

Alternative Educational Academy of Ogemaw County

2024 Audit Results



Audit Opinion Letter

Unmodified Opinion (Highest Level of Assurance)

Auditors' 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 auditors' 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.

Management's Discussion and Analysis

Begins on Page 4

Management's recap of the current year activity in layman's terms

Financial Highlights

Details the Capital Outlay Additions – None in the CY (See Page 8)

Discusses Economic Factors and Next Year's Budgets

Encourage you to read through it page by page when time permits

Government- Wide Financial Statements

Begins on Page 9

Incorporates all Long-Term Activity (Fixed Assets, Long Term Debt, etc.)

Includes Academy Fixed Assets - \$461,712

The Academy does not currently have any Long-Term Debt

Ending Net Position - \$2,570,497

Government-Wide Financial Statements

- Big Changes from 2023:
 - Revenues are up about \$3,000:
 - Increased State Aid of about \$202,000
 - Increased At Risk Usage of about \$25,000
 - Increased Other Grants of about \$10,000
 - Increased Investment Income of about 32,000
 - Offset by decreased COVID-19 Grants of about \$267,000



Government- Wide Financial Statements

- Big Changes from 2023 (Continued):
 - Expenses are up about \$169,000
 - Contracted Wages increased about \$151,000
 - Increased Transportation costs of about \$31,000
 - Offset by ESSER related Supply decreases of about \$15,000



Fund Financial Statements

Begins on Page 11

- These are the Funds you Monitor and Budget
- Major Fund:
 - General Fund
- Non-Major Fund:
 - Food Service Fund

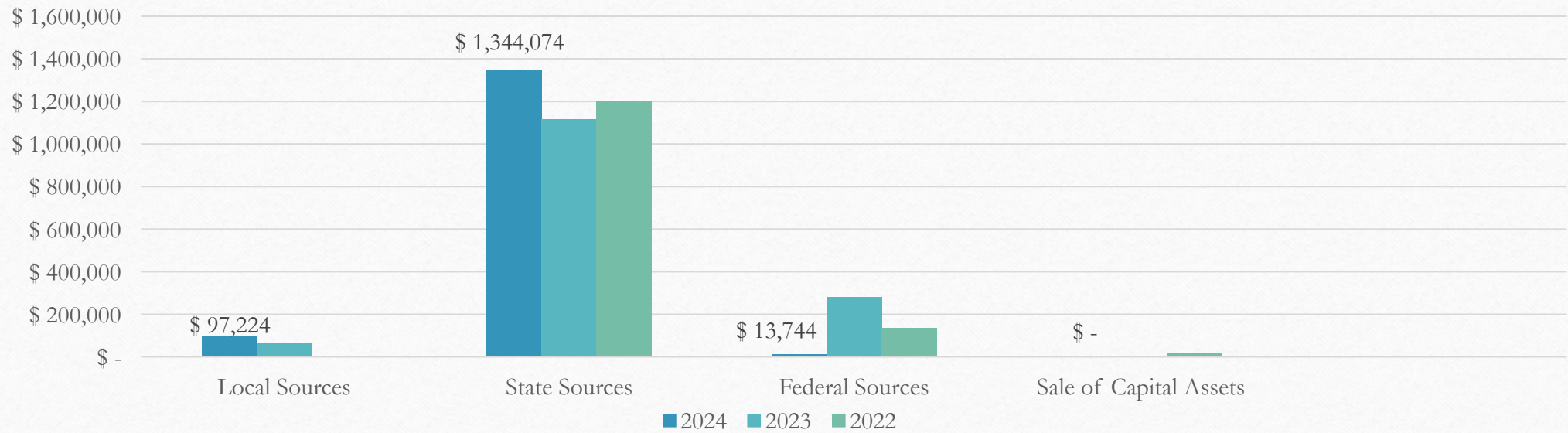
Ending Fund Balance

- **General Fund - \$2,104,213**

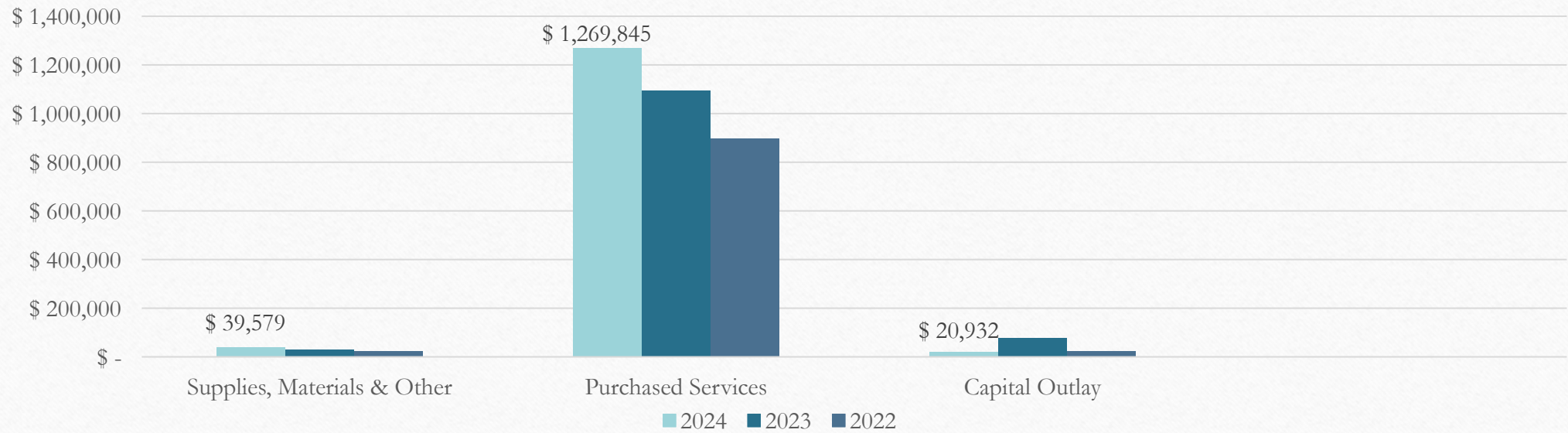
(Increase of \$124,686)

