

# YOUTHBUILD PCS

#### FY2016 Financial Report Card

**Audited Enrollment:** 

116

## **KEY FINANCIAL INDICATORS**

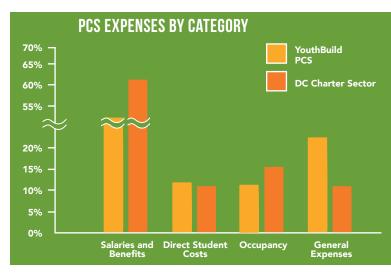
		I INANUAL II	UIUAIUI	0		
	Does Not Meet Expe	ectations Floor		Target	Exc	eeds Expectations
		7.7% -4.3	3%	I	5.09	6
Change in Net Assets Margin:		▼			•	
= (Total Revenues – Total Expenses)	-00	-5.0%		0.0%		+∞
÷ Operating Revenues	-7.0% -3	. <b>9%</b>			6.	1%
Aggregated Three-Year Margin:	▼					
= Change in Net Assets for 3-Year Period	-00	-1.5%		0.0%		+∞
÷ Operating Revenues for Same Period					0.0	% <b>0.9</b> %
Enrollment Variance:					•	•
= (Audited Enrollment - Budgeted	-00	-10.0%		-5.0%		+∞
Enrollment) ÷ Budgeted Enrollment		1		1	2.78	4.16 4.87
Current Ratio:					•	
= Current Assets ÷ Current Liabilities	-00	0.70		1.00		+∞
	-10.3%	-1	.7%		9.5	%
Cash Flow from Operations Margin:	$\mathbf{\nabla}$					
= Cash Flows from Operations	-00	-2.0%		0.0%		+∞
÷ Operating Revenues			30.2		73.6 79.4	
Days of Cash on Hand:			•			
= Unrestricted Cash	-00	15 Days		45 Days		+∞
÷ (Operating Expenses ÷ 360)				0.57		0.21 0.17
Debt Ratio:						
= Total Liabilities ÷ Total Assets	-00	0.90		0.50		+∞
Debt Service Coverage Ratio:						
= EBITDA / (Scheduled Payments – Balloon	-00	1.00		1.20		+∞
Payment* + Interest Paid)			12.5%	22.0%	34.0%	
Primary Reserve Ratio:			•		•	
= (Unrestricted Net Assets + Temporarily Restricted	- 00	0.0%		25.0%		+∞
Net Assets - Intangible Assets) ÷ Total Expenses						
Unresolved Prior Year Findings:	0 De	bt Compliance Issue	- Financial: No	Debt Complia	ance Issue - F	Reporting: No
* Balloon Payment Amount:	0	= 2016 Sector Media	n 🔽 – 2016 Schoo	l Results 📃 = 2015 School	Results	

#### Comments from the School

**Opened:** 

2005 - 2006

In the SY15-16 FAR report, Youthbuild shows a negative change in net asset margin, a negative cash flow from operations and days of cash on hand at year end below the target of 45 days. All three metrics are expected to improve based on year-to-date financials as of February 2017, as well as forecasts for the year end. Change in net asset margin and cash flow are projected to be positive, and days of cash on hand is expected to be above the target of 45.



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2015

### **FINANCIAL POSITION**

	2016	2015
Total Assets	\$483,300	\$807,369
Current Assets	\$391,745	\$719,680
Total Liabilities	\$80,523	\$172,925
Current Liabilities	\$80,523	\$172,925
Net Asset Position	\$402,777	\$634,444

### **FINANCIAL ACTIVITIES**

	2016	2015
Revenues and Support	\$2,995,494	\$2,769,620
Expenses	\$3,227,161	\$2,889,924
Non-operating Revenues (Expenses)	\$-	\$-
Surplus (Deficit)	\$(231,667)	\$(120,304)

### **AUDIT FINDINGS**

	2010	2015
Qualified/Modified/Adverse Opinion on the Financial Statements	Νο	Νο
Material Weakness in Internal Control over Financial Reporting (GAS)	Νο	Νο
Non-compliance Material to the Financial Statements (GAS)	Νο	Νο
Modified Opinion on Major Federal Award Programs (Uniform Guidance)	Νο	Νο
Material Weaknesses in the Internal Control over Compliance with Major Federal Programs (Uniform Guidance)	Νο	Νο
Findings and Questioned Costs	0	0
Going-Concern Issue	Νο	Νο

#### **REVENUES/EXPENSES PER STUDENT**

	2016	2015	2016 Sector Median
DC Funding per Student	\$20,115	\$18,680	\$17,657
Philanthropic Funding per Student	\$732	\$576	\$581
Total Revenues per Student	\$25,823	\$24,729	\$20,775
Expenses per Student	\$27,820	\$25,803	\$19,644

### **PCSB OBSERVATIONS**

#### RELATED PARTY TRANSACTIONS:

Latin American Youth Center (LAYC) provides facility, employee benefit plans, and information technology support. LAYC is the sole member of YouthBuild PCS.

#### FACILITIES:

\$315,230 rental expense under a lease with LAYC, expires 2023. In April 2016, LAYC provided a rent reduction of \$3,000 per month for the period July 1, 2016 through June 30, 2017.