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*Celebrating Over 100 Years of Client Service*  
Independent Accountant's Report  
on Applying Agreed-Upon Procedures

Trans Center for Youth, Inc.  
and City of Milwaukee

We have performed the procedures enumerated below, which were agreed to by Trans Center for Youth, Inc. and the City of Milwaukee, solely to assist you with the application for a new charter school. Trans Center for Youth, Inc. management is responsible for the budget and internal control policies and procedures. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

1. Obtain budget and related assumptions for the year ended June 30, 2013.
2. Obtain planned internal control policies and procedures summary
3. Read and discussed the budget and related assumptions with management for reasonableness
4. Read and discussed the planned internal control policies and procedures summary with management for reasonableness
5. Read and discussed the business plan with management.

We believe that the business plan and the budgets for the three different attendance levels for the year ended June 30, 2013 are reasonable. In addition, the planned internal control policies and procedures appear reasonable for an organization this size.

We were not engaged to, and did not, conduct an audit, the objective of which would be the expression of an opinion on the budget. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. Furthermore, there will usually be differences between the budgeted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

This report is intended solely for the information and use of Trans Center for Youth, Inc. and the City of Milwaukee and is not intended to be and should not be used by anyone other than those specified parties.

A handwritten signature in black ink that reads 'Reilly, Penner &amp; Benton LLP'.

Milwaukee, Wisconsin  
January 31, 2011

Milwaukee, Wisconsin  
414-271-7800

Middleton, Wisconsin  
608-829-3838

McFarland, Wisconsin  
608-838-9828

New School  
Projected Monthly Cash Flow 2012-2013  
(Based on 64 students)

Revenue	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
Charter per pupil reimb	0.00		124400.00			124400.00		124400.00				124400.00	497600.00
<b>Expenses</b>													
Payroll Salaries	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	17969.00	215628.00
Benefits	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	5750.00	69000.00
Contracted Services		2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	2500.00	27500.00
Extracurricular Activities		1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	11000.00
Staff Development		600.00									500.00		1100.00
Transportation/Misc.		1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	1272.00	13992.00
Instructional Supplies		2000.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	0.00	5600.00
Technology	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	4800.00
Printing/Copying	500.00	1000.00	250.00	250.00	250.00	200.00	250.00	250.00	250.00	250.00	250.00	1000.00	4700.00
Occupancy Cost	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6666.00	6666.00	6666.00	6666.00	80000.00
Building costs	5000.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00		10000.00
Telephone	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	4200.00
Accounting/Audit	90.00	90.00	10090.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	11080.00
Office/General Supplies	2000.00	200.00	380.00	380.00	380.00	380.00	380.00	380.00	380.00	380.00	380.00	380.00	6000.00
Lease Equipment	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	1250.00	15000.00
Insurance	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	1500.00	18000.00
<b>Total Expense</b>	41476.00	43048.00	50278.00	40278.00	40278.00	40228.00	40278.00	40278.00	40277.00	40277.00	40777.00	40127.00	497600.00
Revenue Less Expenses	-41476	-43048	74122	-40278	-40278	84172	-40278	84122	-40277	-40277	-40777	84273	0.00

Note:  
Operating expenses will be covered by a line of credit secured through Johnson Bank

New School  
 Projected Monthly Cash Flow 2012-2013  
 (Based on 54 students - 15% below projected levels)

Revenue	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
Charter per pupil reimb	0.00		104962.50			104962.50		104962.50				104962.50	419850.00
<b>Expenses</b>													
Payroll Salaries	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	14366.25	172395.00
Benefits	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4597.00	4598.00	55165.00
Contracted Services		2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	2000.00	22000.00
Extracurricular Activities		1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	11000.00
Staff Development		500.00									360.00		860.00
Transportation/Misc.		1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	1200.00	13200.00
Instructional Supplies		2000.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	0.00	5600.00
Technology	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	400.00	4800.00
Printing/Copying	500.00	500.00	250.00	250.00	250.00	200.00	250.00	250.00	250.00	250.00	250.00	1000.00	4200.00
Occupancy Cost	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6666.00	6666.00	6666.00	6666.00	80000.00
Building Costs	3000.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	6850.00
Telephone	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	3000.00
Accounting/Audit	90.00	90.00	10090.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	11080.00
Office/General Supplies	1000.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	2100.00
Lease Equipment	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	1000.00	12000.00
Insurance	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	1300.00	15600.00
<b>Total Expense</b>	33170.25	36320.25	43970.25	33970.25	33970.25	33920.25	33970.25	33970.25	33969.25	33969.25	34329.25	34320.25	419850.00
<b>Revenue Less Expenses</b>	-33170	-36320	60992	-33970	-33970	71042	-33970	70992	-33969	-33969	-34329	70642	0.00

Note:  
 Operating expenses will be covered by a line of credit secured through Johnson Bank

New School  
 Projected Monthly Cash Flow 2012-2013  
 (Based on 45 students - 30% below projected levels)

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total
<b>Revenue</b>													
Charter per pupil reimb	0.00		87468.75			87468.75		87468.75				87468.75	349875.00
<b>Expenses</b>													
Payroll Salaries	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	12930.00	155160.00
Benefits	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	4137.00	49644.00
Contracted Services		1727.25	1727.25	1727.25	1727.25	1727.25	1727.25	1727.25	1727.25	1727.25	1727.25	1727.50	19000.00
Extracurricular Activities		270.00	270.00	270.00	270.00	270.00	270.00	270.00	270.00	270.00	270.00	300.00	3000.00
Transportation/Misc.		701.00	704.00	704.00	704.00	704.00	704.00	704.00	704.00	704.00	704.00	704.00	7741.00
Instructional Supplies		800.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	200.00	3050.00
Technology	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	2400.00
Printing/Copying	500.00									250.00		500.00	1250.00
Occupancy Cost	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6667.00	6666.00	6666.00	6666.00	6666.00	80000.00
Telephone	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	250.00	3000.00
Accounting/Audit	90.00	90.00	10090.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	90.00	11080.00
Office/General Supplies	250.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	1350.00
Lease Equipment	300.00	300.00	300.00	300.00	300.00	300.00	300.00	300.00	300.00	300.00	300.00	300.00	3600.00
Insurance	800.00	800.00	800.00	800.00	800.00	800.00	800.00	800.00	800.00	800.00	800.00	800.00	9600.00
<b>Total Expense</b>	26124.00	28972.25	38425.25	28425.25	28425.25	28425.25	28425.25	28425.25	28424.25	28674.25	28424.25	28704.50	349875.00
Revenue Less Expenses	-26124	-28972	49044	-28425	-28425	59044	-28425	59044	-28424	-28674	-28424	58764	0.00

Note:  
 Operating expenses will be covered by a line of credit secured through Johnson Bank