



Annual Financial Report  
August 31, 2019

# Green Dot Public Schools Washington State

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

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**August 31, 2019**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Green Dot Public Schools Washington State  
(A Washington State Nonprofit Public Benefit Corporation)  
Tacoma, Washington

We have audited the accompanying combined financial statements of Green Dot Public Schools Washington State (GDPS WS) (A Washington Nonprofit Public Benefit Corporation), which are comprised of the combined statement of financial position as of August 31, 2019, and the related statements of activities and cash flows for the year then ended, and the related notes to the combined financial statements.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinion**

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of GDPS WS as of August 31, 2019, and the changes in its net assets and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Report on Summarized Comparative Information**

The financial statements of the GDPS WS as of and for the year ended August 31, 2018, were audited by other auditors who joined Eide Bailly LLP on July 22, 2019, and whose report dated February 27, 2019 expressed an unmodified opinion on those statements.

## **Other Matters**

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the combined financial statements.

The accompanying supplementary information is the responsibility of management, was derived from, and relates directly to the underlying accounting and other records used to prepare the combined financial statements. Such information has been subjected to the auditing procedures applied in the audit of the combined financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements, or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 5, 2020 on our consideration of GDPS WS'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 GDPS WS's internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GDPS WS'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 GDPS WS's internal control over financial reporting and compliance.

The image shows a handwritten signature in cursive script that reads "Eide Bailly LLP". The signature is written in dark ink and is positioned above the typed name of the firm.

Rancho Cucamonga, California  
March 5, 2020



**FINANCIAL STATEMENTS**

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINED STATEMENT OF FINANCIAL POSITION**  
**(With comparative financial information at August 31, 2018)**

**AUGUST 31, 2019**

	2019	2018
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 3,390,828	\$ 4,677,458
Accounts receivable	351,148	293,143
Accounts receivable - related party	31,123	-
Prepaid expenses and other current assets	394,163	381,610
Total Current Assets	4,167,262	5,352,211
Non-Current Assets:		
Security deposits	85,025	85,025
Property and equipment	673,529	662,434
Less: accumulated depreciation	292,528	59,904
Total Non-Current Assets	466,026	687,555
Total Assets	\$ 4,633,288	\$ 6,039,766
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accruals	\$ 793,723	\$ 841,349
Accounts payable - related party	-	49,240
Deferred revenue	3,399,166	4,780,241
Current portion of long-term obligations	147,909	192,277
Total Current Liabilities	4,340,798	5,863,107
Long-Term Obligations:		
Non-current portion of long-term obligations	-	147,909
Total Liabilities	4,340,798	6,011,016
<b>NET ASSETS</b>		
Without donor restriction	292,490	28,750
Total Liabilities and Net Assets	\$ 4,633,288	\$ 6,039,766

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

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINED STATEMENT OF ACTIVITIES**  
**(With comparative financial information for the year ended August 31, 2018)**

**FOR THE YEAR ENDED AUGUST 31, 2019**

	<u>2019</u>	<u>2018</u>
<b>NET ASSETS WITHOUT DONOR RESTRICTION</b>		
<b>REVENUES</b>		
State apportionments	\$ 6,330,451	\$ 4,422,095
Federal revenue	890,510	1,340,135
Other State revenue	913,217	627,779
Contributions and grants	3,723,234	7,736,108
Local revenue	1,504,866	909,631
Total Revenues	<u>13,362,278</u>	<u>15,035,748</u>
<b>EXPENSES</b>		
Program Services:		
Salaries and benefits	6,456,537	7,257,174
Student services	1,810,719	2,433,541
Materials and supplies	221,336	278,444
Other expenses	1,247,661	1,963,844
Depreciation and amortization	232,624	59,904
Occupancy	1,369,380	903,128
Interest	17,722	8,749
Subtotal	<u>11,355,979</u>	<u>12,904,784</u>
Management and General:		
Salaries and benefits	1,067,697	1,186,833
Occupancy	43,404	42,144
Operating expenses	64,286	449,680
Shared services - related party	567,172	452,303
Subtotal	<u>1,742,559</u>	<u>2,130,960</u>
Total Expenses	<u>13,098,538</u>	<u>15,035,744</u>
<b>CHANGE IN NET ASSETS</b>	263,740	4
<b>NET ASSETS, BEGINNING OF YEAR</b>	28,750	28,746
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 292,490</u>	<u>\$ 28,750</u>

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

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINED STATEMENT OF CASH FLOWS**  
**(With comparative financial information for the year ended August 31, 2018)**

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Change in net assets</b>	\$ 263,740	\$ 4
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation expense	232,624	59,904
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	(58,005)	554,205
Accounts receivable - related party	(31,123)	9,107
Prepaid expenses and other current assets	(12,553)	(322,573)
Cash paid for security deposits - net	-	(46,975)
Increase (decrease) in liabilities:		
Accounts payable and accruals	(47,626)	517,338
Accounts payable - related party	(49,240)	49,240
Deferred revenue	(1,381,075)	(1,127,958)
Net Cash Used by Operating Activities	(1,083,258)	(307,708)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	(11,095)	(662,434)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loan proceeds, net	-	404,354
Loan principal payments	(192,277)	(64,168)
Net Cash Provided (Used) by Financing Activities	(192,277)	340,186
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(1,286,630)	(629,956)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	4,677,458	5,307,414
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 3,390,828	\$ 4,677,458
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	\$ 17,722	\$ 8,749

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



**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES**

Green Dot Public Schools Washington State (GDPS WS) (A Washington Nonprofit Public Benefit Corporation) was organized on November 14, 2013. Financial activity began in July 2014. GDPS WS receives services from Green Dot Public Schools National (GDPS National). GDPS National represents a related party and transactions between GDPS WS and GDPS National have been identified on the face of the combined financial statements. See Note 2 for additional details regarding related party relationships and transactions.

During the fiscal year ended August 31, 2019, GDPS WS operated three charters, Destiny Charter Middle School (Destiny). Destiny operates under the authorization of the Washington State Charter School Commission. In 2017-18 School year, GDPS WS assumed the operations of Excel Public Charter School in Kent, Washington. Washington State Charter School Commission approved the charter contract transfer of Excel Public Charter School (Excel) to GDPS WS. GDPS WS opened Rainier Valley Leadership Academy (Rainier) in July 2017, which was authorized by the Washington State Charter School Commission. GDPS WS plans to open other charter schools in the future.

