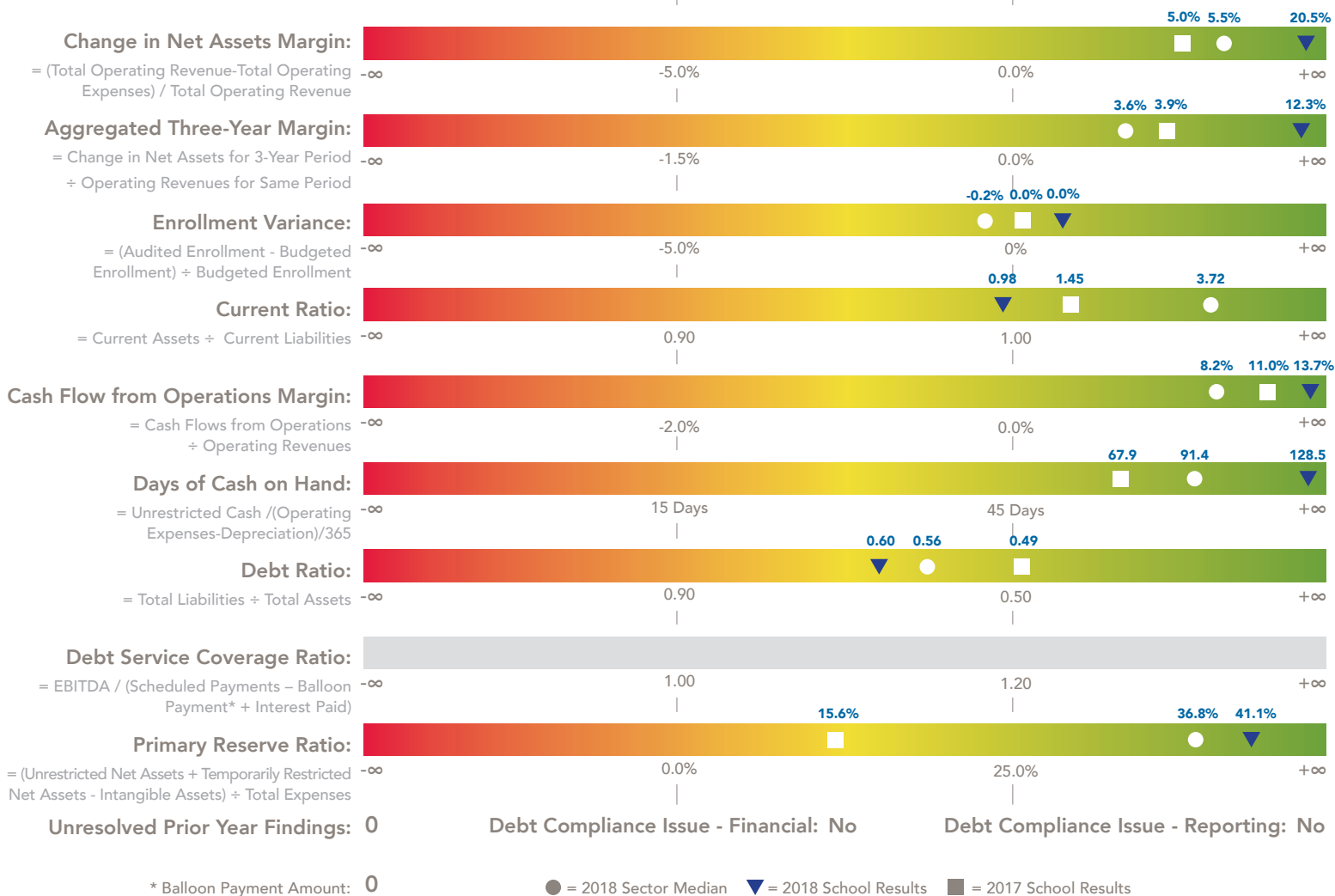
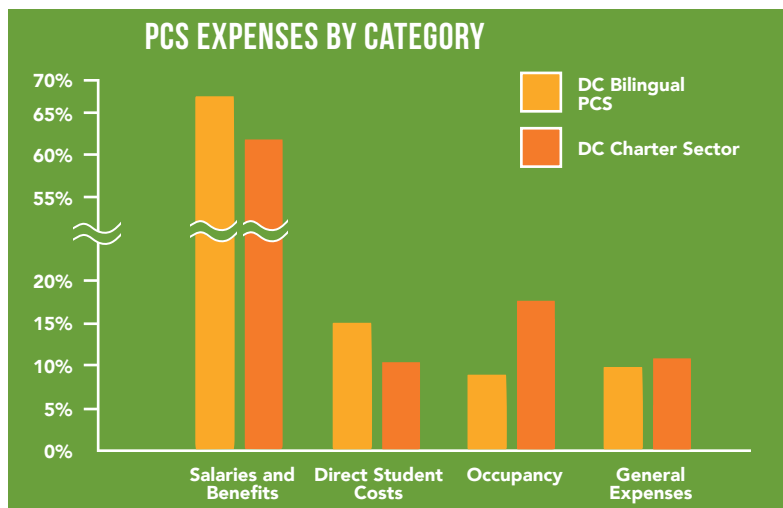


KEY FINANCIAL INDICATORS



Comments from the School



DC BILINGUAL PCS

FY2018 Financial Analysis Report

FINANCIAL POSITION

	2018	2017
Total Assets	\$8,742,465	\$2,601,768
Current Assets	\$3,923,282	\$1,798,511
Total Liabilities	\$5,203,244	\$1,285,022
Current Liabilities	\$3,986,302	\$1,242,684
Net Asset Position	\$3,539,221	\$1,316,746

FINANCIAL ACTIVITIES

	2018	2017
Revenues and Support	\$10,839,424	\$8,886,398
Expenses	\$8,616,949	\$8,445,207
Non-operating Revenues (Expenses)	\$0	\$0
Surplus (Deficit)	\$2,222,475	\$441,191

AUDIT FINDINGS

	2018	2017
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

	2018	2017	2018 Sector Median
DC Funding per Student	\$20,837	\$19,245	\$19,243
Grants and Contributions Per Student	\$1,171	\$435	\$492
Total Revenues per Student	\$24,635	\$21,674	\$22,382
Expenses per Student	\$19,584	\$20,598	\$21,375

PCSB OBSERVATIONS

Overall, the school's financial position was healthy, with all of its metrics showing adequate performance. Specifically, its aggregated three-year margin of 12.7%, which represents the change in net asset position over the past three years, was positive; this indicated that the school operated at a surplus as a result of adequately managing costs with revenues. The school's change in net assets for FY 2018 was \$2.2M.

The school's liquidity remained healthy with a current ratio of 0.98 and 129 days of cash on hand. The current ratio did, however, decline from 1.5 in FY 2017 as a result of increased accounts payable related to construction in progress. The accounts payable balance will likely decline as the school draws down additional long-term debt.

The school entered into a lease with DC in June 2015 for a one-year term, which was extended in 2016 and 2017 and subsequently converted to a 25-year lease for the land and school building. On March 13, 2018, DC Bilingual PCS entered into a promissory note with Eagle Bank in the amount of \$14M. This note was for renovation and construction of the land and school facility known as Keene School, at 33 Riggs Road, NE. As of June 30, 2018, the school borrowed \$1.4M against the loan. This loan calls for consecutive monthly installments of interest-only payments effective April 1, 2018, through March 31, 2021. Commencing April 1, 2021, monthly installments of principal and interest are required until the loan matures on March 13, 2023, at which point there is a balloon payment of any outstanding principal and unpaid interest. The balance of this note at June 30, 2018, was \$1.4M.