

**Wildflower New York Charter School**

Audited Financial Statements

In Accordance with *Government Auditing Standards*

June 30, 2025

# Wildflower New York Charter School

## Audited Financial Statements

June 30, 2025

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Services Provided by SAX LLP

## Independent Auditor's Report

To the Board of Trustees of  
Wildflower New York Charter School

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of Wildflower New York Charter School (the "School"), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School as of June 30, 2025, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinion

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

#### Emphasis of Matter

During the year ended June 30, 2025, the School entered into a long-term lease agreement that it recorded under Financial Accounting Standards Board's ("FASB") Accounting Standards Codification "ASC" 842, *Leases*. This transaction had a material impact on the financial statements as described in Note 2f. Our opinion is not modified in respect of 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 the School's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

#### 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 opinion. 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

### **Report on Summarized Comparative Information**

We have previously audited the School's 2024 financial statements, and we expressed an unmodified opinion on those audited financial in our report dated October 28, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects with the audited financial statement from which it was derived.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2025, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

*Sax LLP*

New York, NY  
October 28, 2025

# Wildflower New York Charter School

## Statement of Financial Position

At June 30, 2025  
(With comparative totals at June 30, 2024)

	June 30,	
	<u>2025</u>	<u>2024*</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 191,833	\$ 397,089
Government grants receivable - per pupil funding	304,636	151,582
Government grants receivable - other	26,195	42,775
Prepaid expenses	17,859	13,133
Security deposits	285,910	35,328
Property and equipment, net	40,665	68,162
Operating lease right-of-use asset	22,517,175	-
Restricted cash	81,260	78,628
<b>TOTAL ASSETS</b>	<b><u>\$ 23,465,533</u></b>	<b><u>\$ 786,697</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 296,752	\$ 62,866
Government grant advance	-	1,167
Note payable	80,000	-
Operating lease liability	23,531,033	-
Total liabilities	<u>23,907,785</u>	<u>64,033</u>
<b>NET ASSETS</b>		
Without donor restrictions	<u>(442,252)</u>	<u>722,664</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 23,465,533</u></b>	<b><u>\$ 786,697</u></b>

\* Reclassified for comparative purposes

*The attached notes and auditor's report are an integral part of these financial statements.*

# Wildflower New York Charter School

## Statement of Activities

For the Year Ended June 30, 2025  
(With comparative totals for the year ended June 30, 2024)

	June 30,	
	2025	2024
<b>WITHOUT DONOR RESTRICTIONS</b>		
<b>PUBLIC SUPPORT AND REVENUE</b>		
Public school district revenue:		
Resident student enrollment	\$ 958,237	\$ 809,253
Students with special education services	90,508	101,825
Pre-kindergarten students	126,000	252,000
Out of district students	38,044	-
Total public school district revenue	1,212,789	1,163,078
New York City rental assistance	288,638	242,776
Other government grants	64,843	68,881
Contributions	32,905	19,200
Other income	2,632	3,244
	<b>1,601,807</b>	<b>1,497,179</b>
<b>EXPENSES</b>		
Program services:		
Regular education	1,747,367	595,478
Special education	300,793	143,565
Pre-kindergarten	407,026	332,908
Total program services	2,455,186	1,071,951
Supporting services - management and general	311,537	154,438
Total expenses	2,766,723	1,226,389
<b>Change in net assets</b>	<b>(1,164,916)</b>	<b>270,790</b>
<b>NET ASSETS, <i>beginning of year</i></b>	722,664	451,874
<b>NET ASSETS, <i>end of year</i></b>	<b>\$ (442,252)</b>	<b>\$ 722,664</b>

*The attached notes and auditor's report are an integral part of these financial statements.*

# Wildflower New York Charter School

## Statement of Functional Expenses

For the Year Ended June 30, 2025  
(With comparative totals for the year ended June 30, 2024)

