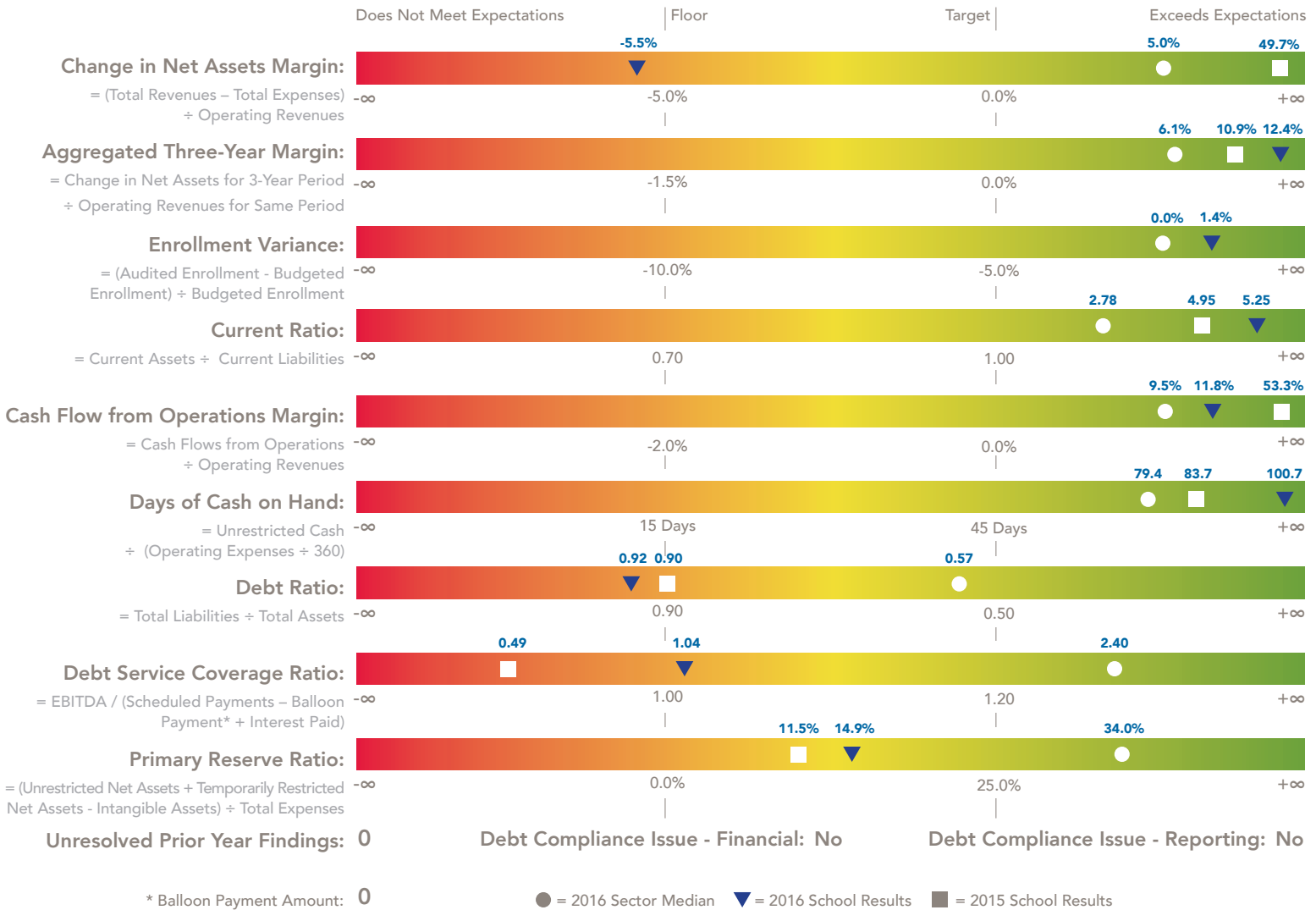


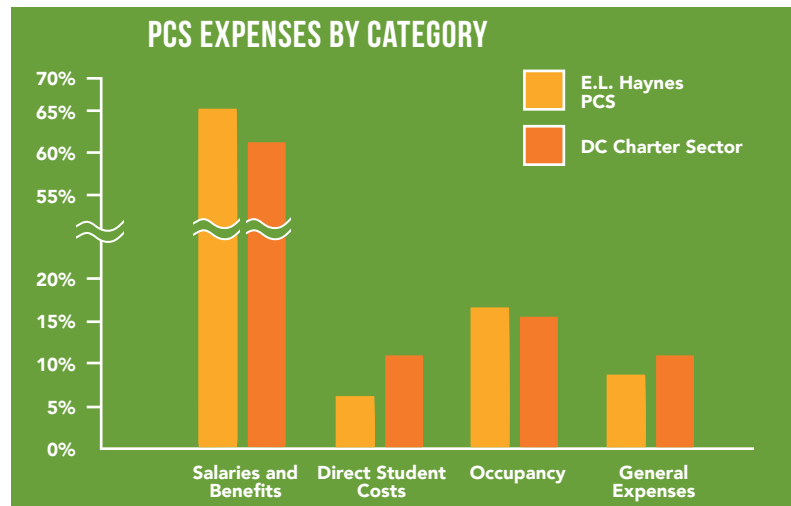
Opened:  
2004 - 2005

Audited Enrollment:  
1,141

### KEY FINANCIAL INDICATORS



#### Comments from the School



# E.L. HAYNES PCS

## FY2016 Financial Report Card

### FINANCIAL POSITION

	2016	2015
<b>Total Assets</b>	<b>\$50,927,141</b>	<b>\$52,742,441</b>
<b>Current Assets</b>	<b>\$7,881,319</b>	<b>\$7,954,422</b>
<b>Total Liabilities</b>	<b>\$46,850,908</b>	<b>\$47,248,851</b>
<b>Current Liabilities</b>	<b>\$1,501,229</b>	<b>\$1,606,831</b>
<b>Net Asset Position</b>	<b>\$4,076,233</b>	<b>\$5,493,590</b>

### FINANCIAL ACTIVITIES

	2016	2015
<b>Revenues and Support</b>	<b>\$25,867,186</b>	<b>\$41,342,911</b>
<b>Expenses</b>	<b>\$25,602,202</b>	<b>\$28,005,193</b>
<b>Non-operating Revenues (Expenses)</b>	<b>\$(1,682,340)</b>	<b>\$14,524,023</b>
<b>Surplus (Deficit)</b>	<b>\$(1,417,357)</b>	<b>\$13,337,718</b>

### AUDIT FINDINGS

	2016	2015
<b>Qualified/Modified/Adverse Opinion on the Financial Statements</b>	<b>No</b>	<b>No</b>
<b>Material Weakness in Internal Control over Financial Reporting (GAS)</b>	<b>No</b>	<b>No</b>
<b>Non-compliance Material to the Financial Statements (GAS)</b>	<b>No</b>	<b>No</b>
<b>Modified Opinion on Major Federal Award Programs (Uniform Guidance)</b>	<b>No</b>	<b>No</b>
<b>Material Weaknesses in the Internal Control over Compliance with Major Federal Programs (Uniform Guidance)</b>	<b>No</b>	<b>No</b>
<b>Findings and Questioned Costs</b>	<b>0</b>	<b>0</b>
<b>Going-Concern Issue</b>	<b>No</b>	<b>No</b>

### REVENUES/EXPENSES PER STUDENT

	2016	2015	2016 Sector Median
<b>DC Funding per Student</b>	<b>\$19,362</b>	<b>\$18,921</b>	<b>\$17,657</b>
<b>Philanthropic Funding per Student</b>	<b>\$1,537</b>	<b>\$1,489</b>	<b>\$581</b>
<b>Total Revenues per Student</b>	<b>\$22,671</b>	<b>\$23,180</b>	<b>\$20,775</b>
<b>Expenses per Student</b>	<b>\$22,438</b>	<b>\$24,205</b>	<b>\$19,644</b>

