

Legion Collegiate Academy
Board Meeting
3090 Long Meadow Road, Rock Hill, SC

October 28, 2021

4:30 pm

AGENDA

- Call to order
- Public notice
- Public comments
- Mission: Legion Collegiate Academy (LCA) will serve high school students in a safe, small, family centered environment who seek the opportunity and challenge of a rigorous curriculum, high academic standards, elite athletics while earning up to two years of college credit while in high school.
- Adoption of Agenda (Action Item)
- Approval of Meeting Minutes (Action Item - 09.23.21)
- Principal Report - Dr. Kennedy
- Financial Report - Mike Miller
 - Promissory Note (Action Item)
- Capital Campaign Report - David Stringer
- Chairmans Report - Stephanie Burton
- Executive Session (Legal/Contracts)
- Adjournment

The official meeting of the board is by law a public meeting and the board values citizen input; however, to protect the integrity of the agenda, public dialogue will be restricted to the "Public Comments" section of the agenda or as directed by the board chair.

- Each speaker has two minutes.
- Speakers may not ask questions of board members.
- Board members may not engage speakers in discussion.
- Disruptive behavior is not permitted.
- Personal attacks aimed at students or staff are not permitted.
- Scurrilous, obscene, or recklessly defamatory language aimed at any board member is not permitted.

Legion Collegiate Academy - Board Meeting
3090 Long Meadow Road
Rock Hill, SC, 29730
803-620-6040

September 23rd, 2021 at 4:30 PM
Meeting Minutes

Board Members in Attendance: Stephanie Burton, David Stringer (had to drop early), Andy Jackson (joined late), Robert Baker, Cecily Brown (joined a little late) and Julie Paquette.

Staff Attendees: Dr. TK Kennedy, Andy Patrick, Mike D'Angelo, Mike Miller, Erik Miller, Tyler Turner

Guest Attendees: Dr. Darrell Parker, President Limestone University

Public Attendees: none

The Meeting was called to order by Chairperson Stephanie Burton

Public Notice: Dr. TK Kennedy affirmed that Public notice was given.

Public Comments: None

Mission read by Chairperson Stephanie Burton: Legion Collegiate Academy will serve high school students in a safe, small family centered environment who seek the opportunity and challenge of a rigorous curriculum, high academic standards, and elite athletics while earning up to two years of college credit while in high school.

Agenda: A motion to amend agenda move Capital Campaign update, following Executive Session and motion was made by Robert Baker and seconded by Julie Paquette. The motion was unanimously approved by a vote of 4 to 0. (Andy Jackson and Cecily Brown was a little late to start of meeting)

AGENDA:

- Call to order
- Public notice
- Public comments
- Adoption of Agenda (Action Item)
- Approval of Meeting Minutes (Action Item – 08/26/2021, 09/07/2021 and 09/13/2021)
- Principal Report - Dr. Kennedy
- Operations Report - Erik Miller (Erik leaving Pinnacle, GM closeout)
- Financial Report - Mike Miller
- Chairman's Report - Stephanie Burton
- Executive Session (Legal/Contracts)
- Capital Campaign Report - David Stringer (sending follow up email)
- Adjournment

Executive Session: A motion was made to move into executive session by Julie Paquette, seconded by Robert Baker. The motion was unanimously approved by a vote of 6 to 0.

Motion to move out of Executive Session: Motion was made by Robert Baker, seconded by Andy Jackson, and unanimously adopted with approved vote of 5 to 0. (David Stringer had to drop early)

Meeting adjourned.

Next Board Meeting is scheduled for October 28th, 4:30pm.



Legion Collegiate Academy Principal Report

Date: September 23rd, 2021

Current enrollment broken down by grade:

- Current enrollment in grades 7 – 12.

- List enrollment in each grade level 7 – 12

2020-2021	2021-2022
8 = 0	
9 = 74	9= 117
10 = 99	10= 96
11 = 110	11= 121
12 = 73	12= 114

***Total **360**

448

COVID-19 reports have decline with no reports in a week.

Changes to enrollment since previous report: Both students were new to Legion. Students withdrew due meeting expectations and personal reasons.

Reasons for changes (if known):

Personnel changes (assignments/hires/terminations): NA

Reasons for changes: NA

Personnel actions (warnings/probation, etc): Verbal warning of teacher posted on social media (Tik TOK)

Reasons for actions: N/A Inappropriate gestures on Tik Tok. Need to exam Social Media Policy

Number of times a resource officer was in your building and the reasons:

0

Number of OSS/Expulsions:

2-OSS

0-Expulsion

No Expulsions

Primary academic performance foci since previous report:

Students in Ms. Marshall's Chemistry class were fully engaged in a lab exercise.



PSAT testing October 26th- **94% tested.**

Mission Enhancement Team November 15th, 2021 at 6:00 pm Hosting our Parent University Seminar

Legion Collegiate Academy
Revenues and Expenses - Budget to Actual
Management Use Only
For the Three Months Ended September 30, 2021

Months 3

	Month of September 2021			YTD			Annual	Remaining Budget
	Actual	Budget	Variance	Actual	Budget	Variance		
Net EFA Revenue	295,815	392,995	(97,180)	876,020	1,178,984	(302,964)	4,715,937	3,839,917
Student and Athletics User Fees	4,282	12,500	(8,218)	48,716	37,500	11,216	150,000	101,284
Interest on Investments	4	417	(413)	11	1,250	(1,239)	5,000	4,989
IDEA	-	-	-	-	-	-	-	-
CARES Act Funding	-	8,333	(8,333)	-	25,000	(25,000)	100,000	100,000
Planning and Implementation grant	-	-	-	-	-	-	-	-
Total Revenue	300,101	414,245	(114,144)	924,747	1,242,734	(317,987)	4,970,937	4,046,190

Classroom Instruction

Salaries

Classroom Teachers	67,010	51,970	15,040	169,750	155,910	13,840	623,640	453,890
LD teachers	6,208	6,183	25	18,625	18,550	75	74,200	55,575
Total Salaries of Full Time Personnel	73,218	58,153	15,065	188,375	174,460	13,915	697,840	509,465

Adjunct teachers	-	1,500	(1,500)	-	4,500	(4,500)	18,000	18,000
Total Instructional Personnel	73,218	59,653	13,565	188,375	178,960	9,415	715,840	527,465

Retirement-Classroom Teachers	982	1,040	(58)	2,998	3,120	(122)	12,480	9,482
Retirement-LD Teacher	-	133	(133)	-	400	(400)	1,600	1,600
Social Security-Classroom Teachers	6,034	4,225	1,809	15,156	12,675	2,481	50,700	35,544
Social Security-LD Teachers	567	473	93	1,700	1,420	280	5,680	3,980
Health Insurance (includes dental, etc)- Classroom	12,000	11,633	367	31,500	34,900	(3,400)	139,600	108,100
Health Insurance (includes dental, etc.)-LD Teach	1,200	1,200	-	3,600	3,600	-	14,400	10,800
Workers' Compensation-Classroom Teachers	330	472	(142)	990	1,417	(427)	5,669	4,679
Workers' Compensation-LD Teachers	65	58	7	196	175	21	700	504
Unemployment Compensation-Classroom Teach	121	92	30	182	275	(93)	1,100	918
Unemployment Compensation-LD Teachers	-	17	(17)	-	50	(50)	200	200
Teacher bonuses	-	5,000	(5,000)	-	15,000	(15,000)	60,000	60,000
Classroom and Instructional Supplies	3,968	2,000	1,968	17,451	6,000	11,451	24,000	6,549
Exceptional Supplies	765	83	682	765	250	515	1,000	235

Legion Collegiate Academy
Revenues and Expenses - Budget to Actual
Management Use Only
For the Three Months Ended September 30, 2021