GDPS WS was founded upon the simple idea that every child in every community deserves to go to a great school. GDPS WS's mission is to transform public education so all students graduate prepared for college, leadership, and life. GDPS WS's academic model is designed to meet individual student needs and to provide students with a rigorous curriculum and the support they need to succeed. GDPS WS ensures that every student has a highly effective classroom experience by providing small, safe personalized schools, high expectations for all students, local control and accountability, parent participation, maximum funding in the classroom, and a longer school day and year. During the 2017-2018 fiscal year, GDPS WS served 759 students. GDPS WS's students mirror the socio-economic demographic of their communities and local traditional schools.

Charter School Name	Charter Number	Authorizer	Grades Served	Number of Students Served	Charter Expiration
Destiny Middle School	5378	Washington State Charter School Commission	6-8	162	August 24, 2020
Rainier Valley Leadership Academy	5468	Washington State Charter School Commission	6-12	253	August 22, 2027
Excel Public Charter School	5377	Washington State Charter School Commission	7-9	189	August 20, 2021
				604	

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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*NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued*

**Related Parties**

Transactions between GDPS WS and GDPS National have been identified on the face of the combined financial statements.

GDPS National’s mission is to promote the advancement of education and to lessen the burdens of government by managing the development and operation of public charter schools by Green Dot Public Schools California, a California nonprofit public benefit corporation, and such other nonprofit organizations that hereafter: (i) operate public charter schools; (ii) are organizations described in Section 170(b)(1)(A) (other than in clauses vii and viii) of the Internal Revenue Code (the “Code”); (iii) are organizations described in Section 501(c)(3) of the Code; and (iv) are controlled by or are an integral part of the corporation, including by obtaining and distributing philanthropic support, providing charter school facilities, providing charter school financing, providing operational or other support, designing curriculum, training and developing charter school staff, and assisting the organizations in obtaining philanthropic support, charter school facilities and charter school financing. Additionally, the corporation may engage in any activities that are reasonably related to or in furtherance of its stated public and charitable purposes, or in any other charitable activities.

GDPS National grants GDPS WS a non-transferable, non-sub-licensable, and non-exclusive license to use, reproduce, and display the Green Dot brand, which include, but are not limited to: trademarks, service marks, design marks, trade names, domain names, registrations in connection with GDPS WS's oversight, support activities, and related educational activities of the schools in its region.

Refer to the table below for related party transactions between GDPS WS and GDPS National:

	<b>Accounts Receivable Related Party - National</b>	<b>Shared Service Fee Expense - National</b>
GDPS WA Regional Office	\$ 31,123	\$ 567,172
		<b>Shared Service Fee Expense (Revenue) - Regional</b>
GDPS WA Regional Office		\$ (1,053,321)
Destiny		\$ 227,358
Rainier		\$ 427,862
Excel		\$ 398,101

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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*NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued*

**Principles of Consolidation**

The consolidated financial statements include the accounts of the GDPS WS regional office, Destiny, Rainier and Excel. All significant intracompany accounts and transactions have been eliminated in consolidation. Unless otherwise noted, these consolidated entities are hereinafter referred to as GDPS WS.

**Comparative Financial Information**

The accompanying financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America (GAAP). Accordingly, such information should be read in conjunction with GDPS WS's audited financial statements for the year ending August 31, 2018, from which summarized information was derived.

**Cash and Cash Equivalents**

GDPS WS considers all cash and highly liquid financial instruments with original maturities of three months or less, and which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents.

**Receivables and Credit Policies**

Accounts receivable consist primarily of noninterest-bearing amounts due for educational programs. Management determines the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Accounts receivable are written off when deemed uncollectible. At August 31, 2019, management has determined all accounts receivable are fully collectible and no allowance for bad debts has been established.

**Intra-company Receivable/Payable**

Intra-company receivable/payable results from a net cumulative difference between resources provided by GDPS WS regional office to each individual charter school and reimbursement for those resources from each individual charter school to GDPS WS regional office.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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***NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued***

**Property and Equipment**

It is GDPS WS's policy to capitalize individual property and equipment purchases over \$5,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets ranging from 3 to 30 years, or in the case of capitalized leased assets or leasehold improvements, the lesser of the useful life of the asset or the lease term. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any remaining gain or loss is included in the statement of activities. Cost of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

GDPS WS reviews the carrying values of fixed assets for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent the carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the year ended August 31, 2019.

**Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor restrictions.

*Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. GDPS WS reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. As of August 31, 2019, GDPS WS had no net assets with donor restrictions.

**Designated Net Assets Without Donor Restriction**

Designations of the ending net assets indicate tentative plans for financial resource utilization in a future period. GDPS WS has no designated net assets at August 31, 2019.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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***NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued***

**Revenue and Revenue Recognition**

Revenue is recognized when earned. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met. GDPS WS records special events revenue equal to the cost of direct benefits to donors, and contribution income for the difference.

Government grants are recognized as revenue in accordance with the terms of the applicable grant agreement, which generally require revenue recognition upon incurrence of expenses related to the specified services. Deferred revenue is recorded to the extent cash received on specific grants exceeds qualified expenses.

**Donated Services and In-Kind Contributions**

In-kind contributions are recorded at their estimated fair values at the date of donation. Donated services are recorded if they create or enhance non-financial assets or require a specialized skill that GDPS WS would otherwise need to purchase. GDPS WS receives donated facilities; however, the amount is not reflected in the financial statements since there is no readily determined method of valuing the services.

**Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. All expenses, excluding depreciation and grant disbursements are allocated on the basis of estimates of time and effort.

The financial statements report categories of expenses that are attributed to program service activities or supporting services activities. The expenses are generally directly attributable to a functional category with no significant allocations between program service activities and supporting service activities occurring.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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***NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued***

**Income Taxes**

The IRS has determined that GDPS WS is exempt from Federal income taxes under provisions of Section 501(a) of the Internal Revenue Code as an entity described in Section 501(c)(3) and is not a private foundation. Accordingly, no provision for Federal income tax has been made in these combined financial statements. Management believes that all tax positions taken to date are highly certain, and, accordingly, no accounting adjustment has been made to the financial statements.

