STELLAR LEADERSHIP ACADEMY, INC.

A CHARTER SCHOOL AND COMPONENT UNIT OF THE DISTRICT SCHOOL BOARD OF MIAMI-DADE COUNTY, FLORIDA

BASIC FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

YEAR ENDED JUNE 30, 2026

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STELLAR LEADERSHIP ACADEMY, INC.
SCHOOL BOARD AND ADMINISTRATION
JUNE 30, 2026

Board of Directors

Board Chair
Fathiyyah Doster

Vice-President
Donald Irving

Secretary/ Treasurer
Anthony Harris

Board Members
Dannie McMillion
Stephane Napoleon

School Administration

Principal
Dr. Angel Chaisson

Assistant Principal
Mosiah Ramontal

Dean
Dr. Ramone Davis

Thomas & Company, CPA, PA
Certified Public Accountants and Business Consultants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Stellar Leadership Academy, Inc.
Miami, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Stellar Leadership Academy, Inc. (the Academy), which is a component unit of the Miami-Dade County District School Board, Miami, Florida as of, and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprises the Academy's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Stellar Leadership Academy, Inc. to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter — Change in Accounting Principle

As discussed in Note 1.N to the financial statements, the school adopted the provisions of GASB Statement No. 103, Financial Reporting Model Improvements, for the year ended June 30, 2026. Adoption affected the organization of management's discussion and analysis, the presentation of unusual or infrequent items, and the variance columns and explanations in the budgetary comparison schedules. It did not change beginning net position or beginning fund balances. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule on pages 8–16 and 36-38 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who consider it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 14, 2026, on our consideration of the Academy's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Stellar Leadership Academy, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Stellar Leadership Academy, Inc.'s internal control over financial reporting and compliance.



Thomas & Company, CPA, PA
Cooper City, Florida
September 14, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

Our discussion and analysis of the Stellar Leadership Academy, Inc's. (the Academy), financial performance provides an overview of the School's financial activities for the fiscal year ended June 30, 2026. It should be read in conjunction with the School's financial statements which immediately follow this discussion.

For financial reporting purposes, the School is considered a component unit of the District School Board of Miami-Dade County, Florida, which is a primary government entity for financial reporting. School has included separate statements for the Statement of Net Position, the Statement of Activities, the Balance Sheet of Governmental Funds and the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds.

Beginning with this fiscal year, Management's Discussion and Analysis is organized into the five sections required by GASB Statement No. 103, Financial Reporting Model Improvements: I. Overview of the Financial Statements; II. Financial Summary; III. Detailed Analyses; IV. Significant Capital Asset and Long-Term Financing Activity; and V. Currently Known Facts, Decisions or Conditions. Consistent with GASB 103, the detailed analyses in Section III compare the current year to the prior year and explain why balances and results of operations changed, rather than presenting only the dollar amounts by which they changed. Comparative amounts in the tables below are presented on a dollar-variance basis only; no percentage-change column is presented, consistent with the format used in the Academy's prior-year MD&A.

I. OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of Management's Discussion and Analysis (this section), the basic financial statements, the notes to the financial statements, and required supplementary information. The basic financial statements present two different views of the School.

Government-wide financial statements. The Statement of Net Position and the Statement of Activities report information about the School as a whole using the economic resources measurement focus and the accrual basis of accounting, similar to methods used by private-sector businesses. The Statement of Net Position reports all of the School's assets, deferred outflows of resources, liabilities and deferred inflows of resources, including capital assets and long-term obligations. The Statement of Activities reports all revenues and expenses of the year regardless of when cash is received or paid. Net position — the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources — is one measure of the School's financial position, and changes in net position over time indicate whether that position is improving or deteriorating. All of the School's activities are governmental activities, financed principally by State funding through the Florida Education Finance Program.

Fund financial statements. The Balance Sheet – Governmental Funds and the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds report the School's individual funds using the current financial resources measurement focus and the modified accrual basis of accounting. These statements report only those assets expected to be converted to cash and those liabilities expected to be paid from current resources; capital assets and long-term obligations are not reported. Revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred and payable from current resources. The School reports three

I. OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

governmental funds: the General Fund, its primary operating fund, and the Special Revenue Fund and Capital Outlay Fund, which accounts funding restricted to specified purposes**.**

The following table summarizes the significant differences between the two presentations**:**

	Government-Wide Statements	**Fund Financial Statements – Governmental Funds**
Types of assets and liabilities	All assets and liabilities, both financial and nonfinancial, short term and long term	Only current financial resources, such as cash, Receivables and accounts payable
Types of revenue/additions	All types of revenues/additions that flow into the government during the year that relate to that year, regardless of when cash is received	Only revenues that are measurable and available to finance expenditures of that year
Types of expenses/deductions /expenditures	All types of expenses/deductions that flow out of the government during the year that relate to that year, regardless of when cash is paid	Only expenditures for which the related governmental fund liability is incurred in that year
Types of deferred outflows of resources and deferred inflows of resources	All types of resources that flow into and out of the government during the year that relate to a future year	Current financial resources that flow into and out of the governmental funds during the year that relate to a future year

Relationship between the statements. Because the two presentations use different measurement focuses and bases of accounting, fund balance and the net change in fund balances will differ from net position and the change in net position. Reconciliations of these differences immediately follow each of the fund financial statements and identify the effects of capital assets and related depreciation and amortization, right-of-use assets and lease obligations, and other long-term items that are reported in the government-wide statements but not in the governmental funds.

The notes to the financial statements provide additional information essential to a full understanding of the data in the basic financial statements. Required supplementary information follows the notes and includes the budgetary comparison schedule.

II. FINANCIAL SUMMARY

Net Position

The school's combined net position was $2,798,678 on June 30, 2026.

