



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

B47488

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

January 5, 2017

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, 2015 to June 30, 2016. 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 findings in the report. Page 3 contains one audit result and comment.

In addition to the report presented herein, a Financial Statements and Independent Auditors' Report for the 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, 2015 TO JUNE 30, 2016

HOPE ACADEMY

TABLE OF CONTENTS

	Page
School Officials	1
Transmittal Letter	2
Audit Results and Comments:	
Cash Receipts and Deposits	3
Exit Conference	4
Official Response	5

HOPE ACADEMY

SCHOOL OFFICIALS
JULY 1, 2015 TO JUNE 30, 2016

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Leah Mannweiler	7/1/15 - 6/30/16
Principal	Linda Gagyi	7/1/15 - 6/30/16
Treasurer	Barbara Elliott	7/1/15 - 6/30/16



Blue & Co., LLC / 500 N. Meridian Street, Suite 200 / Indianapolis, IN 46204
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, 2016 and have issued our report thereon dated December 20, 2016. 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 where we believe Hope Academy was not in compliance with those provisions.

Blue & Co., LLC

Indianapolis, Indiana
December 20, 2016

HOPE ACADEMY

AUDIT RESULTS AND COMMENTS YEAR ENDED JUNE 30, 2016

Cash Receipts and Deposits

Condition:

Hope Academy receives payments for various purposes. In our sample of 25 cash receipts from July 1, 2015 to June 30, 2016, we noted 3 instances in which the deposit receipt date was dated more than a reasonable period of time after the actual receipt was issued. These receipts should be issued at the time of the transaction to ensure accurate reporting and recording and the deposits should be made no later than the business day following the receipt of funds.

Criteria:

All school corporation money must be deposited in the duly designated depository not later than the business day following the receipt of funds on business days of the depository designated in the same form in which the funds were received in accordance with IC 5-13-6-1.

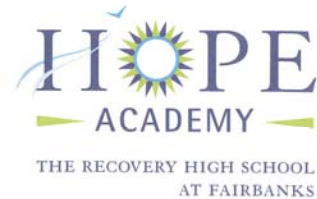
HOPE ACADEMY

EXIT CONFERENCE
JULY 1, 2015 TO JUNE 30, 2016

The contents of this report were discussed on October 3, 2016 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, 2015 TO JUNE 30, 2016



November 30, 2016

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 year end 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, 2016.

Cash Receipts and Deposits

Hope Academy receives payments for various purposes. In our sample of 25 cash receipts from July 1, 2015 to June 30, 2016, we noted 3 instances in which the deposit receipt date was dated more than a reasonable period of time after the actual receipt was issued. These receipts should be issued at the time of the transaction to ensure accurate reporting and recording and the deposits should be made no later than the business day following the receipt of funds.

Management provided the following response to the comment:

Cash Receipts and Deposits Resolution

Effective November 1, 2016, a new process was instituted with the administrative secretary at Hope Academy to ensure all receipts will be completed within one business day of the cash or check being received. The exception to this process will be donations given online through the website. Those deposits will be receipted by validating the deposit date to a weekly online bank statement being provided by Bookkeeping Plus, our accounting company.

Sincerely,

Barbara Elliott
Treasurer