



Dave Yost • Auditor of State

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

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FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Ashe Culture Center
Attn: Jorethia Chuck, Representative
2125 Superior Avenue
Cleveland, Ohio 44114

Ohio Department of Education, Sponsor
Attn: Stacey Callahan, Education Consultant
25 South Front Street, Mail Stop 307
Columbus, Ohio 43215

To Greater Heights Academy and Sponsors:

We were engaged to audit the accompanying basic financial statements of Greater Heights Academy, Cuyahoga County, Ohio (the Academy), as of and for the year ended June 30, 2009. These financial statements are the responsibility of the Academy's management.

The Academy did not retain or present for examination sufficient competent evidence to support the student full-time equivalencies reported to the Ohio Department of Education (ODE) which supports the Foundation Revenue received.

We were unable to obtain documentation supporting the Academy's remittance amounts for retirement, federal, state or local withholdings. Personnel records were not maintained for sixteen percent of the employees tested. Contracts/timesheets were not maintained for twenty percent of employees tested. As a result, we were not able to verify the accuracy of these payroll related expenditures.

We were unable to obtain documentation supporting for fifty two percent of the non-payroll disbursements tested. As a result, we were not able to verify the accuracy of these non-payroll related expenditures.

We were not provided Governing Board minutes for fiscal year 2009.

The Academy did not maintain documentation to support the disclosures related to the items listed in paragraph two through five above.

The Academy failed to prepare financial statements and note disclosures for the year ended June 30, 2009. Government Accounting Standards Board (GASB) Statements provides the minimum requirements for external financial reporting, which include the Management Discussion and Analysis (MD&A), the financial statement including the Statement of Net Assets, The Statement of Revenues, Expenditures, and Changes in Net Assets, and if required the Statement of Cash Flows, and Notes to the Financial Statements. Since the Academy did not provide financial statements or notes; Auditor of State staff prepared the unclassified financial statements and notes listed in the table of contents using the Academy's accounting records. The Government Auditing Standards considers this service to impair the independence of the Auditor of State to audit the Academy.

Auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards* require us to obtain written representations from management. Management has not provided the Auditor of State written representations, including but not limited to, management's responsibility for preparing the financial statements in conformity with the Academy's accounting basis; the availability of original financial records and related data, the completeness and availability of all minutes of the legislative or other bodies and committee meetings, management's responsibility for the Academy's compliance with laws and regulations; the identification and disclosure to the Auditor of State of all laws, regulations, and provisions of contracts and grant agreements directly and materially affecting the determination of financial statement amounts and; the presence or absence of regulations, and provisions of contracts and grant agreements, and compliance with any debt covenants.

AU Section 337 permits auditors to rely on the judgment of lawyers and management as to the disclosure of unasserted claims. Letters of audit inquiry sent to the Academy's legal counsel were not responded to. Therefore, we were unable to obtain sufficient evidence regarding the completeness of unasserted claims.

Since the Academy did not provide sufficient evidential matter as described in paragraphs two through eight above, the scope of our auditing procedures was not sufficient to enable us to express, and we do not express, an opinion of these financial statements referred to above for the year ended June 30, 2009.

The Academy voluntarily closed on November 17, 2008 due to financial viability.

The accompanying financial statements present receipts and disbursements by fund totals only. Ohio Administrative Code Section 117-02-02(A) requested governments to classify receipt and disbursement transactions.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2014, on our consideration of the Academy's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. This Academy omitted this required supplementary information.



Dave Yost
Auditor of State
Columbus, Ohio

January 31, 2014

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO**

**UNCLASSIFIED STATEMENT OF FINANCIAL POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Cash Balance at Beginning of Year	\$ 47,145
Total Revenues	2,067,607
Total Expenditures	<u>2,114,504</u>
Cash Balance at End of Year	<u>\$ 248</u>

See Accompanying Notes to the Unclassified Financial Statements

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**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO
NOTES TO THE UNCLASSIFIED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

1. DESCRIPTION OF THE ENTITY

Greater Heights Academy (the Academy) is a non-profit corporation established pursuant to Ohio Revised Code Chapters 1702 and 3314 to address the needs of students in kindergarten through twelfth grade. The Academy's goal is to employ educators that thrive on seeing children succeed. The success of the child will increase self-esteem and provide opportunities for a rewarding future. The Academy, which is part of the State's Education program, is independent of any school district, and is nonsectarian in its programs, admission policies, employment practices, and all other operations. The Academy may sue and be sued, acquire facilities as needed, and contract for any services necessary for the operation of the Academy. The Academy qualified as an exempt organization under Section 501 (c) (3) of the Internal Revenue Code. Management is not aware of any course of action or series of events that have occurred that might adversely affect the Academy's tax-exempt status.

The Academy, which is part of the State's education program, is independent of any school district and is nonsectarian in its programs, admissions policies, employment practices, and all other operations. The Academy may sue and be sued, acquire facilities as needed, and contract for any services necessary for the operation of the Academy. The Academy was approved for operation under a contract with Ohio State Board of Education and commenced operation at the beginning of the 2004-05 school year.

The Academy was approved for operation under the contract with Ashe Culture Center, Inc. (the Sponsor) for a period of three years commencing October 18, 2005 and shall terminate on August 14, 2009. The Sponsor is responsible for evaluating the performance of the school and has the authority to deny renewal of the contract at its expiration or terminate the contract prior to its expiration.

