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July 20, 2022

Charter School Board
Hoosier Academy, Inc.
5650 Caito Dr.
Indianapolis, IN 46226

We have reviewed the audit report of Hoosier Academy, Inc. which was opined upon by CliftonLarsonAllen LLP, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Hoosier Academy, Inc. as of June 30, 2021, and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, CliftonLarsonAllen LLP, prepared the audit report in accordance with guidelines established by the State Board of Accounts.

In addition to the report presented herein, a Supplemental Audit Report for Hoosier Academy, Inc., was prepared in accordance with the guidelines established by the State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

HOOSIER ACADEMY, INC.
**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**
YEARS ENDED JUNE 30, 2021 AND 2020



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**HOOSIER ACADEMY, INC.
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YEARS ENDED JUNE 30, 2021 AND 2020**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Hoosier Academy, Inc.
Indianapolis, Indiana

Report on the Financial Statements

We have audited the accompanying financial statements of Hoosier Academy, Inc., which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities and change in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors
Hoosier Academy, Inc.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Hoosier Academy, Inc. as of June 30, 2021 and 2020, and the changes in its net assets, its functional expenses, and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Indianapolis, Indiana
February 9, 2022

HOOSIER ACADEMY, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2021 AND 2020

	2021	2020
ASSETS		
CURRENT ASSETS		
Cash	\$ 758,730	\$ 866,593
Accounts Receivable:		
Grants	489,367	161,053
Prepaid Expenses	5,089	56,179
Total Current Assets	1,253,186	1,083,825
PROPERTY AND EQUIPMENT		
Leasehold Improvements	777,312	777,312
Furniture and Equipment	1,004,268	1,363,994
Less: Accumulated Depreciation	(1,669,979)	(1,973,904)
Property and Equipment, Net	111,601	167,402
 Total Assets	 \$ 1,364,787	 \$ 1,251,227
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses:		
K12 Classroom, LLC	\$ 822,278	\$ 618,464
Other	386,600	547,811
Refundable Advance	155,909	84,952
Total Current Liabilities	1,364,787	1,251,227
 NET ASSETS WITHOUT DONOR RESTRICTIONS	 -	 -
 Total Liabilities and Net Assets	 \$ 1,364,787	 \$ 1,251,227

See accompanying Notes to Financial Statements.

HOOSIER ACADEMY, INC.
STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
REVENUE AND SUPPORT		
State Education Support	\$ 4,910,492	\$ 6,484,843
Grant Revenue	923,148	694,451
Interest Income	-	10
Other	456	2,315
Total Revenue and Support	5,834,096	7,181,619
EXPENSES		
Program Services	5,011,750	6,244,543
Management and General	822,346	937,076
Total Expenses	5,834,096	7,181,619
CHANGE IN NET ASSETS	-	-
Net Assets - Beginning of Year	-	-
NET ASSETS - END OF YEAR	\$ -	\$ -

See accompanying Notes to Financial Statements.

HOOSIER ACADEMY, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2021 AND 2020

	2021			2020		
	Program Services	Management and General	Total	Program Services	Management and General	Total
Salaries and Wages	\$ 2,866,586	\$ 64,058	\$ 2,930,644	\$ 3,414,878	\$ 83,247	\$ 3,498,125
Employee Benefits	552,943	8,915	561,858	722,344	12,616	734,960
Staff Development and Recruitment	18,459	-	18,459	20,092	-	20,092
Professional Services	162,647	425,452	588,099	246,909	493,187	740,096
Management Services	-	38,000	38,000	-	49,654	49,654
Food Costs	4,861	-	4,861	22,801	-	22,801
Authorizer Oversight Fees	-	129,595	129,595	-	176,318	176,318
Equipment Rental and Maintenance	56,671	-	56,671	90,863	1,220	92,083
Classroom and Office Supplies and Fees	1,003,955	26,050	1,030,005	1,264,843	4,307	1,269,150
Occupancy	211,831	-	211,831	150,732	-	150,732
Depreciation	55,801	-	55,801	70,125	-	70,125
Bad Debt	-	-	-	153,823	-	153,823
Other	77,996	130,276	208,272	87,133	116,527	203,660
Total Functional Expenses	\$ 5,011,750	\$ 822,346	\$ 5,834,096	\$ 6,244,543	\$ 937,076	\$ 7,181,619

See accompanying Notes to Financial Statements.

