

March 3, 2010

To: The Board of Directors of
Lighthouse Academies of Arkansas Inc (LAA)

From: Bob Stearns
Vice President of Finance
Lighthouse Academies, Inc (LHA)

Enclosed are the financial statements for Jacksonville Lighthouse Charter School for the one month and eight months ended February 3, 2010. The budget column has been updated for amendment #4 that was passed in January. Comments are included on the report.

Below is a resolution to extend the line of credit

Renew line of credit. Attached is the resolution to renew the line of credit for one year with First Bank of Arkansas, a line of up to \$250K, for which currently no amounts are owed. The rate is 5.5%. A \$100 application fee is due and payable.

Jacksonville Lighthouse Charter School
Statement of Financial Position

	2/28/10
Assets	
Cash	\$ 258,075
Accounts Receivable	12,000
Land and Building	2,863,432
Leased Furniture	159,211
Leased Computer Equipment	104,266
Total Assets	<u><u>\$ 3,396,983</u></u>
Current Liabilities	
Accounts Payable and Accrued Expense	\$ 87,764
Line of Credit-FBAT	-
Deferred Revenue	-
Total Current Liabilities	<u>87,764</u>
Long Term Liabilities	
Capital Lease	263,476
Loan Payable-LHA	400,000
Loan Payable-SFP	1,384,756
Loan Payable-LISC	837,755
Total Long Term Liabilities	<u>2,885,987</u>
Total Liabilities	<u>2,973,751</u>
Net Assets	
Temporarily Restricted Net Assets	25,000
Unrestricted Net Assets	398,232
Total Net Assets	<u>423,232</u>
Total Liabilities and Net Assets	<u><u>\$ 3,396,983</u></u>

	A	C	D	E	F	G	H	I	J	K	L	M	N
1	Jacksonville Lighthouse Charter School												
2	Statement of Activities												
3													
4				One Month Ended 2/28/10			Eight Months Ended 2/28/10						
5													
6			COMMENTS	One Month - Actual	One Month - Budget	Variance		Actual	Budget	Variance		Annual Budget - per amendment #4 passed Jan 2010	remaining
7													
8													
9													
10	Revenue												
11	Per Pupil		need to determine when and how much revenue is expected	\$ 165,223	\$ 166,425	\$ (1,202)		\$ 1,341,080	\$ 1,331,401	\$ 9,679		\$ 1,997,102	\$ (656,022)
12	Special Education			-	4,167	(4,167)		-	33,333	(33,333)		50,000	(50,000)
13	Enhanced Educational Funding			-	905	(905)		5,989	7,239	(1,250)		10,859	(4,870)
14	Title I		filed claim for Q3; not rec'd as of 1/31	-	8,691	(8,691)		-	69,530	(69,530)		104,295	(104,295)
15	Title II(a)			393	393	0		3,144	3,143	1		4,715	(1,571)
16	Title IV			-	47	(47)		-	375	(375)		563	(563)
17	PCSP		have not rec'd approval for final 140K installment	-	-	-		300,000	293,333	6,667		440,000	(140,000)
18	State Prof Dev Funds			1,185	1,185	-		9,480	9,480	-		14,220	(4,740)
19	NSLA		funds = 84K payable over 6 months	13,971	13,971	-		27,942	27,942	-		83,826	(55,884)
20	ARRA Stimulus Title I		new award	-	12,792	(12,792)		-	12,792	(12,792)		76,749	(76,749)
21	Pathwise Mentor Grant			15,400	-	15,400		15,400	-	15,400		-	15,400
22	Proceeds for Leased Capital Equipment			-	-	-		263,476	105,000	158,476		105,000	158,476
23	Food Program-Claims			6,000	5,161	839		44,913	30,968	13,945		51,613	(6,700)
24	Food Program-Student Collections			2,643	2,500	143		16,464	15,000	1,464		25,000	(8,536)
25	Student Activity Fees		Field trips, and intramural sports	103	833	(730)		5,006	6,667	(1,660)		10,000	(4,994)
26	Sale of Uniforms			127	2,167	(2,039)		18,971	17,333	1,638		26,000	(7,029)
27	Fundraising Activities			-	417	(417)		2,886	3,333	(447)		5,000	(2,114)
28	Private Contributions		25K for bonuses in beg bal; 25K playground; 2 K other	-	4,417	(4,417)		27,941	35,333	(7,392)		53,000	(25,059)
29	After school Program Fees			82	757	(675)		9,171	6,059	3,112		9,089	82
30	Total Revenue			205,127	224,827	(19,700)		2,091,864	2,008,263	83,601		3,067,031	(975,167)
31													
32													
33	Operating Expenses												
34													
35	Payroll-Administrative												
36	Principal			6,923	6,897	(27)		59,885	60,000	115		90,000	30,115
37	Director of Instruction		Vacancy in Jan	3,333	4,981	1,648		37,488	43,333	5,845		65,000	27,512
38	Dean of Students			1,731	1,533	(198)		6,082	13,333	7,252		20,000	13,918
39	Business Manager			3,462	3,448	(13)		30,087	30,000	(87)		45,000	14,913
40	Admin Assistant			2,154	2,146	(8)		17,329	18,667	1,337		28,000	10,671
41	Total Payroll-Administrative			17,602	19,004	1,401		150,870	165,333	14,463		248,000	97,130
42													
43	Basic Education												
44	Classroom Teacher Salaries		one teacher moved to Title I at end of December. One vacancy at end of Dec.	36,279	35,172	(1,107)		290,907	291,931	1,024		459,000	168,093
45	Classroom Teacher Perf. Bonuses		determined at year end	-	-	-		-	-	-		25,000	25,000
46	Teacher Leader Fellow Stipend		Sawyer	485	-	(485)		1,485	6,360	4,876		10,000	8,515
47	Teacher Assistants		annual salary is 20K	2,000	1,533	(467)		12,817	12,720	(97)		20,000	7,183
48	Substitutes			-	1,073	1,073		4,310	8,904	4,594		14,000	9,690
49	Total Teaching Salaries			38,764	37,778	(986)		309,519	319,916	10,396		528,000	218,481
50													
51	Specialists												
52	Total Specialists		3 on staff Art/ PE and Music. One started late and one is split with Dean of students. Projected cost is 80K	6,885	6,156	(729)		53,395	51,093	(2,302)		80,333	26,938
53	Total Specialists			6,885	6,156	(729)		53,395	51,093	(2,302)		80,333	26,938
54													
55	Title I												
56	Title I Staff		need to make sure pay is coded correct in APSCN. Will need to hire more for additional T-1 funds	7,250	5,747	(1,503)		14,587	47,701	33,115		75,000	60,413
57	Total Teaching Salaries			7,250	5,747	(1,503)		14,587	47,701	33,115		75,000	60,413