	Governmental Activities as of June 30,		
	2026	2025	Variance
Assets			
Current and Other Assets	$ 2,370,239	$ 1,762,240	$ 607,999
Capital Assets, Net	1,810,098	670,846	1,139,252
Total Assets	**4,180,337**	**2,433,086**	**1,747,251**
Liabilities and Net Position			
Liabilities			
Other Liabilities	46,528	59,054	(12,526)
Long-term Liabilities (leases, including current portion)	1,335,131	-	1,335,131
Total Liabilities	**1,381,659**	**59,054**	**1,322,605**
Net Position			
Net Investment in Capital Assets	474,967	670,846	(195,879)
Restricted	389,352	332,883	56,469
Unrestricted	1,934,359	1,370,303	564,056
Total Net Position	**2,798,678**	**2,374,032**	**424,646**
Total Liabilities and Net Position	**$ 4,180,337**	**$ 2,433,086**	**$ 1,747,251**

II. FINANCIAL SUMMARY (CONTINUED)

Changes in Net Position

The following table compares the changes in the school's net position from its activities for the fiscal years ended June 30, 2026, and 2025:

	Governmental Activities as of June 30,		
	2026	2025	Variance
Revenue:			
General Revenues			
Florida Education Finance Program	$ 2,780,098	$ 2,547,549	$ 232,549
Miscellaneous Revenues	124,169	199,259	(75,090)
Referendum Revenues	574,599	500,341	74,258
Program Revenues:			
Operating Grants and Contributions	259,330	253,160	6,170
Capital Grants and Contributions	457,831	344,386	113,445
Total Revenue	**4,196,027**	**3,844,695**	**351,332**
Expenses:			
Instruction	1,492,067	1,608,156	(116,089)
Student Support Services	24,708	12,750	11,958
Instruction and Curriculum Development Services	-	12,600	(12,600)
Instructional Staff Training Services	19,165	57,450	(38,285)
School Board	23,231	31,918	(8,687)
General Administration	203,093	205,048	(1,955)
School Administration	540,929	508,949	31,980
Fiscal Services	94,894	97,587	(2,693)
Food Services	128,480	105,500	22,980
Operation of Plant	466,185	486,860	(20,675)
Student Transportation Services	55,433	43,800	11,633
Interest on Long-term Debt	60,835	5,024	55,811
Unallocated Depreciation & Amortization Expense	662,361	642,070	20,291
Total Expenses	**3,771,381**	**3,817,712**	**(46,331)**
Excess (deficiency) before unusual/infrequent items and transfers	**424,646**	**26,983**	**397,663**
Unusual or Infrequent Item	-	-	-
Change in Net Position	**424,646**	**26,983**	**$ 397,663**
Net Position – Beginning	**2,374,032**	**2,347,049**	
Ending Net Position	**$ 2,798,678**	**$ 2,374,032**	

III. DETAILED ANALYSES

A. GOVERNMENT-WIDE FINANCIAL POSITION AND RESULTS OF OPERATIONS

Net position increased $424,646, or 17.8%, to $2,798,678 at June 30, 2026. Total assets increased $1,747,251. Unrestricted net position rose to $1,934,359 because operations still produced a surplus. Current and other assets increased $607,999, principally cash, while Capital and right-to-use assets increased $1,139,252, primarily due to the recognition of right-to-use assets of $1,618,232, partially offset by depreciation and amortization. Total liabilities increased $1,322,605, principally as a result of $1,335,131 of addition of lease liability. Unrestricted net position of $1,934,359 increased $564,056. Net investment in capital assets of $474,967 decreased $195,879. The School had no deferred outflows of resources or deferred inflows of resources at June 30, 2026 or 2025. The School reported restricted net position amounting to $389,352 at the end of the period which increased from $332,883 when compared to the previous year.

Total revenues increased $351,332, or 9.1%, to $4,196,027. Capital grants and contributions increased 113,445, or 32.94%, to $457,831. FY 2026 federal awards were UniSIG $113,150, School Lunch Reimbursement $143,152 and School Breakfast Reimbursement $3,028 Funding under the Florida Education Finance Program (FTE passed through the District) was $2,780,098, or 66.3% of total revenue of $4,196,027, compared with $2,547,549, or 66% of total revenue, in fiscal 2025. Referendum Revenue $574,599 was received in fiscal 2026 compared to $500,341 in fiscal 2025.

Total expenses decreased $46,331, or 1.2%, to $3,771,381, but the composition of expenses changed significantly. Instruction remained the School's largest expense at 39.6% of total expenses but declined $116,089. Student support increased $11,958 and Staff Training Services decreased $38,285. Operation of plant fell $20,675, to $466,185, and unallocated depreciation and amortization of $662,361 and interest of $60,835 appear in FY 2026 after showing $642,070 and $5,024 respectively in the FY 2025.

As noted earlier, the School uses fund accounting to maintain control over resources that have been segregated for specific activities or objectives. The focus of the School's governmental funds is to provide information on near-term inflows, outflows and spendable resources. Such information is useful in assessing the School's financing requirements.

B. INDIVIDUAL MAJOR FUNDS

At June 30, 2026, the School's governmental funds reported combined fund balances of $2,323,711, an increase of $620,525 from the prior year. Combined revenues were $4,196,027 compared with $3,844,695 in fiscal 2025, an increase of $351,332, and Combined expenditures were $5,193,734, including $1,618,232 for the initial recognition of the facility right-to-use asset.

General Fund. The General Fund is the School's primary operating fund. Fund balance increased $602,825 from $1,370,303 to $1,973,128 at June 30, 2026. The General Fund is the School's primary operating fund. Revenues were $3,478,866. Expenditures were $4,494,273, of which $1,618,232 is the noncash recognition of the facility lease asset, $283,101 is lease principal, $60,835 is lease interest, and $183,381 is furniture, equipment, and software. The deficiency of revenues under expenditures

III. DETAILED ANALYSES (CONTINUED)

B. INDIVIDUAL MAJOR FUNDS (CONTINUED)

was $1,015,407. Other financing sources of $1,618,232 for inception of the lease produced a net increase in fund balance of $602,825, from $1,370,303 to $1,973,128 at June 30, 2026. Of the ending fund balance, $21,458 is nonspendable (deposits), $38,769 is restricted portion of unspent referendum funding and $1,912,901 is unassigned.

Special Revenue Fund. The Special Revenue Fund accounts for federal awards restricted by grant agreement to specified purposes, principally UniSIG and the National School Lunch Program. Revenues of $259,330 and expenditures of $241,630 produced an increase in fund balance of $17,700, leaving a restricted balance of $350,583 at June 30, 2026. This remaining balance is constrained by the originating federal awards and is not available for general operations.