	Month of September 2021			YTD			Annual	Remaining Budget
	Actual	Budget	Variance	Actual	Budget	Variance		
Textbooks	5,664	3,333	2,330	21,507	10,000	11,507	40,000	18,493
Classroom Equipment (desks, chairs, etc.)	-	3,333	(3,333)	3,851	10,000	(6,149)	40,000	36,149
Classroom Equipment (desks, chairs, etc.) LD	-	-	-	-	-	-	-	-
Computer Equipment	8,912	2,500	6,412	16,974	7,500	9,474	30,000	13,026
Computer Equipment-LD	-	-	-	-	-	-	-	-
Technology assisted courseware	4,684	5,000	(316)	24,084	15,000	9,084	60,000	35,916
Curriculum Development	-	-	-	-	-	-	-	-
Substitute Teachers	625	250	375	775	750	25	3,000	2,225
Total Instruction	119,135	100,497	18,637	330,105	301,492	28,613	1,205,969	875,864
Instructional Support Services								
Pupil Personnel Services								
Salaries								
Student Support - Guidance	10,500	10,500	(0)	27,125	31,500	(4,375)	126,000	98,875
PowerSchool Coordinator	2,917	2,917	(0)	8,750	8,750	(0)	35,000	26,250
Total Pupil Personnel Staff	13,417	13,417	(0)	35,875	40,250	(4,375)	161,000	125,125
Retirement	324	268	56	814	805	9	3,220	2,406
Bonuses	-	-	-	-	-	-	-	-
Social Security	1,210	1,023	187	3,227	3,070	157	12,280	9,054
Health Insurance (includes dental, life, etc.)	2,400	2,400	-	6,300	7,200	(900)	28,800	22,500
Workers' Compensation	95	150	(55)	284	450	(166)	1,800	1,516
Unemployment Compensation	-	33	(33)	-	100	(100)	400	400
Total Pupil Personnel Services	17,445	17,292	154	46,499	51,875	(5,376)	207,500	161,001
Staff Development								
Workshop Stipends	-	-	-	-	-	-	-	-
Consulting Services - Compass	-	3,333	(3,333)	-	10,000	(10,000)	40,000	40,000
Travel (workshop registration, lodging, etc.)	-	-	-	-	-	-	-	-
Total Staff Development	-	3,333	(3,333)	-	10,000	(10,000)	40,000	40,000
General Support Services								
Board								
Professional Services	-	2,917	(2,917)	9,447	8,750	697	35,000	25,553
Insurance	-	-	-	-	-	-	-	-
Insurance - General Liability	2,450	2,500	(50)	9,784	7,500	2,284	30,000	20,216
Audit	-	1,667	(1,667)	10,700	5,000	5,700	20,000	9,300
Governance Training	-	-	-	-	-	-	-	-
Total Board	2,450	7,083	(4,633)	29,931	21,250	8,681	85,000	55,069

Legion Collegiate Academy
Revenues and Expenses - Budget to Actual
Management Use Only
For the Three Months Ended September 30, 2021

	Month of September 2021			YTD			Annual	Remaining Budget
	Actual	Budget	Variance	Actual	Budget	Variance		
Total Central Services	-	-	-	-	-	-	-	-
Operation of Plant								
Salaries								
Custodians	2,750	2,917	(167)	8,250	8,750	(500)	35,000	26,750
Total Plant Personnel	2,750	2,917	(167)	8,250	8,750	(500)	35,000	26,750
Retirement	101	58	42	302	175	127	700	399
Social Security	256	223	33	769	670	99	2,680	1,911
Health Insurance (includes dental, life, etc.)	600	600	-	1,800	1,800	-	7,200	5,400
Workers' Compensation	90	25	65	269	75	194	300	31
Unemployment Compensation	-	8	(8)	-	25	(25)	100	100
Bonuses	-	-	-	-	-	-	-	-
Communication	1,533	833	699	4,698	2,500	2,198	10,000	5,302
Water and Sewage	294	3,333	(3,039)	5,400	10,000	(4,600)	40,000	34,600
Garbage	-	833	(833)	-	2,500	(2,500)	10,000	10,000
Other Purchased Services								
Custodial Services (contracted)	3,321	2,500	821	6,761	7,500	(739)	30,000	23,239
Fire/Security Alarm Monitoring	-	-	-	-	-	-	-	-
Property insurance	-	-	-	-	-	-	-	-
Electricity	6,072	5,833	239	12,511	17,500	(4,989)	70,000	57,489
Equipment	-	-	-	-	-	-	-	-
Capital Outlay	-	4,167	(4,167)	-	12,500	(12,500)	50,000	50,000
Total Operation of Plant	15,017	21,332	(6,315)	40,759	63,995	(23,236)	255,980	215,221
Maintenance of Plant								
Repairs and Maintenance	7,211	3,333	3,878	21,012	10,000	11,012	40,000	18,988
Supplies	3,025	2,500	525	9,854	7,500	2,354	30,000	20,146
Total Maintenance of Plant	10,236	5,833	4,403	30,866	17,500	13,366	70,000	39,134
Administrative Technology Services								
Supplies	-	-	-	-	-	-	-	-
Office Equipment	-	-	-	-	-	-	-	-
Computer Equipment/Servers	-	-	-	-	-	-	-	-
Software Leases	-	-	-	-	-	-	-	-
Total Administrative Technology Services	-	-	-	-	-	-	-	-
Debt Service								
Redemption of Principal	-	3,333	(3,333)	-	10,000	(10,000)	40,000	40,000
Interest	81,742	81,742	(0)	245,225	245,225	(0)	980,900	735,675
Fees	1,167	1,250	(83)	3,387	3,750	(363)	15,000	11,613