GDPS WS has adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 740 that clarifies the accounting for uncertainty in tax positions taken or expected to be taken on a tax return and provides that the tax effects from an uncertain tax position can be recognized in the financial statements only if, based on its merits, the position is more likely than not to be sustained on audit by the taxing authorities. GDPS WS management has determined that all income tax positions are more likely than not of being sustained upon potential audit or examination; therefore, no disclosures of uncertain income tax positions are required.

**Estimates**

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Recent Accounting Pronouncements**

On June 21, 2018, the FASB completed its project on revenue-recognition of grants and contracts by not-for-profit entities by issuing Accounting Standards Update (ASU) No. 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The amendments in the Update provide a more robust framework for determining whether a transaction should be accounted for as a contribution or as an exchange transaction.

Specifically, the amendments in the Update:

- Clarify how a not-for-profit entity determines whether a resource provider is participating in an exchange transaction or a contribution
- Help an entity to evaluate whether contributions are conditional or unconditional by stating that a conditional contribution must have: (1) a barrier that must be overcome; and (2) a right of return or release of obligation
- Modify the simultaneous release option currently in GAAP, which allows a not-for-profit entity to recognize a restricted contribution directly in unrestricted net assets/net assets without donor restrictions if the restriction is not in the same period that revenue is recognized.

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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***NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued***

The ASU is effective for GDPS WS for the year ended August 30, 2020. Management is evaluating the impact of the adoption of this standard.

**Change in Accounting Principle**

As of July 1, 2018, GDPS WS adopted the provisions of Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements for Not-For-Profit Entities*. The provisions of the ASU replace the existing three classes of net assets with two new classes (net assets without donor restrictions and net assets with donor restrictions) and enhance the disclosure requirements for GDPS WS's donor restricted endowment funds and underwater endowments. The ASU introduces new disclosure requirements to provide information about what is included or excluded from GDPS WS's intermediate measure of operations as well as disclosures to improve a financial statement user's ability to assess GDPS WS's liquidity and exposure to risk. The ASU also introduces new reporting requirements to present expenses by both function and natural classification in a single location and to present investment returns on the statements of activities net of external and direct internal investment expenses.

The amendments should be applied on a retrospective basis; however, if presenting comparative financial statements, the ASU allows for the option to omit, for any periods presented before the period of adoption, the analysis of expenses by both natural classification and functional classification (the separate presentation of expenses by functional classification and expenses by natural classification is still required), and the disclosure about liquidity and availability of resources. GDPS WS has elected not to present comparative information for these amendments.

GDPS WS has adopted this standard as management believes the standard improves the usefulness and understandability of GDPS WS's financial reporting

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 1 - PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES, continued**

**Adjustments Resulting from Change in Accounting Policy**

As disclosed above, GDPS WS adopted the provisions of ASU 2016-14, *Presentation of Financial Statements for Not-For-Profit Entities* as of August 31, 2019. As a part of the adoption, changes were made to the presentation of the financial statements and the classification of net assets. Following is a summary of the effects of the change in accounting policy in GDPS WS's August 31, 2018, net assets.

	As Previously Reported	Adoption of ASU 2016-14	As Adjusted
Net Assets, September 1, 2017			
Unrestricted	\$ 28,746	\$ (28,746)	\$ -
Net assets without donor restrictions	-	28,746	28,746
	<u>\$ 28,746</u>	<u>\$ -</u>	<u>\$ 28,746</u>
Net Assets, August 31, 2018			
Unrestricted	\$ 28,750	\$ (28,750)	\$ -
Net assets without donor restrictions	-	28,750	28,750
	<u>\$ 28,750</u>	<u>\$ -</u>	<u>\$ 28,750</u>

**NOTE 2 - LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date are comprised of the following:

Financial Assets:	
Cash and cash equivalents	\$ 3,390,828
Accounts receivable	351,148
Accounts receivable - related party	31,123
Prepaid and other assets	394,163
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 4,167,262</u>



**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consist of the following at August 31, 2019, and 2018:

	2019		2018	
	Reported Amount	Bank Balance	Reported Amount	Bank Balance
Cash on hand and in banks	\$ 3,390,828	\$ 3,638,318	\$ 4,677,458	\$ 4,847,584

The majority of GDPS WS's cash is held in non-interest bearing accounts, which are subject to federally insured limits. GDPS WS has not experienced any losses in such accounts. At August 31, 2019, GDPS WS had \$3,388,318 in excess of FDIC insured limits in non-interest bearing accounts.

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable consist of the following at August 31, 2019, and 2018:

	2019	2018
Federal receivable	\$ 90,912	\$ 223,599
State receivable	207,246	62,109
Other receivable	52,990	7,435
Total Accounts Receivable	\$ 351,148	\$ 293,143

**NOTE 5 - ACCOUNTS RECEIVABLE – RELATED PARTY**

Accounts receivable – related party consist of the following at August 31, 2019, and 2018:

	2019	2018
GDPS National	\$ 31,123	\$ -

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
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**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 6 – PROPERTY AND EQUIPMENT**

Property and equipment consist of the following at August 31, 2019, and 2018:

	2019	2018
Leasehold improvements	\$ 673,529	\$ 404,354
Work in progress	-	258,080
Subtotal	<u>673,529</u>	<u>662,434</u>
Less: accumulated depreciation	<u>(292,528)</u>	<u>(59,904)</u>
Total Property and Equipment	<u><u>\$ 381,001</u></u>	<u><u>\$ 602,530</u></u>

**NOTE 7 - ACCOUNTS PAYABLE AND ACCRUALS**

Accounts payable and accruals consist of the following at August 31, 2019, and 2018:

	2019	2018
Salaries and benefits	\$ 295,254	\$ 415,652
Other accounts payable	431,553	89,791
Accruals	<u>66,916</u>	<u>335,906</u>
Total Accounts Payable and Accruals	<u><u>\$ 793,723</u></u>	<u><u>\$ 841,349</u></u>

**NOTE 8 - DEFERRED REVENUE**

Deferred revenue consist of the following at August 31, 2019, and 2018:

	2019	2018
Private sources	<u><u>\$ 3,399,166</u></u>	<u><u>\$ 4,780,241</u></u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 9 – LONG-TERM DEBT**

On March 29, 2018, GDPS WS assumed a loan from Excel in the amount of \$404,354. The loan was initially contracted between Excel and Raza Development Fund, Inc., a District of Columbia nonprofit corporation on May 20, 2015 before GDPS WS’s operation of Excel began in the 2017-18 fiscal year. Monthly payments total \$17,450, including principal and interest, and the loan will be paid off by May 2020. At August 31, 2019, the outstanding amount was \$147,909.

