

# Archimedean Upper Conservatory

A Department of Archimedean Academy, Inc.

Basic Financial Statements and  
Additional Information  
For the Year Ended June 30, 2026

# Archimedean Upper Conservatory

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Archimedean Upper Conservatory  
Miami, Florida

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities and each major fund of Archimedean Upper Conservatory (the "School"), a department of Archimedean Academy, Inc., as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the School, as of June 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Emphasis of Matter*

##### Department Financials

As discussed in Note 1, the financial statements of the School are intended to present the financial position and change in financial position of only that portion of the governmental activities and each major fund of Archimedean Academy, Inc. that are attributable to the transactions of the School. They do not purport to, and do not, present fairly the financial position of Archimedean Academy, Inc. as of June 30, 2026, or its changes in its financial position 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.

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *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 *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 the School's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

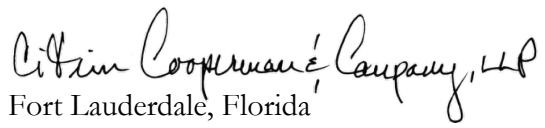
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 8 and budgetary comparison information on pages 26 through 28 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 11, 2026, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

  
Fort Lauderdale, Florida  
September 11, 2026

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Archimedean Upper Conservatory (the "School"), a department of Archimedean Academy, Inc., we offer readers of the School's basic financial statements this narrative overview and analysis of the financial activities of the School as of and for the year ended June 30, 2026 with certain comparative information for the year ended June 30, 2025.

Management's discussion and analysis is included at the beginning of the School's basic financial statements to provide, in layman's terms, the past and current position of the School's financial condition. This summary should not be taken as a replacement for the audit, which consists of the basic financial statements and other supplementary information which immediately follow this discussion.

## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School's basic financial statements. The School's basic financial statements are comprised of three components: 1) government-wide basic financial statements, 2) fund basic financial statements, and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The statement of net position (deficit) presents information on all of the School's assets, liabilities, and deferred inflows/outflows of resources, with the difference between the components reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School is improving or deteriorating.

The statement of activities presents information showing how the School's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as uncollected revenues and services rendered but unpaid.

The government-wide basic financial statements include all governmental activities that are principally supported by grants and entitlements from the state for full-time equivalent funding. The School does not have any business-type activities. The governmental activities of the School primarily include instruction and instructional support services.

The government-wide basic financial statements can be found on pages 9 and 10 of this report.

**Fund financial statements:** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds:** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide basic financial statements. However, unlike the government-wide basic financial statements, governmental fund basic financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the School's near-term financing requirements.

## Overview of the Financial Statements (continued)

Because the focus of governmental funds is narrower than that of the government-wide basic financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide basic financial statements. By doing so, readers may better understand the long-term impact of the School's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and change in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The School maintains two individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The General Fund and Capital Projects Fund are considered to be the School's major funds.

The School adopts an annual budget for its governmental funds. A budgetary comparison schedule has been provided for the General Fund and can be found on pages 26 through 28 of this report.

The governmental funds financial statements can be found on pages 11 through 15 of this report.

**Notes to basic financial statements:** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 16 through 25 of this report.

## Financial Analysis

### Government-Wide Financial Analysis

Our analysis in the table below focuses on the net position (deficit) of the School's governmental activities:

|                                      | <u>2026</u>               | <u>2025</u>              | <u>Variance</u>            |
|--------------------------------------|---------------------------|--------------------------|----------------------------|
| <b>Current and Other Assets</b>      | \$ 972,628                | \$ 1,164,661             | \$ (192,033)               |
| <b>Capital Assets, Net</b>           | <u>4,406,591</u>          | <u>4,609,777</u>         | <u>(203,186)</u>           |
| Total assets                         | <u>5,379,219</u>          | <u>5,774,438</u>         | <u>(395,219)</u>           |
| Total deferred outflows of resources | <u>41,078</u>             | <u>-</u>                 | <u>41,078</u>              |
| <b>Other liabilities</b>             | 1,116,223                 | 978,456                  | 137,767                    |
| <b>Long-term liabilities</b>         | <u>4,403,075</u>          | <u>4,561,032</u>         | <u>(157,957)</u>           |
| Total liabilities                    | <u>5,519,298</u>          | <u>5,539,488</u>         | <u>(20,190)</u>            |
| <b>Net Position (Deficit):</b>       |                           |                          |                            |
| Net investment in capital assets     | 105,422                   | 102,694                  | 2,728                      |
| Restricted                           | -                         | 322,270                  | (322,270)                  |
| Unrestricted                         | <u>(204,423)</u>          | <u>(190,014)</u>         | <u>(14,409)</u>            |
| Total net position (deficit)         | \$ <u><u>(99,001)</u></u> | \$ <u><u>234,950</u></u> | \$ <u><u>(333,951)</u></u> |

### Government-Wide Financial Analysis (continued)

As of June 30, 2026, the School's total liabilities exceeded its total assets and deferred outflows of resources by \$ 99,001 (net position). This was a decrease of \$ 333,951 from the prior year.

Current and other assets decreased due to a decrease in restricted cash, of a portion of which was used as part of the bond refunding. Capital assets, net of depreciation, decreased due to current depreciation of \$ 216,937, offset by the addition of \$ 13,751 of building improvements and construction in process. Other liabilities increased overall due to an increase in amounts due to other schools, which fluctuates based on annual expense allocations. Long-term liabilities decreased due to scheduled bond principal payments, prior to a bond refunding. Restricted net position decreased by \$ 322,270 due to the reduction in restricted cash discussed above.

**Governmental activities:** The School's overall net position decreased by \$ 333,951 from the prior fiscal year. The reasons for this overall decrease are discussed in the following section for governmental activities.

