

Academia de Lenguaje y Bellas Artes (ALBA Charter School)  
Milwaukee, Wisconsin

Financial Statements

For the year ended June 30, 2022

Prepared by: Bruce Michael Redlin, CPA, LLC  
Certified Public Accountant  
2323 South 109<sup>th</sup> Street  
West Allis, Wisconsin 53227  
414-543-1550

[bredlin@bredlin.com](mailto:bredlin@bredlin.com)

Academia de Lenguaje y Bellas Artes (ALBA Charter School)  
Milwaukee, Wisconsin

Financial Statements  
For the year ended June 30, 2022

Table of Contents

Independent Auditors' Opinion on the Schedule of Grant Program Expenditures in a Program-Specific Audit	2-3
Schedule of State of Wisconsin Charter School Grant Program Expenditures	4
Notes to Schedule of State of Wisconsin Charter School Grant Program Expenditures	5
Independent Auditors' Report on Compliance for the Program and Report on Internal Control over Compliance Performed in Accordance with the Program- Specific Option Under the Wisconsin State Single Audit Guidelines – 2018 Edition	6-7
Schedule of Prior Audit Findings	8
Schedule of Expenditures of Federal and State Awards	9
Notes to Schedule of Expenditures of Federal and State Awards	10
Schedule of Findings and Questioned Costs	11
Supplemental Information:	
Schedule of State of Wisconsin Charter School Grant Program Expenditures (Detail)	13

**Independent Auditors' Opinion on the Schedule of Grant Program Expenditures Issued in a Program-Specific Audit**

ALBA Charter School  
1712 South 32<sup>nd</sup> Street  
Milwaukee, WI 53215

**Report on Schedule of Fee-for-Service and Purchase of Service Contracts**

I have audited the accompanying schedule of State of Wisconsin Charter Grant Program Expenditures (financial statement) of Academia de Lenguaje y Bellas Artes (ALBA Charter School), Cash Basis of Accounting, for the State of Wisconsin Charter School Grant Program for the year ended June 30, 2022.

**Management's Responsibility for the Schedule of Fee-for-Service and Purchase of Service Contracts**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Cash basis of accounting as described in Note 2 to the financial statement; this includes determining that the Cash basis of accounting is an acceptable basis for the preparation of financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of the internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

My responsibility is to express an opinion on this financial statement based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and the State of Wisconsin Single Audit Guide, 2018 edition. Those standards and guide require that I plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Opinion**

In my opinion, the financial statement referred to above presents fairly, in all material respects, the State of Wisconsin Charter School Grant Program Expenditures of ALBA Charter School for the year ended June 30, 2022 in accordance with the Cash Basis of Accounting as described in Note 2 to the financial statement.

**Independent Auditors' Opinion on the Schedule of Grant Program Expenditures Issued in a Program-Specific Audit (continued)**

**Basis of Accounting**

I draw attention to Note 2 of the financial statements which describes the basis of accounting. The financial statement is prepared using the Cash basis of accounting which is a basis of accounting other accounting principles generally accepted in the United States of America. My opinion is not modified with respect to that matter.

**Other Matters**

My audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying schedule referred to as supplemental information, as required by the State of Wisconsin Single Audit Guide, 2018 Edition is presented for purposes of additional analysis and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement.

The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated, in all material respects, in relation to the financial statement as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards and the State of Wisconsin Single Audit Guide, 2018 Edition I have also issued my report dated October 26, 2022, on my consideration of ALBA Charter School's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and the State of Wisconsin Single Audit Guide in considering ALBA Charter School internal control over financial reporting and compliance.

*Bruce Michael Redlin, CPA, LLC*

Bruce Michael Redlin, CPA, LLC  
Certified Public Accountant  
West Allis, Wisconsin  
October 26, 2022

ALBA Charter School  
 Schedule of State of Wisconsin Charter School Grant Program Expenditures  
 For the year ended June 30, 2022

Contractor - Program Name -	Contract Number	Expenditures
Wisconsin Department of Public Instruction State of Wisconsin Charter School Grant Program	84.282A	\$ 78,366
Total Expenditures		<u>\$ 78,366</u>

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

ALBA Charter School  
Notes to Schedule of State of Wisconsin Charter School Grant Program Expenditures  
For the year ended June 30, 2022

**1. Basis of Presentation**

The accompanying Schedule of State of Wisconsin Charter School Grant Program Expenditures includes the government contract activity of ALBA Charter School under programs of the federal, state and local governments for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of the Wisconsin State Single Audit Guide, 2018 Edition. Because the schedule presents only a selected portion of the operations of ALBA Charter School it is not intended to and does not present the financial position, results of operations, or cash flows for ALBA Charter School.

