

**ABLE SCHOOL, INC.**

**FINANCIAL REPORTS**

**For the quarter ending September 30, 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 quarter ending September 30, 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 October 23, 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*

October 18, 2011

**ABLE SCHOOL, INC.**  
**BALANCE SHEET-GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2011 AND SEPTEMBER 30, 2010**

**ASSETS**

	<u>2011</u>	<u>2010</u>
Cash-Operating	\$ 31,792	\$ 111,481
Cash-Savings	152,847	35,903
Total Cash	<u>184,639</u>	<u>147,384</u>
Other Current Assets	<u>6,266</u>	<u>6,125</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 190,905</u></u></b>	<b><u><u>\$ 153,509</u></u></b>

**LIABILITIES AND FUND BALANCES**

Accounts Payable and Accrued Expenses	\$ 411	\$ 16,961
<b>TOTAL LIABILITIES</b>	<u>411</u>	<u>16,961</u>
FUND BALANCES (Unreserved)	<u>190,494</u>	<u>136,548</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u><u>\$ 190,905</u></u></b>	<b><u><u>\$ 153,509</u></u></b>

**ABLE SCHOOL, INC.**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES-GOVERNMENTAL FUNDS**  
**FOR THE QUARTER ENDING SEPTEMBER 30, 2011 AND SEPTEMBER 30, 2010**

	<u>GENERAL FUND</u>	<u>2011</u>	<u>2010</u>
<b>REVENUE:</b>			
Revenues from State sources	\$ 170,439	\$ 170,439	\$ 200,405
Revenues from Local sources	4,894	4,894	9,070
<b>TOTAL REVENUE</b>	<u>175,333</u>	<u>175,333</u>	<u>209,475</u>
<b>EXPENDITURES:</b>			
<b>CURRENT</b>			
Basic Instructional (FEFP K-12)	65,650	65,650	110,082
Instructional Staff Training	1,180	1,180	-
School Administration	38,988	38,988	31,708
Facilities Acquisition & Construction	7,064	7,064	77,707
Fiscal Services	9,794	9,794	11,573
Food Services	3,956	3,956	7,238
Central Services	1,643	1,643	754
Pupil Transportation Services	-	-	-
Operation of Plant	55,450	55,450	52,629
<b>DEBT SERVICE</b>			
Principal and Interest	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>183,725</u>	<u>183,725</u>	<u>291,691</u>
<b>OTHER REVENUE (EXPENSE)</b>	<u>423</u>	<u>423</u>	<u>402</u>
<b>EXCESS OF REVENUES OVER(UNDER) EXPENDITURES</b>	<u>(7,969)</u>	<u>(7,969)</u>	<u>(81,814)</u>
<b>FUND BALANCE-BEGINNING</b>	<u>198,463</u>	<u>198,463</u>	<u>218,362</u>
<b>FUND BALANCE-ENDING</b>	<u><u>\$ 190,494</u></u>	<u><u>\$ 190,494</u></u>	<u><u>\$ 136,548</u></u>

**ABLE SCHOOL, INC.**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO NET ASSETS OF GOVERNMENTAL ACTIVITIES**  
**FOR THE QUARTER ENDING SEPTEMBER 30, 2011**

