# W-A-Y ACADEMY

**FINANCIAL REPORT**
**WITH**
**SUPPLEMENTAL INFORMATION**

**JUNE 30, 2026**

# W-A-Y ACADEMY

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# INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
W-A-Y Academy
Detroit, Michigan

## Report on the Audit of the Financial Statements

### Opinions

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of W-A-Y Academy (the Academy) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Academy, as of June 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Academy, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Academy's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Academy's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Academy's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**Other Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Academy's basic financial statements. The combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated October 28, 2026 on our consideration of the Academy's internal control over financial reporting and on our tests of its compliance with certain provisions of law, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Academy's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Academy's internal control over financial reporting and compliance.

Plante & Moran, PLLC

Detroit, Michigan
October 28, 2026

W-A-Y Academy (the Academy) is a Public School Academy located in Detroit, Michigan. The Academy began its first academic year in September 2011. As management of the Academy, we offer the readers of the Academy's financial statements this narrative overview and analysis of the financial activities of the Academy for the fiscal year ended June 30, 2026. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the audit.

## OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Academy's basic financial statements. The Academy's basic financial statements comprise three components: 1) academy-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

**Academy-wide Financial Statements** - The academy-wide financial statements are designed to provide readers with a broad overview of the Academy's finances, in a manner similar to a private-sector business.

The statement of net position presents information, using the accrual basis of accounting, on all of the Academy's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Academy is improving or deteriorating.

The statement of activities presents information showing how the Academy's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The academy-wide financial statements outline functions of the Academy that are principally supported by State Aid and intergovernmental revenues (Federal grants) and operations and management.

The academy-wide financial statements can be found on pages 1 and 2 of this report.

**Fund Financial Statements -** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. This is a state mandated uniform system and chart of accounts for all Michigan public school districts utilizing Bulletin 1022. The Academy uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Academy can be divided into three categories: governmental, proprietary and fiduciary funds. All activities of the Academy are included in the governmental funds. The Academy does not maintain any proprietary or fiduciary funds.

The basic governmental fund financial statements can be found on page 3 and 5 of this report.

## OVERVIEW OF FINANCIAL STATEMENTS (Continued)

**Notes to the Financial Statements -** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 7 to 15 of this report.

## FINANCIAL ANALYSIS OF THE ACADEMY AS A WHOLE

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Academy, assets exceeded liabilities by $784,684 as of June 30, 2026.

The Academy's financial position is the product of financial transactions for the year, including the net results of activities, the acquisition of capital assets, and the depreciation of capital assets.

### Net Position as of June 30, 2026 and 2025

The following shows a summary of the Academy's Statement of Net Position as of June 30, 2026 and 2025:

| | 2026 | 2025 | Increase (Decrease) | Percentage Variance |
|---|---|---|---|---|
| **Assets** | | | | |
| Current Assets | $ 1,094,751 | $ 1,060,155 | $ 34,596 | 3.3% |
| Noncurrent Assets | 116,327 | 229,117 | (112,790) | -49.2% |
| **Total Assets** | 1,211,078 | 1,289,272 | (78,194) | -6.1% |
| **Liabilities** | | | | |
| Current Liabilities | 310,067 | 403,409 | (93,342) | -23.1% |
| Noncurrent Liabilities | 116,327 | 115,459 | 868 | 0.8% |
| **Total Liabilities** | 426,394 | 518,868 | (92,474) | -17.8% |
| **Net Position** | | | | |
| Restricted | 15,879 | 17,995 | (2,116) | -11.8% |
| Unrestricted | 768,805 | 752,409 | 16,396 | 2.2% |
| **Total Net Position** | $ 784,684 | $ 770,404 | $ 14,280 | 1.9% |

The $768,805 in unrestricted net position represents Academy funds that have not been committed contractually or for debt obligations and are available for future use. Total net position increased $14,280 in 2025-26. The decrease in noncurrent liabilities was due to lease payments made during the year.