Capital Projects Fund. Revenues of $457,831 were fully expended. The principal use was operation of plant of $457,831. The fund reported no balance at either year-end, so no capital-outlay resources carried forward.

C. SIGNIFICANT POLICY CHANGES AND ECONOMIC FACTORS

Membership of 312 students against a budget built on 300 unweighted FTE is the economic factor: it is why FTE revenue through the District was $2,780,098 against $2,268,537 budgeted. No millage or tax-rate change applies to the School. There was no change in the capitalization policy. The only new financing was the facility lease of $1,618,232 recognized July 1, 2025. Related-party administrative arrangements with Tri-Star Leadership, Inc. were already in force and are addressed as a known condition in Section V and in Note 7.

IV. SIGNIFICANT CAPITAL ASSET AND LONG-TERM FINANCING ACTIVITY

Capital Assets and Right-to-Use Assets

At June 30, 2026 the School had $515,511 invested in capital assets, net of accumulated depreciation of $1,754,085. These assets, with a total cost of $2,269,596, consist of furniture, fixtures and equipment and computer software. There were $183,381 additions during the year. Depreciation expense was $338,716 for the year ended June 30, 2026. The School also reports right-to-use assets $1,294,587, net of accumulated amortization of $323,645.

Long-term financing

The School's long-term obligations consist of the facility lease recognized under GASB 87. The lease commenced July 1, 2025 and expires June 30, 2030. At June 30, 2026 the liability is $1,335,131, of which $307,339 is due within one year and $1,027,792 is due thereafter.

IV. SIGNIFICANT CAPITAL ASSET AND LONG-TERM FINANCING ACTIVITY (CONTINUED)

Long-term financing (Continued)

FY26 interest was $60,835 and principal reduction was $283,101. Remaining minimum payments from July 1, 2026 through June 30, 2030 are $1,462,588, of which $1,335,131 is principal and $127,457 is interest. The payment due in fiscal 2027 is $361,132 ($307,339 principal and $53,793 interest). Net investment in capital assets at June 30, 2026 is $474,967, equal to owned capital assets of $515,511 plus right-to-use assets of $1,294,587, less the lease liability of $1,335,131.

V. CURRENTLY KNOWN FACTS, DECISIONS OR CONDITIONS

The following facts, decisions, or conditions are known to management as of the date the financial statements were available to be issued and are expected to have a significant effect on financial position or to produce significant differences from FY 2026 results. Prospective information that is not currently known is omitted.

Student membership — Enrollment at June 30, 2026 was 312 students in grades 9–12. The operating budget approved by the governing board for fiscal 2027 is based on 250 unweighted FTE, with FEFP revenue of $2,098,146, total revenues of $3,171,592 and total expenditures of $3,004,823. Because substantially all operating revenue is earned through the FEFP on a per-student basis, if fiscal 2027 membership remains at the fiscal 2026 level, FEFP revenue would exceed the amount budgeted.

Related-party arrangements — Administrative and educational management services are purchased from Tri-Star Leadership, Inc. under an agreement that expires June 30, 2028. The monthly base fee is $8,908. Fees paid in fiscal 2026 were $106,899. All school personnel are employees of the Academy. A change in that agreement or in the fee would affect fiscal services and school administration. Details are in Note 7.

Charter status - The School operates under a charter with the School Board of Miami - Dade County for the period July 1, 2025 through June 30, 2030. Management is not aware of any matter that would affect the School's ability to continue to operate under that charter.

Facility obligation — The School leases its facility from Northside Centre LLC under an agreement that commenced July 1, 2025 and expires June 30, 2030. The lessor is not a related party. The GASB 87 payment due in fiscal 2027 is $361,132 (principal $307,339 and interest $53,793), approximately 12% of FY2027 budgeted expenditures of $3,004,823. Details are in Note 6.

Federal awards - Recurring federal amounts at the FY 2026 run-rate (Title I and child nutrition) are the baseline for FY 2027 operating grants unless a new award is received. No such award is known at the issuance date

No other currently known facts, decisions, or conditions are expected to have a significant effect on financial position or results of operations.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Academy's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Stellar Leadership Academy, Inc., 7900 Northwest 27th Avenue, Suite F-1, Miami, Florida 33147.

BASIC FINANCIAL STATEMENTS

STELLAR LEADERSHIP ACADEMY, INC.
STATEMENT OF NET POSITION
AS OF JUNE 30, 2026

	Governmental Activities
ASSETS	
Current Assets	
Cash & Cash Equivalents	$ 2,245,383
Accounts Receivable	103,398
Deposit Receivable	21,458
Total Current Assets	**2,370,239**
Non-Current Assets	
Capital Assets, Net	515,511
Right-to-use Assets, Net	1,294,587
Total Non-Current Assets	**1,810,098**
TOTAL ASSETS	**4,180,337**
LIABILITIES AND NET POSITION	
LIABILITIES	
Current Liabilities	
Salaries and Wages Payable	44,038
Accounts Payable	2,490
Current Portion - Lease Liability	307,339
Total Current Liabilities	**353,867**
Non-Current Liabilities	
Non-Current Portion - Lease Liability	1,027,792
Total Non-Current Liabilities	**1,027,792**
TOTAL LIABILITIES	**1,381,659**
NET POSITION	
Net Investment in Capital Assets	474,967
Restricted	389,352
Unrestricted	1,934,359
TOTAL NET POSITION	**2,798,678**
TOTAL LIABILITIES AND NET POSITION	**$ 4,180,337**

"The accompanying notes are an integral part of this financial statement."

STELLAR LEADERSHIP ACADEMY, INC.

