

**MATIGNON HIGH SCHOOL, INC.**

**FINANCIAL STATEMENTS**

**and**

**INDEPENDENT AUDITORS' REPORT**

**June 30, 2013 and 2012**



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## INDEPENDENT AUDITORS' REPORT

The Board of Trustees  
**Matignon High School, Inc.**  
Cambridge, MA

We have audited the accompanying financial statements of **Matignon High School, Inc.** (a nonprofit organization), which comprise the statement of financial position as of June 30, 2013, and the related statements of activities, net assets and cash flows for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Matignon High School, Inc.** as of June 30, 2013, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

(Continued)

## INDEPENDENT AUDITORS' REPORT - CONTINUED

### Other Matters

The financial statements of **Matignon High School, Inc.** as of June 30, 2012, were audited by other auditors whose report dated November 27, 2012, expressed an unmodified opinion on those statements. As discussed in Note L to the financial statements, the School has restated its 2012 financial statements during the current year to record deferred rent, in accordance with accounting principles generally accepted in the United States of America. The other auditors reported on the 2012 financial statements before the restatement.

As part of our audit of the 2013 financial statements, we also audited adjustments described in Note L that were applied to restate the 2012 financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review or apply any procedures to the 2012 financial statements of the School other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2012 financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on Schedules I, II, and III is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Rucci, Bardaro & Falzone, PC*

Rucci, Bardaro & Falzone, PC  
Certified Public Accountants

November 4, 2013



# Matignon High School, Inc.

## STATEMENTS OF FINANCIAL POSITION

June 30,

### ASSETS

	<u>2013</u>	(Restated) <u>2012</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 472,790	\$ 514,600
Cash - debt reserve	-	43,119
Accounts receivable, net of allowance of \$39,000 in 2013 and \$0 in 2012	93,197	55,921
Investments	<u>81,197</u>	<u>82,054</u>
<b>Total current assets</b>	<u>647,184</u>	<u>695,694</u>
<b>PROPERTY AND EQUIPMENT</b>		
Improvements - site	646,010	646,010
Improvements - building	2,427,501	2,427,501
Furniture and fixtures	999,373	999,373
Vehicles	24,255	24,255
Less: Accumulated depreciation	<u>(1,794,068)</u>	<u>(1,632,943)</u>
<b>Property and equipment, net</b>	<u>2,303,071</u>	<u>2,464,196</u>
<b>OTHER ASSETS</b>		
Deferred costs, less accumulated amortization of \$12,834 in 2013 and \$9,206 in 2012	<u>23,400</u>	<u>27,028</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,973,655</u>	<u>\$ 3,186,918</u>



**LIABILITIES AND NET ASSETS (DEFICIENCY)**

	<b><u>2013</u></b>	<b>(Restated) <u>2012</u></b>
<b>CURRENT LIABILITIES</b>		
Line of credit	\$ 196,495	\$ 111,700
Current portion of long term liabilities	106,411	-
Accounts payable and accrued expenses	385,515	249,594
Deferred revenues	789,495	1,014,474
	<hr/>	<hr/>
<b>Total current liabilities</b>	<b>1,477,916</b>	<b>1,375,768</b>
	<hr/>	<hr/>
<b>LONG-TERM LIABILITIES</b>		
Notes payable to bank	5,075,000	5,075,000
Deferred rent	89,999	59,999
Less: current portion of long term liabilities	(106,411)	-
	<hr/>	<hr/>
<b>Total long-term liabilities</b>	<b>5,058,588</b>	<b>5,134,999</b>
	<hr/>	<hr/>
<b>Total liabilities</b>	<b>6,536,504</b>	<b>6,510,767</b>
	<hr/>	<hr/>
<b>NET ASSETS (DEFICIENCY)</b>		
Unrestricted	(3,672,384)	(3,435,281)
Temporarily restricted	59,935	61,832
Permanently restricted	49,600	49,600
	<hr/>	<hr/>
<b>Total net assets (deficiency)</b>	<b>(3,562,849)</b>	<b>(3,323,849)</b>
	<hr/>	<hr/>
<b>TOTAL LIABILITIES AND NET ASSETS (DEFICIENCY)</b>	<b>\$ 2,973,655</b>	<b>\$ 3,186,918</b>
	<hr/> <hr/>	<hr/> <hr/>



The accompanying notes are an integral part of the financial statements.

