

ABLE SCHOOL, INC.

FINANCIAL REPORTS

For the two months ending August 31, 2011

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To the Board of Directors of
ABLE School, Inc.
St. Augustine, FL

We have compiled the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ABLE School, Inc. (the "School"), a component unit of the St. John's County District School Board, as of and for the two months ending August 31, 2011, which collectively comprise the School's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America. The 2010 financial statements of the School were compiled by other accountants, whose report dated September 17, 2010, stated that they have not audited or reviewed the 2010 financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the School 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 designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the School in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Entity's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The management's budgetary information, on pages 7-8 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have compiled the supplementary information from information that is the representation of management, without review or audit. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements.

The management's detail of plant, property, and equipment on page 9 is not a required part of the basic financial statements and is presented only for supplementary analysis purposes.

Richard L. Waler, Jr. CPA PA

September 7, 2011

ABLE SCHOOL, INC.
BALANCE SHEET-GOVERNMENTAL FUNDS
AUGUST 31, 2011 AND AUGUST 31, 2010

ASSETS

	<u>2011</u>	<u>2010</u>
Cash-Operating	\$ 36,210	\$ 131,384
Cash-Savings	152,722	19,370
Total Cash	<u>188,932</u>	<u>150,754</u>
Other Current Assets	<u>6,199</u>	<u>6,125</u>
TOTAL ASSETS	<u>\$ 195,131</u>	<u>\$ 156,879</u>

LIABILITIES AND FUND BALANCES

Accounts Payable and Accrued Expenses	\$ 2,608	\$ 16,979
TOTAL LIABILITIES	<u>2,608</u>	<u>16,979</u>
FUND BALANCES (Unreserved)	<u>192,523</u>	<u>139,900</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 195,131</u>	<u>\$ 156,879</u>

ABLE SCHOOL, INC.
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES-GOVERNMENTAL FUNDS
FOR THE TWO MONTHS ENDING AUGUST 31, 2011 AND AUGUST 31, 2010

	GENERAL FUND	2011	2010
REVENUE:			
Revenues from State sources	\$ 103,949	\$ 103,949	\$ 119,044
Revenues from Local sources	814	814	444
TOTAL REVENUE	104,763	104,763	119,488
EXPENDITURES:			
CURRENT			
Basic Instructional (FEFP K-12)	16,531	16,531	78,505
Instructional Staff Training	1,000	1,000	-
School Administration	17,052	17,052	22,545
Facilities Acquisition & Construction	7,064	7,064	77,049
Fiscal Services	6,030	6,030	6,097
Food Services	1,011	1,011	2,524
Central Services	642	642	695
Pupil Transportation Services	-	-	-
Operation of Plant	39,586	39,586	33,162
DEBT SERVICE			
Principal and Interest	-	-	-
TOTAL EXPENDITURES	88,916	88,916	220,577
OTHER REVENUE (EXPENSE)	298	298	306
EXCESS OF REVENUES OVER(UNDER) EXPENDITURES	16,145	16,145	(100,783)
FUND BALANCE-BEGINNING	176,378	176,378	240,683
FUND BALANCE-ENDING	\$ 192,523	\$ 192,523	\$ 139,900

ABLE SCHOOL, INC.
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
FOR THE TWO MONTHS ENDING AUGUST 31, 2011

Fund Balances-Total Governmental Funds **\$ 192,523**

Amounts reported for Governmental Activities
in the Statement of Net Assets are different because:

Capital assets used in Governmental Activities are
not financial resources and therefore are not reported
in the Governmental Funds

Capital Assets-Net of Accumulated Depreciation **59,589**

Long-Term Liabilities are not due and payable in the
current period and therefore are not reported in the
Governmental Funds

Long-Term Liabilities **-**

Net Assets of Governmental Activities **\$ 252,112**

ABLE SCHOOL, INC.
STATEMENT OF NET ASSETS
AUGUST 31, 2011

	GOVERNMENTAL ACTIVITIES	TOTAL
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash-Operating	\$ 36,210	\$ 36,210
Cash-Savings	152,722	152,722
Total Cash	188,932	188,932
Other Current Assets	6,199	6,199
TOTAL CURRENT ASSETS	195,131	195,131
CAPITAL ASSETS, net	59,589	59,589
TOTAL ASSETS	\$ 254,720	\$ 254,720
 <u>LIABILITIES</u>		
CURRENT LIABILITIES:		
Accounts Payable	\$ 2,608	\$ 2,608
TOTAL CURRENT LIABILITIES	2,608	2,608
LONG-TERM LIABILITIES	-	-
TOTAL LIABILITIES	2,608	2,608
 <u>NET ASSETS</u>		
Invested in Capital Assets, net of debt	59,589	59,589
Restricted-Reserves	-	-
Unrestricted (Deficit)	192,523	192,523
TOTAL NET ASSETS	252,112	252,112
TOTAL LIABILITIES AND NET ASSETS	\$ 254,720	\$ 254,720

