

**HIGHPOINT VIRTUAL ACADEMY OF  
MICHIGAN**

**ADDITIONAL REPORTS REQUIRED BY  
UNIFORM GUIDANCE**

**YEAR ENDED JUNE 30, 2025**

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**INDEPENDENT AUDITOR'S REPORT ON THE SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Education of the  
Highpoint Virtual Academy of Michigan

We have audited the financial statements of the governmental activities and the major fund of the Highpoint Virtual Academy of Michigan (the Academy) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements. We issued our report thereon dated October 23, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Academy's basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to October 23, 2025.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is 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 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Maner Costerisan PC*

December 2, 2025



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Education of the  
Highpoint Virtual Academy of Michigan

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Highpoint Virtual Academy of Michigan's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Highpoint Virtual Academy of Michigan's major federal programs for the year ended June 30, 2025. Highpoint Virtual Academy of Michigan's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Highpoint Virtual Academy of Michigan's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Highpoint Virtual Academy of Michigan's and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Highpoint Virtual Academy of Michigan's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Highpoint Virtual Academy of Michigan's federal programs.

## ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Highpoint Virtual Academy of Michigan's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Highpoint Virtual Academy of Michigan's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Highpoint Virtual Academy of Michigan's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Highpoint Virtual Academy of Michigan's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Highpoint Virtual Academy of Michigan's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## **Report on Internal Control Over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Manes Costeiran PC*

December 2, 2025

**HIGHPOINT VIRTUAL ACADEMY OF MICHIGAN  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-through Grantor/ Program Title	Federal Assistance Listing Number	Pass- through Grantor's Number	Approved Grant Award Amount	Accrued (Unearned) Revenue 7/1/2024	(Memo Only) Prior Year Expenditures	Adjustments	Current Year Expenditures	Current Year Cash Receipts	Accrued (Unearned) Revenue 6/30/2025
<b>U.S. Department of Education</b>									
Passed through Michigan Department of Education									
Title I Grants to Local Educational Agencies	84.010	241530	\$ 1,343,194	\$ 125,342	\$ 1,068,495	\$ -	\$ 133	\$ 125,475	\$ -
Title I Grants to Local Educational Agencies	84.010	251530	1,643,362	-	-	-	1,310,983	1,187,062	123,921
Title I Grants to Local Educational Agencies (RAG)	84.010	241570	128,822	111,492	111,492	-	15,448	126,940	-
Title I Grants to Local Educational Agencies (RAG)	84.010	251570	33,361	-	-	-	33,361	21,014	12,347
Total ALN 84.010			<u>3,148,739</u>	<u>236,834</u>	<u>1,179,987</u>	<u>-</u>	<u>1,359,925</u>	<u>1,460,491</u>	<u>136,268</u>
Title VB Rural and Low Income Schools	84.358B	240660	136,658	43,553	43,553	-	69,862	113,415	-
Title VB Rural and Low Income Schools	84.358B	250660	102,874	-	-	-	56,717	49,850	6,867
Total ALN 84.358			<u>239,532</u>	<u>43,553</u>	<u>43,553</u>	<u>-</u>	<u>126,579</u>	<u>163,265</u>	<u>6,867</u>
Title IIA Supporting Effective Instruction State Grants	84.367	240520	233,936	(15,148)	209,582	(115)	-	(15,263)	-
Title IIA Supporting Effective Instruction State Grants	84.367	250520	149,837	-	-	115	145,671	133,061	12,725
Total ALN 84.367			<u>383,773</u>	<u>(15,148)</u>	<u>209,582</u>	<u>-</u>	<u>145,671</u>	<u>117,798</u>	<u>12,725</u>
Title IVA Student Support and Academic Enrichment	84.424	240750	124,950	8,266	69,053	-	-	8,266	-
Title IVA Student Support and Academic Enrichment	84.424	250750	140,852	-	-	-	86,527	77,600	8,927
Total ALN 84.424			<u>265,802</u>	<u>8,266</u>	<u>69,053</u>	<u>-</u>	<u>86,527</u>	<u>85,866</u>	<u>8,927</u>
Education Stabilization Fund									
COVID-19 Elementary and Secondary School Emergency Relief Fund (ESSER III Formula Funds)									
	84.425U	213713	3,425,332	271,087	3,411,905	-	13,427	284,514	-
ARP Elementary and Secondary School COVID-19 Emergency Relief Fund (ARP-HCY)									
	84.425W	211012	29,730	3,700	3,700	-	26,030	29,730	-
Total ALN 84.425			<u>3,455,062</u>	<u>274,787</u>	<u>3,415,605</u>	<u>-</u>	<u>39,457</u>	<u>314,244</u>	<u>-</u>
Passed through Wexford-Missaukee ISD									
Special Education Cluster									
Special Education- Flowthrough	84.027A	230450-2223	370,427	-	301,619	-	68,808	68,808	-
Special Education- Flowthrough	84.027A	240450-2324	627,730	373,386	450,420	-	177,310	550,696	-
Special Education- Flowthrough	84.027A	250450-2425	587,623	-	-	-	587,623	17,405	570,218
Total ALN 84.027 and Special Education Cluster			<u>1,585,780</u>	<u>373,386</u>	<u>752,039</u>	<u>-</u>	<u>833,741</u>	<u>636,909</u>	<u>570,218</u>
Total U.S. Department of Education			<u>9,078,688</u>	<u>921,678</u>	<u>5,669,819</u>	<u>-</u>	<u>2,591,900</u>	<u>2,778,573</u>	<u>735,005</u>
<b>U.S. Department of Treasury</b>									
Passed through Michigan Department of Education Coronavirus State and Local Fiscal Recovery Funds									
COVID-19 ARP Grow Your Own	21.027	232423	287,583	-	-	-	75,098	-	75,098
TOTAL FEDERAL AWARDS			<u>\$ 9,366,271</u>	<u>\$ 921,678</u>	<u>\$ 5,669,819</u>	<u>\$ -</u>	<u>\$ 2,666,998</u>	<u>\$ 2,778,573</u>	<u>\$ 810,103</u>