	Program Services			Total Program Services	Supporting Services	Total Expenses 6/30/25	Total Expenses 6/30/24
	Regular Education	Special Education	Pre - Kindergarten		Management and General		
Salaries	\$ 409,878	\$ 70,557	\$ 95,476	\$ 575,911	\$ 15,600	\$ 591,511	\$ 533,598
Payroll taxes and employee benefits	76,354	13,144	17,786	107,284	2,906	110,190	109,607
Total personnel costs	486,232	83,701	113,262	683,195	18,506	701,701	643,205
Professional fees	34,117	5,873	7,947	47,937	236,825	284,762	216,738
Curriculum and classroom expenses	13,291	2,288	3,096	18,675	-	18,675	30,493
Occupancy expense	1,094,833	188,465	255,027	1,538,325	41,670	1,579,995	258,594
Office expenses	10,130	1,744	2,360	14,234	440	14,674	6,468
Professional development	9,308	1,602	2,168	13,078	405	13,483	6,681
Insurance	12,442	2,142	2,898	17,482	474	17,956	21,596
Recruitment and outreach	21,793	3,751	5,076	30,620	-	30,620	300
Affiliation fees	37,470	6,450	8,728	52,648	1,628	54,276	-
Other expenses	-	-	-	-	10,532	10,532	2,592
Depreciation	27,751	4,777	6,464	38,992	1,057	40,049	39,722
<b>Total expenses</b>	<b>\$ 1,747,367</b>	<b>\$ 300,793</b>	<b>\$ 407,026</b>	<b>\$ 2,455,186</b>	<b>\$ 311,537</b>	<b>\$ 2,766,723</b>	<b>\$ 1,226,389</b>

*The attached notes and auditor's report are an integral part of these financial statements.*

# Wildflower New York Charter School

## Statement of Cash Flows

For the Year Ended June 30, 2025  
(With comparative totals for the year ended June 30, 2024)

	June 30,	
	2025	2024*
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (1,164,916)	\$ 270,790
Adjustments to reconcile change in net assets to net cash (used for)/provided by operating activities		
Depreciation	40,049	39,722
Change in operating lease right-of-use asset and liability	1,013,858	-
Changes in assets and liabilities:		
Government grants receivable - per pupil funding	(153,054)	(134,572)
Government grants receivable - other	16,580	(7,540)
Prepaid expenses	(4,726)	(13,133)
Security deposits	(250,582)	(6,946)
Accounts payable and accrued expenses	233,886	(25,822)
Government grant advance	(1,167)	
Net cash (used for)/provided by operating activities	<b>(270,072)</b>	<b>122,499</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of furniture and equipment	(12,552)	-
Net cash used for investing activities	<b>(12,552)</b>	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loan advances	80,000	-
Loan repayments	-	(94,762)
Net cash provided by/(used for) financing activities	<b>80,000</b>	<b>(94,762)</b>
<b>Net (decrease)/increase in cash, cash equivalents, and restricted cash</b>	<b>(202,624)</b>	<b>27,737</b>
<b>CASH, CASH EQUIVALENTS, AND RESTRICTED CASH, <i>beginning of year</i></b>	<b>475,717</b>	<b>447,980</b>
<b>CASH, CASH EQUIVALENTS, AND RESTRICTED CASH, <i>end of year</i></b>	<b>\$ 273,093</b>	<b>\$ 475,717</b>
<b>CASH, CASH EQUIVALENTS, AND RESTRICTED CASH</b>		
Cash and cash equivalents	\$ 191,833	\$ 397,089
Restricted cash	81,260	78,628
<b>Total cash, cash equivalents, and restricted cash</b>	<b>\$ 273,093</b>	<b>\$ 475,717</b>
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Interest and taxes paid	\$ -	\$ -

The attached notes and auditor's report are an integral part of these financial statements.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 1 - Organization and Nature of Activities

Wildflower New York Charter School ("the School"), located in Community School District 9, is a nonprofit education corporation chartered by the Board of Trustees of the State University of New York ("SUNY"). Wildflower New York Charter School offers Montessori educational environments in which children have the tools and freedom to do the great work of constructing themselves, led by teachers operating as social entrepreneurs. Our students develop strong academic foundations and skills in the areas of critical thinking, collaboration, creativity and communication, and grow into curious, capable contributors to their communities and the world.

