

**WASHTENAW TECHNICAL
MIDDLE COLLEGE**

AUDITED FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

Year ended June 30, 2025

WASHTENAW TECHNICAL MIDDLE COLLEGE

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Members of the Board of Directors

Mr. Bryan Muthig - Chair

Katie Richards-Schuster, Ph.D. - Vice-Chairman

Paulette R. Miller – Treasurer

Mr. Donald J. Peurach, Ph.D. - Secretary

Mr. Derrick Jackson – Director

Jan Gensheimer - Director

Muddasar Tawakkul – Director

Anathony Williamson - WCC Board Liaison

Administration

Karl Covert, Ph.D. - Dean

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

This section of Washtenaw Technical Middle College's (the "Academy") annual financial report presents our discussion and analysis of the Academy's financial performance during the year ended June 30, 2025. Please read it in conjunction with the Academy's financial statements, which immediately follow this section.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Washtenaw Technical Middle College financially as a whole. The Academy-Wide statements provide information about the activities of the whole Academy, presenting both an aggregate view of the Academy's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements look at the Academy's operations in more detail than the Academy-Wide statements by providing information about the Academy's funds. The components of the annual report are as follows:

Management's Discussion and Analysis (MD&A)
(Required Supplementary Information)

Basic Financial Statements

Academy-Wide Financial Statements

Fund Financial Statements

Notes to the Basic Financial Statements

Required Supplementary Information

Budgetary Information for Major Fund

Schedule of the Academy's Proportionate Share of the Net Pension and OPEB Liabilities

Schedule of Pension and OPEB Contributions

Other Supplementary Information

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

Reporting the Academy as a Whole – Academy-Wide Financial Statements

One of the most important questions asked about the Academy is, "As a whole, what is the Academy's financial condition as result of the year's activities?" The statement of net position and the statement of activities, which appear first in the Academy's financial statements, report information on the Academy as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the Academy's net position – the difference between assets, plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the statement of net position – which is one way to measure the Academy's financial health or financial position.

Over time, increases or decreases in the Academy's net position – as reported in the statement of activities – are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the Academy's operating results. However, the Academy's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as quality of the education provided, to assess overall health of the Academy.

The statement of net position and the statement of activities report the governmental activities for the Academy, which encompass all of the Academy's services, including instruction and support services. Unrestricted state aid (foundation allowance revenue) and state grants finance most of these activities.

Reporting the Academy's Most Significant Fund – Fund Financial Statements

The Academy's fund financial statements provide detailed information about the Academy's General Fund and Special Revenue Fund – not the Academy as a whole. The governmental funds of the Academy use the following accounting approach:

All of the Academy's services are reported in the governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the Academy and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Academy's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and the governmental fund in a reconciliation.

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

The Academy as a Whole

Recall that the statement of net position provides the perspective of the Academy as a whole. The following table provides a summary of the Academy's net position as of June 30, 2025 and 2024:

	Governmental Activities	
	2025	2024
ASSETS		
Current and other assets	\$ 16,361,781	\$ 14,491,965
Capital assets	365,252	65,747
Total assets	16,727,033	14,557,712
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflow of resources related to pension	2,751,844	3,242,723
Deferred outflow of resources related to OPEB	667,658	746,004
Total assets and deferred outflows of resources	\$ 20,146,535	\$ 18,546,439
LIABILITIES		
Current liabilities	\$ 1,230,130	\$ 1,214,649
Long-term liabilities	6,739,339	8,197,554
Total liabilities	7,969,469	9,412,203
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow of resources related to pension	2,263,572	1,361,456
Deferred inflow of resources related to OPEB	1,539,376	1,158,479
Total liabilities and deferred inflow of resources	11,772,417	11,932,138
NET POSITION		
Net investment in capital assets	365,252	65,747
Restricted	7,450	1,871
Unrestricted	8,001,416	6,546,683
Total net position	\$ 8,374,118	\$ 6,614,301

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

The above analysis focuses on the net position (see above table). The change in net position (see table below) of the Academy's governmental activities is discussed below. The Academy's net position was approximately \$8,374,118 at June 30, 2025. Capital assets totaling approximately \$365,000 represent the original cost less depreciation of the Academy's capital assets.

The approximately \$8,001,416 in unrestricted net position of governmental activities represents the accumulated results of all past years' operations. The unrestricted net position balance enables the Academy to meet working capital and cash flow requirements as well as to provide for future uncertainties.

The approximately \$7,450 represents balances related to student activity accounts.

The net pension liability, net OPEB liability and related expenses have a significant impact on the Academy's Total Net Position. These are not new liabilities. They have been a shared responsibility of all Michigan public schools since the 1990's. In order to provide useful employer-level pension information, improve transparency, and to make it easier to compare public pension plans by standardizing financial reporting requirements, the net pension liability and the net OPEB liability are now being recorded on the Academy-wide financial statements. They are not immediately due and cannot be paid off under an accelerated schedule. The pension and OPEB expenses represents the change in net pension and OPEB liabilities from year to year and can change materially from year to year depending on new retirees to the system and the number of employer contributions made to the systems.

The Office of Retirement Services calculates the total pension and OPEB liabilities. The proportionate share for each Academy is calculated based on the prior year's total pension and OPEB contributions to the systems.

These large liabilities have a significant impact on the unrestricted net position of the Academy but do not affect the Academy's governmental-fund financial statements.

The operating results of the General Fund will have a significant impact on the change in unrestricted net position from year to year. Approximately, \$1,000,000 has been set aside for the support and development of Washtenaw Technical Middle College.

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

The results of the year's operations for the Academy as a whole are reported in the statement of activities (see table below), which shows the changes in net position for fiscal years 2025 and 2024.

	Governmental Activities	
	2025	2024
Revenue		
Program Revenue		
Operating grants	\$ 1,190,777	\$ 1,561,687
Federal Sources	26,776	369,182
General Revenue		
State foundation allowance	8,386,439	8,154,214
Other	341,477	89,167
Total revenue	<u>9,945,469</u>	<u>10,174,250</u>
Functions/Program Expenses		
Instruction	5,516,654	5,643,103
Support services	2,611,688	2,904,221
Depreciation (unallocated)	57,307	41,016
Total functions/program expenses	<u>8,185,649</u>	<u>8,588,340</u>
Change in Net Position	<u><u>\$ 1,759,820</u></u>	<u><u>\$ 1,585,910</u></u>

As reported in the statement of activities, the cost of all of our governmental activities this year was \$8,185,649. Certain activities were partially funded from those who benefited from the programs or by other governments that subsidized certain programs with grants of \$1,217,553. We paid for the remaining "public benefit" portion of our governmental activities with \$8,386,439 in state foundation allowance and with our other revenues, i.e., interest.

