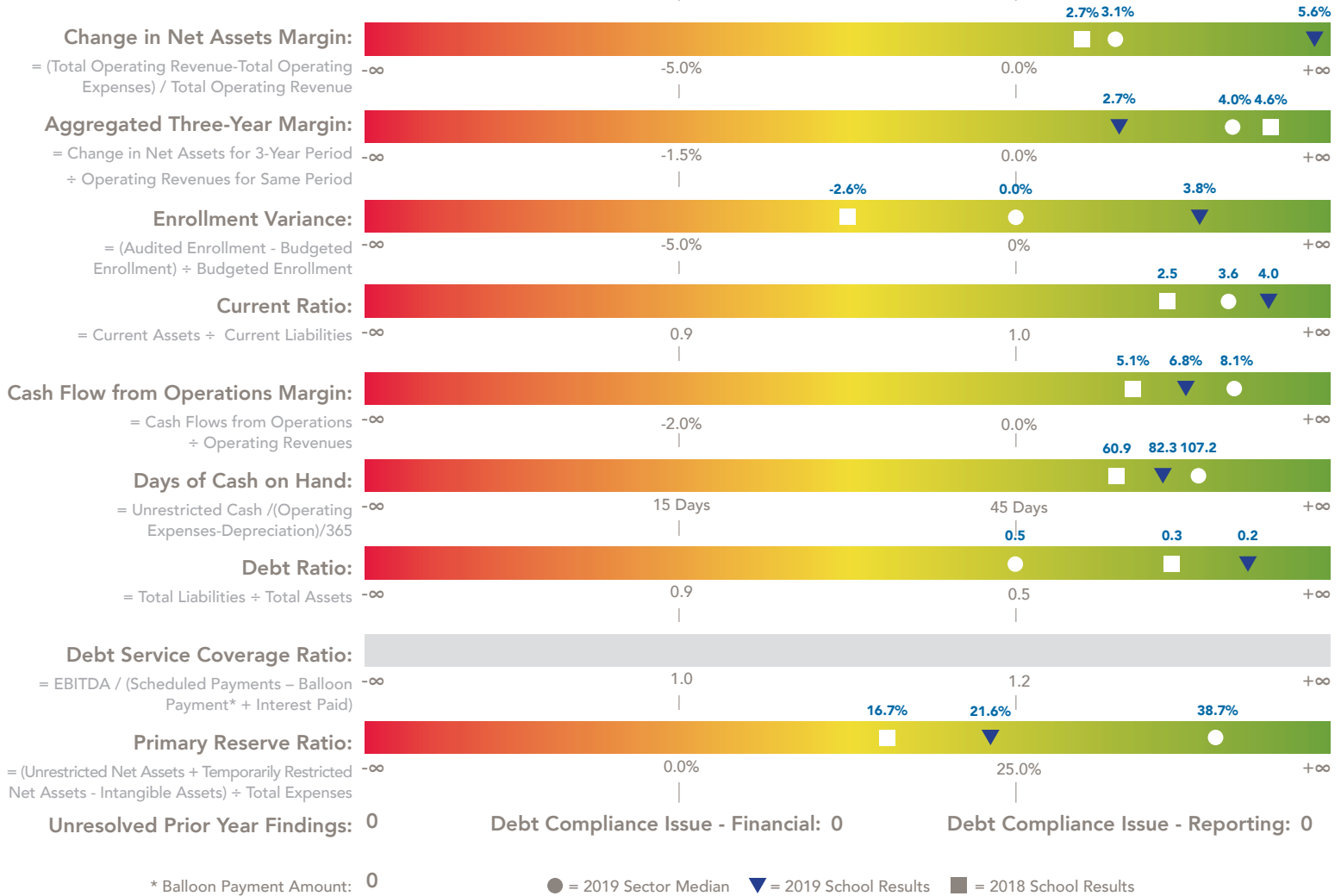


Opened:  
2012-2013

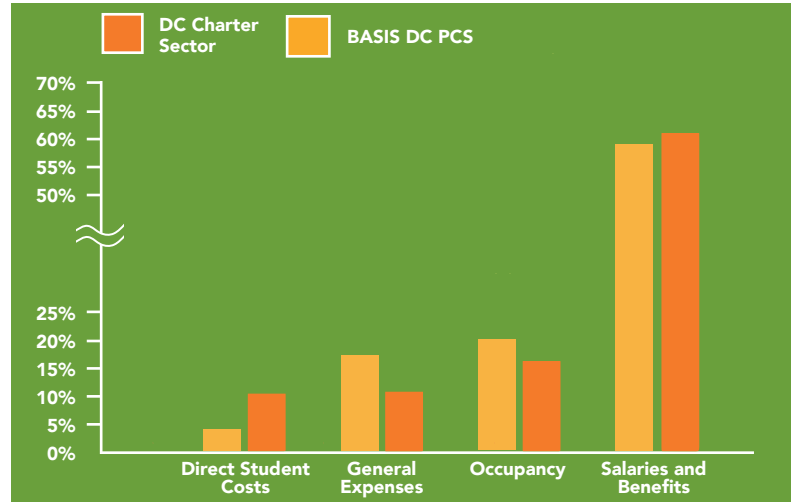
Audited Enrollment:  
636

### KEY FINANCIAL INDICATORS



#### Comments from the School

#### PCS EXPENSES BY CATEGORY



# BASIS DC PCS

## FY2019 Financial Analysis Report

### FINANCIAL POSITION

	2019	2018
Total Assets	\$2,792,698	\$2,344,385
Current Assets	\$2,372,794	\$1,860,906
Total Liabilities	\$589,103	\$742,133
Current Liabilities	\$589,103	\$742,133
Net Asset Position	\$2,203,595	\$1,602,252