ABLE SCHOOL, INC.
BUDGETARY COMPARISON SCHEDULE-GOVERNMENTAL FUNDS
FOR THE TWO MONTHS ENDING AUGUST 31, 2011

	<u>YEAR-TO-DATE ACTUAL</u>	<u>%</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>VARIANCE</u>
REVENUE				
Revenues from State Sources	\$ 103,949	99.22	\$ 152,598	\$ (48,649)
Revenues from Local Sources	814	0.78	5,000	(4,186)
TOTAL REVENUE	<u>\$ 104,763</u>	<u>100.00</u>	<u>\$ 157,598</u>	<u>\$ (52,835)</u>
EXPENDITURES				
Current				
Basic Instructional (FEFP K-12)	\$ 16,531	15.78	\$ 77,436	\$ 60,905
Instructional Staff Training	1,000	0.95	500	(500)
School Administration	17,052	16.28	24,867	7,815
Facilities Acquisition and Construction	7,064	6.74	667	(6,397)
Food Services	6,030	5.76	5,000	(1,030)
Central Services	1,011	0.97	2,500	1,489
Fiscal Services	642	0.61	9,120	8,478
Pupil Transportation Services	-	0.00	2,500	2,500
Operation of Plant	39,586	37.79	24,773	(14,813)
Debt Service				
Principal and Interest	-	0.00	-	-
TOTAL OPERATING EXPENDITURES	<u>88,916</u>	<u>84.87</u>	<u>147,362</u>	<u>58,446</u>
OTHER REVENUE (EXPENSE)	298	0.28	-	(298)
RESERVE ALLOWANCE	<u>16,145</u>	<u>15.41</u>	<u>10,236</u>	<u>(5,909)</u>
TOTAL EXPENDITURES	<u>\$ 104,763</u>	<u>100.00</u>	<u>\$ 157,598</u>	<u>\$ 52,835</u>

ABLE SCHOOL, INC.
ANNUAL BUDGET
FOR THE YEAR ENDED JUNE 30, 2012

	<u>JUL 11</u>	<u>AUG 11</u>	<u>SEP 11</u>	<u>OCT 11</u>	<u>NOV 11</u>	<u>DEC 11</u>
REVENUE						
Revenues from State Sources	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08
Revenues from Local Sources	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00
TOTAL REVENUE	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>
EXPENDITURES						
Current						
Basic Instructional (FEFP K-12)	\$38,717.83	\$38,717.83	\$38,717.83	\$38,717.83	\$38,717.83	\$38,717.83
Instructional Staff Training	250.00	250.00	250.00	250.00	250.00	250.00
School Administration	12,433.33	12,433.33	12,433.33	12,433.33	12,433.33	12,433.33
Facilities Acquisition and Construction	333.33	333.33	333.33	333.33	333.33	333.33
Food Services	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00
Central Services	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00
Fiscal Services	4,559.80	4,559.80	4,559.80	4,559.80	4,559.80	4,559.80
Pupil Transportation Services	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00
Operation of Plant	12,386.67	12,386.67	12,386.67	12,386.67	12,386.67	12,386.67
Debt Service						
Principal and Interest	-	-	-	-	-	-
TOTAL OPERATING EXPENDITURES	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>
RESERVE ALLOWANCE	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12
TOTAL EXPENDITURES	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>

ABLE SCHOOL, INC.

