

May 16, 2024

#227820
2-CSAR23-R 11/17/2023

Ms. Sehba Ali, Superintendent
KIPP Texas Public Schools
10711 Kipp Way
Houston, TX 77099

Dear Ms. Ali:

The Financial Compliance Division at the Texas Education Agency (TEA) has reviewed the Annual Financial and Compliance Report (AFR) for the year ended June 30, 2023, in accordance with Texas Education Code §44.008(e) for KIPP Austin Public Schools, Inc. (FEIN: 010639602), the charter holder, and KIPP Texas Public Schools (CDN: 227820), its open-enrollment charter school. We have prepared the following comment for you to review; however, other issues may exist that have not been identified.

Financial Compliance Division Comments

1. In Note 16, page 22, concerning the defined pension plan, the Non-Employer Contributing Entity (NECE) and Employer contribution rates for 2023 should be 8%, not 7.75%.
2. The following issue was noted in the data feed submission.
 - The B17 data feed reported passed through entity ID numbers "Sodexo" on data line 6, ALN# 10.555 and "Texas Department of Agri" on data line 7, ALN# 10.558, whereas the schedule of Expenditures of Federal Awards, page 48, reported "N/A" for passed through entity ID numbers for both federal award programs National School Lunch Program (Food Commodities) (Child Nutrition Cluster), ALN# 10.555 and Child and Adult Care Food Program, ALN# 10.558.

The consistency of the data feed with the annual financial report is essential. Each data feed schedule should be reviewed by school personnel and any incorrect or missing data should be entered before finalizing the data feed submission (*Financial Accountability System Resource Guide 1.5.1.2*). Since the data feed has been finalized, no further actions are required at this time.

To view a copy of the district's AFR submitted to TEA, go to <https://tealprod.tea.state.tx.us/Audit/Public/PDFViewer.asp>

Although your school's AFR and working papers of the auditor remain subject to review by appropriate state and federal agency officials, we consider the AFR review closed.

We thank you and your auditor for your diligence and cooperation in completing the AFR. Please contact Sabrina Garcia at sabrina.garcia@tea.texas.gov or (512) 463-9907 for questions.

KIPP Texas Public Schools

RE: 2022–2023 AFR

May 16, 2024

Sincerely,

Paul Moreno

Assistant Director

Financial Compliance Division

PM/ SG.

cc: Marian L. Schutte, Director, Charter School Authorizing and Administration, TEA