

WOODSTOCK ACADEMY

Independent Auditor's Report

JUNE 30, 2009

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Shane, Navratil & Co.

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Independent Auditor's Report

We have audited the accompanying statement of financial position of Woodstock Academy (the "Academy"), as of June 30, 2009, and the related statement of activities and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Academy's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Academy's 2008 financial statements.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Woodstock Academy, as of June 30, 2009, and the changes in net assets and cash flows, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Woodstock Academy taken as a whole. The supplementary data included in Schedule I is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Very truly yours,

SHANE, NAVRATIL & CO.
Certified Public Accountants

Willimantic, Connecticut
August 24, 2009

WOODSTOCK ACADEMY
STATEMENTS OF FINANCIAL POSITION
June 30, 2009
With Comparative Total from June 30, 2008

<u>ASSETS</u>	<u>2009</u>	<u>2008</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	1,580,308	\$ 1,289,371
Accounts receivables, net of allowance of \$7,193 for 2009 and 2008	<u>51,863</u>	<u>89,675</u>
Total current assets	<u>1,632,171</u>	<u>1,379,046</u>
<u>PROPERTY AND EQUIPMENT, net</u>	<u>8,030,199</u>	<u>8,493,331</u>
<u>OTHER ASSETS</u>		
Investments, at market value	2,226,168	2,382,724
Cash - Restricted	<u>40,000</u>	<u>-</u>
Total other assets	<u>2,266,168</u>	<u>2,382,724</u>
<u>TOTAL ASSETS</u>	<u>\$ 11,928,538</u>	<u>\$ 12,255,101</u>
<u>CURRENT LIABILITIES</u>		
Accounts Payable	\$ 318,987	\$ 245,175
Accrued expenses	205,180	188,034
Mortgages Payable	<u> </u>	<u>264,036</u>
Total current liabilities	<u>524,167</u>	<u>697,245</u>
<u>LONG-TERM LIABILITIES</u>		
Mortgages payable	<u>559,996</u>	<u>840,570</u>
Total long-term liabilities	<u>559,996</u>	<u>840,570</u>
<u>TOTAL LIABILITIES</u>	<u>1,084,163</u>	<u>1,537,815</u>
<u>NET ASSETS</u>		
Unrestricted	8,929,141	8,967,709
Temporarily restricted	772,154	944,475
Permanently restricted	<u>862,522</u>	<u>805,102</u>
Total net assets	<u>10,563,817</u>	<u>10,717,286</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 11,647,980</u>	<u>\$ 12,255,101</u>

The accompanying notes are an integral part of the financial statements

WOODSTOCK ACADEMY
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	2009			2008	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
REVENUES AND SUPPORT					
Tuition	\$ 13,138,343	\$ -	\$ -	\$ 13,138,343	\$ 12,359,035
Contributions	-	13,991	57,420	71,411	148,145
Other	116,500	-	-	116,500	71,433
Interest and dividends	54,397	51,895	-	106,292	134,315
Student activity revenue	44,573	413,449	-	458,022	598,668
Unrealized gains	-	-	-	-	4,387
Net assets released from restrictions	651,656	(651,656)	-	-	-
Total revenues and support	14,005,469	(172,321)	57,420	13,890,568	13,315,983
EXPENSES					
Salaries and benefits	9,987,698	-	-	9,987,698	9,370,854
Program and administrative	2,086,292	-	-	2,086,292	1,965,425
Other expenditures	493,247	-	-	493,247	616,548
Awards	33,787	-	-	33,787	47,569
Student Activity	464,066	-	-	464,066	623,288
Depreciation	697,454	-	-	697,454	709,600
Realized/Unrealized Loss	232,100	-	-	232,100	50,764
Interest Expense	49,393	-	-	49,393	75,081
Total expenses	14,044,037	-	-	14,044,037	13,459,129
CHANGES IN NET ASSETS	(38,568)	(172,321)	57,420	(153,469)	(143,146)
Net assets, beginning	8,967,709	944,475	805,102	10,717,286	10,860,432
Net assets, ending	\$ 8,929,141	\$ 772,154	\$ 862,522	\$ 10,563,817	\$ 10,717,286

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

WOODSTOCK ACADEMY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009
With Comparative Totals for the Year Ended June 30, 2008

	<u>2009</u>	<u>2008</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Change in Net Assets	\$ (153,469)	\$ (143,146)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	697,454	709,600
Realized/Unrealized Change in Value of Investments	232,101	46,377
Decrease/(Increase) In:		
Receivables	37,812	91,999
Increase/(Decrease) In:		
Accounts Payable	73,812	(186,113)
Accrued Expenses	17,148	18,821
<u>Total Adjustments</u>	<u>1,058,327</u>	<u>680,684</u>
<u>Net Cash Provided by Operating Activities</u>	<u>904,858</u>	<u>537,538</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Sale of Investments	355,966	64,783
Purchase of Investments	(431,512)	(138,618)
Purchase of Capitalized Plant and Equipment	(234,323)	(381,485)
<u>Net Cash (Used) by Investing Activities</u>	<u>(309,869)</u>	<u>(455,320)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Purchase of Bond	(40,000)	-
Principal Payments on Notes and Mortgage	(264,052)	(240,964)
<u>Net Cash (Used) by Financing Activities</u>	<u>(304,052)</u>	<u>(240,964)</u>
<u>NET INCREASE/(DECREASE) IN CASH</u>	<u>290,937</u>	<u>(158,746)</u>
<u>CASH AND CASH EQUIVALENTS - Beginning of year</u>	<u>1,289,371</u>	<u>1,448,117</u>
<u>CASH AND CASH EQUIVALENTS - End of year</u>	<u>\$ 1,580,308</u>	<u>\$ 1,289,371</u>
<u>Supplemental Disclosures:</u>		
Interest Paid	\$ 49,393	\$ 75,081
Taxes Paid	\$ -	\$ -

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