## FINANCIAL ANALYSIS OF THE ACADEMY AS A WHOLE (Continued)

### Change in Net Position for the years ending June 30, 2026 and 2025

| | 2026 | 2025 | Increase (Decrease) | Percentage Variance |
|---|---|---|---|---|
| **Revenue** | | | | |
| State Aid Formula Grants | $ 1,921,962 | $ 2,071,213 | $ (149,251) | -7.2% |
| Other Revenue | 98,414 | 18,981 | 79,433 | 418.5% |
| Operating Grants and Contributions | 1,193,039 | 1,013,252 | 179,787 | 17.7% |
| **Total Revenue** | 3,213,415 | 3,103,446 | 109,969 | 3.5% |
| **Expenditures** | | | | |
| Basic Instruction | 809,991 | 859,042 | (49,051) | -5.7% |
| Added Needs | 559,893 | 432,007 | 127,886 | 29.6% |
| Support Services | | | | |
| Pupil Support Services | 208,833 | 190,993 | 17,840 | 9.3% |
| Instructional Staff Services | 106,276 | 130,307 | (24,031) | -18.4% |
| General/Executive Administration Services | 320,253 | 316,338 | 3,915 | 1.2% |
| School Administration Services | 215,438 | 223,763 | (8,325) | -3.7% |
| Business Services | 143,096 | 148,237 | (5,141) | -3.5% |
| Operations and Maintenance | 360,782 | 300,897 | 59,885 | 19.9% |
| Pupil Transportation Services | 4,126 | 8,963 | (4,837) | -54.0% |
| Central Services | 293,284 | 178,544 | 114,740 | 64.3% |
| Community Activities | - | 9,898 | (9,898) | -100.0% |
| Other Financing Uses | - | 1,916 | (1,916) | -100.0% |
| Interest / Amortization Expense | 112,790 | 110,172 | 2,618 | 2.4% |
| Food Services | 64,373 | 78,803 | (14,430) | -18.3% |
| **Total Expenditures** | 3,199,135 | 2,989,880 | 209,255 | 7.0% |
| **Change in Net Position** | 14,280 | 113,566 | (99,286) | -87.4% |
| **Net Position - Beginning of Year** | 770,404 | 656,838 | 113,566 | 17.3% |
| **Net Position - End of the Year** | $ 784,684 | $ 770,404 | $ 14,280 | 1.9% |

Factors affecting the change in net position during the year are discussed below:

The increase in operating grants in 2026 was primarily attributable to increased state categorical funding and an enhancement millage awarded higher than in 2025. In total, revenues and expenditures were consistent from 2025 to 2026 with increases of 3.5% and 7.0%, respectively.

### Financial Analysis of the Academy's Funds

The performance of the Academy as a whole is reflected in the governmental funds. As the Academy completed its year, its governmental funds reported an unassigned fund balance of $670,439.

## REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GENERAL FUND

| | 2026 | 2025 | Increase (Decrease) | Percentage Variance |
|---|---|---|---|---|
| Revenues | $3,151,158 | $3,041,903 | $ 109,255 | 3.6% |
| Expenditures | 3,134,762 | 2,909,161 | 225,601 | 7.8% |
| Excess of Revenues over Expenditures | 16,396 | 132,742 | (116,346) | -87.6% |
| Fund Balance, Beginning of Year | 752,409 | 619,667 | 132,742 | 21.4% |
| Fund Balance, End of Year | $ 768,805 | $ 752,409 | $ 16,396 | 2.2% |

## CAPITAL ASSET AND DEBT ADMINISTRATION

| | 2026 | | | 2025 | |
|---|---|---|---|---|---|
| | Cost | Accumulated Depreciation/ Amortization | Net Book Value | Net Book Value | Total Percentage Change |
| Right-to-Use Leased Asset | $ 519,714 | $ 403,387 | $ 116,327 | $ 229,117 | -49% |
| Total | $ 519,714 | $ 403,387 | $ 116,327 | $ 229,117 | -49% |

## CURRENTLY KNOWN FACTS, DECISIONS OF CONDITIONS

The Academy considers many factors when setting the Academy's 2026-2027 fiscal year budgets. One of the most important factors affecting the budget is our student enrollment. The State foundation revenue is determined by multiplying the blended student count by the foundation allowance per pupil. The blended count for the 2026-27 fiscal years is 90 percent of the current school year October count and 10 percent of the prior February count. The all-inclusive budget was adopted in June 2026 based on an enrollment estimate of 205 students in the Fall of 2026.

Under State law, the Academy cannot assess property taxes for additional revenue for general operations. As a result, the Academy is heavily dependent on the State's ability to fund school operations. Based on early enrollment data and aggressive recruiting efforts, an estimated fall count of 205 students is expected.

Once the final student count and related per pupil funding are validated, State law requires the Academy to amend the budget if actual Academy resources are not sufficient to fund original appropriations. Amended budgets will also reflect actual recurring and one-time federal grant allocations awarded to the Academy. Since the Academy's revenue is heavily dependent on State funding and the health of the State's School Aid Fund, the actual revenue received depends on the State's ability to collect revenue to fund its appropriations to public schools and public school academies.

## CONTACTING THE ACADEMY'S MANAGEMENT

This financial report is designed to provide our citizens and taxpayers with a general overview of the Academy's finances. If you have questions about this report or need additional information, contact the Director of Finance at the Administration Office, W-A-Y Academy, 379 Main Street, Belleville, Michigan 48111, telephone 313-574-2557.