The School is a publicly funded, privately managed school, which operates independently of but in partnership with the New York City Department of Education ("NYCDOE"). The School operates under a charter agreement issued by SUNY that is valid up to and including June 30, 2030.

The School has the following programs:

Regular Education - Instruction provided to students from Kindergarten through 5th grade.

Special Education - Instruction that is specially designed to meet the unique needs of children with disabilities.

Pre-Kindergarten - Instruction provided to children who are four years of age on or before December 1<sup>st</sup> of the school year.

The School has been notified by the Internal Revenue Service that it is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been reflected in the accompanying financial statements. The School has not been designated as a private foundation.

The School is affiliated with The Wildflower Foundation ("TWF"), a Minnesota nonprofit organization, and as such is part of the Wildflower Network, a decentralized network of Montessori schools that share a core set of operating values and design principles but are independent of each other. Wildflower schools are teacher led, student centered, small in scale, diverse by design, and neighborhood nested. TWF supports educators in creating and operating Wildflower schools in their own communities. The School agrees to abide by Wildflower's Network Policies, which are promulgated by TWF, in exchange for the use of trademarks, technical support, and other benefits. TWF does not meet the requirements for consolidation because the School does not exercise control over TWF.

### Note 2 - Summary of Significant Accounting Policies

#### *a. Basis of Accounting and Presentation*

The accompanying financial statements have been prepared using the accrual basis of accounting, which is the process of recognizing revenue and expenses when earned or incurred rather than received or paid.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 2 - Summary of Significant Accounting Policies - Continued

#### a. Basis of Accounting and Presentation - Continued

The financial statements are presented in accordance with the provisions of the Financial Accounting Standards Board's ("FASB") Accounting Standards Codification ("ASC") 958 - *Presentation of Financial Statements of Not-For-Profit Entities*. FASB ASC 958 requires the School to report information regarding its financial position and activities according to the following specific classes of net assets:

- *Net Assets without Donor Restrictions* - represents those resources for which there are no restrictions by donors as to their use.
- *Net Assets with Donor Restrictions* - represents those resources, the uses of which have been restricted by donors for a specific purpose or the passage of time and/or must remain intact, in perpetuity. The release from restrictions results from the satisfaction of the restricted purposes specified by the donor. The School did not have any net assets with donor restrictions at June 30, 2025 and 2024.

#### b. Revenue Recognition

The School follows the requirements of FASB ASC 958-605 for recording contributions, which are recognized when they become unconditional in nature. Contributions that do not contain donor restrictions are recorded in the class of net assets without donor restrictions. Contributions that do contain donor restrictions are recorded in the class of net assets with donor restrictions. When a restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received, they are classified in the class of net assets without donor restrictions.

Contributions may be subject to conditions which are defined as both a barrier to entitlement and a right of return of payments or release from obligations and are recognized as income once the conditions have been substantially met.

The School's public-school district revenue and other government grants are primarily conditional, non-exchange transactions and fall under FASB ASC 958-605. Revenue from these transactions is recognized based on rates established by the School's funding sources and when performance related outcomes are achieved, or qualifying expenditures are incurred as well as other conditions under the agreements are met.

Contributions expected to be received within one year are recorded at net realizable value. Long-term pledges are recorded at fair value, using risk-adjusted present value techniques. At June 30, 2025, all contribution receivables are due within one year.

All receivables are reviewed for collectability. Based on knowledge of specific donors and factoring in historical experience, no allowance for doubtful accounts exists as of June 30, 2025 and 2024.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 2 - Summary of Significant Accounting Policies - Continued

*c. Cash and Cash Equivalents*

The School considers all liquid investments purchased with an initial maturity of three months or less to be cash and cash equivalents. Cash maintained in escrow per requirements of the NYCDOE are treated as restricted cash.