#### Archimedean Upper Conservatory Changes in Net Position (Deficit)

|                                  | <u>2026</u>      | <u>2025</u>      | <u>Variance</u> |
|----------------------------------|------------------|------------------|-----------------|
| <b>Revenues:</b>                 |                  |                  |                 |
| General revenues:                |                  |                  |                 |
| FTE nonspecific revenues         | \$ 2,999,974     | \$ 3,023,265     | \$ (23,291)     |
| Tax referendum revenues          | 548,769          | 481,261          | 67,508          |
| Other revenues                   | 55,390           | 18,806           | 36,584          |
| Program revenues:                |                  |                  |                 |
| Capital grants and contributions | <u>467,702</u>   | <u>565,414</u>   | <u>(97,712)</u> |
| Total revenues                   | <u>4,071,835</u> | <u>4,088,746</u> | <u>(16,911)</u> |

**Government-Wide Financial Analysis (continued)**

Archimedean Upper Conservatory  
Changes in Net Position (Deficit) (continued)

|                                          | <u>2026</u>        | <u>2025</u>       | <u>Variance</u>     |
|------------------------------------------|--------------------|-------------------|---------------------|
| <b>Functions/Program Expenses:</b>       |                    |                   |                     |
| Regular instruction                      | \$ 2,393,546       | \$ 2,331,442      | \$ 62,104           |
| Instructional support services:          |                    |                   |                     |
| Pupil personnel services                 | 2,450              | 2,147             | 303                 |
| Instructional and curriculum services    | 64,428             | 122,979           | (58,551)            |
| Instructional staff training services    | 952                | 5,430             | (4,478)             |
| Instructional-related technology         | 44                 | 9,148             | (9,104)             |
| School administration                    | 305,964            | 270,434           | 35,530              |
| Operation of plant                       | 435,159            | 272,590           | 162,569             |
| Maintenance of plant                     | 239,337            | 289,780           | (50,443)            |
| Operation of non-instructional services: |                    |                   |                     |
| General administration                   | 181,550            | 252,245           | (70,695)            |
| Board services                           | 32,587             | 97,829            | (65,242)            |
| Fiscal services                          | 53,774             | 57,046            | (3,272)             |
| Central services                         | 48,770             | 27,900            | 20,870              |
| Community services                       | 261,811            | 153,419           | 108,392             |
| Interest and fiscal charges              | 385,414            | 176,423           | 208,991             |
| Total expenses                           | <u>4,405,786</u>   | <u>4,068,812</u>  | <u>336,974</u>      |
| Change in net position (deficit)         | (333,951)          | 19,934            | (353,885)           |
| Net position, beginning                  | <u>234,950</u>     | <u>215,016</u>    | <u>19,934</u>       |
| Net position (deficit), ending           | \$ <u>(99,001)</u> | \$ <u>234,950</u> | \$ <u>(333,951)</u> |

General revenues increased compared to the previous year, primarily due to an increase in referendum funding. Program revenues decreased due to capital grant funding that was received in the prior year that was not received during this year because the grant had expired.

Instructional and curriculum services decreased by \$ 58,551, as there were extra supplies purchased in the prior year that were not required in the current year. Operation and maintenance of plant expenses increased by a total of \$ 112,126, as there were increased insurance premiums and increased security costs incurred in the current year. The School increased its athletic and competition personnel salaries in the current year, which led to an increase of \$ 108,392 in community services expenses. Interest and fiscal charges increased due to bond issuance costs related to the School's bond issuance.

### Financial Analysis of Governmental Funds

The General Fund is the chief operating fund of the School. At the end of the current fiscal year, unassigned fund balance of the General Fund was a deficit of \$ 143,595. The General fund balance decreased by \$ 329,800. The General Fund decrease was due to higher community services expenditures previously discussed and the bond issuance costs on the new bond issuance.

The Capital Projects Fund does not have an increase or decrease in fund balance during the year since this fund reports state and local capital outlay funding that is used to cover a portion of operation and maintenance costs as well as interest.

### Significant Capital Asset and Long-Term Financing Activities

**Capital assets:** At June 30, 2026, the School had capital assets of \$ 4,406,591, net of accumulated depreciation as compared to \$ 4,609,777 at June 30, 2025. Capital additions for the year were \$13,751 for classroom upgrades, which were classified as construction in progress and building improvements. Additional information on the School's capital assets can be found in Note 5 of this report.

**Debt:** At June 30, 2026, the School had outstanding debt of \$ 4,342,247 and \$ 4,507,083 at June 30, 2025. During the year, the School entered into a bond refunding transaction, which retired previously issued debt. Also, a new bond was issued that will enable the School to draw down funds as needed for future capital projects. Additional information on the School's debt can be found in Note 6 of this report.

### Currently Known Facts, Decisions or Conditions

Facts, decisions, or conditions that are expected to have a significant effect on the financial position or results of operations of the School for fiscal year 2026-2027 include:

- Total funding for capital outlay is expected to increase by approximately 4% in the next year, in addition to increases in regular FEFP revenues by approximately 2%.
- Student counts will increase slightly; the overall effect will be a moderate increase in revenues.
- Student capacity will also increase slightly.

### Requests for Information

If there are any questions about this report or the reader needs additional information, please write to Ms. Amalia Angelaki at Archimedean Academy, Inc.; 12425 S.W. 72<sup>nd</sup> Street (Sunset Drive); Miami, Florida 33183.

# BASIC FINANCIAL STATEMENTS

**Archimedean Upper Conservatory**  
**Statement of Net Position (Deficit)**  
**June 30, 2026**

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|                                        | <b>Governmental<br/>Activities</b> |
|----------------------------------------|------------------------------------|
| <b>Current Assets:</b>                 |                                    |
| Cash and cash equivalents              | \$ 954,393                         |
| Due from other governments             | <u>18,235</u>                      |
| Total current assets                   | <u>972,628</u>                     |
| <b>Noncurrent Assets:</b>              |                                    |
| Capital assets:                        |                                    |
| Nondepreciable                         | 980,536                            |
| Depreciable, net                       | <u>3,426,055</u>                   |
| Total noncurrent assets                | <u>4,406,591</u>                   |
| Total assets                           | <u>5,379,219</u>                   |
| <b>Deferred Outflows of Resources:</b> |                                    |
| Deferred charge on refunding           | <u>41,078</u>                      |
| <b>Current Liabilities:</b>            |                                    |
| Accounts payable                       | 82,335                             |
| Accrued expenses                       | 324,525                            |
| Due to other schools                   | 709,363                            |
| Compensated absences                   | 12,166                             |
| Bonds payable                          | <u>76,750</u>                      |
| Total current liabilities              | <u>1,205,139</u>                   |
| <b>Noncurrent Liabilities:</b>         |                                    |
| Compensated absences                   | 48,662                             |
| Bonds payable                          | <u>4,265,497</u>                   |
| Total noncurrent liabilities           | <u>4,314,159</u>                   |
| Total liabilities                      | <u>5,519,298</u>                   |
| <b>Net Position (Deficit):</b>         |                                    |
| Net investment in capital assets       | 105,422                            |
| Unrestricted                           | <u>(204,423)</u>                   |
| Total net position (deficit)           | \$ <u><u>(99,001)</u></u>          |