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2026

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating grants and contributions	Program Revenues: Capital Grants and Contributions	Net Revenues (Expenses) and Changes in Net Position: Total Governmental Activities
Governmental Activities					
Instruction	$ 1,492,067	$ -	$ 113,150	$ -	$ (1,378,917)
Student Support Services	24,708	-	-	-	(24,708)
Instructional Staff Training Services	19,165	-	-	-	(19,165)
School Board	23,231	-	-	-	(23,231)
General Administration	203,093	-	-	-	(203,093)
School Administration	540,929	-	-	-	(540,929)
Fiscal Services	94,894	-	-	-	(94,894)
Food Services	128,480	-	146,180	-	17,700
Operation of Plant	466,185	-	-	457,831	(8,354)
Student Transportation Services	55,433	-	-	-	(55,433)
Interest on Long-term Debt	60,835	-	-	-	(60,835)
Unallocated Depreciation & Amortization Expense	662,361	-	-	-	(662,361)
Total Governmental Activities	**$ 3,771,381**	**$ -**	**$ 259,330**	**$ 457,831**	**(3,054,220)**
General Revenue:					
School Board of Miami- Dade County - FTE					2,780,098
Referendum Revenues					574,599
Miscellaneous Revenues					124,169
Total General Revenue					**3,478,866**
Change in Net Position					**424,646**
Net Position at Beginning of year					2,374,032
Net Position at End of year					**$ 2,798,678**

"The accompanying notes are an integral part of this financial statement."

STELLAR LEADERSHIP ACADEMY, INC.

BALANCE SHEET-GOVERNMENTAL FUNDS
AS OF JUNE 30, 2026

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash & Cash Equivalents	$ 2,197,037	$ 48,346	$ -	$ 2,245,383
Accounts Receivable, Net	81,421	-	21,977	103,398
Deposit Receivable	21,458	-	-	21,458
Due from Other Fund	-	302,237	-	302,237
TOTAL ASSETS	**2,299,916**	**350,583**	**21,977**	**2,672,476**
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Salaries and Wages Payable	44,038	-	-	44,038
Accounts Payable	2,490	-	-	2,490
Due to Other Fund	280,260	-	21,977	302,237
TOTAL LIABILITIES	**326,788**	**-**	**21,977**	**348,765**
FUND BALANCES				
Nonspendable				
Deposits Receivable	21,458	-	-	21,458
Restricted	38,769	350,583	-	389,352
Unassigned	1,912,901	-	-	1,912,901
TOTAL FUND BALANCES	**1,973,128**	**350,583**	**-**	**2,323,711**
TOTAL LIABILITIES AND FUND BALANCES	**$ 2,299,916**	**$ 350,583**	**$ 21,977**	**$ 2,672,476**

"The accompanying notes are an integral part of this financial statement."

STELLAR LEADERSHIP ACADEMY, INC.

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2026

Total Fund Balances - Governmental Funds		**$ 2,323,711**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.		
Cost of Capital Assets	$ 2,269,596	
Accumulated Depreciation	(1,754,085)	515,511
Right-to-use assets and liabilities used in governmental activities are not financial resources or obligations and therefore are not reported		
Right-to-use Asset	1,294,587	
Lease Liability	$ (1,335,131)	(40,544)
Total Net Position - Governmental Activities		**$ 2,798,678**

"The accompanying notes are an integral part of this financial statement."

STELLAR LEADERSHIP ACADEMY, INC.

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
AS OF JUNE 30, 2026

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
Revenue				
School Board of Miami- Dade County - FTE	$ 2,780,098	$ -	$ -	$ 2,780,098
Operating Grants and Contributions	-	259,330	-	259,330
Capital Grant and Other Contributions	-	-	457,831	457,831
Referendum Revenues	574,599	-	-	574,599
Miscellaneous Revenues	124,169	-	-	124,169
Total Revenue	**3,478,866**	**259,330**	**457,831**	**4,196,027**
Expenditure				
Current:				
Instruction	1,378,917	113,150	-	1,492,067
Student Support Services	24,708	-	-	24,708
Instructional Staff Training Services	19,165	-	-	19,165
School Board	23,231	-	-	23,231
General Administration	203,093	-	-	203,093
School Administration	540,929	-	-	540,929
Fiscal Services	94,894	-	-	94,894
Food Services	-	128,480	-	128,480
Operation of Plant	8,354	-	457,831	466,185
Student Transportation Services	55,433	-	-	55,433
Debt Service:				
Principal	283,101	-	-	283,101
Interest on Long-term Debt	60,835	-	-	60,835
Capital Outlay:				
Furniture, Fixtures & Equipment	60,758	-	-	60,758
Computer Software	122,623	-	-	122,623
Right-to-use Assets	1,618,232	-	-	1,618,232
Total Expenditure	**4,494,273**	**241,630**	**457,831**	**5,193,734**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**(1,015,407)**	**17,700**	**-**	**(997,707)**
Other Financing Sources (Uses)				
Lease Proceeds	**1,618,232**	**-**	**-**	**1,618,232**
Total Other Financing Sources(Uses)	**1,618,232**	**-**	**-**	**1,618,232**
Net Changes in Fund Balances (Deficit)	**602,825**	**17,700**	**-**	**620,525**
Fund Balance at Beginning of year	1,370,303	332,883	-	1,703,186
Fund Balance at End of year	**$ 1,973,128**	**$350,583**	**$ -**	**$ 2,323,711**

"The accompanying notes are an integral part of this financial statement."

STELLAR LEADERSHIP ACADEMY, INC.

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, 2026

Net Changes in Fund Balance - Total Governmental Funds		**$ 620,525**
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Cost of Capital Assets Purchased	$ 183,381	
Depreciation Expenses	(338,716)	(155,335)
In the statement of activities, amortization of the right-to-use asset is reported as an expense over the estimated life of the lease, however, in the governmental funds report it is not included as an expense.		
Right-to-use Asset Recognized	1,618,232	
Amortization Expense	$ (323,645)	1,294,587
The proceeds from loans and captial leases provide current financial resources to governmental funds, but increases non-current liabilities in the statement of net assets. Repayment of advance principal is an expenditure in the governmental funds, but the repayment reduces non-current liabilities in the statement of net assets.		
Other Financing Sources - Lease Proceeds		(1,618,232)
Principal Repayment of Lease Liability		283,101
Change in Net Position of Governmental Activities		**$ 424,646**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Stellar Leadership Academy, Inc. (the "Academy") operates as the Academy pursuant to a Charter School Contract ("the Contract") with the District School Board of Miami- Dade County, Florida ("the District"). Under the Contract, the Academy provides high school education to children who reside in Miami-Dade County. The governing body of the Academy is the Board of Directors, which is composed of five members.

The Academy is a non-profit organization and is tax exempt under Section 501(c)(3) of the Internal Revenue Code.