*d. Concentration of Credit Risk*

Financial instruments which potentially subject the School to a concentration of credit risk consist of cash accounts which have been placed with financial institutions that management deems to be creditworthy. From time-to-time, cash balances may be in excess of insurance levels. At year end and at various times throughout the year, balances were in excess of insured amounts. The School has not suffered any losses due to bank failure.

*e. Property and Equipment*

Property and equipment that the School retains title to that exceed a dollar threshold of \$3,000, and which benefit future periods are capitalized at cost or at the fair value at the date of gift, if donated. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets as follows:

Computers and equipment - 3 to 5 years

Furniture and fixtures - 7 years

Leasehold improvements - Life of lease

*f. Leases*

The School determines if an arrangement is or contains a lease at inception. During the year ended June 30, 2025, the School entered into a non-cancelable lease for classroom and other space in the Bronx which expires on June 30, 2059. This triggered the adoption of FASB ASC 842 as this is an operating lease that requires recording a right-of-use ("ROU") asset and operating lease liability on the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term and ROU assets. Operating lease expense is recognized on a straight-line basis over the lease term. Due to the expiration of the lease going forward many years into the future with escalating payments over the life of the lease, the financial statements reflect occupancy expense that exceeds the actual cash payments in the early years of the lease. For the year ended June 30, 2025, that rent expense recognized under this standard was \$1,013,858 in excess of the amount paid, which contributed to the decrease in net assets for the year.

Due to materiality, the School does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the School will exercise that option.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 2 - Summary of Significant Accounting Policies - Continued

#### *g. Functional Allocation of Expenses*

The costs of providing various programs and other activities have been summarized on a functional basis in the accompanying financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the School.

Salaries were allocated using time and effort as the basis. The following costs were allocated using the salary allocation as the basis:

- Payroll taxes and employee benefits
- Occupancy expense
- Office expenses
- Insurance
- Depreciation

Certain program expenses have been allocated between Regular Education, Special Education, and Pre-Kindergarten based on student Full-time Equivalent ("FTE") rates. All other expenses have been charged directly to the applicable program or supporting services.

#### *h. Advertising Costs*

The cost of advertising is expensed as incurred.

#### *i. Management Estimates*

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

#### *j. Contingencies*

Government contracts are subject to audit by the grantor. Management does not believe that any audits, if they were to occur, would result in material disallowed costs, and has not established any reserves. Any disallowed costs would be recorded in the period notified.

#### *k. Accounting for Uncertainty of Income Taxes*

The School does not believe its financial statements include any material, uncertain tax positions. Tax filings for periods ending June 30, 2022 and later are subject to examination by applicable taxing authorities.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 2 - Summary of Significant Accounting Policies - Continued

#### *I. Summarized Comparative Financial Information*

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the School's financial statements for the year ended June 30, 2024, from which the summarized comparative financial information was derived.

### Note 3 - Government Grants Receivable - Per Pupil Funding

Activity related to the contract with the NYCDOE can be summarized as follows:

	June 30,	
	2025	2024
Beginning grants receivable	\$ 151,582	\$ 17,010
Funding based on allowable FTEs	1,212,789	1,163,078
Advances received	(1,059,735)	(1,028,506)
Ending grants receivable	<u>\$ 304,636</u>	<u>\$ 151,582</u>

In addition to per pupil funding, the School was entitled to receive a rent subsidy that is calculated at the lower of 30% of the per pupil amount or actual lease costs as approved by the NYCDOE. The School recognized revenue of \$288,638 and \$242,776 during the years ended June 30, 2025 and 2024, respectively, as a subsidy for occupancy expense.