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Statement of Activities**  
**For the Year Ended June 30, 2026**

|                                          |                     | Program Revenues     |                                    |                                  | Governmental Activities                                    |
|------------------------------------------|---------------------|----------------------|------------------------------------|----------------------------------|------------------------------------------------------------|
|                                          |                     | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Net Revenue (Expense) and Change in Net Position (Deficit) |
| Functions/Programs:                      | Expenses            |                      |                                    |                                  |                                                            |
| Instruction:                             |                     |                      |                                    |                                  |                                                            |
| Regular instruction                      | \$ 2,393,546        | \$ -                 | \$ -                               | \$ -                             | \$ (2,393,546)                                             |
| Instructional support services:          |                     |                      |                                    |                                  |                                                            |
| Pupil personnel services                 | 2,450               | -                    | -                                  | -                                | (2,450)                                                    |
| Instructional and curriculum services    | 64,428              | -                    | -                                  | -                                | (64,428)                                                   |
| Instructional staff training services    | 952                 | -                    | -                                  | -                                | (952)                                                      |
| Instructional-related technology         | 44                  | -                    | -                                  | -                                | (44)                                                       |
| School administration                    | 305,964             | -                    | -                                  | -                                | (305,964)                                                  |
| Operation of plant                       | 435,159             | -                    | -                                  | 448,910                          | 13,751                                                     |
| Maintenance of plant                     | 239,337             | -                    | -                                  | 18,792                           | (220,545)                                                  |
| Operation of non-instructional services: |                     |                      |                                    |                                  |                                                            |
| General administration                   | 181,550             | -                    | -                                  | -                                | (181,550)                                                  |
| Board services                           | 32,587              | -                    | -                                  | -                                | (32,587)                                                   |
| Fiscal services                          | 53,774              | -                    | -                                  | -                                | (53,774)                                                   |
| Central services                         | 48,770              | -                    | -                                  | -                                | (48,770)                                                   |
| Community services                       | 261,811             | -                    | -                                  | -                                | (261,811)                                                  |
| Interest and fiscal charges              | 385,414             | -                    | -                                  | -                                | (385,414)                                                  |
| Total governmental activities            | \$ <u>4,405,786</u> | \$ <u>-</u>          | \$ <u>-</u>                        | \$ <u>467,702</u>                | <u>(3,938,084)</u>                                         |
| General revenues:                        |                     |                      |                                    |                                  |                                                            |
| FTE nonspecific revenues                 |                     |                      |                                    |                                  | 2,999,974                                                  |
| Tax referendum revenues                  |                     |                      |                                    |                                  | 548,769                                                    |
| Contributions and other                  |                     |                      |                                    |                                  | <u>55,390</u>                                              |
| Total general revenues                   |                     |                      |                                    |                                  | <u>3,604,133</u>                                           |
| Change in net position (deficit)         |                     |                      |                                    |                                  | (333,951)                                                  |
| Net position, July 1, 2025               |                     |                      |                                    |                                  | <u>234,950</u>                                             |
| Net position (deficit), June 30, 2026    |                     |                      |                                    |                                  | \$ <u><u>(99,001)</u></u>                                  |

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Balance Sheet - Governmental Funds**  
**June 30, 2026**

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|                                        | <u>General<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Total</u>      |
|----------------------------------------|-------------------------|--------------------------------------|-------------------|
| <b>Assets:</b>                         |                         |                                      |                   |
| Cash and cash equivalents              | \$ 954,393              | \$ -                                 | \$ 954,393        |
| Due from other governments             | -                       | 18,235                               | 18,235            |
| Due from other funds                   | <u>18,235</u>           | <u>-</u>                             | <u>18,235</u>     |
| Total assets                           | <u>\$ 972,628</u>       | <u>\$ 18,235</u>                     | <u>\$ 990,863</u> |
| <b>Liabilities:</b>                    |                         |                                      |                   |
| Accounts payable                       | \$ 82,335               | \$ -                                 | \$ 82,335         |
| Accrued expenses                       | 324,525                 | -                                    | 324,525           |
| Due to other schools                   | 709,363                 | -                                    | 709,363           |
| Due to other funds                     | <u>-</u>                | <u>18,235</u>                        | <u>18,235</u>     |
| Total liabilities                      | <u>1,116,223</u>        | <u>18,235</u>                        | <u>1,134,458</u>  |
| <b>Fund Balances:</b>                  |                         |                                      |                   |
| Unassigned (deficit)                   | <u>(143,595)</u>        | <u>-</u>                             | <u>(143,595)</u>  |
| Total fund balances                    | <u>(143,595)</u>        | <u>-</u>                             | <u>(143,595)</u>  |
| Total liabilities and<br>fund balances | <u>\$ 972,628</u>       | <u>\$ 18,235</u>                     | <u>\$ 990,863</u> |

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position (Deficit)**  
**June 30, 2026**

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**Total fund balances - governmental funds** \$ (143,595)

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

Capital assets used in governmental activities are nonfinancial resources and, therefore, are not reported in the governmental funds.

|                                            |                    |           |
|--------------------------------------------|--------------------|-----------|
| Cost of capital assets                     | \$ 5,833,762       |           |
| Less accumulated depreciation/amortization | <u>(1,427,171)</u> | 4,406,591 |

|                                                                                                                                  |        |
|----------------------------------------------------------------------------------------------------------------------------------|--------|
| Deferred outflows related to bond refundings are not financial resources and, therefore, are not reported in governmental funds. | 41,078 |
|----------------------------------------------------------------------------------------------------------------------------------|--------|

Liabilities not payable with current available resources are not reported as fund liabilities in the governmental fund statements. All liabilities, both current and long-term, are reported in the governmental-wide statements.

|                      |                    |
|----------------------|--------------------|
| Compensated absences | (60,828)           |
| Bonds payable        | <u>(4,342,247)</u> |

**Net Position (Deficit) of Governmental Activities** \$ (99,001)

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balances of Governmental Funds**  
**For the Year Ended June 30, 2026**

