accounts receivable	749,407	-	749,407
<b>TOTAL ASSETS</b>	<b><u>\$ 2,386,360</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,386,360</u></b>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	\$ 72,156	\$ -	\$ 72,156
Wages payable	238,719	-	238,719
<b>TOTAL LIABILITIES</b>	<b><u>310,875</u></b>	<b><u>-</u></b>	<b><u>310,875</u></b>
<b>FUND BALANCE</b>			
Unassigned	2,075,485	-	2,075,485
<b>TOTAL FUND BALANCE</b>	<b><u>2,075,485</u></b>	<b><u>-</u></b>	<b><u>2,075,485</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u>\$ 2,386,360</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,386,360</u></b>

The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT**  
**OF NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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Total Fund Balance - Governmental Funds \$ 2,075,485

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

Capital assets, net of accumulated depreciation used in governmental activities are not financial resources and, therefore, are not reported in the fund

Capital assets	8,955,124
Accumulated depreciation	(2,795,345)

Accounting for the School's participation in the FRS - the following amounts are reported in the Government-Wide Statements:

Deferred Outflows	673,199
Deferred Inflows	(461,115)
Net Pension Liability	(3,041,421)

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Mortgage payable	<u>(4,198,563)</u>
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Total Net Position - Governmental Activities \$ 1,207,364

The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
<b>REVENUES</b>				
State passed through local	\$ 6,455,639	\$ -	\$ -	\$ 6,455,639
State capital outlay funding	-	-	565,549	565,549
Federal school lunch and contributions	-	151,012	-	151,012
Federal sources	-	14,296	-	14,296
Charges for services	102,835	-	-	102,835
Miscellaneous income	177,241	-	-	177,241
<b>TOTAL REVENUES</b>	<b>\$ 6,735,715</b>	<b>\$ 165,308</b>	<b>\$ 565,549</b>	<b>\$ 7,466,572</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Instructional services	\$ 4,242,614	\$ 14,296	\$ -	\$ 4,256,910
Pupil personnel services	46,988	-	-	46,988
Instructional staff training services	52,094	-	-	52,094
Board	31,128	-	-	31,128
School administration	1,091,674	-	-	1,091,674
General administration	103,154	-	-	103,154
Facilities acquisition and construction	89,055	-	66,900	155,955
Fiscal services	24,159	-	-	24,159
Food services	42,428	151,012	-	193,440
Operation of plant	526,235	-	-	526,235
Maintenance of plant	147,014	-	-	147,014
Administrative technology services	39,075	-	-	39,075
Extracurricular activities	90,850	-	-	90,850
Community services	7,854	-	-	7,854
<b>Capital Outlay:</b>				
Other capital outlay	1,525	-	168,452	169,977
<b>Debt Service:</b>				
Redemption of principal	-	-	100,019	100,019
Interest and fees	45,795	-	230,178	275,973
<b>TOTAL EXPENDITURES</b>	<b>\$ 6,581,642</b>	<b>\$ 165,308</b>	<b>\$ 565,549</b>	<b>\$ 7,312,499</b>
Excess of revenues over expenditures	154,073	-	-	154,073
Fund balance, beginning of year	1,921,412	-	-	1,921,412
Fund balance, end of year	<b>\$ 2,075,485</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,075,485</b>

The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2025**

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Net Change in Fund Balance - Governmental Funds \$ 154,073

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 lives and reported as depreciation expense.

Capital outlays	169,977
Depreciation expense	(247,971)

Accounting for the School's participation in the Florida Retirement System:

Pension liability adjustment	(43,166)
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The proceeds from debt issuance provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Repayments of principal	<u>100,019</u>
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Change in Net Position of Governmental Activities	<u>\$ 132,932</u>
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The accompanying notes are an integral part of this financial statement.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 1 – ORGANIZATION AND OPERATIONS

**Reporting Entity**

Coral Reef Montessori Academy Charter School, Inc. (the “School”) is a charter school sponsored by the School Board of Miami-Dade County, Florida, (the “District”) and is a component unit of the District. The School’s charter is held by Coral Reef Montessori Academy Charter School, Inc. a not-for-profit corporation, organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. The governing body of the School is the Board of Directors, which is comprised of 6 members.

The general operating authority of the School is contained in Section 1002.33, Florida Statutes. The School operates under a charter of the sponsoring school district, the District School Board of Miami-Dade County, Florida. The current charter is effective until June 30, 2028. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter in which case the District is required to notify the School in writing at least 90 days prior to the School’s expiration. During the term of the charter, the School Board may also terminate the charter if good cause is shown.

These financial statements are for the year ended June 30, 2025, when approximately 550 students were enrolled in kindergarten through eighth grade.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

**Basis of Presentation**

Based on the guidance provided in the American Institute of Certified Public Accountants Audit and Accounting Guide – Audits of States and Local Governments and provisions of Florida Statutes, the School is presented as a governmental organization for financial statement reporting purposes.

