



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

B45782

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

February 10, 2016

Charter School Board
Hope Academy
8102 Clearvista Parkway
Indianapolis, IN 46256

We have reviewed the Supplemental Audit Report prepared by Blue & Co., LLC, Independent Public Accountants, for the period July 1, 2014 to June 30, 2015. 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 Hope Academy 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



MARION COUNTY, INDIANA

JULY 1, 2014 TO JUNE 30, 2015

CPAs / ADVISORS



HOPE ACADEMY

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HOPE ACADEMY

SCHOOL OFFICIALS
JULY 1, 2014 TO JUNE 30, 2105

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Thomas Weede	7/1/14 - 6/30/15
Principal	Linda Gagyi	7/1/14 - 6/30/15
Treasurer	Barbara Elliott	7/1/14 - 6/30/15



Blue & Co., LLC / One American Square, Suite 2200 / Box 82062 / Indianapolis, IN 46282
main 317.633.4705 fax 317.633.4889 email blue@blueandco.com

Board of Directors
The Recovery High School at Fairbanks, Inc.
d/b/a Hope Academy
Indianapolis, Indiana

We have audited the financial statements of The Recovery High School at Fairbanks, Inc., d/b/a Hope Academy (Hope Academy), as of and for the year ended June 30, 2015 and have issued our report thereon dated [Date]. As part of our audit, we tested Hope Academy'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 were we believe Hope Academy was not in compliance with those provisions.

Blue & Co., LLC

Indianapolis, Indiana
October 27, 2015

HOPE ACADEMY

AUDIT RESULTS AND COMMENTS YEAR ENDED JUNE 30, 2015

Cash Receipts and Deposits

Condition:

Hope Academy receives payments for various purposes. In our sample of 25 cash receipts from July 1, 2014 to June 30, 2015, we noted 6 instances in which the deposit receipt date was dated more than a reasonable period of time after the actual deposit was made, per the bank deposit slip. These receipts should be issued at the time of the transaction to ensure accurate reporting and recording.

Criteria:

Receipts shall be issued and recorded at the time of the transaction; for example, when cash or a check is received, a receipt is to be immediately prepared and given to the person making payment. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 8)

HOPE ACADEMY

EXIT CONFERENCE
JULY 1, 2014 TO JUNE 30, 2015

The contents of this report were discussed on October 27, 2015 with Barb Elliott (Treasurer) and Jane Panyard (Manager of Accounting). The official response has been made a part of this report and may be found on page 5.

HOPE ACADEMY

OFFICIAL RESPONSE
JULY 1, 2014 TO JUNE 30, 2015



November 24, 2015

Board of Directors
The Recovery High School at Fairbanks, Inc. d/b/a Hope Academy
8102 Clearvista Parkway
Indianapolis, Indiana 46256

The following management comment was made as a result of the yearend audit of the financial statements of The Recovery High School at Fairbanks, Inc., d/b/a Hope Academy (Hope Academy) for the year ended June 30, 2015:

Cash Receipts and Deposits

Hope Academy receives payments for various purposes. In our sample of 25 cash receipts from July 1, 2014 to June 30, 2015, we noted 6 instances in which the deposit receipt date was dated more than a reasonable period of time after the actual deposit was made, per the bank deposit slip. These receipts should be issued at the time of the transaction to ensure accurate reporting and recording.

Management provided the following response to the comment:

Cash Receipts and Deposits Resolution

Effective November 1, 2015, a new process was instituted with the administrative secretary at Hope Academy to ensure all receipts will be done concurrently with deposits. In addition, both the administrative secretary and our accountant at Bookkeeping Plus will be viewing the online bank statement weekly as an audit of this process moving forward.

Sincerely,

Barbara B. Elliott
Treasurer