### PCSB OBSERVATIONS

Based on the consolidated statements of E.L. Haynes PCS and ELH Kansas, a DC non-profit formed to secure financing of the Kansas Ave property, under the New Markets Tax Credit Program (NMTC). ELH Georgia, which was created for financing of the Georgia Ave property, was liquidated during 2016. ELH Support Corporation (ELHSC), which was formed to help secure financing for the School, is not included in the financial statements, as the School has no majority Board representation.

#### DEBT:

**Georgia Ave Facility**  
\$21.8M balance on \$22M DC Revenue Bonds issued May 2015 to refinance NMTC financing. The loan carries a fixed interest rate of 4.07% after considering the effect of an interest rate swap agreement to lock in financing costs. Principal and interest payments with balloon payment of approximately \$5.9 M due April 2031.

\$1.9M liability position on interest rate swap agreement equal to the notional amount of the May 2015 bonds. Fixed rate of 1.87%; terminates February 2031.

\$1.9M balance on ELHSC loan retained as part of the NMTC unwind transaction. 4% interest; matures April 2031.

#### Kansas Ave Facility

\$9.6M balance from May 2010 National City NMTC #24 loan; interest only until November 2017. 4.75% interest; balloon May 2035.

\$10.6M balance from February 2012 DC Revenue Bond/Qualified School Construction Bonds financing for final phase of development to house upper grades; interest free, maturity February 2031. The bonds were purchased by ELHSC and have sinking fund requirements beginning in 2017.

The School also has a \$7.6M loan receivable from Haynes Investment Fund No. 24, created made to qualify the NMTC transaction, matures 2035.

#### FACILITIES:

The School has a 25-year lease for Kansas Ave property with DC, which provides for rent credits for approved construction costs. Rent expense was \$257,152.

The School owns the Georgia Ave property, discussed above.

Assets of \$6.5M in land, net book value of building and improvements \$9.0M.

#### NON-OPERATING EXPENSE:

Unrealized loss of \$1.7M on an interest rate agreement with M&T Bank to hedge a portion of the 2015 Bonds.