### Note 4 - Property and Equipment

Property and equipment consist of the following:

	June 30,	
	2025	2024
Computers and equipment	\$ 112,501	\$ 106,936
Furniture and fixtures	54,537	50,550
Construction in progress	3,000	-
	<u>170,038</u>	<u>157,486</u>
Less: accumulated depreciation	(129,373)	(89,324)
Total property and equipment, net	<u>\$ 40,665</u>	<u>\$ 68,162</u>

### Note 5 - Restricted Cash

An escrow account has been established to meet the requirement of the NYCDOE. The purpose of this account is to ensure sufficient funds are available for an orderly dissolution or transition process in the event of termination of the charter or school closure.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 6 - Operating Lease Right-of-Use Asset and Operating Lease Liability

The School evaluated current contracts to determine which met the criteria of a lease under FASB ASC 842. During the year, the lease agreement referred to in Note 2f has been determined to be an operating lease. The lease does not include specific extension terms.

The School has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of June 30, 2025 was 4.64%. As of June 30, 2025 the weighted average remaining lease term for the School's operating lease was approximately 34 years.

For the year ended June 30, 2025, total operating lease cost was \$1,560,000. Cash paid for operating leases for the year ended June 30, 2025 was \$540,000. There were no noncash investing and financing transactions related to leasing.

Future minimum annual lease payments are as follows:

Year ending:	
6/30/2026	\$ 712,464
6/30/2027	820,060
6/30/2028	883,591
6/30/2029	1,002,331
6/30/2030	1,034,003
Thereafter	<u>49,469,868</u>
	53,922,317
Less present value discount	<u>(30,391,284)</u>
Total operating lease liability	<u>\$ 23,531,033</u>

### Note 7 - Transactions with Related Parties

As described in Note 1, The Wildflower Foundation ("TWF") is a nonprofit entity established to support educators in opening and operating their own Wildflower schools. As a result of the School's affiliation with TWF, the School agreed to pay affiliation fees, which were waived for the first five years of operations under the provisional charter period. During the year ended June 30, 2025, the School incurred \$54,276 in affiliation fees. There were no affiliation fees for the year ended June 30, 2024.

In April 2025, the School obtained a loan from an entity that is a wholly owned, pass through entity of TWF. The loan amount, which was for \$80,000 and matures in April 2030, begins accruing interest in April 2025. Monthly payments of principal and interest of \$3,333 are not required until April 2028; therefore, the full amount of the loan was outstanding at year end.

### Note 8 - Significant Concentrations

The School is dependent upon grants from the NYCDOE to carry out its operations. Approximately 91% and 95% of the School's total public support and revenue was from the NYCDOE for the years ended June 30, 2025 and 2024, respectively.

# Wildflower New York Charter School

## Notes to Financial Statements

June 30, 2025

### Note 9 - Availability and Liquidity

The School's financial assets available to meet cash needs for general expenditures within one year are as follows:

Cash and cash equivalents	\$ 191,833
Government grants receivable - per pupil funding	304,636
Government grants receivable - other	<u>26,195</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 522,664</u>

There are no external or internal limits imposed on these balances. As part of its liquidity management, the School operates its programs within a board approved budget and relies on grants and contributions to fund its operations and program activities.

### Note 10 - Deficit Balance in Net Assets

As of June 30, 2025, the School had a deficit balance of \$442,252 in net assets. This deficit balance included the School's operating lease liability of \$23,531,033, which exceeded its operating lease right-of-use asset of \$22,517,175 by \$1,013,858 as of June 30, 2025.

### Note 11 - Subsequent Events

Subsequent events have been evaluated through October 28, 2025, the date the financial statements were available to be issued. There were no material adjustments or disclosures for subsequent events.



Services Provided by SAX LLP

**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***

**Independent Auditor's Report**

To the Board of Trustees of  
Wildflower New York Charter School

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 Wildflower New York Charter School (the "School"), which comprise the statement of financial position as of and for the year ended June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 28, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the School'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 the School'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.

*Sax LLP*

New York, NY  
October 28, 2025

**Wildflower New York Charter School**

Schedule of Findings and Responses

June 30, 2025

Current Year:

None

Prior Year:

None