

**MEADOW OAKS EDUCATION FOUNDATION
DBA PIONEER TECHNOLOGY &
ARTS ACADEMY**

Financial Statements
and Supplementary Information

August 31, 2024



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**MEADOW OAKS EDUCATION FOUNDATION
DBA PIONEER TECHNOLOGY & ARTS ACADEMY**
057-850
(Federal Employer Identification Number: 46-5137310)

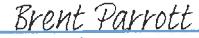
CERTIFICATE OF BOARD OF DIRECTORS
August 31, 2024

We, the undersigned, certify that the attached Annual Financial and Compliance Report of Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy was reviewed and Y approved disapproved for the year ended August 31, 2024, at a meeting of the governing body of said charter school on the 16th day of December, 2024.



Brian Hogan (Dec 17, 2024 09:21 CST)

Signature of Board Secretary



Brent Parrott (Dec 17, 2024 08:08 CST)

Signature of Board President

Independent Auditor's Report

To The Board of Directors of
Meadow Oaks Education Foundation dba
Pioneer Technology & Arts Academy
Mesquite, Texas

Opinion

We have audited the accompanying financial statements of Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy (MOEF) (a nonprofit organization), which comprise the statement of financial position as of August 31, 2024, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of MOEF as of August 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of MOEF and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. GAAP; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about MOEF's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of Financial Statements

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

In performing an audit in accordance with GAAS and the *Government Auditing Standards*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. 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 statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the 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 December 2, 2024, on our consideration of MOEF's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of MOEF'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 MOEF's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "LaForte".

A Professional Accounting Corporation

Metairie, LA
December 2, 2024

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statements of Financial Position
August 31, 2024**

Assets

Current Assets

Cash and Cash Equivalents	\$ 2,162,527
Grants Receivable	2,473,346
Other Receivables	46,837
Prepaid Expenses	<u>6,600</u>
Total Current Assets	<u>4,689,310</u>

Property, Plant, and Equipment

Leasehold Improvements	1,761,164
Furniture and Equipment	2,544,342
Vehicles	<u>246,415</u>
	4,551,921
Less: Accumulated Depreciation	<u>(2,898,134)</u>

Property and Equipment, Net

1,653,787

Other Assets

Employee Retention Credit Receivable	<u>3,136,117</u>
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Total Other Assets

3,136,117

Total Assets

\$ 9,479,214

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

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statements of Financial Position (Continued)
August 31, 2024**

Liabilities and Net Assets

Current Liabilities

Accounts Payable	\$ 749,852
Accrued Payroll Liabilities	1,797,809
Other Liabilities	<u>220,212</u>
Total Liabilities	<u>2,767,873</u>

Net Assets

Without Donor Restrictions	5,129,410
With Donor Restrictions	<u>1,581,931</u>
Total Net Assets	<u>6,711,341</u>
Total Liabilities and Net Assets	<u>\$ 9,479,214</u>

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

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statement of Activities and Changes in Net Assets
For the Year Ended August 31, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Local Support			
Revenues from Local Sources	\$ 110,493	\$ 189,696	\$ 300,189
Related-Party Donations	672,771	-	672,771
Total Local Support	783,264	189,696	972,960
State Program Revenues			
	-	26,796,907	26,796,907
Federal Program Revenues			
	-	2,494,846	2,494,846
Net Assets Released from Restrictions			
Restrictions Satisfied by Payments	32,403,033	(32,403,033)	-
Total Revenues	33,186,297	(2,921,584)	30,264,713
Expenses			
Program Services			
Instruction and Instructional-Related Services	16,820,053	-	16,820,053
Instructional and School Leadership	1,236,877	-	1,236,877
Ancillary Services	36,166	-	36,166
Support Services - Student (Pupil)	1,532,781	-	1,532,781
Total Program Services	19,625,877	-	19,625,877
Supporting Services			
Administrative Support Services	885,000	-	885,000
Support Services - Non-Student Based	12,665,473	-	12,665,473
Debt Service	1,670	-	1,670
Fundraising	8,277	-	8,277
Total Supporting Services	13,560,420	-	13,560,420
Total Expenses	33,186,297	-	33,186,297
Other Income			
	3,488,977	-	3,488,977
Change in Net Assets			
	3,488,977	(2,921,584)	567,393
Net Assets, Beginning of Year	1,640,433	4,503,515	6,143,948
Net Assets, End of Year	\$ 5,129,410	\$ 1,581,931	\$ 6,711,341

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

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statement of Functional Expenses
For the Year Ended August 31, 2024**