The Academy experienced an increase in net position of \$1,759,820 which was primarily due to the increase in operating grants and federal sources.

As discussed above, the net cost shows the financial burden that was placed on the Academy by each of these functions. Since unrestricted state aid constitutes the vast majority of Academy operating revenue sources, the board of directors and administration must annually evaluate the needs of the Academy and balance those needs with state-prescribed available unrestricted resources.

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

The Academy's Governmental Funds

As we noted earlier, the Academy uses funds to help it control and manage money for particular purposes. Looking at funds helps the reader consider whether the Academy is being held accountable for the resources the State and others provide to it and may provide more insight into the Academy's overall financial health.

As the Academy completed this year, the General Fund reported a fund balance of \$15,150,236 which is an increase of \$791,734 from last year.

General Fund balance is available to fund costs related to allowable school operating purposes and to maintain adequate cash flow. This is important as no state aid revenue is received in September and without adequate fund balance to maintain cash flow, the Academy would need to borrow funds and would spend additional funds on interest costs.

General Fund Budgetary Highlights

Over the course of the year, the Academy revises its budget at its attempts to deal with unexpected changes in revenues and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. The final amendment to the budget was adopted in June 2025. A schedule showing the Academy's original and final budget amounts compared with amounts actually paid and received is provided in required supplementary information of these financial statements.

There were no significant variances between the final budget and actual amounts on the general fund.

Capital Assets

As of June 30, 2025, the Academy invested \$742,262 in furniture and equipment without any debt outstanding. Accumulated depreciation totaled \$377,010 which results in a book value of \$365,252.

No major capital projects are planned for the 2025-2024 fiscal year. We present more detail information about our capital assets in the notes to the financial statements.

See Note 4 for further details on capital assets.

WASHTENAW TECHNICAL MIDDLE COLLEGE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2025

Economic Factors and Next Year's Budgets and Rates

Our board of directors and administration consider many factors when setting the Academy's 2025-2026 fiscal year budget. One of the most important factors affecting the budget is our student count. The state foundation revenue is determined by multiplying the blended student count by the foundation allowance per pupil. The blend count for the 2025-2026 fiscal year is 10 percent and 90 percent of the February 2025 and October 2025 student counts respectively. The 2025-2026 budget was adopted in June 2025, based on an estimate of students that will be enrolled in October 2025. Substantially all of the General Fund revenue is from the foundation allowance. As a result, Academy funding is dependent on the State's ability to fund local school operations. Based on early enrollment data at the start of the 2025-2026 school year, we anticipate that the fall student count will be slightly up, approximately 840. Once the final student counts and related per pupil funding is validated, state law requires the Academy to amend the budget if actual Academy resources are not sufficient to fund original appropriations.

Since the Academy's revenue is 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 revenues to fund its appropriations to school districts. The State periodically holds a revenue-estimating conference to estimate revenues. If the State determines at this conference that funds are not sufficient to fund the appropriations, the Legislature must revise the appropriation, or a proration of state aid will occur.

Requests for Information

Questions concerning any of the information contained in this report or requests for additional financial information should be addressed to the Washtenaw Technical Middle College Dean, 4800 East Huron River Drive, Ann Arbor, MI 48105. The Academy's past and current budgets and audited financials are available on the Academy's website: www.themiddlecollege.org.

WASHTENAW TECHNICAL MIDDLE COLLEGE
STATEMENT OF NET POSITION
June 30, 2025

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 2,962,747
Accounts receivable	30,323
Due from other governmental units	1,689,478
Certificates of deposit	10,470,201
Prepaid items	4,937
Capital assets - net of accumulated depreciation	365,252
Net OPEB asset	<u>1,204,095</u>
Total assets	16,727,033
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources related to pension	2,751,844
Deferred outflows of resources related to OPEB	<u>667,658</u>
Total assets and deferred outflows of resources	<u><u>\$ 20,146,535</u></u>
LIABILITIES	
Accounts payable	\$ 376,572
Accrued expenditures	333,865
Accrued salaries payable	519,693
Noncurrent liabilities:	
Net pension liability	<u>6,739,339</u>
Total liabilities	7,969,469
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources related to pension	2,263,572
Deferred inflows of resources related to OPEB	<u>1,539,376</u>
Total liabilities and deferred inflows of resources	<u><u>\$ 11,772,417</u></u>
NET POSITION	
Net investment capital assets	365,252
Restricted	7,450
Unrestricted	<u>8,001,416</u>
Total net position	<u><u>\$ 8,374,118</u></u>

WASHTENAW TECHNICAL MIDDLE COLLEGE

STATEMENT OF ACTIVITIES

For the year ended June 30, 2025

	Expenses	Program Revenues Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
FUNCTIONS/PROGRAMS			
Governmental activities			
Instruction	\$ 5,516,654	\$ 27,703	\$ (5,488,951)
Supporting services	2,611,688	1,189,850	(1,421,838)
Depreciation (unallocated)	57,307		(57,307)
Total governmental activities	<u>\$ 8,185,649</u>	<u>\$ 1,217,553</u>	<u>(6,968,096)</u>
GENERAL REVENUES			
State aid - unrestricted			8,386,439
Interest and other income			<u>341,477</u>
Total general revenues			<u>8,727,916</u>
Change in net position			1,759,820
NET POSITION - beginning of year			<u>6,614,298</u>
NET POSITION - ending of year			<u><u>\$ 8,374,118</u></u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2025

	General Fund	Special Revenue Fund	Total
ASSETS			
Cash	\$ 2,955,297	\$ 7,450	\$ 2,962,747
Accounts receivable	30,323	-	30,323
Due from other governmental units	1,689,478	-	1,689,478
Certificates of deposit	10,470,201	-	10,470,201
Prepaid items	4,937	-	4,937
Total assets	<u>\$ 15,150,236</u>	<u>\$ 7,450</u>	<u>\$ 15,157,686</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts payable	\$ 376,572	\$ -	\$ 376,572
Accrued expenditures	333,865	-	333,865
Accrued salaries payable	519,693	-	519,693
Total liabilities	<u>1,230,130</u>	<u>-</u>	<u>1,230,130</u>
FUND BALANCE			
Non-spendable			
Prepaid items	4,937	-	4,937
Assigned for Academy Development	1,000,000	-	1,000,000
Restricted	-	7,450	7,450
Unassigned	12,915,169	-	12,915,169
Total fund balances	<u>13,920,106</u>	<u>7,450</u>	<u>13,927,556</u>
Total liabilities and fund balances	<u>\$ 15,150,236</u>	<u>\$ 7,450</u>	<u>\$ 15,157,686</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2025

TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS \$ 13,927,556

Total net position for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Capital assets - net of accumulated depreciation 365,252

Deferred outflows (inflows) of resources are applicable to future periods and, therefore, not reported in the funds.

