

UW-MILWAUKEE OFFICE OF CHARTER SCHOOLS
Milwaukee, Wisconsin

AUDITED FINANCIAL STATEMENT

Year Ended June 30, 2020

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INDEPENDENT AUDITORS' REPORT

Charter School Advisory Committee
UW-Milwaukee Office of Charter Schools
Milwaukee, Wisconsin

Report on the Financial Statement

We have audited the accompanying statement of charter school authorizer operating costs ("financial statement") of UW-Milwaukee Office of Charter Schools (a department of the University of Wisconsin Milwaukee) for the year ended June 30, 2020, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we 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 auditors' 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the charter school authorizer operating costs of UW-Milwaukee Office of Charter Schools for the year ended June 30, 2020 in accordance with U.S. GAAP.

Emphasis of Matter

As discussed in Note 1, the financial statement presents only the UW-Milwaukee Office of Charter Schools and does not purport to, and does not present fairly the financial position of the University of Wisconsin - Milwaukee, as of June 30, 2020, the changes in its financial position, or, where applicable, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Reilly, Penner & Benton LLP

November 9, 2020
Milwaukee, Wisconsin

UW-MILWAUKEE OFFICE OF CHARTER SCHOOLS

Milwaukee, Wisconsin

Statement of Charter School Authorizer Operating Costs

Year Ended June 30, 2020

Operating Activity	WUFAR Object Code	COST
Employee Salaries	100	\$ 313,811
Employee Benefits	200	120,603
Purchased Services	300	27,026
Non-Capital Objects	400	11,593
Capital Objects	500	28,500
Travel	900	3,062
Telecomm	900	1,284
Rent	900	19
Printing	900	6,655
Other	900	691
Total		\$ 513,244

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

UW-MILWAUKEE OFFICE OF CHARTER SCHOOLS

Milwaukee, Wisconsin

Notes to Financial Statement

Year ended June 30, 2020

1. Organization

UW-Milwaukee Office of Charter Schools (“Office”) was created in 1999 within the University of Wisconsin Milwaukee School of Education to carry out the University’s responsibilities under Wisconsin Statutes, federal and state laws and regulations. The mission of the Office is to cooperate with community organizations, parents, groups, educators and other individuals who are committed to improving the quality of education in the City of Milwaukee to charter successful, innovative schools.

2. Summary of Significant Accounting Policies

Reporting Entity

The Office is an office within the School of Education within the University of Wisconsin – Milwaukee.

Basis of Presentation

The accompanying financial statement has been prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) as prescribed by the Governmental Accounting Standards Board (“GASB”).

The financial statement is presented on the accrual basis, whereby revenues are recognized when earned rather than received and expenses are recognized when incurred rather than when they are paid.

Accounting Estimates

The preparation of financial statements in conformity with U.S. GAAP requires Office management to make estimates and assumptions that affect the reported amounts of assets and liabilities. These estimates and assumptions also affect the 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 may differ from those estimates.

Subsequent Events

Management has evaluated all subsequent events through November 9, 2020 for possible inclusion as a disclosure in the financial statements. As of the result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen. The Office has not seen a direct financial impact, nor has the Office experienced significant business disruption. There were no other subsequent events that required recognition or disclosure.

3. Employee Retirement Plan

The employees of the Office are employees of the University of Wisconsin System. The employees of the Office are covered under the University of Wisconsin System’s participation in the Wisconsin Retirement System, a cost-sharing, multiple-employer, defined benefit plan. The financial statement of the Office does not include pension expenses or the related liabilities other than those actually paid to the University of Wisconsin System.