



Dave Yost • Auditor of State



**FOXFIRE EAST ACADEMY  
GUERNSEY COUNTY  
JUNE 30, 2017**

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Foxfire East Academy  
Guernsey County  
PO Box 38  
Byesville, Ohio 43723

To the Board of Directors:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the Foxfire East Academy, Guernsey County, Ohio (the Academy), a component unit of the Rolling Hills Local School District, Guernsey County, Ohio, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Academy's basic financial statements as listed in the Table of Contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Academy's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Academy's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foxfire East Academy, Guernsey County, Ohio, as of June 30, 2017, and the changes in financial position and cash flows for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 9 to the financial statements at June 30, 2017, the Academy ceased operations effective June 30, 2017. We did not modify our opinion regarding this matter.

**Other Matters**

*Required Supplementary Information*

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2018, 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.

That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Academy's internal control over financial reporting and compliance.



**Dave Yost**  
Auditor of State  
Columbus, Ohio

April 30, 2018

**Foxfire East Academy**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2017*  
*Unaudited*

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The discussion and analysis of the Foxfire East Academy's (Academy) financial performance provides an overall review of the Academy's financial activities for the fiscal year ended June 30, 2017. Readers should also review the basic financial statements and notes to enhance their understanding of the Academy's financial performance.

**Highlights**

The Academy opened for its first year of operation in fiscal year 2017 for high school age students and above who have dropped out or are at risk of dropping out of school. During fiscal year 2017, the Academy provided services to 65 full-time students.

**Using this Annual Financial Report**

This annual report consists of a series of financial statements and notes to those statements.

The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position reflect how the Academy did financially during fiscal year 2017. These statements include all assets and liabilities using the accrual basis of accounting similar to that which is used by most private-sector companies. This basis of accounting considers all of the current fiscal years' revenues and expenses regardless of when cash is received or paid.

These statements report the Academy's net position and changes in position. The change in net position is important because it tells the reader whether the financial position of the Academy has increased or decreased from the prior year. Over time, these increases and/or decreases are one indicator of whether the financial position is improving or deteriorating.

All of the Academy's activities are reported in a single enterprise fund.

Table 1 provides a summary of the Academy's net position for 2017 compared to 2016:

**Table 1 - Net Position**

	2017	2016	Change
<u>Assets:</u>			
Current and Other Assets	\$0	\$98,927	(\$98,927)
<u>Liabilities:</u>			
Current and Other Liabilities	0	557	(557)
<u>Net Position:</u>			
Unrestricted	\$0	\$98,370	(\$98,370)

The Academy ceased operations as of June 30, 2017. At the time of the closure, all remaining assets and liabilities were transferred to the sponsor. Therefore, the Academy's financial statements reflect zero balances in assets, liabilities, and net position.

**Foxfire East Academy**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2017*  
*Unaudited*

Table 2 reflects the changes in net position for fiscal year ended June 30, 2017 compared to June 30, 2016.

**Table 2 - Change in Net Position**

	2017	2016	Change
<u>Operating Revenues:</u>			
Foundation	\$525,655	\$284,053	\$241,602
<u>Non-Operating Revenues:</u>			
State and Federal Grants	11,067	39,165	(28,098)
Interest	271	85	186
Other Non-Operating Revenue	0	100	(100)
<i>Total Non-Operating Revenues</i>	<u>11,338</u>	<u>39,350</u>	<u>(28,012)</u>
<i>Total Revenues</i>	<u>536,993</u>	<u>323,403</u>	<u>213,590</u>
<u>Operating Expenses:</u>			
Salaries	3,375	4,000	(625)
Fringe Benefits	258	306	(48)
Purchased Services	302,850	202,807	100,043
Materials and Supplies	51,823	17,920	33,903
<i>Total Operating Expenses</i>	<u>358,306</u>	<u>225,033</u>	<u>133,273</u>
Special Item	<u>(277,057)</u>	<u>0</u>	<u>(277,057)</u>
<i>Change in Net Position</i>	<u>(98,370)</u>	<u>98,370</u>	<u>(196,740)</u>
<i>Net Position Beginning of Year</i>	<u>98,370</u>	<u>0</u>	<u>98,370</u>
<i>Net Position End of Year</i>	<u><u>\$0</u></u>	<u><u>\$98,370</u></u>	<u><u>(\$98,370)</u></u>

In 2017, the Academy received the majority of its revenue from the Ohio Department of Education through the State Foundation. Additional revenues were received from other State and Federal grants. The majority of purchased services are payments made to Ohio Valley Educational Service Center for the provision of instructional staff, and to the Sponsor for building rental and other support services.

