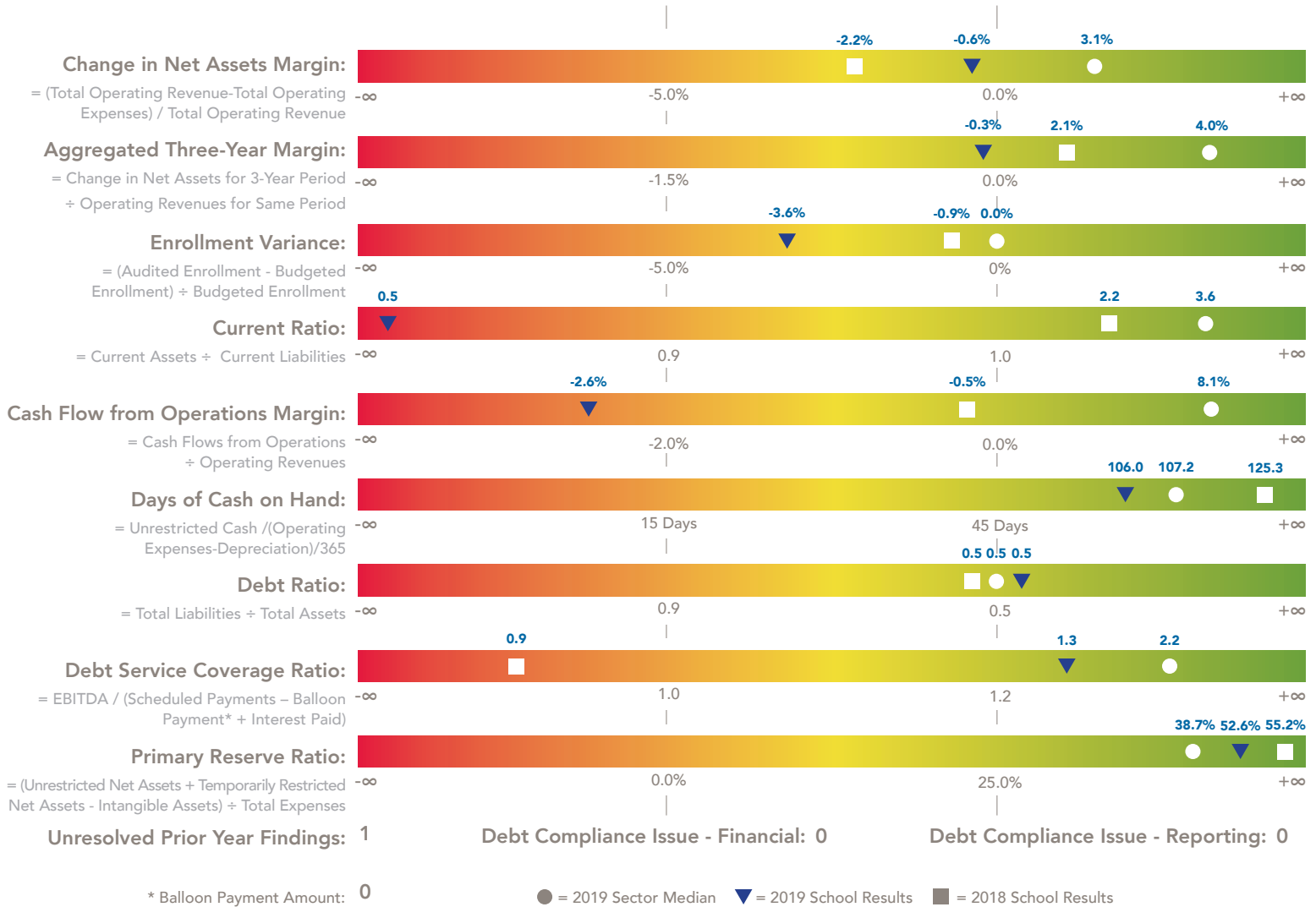


Opened:  
2003-2004

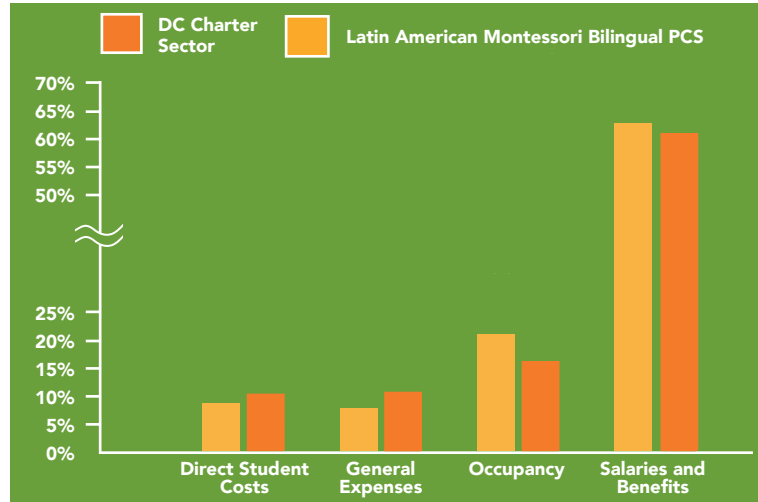
Audited Enrollment:  
476

### KEY FINANCIAL INDICATORS



#### Comments from the School

#### PCS EXPENSES BY CATEGORY



# LATIN AMERICAN MONTESSORI BILINGUAL PCS

## FY2019 Financial Analysis Report

### FINANCIAL POSITION

	2019	2018
<b>Total Assets</b>	<b>\$12,370,216</b>	<b>\$12,578,838</b>
<b>Current Assets</b>	<b>\$3,339,089</b>	<b>\$3,779,841</b>
<b>Total Liabilities</b>	<b>\$6,654,341</b>	<b>\$6,740,650</b>
<b>Current Liabilities</b>	<b>\$6,414,614</b>	<b>\$1,689,980</b>
<b>Net Asset Position</b>	<b>\$5,715,875</b>	<b>\$5,838,188</b>

### FINANCIAL ACTIVITIES

	2019	2018
<b>Revenues and Support</b>	<b>\$10,789,574</b>	<b>\$10,353,758</b>
<b>Expenses</b>	<b>\$10,858,401</b>	<b>\$10,585,375</b>
<b>Non-operating Revenues (Expenses)</b>	<b>-\$53,486</b>	<b>\$120,274</b>
<b>Surplus (Deficit)</b>	<b>-\$122,313</b>	<b>-\$111,343</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>Yes</b>	<b>Yes</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>\$19,070</b>	<b>\$19,040</b>	<b>\$19,863</b>
<b>Grants and Contributions Per Student</b>	<b>\$343</b>	<b>\$267</b>	<b>\$346</b>
<b>Total Revenues per Student</b>	<b>\$22,667</b>	<b>\$22,411</b>	<b>\$23,270</b>
<b>Expenses per Student</b>	<b>\$22,812</b>	<b>\$22,912</b>	<b>\$22,981</b>

### PCSB OBSERVATIONS

The school had modest losses in both 2019 and 2018 with changes in net assets margin of (0.6%) and (2.2%), respectively. Because of the school's strong liquidity and reserves, this is not an area of concern. The school's current ratio, when adjusted to exclude the current portion of long-term debt is 2.2, and the school has a primary reserve ratio of 52.6.

