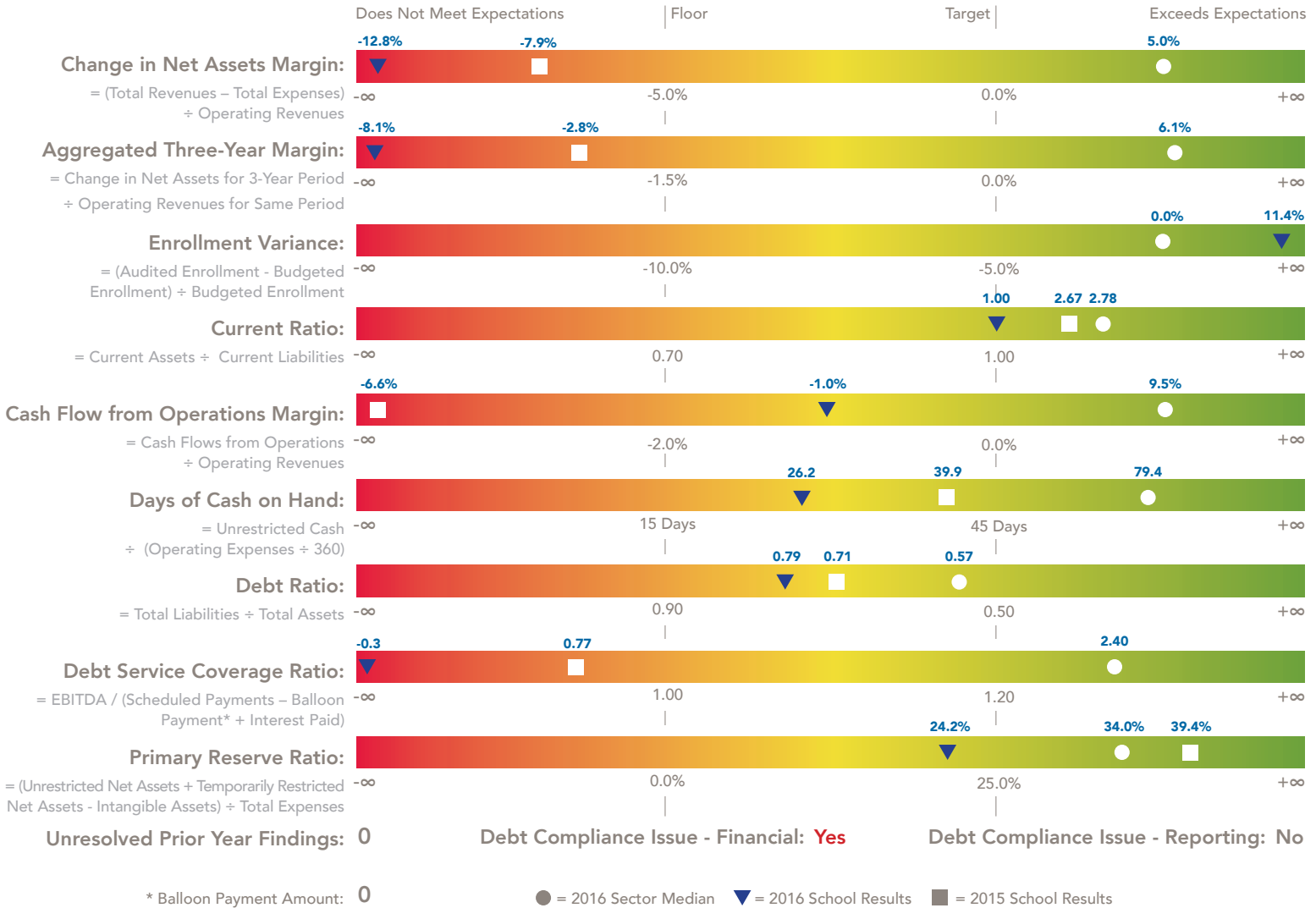


Opened:  
1999 - 2000

Audited Enrollment:  
724

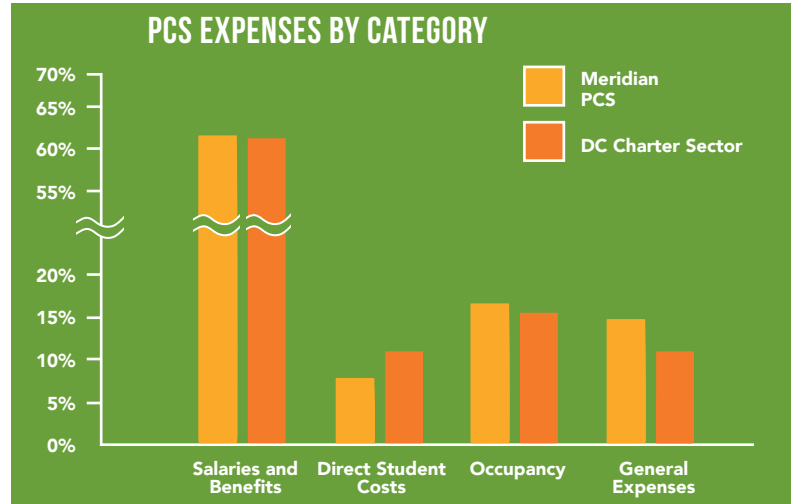
### KEY FINANCIAL INDICATORS



Unresolved Prior Year Findings: 0      Debt Compliance Issue - Financial: **Yes**      Debt Compliance Issue - Reporting: No

#### Comments from the School

[Empty box for school comments]



# MERIDIAN PCS

## FY2016 Financial Report Card

### FINANCIAL POSITION

	2016	2015
Total Assets	\$17,992,592	\$19,036,252
Current Assets	\$1,592,389	\$2,336,094
Total Liabilities	\$14,170,106	\$13,473,254
Current Liabilities	\$1,586,326	\$876,482
Net Asset Position	\$3,822,486	\$5,562,998

### FINANCIAL ACTIVITIES

	2016	2015
Revenues and Support	\$13,649,275	\$12,750,467
Expenses	\$15,389,787	\$13,762,020
Non-operating Revenues (Expenses)	\$-	\$-
Surplus (Deficit)	\$(1,740,512)	\$(1,011,553)

### AUDIT FINDINGS

	2016	2015
Qualified/Modified/Adverse Opinion on the Financial Statements	No	No
Material Weakness in Internal Control over Financial Reporting (GAS)	No	No
Non-compliance Material to the Financial Statements (GAS)	No	No
Modified Opinion on Major Federal Award Programs (Uniform Guidance)	No	No
Material Weaknesses in the Internal Control over Compliance with Major Federal Programs (Uniform Guidance)	No	No
Findings and Questioned Costs	0	1
Going-Concern Issue	No	No

### REVENUES/EXPENSES PER STUDENT

	2016	2015	2016 Sector Median