**Government-wide and Fund Financial Statements**

*Government-wide Financial Statements*

The government-wide financial statements include the statement of net position and the statement of activities. These statements report information for the School as a whole. Both statements report only governmental activities as the School does not engage in any business type activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees; (2) operating grants and contributions which finance annual operating activities; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. Other revenue sources not properly included with program revenues are reported as general revenues.

*Fund Financial Statements*

Fund financial statements are provided for governmental funds. The operations of the funds are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Major individual governmental funds, namely, the general, special revenue and capital project funds are reported as separate columns in the fund financial statements:

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Government-wide and Fund Financial Statements (Continued)**

*General Fund* – is the School’s primary operating fund. It accounts for all financial resources not accounted for and reported in another fund.

*Special Revenue Fund* – used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service and capital projects.

*Capital Projects Fund* - used to account for financial resources used for the acquisition or construction of major capital facilities and for the proceeds and related expenditures of charter school capital outlay funding.

Additionally, the School reports the following fiduciary fund type:

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The financial statements of the School are prepared in accordance with generally accepted accounting principles (GAAP). The School’s reporting entity applies all relevant Governmental Accounting Standards Board (GASB) *Codification of Accounting and Financial Reporting Guidelines*.

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues from non-exchange transactions are reported according to Governmental Accounting Standards Board (GASB) Codification Section 1600.111 and Section N50 “*Accounting and Financial Reporting for Non-Exchange Transactions*”. On the accrual basis, revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The School considers revenues to be available if they are collected within 90 days of the end of the fiscal year. Florida Education Finance Program (FEFP) revenues are recognized when received. A one-year availability period is used for revenue recognition for all other governmental fund revenues. When grant terms provide that the expenditure of funds is the prime factor for determining eligibility for federal, state, and other grant funds, revenue is recognized at the time the expenditure is made. Expenditures are recorded when the related fund liability is incurred, except for long-term debt principal and interest which are reported as expenditures in the year due.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Budgetary Basis Accounting**

Budgets are presented on the modified accrual basis of accounting. During the fiscal year, expenditures were controlled at the object level (e.g., salaries, purchased services, and capital outlay).

Cash and Cash Equivalents

The School's cash is considered to be cash on hand and demand deposits, with original maturities of three months or less.

Accounts Receivable

Accounts receivable consists principally of management fees pending to be collected. Any bad debts are expensed in the period when they are determined to be uncollectible.

Due from Other Government or Agency

Due from other government or agency consists of grants receivable which were collected in the subsequent year. Since all receivables were collected subsequent to year end, an allowance for doubtful accounts is not necessary.

Capital Assets

Capital assets purchased or acquired are carried at historical cost or estimated historical cost. The School capitalization levels are \$750 on tangible personal property. Other costs incurred for repairs and maintenance is expensed as incurred. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives, in years, for depreciable assets are as follows:

Furniture and equipment	5 Years
Computer equipment and software	7 Years
Building and improvements	39 Years

Long-Term Debt

In the government-wide financial statements, outstanding debt is reported as liabilities. Long-term liabilities are due in more than one year.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Financing costs are reported as expenditures.

Compensated Absences

The School grants a specific number of days of sick/personal leave. Full-time employees are eligible for one day per month of sick/personal leave up to ten days of active work during the ten-month period. Employees and administrators cannot carry forward unused days at year-end. Therefore, there no liability for compensated absences at year end.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Budgetary Basis Accounting (Continued)**

Government-Wide Fund Net Position

Government-wide fund net position are divided into three components:

- Net investment in capital assets – consists of the historical cost capital assets less accumulated depreciation and reduced by the outstanding balances of any borrowings that are attributable to the acquisition or improvement of those assets plus deferred outflows of resources less deferred inflows of resources. The net investment in capital assets for June 30, 2025 was \$1,961,216.
- Restricted net position – consists of net position with constraints placed on their use either by external groups such as creditors, grantors, contributors or laws or regulations of other governments less related liabilities and deferred inflows of resources. The restricted net position for the year ending June 30, 2025 was \$0.
- Unrestricted – all other net position is reported in this category.

Governmental Fund Balances

In the governmental fund financial statements, fund balances are classified as follows:

- Non-spendable – fund balance associated with inventories, prepaid expenses, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned). There was \$0 in non-spendable fund balance at June 30, 2025.
- Restricted – fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. At June 30, 2025, there was no restricted fund balance.
- Committed – fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School’s Board of Directors. At June 30, 2025, there was no committed fund balance.
- Assigned – fund balance classification are intended to be used by the School’s management for specific purposes but do not meet the criteria to be classified as restricted or committed. At June 30, 2025, there was no assigned fund balance.
- Unassigned – fund balance is the residual classification for the School’s general fund and includes all spendable amounts not contained in the other classifications.

Order of Fund Balance Spending Policy

The School’s policy is to apply expenditures against non-spendable fund balance, restricted fund balance, and committed fund balance at the end of the fiscal year by adjusting journal entries. First, Non-spendable fund balances are determined. Then, restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then, any remaining fund balance amounts for the non-general funds are classified as restricted fund balance. It is possible for the non-general funds to have negative unassigned fund balance when non-spendable amounts plus the restricted fund balances for specific purposes amounts exceed the positive fund balance for the non-general fund.