The Academy operates under the direction of a five-member Board of Directors. The Board is responsible for carrying out the provisions of the contract which include, but are not limited to, state mandated provisions regarding student populations, curriculum, academic goals, performance standards, admissions standards, and qualifications of teachers.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 2.B, these financial statements are presented on a cash basis of accounting. This cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements, which have been applied to the extent they are applicable to the cash basis of accounting. In the fund financial statement, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 have been applied, to the extent they are applicable to the cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The Academy does not apply FASB statements issued after November 30, 1989. Following are the more significant of the Academy's accounting policies.

A. Basis of Presentation

The Academy's financial statements consist of an Unclassified Statement of Financial Position.

Auditor of State of Ohio Bulletin No. 2000-005 requires the presentation of all financial activity to be reported within one enterprise fund for year-ending reporting purposes. Enterprise accounting is used to account for operations that are financed and operated in a manner similar to private business enterprise where the intent is that the cost (expense) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO
NOTES TO THE UNCLASSIFIED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting

The Academy's financial statements are prepared using the cash basis of accounting. Receipts are recorded in the Academy's financial records and reported in the financial statements when cash is received rather than when earned and disbursements are recorded when cash is paid rather than when a liability is incurred.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid; and accrued expenses and liabilities) are not recorded in these financial statements.

C. Budgetary Process

Unlike other public schools located in the state of Ohio, community schools are not required to follow budgetary provisions set forth in Ohio Revised Code Chapter 5705, unless specifically provided for in the Academy's sponsorship agreement. The contract between the Academy and its Sponsor requires a detailed budget for each year of the contract.

D. Cash and Cash Equivalents

All monies received by the Academy are maintained in a demand deposit account. For internal accounting purposes, the Academy segregates its cash. The Academy has no investments.

E. Revenues

The Academy currently participates in the State Foundation Program; Revenues received from this program are recognized as operating revenues in the accounting period in which all eligibility requirements have been met.

Grants and entitlements are recognized as non-operating revenues in the accounting period in which eligibility requirements have been met.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Academy must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Academy on a reimbursement basis.

The Academy also participates in various federal and state programs through the Ohio Department of Education.

Under the above programs the Academy received \$2,135,572 this fiscal year.

Also included in revenues are miscellaneous items including, but not limited to, interest, proceeds from lines of credit, and donations.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO
NOTES TO THE UNCLASSIFIED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Expenses

Expenses are all costs associated with the operation of the Academy.

The Academy's major expenditures for fiscal year 2009 were payroll, building leases, construction/building maintenance, transportation, and security services.

3. CASH AND CASH EQUIVALENTS

The following information classifies deposits by category of risk as defined in GASB Statement No.3 "Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements," as amended by GASB Statement No.40, "Deposit, and Investment Risk Disclosures".

The Academy maintains its cash balances at one financial institution located in Ohio. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000, per qualifying account. The Academy has a general and payroll account. At June 30, 2009, the bank balance of the Academy's deposits was \$248. The entire bank balance was covered by the Federal Deposit Insurance Corporation (FDIC).

The Academy had no deposit policy for custodial risk beyond the requirement of state statute. Ohio law requires that deposits either be insured or be protected by eligible securities pledged to and deposited either with the Academy or a qualified trustee by the financial institution as security for repayment or by a collateral pool of eligible securities deposited with a qualified trustee to secure repayment of all public monies deposited in the financial institution whose market value shall be at least 105% of deposits being secured. At June 30, 2009, none of the bank balances were exposed to custodial credit risk.

4. RISK MANAGEMENT

A. Property & Liability

The Academy is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For the fiscal year 2009, the Academy contracted with Pinkerton Insurance Co. for all of its insurance.

General liability coverage has a \$1,000,000 single occurrence limit and \$2,000,000 aggregate. Hired and Non-owned vehicles are covered at \$1,000,000 combined single limit of liability.

B. Workers' Compensation

The Academy pays the State Worker's Compensation System a premium for employee injury coverage. The premium is calculated by multiplying the monthly total gross payroll by a factor that is calculated by the State.

C. Employee Medical and Dental Benefits

The Academy offers medical and dental insurance benefits through Aflac to all full time employees.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO
NOTES TO THE UNCLASSIFIED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)**

5. CONTINGENCIES

A. Grants

The Academy received financial assistance from federal and state agencies in the form of grants. Amount received from grantor agencies are subject to audit and adjustment by the grantor. Any disallowed costs may require refunding to the grantor. Amounts which may be disallowed, if any, are not presently determinable.

B. Full-Time Equivalency

The Ohio Department of Education (ODE) conducts reviews of enrollment data and full-time equivalency (FTE) calculations made by the Academy. These reviews are conducted to ensure the Academy is reporting accurate student enrollment data to the State, upon which state foundation funding is calculated. A review has not been performed for the fiscal year 2009.

6. RELATED PARTY TRANSACTIONS

The Academy executed a lease agreement with Raintree Academy on May 19, 2004 for general classroom space at 1970 South Taylor Road, Cleveland Heights, Ohio. The lease period is from July 1, 2004 through July 1, 2014 at a monthly rate of \$41,667.67. The Academy paid \$86,333 to Raintree Academy during fiscal year 2009. Raintree Academy is owned by Joel Friedman, Superintendent of the Academy.

