

CITY OF MILWAUKEE - CHARTER SCHOOL REVIEW COMMITTEE
CHARTER SCHOOL FINANCIAL SCORECARD
FOR THE 2015-2016 FISCAL YEAR

DRAFT

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FINANCIAL SCORECARD SCORING CRITERIA

GENERAL CATEGORY	OBJECTIVES	MAXIMUM SCORE
Financial Condition	<ul style="list-style-type: none">- Liquidity - ability to pay bills on time- Budgetary Control - ability to control expenses achieve revenues to match expenses- Financial performance- Timely identify major financial events	50
Financial Reporting & Contract Compliance	<ul style="list-style-type: none">- Compliance with CSRC reporting- Accuracy of financial reporting and internal controls over financial reporting	20
Internal Controls	<ul style="list-style-type: none">- Internal controls report from auditor and consultant analysis- Identify major internal control issues in a timely manner	20
Sustainability	<ul style="list-style-type: none">- Long range plan of school- Long term financial health- Long term attractiveness (enrollment trends)	10
TOTAL		<hr/> 100

DOWNTOWN MONTESSORI ACADEMY
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	48	48	47	47	<ul style="list-style-type: none"> - Continued strong growth in school's net asset balance. - Several years of positive financial results. - 3.1:1 current ratio. - Year-end cash and receivable balance of \$640,000 with total yearly budget of \$2 million.
Financial Reporting & Contract Compliance (Maximum 20)	17	16	18	16	<ul style="list-style-type: none"> - All required monthly reports provided however not all submitted on timely basis - Audit completed on timely basis
Internal Controls (Maximum 20)	17	17	17	17	<ul style="list-style-type: none"> - Solid internal controls in place, however, the smallness of the organization precludes an ideal internal control structure. - No audit findings in last 3 audits
Sustainability (Maximum 10)	10	10	10	10	<ul style="list-style-type: none"> - Continued growth in enrollment. - Excellent financial position.
TOTAL	92	91	92	90	

CENTRAL CITY CYBERSCHOOL
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	48	48	47	45	<ul style="list-style-type: none"> - Continued strong growth in school's net asset balance. - Several years of positive financial results. - 2.5:1 ratio of cash and receivables to payables. - \$2.9 million in unrestricted net assets.
Financial Reporting & Contract Compliance (Maximum 20)	18	20	20	20	<ul style="list-style-type: none"> - All reports provided on timely basis - School not in compliance with insurance coverage requirements
Internal Controls (Maximum 20)	17	17	17	17	<ul style="list-style-type: none"> - Solid internal controls in place, however, the smallness of the organization precludes an ideal internal control structure. - No internal control or compliance findings in audit
Sustainability (Maximum 10)	10	10	10	10	<ul style="list-style-type: none"> - Sustained enrollment levels. - Excellent financial position.
TOTAL	93	95	94	92	

D.L. HINES COLLEGE PREPARATORY ACADEMY OF EXCELLENCE
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	47	45	45	40	- Showed fourth consecutive year of surpluses. - 5.8:1 current ratio is excellent. - No long-term debt or outstanding line of credit balance.
Financial Reporting & Contract Compliance (Maximum 20)	20	20	17	15	- All required monthly reports received - Audit completed on timely basis.
Internal Controls (Maximum 20)	17	17	17	17	- Solid internal controls in place, however, the smallness of the organization precludes an ideal internal control structure. - No internal control or compliance findings in audit
Sustainability (Maximum 10)	10	10	9	8	- Sustained enrollment levels - Good financial position - Several consecutive years of positive financial results
TOTAL	94	92	88	80	

MILWAUKEE ACADEMY OF SCIENCE
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	46	45	45	45	<ul style="list-style-type: none"> - Maintaining a steady strong net asset balance over past several years. - 3.4:1 ratio of cash and receivables to current payables other than long-term debt. - \$1.7 million in unrestricted net assets, \$560,000 in restricted net assets. - \$11.5 million in long-term debt, but no issues making debt service payments.
Financial Reporting & Contract Compliance (Maximum 20)	17	18	17	16	<ul style="list-style-type: none"> - All required monthly reports received, however not all on a timely basis - Audit completed on timely basis.
Internal Controls (Maximum 20)	19	19	18	18	<ul style="list-style-type: none"> - The school has implemented a a very solid structure. No internal control or compliance findings in recent audits.
Sustainability (Maximum 10)	10	10	10	10	<ul style="list-style-type: none"> - School has sustained enrollment - Excellent financial postion.
TOTAL	92	92	90	89	

