



**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**SINGLE AUDIT**

**FOR THE YEAR ENDED JUNE 30, 2012**



**Dave Yost • Auditor of State**



**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

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# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Technological College Preparatory World Academy  
Hamilton County  
6000 Ridge Avenue  
Cincinnati, Ohio 45213

To the Board of Directors:

We have audited the accompanying basic financial statements of the Technological College Preparatory World Academy, Hamilton County, Ohio (the School), as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the School's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with 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*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Technological College Preparatory World Academy, Hamilton County, Ohio, as of June 30, 2012, and the changes in financial position and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 21, 2013, on our consideration of the School'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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

As discussed in Note 17 to the financial statements, the School has suffered recurring losses from operations and has a net asset deficiency. Management has disclosed their plans regarding this matter. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the School's basic financial statements taken as a whole. The federal awards receipts expenditure schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The federal awards receipts and expenditure schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. This statement was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



**Dave Yost**  
Auditor of State

March 21, 2013

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2012  
UNAUDITED**

This discussion and analysis of the Technological College Preparatory World Academy's (the School's) financial performance provides an overall review of the School's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the School's financial performance as a whole; readers should also review the basic financial statements and notes to the basic financial statements to enhance their understanding of the School's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Government issued June, 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

**Financial Highlights**

- In total, the School's net assets decreased by \$69,735 or 109.98 percent, in fiscal year 2012. Current assets decreased by \$39,917 or 38.18 percent, due primarily to a decrease in Intergovernmental and other Receivables.
- Total revenues increased by \$40,441 or 1.05 percent, in fiscal year 2012. Total expenses increased by \$78,240 or 2.01 percent. Total revenues increased due primarily to an overall increase in state foundation revenue and poverty based assistance due to increased enrollment. Total expenses increased due primarily to increases in staffing levels and increase in medical and retirement benefits.

**Using this Financial Report**

This report consists of three parts, the MD&A, the basic financial statements, and notes to those statements. The basic financial statements include a statement of net assets, a statement of revenues, expenses and changes in net assets, and a statement of cash flows.

The statement of net assets and the statement of revenues, expenses and changes in net assets answer the question, "How did we do financially during 2012 and 2011?" The statement of net assets and the statement of revenues, expenses and changes in net assets report information about the School as a whole and about its activities in a manner that helps to answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by private-sector corporations. This basis of accounting considers all of the current year's revenues and expenses regardless of when cash is received or paid.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2012  
UNAUDITED  
(Continued)

These two statements report the School's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School as a whole, the financial position of the School has improved or diminished. The cause of this may be the result of many factors, some financial, some not. Non-financial factors include the current laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

**Financial Analysis**

The School is not required to present government-wide financial statements as the School is engaged in only business-type activities. Therefore, no condensed financial information derived from government wide financial statements is included in the discussion and analysis.

The following tables represent the School's condensed financial information derived from the statement of net assets and the statement of revenues, expenses, and changes in net assets.

Table 1 provides a summary of the School's net assets for fiscal year 2012 and 2011:

<b>(Table 1)</b>			
Net Assets			
	2012	2011	Variance
<b>Assets</b>			
Current Assets	\$64,640	\$104,557	(\$39,917)
Capital Assets, Net	75,703	105,521	(29,818)
Total Assets	\$140,343	\$210,078	(\$69,735)
<b>Liabilities</b>			
Current Liabilities	273,483	273,483	0
Noncurrent Liabilities	0	0	0
Total Liabilities	\$273,483	\$273,483	0
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	75,703	105,521	(29,818)
Unrestricted	(208,843)	(168,926)	(39,917)
Total Net Assets	(\$133,140)	(\$63,405)	(\$69,735)

In total, the School's net assets decreased by \$69,735 or 109.98 percent in fiscal year 2012. This decreased was due primarily to a decreased in intergovernmental receivables and increased in accumulated depreciation.



**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2012  
UNAUDITED  
(Continued)

Table 2 shows the changes in net assets for fiscal years 2012 and 2011, as well as a listing of revenues and expenses.