Future payments are as follows:

<u>Repayment Year</u>	<u>Principal</u>	<u>Interest to Maturity</u>	<u>Total</u>
2020	\$ 147,909	\$ 4,223	\$ 152,132

**NOTE 10 - FAIR VALUE FINANCIAL INSTRUMENTS**

The carrying amounts and estimated fair values of GDPS WS financial instruments as of August 31, 2019 are as follows:

	<u>Carrying Value</u>	<u>Fair Value</u>
Cash and cash equivalents	\$ 3,390,828	\$ 3,390,828
Loan payable	147,909	147,909
	<u>3,538,737</u>	<u>3,538,737</u>

The following methods and assumptions were used to estimate the fair value of each class of financial instruments:

Cash and cash equivalents - The carrying amount reported in the statement of financial position approximates fair value because of the short maturity of those instruments.

Loan payable - The fair value of loan payable is estimated by discounting the future cash flows using the current rates at which similar loans would be made to borrowers with similar credit ratings and for the same remaining maturities.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE  
(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS  
AUGUST 31, 2019**

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***NOTE 11 - OPERATING LEASES***

**Green Dot Public Schools Washington (Home Office)**

GDPS WS entered into an agreement on August 9, 2017 with the City of SeaTac to lease the premises at 4800 South 188<sup>th</sup> Street, Suite 250, SeaTac, Washington. The term of the lease commences on September 1, 2017, and ends on August 31, 2020. The City of SeaTac agreed to early termination of the lease on August 31, 2019, with no penalty.

**Destiny**

GDPS WS entered into a lease agreement on behalf of Destiny on January 15, 2015 with PCSD Tacoma Facilities II LLC to lease the premises at 1301 East 34<sup>th</sup> Street, Tacoma, Washington. The term of the lease commenced on August 1, 2015, and ends on June 30, 2024.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2020	\$ 541,216
2021	605,604
2022	617,716
2023	630,070
2024	642,672
Total	<u>\$ 3,037,278</u>

**Rainier**

GDPS WS entered into a lease agreement in March 2017 with WCSD MLK & Othello LLC to lease the premises at 3900 South Holly Park Drive, Seattle, Washington. The term of the lease commenced on August 15, 2017 and ends on October 31, 2018.

GDPS WS entered into a lease agreement on February 21, 2017 with WCSD 6020 Rainier Ave S LLC to lease the premises at 6020 Rainier Avenue South, Seattle, Washington. The term of the lease commenced on July 1, 2017, and ends on June 30, 2048.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 11 - OPERATING LEASES, continued**

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2020	\$ 511,700
2021	521,934
2022	532,373
2023	543,020
2024	553,881
Thereafter	17,036,132
Total	<u><u>\$ 19,699,040</u></u>

**Excel**

GDPS WS entered into a lease agreement on March 12, 2015 with New Beginnings Christian Fellowship to lease the premises at 19300 108<sup>th</sup> Avenue, Kent, Washington. The term of the lease commenced on July 1, 2015, and ends on July 31, 2020. In July of 2019, GDPS WS entered into an agreement with Ashe Preparatory Academy to sublease the facility for the remaining term of the lease.

Future payments are as follows:

<u>Fiscal Year</u>	<u>Payment</u>
2020	\$ 107,689
2021	110,381
Total	<u><u>\$ 218,070</u></u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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**NOTE 12 - EMPLOYEE RETIREMENT SYSTEMS**

**Plan Description**

GDPS WS employees participate in the State of Washington’s public retirement systems: School Employees’ Retirement System (SERS), and Teachers’ Retirement System (TRS), which are cost-sharing, multiple-employer retirement systems composed of defined benefit plans (SERS 2, TRS 1, and TRS 2) and defined contribution plans (SERS 3 and TRS 3). As established in the Revised Code of Washington (RCW) Chapter 41.50, the Department of Retirement Systems (DRS) administers these retirement systems covering eligible employees of the state and local governments.

A full description of the retirement plans regarding benefit provisions, assumptions, and membership information are in the audited financial report and are publicly available on the DRS website at: <http://www.drs.wa.gov/administration/annual-report>.

Provisions and benefits in effect at August 31, 2019, are summarized as follows:

	SERS 2	SERS 3	TERS 2	TERS 3
Benefit vesting schedule	5 years of service	10 years of service	10 Years of Service to Age 45 5 Years of Service after 45 <sup>th</sup> birthday	10 Years of Service to Age 45 5 Years of Service after 45 <sup>th</sup> birthday
Retirement age	65	65	65	65
Monthly benefit as a percentage of eligible compensation	2%	1%	2%	1%
Required employee contribution rate	7.27%	0%	7.06%	0%
Required employer contribution rate	13.58%	13.58%	15.41%	15.41%

The employer's contribution to DRS for the fiscal year ending August 31, 2019, were as shown below and equals the required contributions for the fiscal year:

SERS 2/3	\$ 232,472
TERS 2/3	529,081
Total	\$ 761,553

GDPS WS was required to contribute \$100,980 and \$290,497, respectively, to PERS 1 and TERS 1; however, there are not any current employees who are participating in the pension plans.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**AUGUST 31, 2019**

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***NOTE 13 - CONTINGENCIES***

GDPS WS has received Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate disallowances under terms of the grants, it is believed that any reimbursement, if required, would not be material.

**Litigation**

GDPS WS has various outstanding claims or litigation. However, based on consultation with legal counsel, management believes that the ultimate resolution of these matters will not have a material adverse effect on GDPS WS's financial position or result of operations.

