

Walden Green Montessori
NOTES TO FINANCIAL STATEMENTS
 June 30, 2013

NOTE E—INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2013 is as follows:

Due to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
Debt Service Fund	General Fund	<u><u>\$ 57,000</u></u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund Transfers

The General Fund transferred \$313,500 to the Debt Service Fund to finance operations.

NOTE F—LONG-TERM OBLIGATIONS

The School issues bonds, notes and other contractual commitments to provide for the acquisition, construction and improvement of major capital facilities and for the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the School.

The following is a summary of long-term obligations activity for the School for the year ended June 30, 2013:

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2013</u>	<u>Due within</u> <u>one year</u>
Governmental activities					
Bonds	\$ 3,935,907	\$ -	\$ 71,856	\$ 3,864,051	\$ 85,000
Capital leases	23,006	-	23,006	-	-
	<u><u>\$ 3,958,913</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 94,862</u></u>	<u><u>\$ 3,864,051</u></u>	<u><u>\$ 85,000</u></u>

Walden Green Montessori
NOTES TO FINANCIAL STATEMENTS
 June 30, 2013

NOTE F—LONG-TERM OBLIGATIONS—Continued

General obligation bonds consist of the following:

2006 Limited Obligation Revenue Bond payable in annual installments ranging from \$85,000 to \$305,000 due October 2012 to 2036; plus interest ranging from 5% to 5.625% payable semi-annually	\$ 4,050,000
Less issuance discount	<u>(185,949)</u>
Total bonded debt	<u><u>\$ 3,864,051</u></u>

The annual requirements of principal and interest to amortize the bonded debt outstanding as of June 30, 2013 follow:

Year ending June 30,	Principal	Interest	Total
2014	\$ 85,000	\$ 222,375	\$ 307,375
2015	90,000	218,125	308,125
2016	95,000	213,625	308,625
2017	100,000	208,875	308,875
2018	105,000	203,875	308,875
2019-2023	610,000	931,175	1,541,175
2024-2028	805,000	746,400	1,551,400
2029-2033	1,060,000	494,719	1,554,719
2034-2037	1,100,000	151,172	1,251,172
	\$ 4,050,000	\$ 3,390,341	\$ 7,440,341

NOTE G—CONTINGENCIES

Grant Programs

The School participates in grant programs, which are subject to program compliance audits by the grantor or its representatives. Such audits of these programs may be performed at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the School expects such amounts, if any, to be immaterial.