The Academy entered into a management agreement with Columbia-Prospect LLC to manage and operate the property located at 112 Prospect Avenue, Cleveland, Ohio at a monthly rate of \$13,000. Columbia-Prospect LLC is owned by Paul Singerman, son of the Academy's Board President, Gilbert Singerman and nephew of Superintendent, Joel Friedman. In addition, four checks written during fiscal year 2008 to Columbia-Prospect LLC were endorsed by Gilbert Singerman. The Academy paid \$116,250 in lease and management fees in fiscal year 2009.

Northbound Inc. provided construction work for the Academy at 112 Prospect Avenue, Cleveland, Ohio. Northbound Inc.'s statutory agent is Egon Singerman, son of the Academy's Board President, Gilbert Singerman and nephew of the Academy's Superintendent, Joel Friedman. In addition, Gilbert Singerman endorsed sixteen of the checks written to Northbound Inc. The Academy paid \$32,785 to Northbound Inc. during fiscal year 2009.

7. SUBSEQUENT EVENTS

After the Academy ended operations in 2009, twelve judgments/settlements were made against the Academy totaling \$1,638,065.

The following list provides the parties involved and the resulting amount of each judgment, as well as the date each case was closed:

**GREATER HEIGHTS ACADEMY
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE UNCLASSIFIED FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009
 (Continued)**

7. SUBSEQUENT EVENTS (Continued)

Party Involved	Amount of Settlement/Judgment	Date Closed
Arvon Funding, LLC	\$ 76,362	12/2/2008
Carron Asphalt Paving, Inc	17,883	12/24/2008
First Student Inc.	650,087	3/26/2009
Thyssenkrupp Elevator Corp.	23,649	4/15/2009
Ace Taxi Service, Inc.	31,225	6/29/2009
J&F Luxury Travel Inc.	27,900	7/24/2009
J. Bowers Construction Co.	4,387	7/29/2009
Comdoc, Inc.	3,611	8/3/2009
The Illuminating Company	78,085	4/30/10
City of Cleveland Heights	16,542	9/14/2010
TRCH LLC	708,334	12/10/2010
Total Amount:	\$1,638,065	

In addition to the above, the Academy also settled a case with A. Lopresti & Sons, Inc. outside of court for an undisclosed sum.

Furthermore, the Academy ceased operation on November 17, 2008.

8. FEDERAL INVESTIGATION

On November 21, 2013, a federal grand jury returned indictments against four people charged with a scheme to defraud the Academy of more than \$400,000. Indictments on charges of wire fraud, mail fraud and conspiracy to launder money were handed down against Joel B Friedman, chairman of the Academy, Marianne Stefanik, secretary to chairman Friedman, Virgil B Holley, employed in various capacities at the Academy, including starting Holley Enterprises to provide security at the school, and Jefferey A. Pope, operator of the consulting business, R&D International in Maryland.

The defendants pleaded guilty and are scheduled to be sentenced in March 2014. The case was investigated by the Federal Bureau of Investigation and Internal Revenue Service.

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INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Ashe Culture Center
Attn: Jorethia Chuck, Representative
2125 Superior Avenue
Cleveland, Ohio 44114

Ohio Department of Education, Sponsor
Attn: Stacey Callahan, Education Consultant
25 South Front Street, Mail Stop 307
Columbus, Ohio 43215

To Greater Heights Academy and Sponsors:

We were engaged to audit the basic financial statements of the Greater Heights Academy, Cuyahoga County, Ohio (the Academy) as of and for the year ended June 30, 2009, and have issued our report thereon dated January 31, 2014, in which we disclaimed an opinion upon the financial statements because the Academy failed to provide supporting documentation to support the student fulltime equivalencies reported to the Ohio Department of Education (ODE) which supports the foundation revenue received. The Academy failed to provide documentation supporting Academy's payroll (retirement, federal, state or local withholdings; personnel records and contracts/timesheets) and non-payroll (i.e., invoices) expenditures. We were not provided Governing Board minutes for fiscal year 2009. They did not provide support for the related disclosures in the accompanying financial statements. The Academy failed to prepare financial statements, note disclosures, and schedules for the period of year ended June 30, 2009. The accompanying financial statements present receipts and disbursements by fund totals only. Management has not provided the Auditor of State written representations and letters of audit inquiry sent to the Academy's legal counsel were not responded to. We also noted that we were not independent due to our role in preparing financial statements, notes and schedules. The Academy closed on November 17, 2008.

Internal Control Over Financial Reporting

In planning and performing our engagement, we considered the Academy's internal control over financial reporting as a basis for designing our procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the Academy's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Academy's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Therefore, we cannot assure that we have identified all deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying schedule of findings we identified certain deficiencies in internal control over financial reporting, that we consider material weaknesses and another deficiency we consider to be a significant deficiency.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and timely corrected. We consider findings 2009-005, 2009-009 and 2009-011 described in the accompanying schedule of findings to be material weaknesses. A significant deficiency is a deficiency, or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider finding 2009-007 described in the accompanying schedule of findings and questioned costs to be a significant deficiency.

Compliance and Other Matters

As part of reasonably assuring whether the Academy's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our engagement and accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as items 2009-001 through 2009-012.