Deferred inflows of resources related to pension (2,263,572)

Deferred outflows of resources related to pension 2,751,844

Deferred inflows of resources related to OPEB (1,539,376)

Deferred outflows of resources related to OPEB 667,658

Long-term liabilities applicable to governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities.

Net pension liability (6,739,339)

Net OPEB asset 1,204,095

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 8,374,118

WASHTENAW TECHNICAL MIDDLE COLLEGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES
For the year ended June 30, 2025

	General Fund	Special Revenue Fund	Total
REVENUES			
Local sources	\$ 341,477	\$ 16,314	\$ 357,791
State sources	9,588,774	-	9,588,774
Federal sources	26,776	-	26,776
Interdistrict sources	193,464	-	193,464
Total revenues	10,150,491	16,314	10,166,805
EXPENDITURES			
Current			
Education			
Instruction	5,923,106	-	5,923,106
Supporting services	3,065,340	10,735	3,076,075
Capital outlay	370,311	-	370,311
Total expenditures	9,358,757	10,735	9,369,492
Excess (deficiency) of revenues over expenditures	791,734	5,579	797,313
FUND BALANCE - beginning	13,128,372	1,871	13,130,243
FUND BALANCE - ending	\$ 13,920,106	\$ 7,450	\$ 13,927,556

WASHTENAW TECHNICAL MIDDLE COLLEGE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
For the year ended June 30, 2025

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 797,313
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Total change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	356,812
Depreciation expense	(57,307)

Change in revenue in support of pension contributions made subsequent to the plan's measurement date	135,476
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The statement of net position reports the net pension and OPEB liabilities

and deferred outflows of resources and deferred inflows related to the net pension and OPEB liabilities and pension and OPEB expense. However, the amount recorded on the governmental funds equals actual pension contributions.

Net change in net pension liability	1,458,215
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Net change in the deferred inflows of resources related to pension	(1,037,592)
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Net change in the deferred outflows of resources related to pension	(490,879)
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Net change in net OPEB liability	1,057,025
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Net change in the deferred inflows of resources related to OPEB	(380,897)
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Net change in the deferred outflows of resources related to OPEB	<u>(78,346)</u>
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,759,820</u></u>
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WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Washtenaw Technical Middle College (the “Academy”) conform to accounting principles generally accepted in the United States of America (U.S. GAAP) as applicable to governmental units. The following is a summary of the Academy’s significant accounting policies:

Reporting Entity

The Academy was formed as a charter school academy pursuant to the Michigan School Code of 1976, as amended by Act No. 362 of the Public Acts of 1993 and Act No. 416 of the Public Accounts of 1994.

The Academy has entered into a contract with Washtenaw Community College (WCC) to charter a public-school academy through June 30, 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. WCC is the fiscal agent for the Academy and is responsible for overseeing the Academy’s compliance with the contract and all applicable laws. The Academy pays WCC three percent of the state aid foundation as administrative fees. The total administrative fees for the year to WCC was approximately \$206,000.

The accompanying financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board (GASB) for determining the various governmental organizations to be included in the reporting entity. The Academic and Career Education Academy Board of Directors (Board) is the primary government that has oversight responsibility and control over all activities related to public education in the Academy. The Board receives funding from local, state, and federal government sources and must comply with the concomitant requirements of these funding source entities. However, the Board is not included in any other governmental “reporting entity” as defined in GASB pronouncements.

The board has separate legal standing and is fiscally independent of other government entities. As such, the Board has decision-making authority, the right to determine its budget, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. The Board does not include any other component within its financial statements.

Academy-wide Financial Statements

The Academy’s basic financial statements include both Academy-wide (reporting for the Academy as a whole) and fund financial statements (reporting the Academy’s major funds). For the most part, the effect of interfund activity has been removed from these statements. All of the Academy’s government-wide activities are considered governmental activities.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Academy-wide Financial Statements (Continued)

The statement of net position presents governmental activities on a consolidated basis, using the economic resources measurement focus and accrual basis of accounting. This method recognizes all long-term assets and receivables as well as long-term debt and obligations. The Academy's net position is reported in three parts (1) net investment in capital assets, (2), restricted position and (3) unrestricted net position.

The statement of activities reports both the gross and net cost of each of the Academy's functions. The functions are also supported by general government revenues (certain intergovernmental revenues). The statement of activities reports gross expenses, including depreciation by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants. State Foundation Aid and other unrestricted items are not included as program revenues but instead as general revenues.

The net costs (by function) are normally covered by general revenue (state sources and federal sources, interest income, etc.). The Academy does not allocate indirect costs.

The Academy-wide focus is on sustainability of the Academy as an entity and the change in the Academy's net position resulting from current year activities.

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 to be 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. However, expenditures related to compensated absences are recorded only when payment is due.

Unrestricted state aid, restricted 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 to be available only when cash is received by the government.

The Academy reports the following major governmental funds:

General Fund – The General Fund is used to record the general operations of the Academy pertaining to education and those operations not required to be provided for in other funds.

Special Revenue Fund – The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes. The special revenue fund maintained by the Academy is the Student Activity Fund.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Adopted Accounting Pronouncements

In June 2022, GASB issued statement No. 101, Compensated Absences, which updates the recognition and measurement guidance of compensated absences under a unified model and amending previously required disclosures. The impact of the adoption did not have a material impact on the financial statements.

Assets, Liabilities and Equity

Cash – 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 – All trade receivables are shown net of an allowance for uncollectible amounts. The Academy considers all accounts receivable to be fully collectible; accordingly, no allowance for uncollectible amounts is recorded.

Prepaid items – Certain payments to vendors reflect costs applicable to future fiscal years. For such payments in the governmental funds the Academy follows the consumption method, and they therefore are capitalized as prepaid items in both district-wide and fund financial statements.

Capital assets – Purchased or constructed capital assets are reported at historical cost. Donated capital assets are recorded at fair market value at the date of donation. The Academy defines capital assets as assets with an initial individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Costs of normal repair and maintenance that do not add to the value or materially extend asset lives are not capitalized. The Academy does not have infrastructure assets. Equipment and furniture are depreciated using the straight-line method over a five-year useful life.