***NOTE 14 - SUBSEQUENT EVENTS***

GDPS WS's management has evaluated events or transactions that may occur for potential recognition or disclosure in the combined financial statements from the balance sheet date through March 5, 2020, which is the date the combined financial statements were available to be issued. Management has determined that there were no subsequent events, or transactions, other than those noted below, that would have a material impact on the current year combined financial statements.

On May 2, 2019, the GDPS WS Board of Directors voted to close Destiny Middle School and Excel Public Charter School. GDPS WS continues to operate Rainier Valley Leadership Academy both the Middle and High schools on a shared campus. On September 1, 2019, GDPS WS commenced their agreement with the Spokane ESD to provide the back office services of Finance and Accounting, Student Data and Information Systems and some Human Resources.



**SUPPLEMENTARY INFORMATION**



**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AUGUST 31, 2019**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	CFDA Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed through Office of Superintendent of Public Instruction:			
Title I, Part A, Basic Grants Low-Income and Neglected	84.010	[1]	\$ 213,641
Title II, Part A, Improving Teacher Quality	84.367	[1]	59,537
Basic Local Assistance Entitlement, Part B, Section 611	84.027	[1]	126,863
Replication & Expansion	84.282M	[1]	301,599
Total U.S. Department of Education			<u>701,640</u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed through Office of Superintendent of Public Instruction:			
Child Nutrition Cluster:			
Basic School Breakfast Program	10.553	[1]	51,623
National School Lunch	10.555	[1]	136,627
Total Child Nutrition Cluster			<u>188,250</u>
Child and Adult Care Food Program	10.558	[1]	620
Total U.S. Department of Agriculture			<u>188,870</u>
Total Expenditures of Federal Awards			<u>\$ 890,510</u>

[1] Pass-Through Entity Identifying Number not available

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**REGIONAL OFFICE**  
**STATEMENT OF FINANCIAL POSITION**  
**(With comparative financial information at August 31, 2018)**

**AUGUST 31, 2019**

	2019	2018
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 2,889,828	\$ 4,677,458
Accounts receivable	5,429	17,793
Accounts receivable - related party	31,123	-
Intra-company receivable	790,708	507,735
Prepaid expenses and other current assets	20,216	364,110
Total Current Assets	3,737,304	5,567,096
Non-Current Assets:		
Security deposits	3,725	3,725
Total Assets	\$ 3,741,029	\$ 5,570,821
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accruals	\$ 318,095	\$ 712,593
Accounts payable - related party	-	49,240
Deferred revenue	3,394,188	4,780,241
Total Current Liabilities	3,712,283	5,542,074
<b>NET ASSETS</b>		
Without donor restriction	28,746	28,747
Total Net Assets	28,746	28,747
Total Liabilities and Net Assets	\$ 3,741,029	\$ 5,570,821

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**REGIONAL OFFICE**  
**STATEMENT OF ACTIVITIES**

(With comparative financial information for the year ended August 31, 2018)

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>NET ASSETS WITHOUT DONOR RESTRICTION</b>		
<b>REVENUES</b>		
Federal revenue	\$ -	\$ 68,943
Contributions and grants	703,901	1,544,023
Local revenue	1,255,855	976,784
Total Revenues	1,959,756	2,589,750
<b>EXPENSES</b>		
Program Services:		
Salaries and benefits	198,992	415,461
Student services	1,908	9,428
Materials and supplies	1,152	1,611
Other expenses	15,146	32,289
Subtotal	217,198	458,789
Management and General:		
Salaries and benefits	1,067,697	1,186,833
Occupancy	43,404	42,144
Operating expenses	64,286	449,680
Shared services - related party	567,172	452,303
Subtotal	1,742,559	2,130,960
Total Expenses	1,959,757	2,589,749
 <b>CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTION</b>	 (1)	 1
<b>NET ASSETS, BEGINNING OF YEAR</b>	28,747	28,746
<b>NET ASSETS, END OF YEAR</b>	\$ 28,746	\$ 28,747

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**REGIONAL OFFICE**

**STATEMENT OF CASH FLOWS**

(With comparative financial information for the year ended August 31, 2018)

**FOR THE YEAR ENDED AUGUST 31, 2019**

	<u>2019</u>	<u>2018</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Change in Net Assets</b>	\$ (1)	\$ 1
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	12,364	71,045
Accounts receivable - related party	(31,123)	9,107
Intra-company receivable	(282,973)	547,294
Prepaid expenses and other current assets	343,894	(305,073)
Cash paid for security deposits - net	-	(3,725)
Increase (decrease) in liabilities:		
Accounts payable and accruals	(394,498)	529,986
Accounts payable - related party	(49,240)	49,240
Deferred revenue	<u>(1,386,053)</u>	<u>(1,127,958)</u>
Net Cash Used by Operating Activities	<u>(1,787,630)</u>	<u>(230,083)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(1,787,630)	(230,083)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	4,677,458	4,907,541
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 2,889,828</u>	<u>\$ 4,677,458</u>
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	<u>\$ -</u>	<u>\$ -</u>

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**DESTINY MIDDLE SCHOOL**  
**STATEMENT OF FINANCIAL POSITION**  
**(With comparative financial information at August 31, 2018)**

**AUGUST 31, 2019**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 110,000	\$ -
Accounts receivable	153,469	46,919
Intra-company receivable	-	22,750
Prepaid expenses and other current assets	50,467	-
Total Current Assets	<u>313,936</u>	<u>69,669</u>
Non-Current Assets:		
Security deposits	38,050	38,050
Total Assets	<u>\$ 351,986</u>	<u>\$ 107,719</u>
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accruals	\$ 130,879	\$ 107,718
Intra-company payable	142,146	-
Deferred revenue	4,978	-
Total Current Liabilities	<u>278,003</u>	<u>107,718</u>
<b>NET ASSETS</b>		
Without donor restriction	<u>73,983</u>	<u>1</u>
Total Net Assets	<u>73,983</u>	<u>1</u>
Total Liabilities and Net Assets	<u>\$ 351,986</u>	<u>\$ 107,719</u>

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**DESTINY MIDDLE SCHOOL**  
**STATEMENT OF ACTIVITIES**  
**(With comparative financial information for the year ended August 31, 2018)**