The school failed to competitively bid into various contracts whose aggregate value was over \$25K. Because this is a repeat finding, this control deficiency is an area of concern.

#### Debt:

On June 26, 2013, the school entered into a term loan with M&T Bank in the amount of \$5.8M. This note was for the purpose of consolidating and refinancing all existing debt as it related to the purchase and renovation of the building and land located at 1375 Missouri Avenue, NW. Maturity on this mortgage is scheduled for June 26, 2020. In January 2020, the school closed on a new property at 14th St, NW. The financing for that acquisition included funds to refinance the Missouri Avenue debt, and the M&T loan was paid in full on April 14, 2020. The school has a letter of intent to sell the Missouri Avenue property back to DC. The balance of this loan at June 30, 2019, was \$4.9M.

#### Property Lease:

The school maintains several sublease agreements, including:

-A sublease rental agreement with the Charter School Incubator Initiative for a school facility for a 15-year period expiring in June 2028 at 3825 18th Street, NE. The lease calls for an annual usage fee of \$653K, which is inclusive of utilities, maintenance, janitorial, security monitoring, and property management services. In addition, the Charter School Incubator Initiative provided a grant to the school to supplement the annual required usage fee. Plans are to terminate this lease by June 2023, fully consolidating programs within the 14th Street property at that time. The grant is being terminated in 2020.

-A sublease agreement with the District of Columbia International School for the rental of a school facility for 29 years and 11 months. The school entered into this agreement in November 2016. This lease is being terminated effective June 30, 2020 under an agreement executed March 10, 2020.