Minimum Fund Balance

As of June 30, 2025, there are no minimum fund balance requirements for any of the School’s funds.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Budgetary Basis Accounting (Continued)**

Comparative Data and Reclassifications

Comparative total data for the prior year have been presented only for the balance sheet and statement of revenues, expenditures and changes in fund balances for governmental funds in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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 reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Revenue Sources

Revenues for operations will be received primarily from the District School Board of Miami-Dade County (the "School Board") pursuant to the funding provisions included in the School's charter. In accordance with the funding provisions of the charter and Section 1002.33, Florida Statutes, the School will report the number of full-time equivalent (FTE) students and related data to the School Board. Under the provisions of Section 1011.62, Florida Statutes, the School Board reports the number of the full-time equivalent (FTE) students and related data to the Florida Department of Education (FDOE) for funding through the Florida Education Finance Program. Funding for the School is adjusted during the year to reflect the revised calculations by the FDOE under the Florida Education Finance Program and the actual weighted full-time equivalent students reported by the School during the designated full-time equivalent student survey periods. In addition, the School receives a portion of the local operating millage revenues levied by the District (Secure our Future Referendum).

The School receives state funds through the District under charter school capital outlay funding pursuant to Section 1013.62, Florida Statutes. Funds are based on a capital outlay plan submitted to the District and are to be used for lease of school facilities. In addition, the School may receive a portion of the local capital improvement tax revenues levied by the District. Finally, the School also receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to and approved by various granting agencies. Additionally, other revenues may be derived from various fundraising activities and certain other programs.

**Adopted Accounting Pronouncements**

Implementation of GASB Statement No. 101, Compensated Absences

In June 2022, the Governmental Accounting Standards Board issued Statement No. 101, Compensated Absences (GASB 101). This Statement establishes a single model for recognizing and measuring compensated absences. The provisions of GASB 101 are effective for reporting periods beginning after December 15, 2023. The School implemented GASB 101 for the fiscal year ended June 30, 2025. There was no material effect on the financial statements at June 30, 2025.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Adopted Accounting Pronouncements (Continued)**

Implementation of GASB Statement No. 102, Certain Risk Disclosures

In December 2023, the Governmental Accounting Standards Board issued Statement No. 102, Certain Risk Disclosures (GASB 102). This Statement requires disclosure of risks from concentrations and constraints that could significantly affect a government's ability to provide services or meet obligations as they come due. The provisions of GASB 102 are effective for reporting periods beginning after June 15, 2024. The School implemented GASB 102 for the fiscal year ended June 30, 2025. Refer to Note 11 for the related disclosures and financial statement effects.

Subsequent Events

Subsequent events have been evaluated through September 9, 2025, which is the date the financial statements were available to be issued.

NOTE 3 – INCOME TAXES

Coral Reef Montessori Academy Charter School, Inc. qualifies as a tax-exempt organization under Internal Revenue Code Section 501(c)(3), and is, therefore, exempt from income tax. Accordingly, no tax provision has been made in the accompanying financial statements of the School.

NOTE 4 – CAPITAL ASSETS

The following schedule provides a summary of changes in capital assets, acquired substantially with public funds, for the year ended June 30, 2025:

	Balance			Balance
	June 30, 2024	Additions	Deletions	June 30, 2025
Capital Assets				
Land	\$ 980,909	\$ -	\$ -	\$ 980,909
Building and improvements	7,140,646	-	-	7,140,646
Improvements other than buildings	383,253	168,452	-	551,705
Furniture and equipment	280,339	1,525	-	281,864
Total Capital Assets	\$ 8,785,147	\$ 169,977	\$ -	\$ 8,955,124
Less Accumulated Depreciation				
Building and improvements	\$ (2,236,532)	\$ (61,561)	\$ -	\$ (2,298,093)
Improvements other than buildings	(44,218)	(182,940)	-	(227,158)
Furniture and equipment	(266,624)	(3,470)	-	(270,094)
Total Accumulated Depreciation	\$ (2,547,374)	\$ (247,971)	\$ -	\$ (2,795,345)
Capital Assets, net	\$ 6,237,773	\$ (77,994)	\$ -	\$ 6,159,779

Depreciation expense for the year ended June 30, 2025 amounted to \$247,971, of which \$244,501 was allocated to operation of plant and remaining amount to instructional services.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**NOTE 5 – RELATED PARTIES**

The School’s co-directors are guarantors of the note payable. (See Note 6 – Mortgage Payable)

The School’s co-directors are owners of Coral Reef Montessori Academy, Inc. (the “Company”) a separate for-profit entity. The Company operates a pre-school and an after-school in the same facilities as the School. The Company reimburses the School for payroll and benefits related expenses and in addition pays a rental fee to the School. For the year ended June 30, 2025, the School was reimbursed approximately \$128,000 for payroll and benefit related expenses and \$48,000 for sharing of facilities. The School received payments of approximately \$175,000 during the year from the Company. At June 30, 2025, the total amount due from the Company was \$59,459.