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|                                           | <b>General<br/>Fund</b> | <b>Capital<br/>Projects<br/>Fund</b> | <b>Total</b>     |
|-------------------------------------------|-------------------------|--------------------------------------|------------------|
| <b>Revenues:</b>                          |                         |                                      |                  |
| State sources                             | \$ 2,999,974            | \$ 208,735                           | \$ 3,208,709     |
| Local sources                             | 604,159                 | 258,967                              | 863,126          |
| Total revenues                            | <u>3,604,133</u>        | <u>467,702</u>                       | <u>4,071,835</u> |
| <b>Expenditures:</b>                      |                         |                                      |                  |
| Current:                                  |                         |                                      |                  |
| Regular instruction                       | 2,331,343               | -                                    | 2,331,343        |
| Pupil services                            | 2,450                   | -                                    | 2,450            |
| Instruction and curriculum services       | 64,428                  | -                                    | 64,428           |
| Instruction staff training services       | 951                     | -                                    | 951              |
| Instructional-related technology          | 44                      | -                                    | 44               |
| School administration                     | 288,361                 | -                                    | 288,361          |
| Operation of plant                        | -                       | 435,159                              | 435,159          |
| Maintenance of plant                      | 94,139                  | 18,792                               | 112,931          |
| Operation of noninstructional services:   |                         |                                      |                  |
| General administration                    | 163,947                 | -                                    | 163,947          |
| Board services                            | 32,587                  | -                                    | 32,587           |
| Fiscal services                           | 53,774                  | -                                    | 53,774           |
| Central services                          | 48,770                  | -                                    | 48,770           |
| Community services                        | 261,811                 | -                                    | 261,811          |
| Debt service:                             |                         |                                      |                  |
| Principal payments on debt                | 139,669                 | -                                    | 139,669          |
| Interest                                  | 192,587                 | -                                    | 192,587          |
| Bond issuance costs                       | 192,827                 | -                                    | 192,827          |
| Capital outlay                            | -                       | 13,751                               | 13,751           |
| Total expenditures                        | <u>3,867,688</u>        | <u>467,702</u>                       | <u>4,335,390</u> |
| Deficiency of revenues under expenditures | <u>(263,555)</u>        | <u>-</u>                             | <u>(263,555)</u> |

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balances of Governmental Funds (continued)**  
**For the Year Ended June 30, 2026**

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**Other financing sources (uses):**

|                                               |                            |                    |                            |
|-----------------------------------------------|----------------------------|--------------------|----------------------------|
| Issuance of refunding bond                    | \$ 4,306,750               | \$ -               | \$ 4,306,750               |
| Payment to refunded bond escrow agent         | (4,422,399)                | -                  | (4,422,399)                |
| Bond proceeds                                 | <u>49,404</u>              | <u>-</u>           | <u>49,404</u>              |
| Other financing uses,<br>net                  | <u>(66,245)</u>            | <u>-</u>           | <u>(66,245)</u>            |
| Net change in fund balances                   | (329,800)                  | -                  | (329,800)                  |
| <b>Fund Balances, July 1, 2025</b>            | <u>186,205</u>             | <u>-</u>           | <u>186,205</u>             |
| <b>Fund Balances (deficit), June 30, 2026</b> | <u><u>\$ (143,595)</u></u> | <u><u>\$ -</u></u> | <u><u>\$ (143,595)</u></u> |

See accompanying notes to financial statements.

**Archimedean Upper Conservatory**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures and Changes in Fund Balances of**  
**Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2026**

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**Net Change in Fund Balances of Governmental Funds** \$ (329,800)

Governmental funds report capital outlays as expenditures; however, in the statement of activities, the cost of those assets is depreciated/amortized over their estimated useful lives.

|                               |    |                  |           |
|-------------------------------|----|------------------|-----------|
| Capital outlays               | \$ | 13,751           |           |
| Depreciation and amortization |    | <u>(216,937)</u> | (203,186) |

Issuance of debt is reported as an other source of financing in the governmental funds, but the issuance is reported as a long-term liability in the statement of net position (deficit).

|                                       |  |  |             |
|---------------------------------------|--|--|-------------|
| Bond proceeds                         |  |  | (49,404)    |
| Refunding bonds issued                |  |  | (4,306,750) |
| Payment to refunded bond escrow agent |  |  | 4,422,399   |

|                                                                                                                                                                      |  |  |         |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|---------|
| Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position (deficit). |  |  | 139,669 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|---------|

Certain items reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds.

|                                        |  |  |                |
|----------------------------------------|--|--|----------------|
| Change in compensated absences payable |  |  | <u>(6,879)</u> |
|----------------------------------------|--|--|----------------|

**Change in Net Position (Deficit) of Governmental Activities** \$ (333,951)

See accompanying notes to financial statements.

## Note 1 - Organization and Operations

Archimedean Upper Conservatory (the "School"), a department of Archimedean Academy, Inc. (the "Academy") has been established in March 2008 as a charter school for children from the ninth through twelfth grade. As of June 30, 2026, approximately 300 students were enrolled in the School.

Archimedean Academy, Inc. was granted additional charters from the Miami-Dade County, Florida Public Schools to operate a public elementary school and middle school within the school district. These schools, Archimedean Academy (the "Academy") and Archimedean Middle Conservatory Academy (the "Middle"), have separate financial statements and are not part of the School's basic financial statements.

The Academy is related to Archimedean Conservatories, Inc. ("Archimedean Conservatories") through common control. Archimedean Conservatories was founded in May 2026 for the purpose of expanding the Archimedean network of charter schools. Archimedean Conservatories had no financial activity during the year ended June 30, 2026.

The financial statements of the School present only the balances, activity, and disclosures related to the School. They do not purport to, and do not, present fairly the financial position of the Academy or Archimedean Conservatories as of June 30, 2026, and its change in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Note 2 - Summary of Significant Accounting Policies

**Reporting entity:** The School operates under a charter granted by the sponsoring school district, Miami-Dade County, Florida Public Schools, (the "District"). The current charter is effective until June 30, 2033 and may be renewed for an additional fifteen years by mutual written agreement between the School and the Sponsor. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter, in which case the District is required to notify the School in writing at least ninety days prior to the charter's expiration. During the term of the charter, the District may also terminate the charter if good cause is shown.

The School may also be financially accountable if an organization is fiscally dependent on the School regardless of whether the organization has a separately elected governing Board, a governing Board appointed by another government, or a jointly approved Board. In addition, component units can be other organizations for which the nature and significance of their relationship with the School are such that exclusion would cause the reporting entity's basic financial statements to be misleading or incomplete.