# W-A-Y ACADEMY

**Statement of Net Position**
**June 30, 2026**

| | Governmental Activities |
|---|---|
| **ASSETS** | |
| Cash and Cash Equivalents (Note 3) | $ 313,560 |
| Due From Other Governmental Units (Note 4) | 682,825 |
| Prepaid Expenses | 98,366 |
| Capital Right to Use Asset, net of Amortization (Note 7) | 116,327 |
| **Total Assets** | 1,211,078 |
| **LIABILITIES** | |
| Accounts Payable | 153,854 |
| Accrued Expenditures | 51,747 |
| Unearned Revenue (Note 1) | 104,466 |
| Capital Lease Payable, Current Portion (Note 8) | 116,327 |
| **Total Liabilities** | 426,394 |
| **NET POSITION** | |
| Restricted (Note 1) | 15,879 |
| Unrestricted | 768,805 |
| **Total Net Position** | $ 784,684 |

*The accompanying notes are an integral part of these financial statements.*

# W-A-Y ACADEMY

## Statement of Activities
## Year Ended June 30, 2026

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Operating Grants and Contributions | Governmental Activities: Net (Expenses) Revenues and Changes in Net Position |
|---|---|---|---|---|
| **Governmental Activities** | | | | |
| Basic Instructions | $ 809,991 | $ - | $ 541,454 | $ (268,537) |
| Added Needs | 559,893 | - | 374,272 | (185,621) |
| Supporting Services | | | | |
| Pupil Support Services | 208,833 | - | - | (208,833) |
| Instructional Staff Services | 106,276 | - | 71,042 | (35,234) |
| General / Executive Administration Services | 320,253 | - | - | (320,253) |
| School Administration Services | 215,438 | - | 144,014 | (71,424) |
| Business Services | 143,096 | - | - | (143,096) |
| Operations and Maintenance | 360,782 | - | - | (360,782) |
| Pupil Transportation Services | 4,126 | - | - | (4,126) |
| Central Support | 293,284 | - | - | (293,284) |
| Interest / Amortization Expense | 112,790 | - | - | (112,790) |
| Food Services | 64,373 | - | 62,257 | (2,116) |
| **Total Governmental Activities** | $ 3,199,135 | $ - | $ 1,193,039 | (2,006,096) |
| | | **General Revenues** | | |
| | | State Aid - Formula Grants | | 1,921,962 |
| | | Other Revenue | | 98,414 |
| | | **Total General Revenues** | | 2,020,376 |
| | | Change in Net Position | | 14,280 |
| | | **Net Position - July 1, 2025** | | 770,404 |
| | | **Net Position - June 30, 2026** | | $ 784,684 |

*The accompanying notes are an integral part of these financial statements.*

# W-A-Y ACADEMY

**Governmental Funds Balance Sheet**
**June 30, 2026**

| | General Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and Cash Equivalents (Note 3) | $ 305,589 | $ 7,971 | $ 313,560 |
| Due From Other Funds (Note 5) | - | 12,976 | 12,976 |
| Due From Other Governmental Units (Note 4) | 682,825 | - | 682,825 |
| Prepaid Expense | 98,366 | - | 98,366 |
| **Total Assets** | $ 1,086,780 | $ 20,947 | $ 1,107,727 |
| **LIABILITIES AND FUND BALANCES** | | | |
| **Liabilities** | | | |
| Accounts Payable | $ 148,786 | $ 5,068 | $ 153,854 |
| Accrued Expenditures | 51,747 | - | 51,747 |
| Due to Other Funds (Note 5) | 12,976 | - | 12,976 |
| Unearned Revenue (Note 1) | 104,466 | - | 104,466 |
| **Total Liabilities** | 317,975 | 5,068 | 323,043 |
| **Fund Balances (Note 1)** | | | |
| Nonspendable | 98,366 | - | 98,366 |
| Restricted (Note 1) | - | 15,879 | 15,879 |
| Unassigned | 670,439 | - | 670,439 |
| **Total Fund Balance** | 768,805 | 15,879 | 784,684 |
| **Total Liabilities and Fund Balances** | $ 1,086,780 | $ 20,947 | $ 1,107,727 |

*The accompanying notes are an integral part of these financial statements.*

# W-A-Y ACADEMY

**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**
**June 30, 2026**

| | Amount |
|---|---|
| **Fund Balance - Total Governmental Funds** | $ 784,684 |
| Amounts reported for governmental activities in the Statement of Position are different because | |
| Right-to-Use Leased Assets are not Financial Resources and are not included in the Funds | |
| Right to use Leased Assets at Historical Cost | 519,714 |
| Accumulated Amortization | (403,387) |
| Principal payments on right to use Leased Asset | (116,327) |
| **Net Position - Governmental Activities** | $ 784,684 |