	Program Services Expense	Supporting Services			Total
		Management and General	Fundraising		
Expenses					
Salaries	\$ 12,607,800	\$ 661,707	\$ -	\$ 13,269,507	
Employee Benefits	1,806,677	72,679	-	1,879,356	
Payroll Taxes	233,723	9,588	-	243,311	
Professional Fees	2,068,745	1,453,679	-	3,522,424	
Utilities	-	935,051	-	935,051	
Occupancy	1,704,341	8,007,722	-	9,712,063	
Travel	21,599	11,259	-	32,858	
Interest Expense	-	1,709	-	1,709	
Insurance	-	577,317	-	577,317	
Depreciation and Amortization	-	750,313	-	750,313	
Supplies	849,940	369,286	-	1,219,226	
Dues and Subscriptions	1,207	-	-	1,207	
Tuition	178,650	-	-	178,650	
Miscellaneous Expenses	152,215	99,475	\$ 8,277	259,967	
Repairs and Maintenance	980	602,358	-	603,338	
Total Expenses	\$ 19,625,877	\$ 13,552,143	\$ 8,277	\$ 33,186,297	

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

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statements of Cash Flows
For the Year Ended August 31, 2024**

Cash Flows from Operating Activities

Change in Net Assets	\$ 567,393
Adjustments to Reconcile Change in Net Assets	
to Net Cash Used in Operating Activities	
Depreciation and Amortization	3,027,598
Gain from Termination of Operating Lease	(3,488,977)
(AIncrease) Decrease in Assets	
Grants Receivables	481,842
Other Receivables	(39,446)
Prepaid Expenses and Deposits	(6,600)
Increase (Decrease) in Liabilities	
Accounts Payable	(453,991)
Accrued Liabilities	374,286
Other Liabilities	16,234
Operating Lease Liabilities	<u>(588,064)</u>

Net Cash Used in Operating Activities

(109,725)

Cash Flows from Investing Activities

Change in Employee Retention Credit Receivable	<u>1,096,826</u>
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Net Cash Provided by Investing Activities

1,096,826

Cash Flows from Financing Activities

Principal Payments on Notes Payable	<u>(45,902)</u>
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Net Cash Used in Financing Activities

(45,902)

Net Increase in Cash and Cash Equivalents

941,199

Cash and Cash Equivalents, Beginning of Year

1,221,328

Cash and Cash Equivalents, End of Year

\$ 2,162,527

Supplemental Non-Cash Disclosures

Derecognition of Operating Lease Right-of-Use Assets	\$ 124,850,458
Derecognition of Operating Lease Liability	<u>\$ (128,339,435)</u>
In-Kind-Donation State of Texas to Teacher Retirement System	<u>\$ 888,017</u>

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

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 1. Organization

Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy (MOEF) is a nonprofit organization incorporated in the State of Texas on March 18, 2014 and exempt from federal income taxes pursuant to Section 501 (c)(3) of the Internal Revenue Code. In 2015, the State Board of Education of the State of Texas granted the corporation an open-enrollment charter pursuant to Chapter 12 of the Texas Education Code.

Pursuant to the program described in the charter application approved by the State Board of Education and the terms of the applicable Contract for Charter, MOEF was opened in the fall of 2016. The charter school was organized to empower and engage students to reach their full potential as global leaders who will enhance their communities and the world through creativity, collaboration and innovation. MOEF's programs, services, activities and functions are governed by the MOEF's Board of Directors.

The charter holder MOEF only operates a charter school and does not conduct any other charter or non-charter activities.

Note 2. Summary of Significant Accounting Policies

Basis of Presentation

The accompanying general-purpose financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Financial Statements of Not-for-Profit Organizations*.

Classification of Net Assets

Net assets of MOEF are classified based on the presence or absence of donor-imposed restrictions. Net assets are comprised of two groups as follows:

Net Assets Without Donor Restrictions - Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.

Net Assets With Donor Restrictions - Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of MOEF. Certain restrictions may need to be maintained in perpetuity.

Earnings related to restricted net assets will be included in net assets without donor-restrictions unless otherwise specifically required to be included in donor-restricted net assets by the donor or by applicable state law.

On occasion, the governing board may designate a portion of net assets without donor restrictions for a specific purpose. Designated net assets are not governed by donor-imposed restrictions and may be reversed by the governing board at any time.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

MOEF considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash is held in non-interest-bearing demand accounts at national financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per account. The bank accounts, at times, exceeded federally insured limits. Investments in debt securities have been pledged by a banking institution to mitigate the risk of loss for balances exceeding FDIC insurance thresholds.