We intend this report solely for the information and use of management, the Board of Directors, the Community School's sponsor, and others within the Academy. We intend it for no one other than these specified parties.



Dave Yost
Auditor of State
Columbus, Ohio

January 31, 2014

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

**FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

FINDING NUMBER 2009-001

Noncompliance - Finding for Recovery

State ex rel. McClure v. Hagerman, 155 Ohio St. 320 (1951), provides that expenditures made by a governmental unit should serve a public purpose. Typically the determination of what constitutes a proper public purpose” rests with the judgment of the governmental entity, unless such determination is arbitrary or unreasonable. Even if a purchase is reasonable, Ohio Attorney General Opinion 82-006 indicates that it must be memorialized by a duly enacted ordinance or resolution and may have a prospective effect only.

Auditor of State Bulletin 2003-005 Expenditure of Public Funds/Proper “Public Purpose” states that the Auditor of State’s Office will only question expenditures where the legislative determination of a public purpose is manifestly arbitrary and incorrect.

During fiscal year 2009 the following checks were written against Greater Heights Academy’s bank accounts. There was no supporting documentation on file, nor was the purpose or necessity documented.

<u>Transaction Date</u>	<u>Payee</u>	<u>Check Number</u>	<u>Check Signer</u>	<u>Amount</u>
11/14/2008	Joel Friedman	10008	Marianne Stefanik	\$ 1,788
11/12/2008	Joel Friedman	10007	Marianne Stefanik	1,728
11/11/2008	Joel Friedman	10006	Marianne Stefanik	1,000
11/10/2008	Joel Friedman	10005	Marianne Stefanik	2,504
10/17/2008	Joel Friedman	n/a	Marianne Stefanik	4,536
10/17/2008	Joel Friedman	n/a	Marianne Stefanik	1,320
10/20/2008	Joel Friedman	n/a	Marianne Stefanik	10,308
10/16/2008	Joel Friedman	7757	Marianne Stefanik	1,596
10/22/2008	Joel Friedman	7758	Marianne Stefanik	1,656
11/19/2008	Joel Friedman	7760	Marianne Stefanik	<u>50</u>
Total cash transactions				<u>\$26,486</u>

Without appropriate documentation it is not possible to determine if the expenditures were made for a proper public purpose. The failure to maintain adequate support for expenditures could result in a loss of accountability over the Academy’s finances, making it difficult to identify errors which could go undetected, and possibly result in expenditures that are not for a proper public purpose.

Under Ohio law, any public official who either authorizes an illegal expenditure of public funds or supervises the accounts of a public office from which such illegal expenditure is made is liable for the amount of this expenditure. *Steward v. National Surety Co.* (1929), 120 Ohio St. 47; 1980 Op. Att’y Gen. No. 80-074; Ohio Rev. Code Section 9.39; State, ex. rel. *Village of Linndale v. Masten* (1985), 18 Ohio St.3d 228. Public officials controlling public funds or property are liable for the loss incurred such funds or property be fraudulently obtained by another, converted, misappropriated, lost or stolen to the extent that recovery or restitution is not obtained from the persons who unlawfully obtained such funds or property. 1980 Op. Att’y Gen. No. 80-074.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-001 (Continued)

Noncompliance - Finding for Recovery (Continued)

In accordance with the forgoing facts, and pursuant to Section 117.28 of the Ohio Revised Code, a finding for recovery for public monies illegally expended is hereby issued against Marianne Stefanik, Assistant Administrator/Check Signer in the amount of \$26,486 and Joel Friedman, Superintendent in the amount of \$26,486 and in favor of the Ohio Department of Education.

FINDING NUMBER 2009-002

Noncompliance - Finding for Recovery

On December 3, 2008, State of Ohio warrant number 7002357 was issued to the Academy in the amount of \$42,907. This warrant represented a reimbursement from the Ohio Department of Education for the student lunch program at the Academy. On December 9, 2008 this warrant was cashed and the proceeds were deposited to an account which did not belong to the Academy.

On December 8, 2008 *Ashe Cultural Center, dba Greater Heights Academy Inc*, was opened. Dr. Jorethia L. Chuck and David Whitaker were the authorized signatories on this account. The State of Ohio warrant number 7002357 in the amount of \$42,907 was endorsed by Dr. Jorethia L. Chuck and deposited into this account

On December 22, 2008, \$42,700 was debited from the account; *Ashe Cultural Center, dba Greater Heights Academy Inc*. and credited to another account; *Professional Community School Sponsor dba Ashe Culture Center Inc*. David W Whitaker is the authorized signatory on this account; *Ashe Cultural Center, dba Greater Heights Academy Inc*,

On June 29, 2010 the account; *Ashe Cultural Center, dba Greater Heights Academy Inc*, was closed with the remaining funds of \$203.52 remitted via bank check to Dr. Jorethia L. Chuck. This check was endorsed by Dr. Jorethia L. Chuck.

In accordance with the foregoing facts, and pursuant to Ohio Revised Code Section 117.28, a Finding for Recovery for public monies collected but unaccounted is hereby issued against Dr. Jorethia L. Chuck, jointly and severally, in the amount of \$42,907 and in favor of the Ohio Department of Education.