**Fund Balances-Total Governmental Funds** **\$ 190,494**

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** **64,830**

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** **\$ 255,324**

**ABLE SCHOOL, INC.**  
**STATEMENT OF NET ASSETS**  
**SEPTEMBER 30, 2011**

	GOVERNMENTAL ACTIVITIES	TOTAL
<b><u>ASSETS</u></b>		
CURRENT ASSETS:		
Cash-Operating	\$ 31,792	\$ 31,792
Cash-Savings	152,847	152,847
Total Cash	184,639	184,639
Other Current Assets	6,266	6,266
TOTAL CURRENT ASSETS	190,905	190,905
CAPITAL ASSETS, net	64,830	64,830
<b>TOTAL ASSETS</b>	<b>\$ 255,735</b>	<b>\$ 255,735</b>
 <b><u>LIABILITIES</u></b>		
CURRENT LIABILITIES:		
Accounts Payable	\$ 411	\$ 411
TOTAL CURRENT LIABILITIES	411	411
LONG-TERM LIABILITIES	-	-
TOTAL LIABILITIES	411	411
 <b><u>NET ASSETS</u></b>		
Invested in Capital Assets, net of debt	64,830	64,830
Restricted-Reserves	-	-
Unrestricted (Deficit)	190,494	190,494
TOTAL NET ASSETS	255,324	255,324
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 255,735</b>	<b>\$ 255,735</b>

**ABLE SCHOOL, INC.**  
**BUDGETARY COMPARISON SCHEDULE-GOVERNMENTAL FUNDS**  
**FOR THE QUARTER ENDING SEPTEMBER 30, 2011**

	<u>YEAR-TO-DATE ACTUAL</u>	<u>%</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>VARIANCE</u>
<b>REVENUE</b>				
Revenues from State Sources	\$ 170,439	97.21	\$ 228,897	\$ (58,458)
Revenues from Local Sources	4,894	2.79	7,500	(2,606)
<b>TOTAL REVENUE</b>	<u>\$ 175,333</u>	<u>100.00</u>	<u>\$ 236,397</u>	<u>\$ (61,064)</u>
<b>EXPENDITURES</b>				
Current				
Basic Instructional (FEFP K-12)	\$ 65,650	37.44	\$ 116,154	\$ 50,504
Instructional Staff Training	1,180	0.67	750	(430)
School Administration	38,988	22.24	37,300	(1,688)
Facilities Acquisition and Construction	7,064	4.03	1,000	(6,064)
Food Services	9,794	5.59	7,500	(2,294)
Central Services	3,956	2.26	3,750	(206)
Fiscal Services	1,643	0.94	13,679	12,036
Pupil Transportation Services	-	0.00	3,750	3,750
Operation of Plant	55,450	31.63	37,160	(18,290)
Debt Service				
Principal and Interest	-	0.00	-	-
<b>TOTAL OPERATING EXPENDITURES</b>	<u>183,725</u>	<u>104.79</u>	<u>221,043</u>	<u>37,318</u>
<b>OTHER REVENUE (EXPENSE)</b>	423	0.24	-	(423)
<b>RESERVE ALLOWANCE</b>	<u>(7,969)</u>	<u>-4.55</u>	<u>15,354</u>	<u>23,323</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 175,333</u>	<u>100.00</u>	<u>\$ 236,397</u>	<u>\$ 61,064</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>
<b>REVENUE</b>						
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
<b>TOTAL REVENUE</b>	<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>
<b>EXPENDITURES</b>						
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	-	-	-	-	-	-
<b>TOTAL OPERATING EXPENDITURES</b>	<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>
<b>RESERVE ALLOWANCE</b>	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12
<b>TOTAL EXPENDITURES</b>	<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>
<b>REVENUE</b>							
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
<b>TOTAL REVENUE</b>	<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>
<b>EXPENDITURES</b>							
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	-	-	-	-	-	-	-
<b>TOTAL OPERATING EXPENDITURES</b>	<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>
<b>RESERVE ALLOWANCE</b>	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	5,118.12	61,417.40
<b>TOTAL EXPENDITURES</b>	<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**  
**SEPTEMBER 30, 2011**

Date Acquired	Description	Method	Yrs	Cost	Beg. A/D	Current	Ending A/D	Net Book Value
<b>GOVERNMENTAL FIXED ASSETS</b>								
<b>Furniture, Fixtures, &amp; Equipment</b>								
6/30/2006	Student Lockers	FM S/L	5	3,259.19	2,933.28	162.96	3,096.24	182.95
11/17/2006	Fireproof Filing Cabinet	FM S/L	10	1,148.00	515.70	28.85	544.35	601.65
<b>Subtotal FF&amp;E</b>				<b>4,405.19</b>	<b>3,448.98</b>	<b>191.61</b>	<b>3,640.59</b>	<b>784.60</b>
<b>Improvements</b>								
5/30/2006	Permits/Inspection/Clean up/Demo	S/L	3	5,510.00	5,510.00	-	5,510.00	-
7/31/2006	Building Renovations	S/L	3	22,107.79	22,107.79	-	22,107.79	-
8/31/2006	Building Renovations	S/L	3	20,012.26	20,012.26	-	20,012.26	-
9/30/2006	Fire System	S/L	3	8,262.15	8,262.15	-	8,262.15	-
10/20/2006	Security System	S/L	3	3,370.00	3,370.00	-	3,370.00	-
10/23/2006	Plumbing Renovations	S/L	3	1,300.00	1,300.00	-	1,300.00	-
11/10/2006	Fencing	S/L	3	1,275.00	1,275.00	-	1,275.00	-
06/30/2007	Architect-2007-2008 Bldg Renovations	S/L	2	918.00	918.00	-	918.00	-
07/30/2007	Detection System	S/L	3	5,500.00	5,500.00	-	5,500.00	-
07/30/2007	Building Renovations	S/L	3	1,332.00	1,332.00	-	1,332.00	-
07/30/2007	Building Renovations	S/L	3	1,500.00	1,500.00	-	1,500.00	-
08/06/2007	Building Renovations	S/L	3	1,000.00	1,000.00	-	1,000.00	-
08/20/2007	Building Renovations	S/L	3	1,080.21	1,080.21	-	1,080.21	-
08/30/2007	Building Renovations	S/L	3	1,288.00	1,288.00	-	1,288.00	-
08/16/2007	Building Renovations	S/L	3	1,381.88	1,381.88	-	1,381.88	-
08/13/2007	Building Renovations	S/L	3	1,428.91	1,428.91	-	1,428.91	-
08/06/2007	Building Renovations	S/L	3	1,525.00	1,525.00	-	1,525.00	-
08/20/2007	Building Renovations	S/L	3	1,820.84	1,820.84	-	1,820.84	-
08/23/2007	Building Renovations	S/L	3	1,840.00	1,840.00	-	1,840.00	-
08/17/2007	Building Renovations	S/L	3	1,962.50	1,962.50	-	1,962.50	-
08/16/2007	Building Renovations	S/L	3	2,100.11	2,100.11	-	2,100.11	-
08/20/2007	Building Renovations	S/L	3	2,800.00	2,800.00	-	2,800.00	-
08/13/2007	Building Renovations	S/L	3	2,850.00	2,850.00	-	2,850.00	-
08/02/2007	Building Renovations	S/L	3	5,115.78	5,115.78	-	5,115.78	-
08/11/2007	Building Renovations	S/L	3	5,328.08	5,328.08	-	5,328.08	-
08/27/2007	Building Renovations	S/L	3	9,733.59	9,733.59	-	9,733.59	-
08/08/2007	Building Renovations	S/L	3	2,350.00	2,350.00	-	2,350.00	-
08/06/2007	Building Renovations	S/L	3	2,900.00	2,900.00	-	2,900.00	-
09/26/2007	Building Renovations	S/L	3	2,834.00	2,834.00	-	2,834.00	-
01/18/2008	Building Renovations	S/L	3	449.00	449.00	-	449.00	-
05/09/2008	Building Renovations	S/L	3	1,442.50	1,442.50	-	1,442.50	-
08/31/2008	Building Renovations - Restaurant	S/L	3	4,616.00	4,487.17	128.83	4,616.00	-
09/30/2008	Building Renovations - Restaurant	S/L	3	1,219.17	1,151.44	67.73	1,219.17	-
10/01/2008	Building Renovations	S/L	3	11,925.00	10,931.25	993.75	11,925.00	-
08/31/2009	Building Renovations	S/L	3	5,815.05	3,553.64	484.59	4,038.23	1,776.82
12/31/2009	Building Renovations	S/L	3	3,373.50	1,686.75	281.13	1,967.88	1,405.63
7/20/2010	Cafeteria Addition	S/L	3	36,783.45	12,261.15	3,085.29	15,326.44	21,457.01
12/14/2010	A/C Unit	S/L	3	4,500.00	1,500.00	375.00	1,875.00	2,625.00
8/8/2011	Sports Field - Improvements	S/L	3	8,295.00	2,088.33	524.58	2,622.91	3,672.09
8/9/2011	Building Renovations-A/C	FM S/L	3	3,450.00	-	287.50	287.50	3,162.50
	Adjustment to correct(per audit)			-	1,000.00	-	-	(1,000.00)
<b>Subtotal Improvements</b>				<b>200,304.75</b>	<b>160,997.31</b>	<b>6,208.39</b>	<b>166,205.70</b>	<b>33,099.05</b>
<b>Instructional Support Equipment</b>								
5/31/2006	Server	FM S/L	5	2,700.00	2,430.00	135.00	2,565.00	135.00
8/1/2006	HP Mini Rack w/HP x 3000 UPS	FM S/L	5	1,600.00	1,440.00	80.00	1,520.00	80.00
9/11/2006	Smart Board	FM S/L	5	5,019.25	4,517.33	250.96	4,768.29	250.96
9/11/2006	Smart Board	FM S/L	5	5,019.25	4,517.33	250.96	4,768.29	250.96
9/11/2006	Smart Board	FM S/L	5	5,019.25	4,517.33	250.96	4,768.29	250.96
9/11/2006	Smart Board	FM S/L	5	5,019.25	4,517.33	250.96	4,768.29	250.96
11/9/2006	Photography Equipment	FM S/L	5	5,572.40	5,015.16	278.62	5,293.78	278.62
9/24/2007	Presentation System	FM S/L	5	12,864.75	9,862.98	643.24	10,506.22	2,358.53
10/29/2007	Detection System	FM S/L	5	1,700.00	1,275.00	85.00	1,360.00	340.00
10/23/2007	Classroom Equipment	FM S/L	5	26,118.00	19,588.50	1,305.90	20,894.40	5,223.60
5/28/2008	Aluminum Bleachers	FM S/L	5	8,865.10	5,466.81	443.26	5,910.07	2,955.04
6/19/2008	Pottery Kiln	FM S/L	5	2,173.00	1,340.02	108.65	1,448.67	724.33
7/7/2008	Awning-Main Bldg	FM S/L	5	4,500.00	2,700.00	225.00	2,925.00	1,575.00
9/8/2008	Awning-Cafeteria	FM S/L	5	5,807.00	3,484.20	290.35	3,774.55	2,032.45
3/17/2009	Smart Board System	FM S/L	5	3,288.00	1,634.00	163.40	1,797.40	1,470.60
3/26/2009	Cash Register System	FM S/L	5	3,479.32	1,739.65	173.97	1,913.62	1,565.70
3/26/2009	Large Format Laminator	FM S/L	5	2,200.99	1,100.50	110.05	1,210.55	990.44
3/30/2009	ScanTron Machine	FM S/L	5	1,495.00	747.50	74.75	822.25	672.75
8/25/2010	Video Security System	FM S/L	5	4,938.53	987.71	246.93	1,234.64	3,703.89
9/8/2010	Security System	FM S/L	5	1,200.00	240.00	60.00	300.00	900.00
11/16/2010	Server	FM S/L	5	2,030.99	406.20	101.55	507.75	1,523.24
8/8/2011	10 Dell Refurbished Computers	FM S/L	5	3,613.58	-	180.68	180.68	3,432.90
<b>Subtotal Instructional Support Equipment</b>				<b>114,203.86</b>	<b>77,527.55</b>	<b>5,710.18</b>	<b>83,237.73</b>	<b>30,965.93</b>
<b>TOTAL GOVERNMENTAL FIXED ASSETS</b>				<b>318,913.80</b>	<b>241,973.84</b>	<b>12,110.19</b>	<b>253,084.03</b>	<b>64,829.57</b>