Legion Collegiate Academy
Revenues and Expenses - Budget to Actual
Management Use Only
For the Three Months Ended September 30, 2021

	Month of September 2021			YTD			Annual	Remaining Budget
	Actual	Budget	Variance	Actual	Budget	Variance		
Total Debt Service	82,909	86,325	(3,416)	248,612	258,975	(10,363)	1,035,900	787,288
Student Transportation Services	-	-	-	-	-	-	-	-
Vehicle Liability	-	-	-	-	-	-	-	-
Athletics								
Salary	35,464	24,533	10,931	70,566	73,600	(3,034)	294,400	223,834
Supplies & Equipment	47,609	14,583	33,025	64,015	43,750	20,265	175,000	110,985
Transportation	8,670	2,917	5,754	13,751	8,750	5,001	35,000	21,249
Facility	4,375	3,333	1,042	5,125	10,000	(4,875)	40,000	34,875
Total Athletics	96,118	45,367	50,752	153,457	136,100	17,357	544,400	390,943
Total Budgeted Expenditures	430,229	399,832	30,397	1,147,813	1,199,497	(51,684)	4,797,989	3,650,176
Net Before Construction	(130,128)	14,412	(144,540)	(223,066)	43,237	(266,303)	172,948	396,014
Construction Expenditures	529,687	-	529,687	529,687	-	529,687	-	(529,687)
Balance	(659,815)	14,412	(674,228)	(752,753)	43,237	(795,990)	172,948	925,701

STATE OF SOUTH CAROLINA)
)
COUNTY OF YORK)

PROMISSORY NOTE

\$1,144,940.33

WHEREAS, **LEGION COLLEGIATE ACADEMY**, a South Carolina Corporation (“**Maker**” or “**Borrower**”) and **PINNACLE CHARTER SCHOOL MANAGEMENT GROUP LLC**, a Florida Limited Liability Company (“**Holder**”) are both interested in **Maker**’s success as a recently established charter school; and

WHEREAS, pursuant to the Management Agreement between **Maker** and **Holder**, and any amendments, **Holder** has been charging **Maker** for **Holder**’s contracted fees and funds advanced or expenses paid on behalf of **Maker**, but **Holder** has not been fully paid by **Maker** and did not collect on certain invoices and unreimbursed expenses/advances as **Maker** is in growth mode; and

WHEREAS, **Maker** intends to pay **Holder** for these unpaid fees and expenses currently due **Holder** from **Maker**, plus any future unpaid fees and expenses due **Holder** from **Maker**;

WHEREAS, the unpaid fees and expenses due **Holder** from **Maker** as of June 30, 2021 is One Million, One Hundred Forty Four Thousand, Nine Hundred Forty and 33/100ths dollars (**\$1,144,940.33**); and

WHEREAS, there may be additional unpaid fees and expenses due **Holder** from **Maker** that will be billed or invoiced by **Holder** to **Maker** after the date of this Promissory Note that will increase the amount due and owing by **Maker** to **Holder** pursuant to this Promissory Note, and

WHEREAS, this five (5) year Balloon Promissory Note memorializes the debt owed by **Maker** to **Holder**.