DC Funding per Student	\$17,204	\$17,906	\$17,657
Philanthropic Funding per Student	\$176	\$134	\$581
Total Revenues per Student	\$18,853	\$19,954	\$20,775
Expenses per Student	\$21,257	\$21,537	\$19,644

### PCSB OBSERVATIONS

Based on the consolidated statements of Meridian PCS and Meridian-Harrison Qualified Active Low-Income Community Business (QALICB), an entity formed to secure financing under the New Markets Tax Credit Program (NMTC).

#### DEBT:

\$12.5M balance from October 2011 NMTC financing for leasehold improvements for the School. The loan agreement consists of three loans, each carrying interest of 4.85%, with matures between 2018 and 2041. Balloon payments on two loans totaling \$10M are due October 2018.

The School is required to maintain specified ratios and other covenants under the terms of the note payable. As of June 30, 2016, the School did not meet a certain ratio covenant; however, the lender issued a waiver regarding the unmet ratio for both 2015 and 2016.

#### FACILITIES:

\$640,189 rent expense for the following leases:

October 2011 sublease agreement with QALICB for school facilities; expires October 2031. Rent expense is eliminated at the consolidated level.

July 2015 lease agreement for 26 months with CentroNia, a DC nonprofit, for use of the middle school facility.

\$16.6M in leasehold improvements.