



Developing youth who are
CAPABLE
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CONTRIBUTING

Date: June 24, 2015

To: Marlies Burns, Executive Director, Utah State Charter School Board

From: Alan Daniels, Board President, Lakeview Academy

Subject: Response to Letter of Information for Lakeview Academy

In response to the projected budget not being within 5% of actual expenditures for FY12 and FY13, Lakeview Academy completed a bond transaction and a construction project that affected both FY12 and FY13. The beginning of year operational budgets did not include the revenue or expenses for the bond transaction and subsequent construction. The Lakeview Academy School Board approved the FY12 original budget prior to the bonds closing, and did not include the bond revenue on that budget. The construction expenses spanned both years in question, affecting the expenditures during both years, but were not included on the operational budget. These revenues and expenditures were accounted for at subsequent budget amendments. At the time, the school was only aware of the requirement from the state that our end of year budget be within 5% of the actual expenditures. When the calculations are done using the end of year budgets, the school is in compliance with the state requirement as calculated by the State Charter School Board. While this does not meet the new calculation done by the UCSFA, the school has in good faith budgeted each year with the intent to meet all requirements we have been aware of. While these onetime revenues/expenditures threw the calculations off in the two years they impacted, you can see that we did meet the calculation in FY14. We would not anticipate any problem meeting this calculation in future years. It is always our intent to maintain fiscally responsible practices that meet all state requirements.

Alan Daniels

Board President