Deferred outflows of resources – A deferred outflow of resources is a consumption of net position by the government that is applicable to a future reporting period. For Academy-wide financial statements, the Academy reports deferred outflows of resources as a result of changes in proportion and differences between the Academy's contributions and the proportionate share of pension and OPEB contributions as defined by the Michigan Public Schools Employees Retirement System. Changes in assumptions relating to the net pension liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan. The Academy also reported deferred outflows of resources for pension and OPEB contributions made after the measurement date. These amounts will reduce net pension and OPEB liabilities in the following year.

Unavailable/Unearned Revenue – The Academy's governmental fund report unavailable revenue in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also report unearned revenue recognition in connection with resources that have been received but not yet earned. At June 30, 2024, the Academy did not have any unavailable revenue or unearned revenue.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Equity (Continued)

Compensated Absences - In accordance with GASB statement No. 10, Compensated Absences, the District recognizes a liability for the accumulated compensated absences that are expected to be settled with current financial resources. The implementation of this standard does not significantly impact the financial position of the District as changes primarily affect the presentation in the financial statements. Compensated absences are charged to operations when earned and unused benefits are recorded as a current liability in the financial statements.

Pension – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Michigan Public School Employees Retirement System (MPERS) and additions to/deductions from MPERS fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB) – For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Michigan Public School Employees Retirement System (MPERS) and additions to/deductions from MPERS fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred inflows of resources – A deferred inflow of resources is an acquisition of net position by the government that is applicable to a future reporting period. For governmental funds this includes unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period. For Academy-wide financial statements, the Academy reports deferred inflows of resources as a result of pension and OPEB earnings. These amounts are the result of differences between what the plan expected to earn from plan investments and what the plan actually earned. These amounts will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions relating to the net pension liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan. Deferred inflows of resources also includes revenue received relating to the amounts included in the deferred outflows for payments related to MPERS Unfunded Actuarial Accrued Liabilities (UAAL) Stabilization defined benefit pension statutorily required contributions.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Equity (Continued)

Fund Equity – In the fund financial statements, governmental funds report fund balance in the following categories:

Non-spendable – amounts that are not available in a spendable form.

Restricted – amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

Committed – amounts that have been formally set aside by the Board of Directors for specific purposes. A fund balance commitment may be established, modified, or rescinded by a resolution of the Board of Directors.

Assigned – amounts intended to be used for specific purposes, as determined by the Board of Directors. \$1,000,000 is assigned for the support and development of the Academy.

Unassigned – all other resources; the remaining fund balances after non-spendable, restrictions, commitments and assignments.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Academy's policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the Academy's policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

Use of Estimates – The preparation of 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, as well as deferred inflows and deferred outflows of resources at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with U.S. GAAP and state law for the general fund. All annual appropriations lapse at fiscal year-end, and thereby canceling all encumbrances. These appropriations are established at the beginning of the fiscal year.

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. An Academy is not considered in violation of the law if reasonable procedures are in use by the Academy to detect violations.

Budgeted amounts are as originally adopted or as amended by the Board of Directors throughout the year.

Expenditures Over Appropriation in Budgeted Fund

The General Fund had no expenditures in excess of amounts appropriated.

NOTE 3 – DEPOSITS

The Academy's deposits were reported in the basic financial statements in the following categories:

	<u>Governmental Activities</u>
Cash	\$ 2,962,747
Certificates of deposit	<u>10,470,201</u>
	<u><u>\$ 13,432,948</u></u>

Interest rate risk – In accordance with its investment policy, the Academy manages its exposure to declines in fair values by limiting the weighted average maturity of its 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 the Academy's cash requirements.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 3 – DEPOSITS (Continued)

Credit risk – 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 an office 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.

Concentration of credit risk – The Academy’s investment policy requires diversification so the impact of potential losses from any one type of security or issuer will be minimized.

Custodial credit risk – deposits – In the case of deposits, this is the risk that in the event of a bank failure, the Academy’s deposits may not be returned to it. As of year-end, \$2,552,000 of the Academy’s bank balance of \$13,272,201 was exposed to custodial credit risk because it was uninsured and uncollateralized.

NOTE 4 – CAPITAL ASSETS

A summary of the changes in governmental capital assets is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Governmental activities				
Capital assets being depreciated				
Equipment and furniture	\$ 385,450	\$ 356,812	\$ 46,531	\$ 695,731
Less accumulated depreciation for equipment and furniture	<u>319,703</u>	<u>57,307</u>	<u>46,531</u>	<u>330,479</u>
Net capital assets	<u>\$ 65,747</u>	<u>\$ 299,505</u>	<u>\$ -</u>	<u>\$ 365,252</u>

Depreciation expense was not charged to activities as the Academy considers its assets to impact multiple activities and allocation is not practical.

NOTE 5 – RISK MANAGEMENT

The Academy is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries (workers’ compensation) and certain medical benefits provided to employees. The Academy has purchased commercial insurance for general liability, property and casualty and health and vision claims.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS

Plan Description

The Michigan Public School Employees' Retirement System (System or MPSERS) is a cost-sharing, multiple employers, state-wide, defined benefit public employee retirement plan and a fiduciary component unit of the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members — eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

The System's pension plan was established by the State to provide retirement, survivor, and disability benefits to public school employees. In addition, the System's health plan provides all retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available on the ORS website at Michigan.gov/ORSSchools.

Benefits Provided

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25 percent to 1.50 percent. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

A DB plan member who leaves Michigan public school employment may request a refund of his or her member contributions to the retirement system account if applicable. A refund cancels a former member's rights to future benefits. However, returning members who previously received a refund of their contributions may reinstate their service through repayment of the refund upon satisfaction of certain requirements.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2023, valuation will be amortized over a 15-year period beginning October 1, 2023 and ending September 30, 2039.

The schedule below summarizes pension contribution rates in effect for fiscal year ended September 30, 2024.

