



**STATE OF INDIANA**  
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November 26, 2018

Charter School Board  
Alternatives in Education, Inc.  
d/b/a Marion Academy  
2107 N. Riley Ave  
Indianapolis, IN 46218

We have reviewed the Supplemental Audit Report for Alternatives in Education, Inc. d/b/a Marion Academy prepared by Greenwalt CPAs, Inc., Independent Public Accountants, for the period July 1, 2017 to June 30, 2018. 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. Pages 3 contains two audit results and comments.

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

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SUPPLEMENTAL AUDIT REPORT OF  
ALTERNATIVES IN EDUCATION, INC.  
D/B/A MARION ACADEMY  
MARION COUNTY, INDIANA  
JULY 1, 2017 TO JUNE 30, 2018

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GREENWALT<sup>CPAs</sup>

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ALTERNATIVES IN EDUCATION, INC. D/B/A MARION ACADEMY  
SUPPLEMENTAL AUDIT REPORT  
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JUNE 30, 2018

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SCHOOL OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
School Director Marion Academy	LaToya Black	N/A
Chairman of the Board of Directors	Regina Ashley	7/1/16 to present

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Indianapolis, IN 46224  
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To the Board of Directors of  
Alternatives in Education, Inc. d/b/a Marion Academy:

We have audited the financial statements of Alternatives in Education, Inc. d/b/a Marion Academy (Marion Academy) as of and for the year ended June 30, 2018 and have issued our report thereon dated October 29, 2018.

In connection with that audit and with our consideration of Marion Academy's internal controls as required by the *Guidelines for the Audits of Charter Schools Performed by Private Examiners* (Guide), issued by the Indiana State Board of Accounts, we performed procedures prescribed under the Guide for the year ended June 30, 2018.

As required by the Guide, we performed procedures to test compliance with the requirements that are applicable to Marion Academy. Our procedures were substantially narrower in scope than an audit, the objective of which is the expression of an opinion on the Marion Academy's compliance with these requirements. Accordingly, we do not express such an opinion.

The results of our tests disclosed instances of noncompliance with those requirements, which are described in the accompanying Schedule of Audit Results and Comments.

The purpose of this report is solely to describe the scope of our testing over compliance with the requirements prescribed under the Guide and the results of that testing, and not to provide a legal determination of compliance with those requirements. Accordingly, this report is not suitable for any other purpose.

October 29, 2018

*Greenwalt CPAs, Inc.*

ALTERNATIVES IN EDUCATION, INC. D/B/A MARION ACADEMY

MARION COUNTY

SCHEDULE OF AUDIT RESULTS AND COMMENTS

Credit card transactions were missing receipt support.

Marion Academy did not retain receipts for two out of five credit card transactions selected for testing. The two transactions totaled \$46.71

The State Board of Accounts will not take exception to the use of credit cards by a charter school provided certain criteria are observed including:

Payment shall not be made on the basis of a statement or a credit card slip only. Procedures for payments shall be no different than for any other claim. Supporting documents such as paid bills and receipts must be available. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

ADM and Student Information reporting not filed timely.

Both the fall and spring ADM and student information reporting submissions appear to be filed after the due date prescribed by the Indiana Department of Education (IDOE). Marion did not maintain proof of electronic submission for their records.

Not later than the date established by the Indiana Department of Education (IDOE) for determining ADM, and after May 31 each year, the organizer shall submit to the IDOE the following information on a form prescribed by IDOE: (1) The number of students enrolled in the charter school. (2) The name and address of each student. (3) The name of the school corporation in which the student has legal settlement. (4) The name of the school corporation, if any, that the student attended during the immediately preceding school year. (5) The grade level in which the student will enroll in the charter school, IC 20-24-7-2 (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 9).

ALTERNATIVES IN EDUCATION, INC. D/B/A MARION ACADEMY.

MARION COUNTY, INDIANA

EXIT CONFERENCE

The contents of this report were discussed on October 29, 2018 with school officials – LaToya Black, School Director and Regina Ashley, Board Chair. The officials concurred with our findings.