**NOTE 6 – MORTGAGE PAYABLE**

In March 2022, the School modified their note payable of \$4,342,004 to consolidate debt and extend the maturity date. The School consolidated their line of credit balance of \$154,078 and received an advancement of \$108,959 as part of the modification of the note payable. The new note payable amount was \$4,500,000. The note is collateralized by the School’s building and land. The note will be amortized over a 25 year period, at a fixed interest rate of 5.40% including principal and interest payments. The loan matures on March 31, 2027 when the entire unpaid principal balance will be due.

The School’s co-directors are guarantors of the note payable as required by the bank to facilitate securing the note to the School. Even though the co-directors are personal guarantors on the note, they do not hold, or are entitled to, any security interest on the School’s building and land as these assets were acquired with government funds. In addition, the board of directors signed a resolution that would pay each of the co-directors .5% of the total loan outstanding for each year that they are listed as guarantors of the loan. For the year ended June 30, 2025, the School’s co-director’s fee was \$45,795. The note payable agreement contains a financial covenant, which includes a debt service coverage ratio. At June 30, 2025, the School was not in compliance with this covenant. The bank calculates this coverage ratio at the end of the calendar year.

The School’s obligation under notes payable consists of the following:

	Balance July 1, 2024	Additions	Repayments	Balance June 30, 2025
Mortgage payable	\$ 4,298,582	\$ -	\$ (100,019)	\$ 4,198,563

Maturities of debt are as follows:

<u>Year Ended June 30,</u>	
2026	\$ 107,373
2027	<u>4,091,190</u>
Total	<u>\$ 4,198,563</u>

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**NOTE 7 – DEPOSITS POLICY AND CREDIT RISK**

It is the School's policy to maintain its cash and cash equivalents in one financial institution. As of June 30, 2024, the School's deposits consisted of cash balances \$578,254. Deposits at FDIC-insured financial institutions are insured up to \$250,000 per depositor, per financial institution. The School is a charter school under Coral Reef Montessori Academy Charter School, Inc. All bank accounts are opened under the account ownership of Coral Reef Montessori Academy Charter School, Inc., therefore, bank balances at times may potentially be in excess of FDIC coverage. As of June 30, 2025, bank balances in potential excess of FDIC coverage was approximately \$1,361,000.

**NOTE 8 – EMPLOYEE RETIREMENT PLAN**

**Reporting Entity**

The Florida Department of Management Services, Division of Retirement (division), is part of the primary government of the state of Florida and is responsible for administering the Florida Retirement System Pension Plan and Other State-Administered Systems (system). For the fiscal year ended June 30, 2024, the division administered two cost-sharing, multiple employer defined benefit plans, one single employer defined benefit plan, two defined contribution plans, a supplemental funding of defined benefit plans for municipal police officers and firefighters, and various general revenue funded pension programs. The division issued a publicly-available, audited comprehensive financial report (ACFR) on behalf of the system that includes financial statements, notes and required supplementary information for each of the pension plans. Detailed information about the plans is provided in the ACFR which is available online or by contacting the division (see Note 9).

**Cost-Sharing Defined Benefit Plans**

As required by Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* (GASB 68), this report includes the allocation of the collective net pension liability and associated pension expense, deferred outflows of resources and deferred inflows of resources for each of the participating employers in the system's cost-sharing, multiple employer defined benefit plans:

- The Florida Retirement System (FRS) Pension Plan is a cost-sharing, multiple-employer qualified defined benefit pension plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established and is administered in accordance with Chapter 121, Florida Statutes. The Florida Legislature establishes and amends the contribution requirement and benefit terms of the FRS Pension Plan. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state community college, or district school board, unless restricted from FRS membership under sections 121.053 and 121.22, Florida Statutes, or allowed to participate in a non-integrated defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)

- The Retiree Health Insurance Subsidy (HIS) Program is a non-qualified, cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The Florida Legislature establishes and amends the contribution requirements and benefit terms of the HIS Program. The benefit is a monthly payment to assist retirees and surviving beneficiaries of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended June 30, 2024, retirees and beneficiaries received monthly HIS payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$7.50. The payments are at least \$45 but not more than \$225 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare.

Over 1,000 participating employers are served by the two defined benefit plans. Of these, more than 900 employers, referred to as reporting employers, report payroll and remit contributions to the division for their covered employees and, in some cases, for the covered employees of associated participating employers.

**A. Basis of Accounting**

Employers participating in the FRS Pension Plan and HIS Program are required to report pension information in their financial statements for fiscal periods beginning on or after June 15, 2014, in accordance with GASB 68. The Schedules of Employer Allocations and Schedules of Pension Amounts by Employer (pension allocation schedules) and notes to the schedules, along with the system's ACFR, provide employers with the required information for reporting.

The underlying financial information used to prepare the pension allocation schedules is based on the system's records. The financial statements for the cost-sharing defined benefit plans are prepared using the flow of economic resources measurement focus and the accrual basis of accounting and are prepared in accordance with accounting principles generally accepted in the United States. The system's financial statements are available online or by contacting the division (see Note 9). There have been no significant changes since the publication of the financial statements.