*The accompanying notes are an integral part of these financial statements.*

# W-A-Y ACADEMY

## Statement of Revenues, Expenditures and Changes in Fund Balance
## Year Ended June 30, 2026

| | General Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **REVENUE** | | | |
| Federal Sources | $ 520,105 | $ 60,746 | $ 580,851 |
| State Sources | 2,532,639 | 1,511 | 2,534,150 |
| Local Sources | 98,414 | - | 98,414 |
| **Total Revenue** | 3,151,158 | 62,257 | 3,213,415 |
| **EXPENDITURES** | | | |
| Basic Instruction | 809,991 | - | 809,991 |
| Added Needs | 559,893 | - | 559,893 |
| Supporting Services: | | | |
| Pupil Support | 208,833 | - | 208,833 |
| Instructional Staff | 106,276 | - | 106,276 |
| General / Executive Administration | 320,253 | - | 320,253 |
| School Administration | 215,438 | - | 215,438 |
| Business Services | 143,096 | - | 143,096 |
| Operations and Maintenance | 473,572 | - | 473,572 |
| Pupil Transportation Services | 4,126 | - | 4,126 |
| Central Support | 293,284 | - | 293,284 |
| Food Service | - | 64,373 | 64,373 |
| **Total Expenditures** | 3,134,762 | 64,373 | 3,199,135 |
| **Excess (Deficiency) of Revenue Over Expenditures** | 16,396 | (2,116) | 14,280 |
| **Fund Balance - July 1, 2025** | 752,409 | 17,995 | 770,404 |
| **Fund Balance - June 30, 2026** | $ 768,805 | $ 15,879 | $ 784,684 |

*The accompanying notes are an integral part of these financial statements.*

# W-A-Y ACADEMY

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities**
**Year Ended June 30, 2026**

| | Amount |
|---|---|
| **Net Change in Fund Balance-Total Governmental Funds** | $ 14,280 |
| Amounts reported for governmental activities in the Statement of Activities are different because: | |
| Amortization of Right-to-Use Leased Asset | (112,790) |
| Principal payments on Right-to-Use Leased Asset | 112,790 |
| **Change in Net Position of Governmental Activities** | $ 14,280 |

*The accompanying notes are an integral part of these financial statements.*

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the W-A-Y Academy (the Academy) conform to generally accepted accounting principles as applicable to schools. The following is a summary of the significant policies:

### Reporting Entity

W-A-Y Academy is a nonprofit corporation and a public school academy corporation organized under Michigan School Code of 1976, as amended by Act No. 362 of the Public Acts of 1993 and Act No. 416 of the Public Acts of 1994. Notwithstanding any provision of the Michigan Nonprofit Corporation Act, as amended, the Academy shall not take any action inconsistent with the provisions of Part 6A of the Code or other Applicable Law.

The Academy has a contract with the Lake Superior State University (LSSU) Board of Trustees to Charter a Public School Academy. This agreement is effective through June 2027. The contract requires the Academy to act exclusively as a governmental agency and not undertake any action inconsistent with its status as an entity authorized to receive State school aid funds pursuant to the State Constitution. The LSSU Board of Trustees is the fiscal agent for the Academy and is responsible for overseeing the Academy's compliance with the contract, all applicable laws and other related activities for which compensation is permissible. By agreement between LSSU and the Academy, LSSUU may charge additional fees beyond the administrative fees for services rendered. The Academy pays the LSSU Board of Trustees 3 percent of the Academy's State School Aid Payments as an administrative fee. The total administrative fee paid in the year ended June 30, 2026 to LSSU was approximately $75,000.

### Academy-Wide and Fund Financial Statements

The academy-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Academy. Governmental activities, which normally are supported by intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All of the Academy's academy-wide activities are considered governmental activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenue includes (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Intergovernmental payments, and other items not properly included among program revenues are reported instead as general revenue.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Academy-Wide and Fund Financial Statements (Continued)

**Fund Financial Statements -** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. This is a state mandated uniform system and chart of accounts for all Michigan public school districts utilizing Bulletin 1022. The Academy uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Academy can be divided into three categories: governmental, proprietary and fiduciary funds. All activities of the Academy are included in the governmental funds. The Academy does not maintain any proprietary or fiduciary funds.

### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

**Academy-Wide Financial Statements** – The Academy-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing to related cash flows. Grants, categorical aid, and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Fund Financial Statements** – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Academy considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

When an expense is incurred for purposes for which both restricted and unrestricted net position or fund balance are available, the Academy's policy is to first apply restricted resources. When an expense is incurred for purposes which amounts in any of the unrestricted fund balance classifications could be used, it is the Academy's policy to spend funds in this order: committed, assigned, and unassigned.

Unrestricted State aid, intergovernmental grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered available only when cash is received by the Academy.

