



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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May 8, 2023

Charter School Board
Indiana Math and Science Academy - North Indianapolis, Inc.
7435 N Keystone Ave B
Indianapolis, IN 46240

We have reviewed the Supplemental Audit Report for Indiana Math and Science Academy - North Indianapolis, Inc. prepared by Donovan CPAs, Independent Public Accountants, for the period July 1, 2021 to June 30, 2022. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

We call your attention to the findings in the report on page 3. Management's response is on page 5.

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

SUPPLEMENTAL AUDIT REPORT OF
**INDIANA MATH AND SCIENCE ACADEMY -
NORTH INDIANAPOLIS, INC.**

MARION COUNTY, INDIANA

July 1, 2021 to June 30, 2022



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INDIANA MATH AND SCIENCE ACADEMY - NORTH INDIANAPOLIS, INC.
MARION COUNTY, INDIANA
School Officials
July 1, 2021 to June 30, 2022

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|-----------------------------|------------------|---------------------|
| Chair of Board of Directors | David Coats | 07/01/21 – 06/30/22 |
| Director | Xavier Owens | 07/01/21 – 06/30/22 |
| Treasurer | Halil Dulgeroglu | 07/01/21 – 06/30/22 |



The Board of Directors
Indiana Math and Science Academy - North Indianapolis, Inc.

We have audited the financial statements of Indiana Math and Science Academy - North Indianapolis, Inc. (the "School") as of and for the year ended June 30, 2022 and have issued our report thereon dated November 21, 2022. As part of our audit, we tested the School's compliance with provisions of the *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools* issued by the Indiana State Board of Accounts and related provisions of laws, regulations, contracts and grant agreements. Reported in the Audit Results and Comments are matters where we believe the School was not in compliance with those provisions.

DONOVAN

A handwritten signature in dark ink that reads 'DONOVAN' in a cursive style.

Indianapolis, Indiana
November 21, 2022

INDIANA MATH AND SCIENCE ACADEMY - NORTH INDIANAPOLIS, INC.
MARION COUNTY, INDIANA
Audit Results and Comments
July 1, 2021 to June 30, 2022

AVERAGE DAILY MEMBERSHIP (“ADM”)

We examined the School’s ADM reports for both count dates during the year ended June 30, 2022 along with supporting student rosters. We selected a sample of 60 students for testing, of which one student was improperly included on the fall 2021 ADM report. This student was included on the September 18, 2021 count date, but withdrew from the School on September 13, 2021. The School must communicate this error to the Indiana Department of Education for resolution.

A student claimed for ADM must be an "eligible pupil". An eligible pupil is a student that is enrolled and attending. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 9)

RECEIPTS AND DEPOSITS

We examined records relating to cash received at the School and selected 40 receipts for testing, of which 7 were not deposited timely. Untimely deposits ranged from 7 to 14 days from the date of receipt and were between \$25 and \$125 in individual receipt amount.

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)

REQUIRED REPORTS - NEGATIVE FUND BALANCE

The School reported a negative balance of \$132,848 in fund 900 on the June 2022 Form 9, which was unrelated to a pending reimbursement.

Charter schools are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Charter schools shall file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

The fund balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the charter school. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

INDIANA MATH AND SCIENCE ACADEMY - NORTH INDIANAPOLIS, INC.
MARION COUNTY, INDIANA
Exit Conference
July 1, 2021 to June 30, 2022

The contents of this report were discussed on November 21, 2022 with Halil Dulgeroglu (Treasurer), Xavier Owens (Director), and Mustafa Arslan (Superintendent). The Official Response has been made a part of this report and may be found on page 5.



November 21, 2022

Indiana Math and Science Academy North (IMSA North) would like to formally respond to the audit comments noted in your examination results for 2022.

- **AVERAGE DAILY MEMBERSHIP (“ADM”):** IMSA North is going to review this item with the school admin team and come up with an action plan to avoid similar issues.
- **RECEIPTS AND DEPOSITS:** IMSA North will make sure that collected money in the office will be deposited in timely manner.
- **REQUIRED REPORTS - NEGATIVE FUND BALANCE:** The necessary fund transfer is going to be made from educational fund to avoid negative balance.

Dulgeroglu

Halil Dulgeroglu

Treasurer