



STATE OF ARIZONA
CORPORATION COMMISSION
CORPORATION ANNUAL REPORT
& CERTIFICATE OF DISCLOSURE



DUE ON OR BEFORE 10/20/1998

FILING FEE \$10.00

The following information is required by A.R.S. §10-1622 & §10-2501 for all corporations organized pursuant to Arizona Revised Statutes, Title 10. The Commission's authority to prescribe this form is A.R.S. §10-121.A. & §10-2545.A. **YOUR REPORT MUST BE SUBMITTED ON THIS ORIGINAL FORM.** Make changes or corrections where necessary. Information for the report should reflect the current status of the corporation. See instructions for proper format. REFER TO THE INSTRUCTIONS ON PAGE 4.

1. VERDE VALLEY SCHOOL
3511 VERDE VALLEY SCHOOL RD
SEDONA, AZ 86351

RECEIVED

NOV 13 1998

ARIZONA CORP. COMMISSION
CORPORATIONS DIVISION

-0039967-2

Business Phone: _____
State of Domicile: ARIZONA

Corporation File Number: _____

(Business phone is optional.)

Type of Corporation: NON-PROFIT

2. Arizona Statutory Agent: SAUL HILLEL BENJAMIN
Street Address: 3511 VERDE VALLEY SCHOOL RD
(NOT P.O. BOX)
City, State, Zip: SEDONA AZ 86351-

Use this box only if appointing a new Statutory Agent

If appointing a new statutory agent, the new agent **MUST** consent to that appointment by signing below.

I, (individual) or We, (corporation or limited liability company) having been designated the new Statutory Agent, do hereby consent to this appointment until my removal or resignation pursuant to law.

Signature of new Statutory Agent

3. Secondary Address:
(Foreign Corporations are
REQUIRED to complete
this section.)

4. Check the one category below which best describes the CHARACTER OF BUSINESS of your corporation.

BUSINESS CORPORATIONS

- | | |
|---|--|
| <input type="checkbox"/> 1. Accounting | <input type="checkbox"/> 20. Manufacturing |
| <input type="checkbox"/> 2. Advertising | <input type="checkbox"/> 21. Mining |
| <input type="checkbox"/> 3. Aerospace | <input type="checkbox"/> 22. News Media |
| <input type="checkbox"/> 4. Agriculture | <input type="checkbox"/> 23. Pharmaceutical |
| <input type="checkbox"/> 5. Architecture | <input type="checkbox"/> 24. Publishing/Printing |
| <input type="checkbox"/> 6. Banking/Finance | <input type="checkbox"/> 25. Ranching/Livestock |
| <input type="checkbox"/> 7. Barbers/Cosmetology | <input type="checkbox"/> 26. Real Estate |
| <input type="checkbox"/> 8. Construction | <input type="checkbox"/> 27. Restaurant/Bar |
| <input type="checkbox"/> 9. Contractor | <input type="checkbox"/> 28. Retail Sales |
| <input type="checkbox"/> 10. Credit/Collection | <input type="checkbox"/> 29. Science/Research |
| <input type="checkbox"/> 11. Education | <input type="checkbox"/> 30. Sports/Sporting Events |
| <input type="checkbox"/> 12. Engineering | <input type="checkbox"/> 31. Technology(Computers) |
| <input type="checkbox"/> 13. Entertainment | <input type="checkbox"/> 32. Technology(General) |
| <input type="checkbox"/> 14. General Consulting | <input type="checkbox"/> 33. Television/Radio |
| <input type="checkbox"/> 15. Health Care | <input type="checkbox"/> 34. Tourism/Convention Services |
| <input type="checkbox"/> 16. Hotel/Motel | <input type="checkbox"/> 35. Transportation |
| <input type="checkbox"/> 17. Import/Export | <input type="checkbox"/> 36. Utilities |
| <input type="checkbox"/> 18. Insurance | <input type="checkbox"/> 37. Veterinary Medicine/Animal Care |
| <input type="checkbox"/> 19. Legal Services | <input type="checkbox"/> 38. Other _____ |

