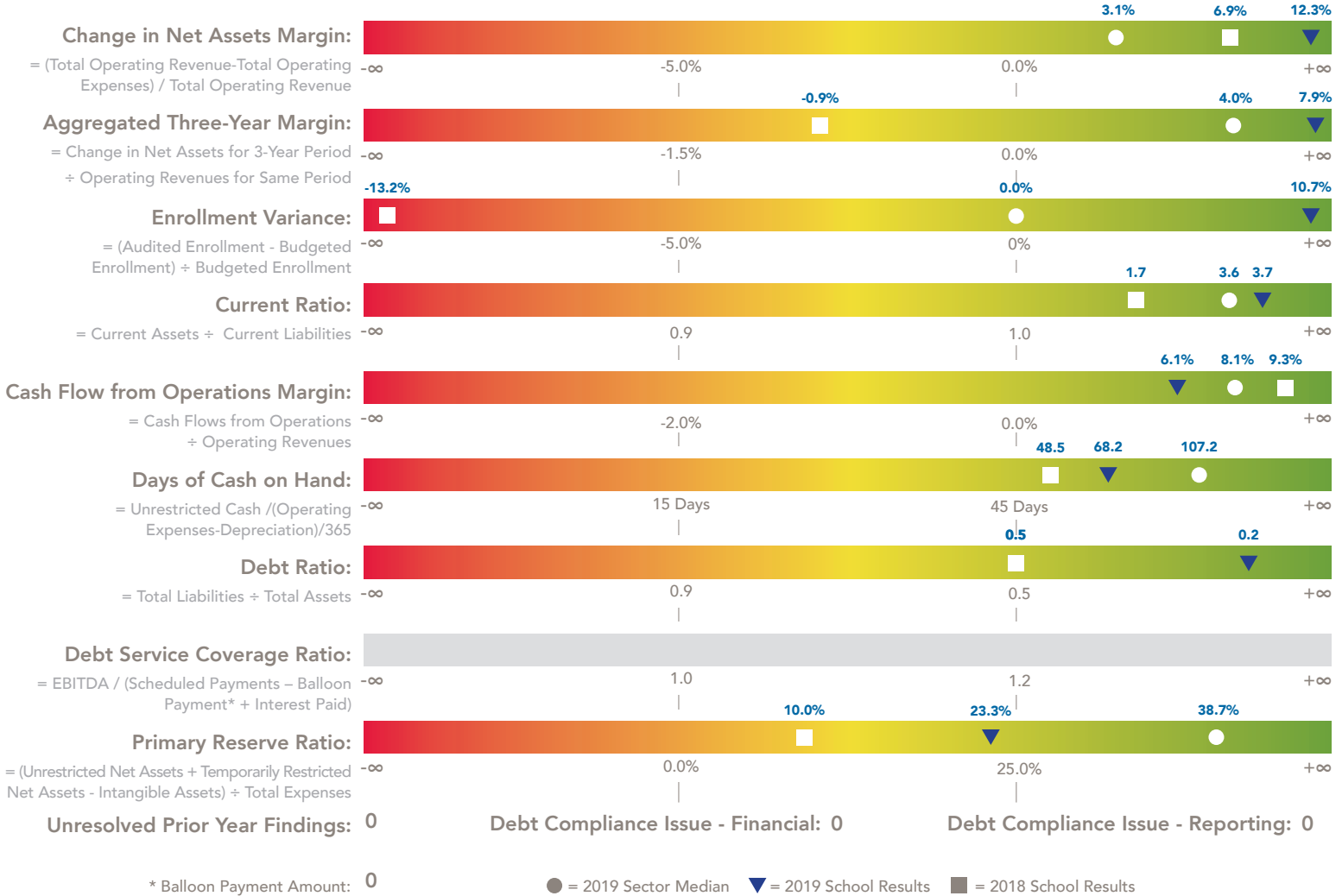


Opened:  
2011-2012

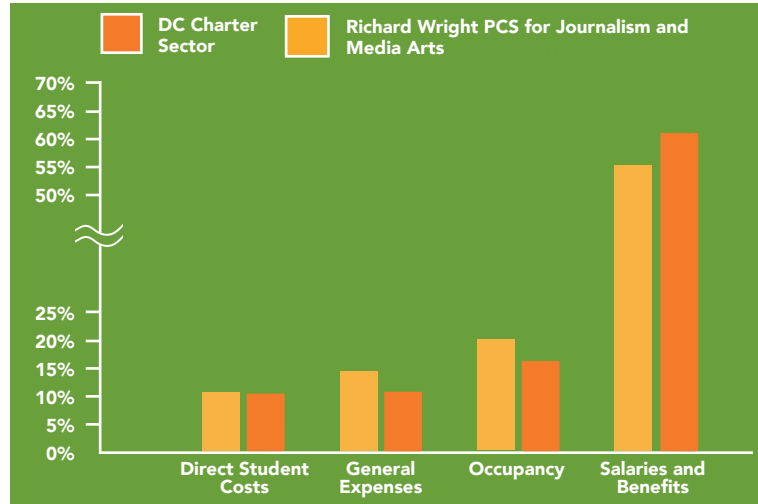
Audited Enrollment:  
299

### KEY FINANCIAL INDICATORS



#### Comments from the School

#### PCS EXPENSES BY CATEGORY



# RICHARD WRIGHT PCS FOR JOURNALISM AND MEDIA ARTS

## FY2019 Financial Analysis Report

### FINANCIAL POSITION

	2019	2018
<b>Total Assets</b>	<b>\$1,858,499</b>	<b>\$1,191,376</b>
<b>Current Assets</b>	<b>\$1,540,690</b>	<b>\$1,029,019</b>
<b>Total Liabilities</b>	<b>\$420,175</b>	<b>\$617,309</b>
<b>Current Liabilities</b>	<b>\$413,903</b>	<b>\$612,842</b>
<b>Net Asset Position</b>	<b>\$1,438,324</b>	<b>\$574,067</b>

### FINANCIAL ACTIVITIES

	2019	2018
<b>Revenues and Support</b>	<b>\$7,027,655</b>	<b>\$6,183,867</b>
<b>Expenses</b>	<b>\$6,163,398</b>	<b>\$5,758,721</b>
<b>Non-operating Revenues (Expenses)</b>	<b>\$0</b>	<b>\$0</b>
<b>Surplus (Deficit)</b>	<b>\$864,257</b>	<b>\$425,146</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>Yes</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>\$21,324</b>	<b>\$20,635</b>	<b>\$19,863</b>
<b>Grants and Contributions Per Student</b>	<b>\$165</b>	<b>\$250</b>	<b>\$346</b>
<b>Total Revenues per Student</b>	<b>\$23,504</b>	<b>\$22,988</b>	<b>\$23,270</b>
<b>Expenses per Student</b>	<b>\$20,613</b>	<b>\$21,408</b>	<b>\$22,981</b>

### PCSB OBSERVATIONS

Richard Wright PCS was put on a Financial Corrective Action Plan (FCAP) in April 2017, having ended 2016 with a deficit of (\$835K), 7 days of cash and negative net assets of (\$105K). The school had exceptionally strong financial performance in both 2018 and 2019, and the FCAP was lifted by the DC PCSB Board in January 2020.