**General Fund** – The Academy's major fund is the General Fund. This fund is used to account for all operational activities of the Academy. The General Fund includes the current operating expenditures of the Academy. Revenues are derived primarily from the State of Michigan.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

**School Service Fund** – The School Service Fund is used to account for the food service operation. Its revenues are derived primarily from a federal grant and student charges.

**Student / School Activity Fund –** During the year, the fund had no activity.

### Assets, Liabilities, and Net Position

**Cash and Cash Equivalents** – Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired.

**Receivables** – Receivables are shown net of an allowance for uncollectible amounts. The Academy considers all receivables to be fully collectible; accordingly, no allowance for uncollectible amounts has been recorded.

**Prepaid Costs** – Certain payment to vendors reflect cost applicable to future fiscal years and are recorded as prepaid costs in both academy-wide and fund financial statements.

**Capital Assets** – Capital assets are defined by the Academy as assets with an initial individual cost of more than $5,000 and a useful life in excess of on year. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. Cost of normal repair and maintenance that do not add to the value or materially extend asset life are not capitalized. The Academy does not have any capital assets at June 30, 2026 other than right-to-use leased assets.

**Deferred Outflows of Resources** – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The Academy had no deferred outflows of resources at year-end.

**Deferred Inflows of Resources** – In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues, which arises only under a modified accrual basis of accounting, from grants receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The Academy had no deferred inflows of resources at June 30, 2026.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities, and Net Position (Continued)

**Unearned Revenue** – Unearned revenue is reported in connection to funds that have been received for services which have not been performed and is therefore not yet earned. At June 30, 2026, the Academy had $104,466 in unearned revenue that includes revenue relating to unspent grant revenue.

**Fund Balance –** GASB 54 provides for two major types of fund balances, which are non-spendable and spendable. Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. This category typically includes prepaid items and inventories.

In addition to non-spendable fund balance, GASB 54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints.

a. *Restricted Fund Balance* – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

b. *Committed Fund Balance* – Amounts constrained to specific purposes by the Board; to be reported as committed, amounts cannot be used for any other purpose unless the Board takes action to remove or change the constraint.

c. *Assigned Fund Balance* – Amounts the Board intends to use for a specific purpose; intent can be expressed by the Board or by an official or committee to which the Board delegates the authority.

d. *Unassigned Fund Balance* – Amounts that are available for any purpose; these amounts are reported only in the general fund.

At June 30, 2026, the Academy had $14,708 in restricted fund balance for food service and $1,171 restricted for student/school activity.

**Net Position –** Net position of the Academy is classified in three components. Net Investment in capital assets – net of related debt consists of capital assets net of accumulated depreciation and is reduced by the current balances of any outstanding borrowings used to finance the purchase of those assets. Restricted net position is further classified as expendable and nonexpendable. The Academy did not have any expendable restricted net position during the year. Unrestricted net position is the remaining net position that does not meet the definition of invested in capital assets or restricted.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities, and Net Position (Continued)

**Use of Estimates** – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statement, and the reported revenues and expenses during the reporting period. Actual results may differ from those estimates.

## 2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

**Budgetary Information** – The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body is the function level. State law requires the Academy to have its budget in place by July 1. Expenditures in excess of amounts budgeted is a violation of Michigan Law. The Academy is required by law to adopt general and special revenue fund budgets. During the year ended June 30, 2026, the budget was amended in a legally permissible manner. The following expenditures exceeded the final amended budget:

| | Final Budget | Actual | Over Budget |
|---|---|---|---|
| Supporting Services: | | | |
| General / Executive Administration | $ 315,150 | $ 320,253 | $ 5,103 |
| Operations and Maintenance | 448,891 | 473,572 | 24,681 |
| Central Support | 283,582 | 293,284 | 9,702 |

Total expenditures were $121,551 below the final budget.

**Grants** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, would become a liability of the General Fund. In the Academy's opinion, no disallowed claims are expected and would not have a material effect on the financial statements as of and for the year ended June 30, 2026.

## 3) DEPOSITS AND INVESTMENTS

State statutes and the Academy's investment policy authorize the Academy to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan; the Academy is allowed to invest in U.S. Treasury or Agency obligations, U.S. government repurchase agreements, bankers' acceptances, commercial paper rated prime at the time of purchase that matures not more than 270 days after the date of purchase, mutual funds, and investment pools that are composed of authorized investment vehicles. The Academy's deposits are in accordance with statutory authority.

## 3) DEPOSITS AND INVESTMENTS (Continued)

The Academy has designated two banks for deposit of its funds.

The investment policy adopted by the Board has authorized investments as listed in the State statutory authority as listed above.

The Academy's cash and investments are subject to several types of risk, which are examined in more detail below:

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that in the event of bank failure, the Academy's deposits may not be returned to it. The Academy's investment policy requires that financial institutions be evaluated and only those with an acceptable risk level are used for the Academy's deposit for custodial credit risk. At June 30, 2026, the Academy had a deposit balance of $311,575 in two banks, all of which is insured through federal depository insurance as of June 30, 2026.