**FOR THE YEAR ENDED AUGUST 31, 2019**

	<u>2019</u>	<u>2018</u>
<b>NET ASSETS WITHOUT DONOR RESTRICTION</b>		
<b>REVENUES</b>		
State apportionments	\$ 1,131,586	\$ 1,547,954
Federal revenue	275,209	301,699
Other State revenue	222,919	293,013
Contributions and grants	1,339,162	3,206,247
Local revenue	702,215	405,998
Total Revenues	<u>3,671,091</u>	<u>5,754,911</u>
<b>EXPENSES</b>		
Program Services:		
Salaries and benefits	1,850,121	2,770,296
Student services	572,657	1,246,426
Materials and supplies	49,797	72,369
Other expenses	261,498	626,770
Occupancy	635,678	727,486
Subtotal	<u>3,369,751</u>	<u>5,443,347</u>
Management and General:		
Shared services - related party	227,358	311,563
Total Expenses	<u>3,597,109</u>	<u>5,754,910</u>
<b>CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTION</b>	73,982	1
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>1</u>	<u>-</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 73,983</u>	<u>\$ 1</u>

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**DESTINY MIDDLE SCHOOL**  
**STATEMENT OF CASH FLOWS**  
**(With comparative financial information for the year ended August 31, 2018)**

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Change in net assets</b>	\$ 73,982	\$ 1
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	(106,550)	650,493
Intra-company receivable	22,750	(22,750)
Prepaid expenses and other current assets	(50,467)	-
Increase (decrease) in liabilities:		
Accounts payable and accruals	23,161	(30,374)
Intra-company payable	142,146	(997,243)
Deferred revenue	4,978	-
Net Cash Provided (Used) by Operating Activities	110,000	(399,873)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	110,000	(399,873)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	-	399,873
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 110,000	\$ -
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	\$ -	\$ -

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**RAINIER VALLEY LEADERSHIP ACADEMY**  
**STATEMENT OF FINANCIAL POSITION**  
**(With comparative financial information at August 31, 2018)**

**AUGUST 31, 2019**

	2019	2018
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 173,000	\$ -
Accounts receivable	125,424	210,549
Intra-company receivable	-	12,016
Prepaid expenses and other current assets	305,980	-
Total Current Assets	604,404	222,565
Non-Current Assets:		
Security deposits	43,250	43,250
Property and equipment	258,080	258,080
Less: accumulated depreciation	51,616	-
Total Non-Current Assets	249,714	301,330
Total Assets	\$ 854,118	\$ 523,895
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accruals	\$ 222,024	\$ 11,291
Intra-company payable	442,333	512,603
Total Current Liabilities	664,357	523,894
<b>NET ASSETS</b>		
Without donor restriction	189,761	1
Total Net Assets	189,761	1
Total Liabilities and Net Assets	\$ 854,118	\$ 523,895

See accompanying note to supplementary information.



**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**RAINIER VALLEY LEADERSHIP ACADEMY**  
**STATEMENT OF ACTIVITIES**

(With comparative financial information for the year ended August 31, 2018)

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTION</b>		
<b>REVENUES</b>		
State apportionments	\$ 2,659,862	\$ 1,007,403
Federal revenue	443,054	658,262
Other State revenue	429,887	168,428
Contributions and grants	1,402,975	1,610,103
Local revenue	379,572	165,727
Total Revenues	<u>5,315,350</u>	<u>3,609,923</u>
<b>EXPENSES</b>		
Program Services:		
Salaries and benefits	2,624,970	1,908,699
Student services	729,871	597,147
Materials and supplies	109,467	136,692
Other expenses	637,267	762,592
Depreciation and amortization	51,616	-
Occupancy	544,537	27,636
Subtotal	<u>4,697,728</u>	<u>3,432,766</u>
Management and General:		
Shared services - related party	427,862	177,156
Subtotal	<u>427,862</u>	<u>177,156</u>
Total Expenses	<u>5,125,590</u>	<u>3,609,922</u>
<b>CHANGE IN NET ASSETS</b>	189,760	1
<b>NET ASSETS, BEGINNING OF YEAR</b>	1	-
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 189,761</u>	<u>\$ 1</u>

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**RAINIER VALLEY LEADERSHIP ACADEMY**  
**STATEMENT OF CASH FLOWS**

(With comparative financial information for the year ended August 31, 2018)

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Change in net assets</b>	\$ 189,760	\$ 1
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	51,616	-
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	85,125	(149,451)
Intra-company receivable	12,016	(12,016)
Prepaid expenses and other current assets	(305,980)	-
Cash paid for security deposits - net	-	(43,250)
Increase in liabilities:		
Accounts payable and accruals	210,733	8,186
Intra-company payable	(70,270)	454,610
Net Cash Provided by Operating Activities	173,000	258,080
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	-	(258,080)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	173,000	-
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	-	-
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 173,000	\$ -
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	\$ -	\$ -

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**EXCEL PUBLIC CHARTER SCHOOL**  
**STATEMENT OF FINANCIAL POSITION**  
**(With comparative financial information at August 31, 2018)**

**AUGUST 31, 2019**

	2019	2018
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 218,000	\$ -
Accounts receivable	66,826	17,882
Prepaid expenses and other current assets	17,500	17,500
Total Current Assets	302,326	35,382
Non-Current Assets:		
Property and equipment	415,449	404,354
Less: accumulated depreciation	240,912	59,904
Total Non-Current Assets	174,537	344,450
Total Assets	\$ 476,863	\$ 379,832
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accruals	\$ 122,725	\$ 9,747
Intra-company payable	206,229	29,898
Current portion of long-term obligations	147,909	192,277
Total Current Liabilities	476,863	231,922
Long-Term Obligations:		
Non-current portion of long-term obligations	-	147,909
Total Liabilities	476,863	379,831
<b>NET ASSETS</b>		
Without donor restriction	-	1
Total Net Assets	-	1
Total Liabilities and Net Assets	\$ 476,863	\$ 379,832

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**EXCEL PUBLIC CHARTER SCHOOL**  
**STATEMENT OF ACTIVITIES**

(With comparative financial information for the year ended August 31, 2018)