### FINANCIAL ACTIVITIES

	2019	2018
Revenues and Support	\$10,807,145	\$9,878,939
Expenses	\$10,205,802	\$9,612,152
Non-operating Revenues (Expenses)	\$0	\$0
Surplus (Deficit)	\$601,343	\$266,787

### AUDIT FINDINGS

	2019	2018
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	0
Going-Concern Issue	No	No

### REVENUES/EXPENSES PER STUDENT

	2019	2018	2019 Sector Median
DC Funding per Student	\$15,933	\$15,527	\$19,863
Grants and Contributions Per Student	\$316	\$257	\$346
Total Revenues per Student	\$16,992	\$16,575	\$23,270
Expenses per Student	\$16,047	\$16,128	\$22,981

### PCSB OBSERVATIONS

The school had a strong financial position. The school improved on all financial metrics. Liquidity measures improved significantly: days of cash on hand (from 60.9 last year to 82.3), current ratio (2.5 to 4.0) and cash flow from operations margin (5.1% to 6.8%). These are signs of a school's ability to meet any unexpected expenses and focus on education. The school continued to grow primary reserves to 21.6%.

#### Property Lease:

BASIS DC entered into a lease agreement on February 29, 2012, with BASIS Charter Schools for the school facility on Eighth St. that expires in 2042. Rent expense related to this lease for the year ended June 30, 2019, was \$1.8M.

School Name	FY19 Revenues	FY19 Operating Result
BASIS DC PCS	\$10,807,145	\$601,343
Management Organization ("MO") / Related Party ("RP")	MO/RP Tax Status	
BASIS Educational Group (d.b.a. BASIS.ed)	For Profit	
Highest Paid Employee / Head of MO / RP	Title	Total Compensation
Peter Bezanson	CEO	Unknown
Services Provided	FY19 Payment	% of School Revenue
Management and School Development Fee	\$1,297,447	12.01%
Leased Employee Related Costs	\$5,850,150	54.13%
<b>Total</b>	<b>\$7,147,597</b>	<b>66.14%</b>
DC PCSB Comments		
<p>BASIS Education Group (BASIS ed.), a for-profit organization that provides comprehensive educational and support services to charter and independent schools, is the school's management organization. The board chairperson of BASIS DC is also the board chairperson of BASIS Schools, Inc. In addition, two of the BASIS DC board members serve together in a business capacity with a separate and unrelated not-for-profit 501(c)(3) corporation. As of June 30, 2019 and June 30, 2018, \$3,879 and \$53,662, respectively, was payable to BASIS.ed for management fees. In addition, \$288,776 and \$287,209, respectively, was payable to BASIS.ed for accrued leased employee wages and benefits. Management fees for 2019 totaled \$1.0M .</p> <p>In FY 2019, the school made payments to BASIS.ed in the amount of \$1.2MM and \$5.8MM for management fees and wages and benefits.</p>		
School Comments		

School Name	FY19 Revenues	FY19 Operating Result
BASIS DC PCS	\$10,807,145	\$601,343
Management Organization ("MO") / Related Party ("RP")	MO/RP Tax Status	
BASIS Schools, Inc.	Non-Profit	
Highest Paid Employee / Head of MO / RP	Title	Total Compensation
DeAnna Rowe	Executive Director	\$121,921
Services Provided	FY19 Payment	% of School Revenue
Rent	\$1,800,198	16.66%
<b>Total</b>	<b>\$1,800,198</b>	<b>16.66%</b>

### DC PCSB Comments

BASIS Charter Schools, Inc., an Arizona nonprofit organization that operates multiple charter schools, is the sole member of Basis DC PCS. BASIS Charter Schools, BASIS Baton Rouge and BASIS DC share an Executive Director and Assistant to the Director. The Board Chair of BASIS Charter Schools is also the Board Chair of BASIS DC PCS.

BASIS Charter Schools has issued Education Facility Revenue Bonds through the Industrial Development Authority of the City of Phoenix, Arizona. A portion of the proceeds of this financing were used to refinance the costs of acquiring, constructing, and equipping the BASIS DC Campus as well as five other BASIS Charter Schools. The portion of the bond applicable to the BASIS DC Campus is secured by an assignment of the lease agreement and a first lien position on the security interest in the BASIS DC campus and through an assignment of the DC per pupil funding received by BASIS DC. BASIS DC entered into a lease agreement with BASIS Schools, Inc. for the rental of office space located at 410-412 Eighth Street NW, which expires on June 30, 2042. Base rent payments have been defined as the amount equal to the amount the Lessor is obligated to pay for the debt service of the loans on the occupied property as well as any other taxes, insurance, etc. on the leased property.

Please note that the highest paid employee above was taken from the most recent 990 available at the time this report was produced.

### School Comments

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