Interest Rate Risk

Interest rate risk is the risk that value of investments will decrease as a result of a rise in interest rates. The Academy's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270-day maturity. The Academy's policy minimizes interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby, avoiding the need to sell securities in the open market; and investing operating funds primarily in shorter term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with Academy's cash requirements. The Academy does not have investments with interest rate risk.

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Academy's investment policy does not further limit its investment choices, the Academy held no such investment at June 30, 2026.

Foreign Currency Risk

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value, as a result of changes in foreign currency exchange rates. State law and Academy's policy prohibit investment in foreign currency.

## 4) DUE FROM OTHER GOVERNMENTAL UNITS

Receivables as of June 30, 2026 for the Academy include $490,877 in State Aid receivable, $184,949 in Federal grants receivable and $6,999 in other receivables.

## 5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

As of June 30, 2026, the General fund had a due to balance of $12,976 to the Food Service fund. This balance is a result of the time lag between the dates that goods and services are provided, or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made. Interfund balances represent routine and temporary cash flow assistance from other funds until amount are transferred from the different fund accounts.

## 6) MANAGEMENT COMPANY AGREEMENT

The Academy entered into a contract with W-A-Y Widening Advancement for Youth (W-A-Y) effective August 15, 2017, and continuing until the termination or expiration of the Charter. Under the direction of the Academy's Board, W-A-Y shall be responsible for all of the management, operation, administration, and education at the Academy, by providing certain services directly to the Academy, subcontracting for certain services, and overseeing other contractors.

Per the terms of the agreement, W-A-Y Program receives 8% of state per pupil revenue as its annual management fee. For the year ended June 30, 2026, the management fee for the Academy was approximately $159,000. The management contract may be terminated under various circumstances as defined in the management agreement.

## 7) CAPITAL ASSETS

Capital assets activity of the Academy's governmental activities was as follows:

| | Balance June 30, 2025 | Additions | Balance June 30, 2026 |
|---|---|---|---|
| Capital Assets | | | |
| Leased Right-to-Use Asset | $ 519,714 | $ - | $ 519,714 |
| Total Assets | 519,714 | - | 519,714 |
| Accumulated Amortization | | | |
| Leased Right-to-Use Asset | 290,597 | 112,790 | 403,387 |
| Subtotal | 290,597 | 112,790 | 403,387 |
| Net Governmental Capital Assets | $ 229,117 | $ (112,790) | $ 116,327 |

## 8) LEASE OBLIGATION

The Academy leases its S.W. Campus classrooms and office suites located at 8701 Vernor, Detroit, Michigan 48209. The lease was entered into on September 1, 2017 and expired on June 30, 2022 and was renewed for additional five years, through June 30, 2027. The Academy entered into an agreement for additional rented space on suite 301 on March 15, 2024 through June 30, 2027.

The Academy recorded the building lease as a right to use leased asset. It is amortized on a straight-line basis over the terms of the related lease.

This lease agreement qualifies as other than short-term lease under GASB 87 and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. There are no variable payment components in the lease. The liability for the lease is measured at a discount rate between 2.82% - 4.51%

The future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2026, were as follows:

| Right to Use Asset | Fiscal Year | Principal Amount | Interest Amount | Total |
|---|---|---|---|---|
| **Building Suites 100, 101, 200, 201** | 2027 | $ 96,098 | $ 1,474 | $ 97,572 |
| **Building Suite 301** | 2027 | 20,229 | 1,371 | 21,600 |
| **Grand Total** | | $ 116,327 | $ 2,845 | $ 119,172 |

Lease liability activity for the year ending June 30, 2026 is as follows:

| Right to Use Asset | Balance 6/30/2025 | Increase | Decrease | Balance 6/30/2026 | Current Portion |
|---|---|---|---|---|---|
| Building Suite 101,101,200,201 | $ 189,527 | $ - | $ 93,429 | $ 96,098 | $ 96,098 |
| Building Suite 301 | 39,590 | - | 19,361 | 20,229 | 20,229 |
| | $ 229,117 | $ - | $ 112,790 | $ 116,327 | $ 116,327 |

## 9) IMPLEMENTATION OF NEW ACCOUNTING STANDARD

For the year ended June 30, 2026, the Academy implemented the following GASB standards:

## 9) IMPLEMENTATION OF NEW ACCOUNTING STANDARD (Continued)

GASB Statement No. 103, *Financial Reporting Model Improvements.* The Standard addressed the following areas:

a. Management's discussion and analysis (MD&A);
b. Unusual or infrequent items;
c. Presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position;
d. Information about major component units in basic financial statements should be presented separately in the statement of net position and statement of activities unless it reduces the readability of the statements in which case combining statements should be presented after the fund financial statements;
e. Budgetary comparison information should include variances between original and final budget amounts and variances between final budget and actual amounts with explanations of significant variances required to be presented in the notes to RSI.