As a result of evaluating the above criteria, management has determined that no component units exist for which the School is financially accountable, which would require inclusion in the School's basic financial statements.

**Basis of presentation:** The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**Government-wide financial statements:** Government-wide financial statements, including the statement of net position (deficit) and the statement of activities, present information about the School as a whole.

## Note 2 - Summary of Significant Accounting Policies (continued)

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the School's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function.

Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School.

**Fund financial statements:** Fund financial statements report detailed information about the School in the governmental funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The School reports the following major governmental funds:

**General Fund** – This fund is used to account for all operating activities of the School except those required to be accounted for in another fund.

**Capital Projects Fund** – This fund is used to account for state and local capital outlay funding that is legally restricted to expenditures for particular purposes.

During the course of operations, the School has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds. While these balances are reported in the governmental fund financial statements, they are eliminated in the preparation of the government-wide financial statements.

**Measurement focus and basis of accounting:** Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the basic financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

The government-wide basic financial statements are presented on the full accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund basic financial statements are prepared using the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Measurable means the amount of the transaction can be determined. And available means collectible within the current period or soon enough thereafter to pay current liabilities. The School considers revenues to be available if they are collected within 60 days of the end of the current period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source.

**Note 2 - Summary of Significant Accounting Policies (continued)**

All other revenue items are considered to be measurable and available only when cash is received by the School. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized when due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Student funding is provided by the State of Florida through the District. Such funding is recorded as FTE revenue in the government-wide financial statements and state source revenue in the fund financial statements. This funding is received on a prorated basis over a twelve-month period and is adjusted for changes in full-time equivalent ("FTE") student population.

**Net position:** Net position is classified in three categories. The general meaning of each is as follows:

- Net investment in capital assets - represents the difference between the cost of capital assets, less accumulated depreciation reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets.
- Restricted – consists of net position with constraints placed on their use either by 1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- Unrestricted - the residual portion of net position that does not meet the definition of the other two categories.

When expenses are incurred for purposes for which both restricted and unrestricted net position is available, the School considers restricted funds to have been spent first.

**Fund balance:** Governmental fund financial statements present fund balances based on the provision of U.S. GAAP, which provides clearly defined fund balance classifications and also sets a hierarchy which details how the School may spend funds based on certain constraints.

The following classifications describe the relative strength of the spending constraints:

- Nonspendable – amounts that are not in spendable form (such as prepaid items and deposits) or are legally or contractually required to be maintained intact.
- Restricted – amounts constrained to specific purposes by external providers (such as grantors) or imposed by law through constitutional provisions, or by enabling legislation.
- Committed – amounts constrained to specific purposes by formal action of the School itself, using its highest level of decision-making authority (i.e., the School Board) through Resolution. To be reported as committed, amounts cannot be used for any other purpose unless the Board takes the same highest-level action (i.e., Resolution) to remove or change the constraint.
- Assigned – amounts the School intends to use for a specific purpose but are neither restricted nor committed. Assignments can be made by the Executive Committee or by an official or body which the School Board delegated the authority at their direction.

## Note 2 - Summary of Significant Accounting Policies (continued)

- Unassigned – amounts that have not been assigned to other funds and that have not been restricted, committed or assigned to specific purposes within the general fund.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the School considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned or unassigned fund balances are available, the School considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the School Board or its delegated official or body has provided otherwise in its commitment or assignment actions.

**Cash and cash equivalents:** Cash and cash equivalents are defined as demand deposits, money market accounts, and short-term investments with original maturities of three months or less from the date of acquisition. The School maintains its cash accounts with two financial institutions. These accounts, at times, may exceed the federal insured limit; however, the School's deposits are collateralized in accordance with Chapter 280 of the Florida Statutes (Note 3).

**Due to/from other funds:** Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. The balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

**Capital assets:** Capital assets purchased or acquired are capitalized at historical cost or estimated historical cost. Capital assets are defined by the School as assets with an initial cost of \$ 500 and a useful life of over one year. Donated property and equipment assets are valued at the acquisition value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized and depreciated over the remaining useful lives of the related capital assets. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all capital assets is provided on a straight-line basis over the estimated useful lives as follows:

|                                     |              |
|-------------------------------------|--------------|
| Buildings                           | 40 years     |
| Furniture, equipment, and textbooks | 5 - 10 years |
| Building improvements               | 10 years     |
| Computer equipment                  | 5 years      |

**Deferred outflows/inflows of resources:** In addition to assets, the statement of net position (deficit) will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and, therefore, will *not* be recognized as an outflow of resources (expense/expenditure) until then. The School reports a deferred charge on a bond refunding in this category.

In addition to liabilities, the statement of net position (deficit) will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and, therefore, will *not* be recognized as an inflow of resources (revenue) until that time. The School does not have any items that qualify for reporting in this category.

## Note 2 - Summary of Significant Accounting Policies (continued)

**Income taxes:** The School is a department of a nonprofit corporation whose revenue is derived primarily from other governmental entities. The School is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in these basic financial statements.

**Use of estimates:** The preparation of 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 reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Adoption of new accounting standards:** The School implemented GASB Statement No. 103, *Financial Reporting Model Improvements*, during the year ended June 30, 2026. The Statement revised certain financial reporting requirements, including the content and presentation of management's discussion and analysis and other financial statement presentation and disclosure requirements.

The School also implemented GASB Statement No. 104, *Disclosure of Certain Capital Assets*, which addresses obligations for governmental entities to separately disclose certain types of capital assets. Implementation did not change the presentation and related disclosures of the School.

The adoption of both standards did not affect any amounts previously reported in the School's financial statements.

**Date of management review:** Subsequent events were evaluated by management through September 11, 2026, which is the date the financial statements were available for issuance. The School is not aware of any material events that require recognition or disclosure in the accompanying financial statements, other than as disclosed in Note 14.

## Note 3 – Cash and Cash Equivalents

At June 30, 2026, the carrying amount of the School's deposits and cash on hand totaled \$ 954,393.

State statutes require, and it is the School's policy, that all deposits be made into, and be held by, financial institutions designated by the Treasurer of the State of Florida as qualified public depositories as defined by Chapter 280 of the Florida Statutes. This statute requires that every qualified public depository institution maintain eligible collateral to secure the public entity's funds. The minimum collateral to be pledged by an institution, the collateral eligible for pledge, and reporting requirements of the qualified public depositor to the treasurer is defined by the statute. Collateral is pooled in a multiple qualified public depository institution pool with the ability to assess members of the pool should the need arise. The School's deposits of \$ 506,747 in excess of the federal insured level of \$ 250,000 are held in a qualified public depository and are covered by the collateral pool held in the name of the financial institutions trust department or agent but not in the School's name.

