

December 8, 2014

Louisiana Department of Education
1201 North Third Street
Baton Rouge, Louisiana 70802

Re: Arete Scholars Louisiana, Inc.

To whom it may concern:

We were asked by our client, Arete Scholars Louisiana, Inc., to prepare and submit this letter. The below information represents the required disclosures from section 705.A. of chapter 7 of the relevant regulatory literature in the state of Louisiana as applicable to school tuition organizations. Arete Scholars Louisiana, Inc. is an approved school tuition organization in Louisiana. Financial information is taken directly from the Arete Scholars Louisiana, Inc. audited financial statements for the year ended June 30, 2014.

1. *Name and address of the school tuition organization:*

Arete Scholars Louisiana, Inc.
655 St. Ferdinand Street
Baton Rouge, LA 70802

2. *The total number and total dollar amount of donations received during the previous fiscal year:*

During the fiscal year ended June 30, 2014, Arete received two receipts totaling \$66,000 as part of the rebate program and one donation of \$250,000 for general unrestricted purposes.

3. *The total number and total dollar amount of educational scholarships awarded to qualified students:*

Arete issued 16 scholarships totaling \$61,134 during the fiscal year ended June 30, 2014. Of this total, \$60,975 was funded by rebate eligible receipts and \$159 was funded by contributions.

4. *The total amount expended on administrative costs:*

Arete expended \$11,408 on administrative costs.

5. *The percentage breakdown of donations expended on scholarship and administrative costs during the previous fiscal year:*

For clarification purposes, the term "donations" here is interpreted to include amounts received from constituents as part of the rebate program ("rebate eligible receipts" per the audited financial statements). The following chart details these transactions during the fiscal year ended June 30, 2014:

5. *The percentage breakdown of donations expended on scholarship and administrative costs during the previous fiscal year, continued:*

| | Atlanta Falcons | | |
|---|-------------------|-----------------|-----------|
| | Football Club LLC | Anita McCrossen | Total |
| Rebate eligible receipts | \$ 65,000 | \$ 1,000 | \$ 66,000 |
| 5% assessment against the receipts used for administrative costs | (3,250) | (50) | (3,300) |
| Interest earned on the receipts while deposited | 12 | - | 12 |
| Amount eligible for scholarships | 61,762 | 950 | 62,712 |
| Scholarship awards | (60,975) | - | (60,975) |
| Balance temporarily restricted for scholarship awards during the next fiscal year | \$ 787 | \$ 950 | \$ 1,737 |

6. *The actual tuition and fee amounts published by the qualifying schools which enrolled a student with a scholarship from that school tuition organization:*
See attached Exhibit A.
7. *The total amount of donations received by the school tuition organization:*
See item 2. above.
8. *The total amount of donations made by each donor during the previous calendar year:*
The fiscal year ended June 30, 2014, was Arete's first year of existence. All donations were received between January-June of 2014.
9. *The amount of each taxpayer's donation expended on scholarships during the previous school year:*
See attached Exhibit A.
10. *The social security number or Louisiana taxpayer identification number of each donor:*

| Donor name | Taxpayer ID# | Amount | |
|-----------------------------------|--------------|------------|---------------------|
| Anita McCrossen | ██████████ | \$ 1,000 | rebate eligible |
| Atlanta Falcons Football Club LLC | ██████████ | \$ 65,000 | rebate eligible |
| Walton Family Foundation | ██████████ | \$ 250,000 | not rebate eligible |

Should you have any questions regarding this letter or its contents, please feel free to contact Danny Willis, State Director for Arete Scholars Louisiana, Inc. or our firm.

Sincerely,

Capin Crouse LLP

Atlanta, Georgia

EXHIBIT A

Arete Scholars Louisiana, Inc.

| Student Last Name | Student First Name | Student Middle Initial | Award Date | NPS School | Grade | School Entry Date | Tuition Amount | Fees Amount | Scholarship Award Amount | Donor Name |
|-------------------|--------------------|------------------------|------------|------------------------------|-------|-------------------|----------------|-------------|--------------------------|---------------------------------------|
| | | | 09/13/13 | St. Joseph School | | 08/12/13 | \$ 4,900.00 | \$ 400.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 4,243.50 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 4,243.50 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 5,304.38 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 3,987.50 | \$ 22.50 | \$ 4,010.00 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 3,987.50 | \$ 22.50 | \$ 4,010.00 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. Joseph School | | 08/12/13 | \$ 5,900.00 | \$ 400.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 4,470.00 | \$ 45.00 | \$ 2,184.00 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. Frederick High School | | 08/12/13 | \$ 5,248.00 | \$ 570.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 4,010.11 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 5,304.38 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 3,987.50 | \$ 45.00 | \$ 4,032.50 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 3,987.50 | \$ 45.00 | \$ 3,703.00 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | Jesus the Good Shepherd | | 08/12/13 | \$ 5,304.38 | \$ 350.00 | \$ 4,033.28 | The Atlanta Falcons Football Club LLC |
| | | | 10/07/13 | St. John Berchmans Cathedral | | 08/09/13 | \$ 4,770.00 | \$ 45.00 | \$ 3,131.00 | The Atlanta Falcons Football Club LLC |
| | | | 09/13/13 | St. Francis Xavier | | 09/16/13 | \$ 3,240.00 | \$ 365.00 | \$ 3,605.00 | The Atlanta Falcons Football Club LLC |
| | | | | | | | | | \$ 60,975.02 | |