NON-PROFIT CORPORATIONS

- | |
|--|
| <input type="checkbox"/> 1. Charitable |
| <input type="checkbox"/> 2. Benevolent |
| <input checked="" type="checkbox"/> 3. Educational |
| <input type="checkbox"/> 4. Civic |
| <input type="checkbox"/> 5. Political |
| <input type="checkbox"/> 6. Religious |
| <input type="checkbox"/> 7. Social |
| <input type="checkbox"/> 8. Literary |
| <input type="checkbox"/> 9. Cultural |
| <input type="checkbox"/> 10. Athletic |
| <input type="checkbox"/> 11. Science/Research |
| <input type="checkbox"/> 12. Hospital/Health Care |
| <input type="checkbox"/> 13. Agricultural |
| <input type="checkbox"/> 14. Animal Husbandry |
| <input type="checkbox"/> 15. Homeowner's Association |
| <input type="checkbox"/> 16. Professional, commercial industrial or trade association |
| <input type="checkbox"/> 17. Other _____ |

5. CAPITALIZATION: (Business Corporations and Business Trusts are **REQUIRED** to complete this section.)

Business trusts must indicate the number of transferable certificates held by trustees evidencing their beneficial interest in the trust estate.

Number of Shares/Certificates Authorized Class Series Within Class (if any)

Number of Shares/Certificates Issued Class Series Within Class (if any)

6. SHAREHOLDERS: (Business Corporations and Business Trusts are **REQUIRED** to complete this section.)

List shareholders holding more than 20% of any class of shares issued by the corporation, or having more than a 20% beneficial interest in the corporation.

Name: _____ Name: _____

NONE ☒

Name: _____ Name: _____

7. OFFICERS (If no changes since last report, check here ☐ and go on to Section 8.) SEE ATTACHED

Name: SUSAN HULETT Name: ANNE SALZMANN

Title: PRESIDENT/CEO Title: VICE-PRESIDENT

Address: 4246 STERN AVE Address: 4562 E CAMPBELL AVE
SHERMAN OAKS, CA 91423- PHOENIX, AZ 85018-

Date taking office: 05-13-92 Date taking office: 05-13-92

Name: TAD ANDERSON Name: VINCENTE MARTINEZ

Title: SECRETARY Title: TREASURER

Address: P O BOX 2151 Address: BOX 4053
CORRALES, NM 87048- TAOS, NM 87571-

Date taking office: 05-13-94 Date taking office: 05-13-92

8. DIRECTORS (If no changes since last report, check here ☐ and go on to Section 9.)

Name: GEORGE AULT Name: BOB BELL

Address: 205 CONCHO DR Address: 487 VALENCIA DR

SEDONA, AZ 86351- LOS ALTOS, CA 94022-

Date taking office: 05-13-93 Date taking office: 05-13-93

Name: DAN ECKERT Name: ROY GRIMM

Address: 11966 N 125TH ST Address: 3511 VERDE VALLEY SCHOOL RD

SCOTTSDALE, AZ 85259- SEDONA, AZ 86336-

Date taking office: 05-13-94 Date taking office: 05-13-93

**VERDE VALLEY SCHOOL
ANNUAL REPORT & CERTIFICATE OF DISCLOSURE
YEAR ENDED JUNE 30, 1998**

PART V - OFFICERS, DIRECTORS AND TRUSTEES

Ms. Anne Salzmann (President)
4562 East Campbell Avenue
Phoenix, Arizona 85018
Date of Taking Office: May 1992

Ms. Bina Breitner
66 Chandler Street
Somerville, Maryland 02144
Date of Taking Office: May 1998

Mr. Steve Mangold (Vice-President)
911 Pascoe Avenue
San Jose, California 95125
Date of Taking Office: May 1992