## Note 4 - Due from Other Governments

Due from other governments is comprised of capital outlay funds due from the District in the amount of \$ 18,235.

**Archimedean Upper Conservatory**  
**Notes to Financial Statements**  
**June 30, 2026**

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**Note 5 - Capital Assets**

Capital asset balances and activity for the year ended June 30, 2026, are as follows:

|                                             | Balance at<br>July 1,<br>2025 | Additions    | Retirements | Balance at<br>June 30,<br>2026 |
|---------------------------------------------|-------------------------------|--------------|-------------|--------------------------------|
| Capital assets, not being depreciated:      |                               |              |             |                                |
| Land                                        | \$ 897,125                    | \$ -         | \$ -        | \$ 897,125                     |
| Construction in process                     | 73,311                        | 10,100       | -           | 83,411                         |
| Total capital assets, not being depreciated | 970,436                       | 10,100       | -           | 980,536                        |
| Capital assets, being depreciated:          |                               |              |             |                                |
| Buildings                                   | 3,587,170                     | -            | -           | 3,587,170                      |
| Furniture, equipment and textbooks          | 277,536                       | -            | -           | 277,536                        |
| Building improvements                       | 193,451                       | 3,651        | -           | 197,102                        |
| Computer equipment                          | 791,418                       | -            | -           | 791,418                        |
| Total capital assets, being depreciated     | 4,849,575                     | 3,651        | -           | 4,853,226                      |
| Accumulated depreciation:                   |                               |              |             |                                |
| Buildings                                   | 416,264                       | 91,199       | -           | 507,463                        |
| Furniture, equipment and textbooks          | 229,805                       | 23,299       | -           | 253,104                        |
| Building improvements                       | 180,274                       | 2,000        | -           | 182,274                        |
| Computer equipment                          | 383,891                       | 100,439      | -           | 484,330                        |
| Total accumulated depreciation              | 1,210,234                     | 216,937      | -           | 1,427,171                      |
| Net capital assets                          | \$ 4,609,777                  | \$ (203,186) | \$ -        | \$ 4,406,591                   |

Depreciation was charged to governmental activities as follows:

|                                                                  |                   |
|------------------------------------------------------------------|-------------------|
| Instruction - regular                                            | \$ 55,325         |
| Instructional support services - plant maintenance               | 126,406           |
| Instructional support services - school administration           | 17,603            |
| Operation of non-instructional services - general administration | 17,603            |
|                                                                  | <u>216,937</u>    |
|                                                                  | \$ <u>216,937</u> |

## Note 6 – Debt and Long-term Liabilities

**Educational Facility Revenue Refunding Bonds – Series 2026A:** During the year, the Academy issued Educational Facility Revenue Refunding Bonds, Series 2026A (the “2026A Bonds”), in the amount of \$ 17,227,000 for the purpose of refunding the Educational Facility Revenue Bonds, Series 2020A and Series 2023 (the “Refunded Bonds”). The 2026A Bonds bear interest at an initial rate of 5.00% per annum, which adjusts every five years based on a Five-Year U.S. Treasury Bill indexed formula, and stipulate monthly principal and interest payments through June 2042, at which point the remaining balance is due. As part of the refunding, the School redeemed outstanding bonds with an aggregate reacquisition amount of approximately \$ 17,736,587, which included accrued interest of approximately \$ 47,000 and a redemption premium of approximately \$ 164,000 related to the 2020A Bonds. The difference between the reacquisition price of the Refunded Bonds and the issuance of the 2026A bonds is recorded as a deferred outflow of resources and is being amortized over the remaining life of the 2020A Bonds in accordance with GAAP.

The effect of the refunding is summarized as follows:

| Closing date           | June 25, 2026        |
|------------------------|----------------------|
| Net interest rate      | 5.07%                |
| Refunding bonds issued | \$ 17,227,000        |
| Call premium           | 164,310              |
| Issuance costs         | <u>610,285</u>       |
| Net proceeds           | \$ <u>16,452,405</u> |

The difference between the cash flows required to service the old debt and that required to service the new debt was \$ 3,370,000. Due to the variable rate of interest, the economic gain or loss of the refunding transaction is unable to be calculated.

**Educational Facility Revenue Bonds – Series 2026B:** During the year, The Academy issued Educational Facility Revenue Bonds, Series 2026B (the “2026B Bonds”), in an amount not to exceed \$ 5,977,000. The bonds are available to be drawn upon for future improvements, including the construction of a cafeteria and gymnasium. The bonds bear interest at 5.00% per annum multiplied by a margin rate factor based upon the maximum Federal corporate tax rate (5.00% at June 30, 2026), and monthly interest payments are due on the outstanding balance through June 2028 at which point monthly principal and interest payments commence through bond maturity in June 2037 at which point the remaining balance is due. These payments will be determined based on final bond draw amounts after project completion.

The bonds also contain certain restrictive financial covenants that the School is required to meet, and are secured by pledge of all revenues, except certain Federal funds. The bonds include events of default, mainly failure to pay, stay solvent, or maintain a charter agreement. Upon default, the lender may seek remedy by declaring all unpaid amounts immediately due and payable or seek court enforcement. No such events of default occurred during the year ended June 30, 2026.

The School, Academy and Middle, have allocated the purchase of the facility since management determined that the facility bonds and all related activities should be allocated pro rata to the Academy, at 50%, the School at 25% and Middle at 25%.

The Bonds are secured by a pledge and assignment of revenues requiring School revenues to be deposited and used to make payments required by the bond. The Bonds are also secured by all assets currently owned or acquired.

