

# SiFA

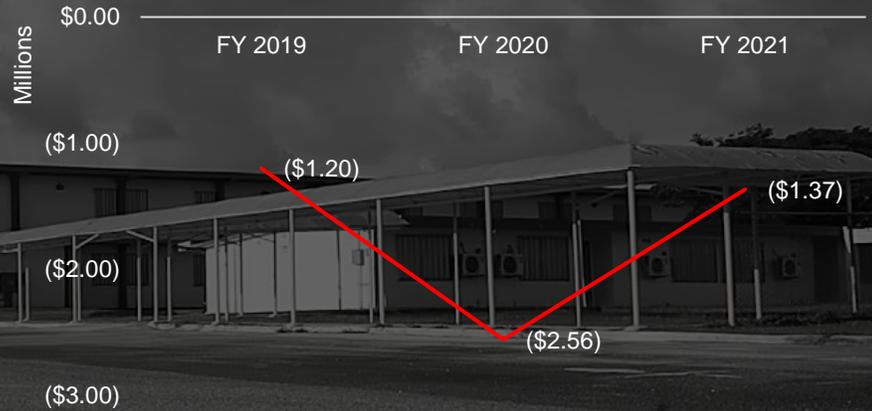
Learning Academy Charter School  
FY 2021 Financial Audit

Financial Statements  
Report on Compliance and Internal Controls  
Management Letter  
Letter to Those Charged with Governance

Independent auditors Ernst & Young LLP rendered a clean opinion on SiFA's FY 2021 financial statements. However, there's an emphasis on SiFA's ability to continue operations due to certain liabilities that remain unpaid.



## Net Position FY 2019 to FY 2021



SiFA continues to end the fiscal year in a deficit net position. In FY 2021, SiFA ended in a \$1.37M deficit net position, an improvement of \$1.2M from the FY 2020 deficit net position of \$2.6M.

## FY 2021 Revenues vs. Expenses



## FY 2021 Expenses



While SiFA's revenues were enough to cover expenses in FY 2021, its liability under the PLEASE contract remains larger than its cash inflows. SiFA owed \$1.9M in the PLEASE contract and \$98K in unpaid cash advances to the contractor.

## GovGuam Student Funding Budget vs. Actual

	FY 2019	FY 2020	FY 2021
<b>Budget</b>			
Enrolled Students	350	350	325
Cost per Enrollee	\$6.09 K	\$6.15 K	\$6.15 K
GovGuam Funding	\$2.13 M	\$2.15 M	\$2.00 M
<b>Actual</b>			
Enrolled Students	233	309	346
Cost per Enrollee	\$6.09 K	\$6.15 K	\$9.05 K
GovGuam Funding	\$1.42 M	\$1.90 M	\$3.13 M

## Additional \$1.13M from GovGuam

While GovGuam initially approved an appropriation for 325 students at \$6.15K per enrollee, or \$2M for FY 2021, they received an additional \$1.13M to pay for prior year obligations related to the PLEASE contract. Total GovGuam funding SiFA received in FY 2021 was \$3.13M.

Considering this additional funding, the cost per enrollee amounted to \$9.05K in FY 2021.

## Contract Services Expense



## Contractor Eagle Cost \$2.4M Annually

SiFA and contractor Eagle Land Holdings, LLC (Eagle) entered into the PLEASE contract which will expire on June 2023. Eagle is the sole provider of the facility, equipment, utilities, services, and supplies to SiFA in exchange for a \$2.4M annual payment.

In FY 2021, Eagle granted a discount to the payment. This brought the PLEASE contract payment down to \$1.7M.

SiFA's Chairwoman, who holds voting rights, is a sibling of the President of Operations of Eagle.