The general operating authority of the Academy is contained in Section 1002.33, Florida Statutes. The current charter is effective until June 30, 2030. The charter may be renewed as provided in Section 1002.33, Florida Statutes, upon mutual consent of the parties and execution of a written renewal. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter in which case the District is required to notify the Academy in writing at least 90 days prior to the charter's expiration. During the term of the charter, the District may also terminate the charter if good cause is shown.

Criteria for determining if other entities are potential component units which should be reported within the Academy's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) Codification of Governmental Accounting and Financial Reporting Standards, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the Academy is financially accountable and other organizations for which the nature and significance of their relationship with the Academy are such that exclusion would cause the Academy's basic financial statements to be misleading or incomplete. Based on these criteria, no component units are included within the reporting entity of the Academy. The Academy is a component unit of the District. . Effective for the year ended June 30, 2026, GASB Statement No. 103, *Financial Reporting Model Improvements*, requires each major component unit, if any, to be presented separately in the reporting entity's statement of net position and statement of activities or, if that presentation would reduce the readability of those statements, in combining statements of major component units presented after the fund financial statements. Because the Academy has no component units, this requirement had no effect on the accompanying basic financial statements.

B. Government-Wide Financial Statements

The government-wide financial statements consist of a statement of net position and a statement of activities. These statements report information on all of the non-fiduciary activities of the Academy. As part of the consolidation process, all interfund activities are eliminated from these statements. Both statements report on only governmental activities as the Academy does not engage in any business-type activities.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide Financial Statements (Continued)

In the government-wide statement of net position, the governmental activities column is reported on a full accrual, economic resource basis, which recognizes all current and noncurrent assets and all current and noncurrent liabilities. The Academy's net position is reported in three (3) categories: net investment in capital assets, restricted net position, and unrestricted net position.

The government-wide statement of activities reports both the gross and net cost of each of the Academy's functions. The net costs, by function, are supported by general revenues. The statement of activities reduces gross expenses by related program revenues. Program revenues must be directly associated with the function. Operating grants include operating- specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

Inflows and outflows of resources related to unusual or infrequent items, if any, are presented individually as the last presented flow(s) of resources prior to the net change in net position in the government-wide statement of activities. Inflows and outflows related to each unusual or infrequent item are presented separately and are not netted. See Note 1.L.

C. Fund Financial Statements

The Academy's accounts are organized on the basis of funds. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets and deferred outflows of resources, liabilities and deferred inflows of resources, fund balance, revenues and expenditures.

The Academy reports on the following major governmental funds:

General Fund – the general operating fund of the Academy. It is used to account for all financial resources not required to be accounted for in another fund.

Special Revenue Fund – to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes such as Title I, IDEA funds and the National School Lunch Program.

Capital Projects Fund – to account for financial resources used for the acquisition or construction of major capital facilities and for the proceeds and related expenditures of School capital outlay funding.

Separate fund financial statements report detailed information about the Academy's governmental funds. The focus of the governmental fund financial statements is on major funds. Therefore, major funds are reported in separate columns on the fund financial statements. All the Academy's funds were deemed major funds even if the respective fund did not meet the percentage criteria. A reconciliation is provided that converts the results of governmental fund accounting to the government - wide presentation.

Consistent with the government-wide statement of activities, inflows and outflows of resources related to unusual or infrequent items, if any, are presented individually as the last presented flow(s) of resources prior to the net change in fund balances in the governmental fund statement of revenues, expenditures, and changes in fund balances.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

D. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when liability is incurred, regardless of the timing of related cash flows. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues, except for certain grant revenues, are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, considered to be sixty (60) days. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for federal, state, and other grant resources, revenue is recognized at the time the expenditure is made. Under the modified accrual basis of accounting, expenditures are generally recorded when the related fund liability is incurred. However, principal and interest on general long-term debt is recorded as expenditure only when payment is due.

The Academy's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board. Accordingly, the financial statements are organized on the basis of funds. A fund is an accounting entity having a self-balancing set of accounts for recording assets, liabilities, fund balance, revenues, expenditures, and other financing sources and uses. Resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled. The Academy has a revenue spending policy that provides policy for programs with multiple revenue sources. The board of directors will use resources in the following hierarchy: debt proceeds, federal funds, state funds, local non-city funds, city funds and funds passed through the District. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The board of directors has the authority to deviate from this policy if it is in the best interest of the Academy.

E. Budgetary Basis of Accounting

The Academy's annual budgets are adopted for the entire operations of the Academy and may be amended by the Board of Directors (the "Board"). Budgetary comparison information is presented on the modified accrual basis of accounting, which is consistent with the basis of accounting used in the governmental fund financial statements

Budgetary comparison information for the General Fund and for each major special revenue fund that has a legally adopted annual budget is presented as required supplementary information ("RSI") and is not presented as a basic financial statement. The budgetary comparison schedules present the original budget, the final budget, and actual amounts on the budgetary basis, together with separate columns for (1) the variance between the original and final budget amounts and (2) the variance between the final budget amounts and actual results. An explanation of significant variations between the original and final budget amounts, and between the final budget amounts and actual results, is presented in the notes to RSI.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Deposits and Investments

The School's cash is considered to be cash on hand and demand deposits, with maturities of three months or less.

G. Capital Assets

Capital assets, which include furniture, fixtures and equipment and computer software, are reported in the applicable governmental columns on the government-wide financial statements. Capital assets are defined by the Academy as assets with an initial individual cost of more than $ 1,000 and an estimated useful life of more than two years. Such assets are recorded at historical cost. Furniture, fixtures and equipment and computer software of the Academy are depreciated using the straight-line method over the estimated useful lives of the respective assets. Donated capital assets are recorded at their estimated acquisition values at the date of donation. As of June 30, 2026, the Academy carried net capital assets of $515,511.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

H. Equity Classifications

Government-wide financial statements

Equity is classified as net position and displayed in three (3) components:

- Net investment in capital assets - consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net position – consists of components of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net position – all other components of net position that do not meet the definition of "restricted" or "net investment in capital assets."