GASB Statement No. 104, *Disclosure of Certain Capital Assets.* This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement No. 34. This Statement also requires additional disclosures for capital assets held for sale.

### Upcoming Accounting Pronouncement

In December 2025, the Governmental Accounting Standards Board issued Statement No. 105, *Subsequent Events*, which improves financial reporting requirements for subsequent events by clarifying the subsequent events time frame and the distinction between recognized and nonrecognized events. This statement also establishes specific note disclosure requirements and requires disclosure of the date through which subsequent events have been evaluated. The provisions of this statement are effective for the Academy's financial statements for the year ending June 30, 2027. Management has not yet determined the impact that the adoption of GASB 105 will have on the financial statements.

## 10) SUBSEQUENT EVENTS

The Academy has evaluated all subsequent events through October 28, 2026, the date the financial statements were available to be issued. No subsequent events were noted that would require reporting or disclosure in the financial statements.

In July, 2026 the Academy entered into a lease agreement for a building in Redford, Michigan. The lease runs through June, 2027.

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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors of
W-A-Y Academy
Detroit, Michigan

We have audited in accordance with the 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, the financial statements of the governmental activities and major fund of W-A-Y Academy (the Academy) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements, and have issued our report thereon dated October 28, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Academy's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of the Academy's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Academy's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Academy's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Academy's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plante & Moran, PLLC

Detroit, Michigan
October 28, 2026

# REQUIRED SUPPLEMENTARY INFORMATION

# W-A-Y ACADEMY

## Budgetary Comparison Schedule
## General Fund
## Year Ended June 30, 2026

| | Original Budget | Final Budget | Over (Under) Original Budget | Actual | Over (Under) Final Budget |
|---|---|---|---|---|---|
| **Revenue** | | | | | |
| Federal Sources | $ 531,049 | $ 597,611 | $ 66,562 | $ 520,105 | $ (77,506) |
| State Sources | 2,451,129 | 2,574,873 | 123,744 | 2,532,639 | (42,234) |
| Local Sources | 2,500 | 2,500 | - | 98,414 | 95,914 |
| **Total Revenue** | 2,984,678 | 3,174,984 | 190,306 | 3,151,158 | (23,826) |
| **Expenditures** | | | | | |
| Instruction: | | | | | |
| Basic Instruction | 888,010 | 850,791 | (37,219) | 809,991 | (40,800) |
| Added Needs | 432,592 | 605,491 | 172,899 | 559,893 | (45,598) |
| Supporting Services: | | | | | |
| Pupil Support | 184,132 | 255,849 | 71,717 | 208,833 | (47,016) |
| Instructional Staff | 117,449 | 116,989 | (460) | 106,276 | (10,713) |
| General / Executive Administration | 313,997 | 315,150 | 1,153 | 320,253 | 5,103 |
| School Administration | 287,970 | 222,849 | (65,121) | 215,438 | (7,411) |
| Business Services | 151,124 | 146,134 | (4,990) | 143,096 | (3,038) |
| Operations and Maintenance | 418,986 | 448,891 | 29,905 | 473,572 | 24,681 |
| Pupil Transportation | 8,173 | 9,587 | 1,414 | 4,126 | (5,461) |
| Central Support | 177,502 | 283,582 | 106,080 | 293,284 | 9,702 |
| Community Activities | - | 1,000 | 1,000 | - | (1,000) |
| Transfer to Other Funds | - | - | - | - | - |
| **Total Expenditures** | 2,979,935 | 3,256,313 | 276,378 | 3,134,762 | (121,551) |
| **Excess of Revenue over Expenditures** | 4,743 | (81,329) | (86,072) | 16,396 | 97,725 |
| **Other Financing Sources - (Uses)** | | | | | |
| Incoming Transfers & Other Transactions | - | 85,000 | 85,000 | - | (85,000) |
| Transfer to Other Funds | (1,000) | - | 1,000 | - | - |
| **Net Change in Fund Balance** | $ 3,743 | $ 3,671 | $ (72) | 16,396 | $ 12,725 |
| **Fund Balance - July 1, 2025** | | | | 752,409 | |
| **Fund Balance - June 30, 2026** | | | | 768,805 | |

## BUDGETARY INFORMATION

The annual budget is prepared by the Academy's director and submitted to the Library's board for its approval; subsequent amendments are also submitted to the Academy 's board for approval. Unexpended appropriations lapse at year end; encumbrances are not included as expenditures. The amount of encumbrances outstanding at June 30, 2026 has not been determined. The budget has been prepared in accordance with accounting principles generally accepted in the United States of America.