# Matignon High School, Inc.

## STATEMENTS OF ACTIVITIES

For the years ended June 30,

	2013				(Summarized and Restated) 2012
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	<u>Total</u>
<b>REVENUES AND SUPPORT</b>					
Tuition and fees (net of financial aid and scholarships of \$342,700 and \$286,175 for the years ended June 30, 2013 and 2012, respectively)	\$ 3,780,970	\$ -	\$ -	\$ 3,780,970	\$ 3,550,919
Other income	173,567	-	-	173,567	259,118
Capital campaign	147,150	-	-	147,150	-
Grants and contributions	189,968	-	-	189,968	218,788
Fundraising	96,020	-	-	96,020	45,707
Rental income	38,400	-	-	38,400	38,375
Interest and dividends	-	4,309	-	4,309	3,637
Books and supplies	2,738	-	-	2,738	2,068
Unrealized appreciation (depreciation) on investments	-	3,160	-	3,160	(6,411)
Realized gain on sales of investments	-	2,634	-	2,634	1,479
Net assets released from restrictions	12,000	(12,000)	-	-	-
	<b>4,440,813</b>	<b>(1,897)</b>	<b>-</b>	<b>4,438,916</b>	<b>4,113,680</b>
<b>EXPENSES</b>					
Program services expenses (Schedule I)	2,468,155	-	-	2,468,155	2,533,209
Supporting services expenses					
General and administrative (Schedule II)	2,003,012	-	-	2,003,012	1,857,262
Fundraising (Schedule III)	206,749	-	-	206,749	158,141
Total supporting services expenses	2,209,761	-	-	2,209,761	2,015,403
	<b>4,677,916</b>	<b>-</b>	<b>-</b>	<b>4,677,916</b>	<b>4,548,612</b>
<b>CHANGE IN NET ASSETS</b>	<b>\$ (237,103)</b>	<b>\$ (1,897)</b>	<b>\$ -</b>	<b>\$ (239,000)</b>	<b>\$ (434,932)</b>



The accompanying notes are an integral part of the financial statements.

# Matignon High School, Inc.

## STATEMENTS OF NET ASSETS

For the years ended June 30, 2013 and 2012

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Net assets (deficiency), July 1, 2011	\$ (2,980,616)	\$ 72,098	\$ 49,600	\$ (2,858,918)
Prior period adjustment (Note L)	(29,999)	-	-	(29,999)
Change in net assets	<u>(424,666)</u>	<u>(10,266)</u>	<u>-</u>	<u>(434,932)</u>
Net assets (deficiency), June 30, 2012	(3,435,281)	61,832	49,600	(3,323,849)
Change in net assets	<u>(237,103)</u>	<u>(1,897)</u>	<u>-</u>	<u>(239,000)</u>
Net assets (deficiency), June 30, 2013	<u>\$ (3,672,384)</u>	<u>\$ 59,935</u>	<u>\$ 49,600</u>	<u>\$ (3,562,849)</u>



The accompanying notes are an integral part of the financial statements.



## Matignon High School, Inc.

### STATEMENTS OF CASH FLOWS

For the years ended June 30,

	<u>2013</u>	<u>(Restated)</u> <u>2012</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Change in net assets</b>	\$ (239,000)	\$ (434,932)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	161,125	249,460
Amortization of deferred costs	3,628	3,581
Unrealized depreciation (appreciation) on investments	(3,160)	6,411
Realized gain on sale of investments	(2,634)	(1,479)
Change in operating assets and liabilities:		
Accounts receivable	(37,276)	(24,434)
Accounts payable and accrued expenses	135,922	(493,547)
Deferred revenues	(224,979)	57,792
Accrued interest payable on revolving loan	-	(340,991)
Deferred rent	30,000	30,000
Other liabilities	-	(1,806)
	<u>(176,374)</u>	<u>(949,945)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of investments	12,000	12,000
Purchases of investments	(5,350)	(3,660)
Purchases of property and equipment	-	(35,082)
	<u>6,650</u>	<u>(26,742)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from notes payable to bank	-	1,050,000
Proceeds from line of credit	84,795	-
Repayments of line of credit	-	(6,150)
Repayments of revolving loan payable	-	(33,247)
Decrease (increase) in cash-debt reserve	43,119	(43,119)
Deferred costs incurred	-	(11,234)
	<u>127,914</u>	<u>956,250</u>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>	(41,810)	(20,437)
<b>CASH AND CASH EQUIVALENTS, beginning of year</b>	<u>514,600</u>	<u>535,037</u>
<b>CASH AND CASH EQUIVALENTS, end of year</b>	<u>\$ 472,790</u>	<u>\$ 514,600</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Cash paid during the year for:		
Interest expense	\$ 315,524	\$ 653,265
Income taxes	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS

June 30, 2013 and 2012

### NOTE A - NATURE OF THE ORGANIZATION

**Matignon High School, Inc.** (The "School"), a nonprofit corporation, is a private Catholic High School located in Cambridge, Massachusetts. The purpose of the School is to fulfill the education mission of the Roman Catholic Church, the Roman Catholic Archdiocese of Boston (the "Archdiocese") and the Roman Catholic Archbishop of Boston.

Members of the Corporation include the Chairman (Archbishop of the Archdiocese), the Secretary of Education of the Archdiocese of Boston and other persons who may be appointed by the Chairman. Members of the Corporation appoint and remove Trustees and Officers as defined in the Corporation's by-laws. The Trustees are responsible for the property and business affairs of the Corporation.

### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 1. Financial Statement Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. Under these principles, the School is required to report information regarding its financial position and activities according to three classes of net assets (unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets) based upon the existence or absence of donor imposed restrictions.

These principles also require that contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes.

When a temporary restriction expires, temporarily restricted net assets are classified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. However, temporarily restricted contributions are reported as unrestricted when the restrictions have been met in the same accounting period.



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

2. **Cash and Cash Equivalents**

Cash in bank accounts may exceed Federal Deposit Insurance Corporation ("FDIC") insurance limits from time-to-time during the year in the ordinary course of business, which Management does not believe exposes the School to significant risk of loss. As of June 30, 2013, the FDIC insures cash balances in banks up to \$250,000, and the uninsured portion of this balance was \$0.

For the purposes of the statement of cash flows, the School considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

3. **Investments**

Marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Realized and unrealized gains and losses are included in the changes in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are not met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

4. **Property and Equipment**

Property and equipment are recorded at cost or at fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets.

The costs of normal repairs and maintenance are charged to operating expenses as incurred. Major equipment purchases, renewals, betterments, and additions are capitalized.

5. **Functional Expenses and Allocation of Management and General**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.



## Matignon High School, Inc.

### NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

#### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

**6. Income Taxes**

The School is registered with the Internal Revenue Service as an organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code.

Under certain circumstances, the School could be liable for tax under I.R.C. Section 512, Unrelated Business Taxable Income. As of, and for the year ended June 30, 2013, no such circumstances occurred. Accordingly, no income tax payment was made nor required for the period then ended.

Accounting principles generally accepted in the United States of America clarify the accounting for income taxes by prescribing a minimum recognition threshold a tax position is required to meet before being recognized in the financial statements. They also provide guidance on de-recognition, measurement and classification of amounts relating to uncertain tax positions, accounting for and disclosure of interest and penalties, and disclosures required. The School's policy is to recognize interest accrued related to unrecognized tax benefits in interest expense and penalties as an operating expense. There were no such interest or penalties recognized for the 2013 and 2012 tax years.

**7. Revenue Recognition**

The School receives support from individual contributions and grants. This support is recorded on the accrual basis of accounting. Promises to give are recognized when the donor makes a promise to give to the School that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. In-kind contributions are generally recognized when received as further discussed in Note F.

**8. Use of Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

### NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

9. **Tuition Revenue**

Tuition revenue is recorded at rates established by the School.

10. **Deferred Revenues**

Deposits and advance payments received for tuition and fees which relate to the School's tuition billed for the following academic year are recorded as unrestricted revenues as earned.

