

MERRITT ACADEMY

NOTES TO FINANCIAL STATEMENTS - Continued
 FOR THE YEAR ENDED JUNE 30, 2013
 See Independent Auditor's Report

NOTE 8 - LONG-TERM OBLIGATIONS PAYABLE

The following is a summary of long-term obligations for the Academy during the year ended June 30, 2013:

Loan Information

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Other</u>
Certificates of Participation 2004	6.25%	December, 2024	Collateralized by a mortgage on the Academy's facility as well as a pledge for 20% of the state school aid payments and funds held in trust for debt service.
Certificates of Participation 2006	7.00%	December, 2036	Collateralized by a mortgage on the Academy's facility as well as a pledge for 20% of the state school aid payments and funds held in trust for debt service.

Loan Activity

	<u>Balance July 1, 2012</u>	<u>Additions</u>	<u>Retirements and Payments</u>	<u>Balance June 30, 2013</u>	<u>Due Within One Year</u>
Certificates of Participation 2004	\$ 2,715,000	\$ -	\$ 110,000	\$ 2,605,000	\$ 120,000
Certificates of Participation 2006	4,995,000	-	85,000	4,910,000	90,000
	<u>\$ 7,710,000</u>	<u>\$ -</u>	<u>\$ 195,000</u>	<u>\$ 7,515,000</u>	<u>\$ 210,000</u>

Following are maturities of long-term obligations for principal and interest for the next five years and in total:

	<u>Principal</u>	<u>Interest</u>
2014	\$ 210,000	\$ 480,975
2015	220,000	467,769
2016	235,000	453,119
2017	250,000	436,819
2018	265,000	419,494
2019 - 2023	1,635,000	1,792,213
2024 - 2028	1,710,000	1,151,388
2029 - 2033	1,250,000	748,438
2034 - 2038	1,740,000	263,125