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>NET ASSETS WITHOUT DONOR RESTRICTION</b>		
<b>REVENUES</b>		
State apportionments	\$ 2,539,003	\$ 1,866,738
Federal revenue	172,247	311,231
Other State revenue	260,411	166,338
Contributions and grants	277,196	1,375,735
Local revenue	220,545	167,354
Total Revenues	3,469,402	3,887,396
<b>EXPENSES</b>		
Program Services:		
Salaries and benefits	\$ 1,782,454	\$ 2,162,718
Student services	506,283	580,540
Materials and supplies	60,920	75,952
Other expenses	333,750	534,013
Depreciation and amortization	181,008	59,904
Occupancy	189,165	148,006
Interest	17,722	8,749
Subtotal	3,071,302	3,569,882
Management and General:		
Shared services - related party	398,101	317,513
Total Expenses	3,469,403	3,887,395
<b>CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTION</b>	(1)	1
<b>NET ASSETS, BEGINNING OF YEAR</b>	1	-
<b>NET ASSETS, END OF YEAR</b>	\$ -	\$ 1

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**EXCEL PUBLIC CHARTER SCHOOL**  
**STATEMENT OF CASH FLOWS**

**(With comparative financial information for the year ended August 31, 2018)**

**FOR THE YEAR ENDED AUGUST 31, 2019**

	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Change in net assets</b>	\$ (1)	\$ 1
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	181,008	59,904
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Accounts receivable	(48,944)	(17,882)
Intra-company receivable	-	207
Prepaid expenses and other current assets	-	(17,500)
Increase in liabilities:		
Accounts payable and accruals	112,978	9,540
Intra-company payable	176,331	29,898
Net Cash Provided by Operating Activities	421,372	64,168
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	(11,095)	(404,354)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loan proceeds, net	-	404,354
Loan principal payments	(192,277)	(64,168)
Net Cash Provided (used) by Investing Activities	(192,277)	340,186
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	218,000	-
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	-	-
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 218,000	\$ -
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	\$ 17,722	\$ 8,749

See accompanying note to supplementary information.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINING STATEMENT OF FINANCIAL POSITION**  
**AUGUST 31, 2019**

	<u>Regional Office</u>	<u>Destiny</u>	<u>Rainier</u>
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalents	\$ 2,889,828	\$ 110,000	\$ 173,000
Accounts receivable	5,429	153,469	125,424
Accounts receivable - related party	31,123	-	-
Intra-company receivable	790,708	-	-
Prepaid expenses and other current assets	20,216	50,467	305,980
Total Current Assets	<u>3,737,304</u>	<u>313,936</u>	<u>604,404</u>
Non-Current Assets:			
Security deposits	3,725	38,050	43,250
Property and equipment	-	-	258,080
Less: accumulated depreciation	-	-	51,616
Total Non-Current Assets	<u>3,725</u>	<u>38,050</u>	<u>249,714</u>
Total Assets	<u>\$ 3,741,029</u>	<u>\$ 351,986</u>	<u>\$ 854,118</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable and accruals	\$ 318,095	\$ 130,879	\$ 222,024
Intra-company payable	-	142,146	442,333
Deferred revenue	3,394,188	4,978	-
Current portion of long-term obligations	-	-	-
Total Current Liabilities	<u>3,712,283</u>	<u>278,003</u>	<u>664,357</u>
<b>NET ASSETS</b>			
Without donor restriction	<u>28,746</u>	<u>73,983</u>	<u>189,761</u>
Total Net Assets	<u>28,746</u>	<u>73,983</u>	<u>189,761</u>
Total Liabilities and Net Assets	<u>\$ 3,741,029</u>	<u>\$ 351,986</u>	<u>\$ 854,118</u>

See accompanying note to supplementary information.

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Excel	Elimination	Total
\$ 218,000	\$ -	\$ 3,390,828
66,826	-	351,148
-	-	31,123
-	(790,708)	-
17,500		394,163
<u>302,326</u>	<u>(790,708)</u>	<u>4,167,262</u>
-	-	85,025
415,449	-	673,529
240,912	-	292,528
<u>174,537</u>	<u>-</u>	<u>466,026</u>
<u>\$ 476,863</u>	<u>\$ (790,708)</u>	<u>\$ 4,633,288</u>
\$ 122,725	\$ -	\$ 793,723
206,229	(790,708)	-
-	-	3,399,166
147,909	-	147,909
<u>476,863</u>	<u>(790,708)</u>	<u>4,340,798</u>
-	-	292,490
-	-	292,490
<u>\$ 476,863</u>	<u>\$ (790,708)</u>	<u>\$ 4,633,288</u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINING STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

	<u>Regional Office</u>	<u>Destiny</u>	<u>Rainier</u>
<b>NET ASSETS WITHOUT DONOR RESTRICTION</b>			
<b>REVENUES</b>			
State apportionments	\$ -	\$ 1,131,586	\$ 2,659,862
Federal revenue	-	275,209	443,054
Other State revenue	-	222,919	429,887
Contributions and grants	703,901	1,339,162	1,402,975
Local revenue	1,255,855	702,215	379,572
Total Revenues	<u>1,959,756</u>	<u>3,671,091</u>	<u>5,315,350</u>
<b>EXPENSES</b>			
Program Services:			
Salaries and benefits	198,992	1,850,121	2,624,970
Student services	1,908	572,657	729,871
Materials and supplies	1,152	49,797	109,467
Other expenses	15,146	261,498	637,267
Depreciation and amortization	-	-	51,616
Occupancy	-	635,678	544,537
Interest	-	-	-
Subtotal	<u>217,198</u>	<u>3,369,751</u>	<u>4,697,728</u>
Management and General:			
Salaries and benefits	1,067,697	-	-
Occupancy	43,404	-	-
Operating expenses	64,286	-	-
Shared services - related party	567,172	227,358	427,862
Subtotal	<u>1,742,559</u>	<u>227,358</u>	<u>427,862</u>
Total Expenses	<u>1,959,757</u>	<u>3,597,109</u>	<u>5,125,590</u>
<b>CHANGE IN NET ASSETS</b>	(1)	73,982	189,760
<b>NET ASSETS, BEGINNING OF YEAR</b>	28,747	1	1
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 28,746</u>	<u>\$ 73,983</u>	<u>\$ 189,761</u>

See accompanying note to supplementary information.