**(Table 2)  
Change in Net Assets**

	2012	2011	Variance
<b>Operating Revenues:</b>			
Foundation Payments	\$2,542,364	\$2,606,068	\$(63,704)
Poverty Based Assistance	598,588	181,642	416,946
Charges for Services	11,235	15,328	(4,093)
Other Operating Revenues	20,261	7,914	12,347
<b>Non-Operating Revenues:</b>			
Other Federal and State Grants	731,886	1,052,906	(321,020)
Interest Income	94	129	(35)
<b>Total Revenues</b>	<b>\$ 3,904,428</b>	<b>\$ 3,863,987</b>	<b>\$ 40,441</b>
 <b>Operating Expenses:</b>			
Salaries	2,572,423	2,353,435	218,988
Fringe Benefits	514,782	769,080	(254,298)
Purchased Services	489,116	465,766	23,350
Materials and Supplies	185,216	192,786	(7,570)
Depreciation	29,818	26,626	3,192
Other Operating Expenses	182,808	88,230	94,578
<b>Non-Operating Expenses:</b>			
Tax Penalty and Expense	0	0	0
<b>Total Expenses</b>	<b>\$ 3,974,163</b>	<b>\$ 3,895,923</b>	<b>\$ 78,240</b>
 <b>Change in Net Assets</b>	 <b>(\$69,735)</b>	 <b>(\$31,936)</b>	 <b>(\$37,799)</b>

Fiscal year 2012 and 2011 financial information is provided in the discussion and analysis for comparison purposes. Additionally, the School operates as a one business-type enterprise fund; therefore analysis of balances and transactions of individual funds are not included in the discussion and analysis.

State foundation payments and poverty based assistance increased overall by \$40,441 or 1.05 percent, in fiscal year 2012. This increase is due primarily to increased enrollment.

The expenses related to salaries and fringe benefits decreased overall by \$35,310 or 1.13 percent in 2012. This was due primarily to classification/recording of retirement benefits and medical benefits.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2012  
UNAUDITED  
(Continued)

**Capital Assets**

Table 3 provides a summary of the School's capital assets, net of accumulated depreciation, for fiscal years 2012 and 2011.

(Table 3)  
Capital Assets at June 30, 2012  
(Net of Accumulated Depreciation)

	2012	2011	Variance
Capital Assets, Net	\$75,703	\$105,521	(\$29,818)

The School had \$75,703 invested in capital assets, net of accumulated depreciation , at the end of fiscal year 2012. The decrease was due to current year depreciation.

**Current Financial Issues**

The School was formed in 2000. The School receives its finances mostly from state aid. During fiscal years 2012, 2011 and 2010, there were approximately 446, 413 and 390 students respectively, enrolled in the School. The School receives state foundation payments based on enrollment.

**Contacting the School's Financial Management**

This financial report is designed to provide our citizen's with a general overview of the School's finances and to show the School's accountability for the money it receives. If you have questions about this report or need additional information contact Karen Y. French, Superintendent at Technological College Preparatory (TCP) World Academy, 6000 Ridge Avenue; Cincinnati, Ohio 45213 or at (513) 531-9500.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY  
STATEMENT OF NET ASSETS  
AS OF JUNE 30, 2012**

**FYE 2012**

ASSETS

Current Assets:

Equity in Pooled Cash and Cash Equivalent	\$36,100
Intergovernmental and other Receivables	28,540
Total Current Assets	64,640
Non-Current Assets (Net of Depreciation)	<u>75,703</u>
TOTAL ASSETS	<u>\$140,343</u>

LIABILITIES

Current Liabilities:

Accounts Payable	22,962
Accrued Wages and Benefits	198,755

Intergovernmental Payable

51,766

\$273,483

Total Current Liabilities

Noncurrent Liabilities

0  
273,483

Total Liabilities

Net Assets

Invested in Capital Assets, Net of Related Debt: 75,703

Unrestricted

(\$208,843)

Total Net Assets

(\$133,140)

See accompanying notes to the basic financial statements.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

**FYE 2012**

**Operating Revenues**

Foundation Payment	\$ 2,542,364
Poverty Based Assistance	598,588
Charges for Services	11,235
Other Operating Revenues	<u>20,261</u>
 Total Operating Revenues	 \$3,172,448

**Operating Expenses**

Salaries	2,572,423
Fringe Benefits	514,782
Purchased Services	489,116
Materials and Supplies	185,216
Depreciation	29,818
Other Operating Expenses	<u>182,808</u>
 Total Operating Expenses	 \$ 3,974,163
 Operating Loss	 <u>(801,715)</u>

