



STATE OF INDIANA
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February 2, 2017

Charter School Board
Paramount School of Excellence
3020 Nowland Avenue
Indianapolis, IN 46201

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 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 the Paramount School of Excellence, 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

JUNE 30, 2016

PARAMOUNT SCHOOL OF EXCELLENCE, INC.

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PARAMOUNT SCHOOL OF EXCELLENCE, INC.

SCHEDULE OF SCHOOL OFFICIALS
JUNE 30, 2016

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Thomas Rude	7/1/15 - 6/30/16
School Principal	Scott Frye	7/1/15 - 6/30/16
Executive Director	Thomas Reddicks	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

ACCOUNTANT'S REPORT

Board of Directors
Paramount School of Excellence, Inc.
Indianapolis, Indiana

We have audited in accordance with auditing standards generally accepted in the United States of America, the financial statements of Paramount School of Excellence, Inc. (Paramount), as of and for the year ended June 30, 2016 and have issued our report thereon dated December 22, 2016.

We have performed the procedures outlined in Exhibit A of the *Guidelines for the Audits of Charter Schools Performed by Private Examiners*, issued by the Indiana State Board of Accounts dated June 2016 in accordance with standards on consulting services issued by the American Institute of Certified Public Accountants. The findings for the procedures performed are included in the Audit Results and Comments section. We make no representation regarding the sufficiency of the procedures for the purpose for which the report has been requested or for any other purpose.

This report is intended solely for the information and use of the Board of Directors and management of Paramount and the Indiana State Board of Accounts, and is not intended to be and should not be used by anyone other than these specified parties.

Blue & Co., LLC

Indianapolis, Indiana
December 22, 2016

PARAMOUNT SCHOOL OF EXCELLENCE, INC.

AUDIT RESULTS AND COMMENTS YEAR ENDED JUNE 30, 2016

Cash Receipts and Deposits

Condition:

Paramount receives payments for various items including lunches, activity and athletic fees and other. In our sample of 25 cash receipts for the year beginning July 1, 2015 through June 30, 2016, we noted 2 instances in which the deposit receipt dates were dated more than a reasonable period of time after the actual deposits were made, per the bank deposit slips. 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).

PARAMOUNT SCHOOL OF EXCELLENCE, INC.

EXIT CONFERENCE
YEAR ENDED JUNE 30, 2016

The contents of this report were discussed on November 8, 2016 with Tommy Reddicks (Executive Director) and Shawna Ping (Director of Operations). The official response has been made a part of this report and may be found on page 5.

PARAMOUNT SCHOOL OF EXCELLENCE, INC.

OFFICIAL RESPONSE
YEAR ENDED JUNE 30, 2016



Paramount School of Excellence
3020 Nowland Avenue, Indianapolis, IN 46201

November 8, 2016

Blue & Co., LLC
500 N. Meridian Street, Suite 200
Indianapolis, Indiana 46204

Paramount School of Excellence will take action to address the Cash Receipts and Deposits comment resulting from the June 30, 2016 audit. We will continue to strive for timely compliance with cash receipt and deposit procedures. We constantly balance the priorities of how school staff carry out responsibilities. We will continue to promote a system where leaving campus during the school day does not conflict with other staff responsibilities and the supporting documentation for the transactions will be completed timely.

Sincerely,

A handwritten signature in black ink, appearing to read "Thomas M. Reddicks".

Thomas Reddicks, Executive Director

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Transform communities by changing lives.*
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