FOR VALUE RECEIVED, this ___ day of **September, 2021**, the undersigned, **LEGION COLLEGIATE ACADEMY**, a South Carolina Corporation (“**Maker**”) promises to pay to the order of **PINNACLE CHARTER SCHOOL MANAGEMENT GROUP LLC**, a Florida Limited Liability Company (“**Holder**”) in lawful money of the United States of America, the principal sum of One Million, One Hundred Forty Four Thousand, Nine Hundred Forty and 33/100ths dollars (**\$1,144,940.33**), payable yearly in accordance with the terms hereof.

Payments of principal and accrued interest under this Note shall commence on March 1, 2022 and will be tied to Enrollment at **LEGION COLLEGIATE ACADEMY**, a South Carolina Corporation (“**Maker**”), and will be paid over five (5) years, with the fifth (5th) payment being a Balloon Payment of the remainder due and owing at the time, plus any unpaid fees and expenses due **Holder** from **Maker** that have been billed or invoiced by **Holder** to **Maker** after the date of this Promissory Note that remain outstanding. Nothing herein requires **Holder** to allow **Maker** to not pay fees and expenses due **Holder** from **Maker** billed or invoiced by **Holder** to **Maker** after the date of this Promissory Note, but in the event that **Holder** allows those future amounts to remain unpaid, they are to be paid no later than the date the Balloon Payment is due (“**Balloon Payment Date**”).

Likewise, nothing herein prohibits Maker from paying Holder prior to the Balloon Payment Date any fees and expenses due Holder from Maker that have been billed or invoiced by Holder to Maker.

Payments of principal and accrued interest under this Note shall be paid according to Enrollment as defined on the 45th day, which usually is taken in October of each year, known as the 45-day count (the “**45-Day Count**”), on the following formula:

If the enrollment on the **45-Day Count** is Four Hundred and Fifty (**450**) students or less, then Maker will pay Holder Seventy-Five Thousand and no/100s (**\$75,000.00**) Dollars towards the outstanding debt balance.

If the enrollment on the **45-Day Count** is between Four Hundred and Fifty-One (**451**) students and Five Hundred (**500**) students, then Maker will pay Holder One Hundred Thousand and no/100s (**\$100,000.00**) Dollars towards the outstanding debt balance.

If the enrollment on the **45-Day Count** is between Five Hundred and One (**501**) students and Five Hundred and Fifty (**550**) students, then Maker will pay Holder Two Hundred Thousand and no/100s (**\$200,000.00**) Dollars towards the outstanding debt balance.

If the enrollment on the **45-Day Count** is Five Hundred and Fifty-One (**551**) or more students, then Maker will pay Holder Three Hundred Thousand and no/100s (**\$300,000.00**) Dollars towards the outstanding debt balance.

Annual payments will be due and payable to Pinnacle Charter School Management Group LLC, 1648 Periwinkle Way, Suite D, Sanibel, FL 33957, on or before each of the following dates:

First Annual Payment Date:	March 1, 2022
Second Annual Payment Date:	March 1, 2023
Third Annual Payment Date:	March 1, 2024
Fourth Annual Payment Date:	March 1, 2025
Fifth Annual Payment Date:	March 1, 2026 (“ Balloon Payment Date ”).

The Fifth Annual Payment due on or before March 1, 2026 shall be a final balloon payment of the entire amount of the unpaid balance on the principal sum of One Million, One Hundred Forty Four Thousand, Nine Hundred Forty and 33/100ths dollars (**\$1,144,940.33**) outlined in this Promissory Note, plus any amounts owed on any future amounts added to the balance between the date of this Promissory Note and the Balloon Payment Date,

Interest shall accrue at (0%) on the then principal balance up until the Balloon Payment Date. Any unpaid amounts remaining due and owing after the Balloon Payment Date, including any amounts still due and owing on the principal sum of One Million, One Hundred Forty Four Thousand, Nine Hundred Forty and 33/100ths dollars (**\$1,144,940.33**), and any future amounts added to the balance between the date of this Promissory Note and the Balloon Payment Date, will accrue interest at the rate of Five (5%) per annum, plus any late charges for any overdue payment.