**Non-Operating Revenues and (Expenses)**

Other Federal and State Grants	731,886
Interest Income	<u>94</u>
Total Non-Operating Revenues and Expenses	<u>\$731,980</u>
 Change in Assets	 <u>(\$69,735)</u>
 Net Assets Beginning of Year	 <u>(\$63,405)</u>
Net Assets End of Year	<u><u>(\$133,140)</u></u>

See accompanying notes to the basic financial statements.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**FYE 2012**

Cash Flows from Operating Activities:

Cash Received for Foundation Payment from State of Ohio	\$2,542,364
Cash Received for Poverty Based Assistance from State of Ohio	598,588
Cash Received for Charges for Services	11,235
Cash Received for Other Operating Revenues	20,261
Cash Payments to Employees for Salaries and Related Benefits	(3,081,017)
Cash Payments to Suppliers for Goods and Services	(687,567)
Cash Payments to Suppliers for Other Operating Expenses	(182,723)
 Net Cash Used for Operating Activities	 ( <u>\$778,859</u> )

Cash Flows from Non-capital Financing Activities:

Cash Received From Federal and State Subsidies	783,163
 Net Cash Provided by Non-capital Financing Activities	 783,163

Cash Flows from Investing Activities:

Cash Received from Interest	94
 Net Cash Flows from Investing Activities	 94
 Net Increase in Cash and Cash Equivalents	 4,398
Cash and Cash Equivalents at Beginning of Year	<u>31,702</u>
Cash and Cash Equivalents at End of Year	<u>\$36,100</u>

Reconciliation of Operating Loss to Net Cash Used for Operating Activities:

Operating Loss	(\$801,715)
 Adjustments to Reconcile Operating Loss to Net cash Provided by Operating Activities:	
Depreciation Expenses	29,818
Changes in Assets and Liabilities:	
Accounts Payable	5,150
Accrued Wages and Benefits	(7,037)
Intergovernmental Payable	1,887
Other Receivables	<u>(6,962)</u>
<b>Total Adjustments</b>	<u>22,856</u>
 Net Cash Used for Operating Activities	 ( <u>\$778,859</u> )

See accompanying notes to the basic financial statements.

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**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012**

**NOTE 1 - DESCRIPTION OF THE SCHOOL AND REPORTING ENTITY**

Quality Team Corporation operating as Technological College Preparatory (TCP) World Academy, Hamilton County, Ohio (the School), is a non-profit organization established pursuant to the Ohio Revised Code Chapters 3314 and 1702 to address the needs of students in grades K to sixth grade. The school, which is part of the State's education program is independent of any school district and is non-sectarian in its program, admission policies, employment practices, and all other operations. The School may sue and be sued, acquire facilities as needed, and contract for any services necessary for the operation of the School. Quality Team Corporation qualifies as an exempt organization under Section 501c (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 School's tax-exempt status.

The School was approved for operation under contract with the Educational Resource Consultants of Ohio, Inc. (the Sponsor) for a period commencing August 17, 2005 and renewed through June 30, 2012. 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 School operates under the direction of a five-member Board of Directors. The Board of Directors is responsible for carrying out the provisions of the contract which include, but are not limited to, state-mandated provisions regarding student population, curriculum, academic goals, performance standards, admission standards, and qualifications of teachers. The Board of Directors controls the School's one instructional/support facility staffed by 16 non-certified and 23 certified full-time teaching personnel who provides services to approximately 446 students.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the School have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental non-profit organizations. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, provided they do not conflict with or contradict GASB pronouncements. The more significant of the School's accounting policies are described below.

**A. Basis of Presentation**

The School's basic financial statements consist of net assets, a statement of revenues, expenses and changes in net assets, and a statement of cash flows. The School uses enterprise accounting to monitor its financial activities. Enterprise fund reporting focuses on the determination of operating income, change in net assets, financial position and cash flows.

**B. Measurement Focus**

Enterprise accounting uses a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities are included on the statement of net assets. The statement of revenues, expenses and changes in net assets presents increases (Le. revenues) and decreases (Le. expenses) in net total assets. The statement of cash flow provides information about how the School finances and meets the cash flow needs of its enterprise activities.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The School's financial statements are prepared using the accrual basis of accounting.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal values, is recorded on the accrual basis when the exchange takes place.

Non-exchange transactions, in which the School receives value without directly giving equal value in return, include grants, entitlements and donations. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School must provide local resources to be used for a specified purpose and expenditure requirements, in which the resources are provided to the School on a requirement basis.

Expenses are recognized at the time they are incurred.