**B. Employer Contributions**

Contributions are recognized as revenues in the period for which the contributions are due pursuant to statutory and contractual requirements. Employee contributions required pursuant to section 121.71(3), Florida Statutes, are accounted for by the FRS as employer-paid employee contributions and are treated as employer contributions under 26 U.S.C. s. 414(h)(2) allowing these contributions to be deducted on a pre-tax basis. Pension expense reported in the pension allocation schedules is reduced by these amounts.

Total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes. Employer contributions reflected in the financial statements and in the pension allocation schedules for the cost-sharing defined benefit plans represent contributions specific to each defined benefit plan and do not equal total blended contributions remitted by the employer.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)

**C. Use of Estimates**

The preparation of these schedules, and the associated financial statements, requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources and changes therein, including appropriate disclosures at the date of the financial statements. Actual results could differ from those estimates.

**Net Pension Liability of Employers**

**A. Net Pension Liability**

The components of the collective net pension liability of the participating employers for each defined benefit plan for the measurement date of June 30, 2024, are shown below:

	FRS	HIS
Total Pension Liability	\$ 11,217,826	\$ 1,274,435
Plan Fiduciary Net Position	(9,389,634)	(61,205)
Net Pension Liability	<u>\$ 1,828,192</u>	<u>\$ 1,213,230</u>
 Plan Fiduciary Net Position as a Percentage as a Percentage of the Total Pension Liability	 83.70%	 4.80%

The total pension liability for the FRS was determined by the plan’s actuary and reported in the plan’s GASB 67 valuation as of June 30, 2024. The fiduciary net position used by the actuary to determine the net pension liability (as shown above) was determined on the same basis used by the plan. The fiduciary net position is reported in the financial statements and the net pension liability is disclosed in the notes to the financial statements. Update procedures were not used.

The total pension liability for the HIS was determined by the plan’s actuary and reported in the plan’s GASB 67 valuation as of June 30, 2024. The fiduciary net position used by the actuary to determine the net pension liability (as shown above) was determined on the same basis used by the plan. The fiduciary net position is reported in the financial statements and the net pension liability is disclosed in the notes to the financial statements.

**B. Basis for Allocation**

The employer’s proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the system’s fiscal years ending June 30, 2013 through June 30, 2024, for employers that were members of the FRS and HIS during those fiscal years. For fiscal years ended June 30, 2015 through June 30, 2024, in addition to contributions from employers, the required accrued contributions for the division (paid on behalf of the division’s employees who administer the plans) were allocated to each employer on a proportional basis. The division administers the plans, and therefore, cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers’ projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system’s ACFR for that fiscal year.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)**

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense.

For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

**C. Actuarial Methods and Assumptions**

The Florida Retirement System (FRS) Actuarial Assumption Conference is responsible for setting the assumptions used in the funding valuations of the defined benefit pension plan pursuant to section 216.136(10), Florida Statutes. The division determines the assumptions in the valuations for GASB 67 reporting purposes. The FRS Pension Plan's GASB 67 valuation is performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS Pension Plan was completed in 2024 for the period July 1, 2018, through June 30, 2023. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.50%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 6.70%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.93% was used to determine the total pension liability for the program (Bond Buyer General Obligation 20-Bond Municipal Bond Index). Mortality assumptions for both the FRS Pension Plan and the HIS Program were based on the PUB-2010 base table, (refer to the valuation reports for more information – see Note 9).

The following changes in actuarial assumptions occurred in 2024 for the HIS Program:

- All demographic assumptions and methods were reviewed as part of the 2024 Experience Study. Changes were adopted by the 2024 FRS Actuarial Assumption Conference during its meetings in October 2024.
- The coverage election assumptions were updated to reflect recent and anticipated future experience of HIS program participants. Changes were adopted by the 2024 FRS Actuarial Assumption Conference during its October 2024 meeting.
- The discount rate was modified to reflect the change in the value of the municipal bond index between GASB measurement dates.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)

**D. Sensitivity Analysis**

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the collective net pension liability of the participating employers if the discount rate was 1.00% higher or 1.00% lower than the current discount rate at June 30, 2024.

FRS Net Pension Liability			HIS Net Pension Liability		
1% Decrease	Current Discount Rate	1% Increase	1% Decrease	Current Discount Rate	1% Increase
5.70%	6.70%	7.70%	2.93%	3.93%	4.93%
\$ 3,215,724	\$ 1,828,192	\$ 665,838	\$ 1,381,106	\$ 1,213,230	\$ 1,073,865

**Pension Expense and Deferred Outflows/Inflows of Resources**

In accordance with GASB 68, paragraphs 54 and 71, changes in the net pension liability are recognized in pension expense in the current measurement period, except as indicated below. For each of the following, a portion is recognized in pension expense in the current reporting period, and the balance is amortized as deferred outflows or deferred inflows of resources using a systematic and rational method over a closed period, as defined below:

- Differences between expected and actual experience with regard to economic and demographic factors – amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees)
- Changes of assumptions or other inputs – amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees)
- Changes in proportion and differences between contributions and proportionate share of contributions - amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees)
- Differences between expected and actual earnings on pension plan investments – amortized over five years

Employer contributions to the pension plans from employers are not included in collective pension expense; however, employee contributions are used to reduce pension expense.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)

The average expected remaining service life of all employees provided with pensions through the pension plans at June 30, 2024, was 5.3 years for FRS and 6.3 years for HIS. The components of collective pension expense reported in the pension allocation schedules for the fiscal year ended June 30, 2024, are presented below for each plan.