**HOOSIER ACADEMY, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ -	\$ -
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	55,801	70,125
Provision for Uncollectible Receivables	-	153,823
Changes in Operating Assets and Liabilities:		
Accounts Receivable	(328,314)	(37,300)
Prepaid Expenses	51,090	(4,617)
Accounts Payable and Accrued Expenses	42,603	(235,893)
Refundable Advances	70,957	59,318
Net Cash Provided (Used) by Operating Activities	(107,863)	5,456
 NET CHANGE IN CASH	 (107,863)	 5,456
Cash - Beginning of Year	866,593	861,137
 CASH - END OF YEAR	 \$ 758,730	 \$ 866,593
 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Write Off of State Education Support Receivable, Reducing Amount Owed to K12 Classroom, LLC	\$ -	\$ 4,996,296

See accompanying Notes to Financial Statements.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

Hoosier Academy, Inc. (Hoosier Academy) is a public benefit nonprofit organization incorporated under the laws of the state of Indiana, and is the organizer and governing body of two charter schools located in Indianapolis, Indiana:

- *Hoosier Academies Indianapolis* is a blended learning program serving students in grades K-12.
- *Insight School of Indiana* is a fully virtual or online program serving students in grades 7-12 who have struggled in their education.

Enrollment during the 2020-2021 school year ranged between approximately 780 and 654 students in total for the two schools. Each of the schools is a public charter school established under Indiana Code 20-24 and is sponsored by Ball State University. *Hoosier Academies Virtual School*, a third charter school organized and governed by Hoosier Academy, Inc., ceased operations as a charter school effective June 30, 2018.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Revenue Recognition

Revenues primarily come from conditional resources provided under the Indiana Charter Schools Act. Under the Act, Hoosier Academy receives an amount per student similar to the funding received by other public schools in Indiana. Funding from the state of Indiana is based on enrollment and paid in monthly installments in July through June coinciding with the academic school year. Revenue is recognized in the year in which educational services are rendered.

A portion of Hoosier Academy's revenue is the product of cost reimbursement grants. Therefore, Hoosier Academy recognizes revenue under these grants in the amount of costs and expenses at the time they are incurred. Amounts received prior to incurring qualifying expenditures are reported as deferred revenues in the statement of financial position. As of June 30, 2021 and 2020, Hoosier Academy has \$155,909 and \$84,952, respectively, of conditional grants that have not been recognized as revenue in the statement of activities because conditions have not been met.

Grants Revenue

Hoosier Academy receives income from grants and contributions that support certain school activities. These receipts are reported as restricted support in that they are received with stipulations that limit their use. When a donor restriction expires, that is, when the purpose or time restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities and change in net assets as net assets released from restrictions. There were no such restricted revenues during the years ended June 30, 2021 and 2020.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in bank accounts and short-term, highly liquid investments with original maturities of three months or less. There were no cash equivalents at June 30, 2021 and 2020.

Accounts Receivable

Accounts receivable relate primarily to activities funded under federal programs and legislation enacted by the state of Indiana. Hoosier Academy believes it is operating in compliance with regulatory requirements and as such no allowance for doubtful accounts is deemed necessary.

Property and Equipment

Purchases of assets and expenditures that materially increase value or extend useful lives are capitalized and are included in the accounts at cost. Routine maintenance and repairs, minor replacement costs, and equipment purchases with a unit cost of less than \$1,000 are charged to expense as incurred.

Depreciation is provided over the estimated useful lives of the respective assets using the straight-line method. The estimated useful lives generally are as follows:

Leasehold Improvements	12 to 15 Years
Furniture and Equipment	2 to 5 Years

Impairment of Long-Lived Assets

On an ongoing basis, Hoosier Academy reviews its long-lived assets for impairment whenever events or circumstances indicate that the carrying amount may be overstated. The School recognizes impairment losses if the undiscounted cash flows expected to be generated are less than the carrying value of the related asset. If impaired, the assets are adjusted to fair value based on the undiscounted cash flows.