**D. 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 in the contract between the School and its sponsors. The contract between the School and its Sponsors requires the School to follow Ohio Revised Code 5705.391 and prepared a five year projection. However, no budgetary information is presented in the financial statements.

**E. Cash Deposits**

All monies received by the School are accounted for by the School's Treasurer. For cash management, all cash received by the Treasurer is deposited within two separate bank accounts as demand deposits. Total cash for the School is presented as "equity in pooled cash and cash equivalents" on the accompanying statement of net assets.

The School had no investments during the fiscal year.

**F. Capital Assets and Depreciation**

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair values as of the date received. The School maintains a capitalization threshold of five thousand dollars. The School does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the assets or materially extend an assets life are not capitalized.



**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

F. Capital Assets and Depreciation (Continued)

Depreciation of furniture, fixtures and equipment is computed using the straight-line method over estimated useful lives of 3 - 10 years. Leasehold improvements to capital assets are depreciated over the remaining useful lives of the related capital assets up to the end of the lease. Improvements are depreciated over the remaining useful lives of the related capital assets.

G. Net Assets

Net assets represent the difference between assets and liabilities. Assets, net of related debt, consist of capital assets, net of accumulated depreciation, reduced by outstanding balances of any borrowings used for acquisition, construction, or improvement of those assets. The School has no capital related debt.

H. Operating Revenues and Expenses

Operating revenues are those revenues generated directly from the primary activities. For the School, these revenues are primarily foundation payments from the State of Ohio. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the School. Revenues and expenses not meeting this definition are reported as non-operating.

I. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

J. Economic Dependency

The School receives approximately 98% of its operating revenue from the Ohio Department of Education. Due to the significance of this revenue source, the School is considered to be economically dependent on the State of Ohio Department of Education.

**NOTE 3 - DEPOSITS**

Custodial credit risk is the risk that in the event of bank failure, the School's deposits may not be returned to it. Protection of School cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 per cent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At fiscal year-end 2012, the carrying amount of the School's deposits was \$36,100 and the bank balance was \$49,636. Of the bank balance, \$49,636 was covered by the federal depository insurance.

The School did not have any investments as of June 30, 2012 or during the fiscal year.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 4 - RECEIVABLES**

Receivables at June 30, 2012 consisted of intergovernmental receivable for grants in the amount of \$21,578 and miscellaneous of \$ 6,962. All intergovernmental receivables are considered collectible in full and within one year.

**NOTE 5 - CAPITAL ASSETS**

A summary of the School's capital assets at June 30, 2012 follows:

	Balance			Balance
	6/30/2011	Addition	Deletion	6/30/2012
Capital Assets Being Depreciated				
Leasehold Improvements	\$67,932	0	0	\$67,932
Furniture, Fixtures and Equipment	<u>121,302</u>	<u>0</u>	<u>0</u>	<u>121,302</u>
Total Capital Assets	189,234	0	0	189,234
Less: Accumulated Depreciation				
Leasehold Improvements	-12,126	- 5,345	0	-17,471
Furniture, Fixtures and Equipment	<u>-71,587</u>	<u>-24,473</u>	<u>0</u>	<u>-96,060</u>
Total Accumulated Depreciation	-83,713	-29,818	0	-113,531
Capital Net Assets	<u>\$105,521</u>	<u>-29,818</u>	<u>0</u>	<u>\$75,703</u>

**NOTE 6 - RISK MANAGEMENT**

A. Property and Liability

The School 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. During the fiscal year 2012, the School contracted with the Hartford Insurance Company for general liability and property insurance and Hartford Insurance Company for educational errors and omissions insurance.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 6 - RISK MANAGEMENT (Continued)**

Coverage is as follows:

Fire Damage (Any one fire)	\$300,000
Medical Expenses (Any one person)	10,000
Personal and Adv Injury	1,000,000
General Aggregate	2,000,000
Products – Comp/Op Aggregate	2,000,000
Boiler and Machinery	2,000,000
Business Personal Property (\$1,000 deductible)	356,700
Computers and Media Coverage (\$250 deductible)	100,000
Money and Securities – Inside Premises	10,000
Money and Security – Outside Premises	5,000

There were no claims against this commercial coverage in any of the past five (5) years. There has been no significant change in the insurance coverage from the prior year.

**B. Workers' Compensation**

The School pays the State Workers' Compensation System a premium for employee injury coverage. This premium is calculated by multiplying the monthly total gross payroll by a factor that is determined by the State.

