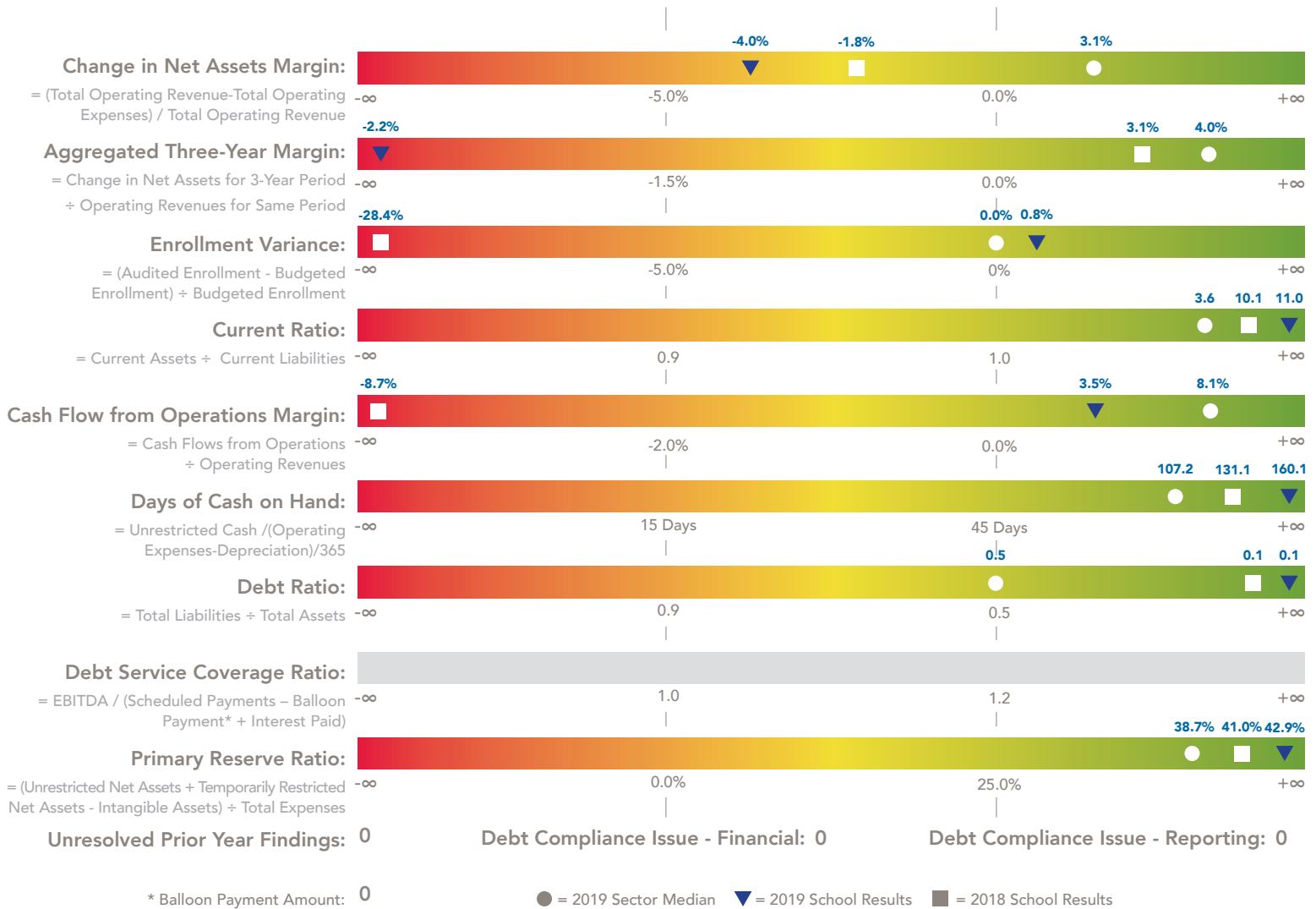


Opened:
2012-2013

Audited Enrollment:
129

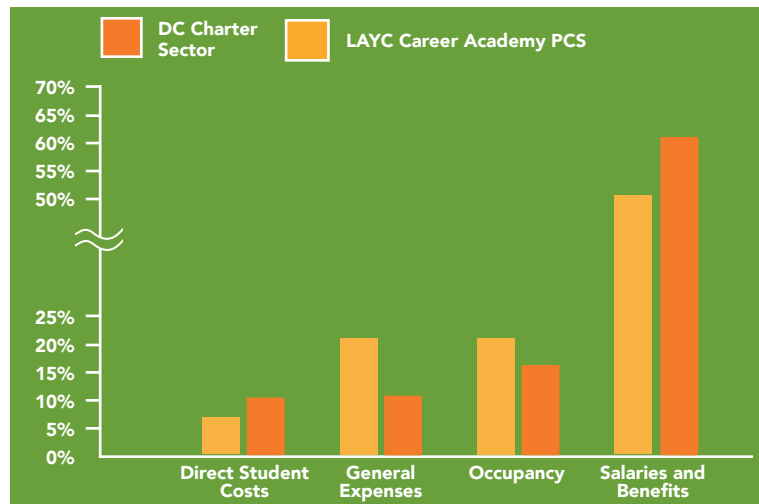
KEY FINANCIAL INDICATORS



Comments from the School

FY20 showed a reversal in LAYCCA's enrollment and revenue decline. Enrollment rose 8.5% from FY19 to FY 20 and was also 8.5% above enrollment projections for FY20.

PCS EXPENSES BY CATEGORY



LAYC CAREER ACADEMY PCS

FY2019 Financial Analysis Report

FINANCIAL POSITION

	2019	2018
Total Assets	\$1,506,306	\$1,647,054
Current Assets	\$1,429,427	\$1,482,562
Total Liabilities	\$129,957	\$147,277
Current Liabilities	\$129,957	\$147,277
Net Asset Position	\$1,376,349	\$1,499,777

FINANCIAL ACTIVITIES

	2019	2018
Revenues and Support	\$3,088,351	\$3,592,944
Expenses	\$3,211,779	\$3,657,714
Non-operating Revenues (Expenses)	\$0	\$0
Surplus (Deficit)	-\$123,428	-\$64,770

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	\$20,646	\$21,576	\$19,863
Grants and Contributions Per Student	\$1,962	\$4,677	\$346
Total Revenues per Student	\$23,941	\$26,419	\$23,270
Expenses per Student	\$24,898	\$26,895	\$22,981

PCSB OBSERVATIONS

The school had a weak year financially in FY 2019 but remained in a strong financial position overall. The school had a decline in enrollment of 5% in 2019 and 30% over the past two years. Revenues and expenses have both declined, and the school has generated operating losses for the past three years. This is not an area of concern in the near term in light of the school's liquidity and reserves. The school had a