Taxes on Income

Hoosier Academy, Inc. has received a determination from the U.S. Treasury Department stating that it qualifies under the provisions of Section 501(c)(3) of the Internal Revenue Code as a tax-exempt organization; however, the organization would be subject to tax on income unrelated to its tax-exempt purpose. For the years ended June 30, 2021 and 2020, no accounting for federal and state income taxes was required to be included in the accompanying financial statements.

Professional accounting standards require Hoosier Academy to recognize a tax liability only if it is more likely than not the tax position would not be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax liability that is greater than 50% likely of being realized on examination. For tax positions not meeting the more likely than not test, no tax liability is recorded. Hoosier Academy has examined this issue and has determined that there are no material contingent tax liabilities or questionable tax positions. The U.S. federal and state income tax returns of Hoosier Academy are subject to examination by the IRS and state taxing authorities, generally for three years after they were filed.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recently Issued Accounting Pronouncements

In February 2016, the FASB issued ASU 2016-02, *Leases*. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the balance sheet at the date of lease commencement. Leases will be classified as either finance or operating. This distinction will be relevant for the pattern of expense recognition in the income statement. ASU 2016-02 is effective for annual reporting periods beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022. Hoosier Academy is currently in the process of evaluating the impact of adoption of this ASU on the financial statements.

Going Concern Considerations

The accompanying financial statements have been prepared assuming the School will continue as a going concern. As of June 30, 2021, the School's current liabilities are greater than current assets by approximately \$111,000. A majority of the balance in accounts payable and accrued expenses represents payments to the management company and current payroll and future payroll to fulfill School year teaching contracts, totaling approximately \$1,500,000. The remainder of current liabilities is related to various accounts payable outstanding invoices. The School also had a negative cash flow from operating activities for fiscal year 2021. If this trend continues, these factors could threaten the School's ability to continue as a going concern.

The School's management is aware of the negative financial results presented in the previous paragraph and has taken the following measures to improve its finances. The School elected to close Hoosier Academies Indianapolis subsequent to year-end and focus on Insight School of Indiana while also expanding to grades K-12. The School has also worked with its management company to develop a budget for fiscal year 2022 that will allow the School to meet its current and upcoming obligations.

Subsequent Events

Hoosier Academy evaluated subsequent events through February 9, 2022, the date these financial statements were available to be issued. Events and transactions occurring through that date have been evaluated to determine whether a change in the financial statements or related disclosures would be required.

In August 2021, Board voted to close Hoosier Academies Indianapolis due to continued decline in enrollment.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 LEASES

Hoosier Academy leases its school facility under an operating lease. The lease provides for monthly lease payments through August 2022. Hoosier Academy also leases certain items of office equipment under an operating lease, which provides for monthly payments through August 2025. Rent expense for the years ended June 30, 2021 and 2020 under these operating leases was \$211,831 and \$150,732, respectively.

Future minimum lease obligations for noncancelable operating leases with initial lease terms in excess of one year are as follows for the years ending June 30:

<u>Year Ending June 30,</u>	<u>Amount</u>
2022	\$ 167,265
2023	37,399
2024	4,932
2025	4,932
2026	822
Total	<u>\$ 215,350</u>

NOTE 3 COMMITMENTS

Hoosier Academy operates its schools under charters granted by Ball State University. As the sponsoring organization, Ball State University exercises certain oversight responsibilities. Under the charters, Hoosier Academy has agreed to pay to Ball State University an annual administrative fee equal to 3% of state tuition support received. Payments under the charter agreements were \$129,595 and \$176,318 for the years ended June 30, 2021 and 2020, respectively. The charters remain in effect for Hoosier Academies Indianapolis and Insight School of Indiana until June 30, 2022, and are renewable thereafter by mutual consent. The charter for Insight school of Indiana is currently in the renewal process with Ball State University.