Pension Contribution Rates		
Benefit Structure	Member	Employer
Basic	0.00 - 4.00%	23.03%
Member Investment Plan	3.00 - 7.00%	23.03%
Pension Plus	3.00 - 6.40%	19.17%
Pension Plus 2	6.20%	20.10%
Defined Contribution	0.00%	13.90%

Required contributions to the pension plan from Washtenaw Technical Middle College were \$1,150,893 for the year ended September 30, 2024.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the Academy reported a liability of \$6,739,339 for its proportionate share of the MPSERS net pension liability. The net pension liability was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2023. The Academy's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the system during the measurement period by the percent of pension contributions required from all applicable employers during the measurement period. At September 30, 2024, the Academy's proportion was .02752771 percent, which was an increase of .00220009 percent from its proportion measured as of September 30, 2023.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For the year ending June 30, 2025, the Academy recognized pension expense of \$1,062,373. At June 30, 2025, Washtenaw Technical Middle College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between actual and expected experience	\$ 182,843	\$ 73,224
Changes of assumptions	702,616	493,780
Net difference between projected and actual earnings on pension plan investments	-	1,286,151
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,035,157	17,457
Employer contributions subsequent to the measurement date	<u>831,228</u>	<u>392,960</u>
	<u><u>\$ 2,751,844</u></u>	<u><u>\$ 2,263,572</u></u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Contributions subsequent to the measurement date reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Deferred (Inflow) and Deferred Outflow of Resources by Year (To Be Recognized in Future Pension Expenses)	
<u>Plan year ending September 30</u>	<u>Amount</u>
2025	\$ 209,013
2026	372,157
2027	(264,911)
2028	<u>(266,255)</u>
Total	<u>\$ 50,004</u>

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Actuarial Assumptions (Continued)

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

- Valuation Date: September 30, 2023
- Actuarial Cost Method: Entry Age, Normal
- Wage inflation rate: 2.75%
- Investment Rate of returns:
 - MIP and Basic Plans: 6.00%, net of investment expenses
 - Pension Plus Plan: 6.00%, net of investment expenses
 - Pension Plus 2 Plan: 6.00%, net of investment expenses
- Projected Salary Increases: 2.75-11.55%, including wage inflation at 2.75%
- Cost-of-living Pension Adjustments: 3.00% Annual Non-Compounded for MIP Members
- Mortality:
 - Retirees: PubT-2010 Male and Female Retiree Mortality Tables scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010
 - Active Members: PubT-2010 Male and Female Employee Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.
- Notes:
 - *Assumption changes as a result of an experience study for the periods 2017 through 2022 have been adopted by the System for use in the annual pension valuations beginning with the Sept. 30, 2023 valuation. The total pension liability as of Sept. 30, 2024, is based on the results of an actuarial valuation date of Sept. 30, 2023, and rolled forward using generally accepted actuarial procedures, including the experience study.*
 - *Recognition period for liabilities is the average of the expected remaining service lives of all employees in years is 4.4612.*
 - *Recognition period for assets in years: 5.0000.*
 - *Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at Michigan.gov/ORSSchools.*

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Long-Term Expected Return on Plan Assets

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2024, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic Equity Pools	25.00%	5.30%
Private Equity Pools	16.00%	9.00%
International Equity	15.00%	6.50%
Fixed Income Pools	13.00%	2.20%
Real Estate and Infrastructure Pools	10.00%	7.10%
Absolute Return Pools	9.00%	5.20%
Real Return/Opportunistic Pools	10.00%	6.90%
Short-Term Investment Pools	2.00%	1.40%
	<u>100.00%</u>	

Rate of Return

For the fiscal year ended September 30, 2024, the annual money-weighted rate of return on pension plan investment, net of pension plan investment expense, was 15.47%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 6 – PENSION PLANS (Continued)

Discount Rate

A discount rate of 6.00% was used to measure the total pension liability (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2 plan, hybrid plans provided through non-university employers only). This discount rate was based on the long-term expected rate of return on pension plan investments of 6.00% (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2 plan). The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Academy's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Academy's proportionate share of the net pension liability calculated using the discount rate of 6.00% (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2 plan), as well as what the Academy's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

1.00% Decrease 5.00%	Current Single Discount Rate Assumption 6.00%	1% Increase 7.00%
<u>\$ 9,879,943</u>	<u>\$ 6,739,339</u>	<u>\$ 4,124,181</u>

Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued MPSERS ACFR, available on the ORS website at Michigan.gov/ORSSchools.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS

Plan Description

The Michigan Public School Employees' Retirement System (System or MPSERS) is a cost-sharing, multiple employers, state-wide, defined benefit public employee retirement plan and a fiduciary component unit of the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members— eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

The System's health plan provides all eligible retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available on the ORS website at Michigan.gov/ORSSchools.

Benefits Provided

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

Benefits Provided (Continued)

Public Act 300 of 2012 granted all active members of the Michigan Public School Employees Retirement System, who earned service credit in the 12 months ending September 3, 2012, or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their retirement healthcare. Any changes to a member's healthcare benefit are effective as of the member's transition date, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under Public Act 300 of 2012, members were given the choice between continuing the 3.00% contribution to retiree healthcare and keeping the premium subsidy benefit described above or choosing not to pay the 3.00% contribution and instead opting out of the subsidy benefit and becoming a participant in the Personal Healthcare Fund (PHF), a portable, tax-deferred fund that can be used to pay healthcare expenses in retirement. Participants in the PHF are automatically enrolled in a 2.00% employee contribution into their 457 account as of their transition date, earning them a 2.00% employer match into a 401(k) account. Members who selected this option stop paying the 3.00% contribution to retiree healthcare as of the day before their transition date, and their prior contributions were deposited into their 401(k) account.

Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the Sept. 30, 2022, valuation will be amortized over a 15-year period beginning Oct. 1, 2023 and ending Sept. 30, 2038.

The schedule below summarizes OPEB contribution rates in effect for fiscal year ended September 30, 2024.

Benefit Structure	Member	Employer
Premium Subsidy	3.00%	8.31%
Personal Healthcare Fund (PHF)	0.00%	7.06%

Required contributions to the OPEB plan from Washtenaw Technical Middle College were \$232,518 for the year ended September 30, 2024.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the Academy reported an asset of \$1,204,095 for its proportionate share of the MPSERS net OPEB asset. The net OPEB asset was measured as of September 30, 2024, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation rolled forward from September 2023. The Academy's proportion of the net OPEB asset was determined by dividing each employer's statutorily required OPEB contributions to the system during the measurement period by the percent of OPEB contributions required from all applicable employers during the measurement period. At September 30, 2024, the Academy's proportion was .02797359 percent, which was an increase of .00197557 percent from its proportion measured as of October 1, 2023.