Other Assets

MOEF has determined that it qualifies for the Employee Retention Credit (ERC) program and is eligible for the credit, based on the guidance provided by the Internal Revenue Service (IRS) and the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The ERC is a refundable tax credit against certain employment taxes related to qualified wages, including certain health care costs, an eligible employer paid to employees after March 12, 2020 and before October 1, 2021. The determination of eligible wages and health insurance costs requires significant estimates by management. Due to the complexity of the estimates and the potential for IRS review, actual amounts realized may differ from these estimates. Any adjustments to these estimates will be recognized in the period they are determined, and therefore could impact the future results.

All ERC awards are applied to eligible employment taxes and health care costs until the total award is depleted. Refer to Note 11 for additional details.

Cash Donations and Donated Services

Cash donations are considered to be available for unrestricted use unless specifically restricted by the donor. No amounts have been reflected in the financial statements for donated services since no objective basis is available to measure the value of such donations. Nevertheless, a substantial number of volunteers have donated their time in connection with the program service and administration of the organization.

Support and Revenue

Revenues from the State of Texas available school fund are earned based on reported attendance. Contributions received are recognized as revenue in the period received and are reported as support either with or without donor-imposed restrictions, in accordance with FASB Accounting Standards Update (ASU) 2016-14. Government grant contracts that are entered into by MOEF are recognized as revenue when services are rendered or when expenses in connection with those services are incurred in accordance with the accrual method.

Federal and State Grants

Federal and state grants are on a cost reimbursement basis. An accrual is made when eligible expenses are incurred.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Support and Revenue (Continued)

Private Grants

Private grants and contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. MOEF will not recognize a conditional promise to give until the conditions on which the promise depends are substantially met. Contributions are reported as increases in net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. When restrictions expire (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 statement of activities and changes in net assets as net assets released from restrictions.

Contributions

Contributions received are recorded as with donor restrictions and without donor restrictions support depending on the existence or nature of any donor restrictions. MOEF's policy is to report donor-restricted support that is satisfied in the year of receipt as donor-restricted and then fully released in the same year.

Pledges and Grants Receivable

Contributions are recognized when the donor makes a promise to give to MOEF, which is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. No provision has been made for uncollectible pledges and accounts receivable as of the statement of financial position date, given that none have been identified. Grants receivable as of August 31, 2024 and 2023 were \$2,473,346 and \$2,955,188, respectively.

Property and Equipment

Property and equipment purchased by MOEF are recorded at cost. Donations of property and equipment are recorded at their fair value at the date of the gift. All assets acquired with a value in excess of \$5,000 or acquired under budgeted capital asset line items within grant applications are recorded as fixed assets. Gains or losses from retirement or sale of property and equipment are reflected in income for the period. Donations of assets are recorded as direct additions to net assets at fair value at the date of donation, which is then treated as cost. Depreciation is provided on the straight-line method based upon estimated useful lives of the assets. Depreciation expense was \$750,313 for the year ended August 31, 2024. The following are the estimated useful lives of fixed assets:

Assets	Useful Lives
Leasehold Improvements	15 Years
Furniture and Equipment	5 - 7 Years
Vehicles	7 Years

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires MOEF's management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Expenses

Expenses are charged to each program based on direct expenditures incurred. Functional expenses which cannot readily be related to a specific program are charged to the various programs based upon hours worked, square footage, number of program staff, or other reasonable methods for allocating the organization's multiple function expenditures.

Income Taxes

MOEF qualifies as a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code, except to the extent it has business income unrelated to its tax exempt purpose. MOEF has no unrelated business income and is not expecting to have any in the future, accordingly, there is no provision for federal income taxes in the financial statements. U.S. GAAP requires the evaluation of tax positions taken in the preparation of the tax returns and the recording of a tax liability if an uncertain tax position has been taken that is more likely than not sustainable upon audit by the IRS. Management has analyzed the tax positions taken by MOEF and there have been no uncertain tax positions taken that would require the recognition or disclosure in the financial statements. The tax returns for the years ended August 31, 2020, 2021, and 2022 are still subject to possible IRS audit but management has not been notified of any pending examinations.

Pension

The fiduciary net position of the Teacher Retirement System of Texas (TRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities, and additions to/deductions from TRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. As of the latest available date, August 31, 2023, the TRS plan was 77.5% funded.