If Maker materially defaults in the performance of or compliance with any of its covenants, obligations and conditions of this Note, then in addition to all other rights and remedies Holder may shall have, said outstanding principal sum, with any and all accrued interest thereon, shall become at once due and payable at the option of Holder and be collectible after ten (10) days' written notice and right to cure. Holder's failure to exercise this remedy shall not constitute a waiver of the right to exercise the same in the event of any subsequent default. In addition, upon the occurrence of an Event of Default, but prior to maturity of this Note, at Holder's option and without accelerating this Note, interest will accrue on the unpaid principal of this Note at a rate per annum ("**Default Rate**") equal to Five (5%) percent. After maturity of this Note, whether by acceleration or otherwise, interest will accrue on the unpaid principal of this Note, any accrued but unpaid interest and Holder's attorney's fees, premiums, charges and costs and expenses owing hereunder at the Default Rate until this Note is paid in full, whether this Note is paid in full pre-judgment or post-judgment.

Events of Default:

If any of the following events of default ("**Events of Default**") occur, this Note and any other obligations of Maker to Holder shall become due immediately, without demand or notice:

- a) the failure of the Maker to pay the principal and any accrued interest when due in accordance with the terms of this Note; or
- b) the filing of a bankruptcy or similar proceeding involving the Maker as debtor; or
- c) the application for the appointment of a receiver for the Maker; or
- d) the making of a general assignment for the benefit of the Maker's creditors; or
- e) the insolvency of the Maker.

If the Holder has not received the full amount of the payment due within 10 calendar days after written notice to Borrower as set forth above, Maker will pay a late charge to the Holder in an amount equal to 2% of any such overdue payment. Maker will pay this late charge promptly but only once per each late payment occurrence.

If any payment is more than ten (10) days late after written notice to Borrower, Maker will be in default. If this Note is placed in the hands of an attorney for collection after the same shall for any reason become due, or if collected by legal proceedings or through the probate or bankruptcy courts, or under foreclosure proceedings under the security agreement securing this Note, or personal guaranty then the Holder shall be entitled to claim all costs, including a reasonable sum for attorney fees.

The Maker expressly agrees to remain and continue bound for the payment of the principal and interest, if applicable, provided for by the terms of this Note notwithstanding any extension or

extensions of the time of, or for the payment of said principal or interest, or any change or changes in the amount or amounts agreed to be paid under and by virtue of the obligation to pay provided for in this Note.

This Note shall be binding upon Maker and its successors and assigns. Prepayment of the note is allowed without penalty or premium. Maker may not transfer or assign any of its rights and obligations under this Note without Holder's prior written consent. This Note is to be governed by and construed in accordance with the internal laws of the State of South Carolina without regard to conflicts of law's provisions.

It is expressly agreed and declared that this Note is given for an actual loan of One Million, One Hundred Forty Four Thousand, Nine Hundred Forty and 33/100ths dollars (**\$1,144,940.33**), and it is possible that there may be additional unpaid fees and expenses due Holder from Maker that have been billed or invoiced by Holder to Maker after the date of this Promissory Note, which unpaid amounts can increase the total loan actual amount, which Maker acknowledges herein.

[Signature Page Follows]

IN WITNESS WHEREOF, Maker/Borrower has executed this Note as of the date hereinabove first written.

WITNESSES:

LEGION COLLEGIATE ACADEMY, a South Carolina Corporation (Maker/Borrower):

By: _____
Its: Board Chair and Authorized Representative

PINNACLE CHARTER SCHOOL MANAGEMENT GROUP LLC, a Florida Limited Liability Company (Holder/Lender):

By: Michael P. Miller, CPA
Its: Authorized Representative

**Legion Collegiate Academy
Due to Pinnacle
30-Jun-21**

Balance at July 1, 2021	Agrees to Audit Report	251,694.31
FY2020-21 Activity		
Charges on Pinnacle CC	Microsoft 365 software	945.00
	FedEx delivery charge	52.30
		<u>252,691.61</u>
	Pinnacle-forgive travel expenses	<u>(39,261.05)</u>
Balance at June 30, 2021		<u>213,430.56</u>

