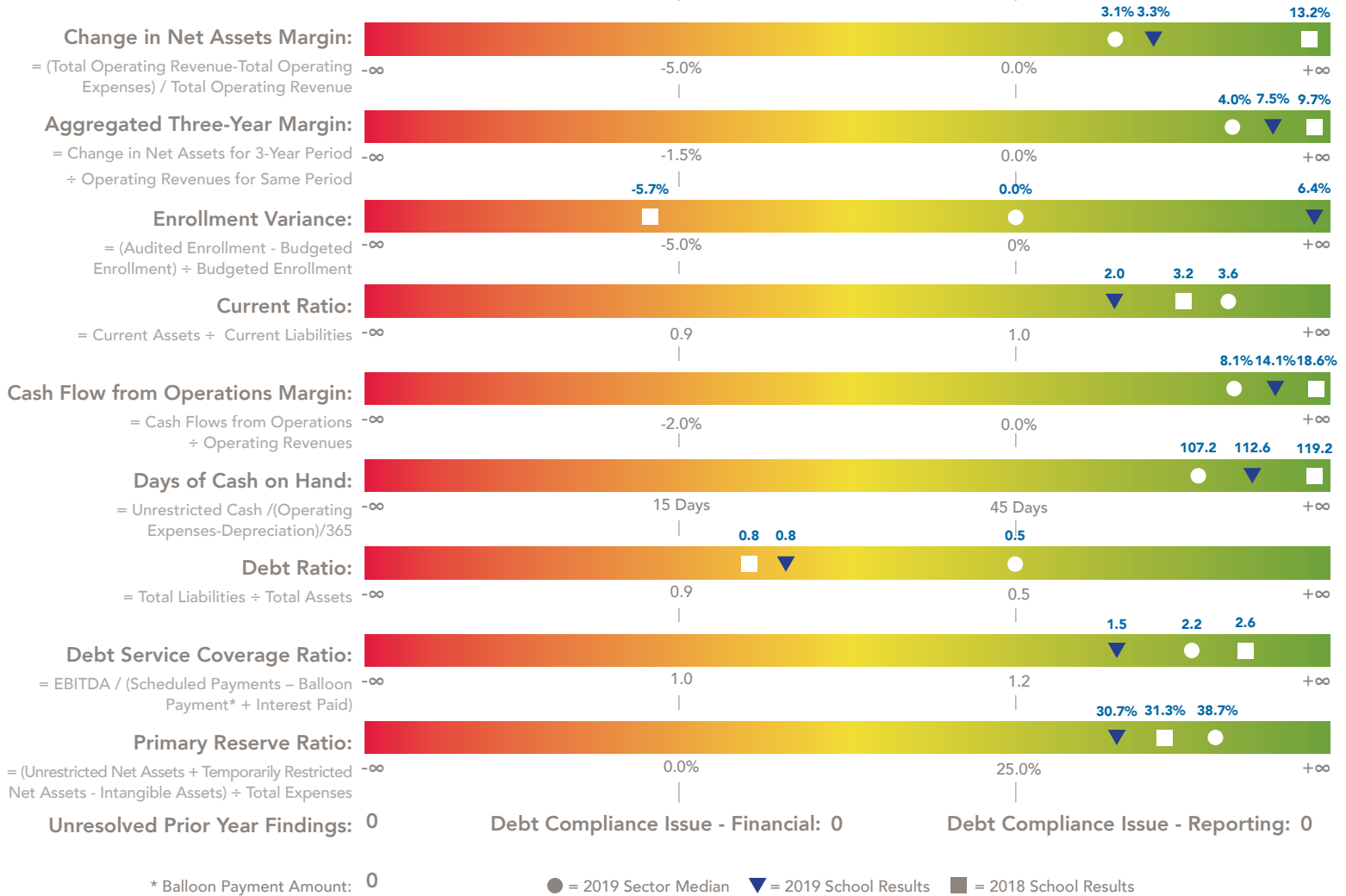


Opened:
2015-2016

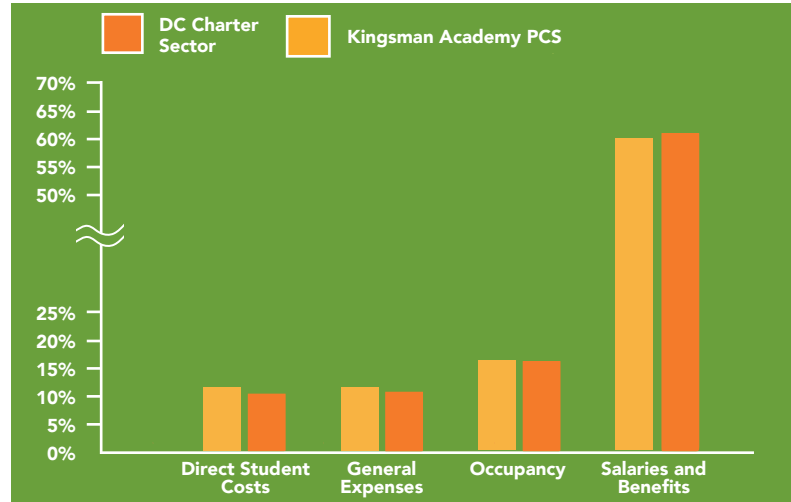
Audited Enrollment:
281

KEY FINANCIAL INDICATORS



Comments from the School

PCS EXPENSES BY CATEGORY



KINGSMAN ACADEMY PCS

FY2019 Financial Analysis Report

FINANCIAL POSITION

	2019	2018
Total Assets	\$12,655,855	\$12,272,346
Current Assets	\$2,696,343	\$2,887,361
Total Liabilities	\$9,971,290	\$9,888,631
Current Liabilities	\$1,373,759	\$909,957
Net Asset Position	\$2,684,565	\$2,383,715

FINANCIAL ACTIVITIES

	2019	2018
Revenues and Support	\$9,050,970	\$8,765,064
Expenses	\$8,750,120	\$7,604,650
Non-operating Revenues (Expenses)	\$0	\$0
Surplus (Deficit)	\$300,850	\$1,160,414

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	\$29,725	\$30,584	\$19,863
Grants and Contributions Per Student	\$25	\$2	\$346
Total Revenues per Student	\$32,210	\$35,201	\$23,270
Expenses per Student	\$31,139	\$30,541	\$22,981

PCSB OBSERVATIONS

The school had an exceptionally strong financial year. The school showed strong and sustained growth with a 3.3% change in net assets margin and 7.5% aggregated three-year margin. Liquidity overall was strong, with 113 days of cash on hand and a current ratio of 2.0, minimizing short-term risks due to unexpected expenses. The debt ratio was relatively high at 0.8, but is not an area of concern in light of a cash flow from operations margin of 14.1%, and a primary reserve ratio of 30.7%.

Debt:

- In 2015, the school entered into an agreement with Options PCS to serve students in sixth through 12th grades. Options transferred certain assets and liabilities to the school, including the facility's land and building as well as the outstanding balance of District of Columbia revenue bonds that were used to construct and renovate Options' facility. As of the date of assumption by the school, the bonds' outstanding balance was \$9.6M. As of June 2019, the outstanding principal balance on the bonds totaled \$8.4M.
- The school secured financing with the D.C. Office of Public Charter School Financing and Support (OPCSFS) for \$900K to finance closing costs associated with the assumption of Option PCS' debt obligation, funding of a debt service reserve, and purchase of Options' property and equipment. The loan matures in August 2020, at which point a balloon of \$678K is due.