Financial Performance

Based on the fiscal year 2013 audit, Kaizen Education Foundation dba Liberty Arts Academy does not meet the Board's financial performance expectations. The following table includes the charter holder's financial data and financial performance for the last three audited fiscal years.

Liberty Arts Academy

Financial Data				
	2013	2012	2011	
Statement of Financial Position				2010
Cash	$55,190	$19,676	$39,809	$91,406
Unrestricted Cash	$33,234	$10,315	$39,809	
Other Liquidity	$175,000			
Total Assets	$231,889	$124,827	$118,718	
Total Liabilities	$257,870	$149,523	$159,339	
Current Portion of Long-Term Debt & Capital Leases	$12,040	-	-	
Net Assets	($25,981)	($24,696)	($40,621)	
Statement of Activities				
Revenue	$2,379,914	$1,877,389	$1,597,217	
Expenses	$2,381,199	$1,861,464	$1,589,503	
Net Income	($1,285)	$15,925	$7,714	
Change in Net Assets	($1,285)	$15,925	$7,714	
Financial Statements or Notes				
Depreciation & Amortization Expense	$32,879	$17,066	$7,888	
Interest Expense	$6,348	-	-	
Lease Expense	$245,000	$220,000	$219,996	

Financial Performance				
	2013	2012	2011	3-yr Cumulative
Near-Term Indicators				
Going Concern	No	No	No	N/A
Unrestricted Days Liquidity*	31.92	2.02	9.14	N/A
Default	No	No	No	N/A
Sustainability Indicators				
Net Income	($1,285)	$15,925	$7,714	N/A
Cash Flow	$35,514	($20,133)	($51,597)	($36,216)
Fixed Charge Coverage Ratio	1.07	1.15	1.07	N/A

* For fiscal years 2011 and 2012, the field reflects the charter holder's performance under the financial framework's previous "Unrestricted Days Cash" measure.