In 2019, the school's change in net assets margin was a strong 12.3%. By year-end, the school's net assets had grown to \$1.4M resulting in a primary reserve ratio of 23.3%. The school's liquidity and cash flow were very strong: The current ratio was 3.7, the school had 68 days of cash on hand, and the cash flow from operations margin was 6.1%. The significant surpluses in 2018 and 2019 reflect strong cost management by the school, which is now in an acceptable financial position.

The audit discovered one significant deficiency. The school had several issues relating to the review and approval of the cash disbursement process after changing to a new bill paying system. The school has created a plan to correct this process.

#### Debt:

Subsequent to year-end, the school was in the process of securing financing of \$11.6M for the renovation of the building for its upcoming lease at 475 School Street, SW. The school will seek to sublease a portion of this space once occupied.

#### Property Lease:

In August 2013, the school entered into a lease agreement for the facility at 770 M Street, SE, expiring on July 31, 2018; the lease was extended in July 2018 for one year. Total rent expense for 2019 was \$1.2M. Subsequent to year-end, this lease was extended to June 30, 2020.

In April 2019, the school entered into a lease for a building at 475 School Street, SW, that it expects to begin occupying in July 2020. The lease is for a period of 15 years. The base rent in year one is \$887K, with annual increases to \$1.1M in the 15th and final year of the lease.