ANNUAL BUDGET

FOR THE YEAR ENDED JUNE 30, 2012

	<u>JAN 12</u>	<u>FEB 12</u>	<u>MAR 12</u>	<u>APR 12</u>	<u>MAY 12</u>	<u>JUN 12</u>	<u>TOTAL</u>
REVENUE							
Revenues from State Sources	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08	\$76,299.08	\$ 915,589.00
Revenues from Local Sources	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	30,000.00
TOTAL REVENUE	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$ 945,589.00</u>
EXPENDITURES							
Current							
Basic Instructional (FEFP K-12)	38,717.83	38,717.83	38,717.83	38,717.83	38,717.83	38,717.83	\$ 464,614.00
Instructional Staff Training	250.00	250.00	250.00	250.00	250.00	250.00	3,000.00
School Administration	12,433.33	12,433.33	12,433.33	12,433.33	12,433.33	12,433.33	149,200.00
Facilities Acquisition and Construction	333.33	333.33	333.33	333.33	333.33	333.33	4,000.00
Food Services	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	30,000.00
Central Services	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	15,000.00
Fiscal Services	4,559.80	4,559.80	4,559.80	4,559.80	4,559.80	4,559.80	54,717.60
Pupil Transportation Services	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	1,250.00	15,000.00
Operation of Plant	12,386.67	12,386.67	12,386.67	12,386.67	12,386.67	12,386.67	148,640.00
Debt Service							
Principal and Interest	-	-	-	-	-	-	-
TOTAL OPERATING EXPENDITURES	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>73,680.97</u>	<u>884,171.60</u>
RESERVE ALLOWANCE	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	61,417.40
TOTAL EXPENDITURES	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$78,799.08</u>	<u>\$ 945,589.00</u>