**Note 6 – Debt and Long-term Liabilities (continued)**

The School's future principal and interest payments on these bonds are approximately as follows:

| <u>Year Ending<br/>June 30,</u> | <u>Principal</u>    | <u>Interest</u>     | <u>Total</u>        |
|---------------------------------|---------------------|---------------------|---------------------|
| 2027                            | \$ 76,750           | \$ 202,500          | \$ 279,250          |
| 2028                            | 91,500              | 212,900             | 304,400             |
| 2029                            | 97,250              | 207,600             | 304,850             |
| 2030                            | 102,250             | 202,500             | 304,750             |
| 2031                            | 107,250             | 197,200             | 304,450             |
| 2032-2036                       | 625,000             | 897,700             | 1,522,700           |
| 2037-2041                       | 806,500             | 717,000             | 1,523,500           |
| 2042                            | <u>2,435,700</u>    | <u>10,000</u>       | <u>2,445,700</u>    |
| Total                           | \$ <u>4,342,200</u> | \$ <u>2,647,400</u> | \$ <u>6,989,600</u> |

The activity for debt and long-term liabilities for the year ended June 30, 2026, is as follows:

|                      | <u>Balance<br/>July 1,<br/>2025</u> | <u>Additions</u>    | <u>Retirements</u>  | <u>Balance<br/>June 30,<br/>2026</u> | <u>Amount<br/>Due<br/>Within<br/>One Year</u> |
|----------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|-----------------------------------------------|
| Bonds payable        | \$ 4,507,083                        | \$ 4,356,154        | \$ 4,520,990        | \$ 4,342,247                         | \$ 76,750                                     |
| Compensated absences | <u>53,949</u>                       | <u>6,879</u>        | <u>*</u>            | <u>60,828</u>                        | <u>12,166</u>                                 |
|                      | \$ <u>4,561,032</u>                 | \$ <u>4,363,033</u> | \$ <u>4,520,990</u> | \$ <u>4,403,075</u>                  | \$ <u>88,916</u>                              |

\* The change in compensated absences above is a net change for the year.

**Note 7 - Related Parties**

As mentioned in Note 1 to the financial statements, the School is a department of Archimedean Academy, Inc. (the "Corporation") and is affiliated with Archimedean Academy (the "Academy") and Archimedean Middle Conservatory (the "Middle"), other schools operating as departments of the Corporation. The three schools share various costs inherent with operating out of the same facility. In addition, the schools may also advance monies on an interim basis to one another. As a result of these transactions, there remains a net payable to the Academy and Middle of \$ 709,363 as of June 30, 2026. This amount is shown as due to other schools in the accompanying financial statements.

**Note 8 – Commitment**

During the year, the Academy entered into a construction contract with a contractor for facility renovations and improvement. The maximum amount payable and remaining under this contract is \$ 5,553,425.

As discussed in Note 13, Archimedean Conservatories entered into a lease agreement that is effective July 1, 2026.

**Note 9 - Capital Appropriations Funding**

The Florida Department of Education has approved a Charter School Capital Outlay (“CSCO”) Award for the School. In each year that funds are appropriated by the state for charter school capital outlay purposes, those funds are allocated among eligible charter schools. The funds for the School’s allocation are transferred to the School once a CSCO Plan has been provided to and approved by the sponsoring district. The School’s CSCO Award totaled \$ 208,735 for the school year which has been recognized as revenue in the accompanying financial statements. If the CSCO funds are used to acquire tangible property assets, the District has a reversionary interest in those assets. In the event of nonrenewal, termination, or breach of the charter school agreement, ownership of the assets would automatically revert to the District. The School has elected to use these funds to pay for the operation and maintenance of their facilities.

Local Capital Improvement Revenue (“LCIR”) funds are also appropriated by the District for charter school capital outlay purposes, with funds being allocated among eligible charter schools in a similar manner to the CSCO Award. The School’s LCIR Award totaled \$ 258,967 for the school year which has been recognized as revenue in the accompanying financial statements.

**Note 10 - Risk Management**

The School is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School places all insurance risk, less nominal deductibles, in the hands of commercial carriers. At the present time, management believes that any claims the School may have are insured and that any expense associated with them will not materially affect the financial position of the School.

**Note 11 – Contingency**

**Grants and awards:** The School, as a department of the Academy, received financial assistance from federal and local governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and may be subject to audit by the grantor agencies. Management of the School believes the result of any grantor agency audits would not result in a material amount of disallowances, if any.

**Note 12 – Employee Benefit Plan**

During the year ended June 30, 2026 the School offered all of its full time employees who had attained 21 years of age, a retirement plan (the “Plan”) under Internal Revenue Code Section 401(k). The employee is allowed to contribute up to a maximum of 100% of their annual gross compensation, subject to certain limitations. The School does not contribute to the Plan.

**Note 13 – Deficit Fund Balance**

The General Fund reported a deficit unassigned fund balance of \$ 143,595 at June 30, 2026. This deficit was primarily caused by higher expenditures than management originally anticipated for. The deficit is expected to be recovered by higher revenues in the subsequent fiscal year.

**Note 14 – Subsequent Event**

Archimedean Conservatories entered into a long-term lease agreement for a school facility with a term extending from July 1, 2026 through October 31, 2042. The School is not a party to the lease and has no obligation under the agreement as of June 30, 2026. Management has disclosed this matter because the facility is expected to expand educational operations within the Archimedean network.

## REQUIRED SUPPLEMENTARY INFORMATION

**Archimedean Upper Conservatory**  
**Budgetary Comparison Schedule -**  
**General Fund**  
**For the Year Ended June 30, 2026**