**NOTE 7 - JOINTLY GOVERNED ORGANIZATION**

The School is a participant in the Southwest Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public schools and community schools within the boundaries of Butler, Preble, and Warren Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to the administrative and instructional functions among member school districts. The governing board of SWOCA consists of the superintendent (or the superintendent's designee) from each member district. The School paid SWOCA \$14,316 for services provided during fiscal year 2012. Financial information can be obtained from the fiscal agent, Butler County JVS, 3606 Hamilton-Middletown Road, Hamilton, Ohio 45011.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 8 - DEFINED BENEFIT PENSION PLANS**

**A. School Employee Retirement System**

Plan Description - The School contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215.

Funding policy - Plan members are required to contribute 10% of their annual salary and the School is required to contribute at an actuarially determined rate. The current School rate is 14 per cent of annual covered payroll. A portion of the School's contribution is used to fund pension obligations with the remainder being used to fund health benefits. The contribution requirements of plan members and employers are established and may be amended by the SERS Retirement Board up to a statutory maximum amount of 10 per cent for plan members and 14 per cent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for members and employer contributions.

**B. State Teachers Requirement System**

Plan Description - The School participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost sharing, multiple employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing STRS Ohio, 275 E. Broad St., Columbus, Ohio 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio web site @[www.strsoh.org](http://www.strsoh.org).

New members have a choice of three retirement plans: a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more credit years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 8 - DEFINED BENEFIT PENSION PLANS (Continued)**

Funding Policy - For Fiscal year ending June 30, 2012, plan members were required to contribute 10 per cent of their annual covered salaries. The School was required to contribute 14 per cent. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 per cent for members and 14 per cent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

**NOTE 9 - POSTEMPLOYMENT BENEFITS**

**A. School Employee Retirement System**

Plan Description - The School participates in two cost-sharing multiple employer defined benefit OPES plans administered by the School Employees Retirement System for non-certified retirees and their beneficiaries: a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligation to contribute are established by the System based on authority by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 432115-3746.

Funding Policy - State statute permits SERS to fund health care benefits through employer contributions. Each year, after the allocation for statutory required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established in accordance with Internal Revenue Code Section 401 h.

Active employee members do not contribute to the Health Care Fund. Retirees and their beneficiaries are required to pay a health care premium that varies on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund.

**B. State Teachers Retirement System**

Plan Description - The School contributes to the cost of sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement system of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contribution.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 10 - OTHER EMPLOYEE BENEFITS**

A. Leave Benefits

The criteria for determining vacation and sick leave components are derived from policies and procedures approved by the Board of Directors.

Vacation Leave: Calendar year employees who are regularly scheduled to work 25 or more hours per week are eligible for vacation leave. Teachers or employees following the academic year calendar are not eligible for vacation leave. Unused accrued vacation leave days may not be carried forward into the next year.

Sick Leave: Certified teachers earn one sick day each month resulting in nine sick days annually. Classified teacher assistants earn six sick days annually. Sick days with pay may not be used before they are earned. Sick days must be used during the fiscal year. Sick days do not carry over to the next year. Full time other classified staff members earn six days and three personal leave days per year.

B. Insurance Benefits

The School provides dental and medical/surgical benefits to most employees through Anthem.

**NOTE 11 - CONTINGENCIES**

A. Grants

The School received financial assistance from the Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the School. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School as June 30, 2012.

B. Full Time Equivalency

The Ohio Department of Education conducts reviews of enrollment data and full-time equivalency (FTE) calculations made by the School. These reviews are conducted to ensure the School is reporting accurate student enrollment data to the State, upon which state foundation funding is calculated. The conclusions of this review could result in state funding being adjusted.

**NOTE 12 - TAX EXEMPT STATUS**

The School is a non-profit corporation established pursuant to Ohio Revised Code Chapters 3314 and 1702. Management is not aware of any course of action or series of events that have occurred that might adversely affect the School's non-profit status. The School was approved on June 19, 2002 for tax-exempt status under 501c3 of the Internal Revenue Code.

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012  
(Continued)**

**NOTE 13 - INTERGOVERNMENTAL PAYABLES**

A. SERS/STRS Intergovernmental Payables

At June 30, 2012, the School had payables, in the amount of \$32,775. The payables are for payment of employees' retirement contributions and taxes for the month of June, 2012, which are due in and paid in July, 2012 and the accrued liabilities for fiscal year 2012.