Recent Accounting Pronouncements - Adopted

On July 1, 2022, MOEF implemented ASU 2016-13 and all subsequent ASU's that modified ASU 2016-13, which have been codified under ASC 326, *Financial Instruments - Credit Losses*. This standard modified guidance related to estimating allowance for credit losses for amortized assets, such as trade receivables and debt securities. MOEF implemented this guidance without any impact to the financial statements as presented.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 3. Pension Plan Obligations

Plan Description

MOEF contributes to the Teacher Retirement System of Texas (TRS), a cost sharing, multiple- employer defined benefit pension plan with one exception; all risks and costs are not shared by the charter school but are the liability of the State of Texas. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public-school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government code, Title 8, Chapters 803 and 805, respectively. The Texas State Legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit plan. That report may be obtained by writing to the TRS Communications Department, 1000 Red River Street, Austin, Texas 78701 or by calling the TRS Communications Department at 1-800-223-8778, or by downloading the report from the TRS Internet website, www.trs.state.tx.us, under the TRS Publications Heading.

Funding Policy

Contribution requirements are not actuarially determined but are established and amended by the Texas State Legislature. The state funding policy is as follows: (1) the state constitution requires the legislature to establish a member contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system; (2) A state statute prohibits benefit improvements or contribution reductions if, as a result of a particular action, the time required to amortize TRS' unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 1 year, the period would be increased by such action. State law provides for a member and a state contribution rate of 8.25% for fiscal year 2024. The charter school's total employee contributions to the system for the year ended August 31, 2024, was \$1,032,314, equal to the required contributions for the year. In addition, the State of Texas made a contribution directly to the teacher retirement system in the amount of \$888,017, which is reflected as revenue within state program revenues and as corresponding salary expense within instruction and instructional-related services in the statement of activities and changes in net assets.

Other contributions made from federal and private grants and from the charter school for salaries above the statutory minimum were contributed at a rate of 8.25% totaling \$625,977 for the year ended August 31, 2024. The charter school's contributions into this plan do not represent more than 5% of the total contributions to the plan. The charter school was assessed a surcharge of \$22,289.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 4. Health Care Coverage

During the year ended August 31, 2024, employees of MOEF were covered by a health insurance plan. The school contributed up to \$225 per month per employee (depending upon coverage selected) to the plan and employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a licensed insurer.

Note 5. Liquidity and Availability of Financial Assets

The following reflects MOEF's financial assets as the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date:

Cash and Cash Equivalents	\$ 2,162,527
Grants, Other Receivables, and Prepaid Expenses	<u>2,526,783</u>
 Total Financial Assets at Year-End	 <u>4,689,310</u>
 Less Those Unavailable for General Expenditures within One Year, Due to:	
Donor-Restricted Imposed Restrictions as to Use or Time:	<u>-</u>
 Financial Assets Available to Meet Cash Needs For General Expenditure Within One Year	 <u>\$ 4,689,310</u>

MOEF manages its liquid assets within standard depository bank accounts at national banks. Cash is managed to provide sufficient funds for meeting program expenditures of the charter school. Excess cash is invested in short-term investments such as certificates of deposit that have maturity dates of less than three months.

Note 6. Budget

The official school budget is prepared for adoption for required Governmental Fund Types. The annual budget is adopted on a basis consistent with generally accepted accounting principles and is formally adopted by the Board of Directors.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 7. Related Parties

MOEF's Superintendent and a second member of MOEF's board are on the three member board of SSS Education Foundation (SSS), a non-profit corporation organized in the State of Texas for purposes of supporting educational organizations in the acquisition of affordable educational facilities. MOEF had the following related party transactions with SSS, during the year ended August 31, 2024:

Operating Lease Commitment

MOEF leases facilities from a related party under open-ended agreements that require that MOEF reimburse SSS for the debt service used to finance such facilities. MOEF currently leases various educational facilities from SSS. The original lease agreement was modified on July 1, 2024, to change the previous terms to a one year agreement. The lease term renews for a period of twelve months, unless a cancellation notice is given 60 days prior to the renewal date. In accordance with provisions under ASC 842, leases with a term of twelve months or less are considered short-term leases and therefore not in the scope of ASC 842. Therefore, short-term leases are expensed as incurred. As a result of the modification, the right-of-use asset and corresponding liability was derecognized as of the date of modification, resulting in a derecognition gain that is reflected within other income on the statement of activities.