A		D			E	F	G	H			I	J	K	M	N
4					One Month Ended 2/28/10			Eight Months Ended 2/28/10							
5															
6		COMMENTS			One Month -	One Month -	Variance						Annual Budget -		
58					Actual	Budget			Actual	Budget	Variance		per amendment #4		
59													passed Jan 2010	remaining	
60	Special Education														
61	Special Education Teachers	salary is 36K			2,769	2,759	(11)		22,846	22,897	50		36,000	13,154	
62	Total Teaching Salaries				2,769	2,759	(11)		22,846	22,897	50		36,000	13,154	
63	Service Providers-Other Staff														
64	Nurse				884	1,226	342		6,813	10,176	3,363		16,000	9,187	
65	Total Service Providers-Other Staff				884	1,226	342		6,813	10,176	3,363		16,000	9,187	
66					74,154	72,669	(1,485)		558,030	617,116	59,086		983,333	425,303	
67															
68	Taxes & Benefits														
69	Taxes and Benefits				21,914	23,985	2,071		150,992	195,625	44,633		313,000	162,008	
70	Total Taxes & Benefits				21,914	23,985	2,071		150,992	195,625	44,633		313,000	162,008	
71									27%	32%			32%		
72															
73	Staff Development & Recruitment														
74	Staff Development-Summit				-	-	-		11,008	11,000	(8)		11,000	(8)	
75	Title I District Prof Dev set aside				-	-	-		-	-	-		20,000	20,000	
76	Staff Development-Discretionary	14K Respons Classroom, 3K travel to visit Bronx School; various leadership travel of DOI, PAL			5,142	2,500	(2,642)		30,987	30,000	(987)		30,000	(987)	
77	Pathwise Mentor Grant Stipends				-	-	-		-	-	-		-	-	
78	Staff Recruitment				203	1,000	797		10,752	12,000	1,248		12,000	1,248	
79	Total Staff Development & Recruitment				5,344	3,500	(1,844)		52,747	53,000	253		73,000	20,253	
80															
81	Professional Fees														
82	Academic Services-LHA				5,000	5,000	-		30,000	30,000	-		50,000	20,000	
83	Contractual Reimbursable Costs - LHA	paid approved startup costs			6,312	4,500	(1,812)		79,414	80,000	586		100,000	20,586	
84	Temporary Office Help (summer)	reclassify from office temps and pal			-	-	-		3,125	-	(3,125)		3,125	(0)	
85	Accounting & Auditing	reclassify to office temps			-	1,000	1,000		-	8,000	8,000		12,000	12,000	
86	Legal				-	1,000	1,000		5,425	8,000	2,575		12,000	6,575	
87	Computer Support and Expenses				2,870	1,000	(1,870)		10,939	8,000	(2,939)		12,000	1,061	
88	Food-Vended Meals Contract				8,353	11,590	3,238		64,385	72,590	8,205		115,900	51,515	
89	OT/PT/ST/Psych Services				-	2,353	2,353		3,673	16,000	12,327		24,000	20,327	
90	Contracted Day Care	contract is done at 11/30			-	-	-		13,338	13,338	-		13,338	-	
91	Marketing				470	98	(372)		470	667	197		1,000	530	
92	Assessment and Data Service				-	1,290	1,290		11,801	10,317	(1,484)		15,475	3,674	
93	Total Professional Fees				23,004	27,831	4,827		222,570	246,911	24,342		358,838	136,268	
94															
95	Supplies														
96	Classroom Supplies				2,728	1,500	(1,228)		34,254	28,500	(5,754)		36,000	1,746	
97	SPED Supplies				-	167	167		417	2,000	1,584		2,000	1,584	
98	Textbooks				2,571	-	(2,571)		167,110	170,000	2,890		170,000	2,890	
99	Supplementary ARRA Funds	use for books, or tech			-	38,375	38,375		-	38,375	38,375		76,749	76,749	
100	Uniforms	overbudget			-	-	-		31,671	32,000	329		32,000	329	
101	Nurse Supplies				-	706	706		1,197	5,650	4,453		8,475	7,278	
102	Office Supplies				2,832	1,130	(1,702)		9,563	9,040	(523)		13,560	3,997	
103	Janitorial Supplies				-	1,413	1,413		1,928	11,300	9,372		16,950	15,022	
104	Total Supplies				8,131	43,290	35,159		246,141	296,865	50,723		355,734	109,593	
105															
106	FFE														
107	FFE Lease Payments	lease not started			-	-	-		18,576	15,288	(3,288)		30,576	12,000	
108	Building Construction not Financed				-	50,000	50,000		-	50,000	50,000		100,000	100,000	
109	Purchases of FFE	310K furn, 104K tech			-	-	-		413,465	420,000	6,535		420,000	6,535	
110	Total FFE				-	50,000	50,000		432,040	485,288	53,248		550,576	118,535	
111															
112	Occupancy														
113	Rent - temp site				-	-	-		35,487	35,500	13		35,500	13	
114	Utilities	incl deposit			1,672	3,000	1,328		22,954	24,000	1,046		36,000	13,046	
115	Facility Management Contract				-	1,667	1,667		11,684	13,333	1,649		20,000	8,316	
116	Landscape and Snow Plow				-	417	417		-	3,333	3,333		5,000	5,000	
117	Cleaning Contract	add'l charges for day porter			3,856	3,962	106		26,403	31,698	5,295		47,547	21,144	
118	Repairs and maintenance				4,361	417	(3,945)		5,611	3,333	(2,278)		5,000	(611)	
119	Waste Removal				180	400	220		360	3,200	2,840		4,800	4,440	