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<u>Excel</u>	<u>Elimination</u>	<u>Total</u>
\$ 2,539,003	\$ -	\$ 6,330,451
172,247	-	890,510
260,411	-	913,217
277,196	-	3,723,234
220,545	(1,053,321)	1,504,866
<u>3,469,402</u>	<u>(1,053,321)</u>	<u>13,362,278</u>
1,782,454	-	6,456,537
506,283	-	1,810,719
60,920	-	221,336
333,750	-	1,247,661
181,008	-	232,624
189,165	-	1,369,380
17,722	-	17,722
<u>3,071,302</u>	<u>-</u>	<u>11,355,979</u>
-	-	1,067,697
-	-	43,404
-	-	64,286
398,101	(1,053,321)	567,172
<u>398,101</u>	<u>(1,053,321)</u>	<u>1,742,559</u>
<u>3,469,403</u>	<u>(1,053,321)</u>	<u>13,098,538</u>
(1)	-	263,740
1	-	28,750
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 292,490</u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**COMBINING STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

	<u>Regional Office</u>	<u>Destiny</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Changes in net assets</b>	\$ (1)	\$ 73,982
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	-	-
Changes in operating assets and liabilities:		
(Increase) decrease in assets		
Accounts receivable	12,364	(106,550)
Accounts receivable - related party	(31,123)	-
Intra-company receivable	(282,973)	22,750
Prepaid expenses and other current assets	343,894	(50,467)
Increase (decrease) in liabilities		
Accounts payable and accruals	(394,498)	23,161
Accounts payable - related party	(49,240)	-
Intra-company payable	-	142,146
Deferred revenue	(1,386,053)	4,978
Net Cash Provided (Used) by Operating Activities	<u>(1,787,630)</u>	<u>110,000</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loan principal payments	<u>-</u>	<u>-</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(1,787,630)	110,000
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>4,677,458</u>	<u>-</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><u>\$ 2,889,828</u></u>	<u><u>\$ 110,000</u></u>
<b>Supplemental cash flow disclosure:</b>		
Cash paid during the period for interest	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying note to supplementary information.

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<u>Rainier</u>	<u>Excel</u>	<u>Elimination</u>	<u>Total</u>
\$ 189,760	\$ (1)	\$ -	\$ 263,740
51,616	181,008	-	232,624
85,125	(48,944)	-	(58,005)
-	-	-	(31,123)
12,016	-	248,207	-
(305,980)	-	-	(12,553)
210,733	112,978	-	(47,626)
-	-	-	(49,240)
(70,270)	176,331	(248,207)	-
-	-	-	(1,381,075)
<u>173,000</u>	<u>421,372</u>	<u>-</u>	<u>(1,083,258)</u>
-	(11,095)	-	(11,095)
-	(192,277)	-	(192,277)
173,000	218,000	-	(1,286,630)
-	-	-	4,677,458
<u>\$ 173,000</u>	<u>\$ 218,000</u>	<u>\$ -</u>	<u>\$ 3,390,828</u>
<u>\$ -</u>	<u>\$ 17,722</u>	<u>\$ -</u>	<u>\$ 17,722</u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**NOTE TO SUPPLEMENTARY INFORMATION**

**AUGUST 31, 2019**

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***NOTE 1 - PURPOSE OF SUPPLEMENTARY SCHEDULES***

**Schedule of Expenditures of Federal Awards**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of GDPS WS and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. GDPS WS has not elected to use the ten percent de minimis cost rate as covered in Section 200.414 Indirect (F&A) costs of the Uniform Guidance.

**Supplementary Financial Statements by Entity**

These combined financial statements include an account of the regional office and charter school operated by GDPS WS.

**Combining Statements**

The accompanying combined financial statements report the individual programs of GDPS WS and are presented on the accrual basis of accounting. Eliminating entries in the combined financial statements are due to shared expenses between GDPS WS regional office and the charter school.



**INDEPENDENT AUDITOR'S REPORTS**



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

Board of Directors  
Green Dot Public Schools Washington  
(A Washington Nonprofit Public Benefit Corporation)  
Tacoma, Washington

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Green Dot Public Schools Washington (GDPS WS) (A Washington nonprofit Public Benefit Corporation), which comprise the statement of financial position as of August 31, 2019, and the related statements of activities and cash flows for the fiscal year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 5, 2020.

**Internal Control Over Financial Reporting**

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

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

## **Compliance and Other Matters**

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

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GDPS WS's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GDPS WS's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Rancho Cucamonga, California  
March 5, 2020



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

Board of Directors  
Green Dot Public Schools Washington  
(A Washington Nonprofit Public Benefit Corporation)  
Tacoma, Washington

**Report on Compliance for Each Major Federal Program**

We have audited Green Dot Public Schools Washington's (GDPS WS) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of GDPS WS's major federal programs for the year ended August 31, 2019. GDPS WS's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

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

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



## Opinion on Each Major Federal Program

In our opinion, GDPS WS complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2019.

## Report on Internal Control Over Compliance

Management of GDPS WS 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 GDPS WS 's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of GDPS WS 's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Handwritten signature of Eide Bailly LLP in cursive script.

Rancho Cucamonga, California  
March 5, 2020



**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**SUMMARY OF AUDITORS' RESULTS**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

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**FINANCIAL STATEMENTS**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None Reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**FEDERAL AWARDS**

Internal control over major Federal programs:	
Material weakness identified?	<u>No</u>
Significant deficiency identified?	<u>None Reported</u>
Type of auditor's report issued on compliance for major Federal programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	<u>No</u>
Identification of major Federal programs:	

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
<u>84.010</u>	<u>Title I, Part A, Basic Grants Low-Income and Neglected</u>
<u>84.282M</u>	<u>Replication &amp; Expansion</u>

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$ 750,000</u>
Auditee qualified as low-risk auditee?	<u>No</u>

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**FINANCIAL STATEMENT FINDINGS**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

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None reported.

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

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None Reported

**GREEN DOT PUBLIC SCHOOLS WASHINGTON STATE**  
**(A Washington State Nonprofit Public Benefit Corporation)**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED AUGUST 31, 2019**

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There were no audit findings reported in the prior year.