

COMMUNICATION WITH THOSE
CHARGED WITH GOVERNANCE

**ACROSS THE BRIDGE FOUNDATION DBA DOWNTOWN
COLLEGE PREPARATORY**

June 30, 2023

Communication with Those Charged with Governance

To the Board of Directors

Across the Bridge Foundation doing business as Downtown College Preparatory

We have audited the consolidated financial statements of Across the Bridge Foundation doing business as Downtown College Preparatory (DCP) as of and for the year ended **June 30, 2023** and have issued our report thereon dated **[Date]**. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under *Government Auditing Standards* and Auditing Standards Generally Accepted in the United States of America

As stated in our engagement letter dated August 2, 2023, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your responsibilities. Our responsibility is to plan and perform the 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 of America, and to design the audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free from material misstatement.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (U.S. GAAS). As part of an audit conducted in accordance with U.S. GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit.

An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the DCP's internal control over financial reporting. Accordingly, we considered DCP's internal control solely for the purposes of determining our audit procedures and not to provide assurance concerning such internal control.

We are also responsible for communicating significant matters related to the consolidated financial statement audit that, in our professional judgment, are relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

The supplementary information was subject to certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves.

Planned Scope and Timing of the Audit

There were delays in completion of the prior audit, which resulted in delays in the planned scope and timing previously communicated to you in the engagement letter dated August 2, 2023.

Significant Audit Findings and Issues

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by DCP are described in Note 2 to the consolidated financial statements. As of July 1, 2022, DCP adopted Financial Accounting Standards Board (“FASB”) Accounting Standard Update (“ASU”) No. 2016-02, *Leases (Topic 842)*. No other new accounting policies were adopted and there were no changes in the application of existing policies during 2023. We noted no transactions entered into by the DCP during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the consolidated financial statements in a different period than when the transaction occurred.

Significant Accounting Estimates

Accounting estimates are an integral part of the consolidated financial statements prepared by management and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the consolidated financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the consolidated financial statements were the useful lives of capital assets, allocation of expense by nature and function and calculation of the operating lease right-of-use assets and related lease liabilities. We evaluated the key factors and assumptions used and determined that they were reasonable in relation to the consolidated financial statements as a whole.

Financial Statement Disclosures

The disclosures in the consolidated financial statements are consistent, clear, and understandable. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

- ***Liquidity and Availability*** – Information regarding DCP’s financial assets available for general expenditures is provided in Note 5 to the consolidated financial statements.
- ***Long-Term Liabilities*** – Information regarding DCP’s long-term liabilities is provided in Note 11 to the consolidated financial statements
- ***Commitments and Contingencies*** – Information regarding DCP’s commitments and contingencies, including the discount rate used to calculate the operating right-of-use assets and related lease liabilities is provided in Note 13 to the consolidated financial statements.

Significant Unusual Transactions

We encountered no significant unusual transactions during our audit of DCP’s consolidated financial statements.

Significant Difficulties Encountered in Performing the Audit

Professional standards require us to inform you of any significant difficulties encountered in performing the audit. No significant difficulties were encountered during our audit of DCP's consolidated financial statements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the consolidated financial statements or the auditor's report. No such disagreements arose during the course of our audit.

Circumstances that Affect the Form and Content of the Auditor's Report

There may be circumstances in which we would consider it necessary to include additional information in the auditor's report in accordance with *Government Auditing Standards*. Other than the emphasis of matter paragraph related to the adoption of Topic 842, there were no other circumstances that affected the form and content of the auditor's report.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all factual and judgmental misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management.

Corrected Misstatements: None of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the consolidated financial statements as a whole.

Uncorrected Misstatements: There were no misstatements identified by us as a result of our audit and uncorrected by management that are material, either individually or in the aggregate, to the consolidated financial statements as a whole.

Management Representations

We have requested certain representations from management that are included in the attached management representation letter dated [Date].

Management Consultation with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Entity's consolidated financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Significant Audit Findings or Issues

We are required to communicate to you other findings or issues arising from the audit that are, in our professional judgment, significant and relevant to your oversight of the financial reporting process.

There were no such items identified.

This information is intended solely for the use of the Board of Directors and management of Across the Bridge Foundation doing business as Downtown College Preparatory and is not intended to be and should not be used by anyone other than these specified parties.

San Francisco, California

Date