Fund Balance

GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions and it establishes the following classifications depicting the relative strength of the constraints that control how specific amounts can be spent:

- Non-spendable fund balance - includes amounts that are not in a spendable form or are required to be maintained intact and that are not expected to be converted to cash.
- Restricted fund balance - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally, or through enabling legislation. Effectively, restrictions may be changed or lifted only with the consent of resource providers.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Equity Classifications (Continued)

- Committed fund balance - includes amounts that can be used only for specific purposes determined by a formal action of the Academy's highest level of decision-making authority. Commitments may be changed or lifted only by the Academy taking the same formal action that imposed the constraint originally.

- Assigned fund balance - comprises amounts intended to be used by the Academy for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, to a minimum, intended to be used for the purpose of that fund.

- Unassigned fund balance - the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund.

Fund Balances	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
Nonspendable				
Deposits Receivable	$ 21,458	$ -	$ -	$ 21,458
Restricted	38,769	350,583	-	389,352
Unassigned	1,912,901	-	-	1,912,901
Total Fund Balances	**$ 1,973,128**	**$ 350,583**	**$ -**	**$ 2,323,711**

I. Revenue Sources

Revenues for current operations are received primarily from the State of Florida passed through the District to the Academy pursuant to the funding provisions included in the Academy's charter. In accordance with the funding provisions of the charter and Section 1002.33 (17), Florida Statutes, the Academy reports the number of full-time equivalent students and related data to the district. Under the provisions of Section 1011.62, Florida Statutes, the District reports the number of full-time equivalent students and related data to the Florida Department of Education (FDOE) for funding through the Florida Education Finance Program. Funding for the Academy is adjusted during the year to reflect the revised calculations by the FDOE under the Florida Education Finance Program and the actual weighted full-time equivalent students reported by the Academy during the designated full-time equivalent student survey periods.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Sources (Continued)

The Academy received federal awards for the enhancement of various education programs. This assistance is generally received based on applications submitted to and approved by various granting agencies. For federal awards, in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred. The Academy received revenue from Federal, State and Local sources for the following purposes: Capital outlay, student lunches, safe School's, Academy improvements, instructional materials, class size reduction, technology improvement, teacher recognition and training

J. Use of Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, deferred inflows of resources, liabilities, deferred outflows of resources, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

K. Income Taxes

The Academy is a non-profit organization and is tax exempt under Section 501(c)(3) of the Internal Revenue Code. The Academy is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

L. Unusual or Infrequent Items

Unusual or infrequent items are transactions and other events that are unusual in nature or infrequent in occurrence, as those terms are defined in GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. When such items occur, the Academy discloses the program, function, or identifiable activity to which the item relates, if applicable, and whether the item is within the control of management. The Academy had no unusual or infrequent items for the year ending June 30, 2026.

M. Management's Discussion and Analysis

The basic financial statements are preceded by management's discussion and analysis ("MD&A"), which is presented as required supplementary information. Information presented in MD&A is limited to the five sections required by GASB Statement No. 103: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. The detailed analyses compare the current year to the prior year and explain *why* balances and results of operations changed rather than presenting only the amounts or percentages by which they changed.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. New Accounting Pronouncement Adopted

GASB Statement No. 103: During the year ended June 30, 2026, the Academy adopted GASB Statement No. 103, *Financial Reporting Model Improvements*, issued in April 2024 and effective for fiscal years beginning after June 15, 2025. The objective of GASB 103 is to improve key components of the financial reporting model, and it establishes new or modified requirements related to (a) MD&A, (b) unusual or infrequent items, (c) presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position, (d) information about major component units in the basic financial statements, (e) budgetary comparison information, and (f) financial trends information in the statistical section

The Academy engages only in governmental activities, has no proprietary funds, has no component units, and does not present a statistical section. Accordingly, the requirements of GASB 103 relating to the proprietary fund statement of revenues, expenses, and changes in fund net position, to major component unit information, and to the statistical section had no effect on the accompanying financial statements. Adoption of GASB 103 affected the content and organization of MD&A, the presentation of unusual or infrequent items (of which there were none) in the statements of resource flows, and the presentation of budgetary comparison information and the related variance columns and explanations within required supplementary information, as described in Notes 1.A, 1.B, 1.C, 1.E, 1.L and 1.M.

In accordance with paragraph 19 of GASB 103, changes adopted at transition are reported as a change in accounting principle in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*. Because the changes affect presentation and disclosure only, adoption of GASB 103 did not result in a change to the Academy's net position as of July 1, 2025, or to its previously reported fund balances.

GASB Statement No. 104: Disclosure of Certain Capital Assets, is effective for the same reporting period. The Statement requires certain capital assets — including lease assets, subscription assets, and intangible assets other than those — to be disclosed separately. The School's lease assets are already presented separately from owned capital assets in the statement of net position and in Note 5. The School has no subscription-based information technology arrangement assets and no other intangible assets. Adoption of GASB 104 therefore had no additional effect on the accompanying financial statements.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Fund Accounting Requirements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Academy, like any other state and local government, uses fund accounting to ensure and demonstrate compliance with finance related requirement, bond covenants, and segregation for management purposes. The Academy has various restrictions placed over certain revenue sources from federal, state, or local requirements.

Excesses of expenditures over appropriations

The legal level of budgetary control is the object level within each fund. Original and final budgets were not amended. General Fund capital outlay for right-to-use assets of $1,618,232 had no appropriation; that amount is the facility lease recognized under GASB 87 and is offset by lease proceeds of $1,618,232. Related lease principal of $283,101 and interest of $60,835 also had no appropriation. Other General Fund lines over the final budget were instruction $397,101, school administration $46,955, computer software $122,623, student support $24,708, transportation $11,633, staff training $11,665, and fiscal services $6,894. In the Special Revenue Fund, instruction of $113,150 and food services of $18,480 exceeded the final budget; those costs were funded by federal awards that exceeded budgeted revenue by $43,165.

NOTE 3 – CASH

Under Chapter 280, Florida Statutes, the Academy's deposits must be placed in banks and savings and loans which are qualified as public depositories. All of the Academy's deposits are held in a qualified public depository as defined in Chapter 280, Florida Statutes. Under that chapter, deposits in excess of federal depository insurance are collateralized through a multiple financial institution collateral pool administered by the Florida Chief Financial Officer. Accordingly, the Academy's deposits are not exposed to custodial credit risk as defined in GASB Statement No. 40. As of June 30, 2026, the Academy's bank balances totalled $2,245,383 of which $250,000 was covered by federal depository insurance and the remainder was collateralized under Chapter 280.