**2. Summary of Significant Accounting Policies**

ALBA Charter School is considered a subrecipient in this program.

The financial statement is prepared using the cash basis of accounting which is a basis of accounting other accounting principles generally accepted in the United States of America.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE PERFORMED IN ACCORDANCE WITH THE PROGRAM-SPECIFIC OPTION UNDER THE WISCONSIN STATE SINGLE ABOUT GUIDELINES – 2018 EDITION**

**Report on the Compliance for the State of Wisconsin Charter School Program**

We have audited ALBA Charter School's compliance with the types of compliance requirements described in the Wisconsin State Single Audit Guide – 2018 Edition that could have a direct and material effect on its State of Wisconsin Charter School Program for the year ended June 30, 2022.

**Management's Responsibility**

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of federal and state contracts applicable to the Programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for ALBA Charter School's Program based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the Wisconsin State Single Audit Guide – 2018 Edition. Those standards and the Wisconsin State Single Guide - 2018 Edition require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the programs occurred. An audit includes examining, on a test basis, evidence about ALBA Charter School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for ALBA Charter School's Programs. However, our audit does not provide a legal determination of ALBA Charter School's compliance.

**Opinion on Compliance for the Programs**

In our opinion, ALBA Charter School complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its programs for the year ended June 30, 2022.

**Report on Internal Control Over Compliance**

Management of ALBA Charter School is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered ALBA Charter School's internal control over compliance with the types of requirements that could have a direct and material effect on its Programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance in accordance with the Wisconsin State Single Audit Guide – 2018 Edition, but not for the purpose of expressing an opinion on the effectiveness of internal control compliance. Accordingly, we do not express an opinion on the effectiveness of ALBA Charter School's internal control over compliance.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE PERFORMED IN ACCORDANCE WITH THE PROGRAM-SPECIFIC OPTION UNDER THE WISCONSIN STATE SINGLE ABOUT GUIDELINES – 2018 EDITION (continued)**

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I identified no deficiencies in internal control over financial reporting.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing abased on the requirements of the Wisconsin State Single Audit Guide – 2018 Edition. According, this report is not suitable for any other purpose.

*Bruce Michael Redlin, CPA, LLC*

Bruce Michael Redlin, CPA, LLC  
Certified Public Accountant  
West Allis, Wisconsin  
October 26, 2022



ALBA Charter School  
Schedule of Prior Audit Findings  
For the year ended June 30, 2022

There were no prior year audit findings.

ALBA Charter School  
 Schedule of Expenditures of Federal and State Awards  
 For the year ended June 30, 2022

<u>State Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>State Program Identifying Number</u>	<u>Program Expenditures</u>
<u>Wisconsin Department of Public Instruction:</u>			
Pass-Through Program From:			
Wisconsin Charter School Grant Program	NA	84.282A	\$ <u>78,366</u>
Total Program Expenditures			\$ <u>78,366</u>

ALBA Charter School  
Notes to Schedule of Expenditures of Federal and State Awards  
For the year ended June 30, 2022

Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal and state awards includes the State Charter School Grant activity of ALBA Charter School and is presented on the cash basis of accounting. The information in the schedule is presented in accordance with the requirements of the State of Wisconsin *Health Services Audit Guide, 2018 Edition*.

Note 2 – Subrecipients

There were no awards that were passed through to subrecipients.

ALBA Charter School  
 Schedule of Findings and Questioned Costs  
 For the year ended June 30, 2022

A. Summary of Auditor's Results

Financial Statements:

- 1. Type of auditor's report issued.....Unmodified
- 2. Internal control over financial reporting:
  - a. Material weakness(s) identified?.....No
  - b. Significant deficiencies identified not considered to be material weaknesses?.....No
  - c. Noncompliance material to the financial statements noted?.....No

Section I – Internal Control Over Financial Reporting

There are no findings related to Internal Control Over Financial Reporting that are required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended June 30, 2022.

Section II – Compliance and Other Matters

There are no findings related to compliance and other matters that are required to be reported under governmental auditing standards generally accepted in the United States of America for the year ended June 30, 2022.

