

Select entity: 1420: Jefferson County R-1

Charter school name, if applicable: Two Roads Charter School

Select related assurance: 44-13, Spending in excess of appropriations

Explanation for non-compliance:

Ignorance is the main explanation for non-compliance. We were under the incorrect understanding that expenses could not exceed revenues without a supplementary budget. We were informed on June 28 of our current financials which, at the time, were below the appropriation by \$342,000, which we knew was sufficient to cover payroll (which had not posted). We did not have sufficient time to call a meeting of our Directors to take formal action by June 30 to adopt a supplementary budget as we had been told was an option. We discovered in late July, when we returned to work and ran the financials, that other expenses had come in and we were over the appropriation by \$43,300.32.

Plan to address non-compliance:

We fully understand the meaning of the statute and our responsibility to keep expenses at or under the appropriated funds. We will not be as conservative in our estimation of remaining expenses when reviewing our financials in May, and we will certainly take the appropriate BOD action to adopt a supplementary budget should there be any question of exceeding the previously approved appropriation.

Actual or expected date of compliance MM/DD/YY: 07/01/2022

Additional Comments: