

COTTONWOOD MONTESSORI SCHOOL

**FINANCIAL STATEMENTS
ACCOUNTANTS' COMPILATION REPORT**

**For The Year Ended
May 31, 2013**

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ACCOUNTANTS' COMPILATION REPORT

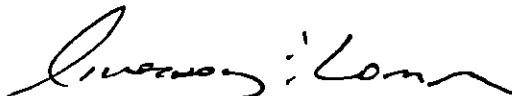
We have compiled the accompanying statement of financial position of Cottonwood Montessori School (a non-profit corporation) as of May 31, 2013, and the related statement of activities and net assets for the twelve month then ended. We have not audited or reviewed the accompanying financial statements 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.

Management 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 management 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 and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements they might influence the user's conclusions about the Company'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.

July 13, 2015



Member of The American Institute of Certified Public Accountants

COTTONWOOD MONTESSORI SCHOOL

STATEMENT OF FINANCIAL POSITION

May 31, 2013

ASSETS

CURRENT ASSETS

Petty Cash	\$	1,191
Petty Cash – PTA		57
Cash in Bank		340,552
Cash in Bank – PTA		7,941
Returned Checks		1,225
Accounts Receivable		36,572
Employee Advances		<u>19,065</u>

Total Current Assets 406,603

PROPERTY AND EQUIPMENT

Building		1,791,527
Building Improvements		366,969
Land Improvements		96,154
Furniture and Fixtures		27,691
Office Equipment		68,962
School Equipment		127,129
Vehicle		<u>21,500</u>
Total		2,499,932
Less: accumulated depreciation	(<u>769,824)</u>
Total		1,730,108

Land 700,000

Total Property and Equipment 2,430,108

Total Assets \$ 2,836,711

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Credit Card Payable	\$ 18,879
Current Portion on Long-Term Note Payable	36,202
Prepaid Tuition	<u>731,467</u>
Total Current Liabilities	<u>786,548</u>

LONG-TERM LIABILITIES

Note Payable – Alcalde	8,746
Note Payable – Baca	10,647
Note Payable – Kominiak/Albq Energy Grp	20,000
Note Payable – Nickerson	125,000
Note Payable – W. Nickerson	53,000
Note Payable – Overman	21,194
Note Payable – Weststar Mortgage Corp.	1,629,126
Less: Current Portion	<u>(36,202)</u>
Total Long-Term Liabilities	<u>1,831,511</u>
Total Liabilities	<u>2,618,059</u>

NET ASSETS

Fund Balance - Unrestricted	<u>218,652</u>
Total Net Assets	<u>218,652</u>

Total Liabilities and Net Assets \$ 2,836,711

COTTONWOOD MONTESSORI SCHOOL

STATEMENT OF ACTIVITIES AND NET ASSETS

For the Year Ended May 31, 2013

INCOME

Tuition Revenue:	
Childcare Receipts	\$ 44,157
Tuition	1,416,708
Tuition – Application Fees	860
Tuition – Deposits	83,000
Tuition – School Lunch Receipts	16,614
Tuition – Summer School	121,692
Tuition – Scholarships	(4,051)
Tuition Refunds	(27,873)
Total Tuition Revenue	<u>1,651,107</u>
Donation Revenue:	
Restricted Donations	810
Temporarily Restricted Donations	2,520
Temporarily Restricted Donations – Building Campaign	260
Temporarily Restricted Donations – GIFT Campaign	550
Unrestricted Donations	<u>72,995</u>
Total Donation Revenue	<u>77,135</u>
Fundraising Revenue:	
Auction	67,309
Book Fair Sales	1,742
Burrito Revenue	5,747
Fun Run Revenue	3,239
Read-A-Thon Revenue	3,240
Yearbook Revenue	3,175
Other Fundraising Revenue	<u>9,966</u>
Total Fundraising Revenue	<u>94,418</u>
 Total Income	 <u>1,822,660</u>

OPERATING EXPENSES

Facility Costs:	
Cafeteria Expense	2,286
Depreciation Expense	59,261
Dumpster Expense	1,070
Janitorial Maintenance	37,018
Landscaping	6,063
Repairs and Maintenance	17,228
Telephone and Cable	7,762
Utilities	<u>25,445</u>
Total Facility Costs	<u>156,133</u>

SEE ACCOUNTANTS' COMPILATION REPORT

COTTONWOOD MONTESSORI SCHOOL

STATEMENT OF ACTIVITIES AND NET ASSETS

For the Year Ended May 31, 2013

OPERATING EXPENSES(continued)

Fundraising Costs:

Auction	49,266
Fun Run Expenses	976
Other Fundraising Expense	7,789
Special Events	<u>3,168</u>
Total Fundraising Costs	61,199

General and Administrative Costs:

Advertising	18,831
Bad Debt Expense	3,513
Bank and Credit Card Fees	32,166
Business Promotion	11,185
Computer Expense	12,494
Contributions	756
Depreciation	135
Dues and Subscriptions	4,811
Equipment Rental	5,613
Fees Expense	360
Insurance Expense	7,803
Licenses and Permits	145
Meals Expense	435
Miscellaneous Expense	267
Office Supplies	3,301
Postage and Delivery	827
Printing and Reproduction	943
Professional Fees	<u>14,082</u>
Total General and Administrative Costs	117,667

Officer's Costs:

Automobile Gas, Oil & Repairs	135
Officer's Salary	<u>75,000</u>
Total Officer's Costs	75,135

Staff Costs:

Background Checks	549
Employee Relations	901
Employee Benefits	37,206
Insurance – Workers Comp	1,131
Payroll Service Fees	3,449
Payroll Taxes	89,083
Professional Development	20,322
Staff Salaries	<u>1,039,700</u>
Total Staff Costs	1,192,341

COTTONWOOD MONTESSORI SCHOOL

STATEMENT OF ACTIVITIES AND NET ASSETS

For the Year Ended May 31, 2013

OPERATING EXPENSES(continued)

Student Costs and Program Fees:

Café Expense	549
Camp	307
Classroom Supplies and Materials	4,594
Counseling	25,057
Field Trip Expense	3,025
Miscellaneous Expenses	1,034
Parent Gifts	43
Program Costs – Aftercare	2,931
Program Costs – Art	446
Program Costs – Drama	69
Program Costs – Environmental Education	108
Program Costs – Library	213
Program Costs – Music	1,154
Program Costs – Permaculture	47
Program Costs – Physical Education	1,338
Program Costs – Summer School	17,059
School Equipment Depreciation	8,028
School Lunches	13,615
Textbooks	<u>7,528</u>
Total Student Costs and Program Fees	<u>87,145</u>

Total Operating Expenses 1,689,620

Net Operating Income(Loss) 133,040

OTHER INCOME AND (EXPENSE)

Interest Income	169
Other Income	14,858
Interest Expense	<u>(136,466)</u>
Total Other Income and (Expense)	<u>(121,439)</u>

Change in Net Assets 11,601

Net Assets, June 1, 2012 207,051

Net Assets, May 31, 2012 \$ 218,652