Ms. Tamara Nydell
4649 North 56th Street
Phoenix, Arizona 85018
Date of Taking Office: May 1993

Mr. Adam Haas (Secretary)
10425 SW Hawthorne Lane
Portland, Oregon 97225-4330
Date of Taking Office: May 1996

Ms. Liz Suckow
2870 Marida Court
Las Vegas, Nevada 89120-1828
Date of Taking Office: May 1993

Mr. Dan Eckert (Treasurer)
78 Batesbrooke Court
The Woodlands, Texas 77381
Date of Taking Office: May 1994

Dr. Michael Trujillo
2008 Baltimore Road, Apartment E-24
Rockville, Maryland 20851
Date of Taking Office: May 1996

Mr. Thomas Brewer
Wickwire, Greene, Crosby, Brewer & Seward
The Exchange Building
821 Second Avenue, Suite 2000
Seattle, Washington 98104
Date of Taking Office: May 1996

John C. Todd II, P.C.
Certified Public Accountant

Member of
American Institute of
Certified Public Accountants
Arizona Society of
Certified Public Accountants
Arizona Association of
School Business Officials

21630 North 19th Avenue
Suite B-5
Phoenix, Arizona 85027
Telephone: (602) 581-8117
Fax: (602) 581-8906

Independent Auditor's Report

Board of Directors
Verde Valley School

I have audited the accompanying statements of financial position of Verde Valley School as of June 30, 1998 and 1997. These statements of financial position are the responsibility of the Organization's management. My responsibility is to express an opinion on these statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the statements of financial position are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statements of financial position. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement of financial position presentation. I believe that my audits provide a reasonable basis for my opinion.

The statements of financial position were prepared for inclusion with a form permitted by the Arizona Corporation Commission and do not include all disclosures required for a fair presentation of financial position in conformity with generally accepted accounting principles.

In my opinion, because of the matter described in the third paragraph, the statements of financial position do not present fairly the financial position of Verde Valley School as of June 30, 1998 and 1997, in conformity with generally accepted accounting principles.

John C. Todd II, P.C.

Phoenix, Arizona
August 17, 1998

VERDE VALLEY SCHOOL
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 1998 AND 1997

| | <u>1998</u> | <u>1997</u> |
|--|---------------------|------------------|
| <u>ASSETS</u> | | |
| Cash and cash equivalents, including \$13,121 and \$23,230, respectively, restricted by donors | \$ 86,924 | 26,451 |
| Investments | 2,098,757 | 494,178 |
| Accounts receivable, net of allowance for doubtful accounts of \$8,921 and \$12,237, respectively | 2,129 | 8,851 |
| Contributions receivable in less than one year | 27,250 | 27,535 |
| Inventory | 14,403 | 14,161 |
| Prepaid expenses | 10,000 | 19,497 |
| Property and equipment, at cost, pledged, net of accumulated depreciation of \$1,530,887 and \$1,489,967, respectively | <u>1,302,704</u> | <u>1,288,770</u> |
| Total assets | \$ <u>3,542,167</u> | <u>1,879,443</u> |
| <u>LIABILITIES AND NET ASSETS</u> | | |
| Liabilities: | | |
| Accounts payable and accrued expenses | \$ 109,229 | 98,781 |
| Deferred tuition revenue | 150,654 | 150,062 |
| Credit line payable | 600,000 | 450,000 |
| Notes payable | 49,798 | 13,136 |
| Capital leases payable | <u>8,167</u> | <u>14,797</u> |
| Total liabilities | <u>917,848</u> | <u>726,776</u> |
| Net Assets: | | |
| Unrestricted | | |
| Available for operations | (855,538) | (690,873) |
| Designated for long-term investments | 234,462 | 200,955 |
| Investment in plant | <u>1,244,739</u> | <u>1,301,244</u> |
| Total unrestricted | <u>623,663</u> | <u>811,326</u> |
| Temporarily restricted | 278,954 | 322,091 |
| Permanently restricted | <u>1,721,702</u> | <u>19,250</u> |
| Total net assets | <u>2,624,319</u> | <u>1,152,667</u> |
| Total liabilities and net assets | \$ <u>3,542,167</u> | <u>1,879,443</u> |

9. FINANCIAL DISCLOSURE (A.R.S. §§10-1622.B & 10-2501.A.6)

Only nonprofit corporations must **attach** a financial statement (balance sheet including assets, liabilities and equity). All other forms of corporations are exempt from filing a financial disclosure.