**NOTE 14 - OPERATING LEASE OF BUILDING**

The Superintendent of the School owns the building at 6000 Ridge Avenue, in which the School is currently operating. On June 30, 2010, the school renewed the lease for the period of July 1, 2010 to June 30, 2012, with monthly payments of \$7,334 (\$88,000 annually), and from July 1, 2012 to June 30, 2015 at an annual rate of \$90,000.

The School also leases the building at 6008 Ridge Avenue from the Superintendent for monthly lease payments of \$1,667 (\$20,000 annually) for the period beginning July 1, 2009 through June 30, 2013.

The school also leases 2 office/multi-use suites within the 2nd floor of 6018 Ridge Avenue from the Superintendent for monthly lease payments of \$1,100 (\$13,200 annually) for the period beginning May 1, 2011 through April 30, 2016.

Insurance of the buildings' contents is the responsibility of the School.

**NOTE 15 – LOANS FROM EMPLOYEES**

There were no outstanding loans as of fiscal year 2012.

**NOTE 16 - RELATED PARTY TRANSACTIONS**

As described in note 14, the School leases three buildings from the Superintendent for \$10,099.99 per month.

**NOTE 17 – DEFICIENCY IN NET ASSETS AND MANAGEMENT PLAN**

As of June 30, 2012, the school had a net asset deficiency of \$133,140, meaning that liabilities were in excess of assets by this amount. However, if depreciation charges for fiscal year 2012 are excluded, net assets would be negative in the amount of \$103,322.

Management's plan for reducing and ultimately eliminating the School's deficit are to increase enrollment and consider expanding to provide eighth grade classes.

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**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program Title	Fund Number	Federal CFDA Number	Receipts	Disbursements
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
<i>Passed Through Ohio Department of Education</i>				
Child Nutrition Cluster:				
Cash Assistance:				
School Breakfast Program	3L70	10.553	55,296	55,296
National School Lunch Program	3L60	10.555	<u>189,303</u>	<u>189,303</u>
Total Child Nutrition Cluster			244,599	244,599
Fresh Fruit and Vegetable Program	3L60	10.582	<u>10,022</u>	<u>10,022</u>
Total U.S. Department of Agriculture			254,621	254,621
<b>U.S. DEPARTMENT OF EDUCATION</b>				
<i>Passed Through Ohio Department of Education</i>				
Title I, Part A Cluster:				
Title I Grants to Local Educational Agencies	3M00	84.010	<u>340,374</u>	<u>318,070</u>
Total Title I, Part A Cluster			340,374	318,070
Special Education Cluster:				
Special Education Grants to States (IDEA Part B)	3M20	84.027	<u>78,772</u>	<u>72,881</u>
Total Special Education Cluster			78,772	72,881
Educational Technology State Grants (Title II-D)	3S20	84.318	2,303	2,303
Improving Teacher Quality State Grants (Title II-A)	3Y60	84.367	32,440	30,961
Education Jobs Fund	3ET0	84.410	<u>66,945</u>	<u>62,441</u>
Total U.S. Department of Education			<u>520,834</u>	<u>486,656</u>
<b>Total</b>			<u><u>\$775,455</u></u>	<u><u>\$741,277</u></u>

*The accompanying notes are an integral part of this schedule.*

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the School's federal award programs' receipts and expenditures. The schedule has been prepared on the cash basis of accounting.

**NOTE B - CHILD NUTRITION CLUSTER**

The School commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the School assumes it expends federal monies first.

**NOTE C - MATCHING REQUIREMENTS**

Certain Federal programs require the School to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The School has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.



# Dave Yost • Auditor of State

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

Technological College Preparatory World Academy  
Hamilton County  
6000 Ridge Avenue  
Cincinnati, Ohio 45213

To the Board of Directors:

We have audited the basic financial statements of the Technological College Preparatory World Academy, Hamilton County, Ohio (the School), as of and for the year ended June 30, 2012, and have issued our report thereon dated March 21, 2013, wherein we noted that the School is experiencing financial difficulties. We conducted our audit in accordance with 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*.

### **Internal Control Over Financial Reporting**

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

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 combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the School's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of reasonably assuring whether the School'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 audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain matters not requiring inclusion in this report that we reported to the School's management in a separate letter dated March 21, 2013.

We intend this report solely for the information and use of management, the Board of Directors, the School's sponsor, and federal awarding agencies and pass-through entities, and others within the School. We intend it for no one 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".