Detail of Balance Due

	<u>Payee</u>	<u>Description</u>	<u>Amount</u>
05/21/2018	Rinehart Realty	Deposit for realestate purchase	10,000.00
05/29/2018	Legion Collegiate Academy	BB&T opening deposit-funded by Pinnacle	20,000.00
07/10/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	20,000.00
07/27/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	20,000.00
08/17/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	20,000.00
08/17/2018	Legion Collegiate Academy	Return of real estate deposit on land	(10,000.00)
08/21/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	3,000.00
08/28/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	10,000.00
09/14/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	150,000.00
09/21/2018	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	20,000.00
12/01/2018	The Tuttle Company	Downpayment of land purchase	10,000.00
03/02/2019	TRINITY BIBLE CHURCH	Security Deposit FBO Legion Collegiate Academy	8,479.17
06/03/2019	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	25,000.00
07/03/2019	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	10,000.00
07/12/2019	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	10,000.00
07/25/2019	Legion Collegiate Academy	Checking account deposit FBO LCA-funded by Pinnacle	10,000.00
05/16/2019	SkyWire Technologies and Consulting	downpayment for temporary building installation	10,000.00
08/14/2019	Kay-Twelve LLC	Legion furniture	4,389.84
08/14/2019	Kay-Twelve LLC	Legion furniture	60,336.59
09/01/2019	Kay-Twelve LLC	furniture for Legion	2,430.00
	Microsoft 365 software	School software on Pinnacle credit card	945.00
	FedEx delivery charge	Overnight delivery paid by Pinnacle	52.30
05/01/2018	Public Charter School Alliance of SC	Board training for Legion	5,000.00
05/02/2018	Turner Caudell	legal fees for Legion	600.00
05/02/2018	Turner Caudell	2017 Legal fees for Legion	1,906.30
05/04/2018	SanCap CPA-Accountants	Preparation LCA 501(c)(3) tax exempt application	1,300.00
05/03/2018	United States Treasury	Money order-Form 1023 LCA 501(c)(3) application fee	600.00
05/29/2018	Compuchecks	LCA Checking acctnt checks-funded by Pinnacle	104.94
08/23/2019	CDI Technologies	Technology equipment paid by Pinnacle	315.07
12/18/2019	SCDHEC-S.C. Dep Health & Environ Control	DHEC Stormwater permit fee FBO Legion	128.13
03/12/2020	Engraving, Awards & Gifts	Custom plaques for GROUNDBREAKING	996.80
04/17/2020	IPROVEN	Contactless thermometers (6) for school	617.94
			<u>426,202.08</u>
	Payments made in FY 2020		(202,518.52)
			<u>(10,253.00)</u>
	Due To Pinnacle - June 30, 2021 - payments made by Pinnacle and Cash deposits to Legion Bank		213,430.56
	Accounts Payable- Pinnacle for Management fees through June 30, 2021		931,509.77

Total Promissory Note Payable

1,144,940.33

Cash Summary Report
Balances through October 15, 2021
Legion Collegiate Academy

	<u>May 14 2021</u>	<u>June 15 2021</u>	<u>July 15 2021</u>	<u>August 15 2021</u>	<u>September 15 2021</u>	<u>October 15 2021</u>
CASH IN BANK	<u>1,372,832</u>	<u>1,209,183</u>	<u>1,070,303</u>	<u>1,071,148</u>	<u>1,001,395</u>	<u>915,515</u>
Bank Account Details:						
<i>Operating account</i>	1,363,919	1,201,215	1,061,937	1,062,831	989,616	907,951
<i>Principal account</i>	<u>8,913</u>	<u>7,968</u>	<u>8,366</u>	<u>8,317</u>	<u>11,779</u>	<u>7,564</u>
TOTAL CASH IN BANK	<u>1,372,832</u>	<u>1,209,183</u>	<u>1,070,303</u>	<u>1,071,148</u>	<u>1,001,395</u>	<u>915,515</u>
Days Cash on Hand	104	91	81	81	75	69
Cash balance increase (decrease) over prior month		(163,649)	(138,880)	845	(69,753)	(85,880)

