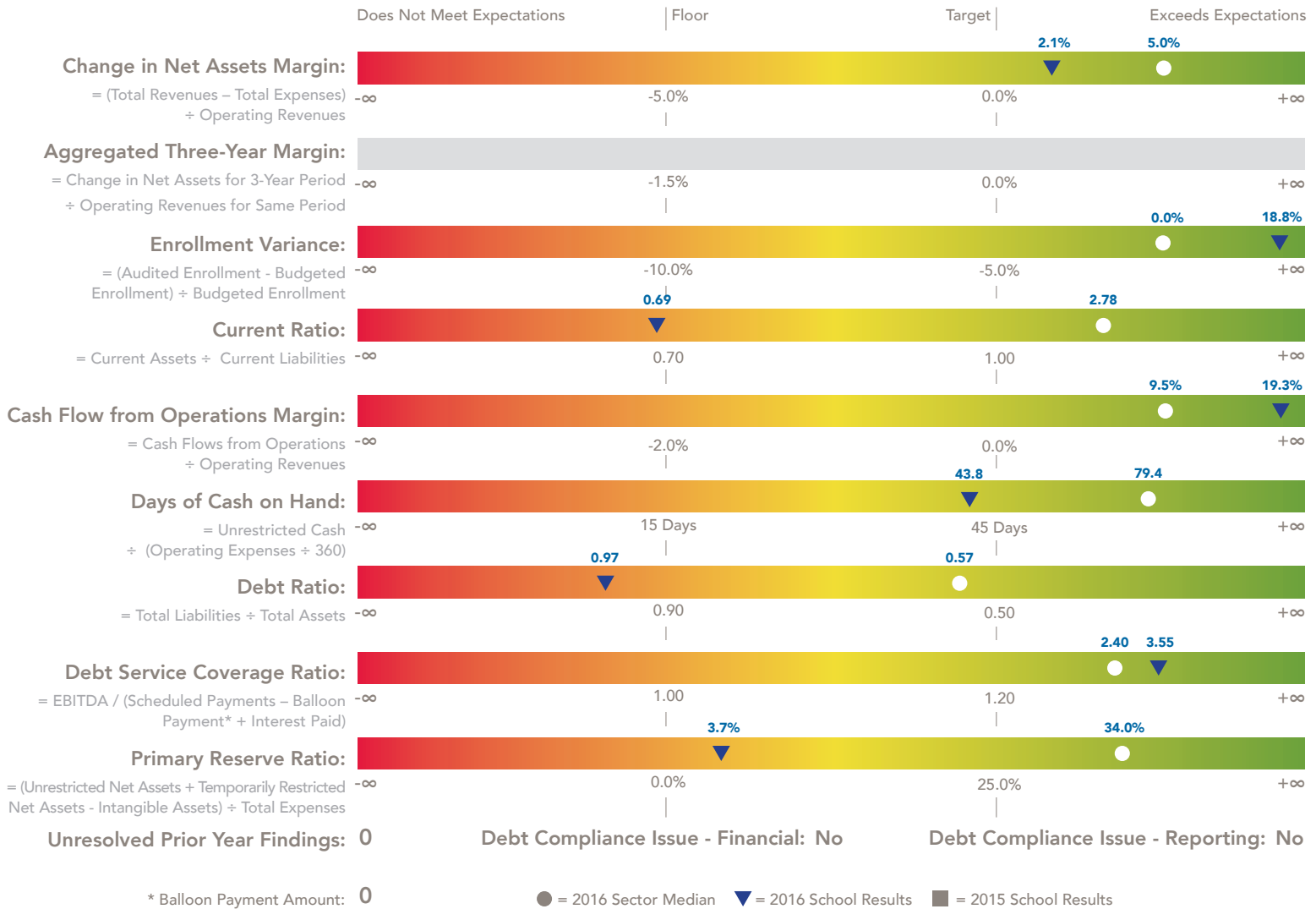


Opened:
2015 - 2016

Audited Enrollment:
101

KEY FINANCIAL INDICATORS

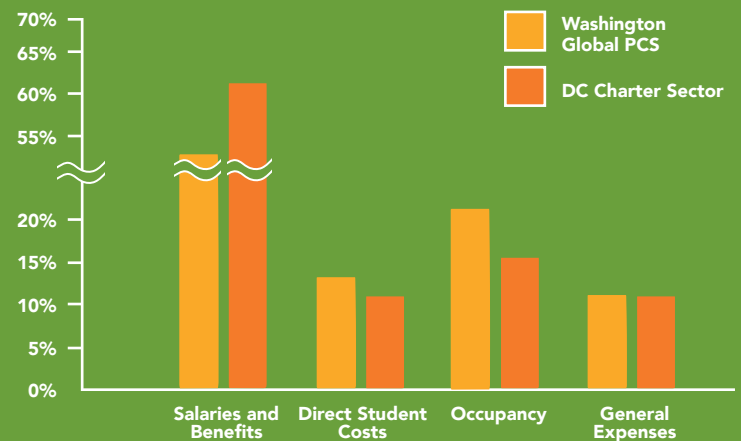


Comments from the School

2015-2016 is Washington Global's first school year. The school secured a \$2 million loan from United Bank to renovate the school facility leased at 525 School St, SW. The purpose of the renovation is to make the facility a modern and better long term space for the students. The facility renovation is a 3-year project. The school also has \$185,000 line of credit to help with the first year operation, given the fact that school entered a long term debt in the first opening year. The school plans on paying back the line of credit in school year 2016-2017.

Washington Global is carefully managing its financials and gradually building up net assets to make sure it's fulfilling the debt obligations and functioning the programs properly on a long term base.

PCS EXPENSES BY CATEGORY



WASHINGTON GLOBAL PCS

FY2016 Financial Report Card

FINANCIAL POSITION

	2016	2015
Total Assets	\$2,835,104	N/A
Current Assets	\$556,907	N/A
Total Liabilities	\$2,745,065	N/A
Current Liabilities	\$803,173	N/A
Net Asset Position	\$90,039	N/A

FINANCIAL ACTIVITIES

	2016	2015
Revenues and Support	\$2,518,093	N/A
Expenses	\$2,466,206	N/A
Non-operating Revenues (Expenses)	\$-	N/A
Surplus (Deficit)	\$51,887	N/A

AUDIT FINDINGS

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

REVENUES/EXPENSES PER STUDENT

	2016	2015	2016 Sector Median
DC Funding per Student	\$18,322	N/A	\$17,657
