

THE RANCH ACADEMY AND LIFE SKILLS CENTER, INC.

Statement of Financial Position

As of August 31, 2016

Assets

<i>Current assets</i>	
Cash	\$ 321,195
Due from grantor agencies	4,104
<i>Total current assets</i>	<u>325,299</u>
<i>Other assets</i>	
Organizational costs	75,373
Buildings and improvements	617,485
Less accumulated depreciation	<u>(176,477)</u>
<i>Total other assets</i>	<u>516,381</u>
<i>Total assets</i>	\$ <u><u>841,680</u></u>

Liabilities and Net Assets

<i>Current liabilities</i>	
Accounts payable	\$ 8,694
Payroll liabilities	166
Due to related party	55,764
<i>Total current liabilities</i>	<u>64,624</u>
<i>Net assets</i>	
Unrestricted	629,276
Temporarily restricted	147,780
<i>Total net assets</i>	<u>777,056</u>
<i>Total liabilities and net assets</i>	\$ <u><u>841,680</u></u>

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

THE RANCH ACADEMY AND LIFE SKILLS CENTER, INC.

Statement of Activities

For the Year Ended August 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues			
<i>Local support:</i>			
Local revenues resulting from services rendered to other school districts	\$ 5,635	\$ -	\$ 5,635
Gifts and bequests	142	-	142
Total local support	<u>5,777</u>	<u>-</u>	<u>5,777</u>
<i>State program revenues:</i>			
Foundation school program revenues	-	1,573,673	1,573,673
Available school fund grant	-	19,194	19,194
State program revenues distributed by the TEA	-	17,856	17,856
Total state program revenues	<u>-</u>	<u>1,610,723</u>	<u>1,610,723</u>
<i>Federal program revenues:</i>			
Title I, Part A - improving basic programs	-	163,991	163,991
Title II, Part A - teacher and principal training and recruiting	-	4,979	4,979
IDEA - B formula	-	34,353	34,353
Small rural school achievement grant (REAP)	-	14,632	14,632
Total federal program revenues	<u>-</u>	<u>217,955</u>	<u>217,955</u>
Net assets released from restrictions	<u>1,680,898</u>	<u>(1,680,898)</u>	<u>-</u>
Total revenues	<u>1,686,675</u>	<u>147,780</u>	<u>1,834,455</u>
Expenses			
<i>Program services:</i>			
11 Instruction	969,746	-	969,746
13 Curriculum development and instructional staff development	51,815	-	51,815
23 School leadership	209,101	-	209,101
<i>Support services:</i>			
31 Guidance, counseling and evaluation services	107,020	-	107,020
32 Social work services	10,560	-	10,560
33 Health services	2,015	-	2,015
35 Food services	5,819	-	5,819
41 General administration	90,222	-	90,222
51 Plant maintenance and operations	115,122	-	115,122
53 Data processing services	119,478	-	119,478
Total expenses	<u>1,680,898</u>	<u>-</u>	<u>1,680,898</u>
Change in net assets	5,777	147,780	153,557
Net assets, beginning of year	<u>623,499</u>	<u>-</u>	<u>623,499</u>
Net assets, end of year	<u>\$ 629,276</u>	<u>\$ 147,780</u>	<u>\$ 777,056</u>

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Statement of Cash Flows

For the Year Ended August 31, 2016

<i>Cash flows from operating activities</i>	
<i>Change in net assets</i>	\$ 153,557
<i>Adjustments to reconcile change in net assets to net cash used in operating activities</i>	
<i>Depreciation</i>	20,043
<i>Increase in due from grantor agencies</i>	(4,104)
<i>Decrease in accounts payable</i>	(4,771)
<i>Increase in payroll taxes payable</i>	10
	<u>164,735</u>
<i>Net cash provided by operating activities</i>	
	<u>164,735</u>
<i>Cash flows from investing activities</i>	
<i>Purchase of capital assets</i>	<u>(16,180)</u>
<i>Net cash used in investing activities</i>	<u>(16,180)</u>
<i>Cash flows from financing activities</i>	
<i>Proceeds from long-term debt</i>	5,743
<i>Repayments on long-term debt</i>	<u>(10,145)</u>
<i>Net cash used in financing activities</i>	<u>(4,402)</u>
<i>Net increase in cash and cash equivalents</i>	144,153
<i>Cash and cash equivalents at beginning of year</i>	<u>177,042</u>
<i>Cash and cash equivalents at end of year</i>	\$ <u><u>321,195</u></u>
<i>Supplemental disclosures of cash flow information:</i>	
<i>Cash paid during the year for:</i>	
<i>Interest</i>	\$ <u>224</u>
<i>Income taxes</i>	\$ <u>-</u>

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