B. Other Issues

- 1. Does the auditor have substantial doubt as to the Auditee's ability to continue as a going concern?.....No
- 2. Does the audit report show audit issues (i.e. material noncompliance, non-material non-compliance, questioned costs, material weaknesses, reportable condition, management letter comment, excess revenue, or excess reserve) related to grants or contracts with funding agencies that require audits in accordance with the *State of Wisconsin Audit Guide*?  
 Department of Public Instruction.....No
- 3. Was a management letter or other document conveying audit comments issued as a product of this audit engagement?.....No

Name of CPA Firm Partner	Bruce Michael Redlin, CPA
Signature of CPA Firm Partner	<i>Bruce Michael Redlin, CPA</i>
Date of Report	October 26, 2022

SUPPLEMENTAL INFORMATION

ALBA Charter School  
 Schedule of State of Wisconsin Charter School Grant Program Expenditures (Detailed)  
 For the year ended June 30, 2022

	Grant Budget	Expenditures	(Over) or Under Budget
Expenditures -			
Wages -			
Part Time Certificated	\$ 28,630	\$ 2,177	\$ 26,453
Benefits -			
Part Time Certificated	16,940	1,167	15,773
Purchased Services -			
Consultant Services	35,000	2,400	32,600
Supplies -			
Consumable	13,200	20,814	(7,614)
Textbooks	-	34,658	(34,658)
Computers	20,000	17,150	2,850
Non-Capital Equipment	176,400	-	176,400
Total	\$ 290,170	\$ 78,366	\$ 211,804

See Auditor's Opinion  
 See Notes to Financial Statement

Academia de Lenguaje y Bellas Artes

1712 South 32<sup>nd</sup> Street

Milwaukee, WI 53215



October 27, 2022

Bruce Michael Redlin, CPA, LLC  
2323 South 109<sup>th</sup> Street  
West Allis, WI 53227

We are providing this letter in connection with your audit of the statement of financial position of Academia de Lenguaje y Bellas Artes (ALBA) as of June 30, 2022 and the related statements of activities and change in net assets and cash flows for the year then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the financial position, changes in net assets, and cash flows of ALBA in conformity with U.S. generally accepted accounting principles. We confirm that we are responsible for the fair presentation in the financial statements of financial position, changes in net assets, and cash flows in conformity with generally accepted accounting principles. We are also responsible for adopting sound accounting policies, establishing and maintaining effective internal control, and preventing and detecting fraud

We confirm, to the best of our knowledge and belief, as of October 27, 2022 the following representations made to you during your audit -

1. The financial statements referred to above are fairly presented in conformity with U.S. generally accepted accounting principles and include all assets and liabilities under the organization's control.
2. We have made available to you all—
  - a. Financial records and related data.
  - b. Minutes of the meetings of the board of directors or summaries of actions of recent meetings for which minutes have not yet been prepared.
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
4. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
5. We acknowledge our responsibility for the design and implementation of programs and controls to prevent and detect fraud.
6. We have no knowledge of any fraud or suspected fraud affecting the Organization involving
  - a. Management,

- b. Employees who have significant roles in internal control, or
  - c. Others where the fraud could have a material effect on the financial statements.
7. We have no knowledge of any allegations of fraud or suspected fraud affecting the Organization received in communications from employees, former employees, grantors, regulators, or others.
8. The Organization has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or net asset balances.
9. The following, if any, have been properly recorded or disclosed in the financial statements:
- a. Related party transactions, including revenues, expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from, or payable to related parties.
  - b. Guarantees, whether written or oral, under which the Organization is contingently liable.
  - c. All accounting estimates that could be material to the financial statements, including the key factors and significant assumptions underlying those estimates, and we believe the estimates are reasonable in the circumstances.
10. There are no estimates that may be subject to a material change in the near term that have not been properly disclosed in the financial statements. We understand that *near term* means the period within one year of the date of the financial statements. In addition, we have no knowledge of concentrations existing at the date of the financial statements that make the organization vulnerable to the risk of severe impact that have not been properly disclosed in the financial statements.
11. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us; and we have identified and disclosed to you all laws, regulations, and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts.
12. There are no:
- a. Violations or possible violations of laws and regulations and provisions of contracts and grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.
  - b. Unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with Statement of Financial Accounting Standards No. 5, *Accounting for Contingencies*.
  - c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by Statement of Financial Accounting Standards No. 5.
  - d. Designations of net assets disclosed to you that were not properly authorized and approved, or reclassifications of net assets that have not been properly reflected in the financial statements.
13. The Organization has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged.
14. We have complied with all restrictions on resources (including donor restrictions) and all aspects of contractual and grant agreements that would have a material effect on the financial statements in the event of noncompliance. This includes complying with donor requirements to maintain a specific asset composition necessary to satisfy their restrictions.



15. We have not used the services of an attorney through this date that have not been disclosed to you.

No events have occurred subsequent to the statement of financial position date and through the date of this letter that would require adjustment to, or disclosure in, the financial statements

Signed: Brenda Martinez  
Lead Teacher