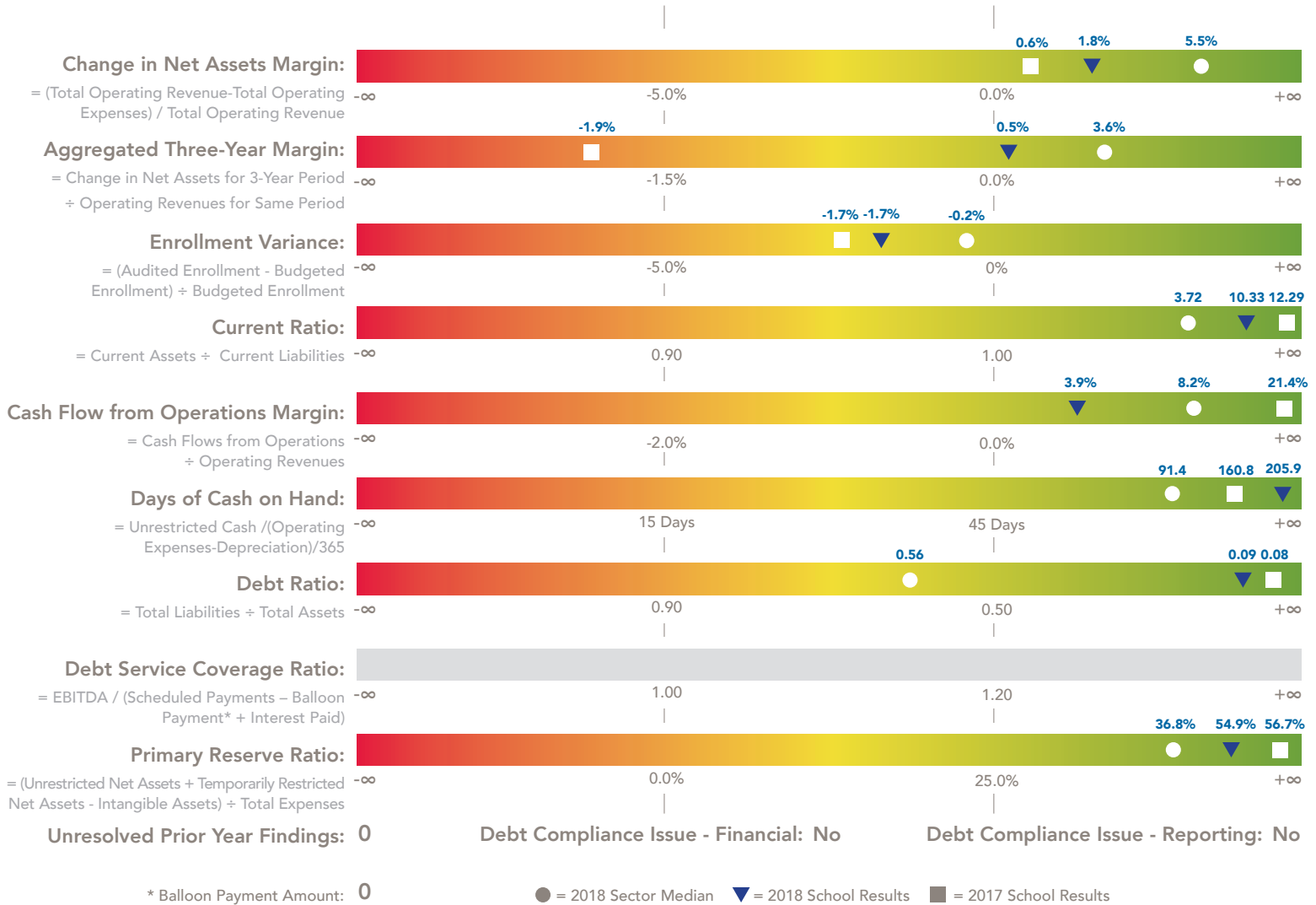
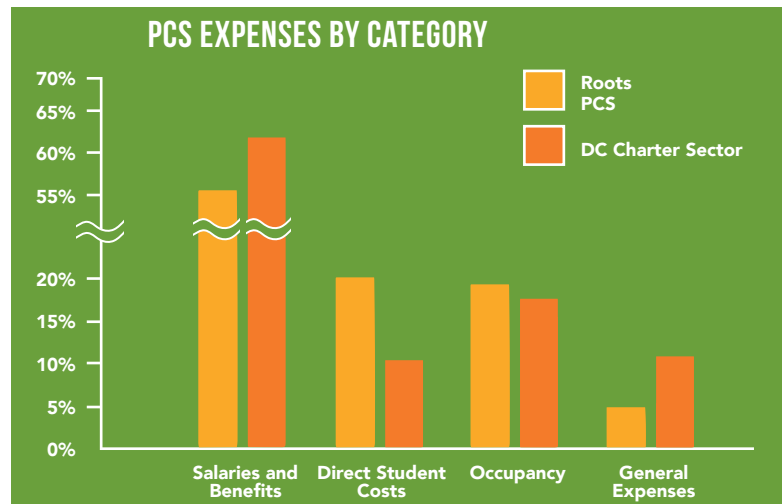


KEY FINANCIAL INDICATORS



Comments from the School



ROOTS PCS

FY2018 Financial Analysis Report

FINANCIAL POSITION

	2018	2017
Total Assets	\$1,344,644	\$1,276,926
Current Assets	\$1,291,810	\$1,197,142
Total Liabilities	\$125,083	\$97,406
Current Liabilities	\$125,083	\$97,406
Net Asset Position	\$1,219,561	\$1,179,520

FINANCIAL ACTIVITIES

	2018	2017
Revenues and Support	\$2,260,949	\$2,090,716
Expenses	\$2,220,908	\$2,078,612
Non-operating Revenues (Expenses)	\$0	\$0
Surplus (Deficit)	\$40,041	\$12,104

AUDIT FINDINGS

	2018	2017
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

	2018	2017	2018 Sector Median
DC Funding per Student	\$17,422	\$16,262	\$19,243
Grants and Contributions Per Student	\$164	\$157	\$492
Total Revenues per Student	\$19,161	\$17,718	\$22,382
Expenses per Student	\$18,821	\$17,615	\$21,375

PCSB OBSERVATIONS

Most of the school's financial indicators were strong, with a positive trend in change in net assets margin, strong liquidity metrics, and low financial leverage in FY 2018. The current ratio, which measures the school's ability to meet short-term obligations with current financial resources, was 10.33. The school had 206 days of cash on hand, which approximates the number of days a school could operate with current balance of cash on hand. The cash flow from operations margin was positive at 3.92%, indicating that the school had a positive cost management structure, ensuring that operating activities were generating cash.

The school has no major outstanding long-term obligations, providing the school with a strong debt ratio of 0.09%. The school is party to a lease agreement for its main school building with 15 Kennedy Street Associates LP. This is a related party transaction, as the principal partner of 15 Kennedy Street Associates LP is also the principal at the school. In addition, the school maintains a lease as a subtenant from Roots Activity Learning Center, which is also owned by the school's principal. Rent expense for FY 2018 was \$348K.