For the year ending June 30, 2025, Washtenaw Technical Middle College recognized OPEB income of \$346,747. At June 30, 2025, the Academy reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ -	\$ 1,275,973
Changes of assumptions	262,992	30,229
Net difference between projected and actual earnings on OPEB plan investments	-	227,949
Changes in proportion and differences between employer contributions and proportionate share of contributions	213,824	5,225
Employer contributions subsequent to the measurement date	190,842	-
Total	<u>\$ 667,658</u>	<u>\$ 1,539,376</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

Contributions subsequent to the measurement date reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as an increase of the net OPEB asset in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Deferred (Inflow) and Deferred Outflow of Resources by Year (To Be Recognized in Future OPEB Expenses)	
Plan year ending September 30	Amount
2025	\$ (341,815)
2026	(205,694)
2027	(199,479)
2028	(191,862)
2029	(103,497)
Thereafter	<u>(20,213)</u>
Total	<u>\$ (1,062,560)</u>

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

- Valuation Date: September 30, 2023
- Actuarial Cost Method: Entry Age, Normal
- Wage Inflation Rate: 2.75%
- Investment Rate of Return: 6.00% net of investment expenses
- Projected Salary Increases: 2.75% – 11.55%, including wage inflation at 2.75%
- Healthcare Cost Trend Rate:
 - Pre-65: 7.25% Year 1 graded to 3.50% Year 15
 - Post-65: 6.50% Year 1 graded to 3.50% Year 15

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

Actuarial Assumptions (Continued)

- Mortality:
 - Retirees: PubT-2010 Male and Female Retiree Mortality Tables, scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.
 - Active Members: PubT-2010 Male and Female Employee Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.
- Other Assumptions:
 - Opt-Out Assumptions: 21% of eligible participants hired before July 1, 2008 and 30% of those hired after June 30, 2008 are assumed to opt out of the retiree health plan.
 - Survivor Coverage: 80% of male retirees and 67% of female retirees are assumed to have coverages continuing after the retiree's death.
 - Coverage Election at Retirement: 75% of male and 60% of female future retirees are assumed to elect coverage for one or more dependents.
- Notes:
 - *Assumption changes as a result of an experience study for the period 2017 through 2022 have been adopted by the System for use in the annual pension valuations beginning with the Sept. 30, 2023 valuation. The total OPEB asset as of Sept. 30, 2024, is based on the results of an actuarial valuation date of Sept. 30, 2023, and rolled forward using generally accepted actuarial procedures, including the experience study.*
 - *Recognition period for liabilities is the average of the expected remaining service lives of all employees in years is 6.2834.*
 - *Recognition period for assets in years is 5.0000.*
 - *Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at Michigan.gov/ORSSchools.*

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

Long-Term Expected Return on Plan Assets

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2023, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic Equity Pools	25.00%	5.30%
Private Equity Pools	16.00%	6.50%
International Equity	15.00%	9.00%
Fixed Income Pools	13.00%	7.10%
Real Estate and Infrastructure Pools	10.00%	2.20%
Absolute Return Pools	9.00%	5.20%
Real Return/Opportunistic Pools	10.00%	6.90%
Short-Term Investment Pools	2.00%	1.40%
	<u>100.00%</u>	

*Long term rates of return are net of administrative expenses and 2.3% inflation.

Rate of Return

For the fiscal year ended September 30, 2024, the annual money-weighted rate of return on OPEB plan investment, net of OPEB plan investment expense, was 15.45%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

Discount Rate

A discount rate of 6.00% was used to measure the total OPEB asset. This discount rate was based on the long-term expected rate of return on OPEB plan investments of 6.00%. The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB asset.

Sensitivity of the Academy's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate

The following presents the Academy's proportionate share of the net OPEB asset calculated using the discount rate of 6.00%, as well as the Academy's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

<u>1% Decrease</u> <u>5.00%</u>	<u>Current</u> <u>Discount Rate</u> <u>6.00%</u>	<u>1% Increase</u> <u>7.00%</u>
<u>\$ (930,534)</u>	<u>\$ (1,204,095)</u>	<u>\$ (1,440,616)</u>

Sensitivity of the Academy's Proportionate Share of the Net OPEB Asset to Healthcare Cost Trend Rate

The following presents the Academy's proportionate share of the net OPEB asset calculated using assumed trend rates, as well as what the Academy's proportionate share of net OPEB asset would be if it were calculated using a trend rate that is 1-percentage-point lower or 1-percentage-point higher:

<u>1% Decrease</u>	<u>Current</u> <u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1% Increase</u>
<u>\$ (1,440,619)</u>	<u>\$ (1,204,095)</u>	<u>\$ (950,423)</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 7 – OPEB PLANS (Continued)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued 2024 MPSERS ACFR, available on the ORS website at Michigan.gov/ORSSchools.

NOTE 8 – CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subjected to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time, although the Academy expects such amounts, if any to be immaterial.

NOTE 9 – RELATED PARTY TRANSACTIONS

The Washtenaw Community College board of trustees (WCC) is the chartering body for the Academy. As such, WCC also acts as the fiscal agent for the Academy and has oversight responsibilities for the Academy. The Academy has entered into several contractual agreements with WCC which are renewed annually, including the following:

Facility Use License Agreement

Under this agreement, WCC granted the Academy a license to use space located on the WCC campus through June 30, 2027. For the year ended June 30, 2025, a license fee of \$87,500 was paid by the Academy to WCC.

Administrative and Educational Support Services Agreement

Under this agreement, effective through June 30, 2027, WCC agrees to provide the Academy with purchasing services, computer services, promotional services, security services, and receiving and mail services. In addition, as part of this agreement, WCC agrees to provide limited student counseling, career counseling, and library services. For the year ended June 30, 2025, the Academy paid WCC \$87,500 under this agreement.

The Academy also incurred \$205,828 of administrative fees to WCC, which was 3% of State Aid received. At June 30, 2025, the Academy reported a payable in the amount of \$54,056 to WCC for administrative fees.

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

NOTE 9 – RELATED PARTY TRANSACTIONS (Continued)

Joint Enrollment Agreement

Under this agreement, Academy students may be jointly enrolled in both the Academy and WCC. The Academy pays all WCC tuition and fees for students enrolled at WCC. Total expenditures to WCC under this agreement were \$1,805,955 for the year ended June 30, 2025. At June 30, 2025, the Academy owed \$237,973 for tuition and fees to WCC.

NOTE 10 – SUBSEQUENT EVENTS

The Academy's management has performed a review of events subsequent to the balance sheet date through October 8, 2024, the date the financial statements were available to be issued.