- **Food Service Fund \$4,572**

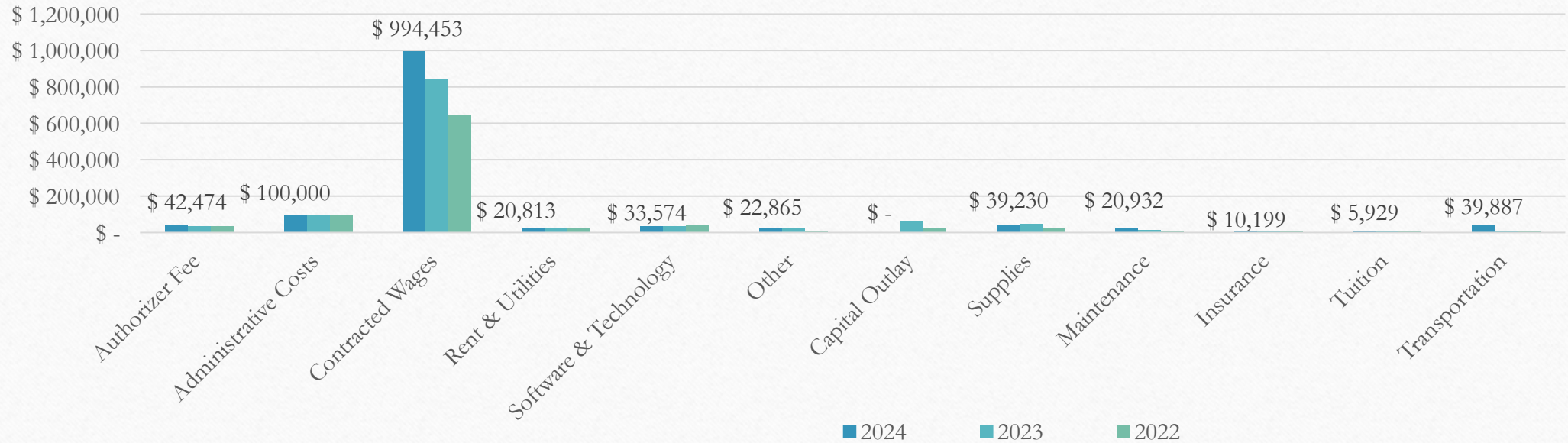
(Increase of \$2,690)



General Fund Revenues



General Fund Expenses



General Fund Expenses— 3 Year Comparison

As of June 30, 2024, a Trustee of the Alternative Educational Academy of Ogemaw County's Board of Education was also the Executive Director of NEMCSA. During the current fiscal year, the Academy contracted with NEMCSA for a School Success Worker, for a total cost of \$28,500.

As of June 30, 2024, a Trustee of the Alternative Educational Academy of Ogemaw County's Board of Education was also the Director of MiWorks. During the current fiscal year, the Academy contracted with MiWorks for their Career Navigator program, for a total cost of \$22,500.

Notes to the Financial Statements – Related Parties



Required Supplementary Information

Page 25

- Budget to Actual Comparisons
 - General Fund Revenues:
 - Original Budget - \$1,195,751
 - Final Budget - \$1,545,971
 - Actual - \$1,455,043
 - Variance - \$90,929 (5.88%)
 - General Fund Expenses:
 - Original Budget - \$1,256,761
 - Final Budget - \$1,350,503
 - Actual - \$1,330,356
 - Variance - \$20,147 (1.49%)



Other Information

Begins on Page 26

Individual Fund Schedules

Independent Auditors' Report on
Internal Control – No Findings

No Corrective Action Plan
Required

Management Letter – Appendix I

Significant Audit Matters	• Significant Estimates (None)
Difficulties Encountered	• None
Corrected & Uncorrected Misstatements	• None Material
Disagreements with Management	• None
Management Representations	• Provided
Consultations with Other Independent Accountants	• None
Other Issues or Matters	

**Management
Letter –
Appendix II**

Material Weakness:

- None

Significant Deficiency:

- None

Other Matters:

- None

Management Letter – Appendix II

Status of Prior
Year
Comments:

IT Inventory
Listing–
Progress Made



Stephenson & Company, P.C.
Certified Public Accountants & Consultants

Any Questions?

Cynthia R. Scott, CPA, CFE

**Audit Partner ~ Certified Fraud
Examiner**

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