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable represents outstanding reimbursements from the following programs below. As of June 30, 2026, the receivable balance is $103,398

Description	Amount
Capital Outlay	$ 21,977
ERC Receivable	81,421
Total	**$ 103,398**

NOTE 5 – CAPITAL ASSETS

Capital and right-to-use assets activity for the year ended June 30, 2026, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets				
Computer and Software	$ 789,566	$ 122,623	$ -	$ 912,189
Furniture, Fixtures and Equipment	1,296,649	60,758	-	1,357,407
Total Capital Assets	**2,086,215**	**183,381**	**-**	**2,269,596**
Accumulated Depreciation	(1,415,369)	(338,716)	-	(1,754,085)
Governmental Activities Capital Assets, Net	**670,846**	**(155,335)**	**-**	**515,511**
Right-to-use Assets				
Right-to-use lease asset	-	1,618,232	-	1,618,232
Accumulated Amortization	-	(323,645)	-	(323,645)
Right-to-use Assets, Net	**-**	**1,294,587**	**-**	**1,294,587**
Total Capital and Right-to-use Assets, Net	**$ 670,846**	**$ 1,139,252**	**$ -**	**$1,810,098**

Depreciation and amortization expense for the year ended June 30, 2026, was $662,361

NOTE 6 – LONG TERM LIABILITIES

The Academy entered into a facility lease with Northside Centre LLC on July 1, 2025, for administrative and classroom space. The lease expires June 30, 2030 and is not a related-party agreement. In accordance with GASB Statement No. 87, the Academy recognized a lease liability and a corresponding right-to-use asset related to this non-cancelable lease.

The interest expense was $60,835 and the amortization of the right to use asset was $323,645 the year ended June 30, 2026.

Description	Balance July 1 2025	Increase	Decrease	Balance June30,2026
Lease Liability	$ -	$ 1,618,232	$ 283,101	$ 1,335,131
Total	**$ -**	**$ 1,618,232**	**$ 283,101**	**$ 1,335,131**

NOTE 6 – LONG TERM LIABILITIES (CONTINUED)

Future principal and interest requirements to maturity on the Academy's lease liabilities as of June 30, 2026, are as follows:

Year Ending June 30	Principal	Interest	Total
2027	$ 307,339	$ 53,793	$ 361,132
2028	321,459	39,674	361,133
2029	336,226	24,907	361,133
2030	370,107	9,083	379,190
Total	**$ 1,335,131**	**$ 127,457**	**$ 1,462,588**

NOTE 7 – RELATED PARTY

The Academy has contracted with Tri-Star Leadership, Inc. for administrative and educational management services. All school personnel are employees of the Academy. The agreement expires June 30, 2028, and provides a monthly base fee of $8,908. Fees paid to the management company for the year ended June 30, 2026, were $106,899. The facility lease described in Note 6 is with Northside Centre LLC and is not part of this agreement.

NOTE 8 – COMMITMENTS AND CONTINGENCIES

Funding

The Academy receives funding from the district which is received from the State of Florida that is based, in part, on a computation of the number of full-time (FTE) students enrolled in the Academy. The accuracy of the data provided by the Academy supporting the FTE count is subject to state audit and, if found to be in error, could result in refunds or decreases in future funding allocations.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the Academy.

It is the opinion of management that the amount of revenue which may be remitted back to the State due to errors in the FTE count or amount of grant expenditures which may be disallowed by granting agencies, if any, will not be material to the financial position of the Academy.

Concentrations

Substantially all the Academy's operating revenue is derived from Florida Education Finance Program funding received through the District School Board of Miami – Dade County under a charter that expires June 30, 2030. A significant reduction in full-time equivalent student enrolment, a change in state funding levels, or non-renewal or termination of the charter would have a substantial effect on the Academy's operations.

NOTE 9 - RISK MANAGEMENT

The Academy is exposed to various risks of loss related to theft, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Academy purchases commercial insurance for all material risks of loss to which the Academy is exposed, including general liability, property and workers' compensation.

NOTE 10– SUBSEQUENT EVENTS

For the year ended June 30, 2026, the Academy has evaluated all subsequent events through September 14, 2026, which is the date the financial statements were available to be issued, and concluded no additional subsequent events have occurred that would require recognition or disclosure in these financial statements that have not already been accounted for.

NOTE 11 – EMPLOYEE RETENTION CREDIT

The Employee Retention Credit (ERC) is a federal tax credit introduced under the Coronavirus Aid, Relief, and Economic Security (CARES) Act, and subsequently extended by the Consolidated Appropriations Act, 2021 and the American Rescue Plan Act. The credit is designed to provide financial assistance to eligible employers that have been adversely affected by the COVID-19 pandemic and have retained their employees.

The Academy has maintained appropriate documentation, including payroll records, employment tax returns, and other relevant documents as required by the IRS. The school claimed an Employee Retention Credit for $81,421. This amount is reported as receivable as of June 30, 2026. Management believes this amount reflects the allowable credit for qualified wages and health plan expenses incurred during the eligible period as defined by the IRS.

REQUIRED SUPPLEMENTARY INFORMATION

STELLAR LEADERSHIP ACADEMY, INC.
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2026