Hoosier Academy has contracted with K12 Classroom, LLC to provide administrative and technology services. Under the terms of the agreement, Hoosier Academy has agreed to pay an amount equal to 22% of revenues, as defined, for such services. Such fees for the years ended June 30, 2021 and 2020 were \$2,139,969 and \$1,595,686, respectively. Hoosier Academy also purchases certain other curriculum materials and supplies for which it is billed as goods and services are received. Such purchases aggregated \$1,282,002 and \$2,927,321 for the years ended June 30, 2021 and 2020, respectively. This agreement remains in effect until June 30, 2022.

K12 Classroom, LLC has agreed to issue credits against the amounts billed for services and products provided, if needed, to ensure that Hoosier Academy does not end a fiscal year with a financial deficit.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 3 COMMITMENTS (CONTINUED)

For the years ended June 30, 2021 and 2020, service fees were reduced as follows:

	Administrative and Technology Fees	Other Service Fees
	<u> </u>	<u> </u>
Year Ended June 30, 2021:		
Charges per Contract	\$ 2,139,969	\$ 1,282,002
Credit Issued by K12 Classroom LLC	<u>(1,234,340)</u>	<u>(1,281,794)</u>
Net Charges	<u>\$ 905,629</u>	<u>\$ 208</u>
Year Ended June 30, 2020:		
Charges per Contract	\$ 1,595,686	\$ 2,927,321
Credit Issued by K12 Classroom LLC	<u>(1,593,305)</u>	<u>(2,441,708)</u>
Net Charges	<u>\$ 2,381</u>	<u>\$ 485,613</u>

The deficit credits provided by K12 Classroom, LLC are subject to repayment if Hoosier Academy experiences a surplus in subsequent fiscal years. The amount of the repayment is based on a percentage of the surplus experienced during such fiscal year ranging from 25% to 75% dependent upon the amount of the surplus. Any unpaid credits remaining upon termination of the agreement are not subject to repayment. Hoosier Academy is not able to estimate the amount of the repayment, if any, expected to be made in future years.

NOTE 4 RETIREMENT PLANS

Hoosier Academy provides retirement benefits covering substantially all full-time employees. Retirement benefits for teaching personnel are provided by the Indiana State Teachers' Retirement Fund (TRF), which is a cost-sharing multiemployer defined benefit retirement plan governed by the state of Indiana and administered by the Indiana Public Retirement System (INPRS) Board. Contribution requirements of plan members are determined annually by the INPRS Board. For the years ended June 30, 2021 and 2020, Hoosier Academy contributed 7.5% of compensation for eligible teaching personnel to TRF. Should Hoosier Academy elect to withdraw from TRF, it could be subject to a withdrawal fee. Hoosier Academy's contributions represent an insignificant percentage of the total contributions received by TRF. As of June 30, 2020 (the latest year reported), TRF was approximately 90% funded.

In lieu of TRF, employees can opt to participate in a Section 403(b) plan sponsored by Hoosier Academy. Under this plan, Hoosier Academy contributes 7.5% of compensation, as defined. Additional contributions may be made at the discretion of the board of directors. No discretionary contributions were made in 2021 or 2020. Retirement plan expense under both plans was \$159,918 and \$183,273 for the years ended June 30, 2021 and 2020, respectively.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 5 RISKS AND UNCERTAINTIES

Hoosier Academy provides educational instruction services to families residing in Marion and surrounding counties in Indiana, and to students throughout the state of Indiana through its virtual curriculum and is subject to the risks of economic and competitive forces at work within this geographic area.

The majority of revenues relate to legislation enacted by the state of Indiana and grants awarded under federal programs. Changes in state or federal legislation could significantly affect Hoosier Academy. Additionally, Hoosier Academy is subject to monitoring and audit by state and federal agencies. Those examinations could result in additional liability to be imposed.

Financial instruments that potentially subject Hoosier Academy to concentrations of credit risk consist principally of receivables from the state of Indiana. At June 30, 2021 and 2020, substantially all of the receivable balance was due from the state of Indiana.

Hoosier Academy primarily maintains its cash and cash equivalents in various accounts at various financial institutions. Balances on deposit are insured by the Federal Deposit Insurance Corporation (FDIC) up to specified limits. At times, amounts on deposit may exceed insured limits or include unsecured accounts. To date, Hoosier Academy has not experienced losses in any of these accounts.