Philanthropic Funding per Student	\$479	N/A	\$581
Total Revenues per Student	\$24,932	N/A	\$20,775
Expenses per Student	\$24,418	N/A	\$19,644

PCSB OBSERVATIONS

DEBT:
\$85,000 balance at year-end on a 2014 line of credit (LOC) from Building Hope for \$100,000.

\$100,000 balance at year-end from a subsidy account from The Charter School Incubator Initiative to fund the school's operations. The balance is required to be paid based on the school's cash flow.

Without the LOC and subsidy account draw, the School would have had 17 days of cash on hand.

The school secured a loan from United Bank in November 2015 for \$2M to fund planned leasehold improvements. Interest rate is 30 day LIBOR + 4.0% for the first six months; the mid-range 5 year swap rate for 30 day LIBOR + 3.5% for 5 years; the then prevailing mid-range 5 year swap rate + 3.5% for the balance of the term. Matures in 2025.

FACILITIES:
\$325,270 rent expense for 25-year lease agreement with 525 School St, Associates to lease the property at 525 School St, SW.

The school entered into a 5-year sublease agreement with Cesar Chavez Public Charter School for Public Policy in June 2016 to sublease a portion of the property at 525 School St, SW.

SUBSEQUENT EVENTS:
Subsequent to year-end, the school secured a loan from United Bank for \$1.4M to finance the second phase of renovations to the 525 School St, SW location. For the first six months interest varies monthly based on the 30 day LIBOR + 4.0%; thereafter the rate is based on the then prevailing mid-range swap rate plus 3.5%; matures 2026.