WASHTENAW TECHNICAL MIDDLE COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
For the year ended June 30, 2025

	Original	Final	Actual	Variance Positive (Negative)
REVENUES				
Local sources	\$ 31,000	235,950	\$ 341,477	\$ 105,527
State sources	9,418,436	9,526,566	9,588,774	62,208
Federal sources	-	26,776	26,776	-
Interdistrict sources	105,139	132,820	193,464	60,644
Total revenues	9,554,575	9,922,112	10,150,491	228,379
EXPENDITURES				
Instruction				
Basic programs	6,381,282	6,170,276	5,923,106	247,170
Added needs	3,250	300	-	300
Supporting services				
Pupil	1,058,538	1,020,644	984,516	36,128
General administration	783,649	807,437	810,295	(2,858)
School administration	579,073	603,143	576,513	26,630
Business	493,500	498,500	411,846	86,654
Operations and maintenance	125,000	120,000	115,913	4,087
Pupil transportation services	31,000	31,000	23,915	7,085
Central services	148,282	142,647	142,342	305
Capital outlay	640,000	640,000	370,311	269,689
Total expenditures	10,243,574	10,033,947	9,358,757	675,190
Excess of revenues over expenditures	(688,999)	(111,835)	791,734	903,569
FUND BALANCE - beginning	13,128,372	13,128,372	13,128,372	-
FUND BALANCE - ending	<u>\$ 12,439,373</u>	<u>\$ 13,016,537</u>	<u>\$ 13,920,106</u>	<u>\$ 903,569</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE ACADEMY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM

LAST TEN FISCAL YEARS

PLAN YEARS ENDED SEPTEMBER 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
A. Reporting unit's proportion of net pension liability (%)	2.752771%	0.025328%	0.023235%	0.021769%	0.020810%	0.018975%	0.017567%	0.016774%	0.015400%	0.013700%
B. Reporting unit's proportionate share of net pension liability	\$ 6,739,339	\$ 8,197,554	\$ 8,738,424	\$ 5,153,877	\$ 7,148,472	\$ 6,283,822	\$ 5,280,972	\$ 4,346,867	\$ 3,832,052	\$ 3,338,789
C. Reporting unit's covered-employee payroll	\$ 3,070,620	\$ 2,668,969	\$ 2,366,064	\$ 2,000,647	\$ 1,954,897	\$ 1,736,360	\$ 1,559,390	\$ 1,444,798	\$ 1,427,402	\$ 1,144,062
D. Reporting unit's proportionate share of net pension liability as a percentage of its covered-employee payroll	219.48%	307.14%	369.32%	257.61%	365.67%	361.90%	338.66%	300.86%	268.46%	291.84%
E. Plan fiduciary net position as a percentage of total pension liability	74.44%	65.91%	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%

WASHTENAW TECHNICAL MIDDLE COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE ACADEMY'S PENSION CONTRIBUTIONS
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS (AMOUNTS WERE DETERMINED AS OF JUNE 30 OF EACH YEAR)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A. Statutorily required pension contributions	\$ 831,228	\$ 1,115,164	\$ 900,325	\$ 770,673	\$ 650,660	\$ 566,525	\$ 489,875	\$ 393,440	\$ 253,041	\$ 255,686
B. Contributions in relation to statutorily required contributions	831,228	1,115,164	900,325	770,673	650,660	566,525	489,875	393,440	253,041	255,686
C. Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
D. Reporting unit's covered-employee payroll	\$ 3,337,089	\$ 2,954,275	\$ 2,585,394	\$ 2,266,170	\$ 1,988,947	\$ 1,942,911	\$ 1,659,113	\$ 1,444,798	\$ 1,434,072	\$ 1,373,420
E. Contributions as a percentage of covered-employee payroll	24.91%	37.75%	34.82%	34.01%	32.71%	29.16%	29.53%	27.23%	17.64%	18.62%

WASHTENAW TECHNICAL MIDDLE COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE ACADEMY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS
PLAN YEAR ENDED SEPTEMBER 30

	2024	2023	2022	2021	2020	2019	2018
A. Employer's proportion of net OPEB liability (%)	0.02797%	0.02600%	0.02369%	0.02158%	0.02175%	0.01971%	0.01818%
B. Employer's proportionate share of net OPEB liability / (asset)	\$ (1,204,095)	\$ (147,070)	\$ 501,731	\$ 329,333	\$ 1,165,138	\$ 1,414,524	\$ 1,444,952
C. Employer's covered payroll (OPEB)	\$ 3,070,620	\$ 2,668,969	\$ 2,366,064	\$ 2,000,647	\$ 1,954,897	\$ 1,736,360	\$ 1,559,390
D. Employer's proportionate share of net OPEB liability / (asset) as a percentage of its covered payroll	-39.21%	-5.51%	21.21%	16.46%	59.60%	81.46%	92.66%
E. Plan fiduciary net position as a percentage of total OPEB liability / (asset)	143.08%	105.04%	83.09%	87.33%	59.44%	48.46%	42.95%

WASHTENAW TECHNICAL MIDDLE COLLEGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE ACADEMY'S OPEB CONTRIBUTIONS
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS
YEAR ENDED JUNE 30

	2025	2024	2023	2022	2021	2020	2019
A. Statutorily required OPEB contributions	\$ 251,200	\$ 223,717	\$ 196,731	\$ 175,108	\$ 159,080	\$ 152,403	\$ 128,947
B. OPEB contributions in relation to statutorily required contributions	251,200	223,717	196,731	175,108	159,080	152,403	128,947
C. Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
D. Employer's covered payroll	\$ 3,337,089	\$ 2,954,275	\$ 2,585,394	\$ 2,266,170	\$ 1,988,947	\$ 1,942,911	\$ 1,659,113
E. OPEB contributions as a percentage of covered payroll	7.53%	7.57%	7.61%	7.73%	8.00%	7.84%	7.77%

REQUIRED SUPPLEMENTARY INFORMATION

WASHTENAW TECHNICAL MIDDLE COLLEGE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2025

Pension Information

Ultimately, 10 years of data will be presented in both of the pension-related schedules. The number of years currently presented represents the number of years since the accounting standard requiring these schedules first became applicable.

Benefit Changes

There were no changes of benefit terms in FY 2025.

Changes in Assumptions

There were no changes of assumptions in FY 2025.

Covered Payroll

The employers' covered payroll to be reported in the required supplemental information is defined by GASB No. 82, *Pension Issues - An Amendment to GASB Statements No. 67, No. 68, and No. 73*, as payroll on which contributions to a pension plan are based and by GASB No. 85, *Omnibus 2017*, as payroll on which contributions to the OPEB plan are based. For the Academy, covered payroll represents payroll on which contributions to both plans are based.