The Coronavirus Disease (COVID-19) pandemic continues to have significant effects on global markets, supply chains, businesses, and communities. Specific to the School, COVID-19 has impacted various parts of its 2021 and 2020 operations and financial results, including operating virtually for some periods of time. Management believes the School is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events are ongoing and are still developing.

NOTE 6 LIQUIDITY

Under ASU 2016-14, Hoosier Academy is required to disclose the assets it has available at June 30, 2021 and 2020 to meet its cash needs for general expenditures within one year of the date of the statement of financial position. The Hoosier Academy's financial assets include cash and grants receivable. Financial assets at June 30, 2021 total \$1,248,097, all of which are available to meet cash needs for general expenditures within one year. Financial assets at June 30, 2020 total \$1,027,646, all of which are available to meet cash needs for general expenditures within one year.

HOOSIER ACADEMY, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 6 LIQUIDITY (CONTINUED)

From time to time, Hoosier Academy receives donor restricted contributions. Because donor restrictions require resources to be used in a particular manner or in a future period, Hoosier Academy must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of Hoosier Academy's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 7 FUNCTIONAL EXPENSE REPORTING

The costs of providing the educational activities have been summarized on a functional basis in the statements of activities and change in net assets. Management of Hoosier Academy has categorized expenses as program services or management and general according to the underlying nature of the expense. As such, no allocation of specific transactions between these categories is required.

SUPPLEMENTARY INFORMATION

HOOSIER ACADEMY, INC.
SCHEDULE OF FINANCIAL POSITION BY SCHOOL
JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Hoosier Academy Indianapolis	Hoosier Academies Virtual School	Insight School of Indiana	Eliminating Entries	Total
ASSETS					
CURRENT ASSETS					
Cash	\$ 469,787	\$ -	\$ 288,943	\$ -	\$ 758,730
Accounts Receivable:					
Grants	114,287	-	468,889	(93,809)	489,367
Prepaid Expenses	1,042	-	4,047	-	5,089
Total Current Assets	<u>585,116</u>	<u>-</u>	<u>761,879</u>	<u>(93,809)</u>	<u>1,253,186</u>
PROPERTY AND EQUIPMENT					
Leasehold Improvements	777,312	-	-	-	777,312
Furniture and Equipment	975,217	-	29,051	-	1,004,268
Less: Accumulated Depreciation	(1,640,928)	-	(29,051)	-	(1,669,979)
Property and Equipment, Net	<u>111,601</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,601</u>
 Total Assets	 <u>\$ 696,717</u>	 <u>\$ -</u>	 <u>\$ 761,879</u>	 <u>\$ (93,809)</u>	 <u>\$ 1,364,787</u>
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES					
Accounts Payable and Accrued Expenses:					
K12 Classroom, LLC	\$ 454,297	\$ -	\$ 367,981	\$ -	\$ 822,278
Other	199,044	-	281,365	(93,809)	386,600
Refundable Advance	43,376	-	112,533	-	155,909
Total Current Liabilities	<u>696,717</u>	<u>-</u>	<u>761,879</u>	<u>(93,809)</u>	<u>1,364,787</u>
 NET ASSETS WITHOUT DONOR RESTRICTIONS	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 Total Liabilities and Net Assets	 <u>\$ 696,717</u>	 <u>\$ -</u>	 <u>\$ 761,879</u>	 <u>\$ (93,809)</u>	 <u>\$ 1,364,787</u>

HOOSIER ACADEMY, INC.
SCHEDULE OF FINANCIAL POSITION BY SCHOOL
JUNE 30, 2020
(SEE INDEPENDENT AUDITORS' REPORT)