FINDING NUMBER 2009-003

Noncompliance – Filing of Annual Financial Report

Ohio Revised Code Section 117.38 provides that each public office shall file a financial report for each fiscal year. The report shall be certified by the proper officer or Board and filed with the Auditor of State within one hundred fifty days of the end of the fiscal year if GAAP statements are filed. The Auditor of State may prescribe forms by rule or may issue guidelines, or both, for such reports. If the Auditor of State has not prescribed a rule regarding the form for the report, the public office shall submit its report on the form utilized by the public office. In part this report shall contain the following:

Amount of collections and receipts, and accounts due from each source and amount of expenditures for each purpose.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-003 (Continued)

Noncompliance – Filing of Annual Financial Report (Continued)

Ohio Administrative Code Section 117-2-03(B) further clarifies the filing requirements of Ohio Revised Code Section 117.38. This section requires that all community schools file annual financial reports which are prepared using generally accepted accounting principles. Generally accepted accounting principles (GAAP) require the following:

- Management's Discussion and Analysis;
- Balance sheet as prescribed by GAAP standards;
- Income and expense statement as prescribed by GAAP standards;
- Cash flow statement as prescribed by GAAP standards; and
- Notes to the financial statements as prescribed by GAAP standards.

The Academy did not file its financial statements for the year ended June 30, 2009.

FINDING NUMBER 2009-004

Noncompliance - Education Information Management System (Continued)

Ohio Revised Code Section 3314.17 requires community schools to follow the requirements of Ohio Revised Code Section 3301.0714. This section provides for the Ohio Department of Education (ODE) to establish guidelines for a statewide Education Management Information System (EMIS). In response to the legislative mandate, ODE adopted the rule for school districts requiring the development and implementation of a statewide EMIS. Each school district must periodically collect and report the required information to the ODE, as required by the EMIS manual. This required information consists of the following:

Section A prescribes:

- Standards identifying and defining the type of data in the system;
- Procedures for annually collecting and reporting the data;
- Procedures for annually compiling the data; and
- Procedures for annually reporting the data to the general public;

Section B prescribes:

- Guidelines outlining what information should be maintained in the system;

Section C prescribes:

- That education management information shall include cost accounting data for each district as a whole and by building;

Section D prescribes:

- Guidelines which require information about individual students, staff members, or both; and

Section E further prescribes

- Guidelines which describe any and all special reports which may be required.

The Academy failed to meet the reporting and record keeping requirements as outlined above. Therefore, we were unable to determine if the Academy properly filed EMIS reports.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-005

Noncompliance and Material Weakness – Condition of Accounting Records

Ohio Administrative Code Section 117-2-02 (A) states that all local public offices shall maintain an accounting system and accounting records sufficient to enable the public office to identify, assemble, analyze, classify, record and report its transactions, maintain accountability for the related assets (and liabilities, if generally accepted accounting principles apply), document compliance with finance-related legal and contractual requirements and prepare financial statements required by rule 117-2-03 of the Administrative Code.

Management is responsible for developing and maintaining complete and accurate financial records. Instead of complete and accurate financial records, we noted the following:

- 1099 Forms for independent contractors were not provided;
- Form 990 was not provided;
- A year-end cash reconciliation was not provided;
- Cancelled and voided checks were not maintained;
- During testing of non-payroll transactions, we noted the following:
 - One instance where the invoice amount did not agree to the amount of the check;
 - One instance where a detailed receipt was not provided;
 - Thirty instances where no invoices or supporting documentation was provided;
 - Thirty-one out of sixty checks tested included the fiscal officer's signature by someone other than the fiscal officer;
 - Eight checks included a rubber stamp signature;
 - Ten instances where the payment did not agree with the check register; and
 - One instance where the payment was made to cash;
- Non-sequential checks were issued out of the payroll account;
- Personnel files were missing for four out of twenty five employees tested;
- Contracts/timesheets were not provided for five out of twenty five employees tested;
- Termination records were not provided;
- Student records were not provided;
- Duplicate cash receipt book were not maintained for "over the counter" cash receipts;
- Deposit slips for cash deposits were not provided; and
- Detailed capital assets records were not provided;

Management failed to provide financial and support documentation; consequently, we were unable to analyze, review, inspect for completeness, verify the accuracy of, or determine the existence of the Academy's financial records.

FINDING NUMBER 2009-006

Noncompliance – Remittances of Employee Withholding

Ohio Revised Code Section 3307.291 states the treasurer of each employer, on receipt from the employer of the voucher for deductions from the compensation of teachers and for the contributions of the employer, shall transmit monthly or at such times as the state teachers retirement board designates the amounts specified in such voucher to the secretary of the board. The secretary, after making a record of all such receipts, shall pay them to the treasurer of state for use according to this chapter.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-006 (Continued)

Noncompliance – Remittances of Employee Withholding (Continued)

Further, Ohio Revised Code Section 3309.47 states that the contributions by the direction of the school employees retirement board shall be deducted by the employer from the compensation of each contributor on each payroll of such contributor for each payroll period and shall be an amount equal to the required per cent of such contributor's compensation. On a finding by the board that an employer has failed or refused to deduct contributions for any employee during any year and to transmit such amounts to the retirement system, the retirement board may make a determination of the amount of the delinquent contributions, including interest at a rate set by the retirement board, from the end of each year, and certify to the employer the amounts for collection.