10. CERTIFICATE OF DISCLOSURE (A.R.S. §§10-1622.A.8 & 10-2505.A)

Has ANY person serving either by election or appointment as an officer, director, trustee, incorporator and person controlling or holding more than 10% of the issued and outstanding common shares or 10% of any other proprietary, beneficial or membership interest in the corporation been:

1. Convicted of a felony involving a transaction in securities, consumer fraud or antitrust in any state or federal jurisdiction within the seven year period immediately preceding the execution of this certificate?
2. Convicted of a felony, the essential elements of which consisted of fraud, misrepresentation, theft by false pretenses or restraint of trade or monopoly in any state or federal jurisdiction within the seven year period immediately preceding execution of this certificate?
3. Or are subject to an injunction, judgment, decree or permanent order of any state or federal court entered within the seven year period immediately preceding execution of this certificate where such injunction, judgment, decree or permanent order involved the violation of:

- (a) fraud or registration provisions of the securities laws of that jurisdiction, or
- (b) the consumer fraud laws of that jurisdiction, or
- (c) the antitrust or restraint of trade laws of that jurisdiction?

One box must be marked:

YES ☐

NO ☒

If "YES", the following information must be submitted as an attachment to this report for each person subject to one or more of the actions stated in Items 1. through 3. above.

- | | |
|---|---|
| 1. Full name and prior names used. | 5. Date and location of birth. |
| 2. Full birth name. | 6. Social Security Number |
| 3. Present home address. | 7. The nature and description of each conviction or judicial action; the date and location; the court and public agency involved, and the file or cause number of the case. |
| 4. Prior addresses (for immediate preceding 7 year period). | |

11. STATEMENT OF BANKRUPTCY (A.R.S. §10-202.D.2)

Has ANY person serving either by election or appointment as an officer, director, trustee, incorporator and person controlling or holding more than 20% of the issued and outstanding common shares or 20% of any other proprietary, beneficial or membership interest in the corporation served in such capacity or held a 20% interest in any other corporation during the bankruptcy, receivership, or charter revocation of the other corporation?

One box must be marked:

YES ☐

NO ☒

If YES, enter the following:

Chapter _____ Date Filed _____ Case Number _____

If "YES", the following information must be submitted as an attachment to this report for each person subject to the statement above.

- 1) The names and addresses of each corporation and the person or persons involved. 2) The state in which each corporation was incorporated b) transacted business. 3) The dates of corporate operation.

12. SIGNATURES

CAUTION: Signature requirements vary according to the type of corporation. See the instruction sheet for specific rules. Annual Reports submitted with incorrect signatures will be rejected.

I DECLARE, UNDER PENALTY OF LAW, THAT ALL CORPORATE INCOME TAX RETURNS REQUIRED BY TITLE 43 OF THE ARIZONA REVISED STATUTES HAVE BEEN FILED WITH THE ARIZONA DEPARTMENT OF REVENUE.

I further declare under penalty of law that I (we) have examined this report and the certificate, including any attachments, and to the best of my (our) knowledge and belief they are true, correct and complete.

Name Anne Salzmänn Date 11/2/98 Name Adam Haas Date 11/6/98

Signature Anne Salzmänn Signature Adam Haas

Title President, Board of Trustees Title Secretary, Board of Trustees

(Signator(s) must be duly authorized corporate officer(s) listed in section 7 of this report.)