	Original Budget	Final Budget	Variances- Original to Final Budget	Actual Amounts	Variances- Final Budget to Actual
Revenue					
School Board of Miami- Dade County - FTE	$ 2,268,537	$ 2,268,537	$ -	$ 2,780,098	$ 511,561
Referendum And Miscellaneous Revenues	592,887	592,887	-	698,768	105,881
Total Revenue	**2,861,424**	**2,861,424**	**-**	**3,478,866**	**617,442**
Expenditure					
Current:					
Instruction	981,816	981,816	-	1,378,917	(397,101)
Student Support Services	-	-	-	24,708	(24,708)
Instruction and Curriculum Development Services	5,000	5,000	-	-	5,000
Instructional Staff Training Services	7,500	7,500	-	19,165	(11,665)
School Board	31,500	31,500	-	23,231	8,269
General Administration	204,908	204,908	-	203,093	1,815
School Administration	493,974	493,974	-	540,929	(46,955)
Fiscal Services	88,000	88,000	-	94,894	(6,894)
Food Services		-	-		-
Operation of Plant	482,046	482,046	-	8,354	473,692
Maintenance of Plant	10,000	10,000	-		10,000
Student Transportation Services	43,800	43,800	-	55,433	(11,633)
Debt Service:			-		
Principal	-	-	-	283,101	(283,101)
Interest on Long-term Debt	-	-	-	60,835	(60,835)
Capital Outlay:			-		
Furniture, Fixtures & Equipment	250,900	250,900	-	60,758	190,142
Computer Software	-	-	-	122,623	(122,623)
Right-to-use Assets	-	-	-	1,618,232	(1,618,232)
Total Expenditure	**2,599,444**	**2,599,444**	**-**	**4,494,273**	**(1,894,829)**
Excess (Deficiency) of Revenues Over (Under) Expenditures	**261,980**	**261,980**	**-**	**(1,015,407)**	(1,277,387)
Other Financing Sources (Uses)					
Lease Proceeds	**-**	**-**	**-**	**1,618,232**	1,618,232
Total Other Financing Sources(Uses)	**-**	**-**	**-**	**1,618,232**	**1,618,232**
Net Changes in Fund Balances	**$ 261,980**	**$ 261,980**	**$ -**	**$ 602,825**	**$ 340,845**

STELLAR LEADERSHIP ACADEMY, INC.
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2026

	Original Budget	Final Budget	Variances- Original to Final Budget	Actual Amounts	Variances- Final Budget to Actual
Revenue					
Operating Grants and Contributions	$ 216,165	$ 216,165	$ -	$ 259,330	$ 43,165
Total Revenue	**216,165**	**216,165**	**-**	**259,330**	**43,165**
Expenditure					
Instruction	-	-	-	113,150	(113,150)
Food Services	110,000	110,000	-	128,480	(18,480)
Total Expenditure	**110,000**	**110,000**	**-**	**241,630**	**(131,630)**
Excess/(Deficit) of Revenue over Expenditure	**$ 106,165**	**$ 106,165**	**$ -**	**$ 17,700**	**$ (88,465)**

The accompanying notes are an integral part of this required supplementary information

STELLAR LEADERSHIP ACADEMY, INC.
NOTES TO BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2026

NOTE 1 - BUDGETARY BASIS ACCOUNTING

The school formally adopted a budget for the fiscal year ended June 30, 2026. Budgeted amounts may be amended by resolution of the School Board. Budgets are presented on the modified accrual basis of accounting. The school's legal level of budgetary control is the object level within each fund.

The budgetary comparison schedules present the original budget, the final budget, actual amounts on the budgetary basis, and separate columns for the variance between the original and final budget amounts and the variance between the final budget amounts and actual results

NOTE 2 – EXPLANATION OF SIGNIFICANT VARIATIONS

Final budget to actual – General Fund.

The Board did not amend the original General Fund budget. Original and final amounts are the same. FEFP revenue was $2,780,098 compared with $2,268,537 budgeted. The budget was based on 300 unweighted FTE; actual membership was 312 students. Actual expenditures of $4,494,273 include $1,618,232 for the GASB 87 facility lease recognized July 1, 2025, plus lease principal of $283,101, lease interest of $60,835, and capital outlay of $183,381. The $1,618,232 inception amount is offset by other-financing source of the same amount and was not in the adopted budget. Fund balance increased $602,825, to $1,973,128.

Final budget to actual – Special Revenue Fund.

The Board did not amend the original Special Revenue Fund budget. Actual revenues of $259,330 exceeded the final budget of $216,165 by $43,165 because UniSIG, National School Lunch, and School Breakfast draws were higher than anticipated. Actual expenditures of $241,630 exceeded the final budget of $110,000 by $131,630 because related federal program costs were incurred in the same period. Restricted fund balance increased $17,700, to $350,583.

OTHER REQUIRED REPORTS

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

To the Board of Directors
Stellar Leadership Academy, Inc.
Miami, Florida

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 each major fund of Stellar Leadership Academy, Inc.(the "Academy"), a component unit of the Miami-Dade County District School Board, as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise Stellar Leadership Academy, Inc.'s basic financial statements, and have issued our report thereon dated September 14, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Academy's internal control over financial reporting (internal control) as a basis for designing 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 the Academy's internal control. Accordingly, we do not express an opinion on the effectiveness of the Academy's internal control.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Academy's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on 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.

This report is intended solely for the information and use of the Board of Directors, management, the Miami-Dade County District School Board and the Auditor General of the State of Florida and is not intended to be and should not be used by anyone other than these specified parties.



Thomas & Company, CPA, PA
Cooper City, Florida
September 14, 2026

Thomas & Company, CPA, PA
Certified Public Accountants and Business Consultants

MANAGEMENT LETTER
REQUIRED BY CHAPTER 10.850 RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Board of Directors
Stellar Leadership Academy, Inc.
Miami, Florida

Report on the Financial Statements

We have audited the financial statements of Stellar Leadership Academy, Inc. (the "Academy"), as of and for the fiscal year ended June 30, 2026, and have issued our report thereon dated September 14, 2026.

Auditor's Responsibility

We conducted our audit 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 Chapter 10.850, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in that report and schedule, which is dated September 14, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations in the preceding annual financial audit report.

Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires that the name or official title of the entity and the school code assigned by the Florida Department of Education be disclosed in this management letter. The official title and the school code assigned by the Florida Department of Education of the entity are Stellar Leadership Academy, Inc. The school code assigned to the school is 7015.

Financial Condition and Management

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require us to apply appropriate procedures and communicate whether or not the school has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the school did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6. a. and 10.855(12), Rules of the Auditor General, we applied financial condition assessment procedures for the school. It is management's responsibility to monitor the school's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. Our assessment was performed as of the fiscal year end.

Section 10.854(1)(e)(3), Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Transparency

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether the school maintains on its website information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the school maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Additional Matters

Section 10.854(1)(e)4., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, waste, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, applicable management, and Miami-Dade School Board and is not intended to be and should not be used by anyone other than these specified parties.



Thomas & Company, CPA, PA
Cooper City, Florida
September 14, 2026