current ratio of 11.0 and 160 days of cash on hand. It also had a primary reserve ratio of 42.9%, and no outstanding debt. In the long term, however, declining enrollment and revenue will threaten the financial viability of the school.

Property Lease:

On August 1, 2017, the academy moved to a new facility. The base rent for the first year was \$538K. There has been a 1.5% increase each year, until July 31, 2020. Rent expense for 2019 was \$555K.

School Name	FY19 Revenues	FY19 Operating Result
LAYC Career Academy PCS	\$3,088,351	-\$123,428
Management Organization ("MO") / Related Party ("RP")	MO/RP Tax Status	
Latin American Youth Center	Non-Profit	
Highest Paid Employee / Head of MO / RP	Title	Total Compensation
Humphrey Mensah	Chief Financial & Admin. Officer	\$128,164
Services Provided	FY19 Payment	% of School Revenue
Management and Administrative Services	\$188,002	6.09%
Total	\$188,002	6.09%
DC PCSB Comments		
<p>LAYC Career Academy contracts with the Latin American Youth Center (LAYC) for human resources, payroll, development, and information technology. There is one board member who serves on both the boards of the Latin American Youth Center and the LAYC Career Academy. The school pays the Latin American Youth Center for the aforementioned services through a set fee per service as stipulated in the organizations Memorandum of Understanding.</p> <p>Please note that the highest paid employee above was taken from the most recent 990 available at the time this report was produced.</p>		
School Comments		