During the audit, we noted that withholdings for retirement systems as well as federal, state, and local taxes were being withheld but not remitted by the Academy timely. As a result the IRS began garnishing funds out the Academy's account.

Failure to remit withholdings to the appropriate jurisdictions in a timely matter increases the likelihood that errors or irregularities may have occurred which would not be detected by management in a timely manner. We recommend the Academy remit withholdings in a timely and accurate manner.

FINDING NUMBER 2009-007

Noncompliance and Significant Deficiency – Record of Minutes/Holding Public Meetings

Ohio Rev. Code Section 121.22(C) provides that all meetings of any public body are to be open to the public at all times. A member of a public body must be present in person at a meeting open to the public to be considered present or to vote and for determining whether a quorum is present. The minutes of a regular or special meeting of any such public body shall be promptly recorded and open to public inspection. The minutes need only reflect the general subject matter of discussions in executive sessions.

Ohio Rev. Code Section 121.22(F) provides that every public body shall, by rule, establish a reasonable method whereby any person may determine the time and place of all regularly scheduled meetings and the time, place, and purpose of all special meetings. A public body shall not hold a special meeting unless it gives at least twenty-four hours advance notice to the news media that have requested notification, except in the event of any emergency requiring immediate official action. In the event of an emergency, the member or members calling the meeting shall notify the news media that have requested immediate notification.

It is the responsibility of the governing board to oversee the Academy's operation and make decisions to ensure the entity's goals and objectives are complete. The Board minutes represent the official record of the Academy's events and resolutions passed by the Board.

The Board should stay informed of financial matters throughout the fiscal year. We were not provided with Board minutes for the fiscal year.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-007 (Continued)

Noncompliance and Significant Deficiency – Record of Minutes/Holding Public Meetings (Continued)

The Academy did not have procedures in place to maintain compliance with this section of law. In as much as the Board Members speak through its minutes, all actions of the Academy should be documented in the minute records with as much detail as possible, and with proper and accurate reference to supporting documentation. Without proper authorization, illegal transactions or payments could occur without the knowledge of the Academy officials. Also, these records provide management with the needed future references for informed decision making, and should be available for the public inspection of legislative decisions of the Board Members.

FINDING NUMBER 2009-008

Noncompliance - Undocumented Enrollment for State Foundation Funding

Ohio Rev. Code, Section 3314.03(A)(11)(a) states that the contract between a sponsor and the governing authority must specify that the Academy will provide learning opportunities to a minimum of twenty five students for a minimum of nine hundred twenty hours per Academy year.

Enrollment numbers are submitted through the Education Management Information System (EMIS) to the Ohio Department of Education (ODE) and are used to determine the amount of State Foundation money each Academy receives. Ohio's State Funding Formula is a foundation program with an assumed local share of charge-off being subtracted from the basic program costs to determine the state formula aid. The basic program cost is the current year formula amount times the current year formula average daily membership plus the sum of four base funding supplements, called "building blocks." These building blocks are funding for intervention, professional development, data based decision making and professional development for data based decision making. The per pupil formula amount is set by the legislature.

For the audit period there were no:

- Student files to show how many students attended the Academy and the duration of attendance;
- Records documenting how many hours the Academy was in session or what type of instruction was offered;
- Attendance sheets;
- Documentation over enrollment/withdrawal dates of its students; and
- Official student rosters.

The assurance of 920 hours of instruction to each student could not be determined and support was not provided for the student attendance figures reported to Ohio Department of Education (ODE).

As a result, state foundation payments totaling \$1,947,557 in fiscal year 2009 were unsubstantiated.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-009

Noncompliance and Material Weakness - Developing and Implementing an Effective Monitoring System

Ohio Administrative Code Section 117-2-01(A) states that all public officials are responsible for the design and operation of a system of internal control that is adequate to provide reasonable assurance regarding the achievement of objectives for their respective public offices in certain categories. Subsection (C)(5) provides that internal control consists of the following component, among others: monitoring, which is a process that assesses the quality of internal control performance over time.

Additionally, OMB Circular A-133 § .300(b) states that the auditee shall “maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs.

Monitoring is comprised of regular management and supervisory activities established to oversee whether management’s objectives are being achieved. This process involves assessing the design and operation of controls on a timely basis and taking necessary corrective actions.

Monitoring should assist management in identifying unexpected results and/or possible misstatements.

Some effective monitoring practices include:

- Regular review of monthly financial statements;
- Review of revenues and expenses with independently accumulated information (budgets, past performances, peer group representatives, etc.);
- Review of large or unusual fluctuations;
- Identification of unusual fluctuations;
- Comparison of financial statement position with financial projections and other internally prepared projections of financial position and operating results;
- Comparison of predefined key performance indicators based on the financial statements;
- Review of items which have been outstanding for extended periods of time (outstanding check listing for payroll and non payroll transactions);
- Monitoring compliance with grant agreements;
- Ensuring that an adequate segregation of duties exists; and
- Review of monthly bank reconciliations by someone independent of their preparation.