Florida Retirement System (FRS)

Description	Recognized in Expense Fiscal Year Ending 2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Service cost	\$ 144,019	\$ -	\$ -
Interest cost	705,627	-	-
Effect of plan changes	-	-	-
Effect of economic/demographic gains or loss (difference between expected and actual experience)	61,836	184,696	-
Effect of assumptions changes or inputs	95,271	250,570	-
Member contributions	(38,207)	-	-
Projected investment earnings	(579,843)	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	97,751	(129,645)
Net difference between projected and actual investment earnings	(112,933)	-	(121,511)
Administrative expenses	1,371	-	-
Total	\$ 277,141	\$ 533,017	\$ (251,156)

Health Insurance Subsidy (HIS)

Description	Recognized in Expense Fiscal Year Ending 2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Service Cost	\$ 25,408	\$ -	\$ -
Interest Cost	48,638	-	-
Effect of plan changes	-	-	-
Effect of economic/demographic gains or loss (difference between expected and actual experience)	6,532	11,716	(2,329)
Effect of assumptions changes or inputs	(29,258)	21,471	(143,631)
Member contributions	(21)	-	-
Projected investment earnings	(2,068)	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	106,995	(63,560)
Net difference between projected and actual investment earnings	157	-	(439.00)
Administrative expenses	16	-	-
Total	\$ 49,404	\$ 140,182	\$ (209,959)

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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**NOTE 8 – EMPLOYEE RETIREMENT PLAN (Continued)**

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date and prior to the employer’s fiscal year end will be recognized as a reduction of the net pension liability in the subsequent reporting period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension expense will be recognized as follows:

Year Ending June 30,	FRS Expense	HIS Expense
2025	\$ (24,967)	\$ (11,320)
2026	\$ 271,231	\$ (13,968)
2027	\$ 19,772	\$ (20,347)
2028	\$ 935	\$ (14,226)
2029	\$ 14,889	\$ (7,751)
Thereafter	\$ -	\$ (2,165)
<b>Totals</b>	<b>\$ 281,861</b>	<b>\$ (69,777)</b>

**NOTE 9 – ADDITIONAL FINANCIAL AND ACTUARIAL INFORMATION**

Additional audited financial information supporting the Schedules of Employer Allocations and the Schedules of Pension Amounts by Employer is located in the Florida Retirement System Pension Plan and Other State-Administered Systems ACFR for the fiscal year ended June 30, 2024. The system’s CAFR and the actuarial valuation reports referenced herein are available online at:

[http://www.dms.myflorida.com/workforce\\_operations/retirement/publications](http://www.dms.myflorida.com/workforce_operations/retirement/publications)

The System’s ACFR and actuarial reports may also be obtained by contacting the Division of Retirement at:

Department of Management Services  
Division of Retirement  
Bureau of Research and Member Communications  
PO Box 9000  
Tallahassee, FL 32315-9000  
850-488-5706 or toll free at 877-377-1737

**NOTE 10 – GRANTS**

The School receives the majority of its operating revenue from per-pupil funding provided by the District, based on the number of full-time equivalent (FTE) students enrolled. Changes in enrollment levels or modifications to the State of Florida’s funding formula or allocation procedures could affect the School’s ability to provide educational services or meet financial obligations. The School also receives grant funds from various federal, state, and local agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not reflected in these financial statements.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE 11 – CERTAIN RISK DISCLOSURES

**Compliance and Uncertainty**

In the normal course of operations, the Charter School receives grant funds from various federal, state, and local agencies. These programs are subject to audit by the granting authorities, the purpose of which is to ensure compliance with grant conditions. Any liability for reimbursement which may arise as the result of these audits is not reflected in these financial statements. No expenditures are being questioned as of June 30, 2025.

**Credit Risk**

It is the School's policy to maintain its cash in major banks. As of June 30, 2025, all of the School's cash funds qualified as a Public Deposit as defined in Chapter 280, Florida Statutes, and therefore are fully insured.

**Insurance Coverage**

The School is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors, omissions, and natural disasters for which it carries commercial insurance. Settlement amounts have not exceeded insurance coverage in the past, and there were no reductions in coverage from the prior year. The School does not sponsor a public entity risk pool and has had no settlements that exceeded its insurance coverage.