ABLE SCHOOL, INC.
SCHEDULE OF PROPERTY, PLANT, EQUIPMENT
AUGUST 31, 2011

Date Acquired	Description	Method	Yrs	Cost	Beg. A/D	Current	Ending A/D	Net Book Value
GOVERNMENTAL FIXED ASSETS								
Furniture, Fixtures, & Equipment								
6/30/2008	Student Lockers	FM S/L	5	3,259.19	2,933.28	108.64	3,041.92	217.27
11/17/2008	Fireproof Filing Cabinet	FM S/L	10	1,146.00	515.70	19.10	534.80	611.20
Subtotal FF&E				4,405.19	3,448.98	127.74	3,576.72	628.47
Improvements								
5/30/2008	Permits/Inspection/Clean up/Demo	FM S/L	3	5,510.00	5,510.00	-	5,510.00	-
7/31/2008	Building Renovations	FM S/L	3	22,107.79	22,107.79	-	22,107.79	-
8/31/2008	Building Renovations	FM S/L	3	20,012.26	20,012.26	-	20,012.26	-
9/30/2008	Fire System	FM S/L	3	8,262.15	8,262.15	-	8,262.15	-
10/20/2008	Security System	FM S/L	3	3,370.00	3,370.00	-	3,370.00	-
10/23/2008	Plumbing Renovations	FM S/L	3	1,300.00	1,300.00	-	1,300.00	-
11/10/2008	Fencing	FM S/L	3	1,275.00	1,275.00	-	1,275.00	-
6/30/2007	Architect-2007-2008 Bldg Renovations	FM S/L	2	918.00	918.00	-	918.00	-
7/30/2007	Detection System	FM S/L	3	5,500.00	5,500.00	-	5,500.00	-
7/30/2007	Building Renovations	FM S/L	3	1,332.00	1,332.00	-	1,332.00	-
7/30/2007	Building Renovations	FM S/L	3	1,500.00	1,500.00	-	1,500.00	-
8/2/2007	Building Renovations	FM S/L	3	5,115.78	5,115.78	-	5,115.78	-
8/6/2007	Building Renovations	FM S/L	3	1,000.00	1,000.00	-	1,000.00	-
8/6/2007	Building Renovations	FM S/L	3	1,525.00	1,525.00	-	1,525.00	-
8/6/2007	Building Renovations	FM S/L	3	2,350.00	2,350.00	-	2,350.00	-
8/6/2007	Building Renovations	FM S/L	3	2,900.00	2,900.00	-	2,900.00	-
8/11/2007	Building Renovations	FM S/L	3	5,328.08	5,328.08	-	5,328.08	-
8/13/2007	Building Renovations	FM S/L	3	1,428.91	1,428.91	-	1,428.91	-
8/13/2007	Building Renovations	FM S/L	3	2,850.00	2,850.00	-	2,850.00	-
8/16/2007	Building Renovations	FM S/L	3	1,381.86	1,381.86	-	1,381.86	-
8/16/2007	Building Renovations	FM S/L	3	2,100.11	2,100.11	-	2,100.11	-
8/17/2007	Building Renovations	FM S/L	3	1,962.50	1,962.50	-	1,962.50	-
8/20/2007	Building Renovations	FM S/L	3	1,090.21	1,090.21	-	1,090.21	-
8/20/2007	Building Renovations	FM S/L	3	1,820.84	1,820.84	-	1,820.84	-
8/20/2007	Building Renovations	FM S/L	3	2,800.00	2,800.00	-	2,800.00	-
8/23/2007	Building Renovations	FM S/L	3	1,840.00	1,840.00	-	1,840.00	-
8/27/2007	Building Renovations	FM S/L	3	9,733.59	9,733.59	-	9,733.59	-
8/30/2007	Building Renovations	FM S/L	3	1,288.00	1,288.00	-	1,288.00	-
9/28/2007	Building Renovations	FM S/L	3	2,834.00	2,834.00	-	2,834.00	-
1/18/2008	Building Renovations	FM S/L	3	449.00	449.00	-	449.00	-
5/9/2008	Building Renovations	FM S/L	3	1,442.50	1,442.50	-	1,442.50	-
8/31/2008	Building Renovations-Restaurant	FM S/L	3	4,616.00	4,487.17	256.44	4,743.61	(127.61)
9/30/2008	Building Renovations-Restaurant	FM S/L	3	1,219.17	1,151.44	67.73	1,219.17	(0.00)
10/1/2008	Building Renovations	FM S/L	3	11,926.00	10,931.25	662.50	11,593.75	331.25
8/31/2009	Building Renovations	FM S/L	3	5,815.05	3,553.64	323.06	3,876.70	1,938.35
12/31/2009	Building Renovations	FM S/L	3	3,373.50	1,886.75	187.42	1,874.17	1,499.33
7/31/2010	Building Renovations	FM S/L	3	5,577.00	1,704.08	309.83	2,013.91	3,563.09
7/31/2010	Building Renovations	FM S/L	3	31,912.00	9,750.89	1,772.89	11,523.78	20,388.22
8/9/2011	Building Renovations-A/C	FM S/L	3	3,450.00	-	191.67	191.67	3,258.33
Subtotal Improvements				190,215.30	155,592.90	3,771.54	159,364.34	30,850.96
Instructional Support Equipment								
5/31/2008	Server	FM S/L	5	2,700.00	2,430.00	90.00	2,520.00	180.00
8/1/2008	HP Mini Rack w/HP x 3000 UPS	FM S/L	5	1,600.00	1,440.00	53.33	1,493.33	106.67
9/11/2008	Smart Board	FM S/L	5	5,019.25	4,517.33	167.31	4,684.64	334.61
9/11/2008	Smart Board	FM S/L	5	5,019.25	4,517.33	167.31	4,684.64	334.61
9/11/2008	Smart Board	FM S/L	5	5,019.25	4,517.33	167.31	4,684.64	334.61
9/11/2008	Smart Board	FM S/L	5	5,019.25	4,517.33	167.31	4,684.64	334.61
11/8/2008	Photography Equipment	FM S/L	5	5,572.40	5,015.16	185.75	5,200.91	371.49
9/24/2007	Presentation System	FM S/L	5	12,884.75	9,862.88	428.83	10,291.81	2,572.95
10/29/2007	Detection System	FM S/L	5	1,700.00	1,275.00	56.67	1,331.67	368.33
10/23/2007	Classroom Equipment	FM S/L	5	26,118.00	19,588.50	870.60	20,459.10	5,658.90
5/28/2008	Aluminum Bleachers	FM S/L	5	8,865.10	5,486.81	295.50	5,782.31	3,102.79
6/19/2008	Pottery Kiln	FM S/L	5	2,173.00	38.22	72.43	108.65	2,064.35
7/7/2008	Awning-Main Bldg	FM S/L	5	4,500.00	2,700.00	150.00	2,850.00	1,650.00
8/8/2008	Awning-Cafeteria	FM S/L	5	5,807.00	3,484.20	193.57	3,677.77	2,129.23
3/17/2009	Smart Board System	FM S/L	5	3,268.00	1,634.00	108.93	1,742.93	1,525.07
3/26/2009	Cash Register System	FM S/L	5	3,479.32	1,739.55	115.98	1,855.63	1,623.69
3/26/2009	Large Format Laminator	FM S/L	5	2,200.99	1,100.50	73.37	1,173.87	1,027.12
3/30/2009	ScanTron Machine	FM S/L	5	1,485.00	747.50	49.83	797.33	687.67
8/8/2011	10 Dell Refurbished Computers	FM S/L	5	3,613.58	-	120.45	120.45	3,493.13
Subtotal Instructional Support Equipment				106,034.14	74,589.84	3,534.47	78,124.31	27,909.83
TOTAL GOVERNMENTAL FIXED ASSETS				300,654.63	233,631.62	7,433.75	241,065.37	59,589.26