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February 4, 2019

Charter School Board
Indianapolis Metropolitan High School, LLC
1635 W. Michigan St.
Indianapolis, IN 46222

We have reviewed the Supplemental Audit Report for Indianapolis Metropolitan High School, LLC 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. Page 4 contains four audit results and comments. Management's response is on page 6.

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

SUPPLEMENTAL AUDIT REPORT OF
INDIANAPOLIS METROPOLITAN HIGH SCHOOL, LLC
MARION COUNTY, INDIANA
JULY 1, 2017 TO JUNE 30, 2018

GREENWALT^{CPAs}

We Deliver Peace of Mind

INDIANAPOLIS METROPOLITAN HIGH SCHOOL, LLC

SUPPLEMENTAL AUDIT REPORT

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SCHOOL OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Goodwill Education Initiatives, Inc. Treasurer	Daniel J. Riley, CPA	12/06/2010 - 12/04/2011
		12/05/2011 - 12/02/2012
		12/03/2012 - 12/02/2013
		12/03/2013 - 12/02/2014
		12/03/2014 - 12/02/2015
		12/03/2015 - 12/02/2016
		12/03/2016 - 12/02/2017
		12/03/2017 - 12/02/2018
Goodwill of Central and Southern Indiana, Inc. Vice President, Mission and Education Initiatives	Betsy Delgado	not applicable
Goodwill Education Initiatives, Inc. Board Chair	Claudia Cummings	1/1/2017 - 12/31/2017
		1/1/2018 - 12/31/2018



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH GUIDELINES FOR THE AUDITS OF CHARTER SCHOOLS
PERFORMED BY PRIVATE EXAMINERS

To the Officials of
Goodwill Education Initiatives, Inc.:

We have audited the financial statements of the Indianapolis Metropolitan High School, LLC (Indianapolis Met) as of and for the year ended June 30, 2018, and have issued our report thereon dated December 3, 2018.

In connection with that audit and with our consideration of Indianapolis Met'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 Indianapolis Met. Our procedures were substantially narrower in scope than an audit, the objective of which is the expression of an opinion on Indianapolis Met'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.

Greenwalt CPAs, Inc.

December 3, 2018

INDIANAPOLIS METROPOLITAN HIGH SCHOOL, LLC

MARION COUNTY

SCHEDULE OF AUDIT RESULTS AND COMMENTS

Monies from ticket sales were not deposited daily

We identified that the monies collected from the ticket sales related to basketball and volleyball games were not always deposited on the next business day following the event. Four of the five deposits tested were not deposited on the next business day. We were unable to determine the timeliness of one of the five deposits (see comment below). Indianapolis Metropolitan High School (Indianapolis Met) is required to follow the requirements outlined in the Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Parts 8 and 10.

Tickets, goods for sale, billings and other collections, are considered accountable items for which a corresponding deposit must be made in the bank accounts of the charter school (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10). All charter school money must be deposited in the designated depository not later than the business day following the receipt of funds on business days of the depository in the same form in which the funds were received. Timely receipts and deposits are required to provide the organizer and charter school administration with current information necessary for all financial decisions (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 8).

Incomplete SA-4 Ticket Sales Form for extra-curricular activities

One out of five extra-curricular activities tested had an incomplete SA-4 Ticket Sales Form. As such, there was no way to identify if the monies were deposited timely. Indianapolis Metropolitan High School (Indianapolis Met) is required to follow the requirements outlined in the Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10.

Officials and employees are required to use State Board of Accounts prescribed or approved forms in the manner prescribed (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10).

Attorney opinion letters were not obtained for severance agreement

Indianapolis Met did not obtain a written opinion from an attorney relating to a severance agreement for one employee who was terminated during the 2018 fiscal year. Indianapolis Met is required to follow the requirements outlined in the Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10.

Unless specifically authorized by statute, severance pay, or other payments to employees upon separation from employment, must be supported by the written opinion of the attorney for the charter school stating that the payments are in accordance with all federal laws and regulations and state laws, as applicable. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter

Financial records were not reconciled on a monthly basis

Indianapolis Met did not reconcile the accounts receivable and fixed assets monthly. Indianapolis Met is required to follow the requirements outlined in the Accounting and Uniform Guidelines Manual for Indiana Charter Schools, Part 8.

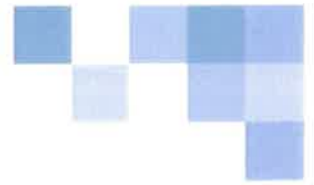
All financial records must be kept up-to-date and reconciled monthly. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 8).

INDIANAPOLIS METROPOLITAN HIGH SCHOOL, LLC

MARION COUNTY, INDIANA

EXIT CONFERENCE

The contents of this report were discussed on December 3, 2018 with Betsy Delgado, Kent Kramer, Daniel J. Riley, Don Palmer, Jay Oliver (via conference call) and Lynn Greggs. The officials concurred with our findings.



Supplemental Audit Report of
Indianapolis Metropolitan High School, LLC
Marion County, Indiana

Schedule of Adult Results and Comments – Management Response

Monies from ticket sales were not deposited daily

Management Response:

Monies from ticket sales are promptly secured following each event, and remain secured until taken to the bank. Controls are in place to ensure that money has been counted and verified. As the total dollars received at each event are typically quite small and check deposits are scanned on site, physical trips to the bank to deposit cash are done weekly.

Incomplete SA-4 Ticket Sales Form for extra-curricular activities

Management Response:

A member of Indianapolis Met leadership team has taken the responsibility to review and verify completion of the SA-4 Ticket Sales Forms for FY18-19. This additional, more immediate, review has resulted in the accurate and timely completion of SA-4 Ticket Sales Forms.

Attorney opinion letters were not obtained for severance agreement

Management Response:

The Indianapolis Met has worked with counsel to develop a template for separation agreements that complies with applicable regulations. Human Resources also consults with counsel prior to finalizing any such agreement to ensure no additional elements are needed based on the specific situation.

Financial records were not reconciled on a monthly basis

Management Response:

Two key positions within the Indianapolis Met finance team were open for a portion of FY17-18, resulting in Fixed Assets and Accounts Receivable reconciliations to not be completed timely during that period. Both positions have been filled and reconciliations are being completed as required.