REQUIRED SUPPLEMENTAL INFORMATION

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET**  
**AND ACTUAL – GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	General Fund Budget		
	Original Budget	Final Budget	Actual
<b>REVENUES</b>			
State passed through local	\$ 5,849,154	\$ 5,849,154	\$ 6,455,639
Capital outlay funding and other grants	-	-	-
Charges for services	48,000	48,000	102,835
Miscellaneous and interest income	-	-	177,241
<b>TOTAL REVENUES</b>	<b>\$ 5,897,154</b>	<b>\$ 5,897,154</b>	<b>\$ 6,735,715</b>
<b>EXPENDITURES</b>			
Instructional services	\$ 3,683,830	\$ 3,683,830	\$ 4,242,614
Student support services	-	-	46,988
Instructional staff training services	20,000	20,000	52,094
Board	21,200	21,200	31,128
General administration	101,000	101,000	103,154
School administration	810,097	810,097	1,091,674
Facilities acquisition, construction and other capital outlay	303,093	303,093	90,580
Fiscal services	15,000	15,000	24,159
Food services	-	-	42,428
Community services	-	-	7,854
Operation of plant	286,080	286,080	526,235
Extracurricular activities	-	-	90,850
Maintenance of plant	238,961	238,961	147,014
Administrative technology services	-	-	39,075
Debt services	89,647	89,647	45,795
<b>TOTAL EXPENDITURES</b>	<b>\$ 5,568,908</b>	<b>\$ 5,568,908</b>	<b>\$ 6,581,642</b>
Excess (Deficit) of revenues over expenditures	328,246	328,246	154,073
Other financing sources	-	-	-
Net change in fund balance	<b>\$ 328,246</b>	<b>\$ 328,246</b>	<b>\$ 154,073</b>

See accompanying note to required supplemental information.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET**  
**AND ACTUAL – SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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	Special Revenue Fund		
	Original Budget	Final Budget	Actual
REVENUES			
Federal sources	\$ 57,500	\$ 57,500	\$ 14,296
Federal school lunch and contributions	92,500	92,500	151,012
TOTAL REVENUES	<u>150,000</u>	<u>150,000</u>	<u>165,308</u>
EXPENDITURES			
Instructional services	57,500	57,500	14,296
Food services	92,500	92,500	151,012
TOTAL EXPENDITURES	<u>150,000</u>	<u>150,000</u>	<u>165,308</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying note to required supplemental information.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**NOTE TO REQUIRED SUPPLEMENTAL INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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NOTE A – BUDGETARY INFORMATION

Budgetary basis of accounting

The School's annual budget is adopted for the entire operations at the combined governmental level and may be amended by the Board. The budget presented for the year ended June 30, 2025 has been amended according to Board procedures. During the fiscal year, expenditures were controlled at the fund level.

Although budgets are adopted for the entire operation, budgetary comparisons have been presented for the general and special revenue funds for which a legally adopted budget exists.

Budgets are presented on the modified accrual basis of accounting. During the fiscal year, expenditures were controlled at the object level (e.g., salaries, purchased services, and capital outlay).

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**FRS/HIS – SCHEDULE OF PROPORTION SHARE OF NET PENSION LIABILITY**  
**FOR THE YEAR ENDED JUNE 30, 2025**

**Schedule of Proportionate Share of Net Pension Liability - Florida Retirement System – Last 10 Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School's proportion of the net pension liability	0.004725876%	0.005214724%	0.005064563%	0.005045209%	0.004327737%	0.004413895%	0.004263015%	0.003764461%	0.003707668%	0.004063715%
School's proportionate share of the net pension liability	\$ 1,828,192	\$ 2,077,902	\$ 1,884,425	\$ 381,108	\$ 1,875,705	\$ 1,520,084	\$ 1,284,042	\$ 1,113,502	\$ 936,189	\$ 524,883
School's covered-employee payroll	\$ 3,422,794	\$ 3,357,395	\$ 2,702,488	\$ 2,680,433	\$ 2,537,372	\$ 2,380,406	\$ 2,220,858	\$ 1,968,964	\$ 1,889,908	\$ 1,897,683
School's proportionate share of the net pension liability as a % of its covered payroll	53.41%	61.89%	69.73%	14.22%	73.92%	63.86%	57.82%	56.55%	49.54%	27.66%
Plan fiduciary net position as a % of the total pension liability	82.38%	82.38%	96.40%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

**Schedule of Proportionate Share of Net Pension Liability - Health Insurance Subsidy Program – Last 10 Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School's proportion of the net pension liability	0.808767200%	0.847449100%	0.007415797%	0.007571495%	0.007234597%	0.007117461%	0.006799496%	0.006177093%	0.006121921%	0.006255125%
School's proportionate share of the net pension liability	\$ 1,213,230	\$ 1,345,862	\$ 785,451	\$ 928,758	\$ 883,332	\$ 796,373	\$ 719,666	\$ 660,483	\$ 713,485	\$ 637,924
School's covered-employee payroll	\$ 3,422,794	\$ 3,357,395	\$ 2,702,488	\$ 2,680,433	\$ 2,537,372	\$ 2,380,406	\$ 2,220,858	\$ 1,968,964	\$ 1,889,908	\$ 1,897,683
School's proportionate share of the net pension liability as a % of its covered payroll	35.45%	40.09%	29.06%	34.65%	34.81%	33.46%	32.40%	33.54%	37.75%	33.62%
Plan fiduciary net position as a % of the total pension liability	4.12%	4.12%	3.56%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

Note 1: The amounts shown above are for illustration purposes only. Each employer will determine the appropriate amounts to present based upon amounts published in the pension allocation schedules.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 8 of the Comprehensive Annual Financial Report on the website indicated in Note 9.