	A	C	D	E	F	G	H	I	J	K	L	M	N
				One Month Ended 2/28/10			Eight Months Ended 2/28/10			Annual Budget - per amendment #4 passed Jan 2010		remaining	
			COMMENTS	One Month - Actual	One Month - Budget	Variance		Actual	Budget	Variance			
4													
5													
6													
120				1,715	1,250	(465)		9,716	10,000	284		15,000	5,284
121				-	-	-		-	-	-		17,500	17,500
122				11,785	11,112	(673)		112,215	124,398	12,182		186,347	74,131
123													
124													
125				183	42	(141)		525	333	(192)		500	(25)
126				1,508	350	(1,158)		5,683	2,800	(2,883)		4,200	(1,483)
127				-	367	367		2,740	2,933	193		4,400	1,660
128				957	1,667	710		11,700	13,333	1,633		20,000	8,300
129				500	-	(500)		3,200	3,333	133		5,000	1,800
130				-	1,500	1,500		15,131	18,000	2,870		18,000	2,870
131				-	200	200		63	1,600	1,538		2,400	2,338
132				-	833	833		5,618	6,667	1,049		10,000	4,382
133				314	667	353		4,610	5,333	724		8,000	3,390
134				-	200	200		933	1,600	667		2,400	1,467
135				3,462	5,825	2,363		50,201	55,933	5,732		74,900	24,699
136													
137				147,795	238,212	90,417		1,824,937	2,075,136	250,199		2,895,728	1,070,791
138													
139				57,333	(13,384)	70,717		266,927	(66,873)	333,800		171,303	95,624
140													
141													
142													
143				11,870	12,088	219		66,659	87,036	20,377		145,060	78,401
144				-	-	-		-	-	-		-	-
145				11,870	12,088	219		66,659	87,036	20,377		145,060	78,401
146													
147													
148				45,463	(25,473)	70,936		200,269	(153,909)	354,177		26,243	174,025
149													
150													
151								(4,730)	(4,730)	(0)		(4,730)	(0)
152													
153								195,538	\$ (158,639)	\$ 354,177		\$ 21,513	\$ 174,025
154													
155													
156								202,694					
157													
158								\$ 398,232					

RESOLUTION OF BOARD OF DIRECTORS OF
LIGHTHOUSE ACADEMIES OF ARKANSAS INC

The Board of Directors of Lighthouse Academies of Arkansas, Inc. (the "Board") hereby approves extending for one year the \$250,000 line of credit with First Bank of Arkansas, interest at the rate of 5.5% and an annual filing fee of \$100.

Approved by Board on the date shown below.

Board Secretary

Date