



STATE OF INDIANA
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December 19, 2018

Charter School Board
Damar Charter School, Inc.
d/b/a Damar Charter Academy
6067 Decatur Boulevard
Indianapolis, IN 46241

We have reviewed the Supplemental Audit Report for Damar Charter School, Inc. d/b/a Damar Charter Academy prepared by BKD, LLP, 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 finding in the report. Page 3 contains one audit result and comment. Management's response is on page 5.

The Supplemental Audit Report and associated audited Financial Statements are filed in our office as a matter of public record.

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

**Damar Charter School, Inc.
d/b/a Damar Charter Academy**

Supplemental Report

June 30, 2018

Damar Charter School, Inc.
d/b/a Damar Charter Academy
June 30, 2018

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Damar Charter School, Inc.
d/b/a Damar Charter Academy
Schedule of School Officials
June 30, 2018

Office	Official	Term
Board Chair	Carlos Alexander carlosalexander56@gmail.com	July 30, 2014 - October 31, 2019
Superintendent	Dr. James Dalton jimd@damar.org	July 30, 2010 - in perpetuity
Chief Financial Officer	Elaine Showalter elaines@damar.org	July 30, 2010 - in perpetuity
School Controller/ Finance Director	Paul Dennison pauld@damar.org	July 1, 2017 - in perpetuity

Report Letter

Board of Directors
Damar Charter School, Inc.
d/b/a Damar Charter Academy
Indianapolis, Indiana

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of Damar Charter School, Inc. d/b/a Damar Charter Academy as of and for the year ended June 30, 2018, and have issued our report thereon dated December 14, 2018.

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 October 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 Damar Charter School, Inc. d/b/a Damar Charter Academy 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.

BKD, LLP

Indianapolis, Indiana
December 14, 2018

Damar Charter School, Inc.
d/b/a Damar Charter Academy
Audit Results and Comments
Year Ended June 30, 2018

Receipts and Deposits

Receipts shall be issued and recorded at the time of the transaction. Upon testing of the 37 receipts and deposits received during the year, it was determined the Academy did not record 16 of its receipts and deposits at the time of the transaction, i.e. they were not recorded in the receipts book the day of the transaction. These receipts were deposited daily. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Charter School Manual Part 8).

**Damar Charter School, Inc.
d/b/a Damar Charter Academy
Exit Conference
Year Ended June 30, 2018**

The contents of this report were discussed on December 13, 2018, with Carlos Alexander, Board Chair; Dr. James Dalton, Superintendent; Elaine Showalter, Corporate Controller; and Paul Dennison, School Controller/Senior Staff Accountant of Damar School, Inc. The Official Response has been made part of this report and may be found on the next page.

Damar Charter School, Inc.
d/b/a Damar Charter Academy
Official Response
Year Ended June 30, 2018

Management agrees and accepts the finding regarding deposit receipts. Management has set controls in place to establish timely entry of all deposits in the State-prescribed receipt booklet. This process will be reviewed monthly to ensure adherence to the Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Charter Manual Part 8.