|                                                              | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>    | <b>Actual vs.<br/>Final and<br/>Original<br/>Budget<br/>Variance</b> |
|--------------------------------------------------------------|----------------------------|-------------------------|------------------|----------------------------------------------------------------------|
| <b>Revenues:</b>                                             |                            |                         |                  |                                                                      |
| State sources                                                | \$ 3,144,578               | \$ 3,144,578            | \$ 2,999,974     | \$ (144,604)                                                         |
| Local sources                                                | 562,585                    | 562,585                 | 604,159          | 41,574                                                               |
| Total revenues                                               | <u>3,707,163</u>           | <u>3,707,163</u>        | <u>3,604,133</u> | <u>(103,030)</u>                                                     |
| <b>Expenditures:</b>                                         |                            |                         |                  |                                                                      |
| Current:                                                     |                            |                         |                  |                                                                      |
| Instruction:                                                 |                            |                         |                  |                                                                      |
| Regular instruction                                          | 2,710,172                  | 2,710,172               | 2,331,343        | 378,829                                                              |
| Instructional services:                                      |                            |                         |                  |                                                                      |
| Pupil personnel services                                     | 2,427                      | 2,427                   | 2,450            | (23)                                                                 |
| Instruction and curriculum services                          | 69,499                     | 69,499                  | 64,428           | 5,071                                                                |
| Instructional staff training services                        | 225                        | 225                     | 951              | (726)                                                                |
| Instructional-related technology                             | 22,463                     | 22,463                  | 44               | 22,419                                                               |
| School administration                                        | 202,649                    | 202,649                 | 288,361          | (85,712)                                                             |
| Maintenance of plant                                         | 94,139                     | 94,139                  | 94,139           | -                                                                    |
| Operation of<br>noninstructional services:                   |                            |                         |                  |                                                                      |
| General administration                                       | 4,802                      | 4,802                   | 163,947          | (159,145)                                                            |
| Board services                                               | 32,948                     | 32,948                  | 32,587           | 361                                                                  |
| Fiscal services                                              | 32,288                     | 32,288                  | 53,774           | (21,486)                                                             |
| Central services                                             | 43,924                     | 43,924                  | 48,770           | (4,846)                                                              |
| Community services                                           | 73,068                     | 73,068                  | 261,811          | (188,743)                                                            |
| Debt service:                                                |                            |                         |                  |                                                                      |
| Principal                                                    | -                          | -                       | 139,669          | (139,669)                                                            |
| Interest                                                     | 165,673                    | 165,673                 | 192,587          | (26,914)                                                             |
| Bond issuance costs                                          | -                          | -                       | 192,827          | (192,827)                                                            |
| Total expenditures                                           | <u>3,454,277</u>           | <u>3,454,277</u>        | <u>3,867,688</u> | <u>(413,411)</u>                                                     |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>252,886</u>             | <u>252,886</u>          | <u>(263,555)</u> | <u>(516,441)</u>                                                     |

See accompanying notes to budgetary comparison schedule – General Fund.

**Archimedean Upper Conservatory  
Budgetary Comparison Schedule -  
General Fund (continued)  
For the Year Ended June 30, 2026**

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|                                          | <b>Original<br/>Budget</b> | <b>Final<br/>Budget</b> | <b>Actual</b>       | <b>Actual vs.<br/>Final and<br/>Original<br/>Budget<br/>Variance</b> |
|------------------------------------------|----------------------------|-------------------------|---------------------|----------------------------------------------------------------------|
| <b>Other Financing Sources (Uses):</b>   |                            |                         |                     |                                                                      |
| Issuance of refunding bond               | \$ -                       | \$ -                    | \$ 4,306,750        | \$ 4,306,750                                                         |
| Payment to refunded<br>bond escrow agent | -                          | -                       | (4,422,399)         | (4,422,399)                                                          |
| Bond proceeds                            | -                          | -                       | 49,404              | 49,404                                                               |
|                                          |                            |                         |                     |                                                                      |
| Total other financing<br>sources (uses)  | -                          | -                       | (66,245)            | (66,245)                                                             |
|                                          |                            |                         |                     |                                                                      |
| Net change in fund balance               | \$ <u>252,886</u>          | \$ <u>252,886</u>       | (329,800)           | \$ <u>(582,686)</u>                                                  |
| <b>Fund Balance, July 1, 2025</b>        |                            |                         | <u>186,205</u>      |                                                                      |
| <b>Fund Balance, June 30, 2026</b>       |                            |                         | \$ <u>(143,595)</u> |                                                                      |

See accompanying notes to budgetary comparison schedule – General Fund.

**Note 1 - Budgetary Policy and Basis of Accounting**

An operating budget is adopted and maintained by the Board of Directors for all governmental funds except the Capital Projects Fund pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting used in the preparation of the financial statements. All appropriations lapse at the end of the fiscal year.

The level of budgetary control is at the total expenditure category level. The School CEO may make transfers between functional categories throughout the year. Any budget transfers made must be discussed with management and presented to the Board of Directors. A potential increase in expenditures over approved budget should be approved by the Board of Directors.

**Note 2 – Budgetary Highlights between Original Budget and Final Budget**

There were no variances between the original budget and final budget.

**Note 3 - Budgetary Highlights between Actual Results and Final Budget**

In the General Fund, actual revenues were less than the final budget for the year ended June 30, 2026, from a reduction in educational bonus of approximately \$ 106,000 due to the new calculation formula from state and county funding sources.

Total expenditures were unfavorable compared to the final budget, primarily due to higher-than-budgeted administrative costs resulting from support personnel that were not originally budgeted for. Additionally, community service expenditures exceeded the budget as the School did not originally budget for certain athletic program costs that were incurred. Bond costs related to the debt refunding were also not included in the budget.

**Note 4 - Excess of Expenditures Over Appropriations**

In the General Fund, expenditures for the year ended June 30, 2026, exceeded appropriations by \$ 413,411. These over-expenditures were funded by the use of existing fund balance and are expected to be recovered through increased future revenues.

## OTHER 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***

To the Board of Directors  
Archimedean Upper Conservatory  
Miami, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Archimedean Upper Conservatory (the "School"), a department of Archimedean Academy, Inc., as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements and have issued our report thereon dated September 11, 2026.

**Report on Internal Control over Financial Reporting**

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

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

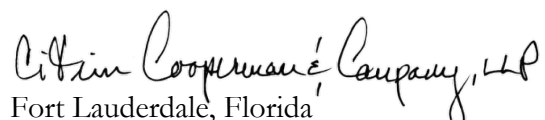
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

## Report on Compliance and Other Matters

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

## Purpose of this Report

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

  
Fort Lauderdale, Florida  
September 11, 2026

## MANAGEMENT LETTER REQUIRED BY CHAPTER 10.850 OF THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Board of Directors  
Archimedean Upper Conservatory  
Miami, Florida

### Report on the Financial Statements

We have audited the financial statements of the governmental activities and each major fund of Archimedean Upper Conservatory (the "School"), Florida, as of and for the fiscal year ended June 30, 2026, and have issued our report thereon dated September 11, 2026.

### Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

### Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in that report, which is dated September 11, 2026, should be considered in conjunction with this management letter.

### Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The finding in the prior year's audit report has been corrected by management.

### Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity are Archimedean Upper Conservatory and 137062.

## Financial Condition and Management

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

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the School. It is management's responsibility to monitor the School's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by the same.

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

## Transparency

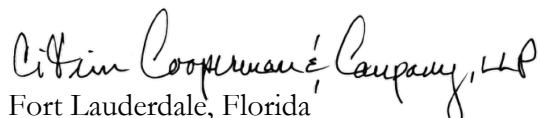
Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the School maintained on its website the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with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

## Additional Matters

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

## Purpose of this Letter

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

  
Fort Lauderdale, Florida  
September 11, 2026