11. **Pension Plan**

Nonreligious faculty members of the School who meet eligibility requirements are participants in a noncontributory retirement annuity plan which is funded annually. There are no prior service costs under the plan. Pension expense amounted to \$135,481 and \$125,446 for the years ended June 30, 2013 and 2012, respectively.

### NOTE C - NET ASSETS

**Temporarily Restricted Net Assets**

Temporarily restricted net assets as of June 30, 2013 and 2012 are comprised of \$59,935 and \$61,832, respectively, restricted by donors for financial assistance and scholarships.

**Permanently Restricted Net Assets**

Permanently restricted net assets as of June 30, 2013 and 2012, are comprised of \$49,600 and are to be held in perpetuity, the income of which is to be used for scholarships, library books, periodicals, and electronic media.

### NOTE D - LINE OF CREDIT

The School has a \$200,000 secured line of credit agreement with a bank for short-term borrowings which is due on demand. Interest on outstanding borrowings is payable monthly at the bank's base lending rate (4.00% at June 30, 2013), plus 1.0%. As of June 30, 2013 and 2012, the line of credit was \$196,495 and \$111,700, respectively. Real estate and assignment of leases and rents are pledged as collateral.

### NOTE E - LONG-TERM DEBT

Notes payable to bank, for \$4,025,000 and \$1,050,000, require the School to make interest only payments at 6% through July 2013 at which time principal payments will begin. The notes mature on March 25, 2036.



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

### NOTE E - LONG-TERM DEBT - CONTINUED

Real estate, assignment of leases, security interest in land, building and improvements and rents are pledged as collateral. The notes are guaranteed by the Archdiocese. In addition, the School maintains a debt reserve cash account to make debt service payments on the notes payable to the bank.

Maturities of notes payable to bank for the five years succeeding June 30, 2013 are as follows:

Year ending June 30:

2014	\$ 106,411
2015	112,975
2016	119,943
2017	127,340
2018	135,194
Thereafter	<u>4,473,137</u>
Total	<u>\$ 5,075,000</u>

Interest expense on the note payable to bank and line of credit for the years ended June 30, 2013 and 2012 amounted to \$315,524 and \$312,274, respectively.

### NOTE F - IN-KIND CONTRIBUTIONS

The School received \$15,335 in heating oil as an in-kind contribution, and it has been reflected in the financial statements. There were no other donations or significant amounts of services donated by supporters that met the criteria for recognition.

### NOTE G - RELATED PARTIES

The Catholic School Foundation is an affiliated organization of the Archdiocese and provided tuition support amounting to \$55,300 and \$50,000 during the years ended June 30, 2013 and 2012, respectively, which are included in grants and contributions in the accompanying statement of activities.

### NOTE H - LEASES AND COMMITMENTS

The Archdiocese owns the property which the School occupies. The School has entered into a lease agreement with the Archdiocesan Central High School, Inc., a related party, which expires June 2060. The lease requires the School to pay \$1 rent for each of the first thirty years, \$50,000 each year for years thirty-one through forty and \$100,000 each year for the years forty-one through fifty. The rent may be reduced for leasehold improvements made by the tenant. For the year ended June 30, 2013, deferred rent expense was \$30,000.



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

### NOTE I - FAIR VALUE MEASUREMENT

The School applies accounting principles generally accepted in the United States of America for fair value measurements on financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. These principles define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. These principles also establish a framework for measuring fair value and expand disclosures about fair value measurements. A fair value hierarchy places the highest priority on measurements with significant observable inputs (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following table sets forth, by level within the fair value hierarchy, the School's assets at fair value as of June 30, 2013.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash	\$ 472,790	\$ -	\$ -	\$ 472,790
Investments	<u>81,197</u>	<u>-</u>	<u>-</u>	<u>81,197</u>
Total assets at fair value	<u>\$ 553,987</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 553,987</u>

The following table sets forth, by level within the fair value hierarchy, the School's assets at fair value as of June 30, 2012.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash	\$ 557,719	\$ -	\$ -	\$ 557,719
Investments	<u>82,054</u>	<u>-</u>	<u>-</u>	<u>82,054</u>
Total assets at fair value	<u>\$ 639,773</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 639,773</u>