	Hoosier Academy Indianapolis	Hoosier Academies Virtual School	Insight School of Indiana	Total
ASSETS				
CURRENT ASSETS				
Cash	\$ 323,671	\$ -	\$ 542,922	\$ 866,593
Accounts Receivable:				
Grants	41,591	-	119,462	161,053
Prepaid Expenses	15,550	-	40,629	56,179
Total Current Assets	<u>380,812</u>	<u>-</u>	<u>703,013</u>	<u>\$ 1,083,825</u>
PROPERTY AND EQUIPMENT				
Leasehold Improvements	777,312	-	-	777,312
Furniture and Equipment	975,217	359,726	29,051	1,363,994
Less: Accumulated Depreciation	(1,585,127)	(359,726)	(29,051)	(1,973,904)
Property and Equipment, Net	<u>167,402</u>	<u>-</u>	<u>-</u>	<u>167,402</u>
 Total Assets	 <u>\$ 548,214</u>	 <u>\$ -</u>	 <u>\$ 703,013</u>	 <u>\$ 1,251,227</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable and Accrued Expenses:				
K12 Classroom, LLC	\$ 377,267	\$ -	\$ 241,197	\$ 618,464
Other	132,459	-	415,352	547,811
Refundable Advance	38,488	-	46,464	84,952
Total Current Liabilities	<u>548,214</u>	<u>-</u>	<u>703,013</u>	<u>1,251,227</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Liabilities and Net Assets	 <u>\$ 548,214</u>	 <u>\$ -</u>	 <u>\$ 703,013</u>	 <u>\$ 1,251,227</u>

HOOSIER ACADEMY, INC.
SCHEDULE OF ACTIVITIES AND CHANGE IN NET ASSETS BY SCHOOL
JUNE 30, 2021
(SEE INDEPENDENT AUDITORS' REPORT)

	Hoosier Academies Indianapolis	Hoosier Academies Virtual School	Insight School of Indiana	Total
REVENUE AND SUPPORT				
State Education Support	\$ 956,156	\$ -	\$ 3,954,336	\$ 4,910,492
Grant Revenue	297,135	-	626,013	923,148
Interest Income	-	-	-	-
Other	456	-	-	456
Total Revenue and Support	<u>1,253,747</u>	<u>-</u>	<u>4,580,349</u>	<u>5,834,096</u>
EXPENSES				
Program Services	1,071,591	-	3,940,159	5,011,750
Management and General	182,156	-	640,190	822,346
Total Expenses	<u>1,253,747</u>	<u>-</u>	<u>4,580,349</u>	<u>5,834,096</u>
CHANGE IN NET ASSETS	-	-	-	-
Net Assets - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

HOOSIER ACADEMY, INC.
SCHEDULE OF ACTIVITIES AND CHANGE IN NET ASSETS BY SCHOOL
JUNE 30, 2020
(SEE INDEPENDENT AUDITORS' REPORT)

	Hoosier Academies Indianapolis	Hoosier Academies Virtual School	Insight School of Indiana	Total
REVENUE AND SUPPORT				
State Education Support	\$ 933,800	\$ -	\$ 5,551,043	\$ 6,484,843
Grant Revenue	197,310	4,684	492,457	694,451
Interest Income	-	10	-	10
Other	2,122	-	193	2,315
Total Revenue and Support	<u>1,133,232</u>	<u>4,694</u>	<u>6,043,693</u>	<u>7,181,619</u>
EXPENSES				
Program Services	870,570	61,652	5,312,321	6,244,543
Management and General	205,704	-	731,372	937,076
Total Expenses	<u>1,076,274</u>	<u>61,652</u>	<u>6,043,693</u>	<u>7,181,619</u>
CHANGE IN NET ASSETS	56,958	(56,958)	-	-
Net Assets - Beginning of Year	<u>(56,958)</u>	<u>56,958</u>	<u>-</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**HOOSIER ACADEMY, INC.
OTHER REPORT
YEAR ENDED JUNE 30, 2021**

The reports presented herein were prepared in addition to another official report prepared for Hoosier Academy, Inc. as listed below:

Supplemental Audit Report of Hoosier Academy, Inc.

The Supplemental Audit Report contains the results of compliance testing required by the Indiana State Board of Accounts under its *Guidelines for the Audits of Charter Schools Performed by Private Examiners* pertaining to matters addressed in its *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools*.

Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor. CLA is an independent member of Nexia International, a leading, global network of independent accounting and consulting firms. See [nexia.com/member-firm-disclaimer](https://www.nexia.com/member-firm-disclaimer) for details. **CliftonLarsonAllen LLP**