At the date of derecognition, July 1, 2024, the right-of-use asset and corresponding lease liability were as follows:

Operating Lease Right-of-Use Assets - Beginning Balance	\$ 127,127,743
Less Current Year Amortization	<u>(2,277,285)</u>
Operating Lease Right-of-Use Assets - Ending Balance	124,850,458
Operating Lease Liabilities - Ending Balance	<u>128,339,435</u>
 Gain from Derecognition of Operating Lease	 <u>\$ 3,488,977</u>

The gain from derecognition of operating lease is reflected as other income in the statement of activities and changes in net assets as of August 31, 2024. Operating lease costs were \$8,342,000 and short-term lease payments are \$1,370,390 for the year ended August 31, 2024. All lease costs are included: Instruction and instructional related services and Support-Services-Non-Student in the statement of activities.

Other Related-Party Transactions

During the fiscal year, MOEF paid related-party note payables of \$45,902 in full at their scheduled maturity dates. In a separate transaction, MOEF further received a donation from SSS in the amount of \$672,771, as reflected in the statement of activities and changes in net assets for the year ended August 31, 2024.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 8. Commitments and Contingencies

MOEF receives funds through state and federal programs that are governed by various statutes and regulations. State program funding is based primarily on student attendance data submitted to the Texas Education Agency and is subject to audit and adjustment. Expenses charged to federal programs are subject to audit and adjustment by the grantor agency. The programs administered by the charter school have complex compliance requirements and should state or federal auditors discover areas of noncompliance, charter school funds may be subject to refund if so determined by the Texas Education Agency or the grantor agency. MOEF is economically dependent on these charter school funds.

Note 9. Net Assets with Donor Restrictions

Net assets with donor restrictions at August 31, 2024 are restricted as follows:

State-Financed General Charter School Activities	\$ 1,293,517
Local-Financed General Charter School Activities	189,696
Federally-Financed General Charter School Activities	98,718
	<hr/>
Total Restricted Funds	\$ 1,581,931

Net assets were released from restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows:

Texas Education Agency - Federal	\$ 5,957,845
Texas Department of Agriculture - Federal	58,372
Texas Education Agency - State	26,386,816
	<hr/>
Total Restrictions Released	\$ 32,403,033

Note 10. Risk Concentrations

MOEF has grant receivables with the State of Texas in the amount of \$2,327,658 and grant receivables with federal agencies in the amount of \$145,688 as of August 31, 2024.

As of August 31, 2024, amounts in excess of FDIC insured balances were \$1,915,039. MOEF has not incurred any losses on amounts held in depository accounts in excess of federally insured limits. Investments in debt securities have been pledged by a banking institution to mitigate the risk of loss for balances exceeding FDIC insurance thresholds.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY**

Notes to Financial Statements

Note 11. Employee Retention Credit

MOEF has applied for the ERC and has filed amended payroll tax returns for 2020 and 2021. As such, in accordance with FASB ASC 958-605, MOEF has initially recognized the ERC award as a receivable in the amount of \$5,192,993 in the accompanying statement of financial position and as revenue in the accompanying statements of activities. In lieu of receiving a check, MOEF has requested a credit balance be held by the IRS which may be applied against payroll taxes owed by MOEF on future payroll tax returns. During the fiscal year, MOEF has applied an amount of \$1,096,826 in payroll taxes against the ERC receivable. The ERC receivable balance is \$3,136,117 as of August 31, 2023. The ERC receivable is presented within long-term assets and is estimated to be utilized through the fiscal year ended 2027.

Note 12. Evaluation of Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 2, 2024, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Independent Auditor's Report on Supplementary Information

To the Board of Directors of
Meadow Oaks Education Foundation dba
Pioneer Technology & Arts Academy
Mesquite, Texas

We have audited the financial statements of Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy (MOEF) as of and for the year ended August 31, 2024, and our report thereon dated December 2, 2024, which expressed an unmodified opinion on those financial statements, appears on pages 1 - 3. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedules for Individual Charter School are presented on pages 19 to 22 and on pages 33 to 35 for purposes of additional analysis and are not a required part of the financial statements. 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 statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



A Professional Accounting Corporation

Metairie, LA
December 2, 2024

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statement of Activities for Individual Charter School
For the Year Ended August 31, 2024**