The Academy failed to perform adequate monitoring over financial activities. The lack of effective monitoring could lead to the misallocation or misstatement of Academy funds, expenditure of funds contrary to the directives of the Board, and non-compliance with federal or state laws or regulations. This could result in a loss of funding from federal and state sources, and errors or irregularities occurring in financial transactions which affect the bank reconciliations could go undetected.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-010

Noncompliance - Community School Closing Procedures

Ohio Revised Code Section 3314.015(E) requires the Ohio Department of Education to adopt procedures for use by a community school governing authority and sponsor when the school permanently closes and ceases operation. The guidance covers requirements of law, including aspects of federal and state funding requirements; actions taken and not taken by sponsors in the past; as well as relevant information which may be needed at some future point, after a school closes.

Ohio Rev. Code Section 3314.03 (D) states the contract shall specify the duties of the sponsor which shall be in accordance with the written agreement entered into with the department of education under division (B) of section 3314.015 of the Revised Code and shall include the following: (6) Have in place a plan of action to be undertaken in the event the community school experiences financial difficulties or closes prior to the end of a school year. When the school closes the following actions should be taken:

- Notify ODE, STRS and SERS, and the sponsor that the school is closing.
- Arrange for dissemination of all school records to students' districts of residence, with a list of all records and their destination sent to the sponsor.
- Arrange to send all school's non-student, non-personnel records to the sponsor.
- Inform the school's staff of the decision to close the school.
- Review the history of the school, provide the reasons for closing, and share the school's commitment to the staff (facilitate employment, ensure STRS and SERS contributions, clarify medical benefits, Ensure that each faculty's LPDC information is current and available to the teachers, etc.).
- Notification to the resident districts and other stakeholders of the decision to close the school.
- Inform the students and parents of the decision to close the school.
- Inform the public.
- Schedule a final Full Time Equivalency (FTE) review.
- Notify the Information Technology Center and arrange for a method by which all outstanding EMIS data will be reported.
- Notify the traditional public school district in which the community school is located and traditional public school districts providing transportation to the community school.
- Account for all school property throughout the closing (utilize fixed assets list and inventory to account for all items).
- Review the financial records of the school.
- Establish date, after school has closed to make disposition of the school's property; (notify all other community schools and traditional public schools of the date of the sale).
- Make disposition of school fixed assets purchased with federal funds according to the EDGAR liquidation procedures in 34 CFR 80.32 including disposition for items valued at \$5,000 or greater.
- Verify that the Auditor of State has been contacted and a financial audit date established.
- Prepare financial statements for audit.
- Submit financial statements to the Auditor of State including the results of the property sales.
- Utilize proceeds and foundation dollars and any other income to pay in the following order.
STRS and SERS retirement and other adjustments, teachers and staff, employment taxes and federal taxes, audit preparation, private creditors, state treasury general revenue fund and grant status with Final Expenditure Reports (FERs) and obligations.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-010 (Continued)

Noncompliance - Community School Closing Procedures (Continued)

- Arrange for an accounting firm or the Auditor of State to verify the following financial information:
 - complete cash analysis;
 - compile bank statements for the year and give to the sponsor;
 - document outstanding accounts payable and clear with bank;
 - collect and void all unused checks;
 - document and provide any petty cash to sponsor;
 - close bank accounts once all transactions are cleared; and
 - verify all payroll reports including taxes and retirements.

No evidence was provided that any of the closeout procedures were performed as required.

This matter will be referred to the Ohio Department of Education.

FINDING NUMBER 2009-011

Finding for Recovery – Noncompliance – Interest in Public Contracts

Ohio Revised Code Section 2921.42(A)(1) prohibits a public official from authorizing or using the authority or influence of the public official's office to secure a public contract in which the public official, a member of the public official's family, or any of the public official's business associate has an interest.

Additionally, Ohio Revised Code Section 2921.42(A)(4) states that no public official shall knowingly have an interest in the profits or benefits of a public contract entered into by or for the use of the political subdivision or governmental agency or instrumentality with which the public official is connected.

Ohio Rev. Code Section 2921.42(H) states public contracts are void *ab initio* and unenforceable, where a public official, a member of the public official's family, or any of the public official's associates has an interest in that contract. Such contracts are only permissible, per Ohio Rev. Code Section 2921.42(C), where all four of the following elements are met:

- (1) The subject of the public contract is necessary supplies or services for the political subdivision or governmental agency or instrumentality involved;
- (2) The supplies or services are unobtainable elsewhere for the same or lower cost, or are being furnished to the political subdivision or governmental agency or instrumentality as part of a continuing course of dealing established prior to the public official's becoming associated with the political subdivision or governmental agency or instrumentality involved;
- (3) The treatment accorded the political subdivision or governmental agency or instrumentality is either preferential to or the same as that accorded other customers or clients in similar transactions;
- (4) The entire transaction is conducted at arm's length, with full knowledge by the political subdivision or governmental agency or instrumentality involved, of the interest of the public official, member of the public official's family, or business associate, and the public official takes no part in the deliberations or decision of the political subdivision or governmental agency or instrumentality with respect to the public contract.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2009**

FINDING NUMBER 2009-011 (Continued)

Finding for Recovery – Noncompliance – Interest in Public Contracts (Continued)

During the audit period, a relationship existed between Academy Board Member; Gilbert Singerman and vendor Northbound Inc.

The Academy issued checks to Northbound Inc. for construction work on the Prospect Avenue property that were endorsed by Gilbert Singerman. These checks totaled \$22,113. Further, Mr. Singerman wrote a letter to Greater Heights Academy on Northbound, Inc. letterhead demanding payment for services rendered. There is no evidence of complying with Ohio Rev. Code Section 2921.42(C).

