



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

B44091

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

August 20, 2014

Charter School Board  
Dr. Robert H. Faulkner Academy, Inc.  
1111 West 2<sup>nd</sup> Street  
Marion, IN 46952

We have reviewed the Supplemental Audit Report prepared by Fitzgerald/Isaac, LLC, Independent Public Accountants, for the period July 1, 2012 to June 30, 2013. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the State Board of Accounts.

We call your attention to the finding in the report. Page 3 contains one audit result and comment. Management's response is on page 5.

In addition to the report presented herein, a Financial Statements and Independent Auditors' Report for Dr. Robert H. Faulkner Academy, Inc. was prepared in accordance with the guidelines established by the State Board of Accounts.

The Supplemental Audit Report and the Financial Statements and Independent Auditors' Report are filed in our office as a matter of public record.

*Paul D. Joyce*  
Paul D. Joyce, CPA  
State Examiner

SUPPLEMENTAL AUDIT REPORT

OF

**DR. ROBERT H. FAULKNER ACADEMY, INC.**

GRANT COUNTY, INDIANA

July 1, 2012 to June 30, 2013

**Fitzgerald | Isaac** LLC  
Certified Public Accountants

DR. ROBERT H. FAULKNER ACADEMY, INC.

GRANT COUNTY, INDIANA

Table of Contents

	<u>Page</u>
School Officials .....	1
Transmittal Letter .....	2
Audit Results and Comments:	
Capital Assets .....	3
Exit Conference .....	4
Official Response .....	5

DR. ROBERT H. FAULKNER ACADEMY, INC.

GRANT COUNTY, INDIANA

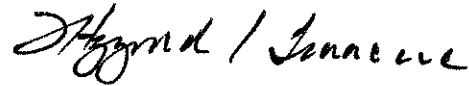
School Officials

Year Ended June 30, 2013

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Jeffrey Breckenridge	07/01/12 – 03/31/13
	Loretta Smith	04/01/13 – 06/30/13
School Leader	Janice Adams	07/01/12 – 06/30/13
Treasurer	Arthur Faulkner	07/01/12 – 06/30/13

The Board of Directors  
Dr. Robert H. Faulkner Academy, Inc.

We have audited the financial statements of **Dr. Robert H. Faulkner Academy, Inc.** (the "School") as of and for the year ended June 30, 2013 and have issued our report thereon dated December 3, 2013. As part of our audit, we tested the School's compliance with provisions of the *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools* issued by the Indiana State Board of Accounts and related provisions of laws, regulations, contracts and grant agreements. Reported in the Audit Results and Comments are matters where we believe the School was not in compliance with those provisions.



Indianapolis, IN  
December 3, 2013

DR. ROBERT H. FAULKNER ACADEMY, INC.

GRANT COUNTY, INDIANA

Audit Results and Comments

Year Ended June 30, 2013

CAPITAL ASSETS

The School maintains a record of capital assets for accounting purposes; however, the School does not routinely conduct a physical inventory of its capital assets as a means to verify its asset records.

Every charter school must have a complete inventory of all capital assets owned which reflects their acquisition value. Such inventory must be recorded on the applicable Capital Assets Ledger. A complete inventory shall be taken for good internal control and for verifying account balances carried in the accounting records. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 15)

DR. ROBERT H. FAULKNER ACADEMY, INC.

GRANT COUNTY, INDIANA

Exit Conference

Year Ended June 30, 2013

The contents of this report were discussed on January 9, 2014 with Janice Adams (School Leader), Loretta Smith (Board President), Jim Henry (Food Service Manager), and Rogina Banks (Office Manager). The Official Response has been made a part of this report and may be found on page 5.

# DR. ROBERT H. FAULKNER ACADEMY

---



*"Stop ♦ Think ♦ Achieve"*

January 15, 2014

Fitzgerald Isaac LLC  
9245 N. Meridian Street, Suite 302  
Indianapolis IN 46260

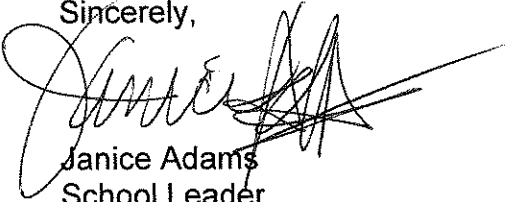
Re: Official Response

Dr. Robert H. Faulkner Academy's response to the audit result is:

*We are currently in the process of conducting an annual physical inventory to verify items on Faulkner Academy's fixed asset report from Bookkeeping Plus Inc. The final physical inventory report will be submitted to Fitzgerald-Isaac upon completion.*

Thank you for assisting us with our audit.

Sincerely,



Janice Adams  
School Leader