# Matignon High School, Inc.

## NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2013 and 2012

### NOTE J - PROMISES TO GIVE

Unconditional promises to give consist of the following:

	<u>2013</u>	<u>2012</u>
Unrestricted promises	\$ 211,350	\$ -
Less: Allowance for uncollectible pledges	<u>(211,350)</u>	<u>-</u>
Net unconditional promises to give	<u>\$ -</u>	<u>\$ -</u>
Amounts due in:		
Less than one year	\$ 53,400	\$ -
One to five years	<u>157,950</u>	<u>-</u>
Total unconditional promises to give	<u>\$ 211,350</u>	<u>\$ -</u>

### NOTE K - RECLASSIFICATIONS

Prior year amounts have amounts have been reclassified to conform to the current year's presentation.

### NOTE L - PRIOR PERIOD ADJUSTMENT

During the year ended June 30, 2013, management determined rent was not recorded in accordance with accounting principles generally accepted in the United States of America. These principles require rent to be expensed on a straight-line basis over the life of the lease instead of recording rent expense due each year. This change results in a reduction to net assets and an increase to long-term liabilities of \$29,999 as of July 1, 2011 and the recording of rent expense and an increase in deferred rent of \$30,000 as of and for the year ended June 30, 2012. Due to the prior period adjustment, the 2012 financial statements that were previously reported are herein restated to reflect the change in rent expense and deferred rent.

### NOTE M - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 4, 2013, the date the financial statements were available to be issued. There are no recognized subsequent events that provide additional evidence about conditions that existed at the statement of financial position date, or non-recognized subsequent events, or events that provide evidence about conditions that did not exist at the statement of financial position date, which are necessary to disclose to keep the financial statements from being misleading.





## Matignon High School, Inc.

### SCHEDULE I - PROGRAM SERVICES EXPENSES

For the years ended June 30,

	<u>2013</u>	<u>(Restated)</u> <u>2012</u>
Salaries	\$ 1,753,429	\$ 1,821,803
Fringe benefits	282,110	280,614
Student activities and summer school	113,601	124,994
Payroll taxes	110,389	114,274
Transportation	69,512	74,925
Athletic equipment	64,802	53,072
Graduation	29,897	30,842
Referees	23,839	25,976
Fees	14,324	6,249
Books and publications	6,252	460
	<u>\$ 2,468,155</u>	<u>\$ 2,533,209</u>



The accompanying notes are an integral part of the financial statements.

## Matignon High School, Inc.

### SCHEDULE II - GENERAL AND ADMINISTRATIVE EXPENSES

For the years ended June 30,

	<u>2013</u>	<u>(Restated)</u> <u>2012</u>
Salaries	\$ 614,385	\$ 497,914
Interest	315,524	312,274
Maintenance	182,519	158,517
Depreciation	161,125	249,460
Contracted services	122,995	34,329
Fringe benefits	107,821	115,684
Utilities	116,982	99,743
Payroll taxes	71,792	55,834
Insurance	44,840	32,621
Miscellaneous	41,752	60,672
Professional services	38,447	37,366
Uncollectible tuition	39,000	2,954
Admissions	37,684	46,460
Office supplies	32,346	40,744
Rent	30,000	30,000
Vehicle	17,130	18,136
Equipment rental and maintenance	8,722	32,123
Telephone	7,854	11,684
Amortization	3,628	3,581
Postage	3,402	5,918
Printing	3,046	5,549
Conferences and workshops	2,018	5,699
	<u>\$ 2,003,012</u>	<u>\$ 1,857,262</u>



The accompanying notes are an integral part of the financial statements.

# Matignon High School, Inc.

## SCHEDULE III - FUNDRAISING EXPENSES

For the years ended June 30,

	<u>2013</u>	<u>(Restated)</u> <u>2012</u>
Development activity	\$ 75,788	\$ 91,606
Professional services	63,995	963
Salaries	60,889	59,652
Payroll taxes	4,685	4,374
Supplies	825	1,034
Fringe benefits	567	512
	<u>\$ 206,749</u>	<u>\$ 158,141</u>



The accompanying notes are an integral part of the financial statements.