The accompanying notes are an integral part of this schedule.

**HIGHPOINT VIRTUAL ACADEMY OF MICHIGAN  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025**

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Highpoint Virtual Academy of Michigan under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Highpoint Virtual Academy of Michigan, it is not intended to and does not present the financial position or changes in net position of Highpoint Virtual Academy of Michigan.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts (if any) shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. Highpoint Virtual Academy of Michigan has elected to not use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Management has utilized the NexSys Cash Management System and the Grant Auditor Report in preparing the Schedule of Expenditures of Federal Awards. The Academy does not pass-through federal awards.

**NOTE 3 - RECONCILING WITH AUDITED FINANCIAL STATEMENTS**

Federal expenditures are reported as revenue in the following funds in the financial statements for the period ending June 30, 2025:

General Fund	\$ 2,591,900
Revenue reported in the statement of activities that does not provide current financial resources and is not reported as revenue in the governmental funds	75,098
Expenditures per schedule of expenditures of federal awards	\$ 2,666,998

**NOTE 4 - ADJUSTMENTS**

Adjustments were made for the ALN 84.367 for \$115 between grant year 2024 and 2025, the net effect was zero.



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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 Education of the  
Highpoint Virtual Academy of 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 the major fund, of Highpoint Virtual Academy of Michigan, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Highpoint Virtual Academy of Michigan's basic financial statements, and have issued our report thereon dated October 23, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Highpoint Virtual Academy of Michigan's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Highpoint Virtual Academy of Michigan's internal control. Accordingly, we do not express an opinion on the effectiveness of Highpoint Virtual Academy of Michigan'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 a 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. 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 Highpoint Virtual Academy of Michigan's financial statements are free from 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 the 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Maney Costeiran PC*

October 23, 2025

**HIGHPOINT VIRTUAL ACADEMY OF MICHIGAN  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section I - Summary of Auditor's Results**

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**Financial Statements**

Type of auditor's report issued based on financial statements prepared in accordance with generally accepted accounting principles:

*Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified ? \_\_\_\_\_ Yes      X      None
- Significant deficiency(ies) identified that are not considered to be material weakness(es) ? \_\_\_\_\_ Yes      X      None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes      X      None

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified: \_\_\_\_\_ Yes      X      None
- Significant deficiency(ies) identified that are not considered to be material weakness(es) ? \_\_\_\_\_ Yes      X      None reported

Type of auditor's report issued on compliance for major programs:

*Unmodified*

Any audit findings that are required to be reported in accordance with Title 2 CFR Section 200.516(a)? \_\_\_\_\_ Yes      X      No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.027	Special Education Cluster

Dollar threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?   X   Yes    \_\_\_\_\_ No

**Section II - Financial Statement Findings**

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None

**Section III - Federal Award Findings and Question Costs**

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None

**HIGHPOINT VIRTUAL ACADEMY OF MICHIGAN  
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2025**

There were no audit findings in the previous year.