The budget has been adopted on a fund level basis; expenditures at this level in excess of amounts budgeted are a violation of Michigan law. A comparison of actual results of operations to the budget as adopted by the library's board and the WAY Michigan is included in the required supplemental information. The budget is adopted at the fund level.

## GENERAL FUND

Significant variances are defined as line items with variances greater than 10% for the individual line item and 1% for the total revenues/expenses.

Significant variances between the Academy's original and final budgeted revenue/expenditures were as follows:

| Revenue Function | Explanation |
|---|---|
| Federal Sources | The district does not have final grant awards for all sources at the time of the budget adoption, therefore federal grant awards are based information available at that time. |

| Expenditure Function | Explanation |
|---|---|
| Added Needs | The increase was primarily due to additional allocations for compensatory education and student support services, including bilingual education, instructional intervention, tutoring, and student engagement programs. The amended budget also reflected the reallocation of grant-funded expenditures between fiscal-year funding sources. |
| Pupil Support | The increase in the amended Pupil Support expenditure budget was primarily due to additional allocations for social-emotional learning, counseling, and behavioral support services. These increases were partially offset by reductions in certain social worker allocations and adjustments to grant-funded student engagement services. The amended budget reflects the Academy's continued emphasis on addressing students' academic, behavioral, and social-emotional needs. |
| School Administration | The favorable variance was primarily due to changes in cost allocations |
| Central Support | The final budget was increased to include staff bonuses funded by the Educator Compensation grant and the purchase of technology. |

| Other Financing Sources | Explanation |
|---|---|
| Incoming Transfers and Other Transactions | This increase was due to enhancement millage not included in the original budget. |

## BUDGETARY INFORMATION (Continued)

## GENERAL FUND (Continued)

Significant variances between the Academy's final budgeted and actual revenue/expenditures were as follows:

| Revenue Function | Explanation |
|---|---|
| Federal Sources | The district does not have final grant awards for all sources at the time of the budget adoption, therefore federal grant awards are based information available at that time. |
| Local Sources | Enhancement Millage revenue has been included with Local Sources. $85,000 was budgeted under Incoming Transfers & Other Transactions. |

| Expenditure Function | Explanation |
|---|---|
| Pupil Support | Final expenditures were lower-than-anticipated expenditures for social-emotional learning counseling and behavioral intervention incentives, partially offset by increased costs for social work and speech services. |

| Other Financing Sources | Explanation |
|---|---|
| Incoming Transfers and Other Transactions | The decrease from the final budget was due to the enhancement millage revenue being budgeted as other finance sources, but reported as local revenue. |

# OTHER SUPPLEMENTARY INFORMATION

# W-A-Y ACADEMY

**Combining Balance Sheet**
**Nonmajor Governmental Funds**
**June 30, 2026**

| | Nonmajor Funds | | |
|---|---|---|---|
| | Food Service Fund | Student / School Activity Fund | Total Governmental Funds |
| **ASSETS** | | | |
| Cash and Cash Equivalents (Note 3) | $ 6,800 | $ 1,171 | $ 7,971 |
| Due From Other Funds (Note 5) | 12,976 | - | 12,976 |
| **Total Assets** | $ 19,776 | $ 1,171 | $ 20,947 |
| **LIABILITIES AND FUND BALANCES** | | | |
| **Liabilities** | | | |
| Accounts Payable | $ 5,068 | $ - | $ 5,068 |
| **Total Liabilities** | 5,068 | - | 5,068 |
| **Fund Balances** | | | |
| Restricted for Food Service (Note 1) | 14,708 | - | 14,708 |
| Restricted for Student/School Activity (Note 1) | - | 1,171 | 1,171 |
| **Total Fund Balance** | $ 14,708 | $ 1,171 | $ 15,879 |

# W-A-Y ACADEMY

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**
**Nonmajor Governmental Funds**
**June 30, 2026**

| | Nonmajor Funds | | |
|---|---|---|---|
| | Food Service Fund | Student / School Activity Fund | Total Governmental Funds |
| **REVENUE** | | | |
| Federal Sources | $ 60,746 | $ - | $ 60,746 |
| State Sources | 1,511 | - | 1,511 |
| **Total Revenue** | 62,257 | - | 62,257 |
| **EXPENDITURES** | | | |
| Food Service | 64,373 | - | 64,373 |
| **Total Expenditures** | 64,373 | - | 64,373 |
| **Net Change in Fund Balance** | (2,116) | - | (2,116) |
| **Fund Balance - July 1, 2025** | 16,824 | 1,171 | 17,995 |
| **Fund Balance - June 30, 2026** | $ 14,708 | $ 1,171 | $ 15,879 |