		Without Donor Restrictions	With Donor Restrictions	Total
Revenues				
Local Support				
5740 Other Revenues from Local Sources	\$ 783,264	\$ -	\$ 783,264	
5750 Revenue from Concurricular Activities	-	189,696	189,696	
Total Local Support	783,264	189,696	972,960	
State Program Revenues				
5810 Foundation School Program Act Revenues	-	25,137,146	25,137,146	
5820 State Program Revenues Distributed by Texas Education Agency	-	771,744	771,744	
5830 State Rev. other than TEA	-	888,017	888,017	
Total State Program Revenues	-	26,796,907	26,796,907	
Federal Program Revenues				
5910 Federal Revenues Distributed by Education Service Center	-	10,342	10,342	
5920 Federal Revenues Distributed by Texas Education Agency	-	2,428,447	2,428,447	
5930 Federal Revenues Distributed by Other Government Agencies	-	56,057	56,057	
Total Federal Program Revenues	-	2,494,846	2,494,846	
Net Assets Released from Restrictions				
Restrictions Satisfied by Payments	32,403,033	(32,403,033)	-	
Total Revenues	33,186,297	(2,921,584)	30,264,713	
Expenses				
11 Instruction	15,605,021	-	15,605,021	
13 Curriculum Development and Instructional Staff Development	1,216,935	-	1,216,935	
21 Instructional Leadership	591	-	591	
23 School Leadership	1,236,286	-	1,236,286	
31 Guidance, Counseling and Evaluating Services	428,299	-	428,299	
33 Health Services	34,802	-	34,802	
35 Food Services	894,160	-	894,160	
36 Cocurricular/Extracurricular Activities	173,318	-	173,318	
41 General Administration	885,000	-	885,000	
51 Plant Maintenance and Operations	11,929,921	-	11,929,921	
52 Security and Monitoring Services	399,147	-	399,147	
53 Data Processing Services	336,704	-	336,704	
61 Community Services	36,166	-	36,166	
71 Debt Service	1,670	-	1,670	
81 Fund Raising	8,277	-	8,277	
Total Expenses	33,186,297	-	33,186,297	
Other Income	3,488,977	-	3,488,977	
Change in Net Assets	29,697,320	(2,921,584)	567,393	
Net Assets, Beginning of Year	1,640,433	4,503,515	6,143,948	
Net Assets, End of Year	\$ 31,337,753	\$ 1,581,931	\$ 6,711,341	

See independent auditor's report on supplementary information.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statement of Expenses for Individual Charter School
For the Year Ended August 31, 2024**

Expenses	
6100 Payroll Costs	\$ 15,395,426
6200 Professional and Contracted Services	14,951,526
6300 Supplies and Materials	1,219,226
6400 Other Operating Costs	1,618,410
6500 Debt	<u>1,709</u>
Total	<u>\$ 33,186,297</u>

See independent auditor's report on supplementary information.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Statement of Capital Assets for Individual Charter School
For the Year Ended August 31, 2024**

	Ownership Interest		
	Local	State	Federal
Capital Assets			
1110 Cash	\$ -	\$ 2,162,527	\$ -
1520 Leasehold Improvements	-	1,761,164	-
1531 Vehicles	-	246,415	-
1539 Furniture and Equipment	-	2,544,342	-
Total	\$ -	\$ 6,714,448	\$ -

See independent auditor's report on supplementary information.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Budgetary Comparison Schedule for Individual Charter School
For the Year Ended August 31, 2024**