KING'S ACADEMY
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	44	45	43	43	- After 2 years of surpluses, school showed a \$10K deficit in FY 2016. - School still maintains a solid unrestricted net asset balance of \$322,000 - 3.6:1 current ratio.
Financial Reporting & Contract Compliance (Maximum 20)	14	16	18	16	- All required monthly reports received, however not all on a timely basis - Audit completed over 3 months past deadline.
Internal Controls (Maximum 20)	17	17	17	17	- Solid internal controls in place, however, the smallness of the organization precludes an ideal internal control structure. - No audit findings in last 4 audits
Sustainability (Maximum 10)	8	9	8	8	School in good financial position, with solid management that is budget-minded.
TOTAL	83	87	86	84	

MILWAUKEE COLLEGIATE ACADEMY
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	45	47	45	40	<ul style="list-style-type: none"> - Even with significant deficit in FY 2016, school is in strong financial position. Prior 3 years had solid financial results. - 3:1 current ratio compared to 0.6:1 in FY 2012 - Solid cash balance at 6/30/16 (\$436,000)
Financial Reporting & Contract Compliance (Maximum 20)	18	18	20	20	<ul style="list-style-type: none"> - All required monthly reports received, however not all on a timely basis - Audit completed on timely basis.
Internal Controls (Maximum 20)	18	18	16	12	<ul style="list-style-type: none"> - Smallness of the organization precludes an ideal internal control structure. - No audit findings in past 3 years.
Sustainability (Maximum 10)	9	10	9	8	<ul style="list-style-type: none"> - Continued growth in enrollment with new facility - Solid financial position with a base to solicit significant contributions. - FY 2016 deficit of \$265,000 could be a concern.
TOTAL	90	93	90	80	

MILWAUKEE MATH AND SCIENCE ACADEMY
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	44	44	44	40	<ul style="list-style-type: none"> - 2.2:1 ratio of cash and receivables to payables other than debt service, decrease over prior year (2.5:1) - No debt. Paid off loan with Concept Schools in 2015. - Solid net asset balance - Continued revenue growth
Financial Reporting & Contract Compliance (Maximum 20)	18	14	18	16	<ul style="list-style-type: none"> - All required monthly reports received, however not all on a timely basis - Audit completed on timely basis.
Internal Controls (Maximum 20)	18	18	18	18	<ul style="list-style-type: none"> - Solid internal controls in place. - Finances handled from corporate offices in Chicago - No internal control or compliance findings in audit
Sustainability (Maximum 10)	9	9	8	7	<ul style="list-style-type: none"> - Solid financial position - Continued enrollment growth
TOTAL	89	85	88	81	

ESCUELA VERDE
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	46	44	42	42	- Good financial position after third year of operations. - Operating organization (Trans Center for Youth, Inc.) as a whole has very good financial position.
Financial Reporting & Contract Compliance (Maximum 20)	17	14	13	16	- All required monthly reports received, however not all on a timely basis - Audit completed on timely basis.
Internal Controls (Maximum 20)	17	17	15	16	- Good internal controls in place - No significant internal control or compliance findings in audit
Sustainability (Maximum 10)	9	8	6	5	- School shows continued growth. - Operating organization has solid financial results
TOTAL	89	83	76	79	

NORTH POINT LIGHTHOUSE CHARTER SCHOOL
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	TBD	38	38	35	- 1:1 ratio of cash and receivables to payables other than debt service. - \$462,000 net asset deficit at year-end - \$590,000 in long-term debt outstanding
Financial Reporting & Contract Compliance (Maximum 20)	12	12	14	20	- All monthly reports provided on timely basis - Audit reports for past 3 years submitted 4-5 months after deadline
Internal Controls (Maximum 20)	TBD	10	17	17	- 5 internal control or compliance findings in 6/30/15 audit - Findings indicate lack of controls in reporting to grantors
Sustainability (Maximum 10)	5	6	6	5	- School has significant net cumulative deficit. - Significant growth in enrollment in year 2. - Although school is closed, score is based on assuming the school would continue.
TOTAL	17	66	75	77	

ROCKETSHIP SOUTHSIDE COMMUNITY PREP
2015-16 Financial Scorecard

SCORING CRITERIA	2016 SCORE	2015 SCORE	2014 SCORE	2013 SCORE	COMMENTS
Financial Condition (Maximum 50)	28	30	35	N/A	- 1:1 ratio of cash and receivables to payables other than debt service. - \$1,900,000 net asset deficit at year-end - \$1,500,000 line of credit outstanding as well as \$660,000 short term liability with affiliated organization (Rocketship Education)
Financial Reporting & Contract Compliance (Maximum 20)	17	17	17	N/A	- All required monthly reports received, however not all on a timely basis - Audit submitted on a timely basis.
Internal Controls (Maximum 20)	18	18	14	N/A	- Good internal controls in place - No significant internal control or compliance findings in audit
Sustainability (Maximum 10)	5	5	5	N/A	- Large cumulative deficit a concern. - 2016-17 budget projects continued large deficit.
TOTAL	68	70	71	N/A	