In accordance with the forgoing facts, and pursuant to Section 117.28 of the Ohio Revised Code, a finding for recovery for public monies illegally expended is hereby issued against Gilbert Singerman, in the amount of \$22,113 and in favor of the Ohio Department of Education.

FINDING NUMBER 2009-012

Material Weakness – Lack of Management Representation

AICPA Codification of Auditing Standards (AU) section 333 states that the auditor should obtain written representations from current management on all periods covered in the audit report. An auditor should obtain representations from those members of management with overall responsibility for financial and operating matters whom the auditor believes are responsible for and knowledgeable about, directly or through others in the organization, the matters covered by the representations.

AU section 333 further states that management's refusal to furnish written representations constitutes a limitation on the scope of the audit sufficient to preclude an unqualified opinion and is ordinarily sufficient to cause an auditor to disclaim an opinion or withdraw from the engagement.

Management was not willing to provide written representation. The Academy suddenly ceased operation on November 17, 2008.

Therefore based on management's refusal to provide written representations in connection with the audit of the financial statements we disclaimed an opinion on the financial statements.

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2009**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2008-001	Finding for Recovery – Noncompliance – Duplicate Payments and No Public Purpose Payment	No	No action has been taken by individual(s) with findings issued against them.
2008-002	Finding for Recovery – Noncompliance – Cash Withdrawals and Memos	No	No action has been taken by individual(s) with findings issued against them.
2008-003	Finding for Recovery – Noncompliance – Duplicate Payments and No Public Purpose Payment	No	No action has been taken by individual(s) with findings issued against them.
2008-004	Noncompliance and Material Weakness – Condition of Accounting Records	No	Repeated as 2009-005
2008-005	Finding for Recovery - Noncompliance – Interest in Public Contracts	No	No action has been taken by individual(s) with findings issued against them.
2008-006	Noncompliance – Significant Deficiency - Record of Minutes/Holding Public Meetings	No	Repeated as 2009-007
2008-007	Noncompliance – Filing of Annual Financial Report	No	Repeated as 2009-003
2008-008	Noncompliance - Establishment of Records Retention Policy, Public Records Policies and Posters	No	Finding No Longer Valid
2008-009	Noncompliance - Annual Report of Activities	No	Finding No Longer Valid
2008-010	Noncompliance - Education Information Management System	No	Repeated as 2009-004
2008-011	Noncompliance - Undocumented Enrollment for State Foundation Funding	No	Repeated as 2009-008
2008-012	Noncompliance – Five Year Forecast	No	Finding No Longer Valid
2008-013	Noncompliance – Lease-Purchase Agreement	No	Finding No Longer Valid

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2009
(Continued)**

2008-014	Noncompliance – Remittances of Employee Withholdings	No	Repeated as 2009-006
2008-015	Material Noncompliance and Material Weakness – Developing and Implementing an Effective Monitoring System	No	Repeated as 2009-009
2008-016	Material Weakness – Lack of Management Representation	No	Repeated as 2009-012
2008-017	Noncompliance/Questioned Costs/Material Weakness – Nutrition Allowable Expenditures - Nutrition Cluster	No	Finding No Longer Valid
2008-018	Noncompliance/Material Weakness – Reporting Claims for Reimbursements - Nutrition Cluster	No	Finding No Longer Valid
2008-019	Noncompliance/Material Weakness – Eligibility and Verification of Free and Reduced Price Applications - Nutrition Cluster	No	Finding No Longer Valid
2008-020	Noncompliance/Questioned Costs/Material Weakness – Activities Allowed and Unallowed - CFDA #84.027 - Special Education IDEA-Part B	No	Finding No Longer Valid
2008-021	Noncompliance//Material Weakness – Special Reporting Disability Child Count Data - CFDA #84.027 - Special Education IDEA-Part B	No	Finding No Longer Valid
2008-022	Noncompliance//Material Weakness – Individualized Education Program (IEP) – Nutrition Cluster and CFDA #84.027 - Special Education IDEA-Part B	No	Finding No Longer Valid
2008-023	Material Weakness – Lack of Management Representation - CFDA #84.027 - Nutrition Cluster and CFDA #84.027 - Special Education IDEA-Part B	No	Finding No Longer Valid

**GREATER HEIGHTS ACADEMY
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2009
(Continued)**

2008-024	Material Noncompliance and Material Weakness – Developing and Implementing an Effective Monitoring System - Nutrition Cluster and CFDA #84.027 - Special Education IDEA-Part B	No	Finding No Longer Valid
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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Ashe Culture Center
Attn: Jorethia Chuck, Representative
2125 Superior Avenue
Cleveland, Ohio 44114

Ohio Department of Education, Sponsor
Attn: Stacey Callahan, Education Consultant
25 South Front Street, Mail Stop 307
Columbus, Ohio 43215

To Greater Heights Academy and Sponsors:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Greater Heights Academy (the School) has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently; we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

We noted the Board has not adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666(B).

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and School's sponsor, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping initial "D" and a long, sweeping tail on the "y".

Dave Yost
Auditor of State
Columbus, Ohio

January 31, 2014



Dave Yost • Auditor of State

GREATER HEIGHTS ACADEMY

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 25, 2014**