	Budgeted Amounts			Actual Amounts	Variance from Final Budget		
	Original	Final					
Revenues, Gains, and Other Support							
Local Support							
5740 Other Revenues from Local Sources	\$ 15,806	\$ 783,264	\$ 783,264	\$ -	-		
5750 Revenue from Concurricular Activities	-	189,696	189,696	-	-		
Total Local Support	15,806	972,960	972,960		-		
State Program Revenues							
5810 Foundation School Program Act Revenues	25,650,000	25,137,146	25,137,146	-	-		
5820 State Program Revenues Distributed by Texas Education Agency	-	771,744	771,744	-	-		
5930 State Program Revenues Other Than Texas Education Agency	-	888,017	888,017	-	-		
Total State Program Revenues	25,650,000	26,796,907	26,796,907		-		
Federal Program Revenues							
5910 Federal Revenues Distributed by Education Service Center	-	10,342	10,342	-	-		
5920 Federal Revenues Distributed by Texas Department of Education	850,000	2,428,447	2,428,447	-	-		
5930 Federal Revenues Distributed by Other Government Agencies	-	56,057	56,057	-	-		
Total Federal Program Revenues	850,000	2,494,846	2,494,846		-		
Expenses							
11 Instruction	12,825,000	15,605,021	15,605,021	-	-		
13 Curriculum Development and Instructional Staff Development	662,895	1,216,935	1,216,935	-	-		
21 Instructional Leadership	689,411	591	591	-	-		
23 School Leadership	636,379	1,236,286	1,236,286	-	-		
31 Guidance, Counseling and Evaluating Services	265,158	428,299	428,299	-	-		
32 Social Work Services	238,642	-	-	-	-		
33 Health Services	106,063	34,802	34,802	-	-		
34 Student (Pupil) Transportation	52,000	-	-	-	-		
35 Food Services	81,300	894,160	894,160	-	-		
36 Cocurricular/Extracurricular Activities	192,890	173,318	173,318	-	-		
41 General Administration	756,590	885,000	885,000	-	-		
51 Plant Maintenance and Operations	9,051,338	11,929,921	11,929,921	-	-		
52 Security and Monitoring Services	360,000	399,147	399,147	-	-		
53 Data Processing Services	413,770	336,704	336,704	-	-		
61 Community Services	181,474	36,166	36,166	-	-		
71 Debt Service	-	1,670	1,670	-	-		
81 Fund Raising	-	8,277	8,277	-	-		
Total Expenses	26,512,910	33,186,297	33,186,297		-		
Other Income	-	3,488,977	3,488,977		-		
Change in Net Assets	2,896	567,393	567,393		-		
Net Assets, Beginning of Year	4,188,957	6,143,948	6,143,948		-		
Net Assets, End of Year	\$ 4,191,853	\$ 6,711,341	\$ 6,711,341		-		

See independent auditor's report on supplementary information.

**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**

To The Board of Directors of
Meadow Oaks Education Foundation dba
Pioneer Technology & Arts Academy
Mesquite, Texas

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 Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy (MOEF) (a nonprofit organization), which comprise the statement of financial position as of August 31, 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 2, 2024.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered MOEF's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MOEF's internal control. Accordingly, we do not express an opinion on the effectiveness of MOEF's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. 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.

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "LaForte".

A Professional Accounting Corporation

Metairie, LA
December 2, 2024

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

To the Board of Directors of
Meadow Oaks Education Foundation dba
Pioneer Technology & Arts Academy
Mesquite, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Meadow Oaks Education Foundation dba Pioneer Technology & Arts Academy (MOEF) (a nonprofit organization), compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of MOEF's major federal programs for the year ended August 31, 2024. MOEF's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, MOEF 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, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of MOEF and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of MOEF's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to MOEF's federal programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on MOEF's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about MOEF's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures including examining, on a test basis, evidence regarding MOEF's compliance requirements referred to above and performing such other procedures as we consider necessary in the circumstances.
- Obtain an understanding of MOEF's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 MOEF's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

A handwritten signature in black ink, appearing to read "LaForte".

A Professional Accounting Corporation

Metairie, LA
December 2, 2024

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Findings and Questioned Costs (Continued)
August 31, 2024**

A. Summary of Auditor's Results

Financial Statements

1) Type of auditor's report	Unmodified
2) Internal control over financial reporting and compliance and other matters	
a) Material weaknesses identified?	No
b) Significant deficiencies identified not considered to be material weaknesses?	None reported
3) Noncompliance material to the financial statements noted?	No

Federal Awards

4) Internal control over major programs	
a) Material weaknesses identified?	No
b) Significant deficiencies identified not considered to be material weaknesses?	None reported
5) Type of auditor's report issued on compliance for major program	Unmodified
6) Audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No
7) Identification of major programs	

Title	Assistance Listing No.
Special Education Cluster	84.027A/84.173A
COVID 19 - Education Stabilization Fund	84.425U
8) Dollar threshold used to distinguish between Type A and B programs	\$750,000
9) Auditee qualified as a low-risk auditee?	Yes

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Findings and Questioned Costs (Continued)
August 31, 2024**

B. Findings Related to the Financial Statements

None.

C. Findings and Questioned Costs Related to Major Federal Award Program

None.

MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Prior Year Findings and Questioned Costs
August 31, 2024

No findings were noted as per *Governmental Auditing Standards* and 2 CFR section 200.516 (a) for the year ended August 31, 2023.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2024**

Federal Grantor/ Pass - Through Grantor/ Program Title	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Federal Expenditure
<u>U.S. Department of Education</u>			
<i>Special Education Cluster</i>			
Passed - Through Texas Education Agency			
IDEA - B Formula	84.027A	246600010578506000	\$ 361,581
IDEA - B Preschool	84.173A	246610010578506000	2,023
Passed - Through Education Service Center			
2023-2024 SPED Capacity Contracted Services Grant	84.027A	236600497110001	<u>8,342</u>
Total Special Education Cluster			<u>371,946</u>
Passed - Through Texas Education Agency			
Title I, Part A - Improving Basic Program	84.010A	24610101057850	437,551
Title II, Part A, Supporting Effective Instruction State Grants	84.367A	24694501057850	105,733
Title III, Part A, English Language Acquisitions and Language Enhancement	84.365A	24671001057850	26,176
Title IV, Part A, Subpart 1, Student Support and Academic Enrichment Program	84.424A	24680101057850	32,368
Passed - Through Education Service Center			
Career and Technical Education - Basic Grants to States (Perkins V)	84.048A	24420006057950	<u>2,000</u>
Total U.S. Department of Education, Non-COVID-19 Assistance			<u>975,774</u>
Passed - Through Texas Education Agency			
COVID 19 - Education Stabilization Fund (TCLAS High-Quality After-School)	84.425U	215280587110111	741,115
COVID 19 - Education Stabilization Fund (TCLAS-ESSER III)	84.425U	21528042057850	<u>214,925</u>
Total U.S. Department of Education, COVID-19 Assistance			<u>956,040</u>
Total U.S. Department of Education			<u>1,931,814</u>
<u>U.S. Department of Agriculture</u>			
<i>Child Nutrition Cluster</i>			
Passed - Through Texas Education Agency			
Federal Food Service Reimbursement			
School Breakfast Program	10.553	71402301	10,331
School Breakfast Program	10.553	71402401	66,879
National School Lunch Program	10.555	71302301	48,041
National School Lunch Program	10.555	71302401	<u>392,066</u>
Total Child Nutrition Cluster			<u>517,317</u>
Total U.S. Department of Agriculture			<u>517,317</u>
<u>U.S. Department of Labor</u>			
Passed - Through Texas Education Agency			
2021-2023 P-Tech Planning and Implementation	17.258	243933017110029	<u>45,715</u>
Total U.S. Department of Labor			<u>45,715</u>
Total Expenditures of Federal Awards			<u>\$ 2,494,846</u>

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2024**

Note 1. Basis of Presentation

The accompanying schedule of federal awards (the Schedule) includes the federal grant activity of MOEF under programs of the federal government for the year ended August 31, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operation of MOEF, it is not intended to and does not present the financial position, changes in net assets or cash flows of MOEF.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Pass-through entity identifying numbers are presented where available.

Note 3. De Minimus Cost Rate

MOEF has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Real Property Ownership Interest
For the Year Ended August 31, 2024**

Description	Property Address	Total Assessed	Ownership Interest - Local	Ownership Interest - State	Ownership Interest - Federal
None					

See independent auditor's report on supplementary information.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Schedule of Related Party Transactions
For the Year Ended August 31, 2024**

Related Party Name	Name of Related Party	Relationship	Types of Transactions	Description of Terms and Conditions	Source of Fund Used	Payment Frequency	Total Paid During FY	Principal Balance Due
SSS Foundation, Inc.	Shubham Pandey	Board Member/Officer	Landlord	Short-Term Rental Leases	State	Monthly	\$ 8,222,343	\$ -

See independent auditor's report on supplementary information.

**MEADOW OAKS EDUCATION FOUNDATION DBA
PIONEER TECHNOLOGY & ARTS ACADEMY
Special Program Compliance Schedule
For the Year Ended August 31, 2024**

<u>Data Codes</u>	<u>Responses</u>
<u>Section A: Compensatory Education Program</u>	
AP1 Did your LEA expend any state compensatory education program state allotment funds during MOEF's fiscal year?	Yes
AP2 Does the LEA have written policies and procedures for its state compensatory education program?	Yes
AP3 List the total state allotment funds received for state compensatory education programs during MOEF's fiscal year.	\$1,723,799
AP4 List the actual direct program expenditures for state compensatory education programs during the LEA's fiscal year. (PICs 24, 26, 28, 29, 30, 34)	\$1,006,867
<u>Section B: Bilingual Education Programs</u>	
AP5 Did your LEA expend any bilingual education program state allotment funds during the LEA's fiscal year?	Yes
AP6 Does the LEA have written policies and procedures for its bilingual education program?	Yes
AP7 List the total state allotment funds received for bilingual education programs during the LEA's fiscal year.	\$209,473
AP8 List the actual direct program expenditures for bilingual education programs during the LEA's fiscal year. (PICs 25, 35)	\$115,210

See independent auditor's report on supplementary information.