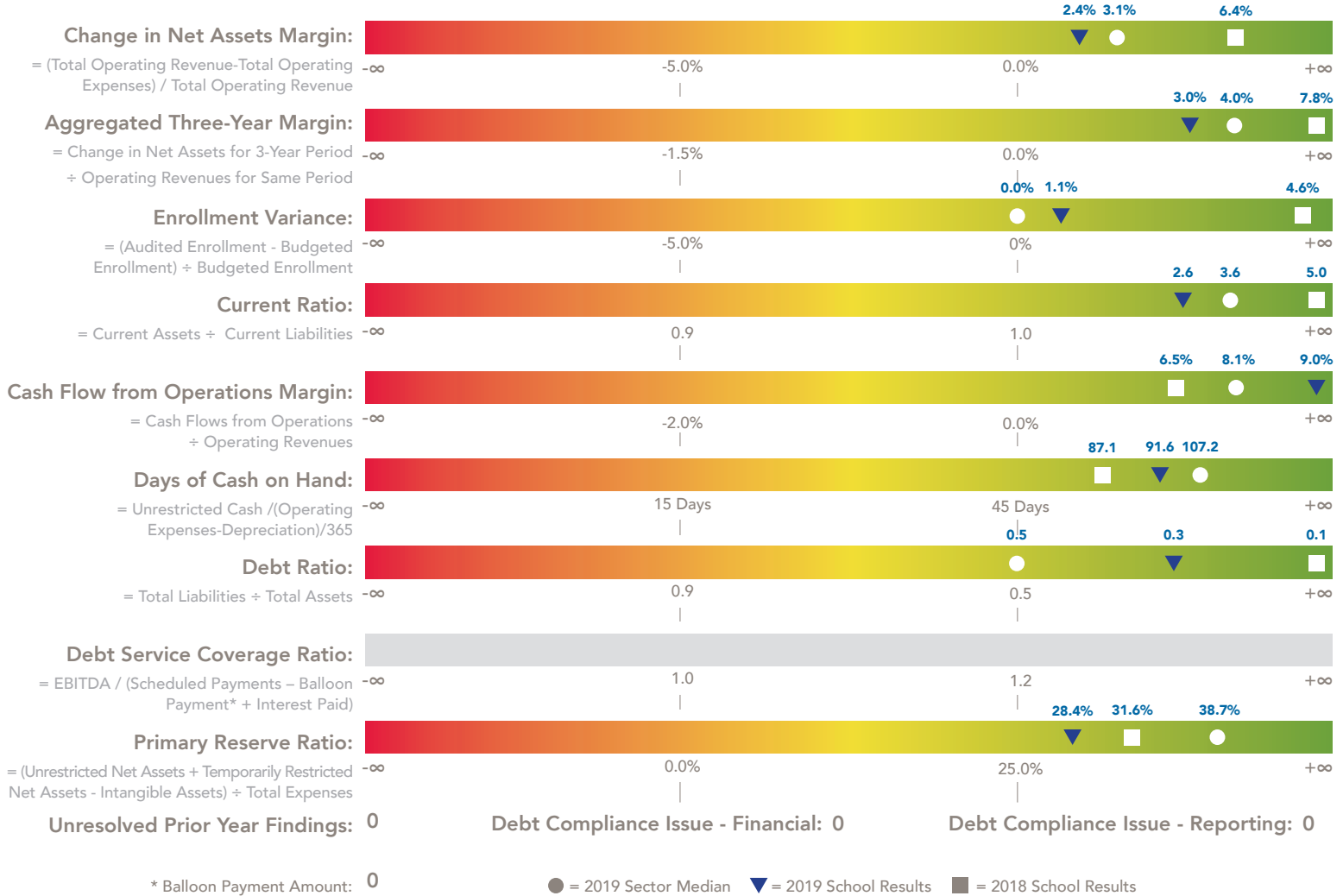


Opened:  
2013-2014

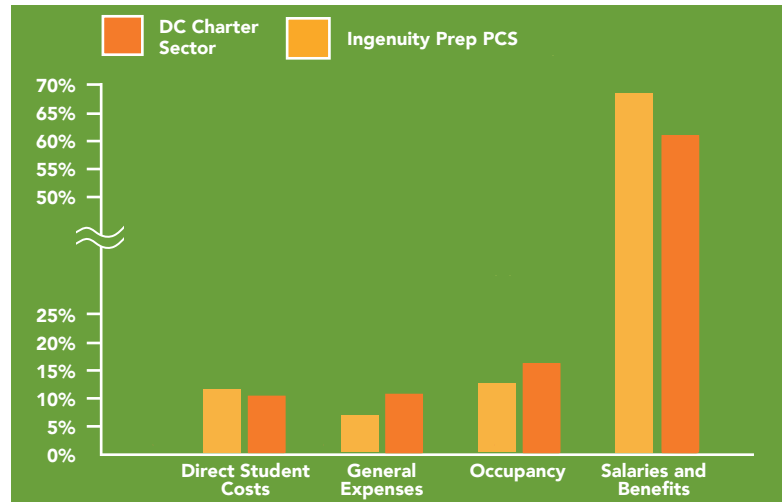
Audited Enrollment:  
560

### KEY FINANCIAL INDICATORS



#### Comments from the School

#### PCS EXPENSES BY CATEGORY



# INGENUITY PREP PCS

## FY2019 Financial Analysis Report

### FINANCIAL POSITION

|                            | 2019               | 2018               |
|----------------------------|--------------------|--------------------|
| <b>Total Assets</b>        | <b>\$5,066,447</b> | <b>\$3,878,053</b> |
| <b>Current Assets</b>      | <b>\$3,675,208</b> | <b>\$2,782,686</b> |
| <b>Total Liabilities</b>   | <b>\$1,417,479</b> | <b>\$551,073</b>   |
| <b>Current Liabilities</b> | <b>\$1,417,479</b> | <b>\$551,073</b>   |
| <b>Net Asset Position</b>  | <b>\$3,648,968</b> | <b>\$3,326,980</b> |

### FINANCIAL ACTIVITIES

|  | 2019                | 2018                |
|--|---------------------|---------------------|
| <b>Revenues and Support</b>              | <b>\$13,155,506</b> | <b>\$11,261,473</b> |
| <b>Expenses</b>                          | <b>\$12,834,358</b> | <b>\$10,539,866</b> |
| <b>Non-operating Revenues (Expenses)</b> | <b>\$840</b>        | <b>-\$2,364</b>     |
| <b>Surplus (Deficit)</b>                 | <b>\$321,988</b>    | <b>\$719,243</b>    |

### AUDIT FINDINGS

|   | 2019      | 2018      |
|---|-----------|-----------|
| <b>Qualified/Modified/Adverse Opinion on the Financial Statements</b>   | <b>No</b> | <b>No</b> |
| <b>Material Weakness in Internal Control over Financial Reporting (GAS)</b>                                       | <b>No</b> | <b>No</b> |
| <b>Non-compliance Material to the Financial Statements (GAS)</b>  | <b>No</b> | <b>No</b> |
| <b>Modified Opinion on Major Federal Award Programs (Uniform Guidance)</b>  | <b>No</b> | <b>No</b> |