**Dave Yost**  
Auditor of State

March 21, 2013



# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Technological College Preparatory World Academy  
Hamilton County  
6000 Ridge Avenue  
Cincinnati, Ohio 45213

To the Board of Directors:

### Compliance

We have audited the compliance of the Technological College Preparatory World Academy, Hamilton County, Ohio (the School), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the Technological College Preparatory World Academy's major federal programs for the year ended June 30, 2012. The *summary of auditor's results* section of the accompanying schedule of findings identifies the School's major federal programs. The School's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the School's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the School's compliance with these requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the School's compliance with these requirements.

In our opinion, the Technological College Preparatory World Academy, Hamilton County, Ohio complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed an instance of noncompliance with these requirements that, while not affecting our opinion on compliance, OMB Circular A-133 requires us to report. The accompanying schedule of findings lists this instances as Finding 2012-01.

### Internal Control Over Compliance

The School's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School's internal control over compliance with requirements that could directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the School's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The School's response to the finding we identified is described in the accompanying schedule of findings. We did not audit the School's response and, accordingly, we express no opinion on it.

We intend this report solely for the information and use of management, the Board of Directors, the School's sponsor, others within the entity, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



**Dave Yost**  
Auditor of State

March 21, 2013

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2012**

**1. SUMMARY OF AUDITOR'S RESULTS**

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	Yes
<i>(d)(1)(vii)</i>	Major Programs (list):	Unqualified – Title I Unqualified – Title VIB
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

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

None

**3. FINDINGS FOR FEDERAL AWARDS**

**FINDING NUMBER 2011-01**

**Material Non-Compliance – Timely Filing of A-133 Reporting Package**

Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, Section .200(b) provides that a non-federal entity that expends \$500,000 or more in a year in federal awards shall have a single audit conducted as discussed in the Circular. Section .105 defines such entities as “auditees”. Section .300(a) states, an auditee shall “Identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received. Federal programs and award identification shall include, as applicable, the Catalog of Federal Domestic Assistance (CFDA) title and number, award number and year, name of the Federal agency, and name of the pass-through entity.” Section .300(e) further states, an auditee shall “Ensure that the audits required by this part are properly performed and submitted when due.” Section .320(a) provides that single audits shall be completed and a reporting package submitted to the federal clearinghouse designated by OMB, within the earlier of 30 days after receipt of the auditor’s report(s), or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audit.

The School expended in excess of \$500,000 in federal awards during the fiscal year ended June 30, 2010 and 2011 and the School had a single audit; however, the School did not file with the clearinghouse its report for fiscal years 2010 and 2011 and the A-133 reporting package was not submitted within the time period specified by OMB Circular A-133 Section .320(a).

We recommend the School develop procedures to ensure single audits for fiscal year in which the \$500,000 expenditure threshold is exceeded that the filing deadline is met each year for the submission of the A-133 reporting package.

**Officials’ Response:**

The Academy will comply with all Federal requirements regarding filing the report package to the clearinghouse for 2010, 2011 and the current 2012 single audit.



**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2012**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2011-01	<p>The School was not consistently using Purchase Order Requests/Forms.</p> <p>The School was using Multiple Accounting Software Systems.</p>	Yes	

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# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Technological College Preparatory World Academy  
Hamilton County  
6000 Ridge Avenue  
Cincinnati, Ohio 45213

To the Board of Directors:

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 Technological College Preparatory World Academy, Hamilton County, Ohio (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.

1. We noted the School did not amend its anti-harassment policy to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

Ohio Rev. Code, Section 3313.666, required the School to amend its definition by September 28, 2010.

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 the 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 "D" and "Y".

**Dave Yost**  
Auditor of State

March 21, 2013

**TECHNOLOGICAL COLLEGE PREPARATORY WORLD ACADEMY  
HAMILTON COUNTY**

**CORRECTIVE ACTION PLAN  
OMB CIRCULAR A -133 § .315 (c)  
FISCAL YEAR END JUNE 30, 2012**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2012-01	The Academy will comply with all Federal requirements regarding filing the report package to the clearinghouse for 2010, 2011 and the current 2012 single audit	4-30-13	Karen French, Superintendent

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# Dave Yost • Auditor of State

TECHNOLOGY COLLEGE PREPARATORY WORLD ACADEMY

HAMILTON 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  
APRIL 9, 2013