	Jun 30, 21
Aco Med Supplies	222.00
APS	710.00
CDI Dallas, LLC	7,958.61
Chester County Treasurer	375.00
Cho Consulting Inc.	2,200.00
City of Rock Hill	3,202.98
CPI Security	4,820.78
Dept. of Administration	90.64
Double B Graphix	56.07
Elrod Digital Photo and Video	153.00
Employers Preferred Insurance	9,788.00
Fisher Scientific	529.82
Frank Bobo's, Inc.	572.00
Gauges Cleaning Services, LLC	3,321.08
Jostens	3,119.43
Kevin King	1,696.96
Marvin Cooke	500.00
Mindy McCarthy	150.00
Pinnacle Charter School Management Group	931,509.77
Public Charter School Alliance of SC	299.00
R2 Slope Solutions	450.00
Robert Carroll	35.79
SC Department of Revenue	1,000.00
Sherietta Lane	1,350.00
South Carolina Dept of Revenue	246.38
Target Market, Inc	2,832.50
Travel Ball Carolinas	1,050.00
Turner Caudell	4,229.74
US Doorways, Inc.	96.61
York County Government-Field Day Park	480.00
York County Natual Gas	64.31
York Electric Cooperative, Inc.	5,768.00
York Technical College	23,531.41
TOTAL	1,012,409.88

LEGION COLLEGIATE ACADEMY

SEPTEMBER 2021 FINANCIAL SUMMARY

Revenue totaled \$300,000 for the month of September 2021. This compares to budgeted revenue of \$414,000 or \$114,000 under budget. Our budgeted revenue from the State is based on enrollment of 475 students. However, we are receiving funding based on 356 students – which was the enrollment at the time of the “135-day” count last spring. The next funding adjustment will be made based on the 45-day count which will occur in January 2022. The school will have a revenue shortfall until the funding adjustment is received. Once the adjustment is made, it will bring actual monthly revenue closer to budget since enrollment is currently 450 students. Revenues were short of budget related to CARES Act revenue. CARES Act revenue will be received on a reimbursement basis and no money has been received for the current year.

Expenses for September totaled \$430,000. This compares to total budgeted expenses of \$400,000 or \$30,000 over budget. Certain expense line items were over budget as follows:

- Classroom teachers salaries – includes additional coaches pay for staff teachers that also have coaching duties. Additional stipends for coaching are paid twice per semester.
- Computer equipment – includes the annual fee for the School’s network content filter at a cost of \$5,380.
- Textbooks – purchase of English books for \$5,664.
- Repairs and Maintenance – includes \$4,985 for the installation of the exhaust system needed for the new athletic dryer.
- Athletic salaries – includes \$15,400 paid to coaches. Coaches are paid twice per semester and this represents the first payment due.
- Athletic supplies and equipment – includes \$11,382 for softball and baseball championship rings and \$20,567 for athletic washer and dryer.
- Construction expenses – represents the final payment to Hubrich Contracting on the School’s building contract. This contract has now been closed.

Net Loss for the month before construction expenditures was \$130,000. This compares to budgeted profit of \$14,000 or \$144,000 under budget. Profit will be short of budget until revenues are revised in January 2022 for the current school year enrollment.

Operating cash balances as of October 15, 2021 were \$915,000 –which is approximately \$88,000 less than the prior month. The decrease in cash is due to the loss in the month and timing of payments on accounts payable. This represents 69 days cash on hand.

**Legion Collegiate Academy
Reconciliation of Amount Due Pinnacle
with Amount Shown in Erskine August 16 letter**

**Per the Letter From Sarah Timmons to the Board
Dated 8/16/21:**

Deferred Management fees stated in letter	533,324.00
Advances and costs paid by Pinnacle	<u>251,694.00</u>

Total Due Pinnacle per Timmons letter	785,018.00
Amount also agrees to Audit for FY 2020	

Fiscal 2020-2021 Activity:

Advances and costs paid:

Write off travel costs previously charged to Legion	(39,261.05)
Pinnacle paid Office 365 software on behalf of Legion	945.00
Fed Ex charges for Legion docs paid by Pinnacle	52.30

Management fees:

Billings in FY 2020-21 per contract rate	585,069.31
Payments made to Pinnacle	<u>(186,883.23)</u>

Total Due Pinnacle-Agrees to Promissory Note

1,144,940.33