

Walden Green Montessori
NOTES TO FINANCIAL STATEMENTS
 June 30, 2023

NOTE E—INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

As of June 30, 2023, the General Fund owed the Debt Service Fund \$53,748. The outstanding balance 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 \$592,181 to the Debt Service Fund to fund debt service payments.

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.

On July 21, 2022, the School issued \$2,388,000 of Series 2022 Limited Obligation Revenue Refunding Bonds to advance refund the Series 2006 Limited Obligation Revenue Bonds.

The School advance refunded the 2006 Series bond to reduce its total debt service payment over the next 14 years by approximately \$1,335,000 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$795,000.

The following is a summary of long-term obligations activity for the School for the year ended June 30, 2023:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Due within</u> <u>one year</u>
Governmental activities					
Bond - 2006 Limited Obligation	\$ 3,100,000	\$ -	\$ 3,100,000	\$ -	\$ -
Bond - 2022 Refunding	-	2,388,000	179,319	2,208,681	213,317
Leases	28,925	4,593	14,119	19,399	14,518
Discounts	(112,653)	-	11,265	(123,918)	-
	\$ 3,016,272	\$ 2,392,593	\$ 3,304,703	\$ 2,104,162	\$ 227,835

The governmental activities bonds are secured by a mortgage and future state aid of the School. If the School defaults, the bonds are callable.

Walden Green Montessori
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

NOTE F—LONG-TERM OBLIGATIONS—Continued

General obligation bonds consist of the following:

	Interest Rate	Date of Maturity	Balance
Governmental activities:			
General obligation bonds			
2022 Refunding Bond	4.25%	May 2032	\$ 2,208,681

The annual requirements of principal and interest to amortize the bonds outstanding as of June 30, 2023 follow:

Year ending June 30,	Bonds	
	Principal	Interest
2024	\$ 213,317	\$ 82,296
2025	214,429	81,184
2026	223,722	71,891
2027	233,417	62,195
2028	243,533	52,079
2029-2032	1,080,263	98,102
	\$ 2,208,681	\$ 447,747

NOTE G—LEASES

The School District leases the right to use assets from various third parties. These assets include buildings under lease agreements. Payments on leases are generally fixed annual or monthly amounts.

Right to use leased buildings assets are included in Note D. Lease obligations are included in Note F.

The annual requirements of principal and interest to amortize the lease obligations outstanding as of June 30, 2023 follows:

Year ending June 30,	Leases	
	Principal	Interest
2024	\$ 14,518	\$ 548
2025	4,881	89
	\$ 19,399	\$ 637