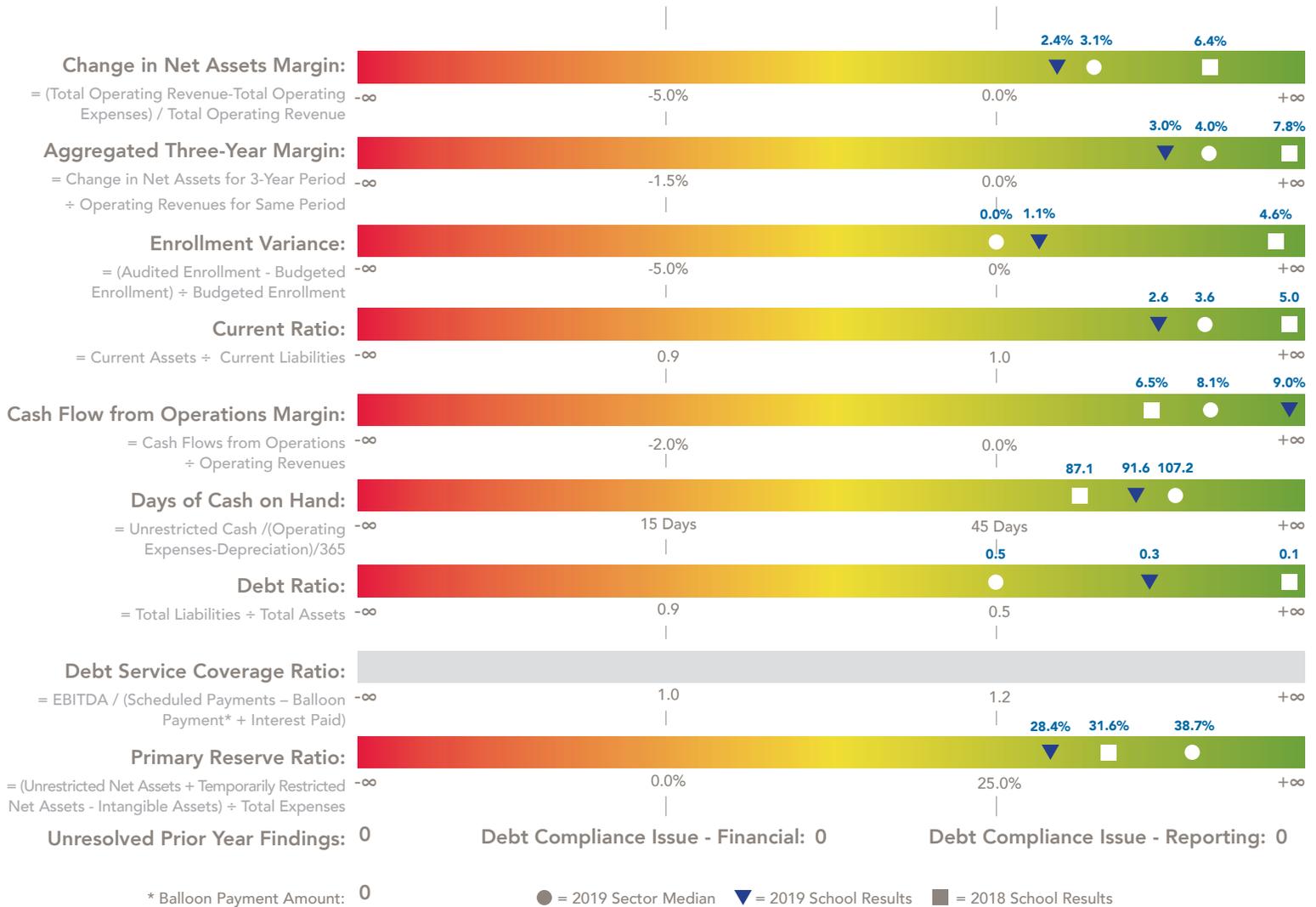


Opened:
2013-2014

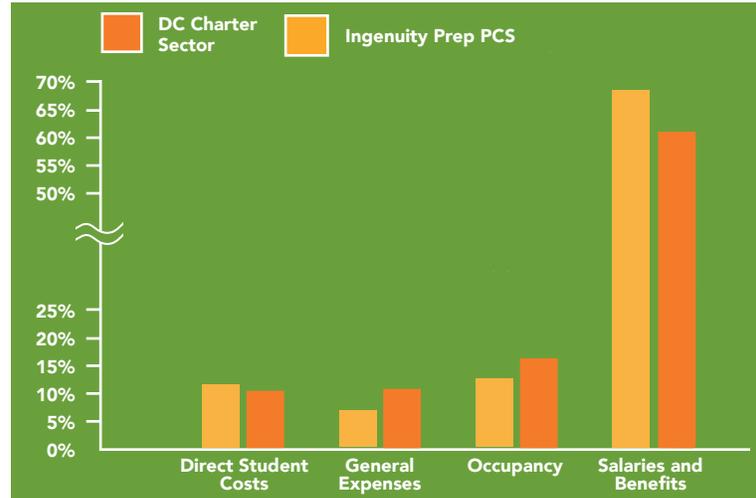
Audited Enrollment:
560

KEY FINANCIAL INDICATORS



Comments from the School

PCS EXPENSES BY CATEGORY



INGENUITY PREP PCS

FY2019 Financial Analysis Report

FINANCIAL POSITION

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

FINANCIAL ACTIVITIES

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

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	\$20,878	\$19,962	\$19,863
Grants and Contributions Per Student	\$72	\$719	\$346
Total Revenues per Student	\$23,492	\$22,705	\$23,270
Expenses per Student	\$22,919	\$21,250	\$22,981

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.