OPEB Information

Ultimately, 10 years of data will be presented in both of the OPEB-related schedules. The number of years currently presented represents the number of years since the accounting standard requiring these schedules first became applicable.

Benefit Changes

There were no changes of benefit terms in FY 2025.

Changes in Assumptions

There were no changes of assumptions in FY 2025.

Covered Payroll

The employers' covered payroll to be reported in the required supplemental information is defined by GASB No. 82, *Pension Issues - An Amendment to GASB Statements No. 67, No. 68, and No. 73*, as payroll on which contributions to a pension plan are based and by GASB No. 85, *Omnibus 2017*, as payroll on which contributions to the OPEB plan are based. For the Academy, covered payroll represents payroll on which contributions to both plans are based.

OTHER SUPPLEMENTARY INFORMATION

WASHTENAW TECHNICAL MIDDLE COLLEGE
COMPARATIVE BALANCE SHEET - GENERAL FUND

	June 30,	
	2025	2024
ASSETS		
Cash	\$ 2,955,297	\$ 7,212,740
Accounts receivable	30,323	25,975
Due from other governmental units	1,689,478	1,968,317
Certificates of deposit	10,470,201	5,132,475
Prepaid items	4,937	3,517
Total Assets	<u>\$ 15,150,236</u>	<u>\$ 14,343,024</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 376,572	420,750
Accrued expenditures	333,865	332,392
Accrued salaries payable	519,693	461,507
Total Liabilities	<u>1,230,130</u>	<u>1,214,649</u>
FUND BALANCE		
Non-spendable		
Prepaid items	4,937	3,517
Assigned - Academy development	1,000,000	1,000,000
Unassigned	12,915,169	12,124,858
Total fund balance	<u>13,920,106</u>	<u>13,128,375</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 15,150,236</u>	<u>\$ 14,343,024</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE
SCHEDULE OF REVENUES COMPARED TO BUDGET - GENERAL FUND
For the year ended June 30, 2025

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES FROM LOCAL SOURCES				
Earnings on investments	\$ 31,000	\$ 235,000	\$ 340,044	\$ 105,044
Miscellaneous Local Revenues	-	950	1,433	483
Total revenues from local sources	<u>31,000</u>	<u>235,950</u>	<u>341,477</u>	<u>105,527</u>
REVENUES FROM STATE SOURCES				
Grants - unrestricted	8,417,299	8,389,706	8,386,439	(3,267)
Grants - restricted	1,001,137	1,136,860	1,202,335	65,475
Total revenues from state sources	<u>9,418,436</u>	<u>9,526,566</u>	<u>9,588,774</u>	<u>62,208</u>
REVENUES FROM FEDERAL SOURCES -				
Elementary and Secondary School Emergency Relief Funds	-	26,776	26,776	-
INTERDISTRICT SOURCES				
ISD collected millage (Act 18 funds)	105,139	132,820	193,464	60,644
Total revenue	<u>\$ 9,554,575</u>	<u>\$ 9,922,112</u>	<u>\$ 10,150,491</u>	<u>\$ 228,379</u>

WASHTENAW TECHNICAL MIDDLE COLLEGE

SCHEDULE OF EXPENDITURES COMPARED TO BUDGET - GENERAL FUND

For the year ended June 30, 2025

	Original	Final	Actual	Variance Positive (Negative)
BASIC PROGRAM - HIGH SCHOOL				
Salaries	\$ 2,341,218	\$ 2,213,715	\$ 2,148,401	\$ 65,314
Employee benefits	1,473,916	1,371,325	1,371,387	(62)
Purchased services	2,196,535	2,295,462	2,162,051	133,411
Supplies and materials	323,613	273,500	205,878	67,622
Other	46,000	49,000	35,389	13,611
Total high school	6,381,282	6,203,002	5,923,106	279,896
ADDED NEEDS - SPECIAL EDUCATION				
Purchased services	3,000	200	-	200
Supplies and Materials	250	100	-	100
Total special education	3,250	300	-	300
PUPIL - GUIDANCE SERVICES				
Salaries	649,490	643,378	618,081	25,297
Employee benefits	331,353	315,545	319,707	(4,162)
Purchased services	75,695	60,910	46,728	14,182
Other	2,000	1,600	-	1,600
Total guidance services	1,058,538	1,021,433	984,516	36,917
GENERAL ADMINISTRATION - BOARD OF EDUCATION				
Purchased services	37,000	47,000	37,890	9,110
Supplies and materials	9,000	9,500	8,409	1,091
Salaries	505,180	507,180	514,586	(7,406)
Employee benefits	229,469	290,142	242,410	47,732
Other	3,000	6,600	7,000	(400)
Total board of education	783,649	860,422	810,295	50,127
SCHOOL ADMINISTRATION - OFFICE OF THE PRINCIPAL				
Salaries	333,293	366,518	339,208	27,310
Employee benefits	228,530	220,525	221,527	(1,002)
Purchased services	1,500	1,500	14	1,486
Supplies and materials	250	250	-	250
Capital outlay	5,000	5,000	-	5,000
Other	4,000	3,500	13,776	(10,276)
Total office of the principal	572,573	597,293	574,525	22,768
SCHOOL ADMINISTRATION - OTHER				
Supplies and materials	6,500	6,500	1,988	4,512
Total Other	6,500	6,500	1,988	4,512
BUSINESS - FISCAL SERVICES				
Purchased services	81,500	81,500	88,210	(6,710)
Other	412,000	417,000	323,636	93,364
Total other business	493,500	498,500	411,846	86,654
OPERATIONS AND MAINTENANCE - OPERATING				
BUILDING SERVICES				
Purchased services	125,000	120,000	115,913	4,087
PUPIL TRANSPORTATION SERVICES				
Purchased services	31,000	31,000	23,915	7,085
CENTRAL - SUPPORT SERVICES TECHNOLOGY				
Salaries	86,320	85,000	81,900	3,100
Employee benefits	58,612	53,897	50,772	3,125
Purchased services	2,600	3,000	2,595	405
Others	750	750	7,075	(6,325)
Total support services technology	148,282	142,647	142,342	305
CAPITAL OUTLAY -				
Basic program - high school	640,000	640,000	370,311	269,689
Other	-	-	-	-
Total capital outlay	640,000	640,000	370,311	269,689
Total expenditures	\$ 10,243,574	\$ 10,121,097	\$ 9,358,757	\$ 762,340