

Legacy Academy

FINANCIAL REPORT - UNAUDITED

September, 2008 Information
Presented by Helen Sneed and Joanna Jasmin

OVERVIEW

Attached are:

- A. Balance Sheet dated September 30th;
- B. Detailed Income Statement representing activity for July-September, 2008;
- C. Budget vs. Actual reports for the Capital Reserve Fund, the Walton Grant and General Fund (General Fund includes "all other school information");
- D. Cash Flow Statement.

A draft audit for 6/30/08 has not been received (as of 10/24); it is unknown if there are any adjusting entries recommended at this time.

BALANCE SHEET

The Balance Sheet represents Legacy Academy's financial status at a stated moment in time. This statement illustrated what is owned (assets), what is owed (liabilities), and what remains (QB presents this as "Equity").

Assets – On September 30th Legacy Academy had total assets of \$864,875; all cash.
For comparison, total assets September 30, 2007: \$683,846.

Liabilities – On September 30th Legacy Academy had the following liabilities: \$2,388 Accounts Payable; \$3,022 Retirement Bonus Liability; \$2,735 in Deferred Revenue (Walton Grant); Accrued Salaries & Benefits of \$37,798 (3/12 of July, 2009 payroll – salaries and benefits); \$34,713 in Other Current Liabilities (this is the amount over-paid in PPR by the school district through 9/30 that will need to be refunded; based on FTE of 369) and PR Liabilities of \$25,876. Total Liabilities were \$106,531.

For comparison, total liabilities September 30, 2007: \$64,415.

Equity – Total Equity as of September 30th was \$758,344; \$99,955 is reserved for TABOR requirement.
For comparison, total equity September 30, 2007: \$619,431.

INCOME STATEMENT

The Income Statement quantifies financial activity over a given period of time. This statement illustrates the amount of income earned (by source of income), the amount spent, and the remaining balance (Net Income or Net Loss). While a Balance Sheet measures financial status on a given date (typically the end of a month), an income statement denotes changes in financial position that occur in between balance sheet dates.

Income – Total income for the period of July 1, 2008 – September 30, 2008 was \$678,341. The majority of income is from PPR (\$621,075; PPR funds received in excess of what should have received have been posted on the Balance Sheet as a liability as of 9/30/08). Earnings on investments were \$4,437; Student Fees were \$7,113; Field Trips were \$1,263; Rentals/Lease income was \$675; Fundraising Revenue was \$7,434; and Lunch Program receipts were \$13,772. Inter-fund transfers net to \$0; Walton Grant funds of \$4,945 have been posted as income August and September, 2008.

Expense- Total Expenses for the period of July 1, 2008 – September 30, 2008 were \$618,329. Salaries and benefits were \$348,954, purchased professional and technical services were \$24,322, purchased property services were \$135,944 other purchased services were \$13,951, materials and supplies were \$78,928, property was \$15,590 and other expenses were \$404.

Net Income – As of September 30th Legacy Academy recorded net income of \$60,329.

Legacy Academy
FINANCIAL REPORT - **UNAUDITED**
September, 2008 Information

BUDGET VERSUS ACTUAL

The Budget to Actual Report measures income and expenditures for a given period and compares the actual amounts to budgeted amounts by category.

There are Budget to Actual Reports for the General Fund (includes Walton) and the Capital Reserve Fund. Individual budget to actual for the Walton ha also been provided; this information is included in the General Fund budget to actual report.

Walton Grant income and expenses are included in the 2008 / 2009 Budget to Actual Report; it is also reported separately. The report time for Walton Grant is July 2005 through current period.

GENERAL FUND (includes Walton Grant):

Income - For the period of July - September, 2008, 90% of total income budgeted for this time had been received. PPR received 89% of the amount budgeted (based on original student count data; or, 100% of current projected PPR based on student count; there is a liability on the Balance Sheet for the amount that will be due back to the district as-of 9/30/08). Earnings on investments received 59% of the amount budgeted; the lunch program received 138% of the amount budgeted; rentals/leases received 100%; fundraising revenue received 106% of budget; student fees received 75% of budget.

Expenses – For the period of July - September, 2008, 73% of total expenses budgeted for this time had been paid or encumbered. Salaries were 72% of budget, benefits were 78%, purchased professional and technical services were 76%, purchased property services were 32% other purchased services were 54%, materials and supplies were 103%, property was 113% and other was 20%.

WALTON GRANT: The Budget to Actual Report for the Walton Grant is produced for the viewing period 7/1/2005 – 9/30/08 to view progress against the original budget for this grant. As of 9/30/08, \$2,735 remains from the original \$60,000 Walton Grant Budget.

CAPITAL RESERVE FUND:

Income - For the period of July – September, 2008, 100% of total income budgeted for this time had been received.

Expenses – For the period of July – September, 2008, 100% of total expenses budgeted for this time had been paid or encumbered.

CASH FLOW STATEMENT

A statement of cash flows shows the increases and decreases in cash for a given period. With accrual accounting, increases and decreases in cash do not necessarily coincide with income and expenditures.

Net running cash should always be positive. Income and expenses are actual data. Notes are included at bottom of statement. The current Cash Flow statement assumes that the district will adjust November PPR transfer for the full over-payment July – October.