Note 3: Refer to GASB 68, paragraph 81a- the information in this schedule should be determined as of the measurement date of the collective net pension liability.

**CORAL REEF MONTESSORI ACADEMY CHARTER SCHOOL, INC.**  
**FRS/HIS - SCHEDULE OF CONTRIBUTIONS**  
**FOR THE YEAR ENDED JUNE 30, 2025**

**Schedule of Contributions Florida Retirement System – Last 10 Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 267,609	\$ 250,862	\$ 216,114	\$ 192,201	\$ 143,792	\$ 136,863	\$ 121,493	\$ 97,998	\$ 90,417	\$ 99,077
Contributions in relation to the contractually required contribution	\$ (267,609)	\$ (250,862)	\$ (216,114)	\$ (192,201)	\$ (143,792)	\$ (136,863)	\$ (121,493)	\$ (97,998)	\$ (90,417)	\$ (99,077)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Schools' covered-employee payroll	\$ 3,422,794	\$ 3,357,395	\$ 2,702,488	\$ 2,680,433	\$ 2,537,372	\$ 2,380,406	\$ 2,220,858	\$ 1,968,964	\$ 1,889,908	\$ 1,897,683
Contributions as a % of covered-employee payroll	7.82%	7.47%	8.00%	7.17%	5.67%	5.75%	5.47%	4.98%	4.78%	5.22%

**Schedule of Contributions Health Insurance Subsidy Program – Last 10 Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 68,473	\$ 55,747	\$ 44,872	\$ 44,505	\$ 41,690	\$ 39,523	\$ 36,874	\$ 32,691	\$ 31,379	\$ 23,911
Contributions in relation to the contractually required contribution	\$ (68,473)	\$ (55,747)	\$ (44,872)	\$ (44,505)	\$ (41,690)	\$ (39,523)	\$ (36,874)	\$ (32,691)	\$ (31,379)	\$ (23,911)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Schools' covered-employee payroll	\$ 3,422,794	\$ 3,357,395	\$ 2,702,488	\$ 2,680,433	\$ 2,537,372	\$ 2,380,406	\$ 2,220,858	\$ 1,968,964	\$ 1,889,908	\$ 1,897,683
Contributions as a % of covered-employee payroll	2.00%	1.66%	1.66%	1.66%	1.64%	1.66%	1.66%	1.66%	1.66%	1.26%

Note 1: GASB 68 requires information for 10 years.

Note 2: The amounts shown above are for illustration purposes only. Each employer will determine the appropriate amounts to present based upon their accounting data.

Note 3: Refer to GASB 68, paragraph 81b- the information in this schedule should be determined as of the employer's most recent fiscal year.



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NATIONAL ASSOCIATION OF  
CERTIFIED VALUATION ANALYSTS

COLLABORATIVE FAMILY  
LAW INSTITUTE

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*

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Board of Directors of  
Coral Reef Montessori Academy Charter School, Inc.  
Miami, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities and each major fund of Coral Reef Montessori Academy Charter School, Inc. (the “School”) a charter school sponsored by the District School Board of Miami-Dade County, Florida, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School’s basic financial statements, and have issued our report thereon dated September 9, 2025.

**Report on 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions 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 or significant deficiencies may exist that were not identified.

### **Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

*García Santa María De Armas Trujillo, PLLC*

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida  
September 9, 2025



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AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
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## MANAGEMENT LETTER

Board of Directors of  
Coral Reef Montessori Academy Charter School, Inc.  
Miami, Florida

### Report on the Financial Statements

We have audited the financial statements of Coral Reef Montessori Academy Charter School, Inc. (the “School”), a non-major component unit of the District School Board of Miami-Dade County, Florida, as of and for the fiscal year ended June 30, 2025, and have issued our report thereon dated September 9, 2025.

### Auditor’s Responsibility

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; and Chapter 10.850, Rules of the Auditor General.

### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in that report, which is dated September 9, 2025, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. In connection with our audit, we did not have any findings or recommendations in the preceding audit report.

## **Official Title**

Section 10.854(1)(e)5, Rules of the Auditor General, requires the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title of the entity and the school code assigned by the Florida Department of Education of the school is Coral Reef Montessori Academy Charter School, Inc. and #130070.

## **Financial Condition and Management**

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether or not the School has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the School did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the School. It is management's responsibility to monitor the School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. The financial condition assessment procedures applied in connection with our audit, has lead us to believe that the School's overall financial condition as of June 30, 2025 is not deteriorating.

Section 10.854(1)(e)3., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

## **Transparency**

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the School maintains on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the School maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

## **Additional Matters**

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred, or are likely to have occurred, that has an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

**Purpose of this Letter**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, applicable management and the School Board of Miami-Dade County, Florida, and is not intended to be and should not be used by anyone other than these specified parties.

*García Santa María De Armas Trujillo, PLLC*

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida  
September 9, 2025