| <b>Material Weaknesses in the Internal Control over Compliance with Major Federal Programs (Uniform Guidance)</b> | <b>No</b> | <b>No</b> |
| <b>Findings and Questioned Costs</b>  | <b>0</b>  | <b>0</b>  |
| <b>Going-Concern Issue</b>  | <b>No</b> | <b>No</b> |

### REVENUES/EXPENSES PER STUDENT

|   | 2019            | 2018            | 2019 Sector Median |
|---|-----------------|-----------------|--------------------|
| <b>DC Funding per Student</b>               | <b>\$20,878</b> | <b>\$19,962</b> | <b>\$19,863</b>    |
| <b>Grants and Contributions Per Student</b> | <b>\$72</b>     | <b>\$719</b>    | <b>\$346</b>       |
| <b>Total Revenues per Student</b>           | <b>\$23,492</b> | <b>\$22,705</b> | <b>\$23,270</b>    |
| <b>Expenses per Student</b>                 | <b>\$22,919</b> | <b>\$21,250</b> | <b>\$22,981</b>    |

### PCSB OBSERVATIONS

The school's financial position remained strong as enrollment grew 13% with the addition of another grade. The school had strong liquidity with a current ratio of 2.6 and 92 days of cash in hand, meaning that it has the resources to meet short-term obligations. Additionally, the school has low leverage with a debt ratio of 0.3 and virtually no debt.

The audit did identify a deficiency in internal control. The school failed to carry out an independent bank reconciliation review. The school has taken appropriate steps to resolve it.

#### Property Lease:

The school entered into a sub-sublease rental agreement on May 13, 2013, for the rental of a school facility located at 4600 Livingston Road, SE. This lease calls for quarterly lease payments of 90% of an annual usage fee based on the DC PCSB facilities allowance. Rent expense on this lease for the year ended June 30, 2019 was \$1.6M.