The special item in the amount of (\$277,057) represents the transfer of remaining assets to the sponsor as a result of the Academy's closure. Per the settlement agreement with ODE, all remaining assets and liabilities at the time of the closure, June 30, 2017, were to be transferred to Rolling Hills Local School District. At the time of the closure, there were no liabilities and the assets consisted of \$277,057 in cash. See Note 9 for more information.

**Budgeting**

The Academy is not required to follow the budgetary provisions set forth in Ohio Revised Code Chapter 5705.



**Foxfire East Academy**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2017*  
*Unaudited*

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**Current Design**

The Academy closed after its second year of operation. The remaining assets and liabilities of the Academy were transferred to the sponsor, Rolling Hills Local School District. Beginning in the 2017-2018 school year, the programs that had been offered at the Academy have been absorbed into the curriculum of Meadowbrook High School.

**Contacting the Academy's Financial Management**

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of the Academy's finances and to show the Academy's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Kandi Raach, Treasurer, Foxfire East Academy, P.O. Box 38, Byesville, Ohio 43723.

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**Foxfire East Academy**  
*Statement of Net Position*  
*June 30, 2017*

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**Assets:**

**Current Assets:**

Cash and Cash Equivalents	\$0
Intergovernmental Receivable	0
<i>Total Assets</i>	<u>0</u>

**Liabilities:**

**Current Liabilities:**

Accounts Payable	0
Intergovernmental Payable	0
<i>Total Liabilities</i>	<u>0</u>

**Net Position:**

Unrestricted (Deficit)	0
<i>Total Net Position</i>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements

**Foxfire East Academy**  
*Statement of Revenues, Expenses, and Changes in Net Position*  
*For the Fiscal Year Ended June 30, 2017*

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<b><u>Operating Revenues:</u></b>	
Foundation	\$525,655
<b><u>Operating Expenses:</u></b>	
Salaries	3,375
Fringe Benefits	258
Purchased Services	302,850
Materials and Supplies	51,823
<i>Total Operating Expenses</i>	<u>358,306</u>
Operating Income	<u>167,349</u>
<b><u>Non-Operating Revenues:</u></b>	
State and Federal Grants	11,067
Interest	271
<i>Total Non-Operating Revenues</i>	<u>11,338</u>
Special Items	<u>(277,057)</u>
<i>Change in Net Position</i>	(98,370)
<i>Net Position Beginning of Year</i>	<u>98,370</u>
<i>Net Position End of Year</i>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements

**Foxfire East Academy**  
*Statement of Cash Flows*  
For the Fiscal Year Ended June 30, 2017

<b><u>Increase (Decrease) in Cash and Cash Equivalents</u></b>	
<b><u>Cash Flows from Operating Activities:</u></b>	
Cash Received from Foundation	\$525,655
Cash Payments for Employee Services and Benefits	(3,633)
Cash Payments to Suppliers for Goods and Services	(355,230)
	166,792
<i>Net Cash Used for Operating Activities</i>	
<b><u>Cash Flows from Noncapital Financing Activities:</u></b>	
State and Federal Grants Received	49,414
	271
<b><u>Cash Flows from Investing Activities:</u></b>	
Interest on Investments	271
	(277,057)
<b><u>Cash Flows from Special Items:</u></b>	
Special Items	(277,057)
	(60,580)
<i>Net Decrease in Cash and Cash Equivalents</i>	
	(60,580)
<i>Cash and Cash Equivalents Beginning of Year</i>	
	60,580
<i>Cash and Cash Equivalents End of Year</i>	
	\$0
<b><u>Reconciliation of Operating Income to</u></b>	
<b><u>Net Cash Used for Operating Activities:</u></b>	
Operating Income	\$167,349
<b><u>Adjustments to Reconcile Operating Income</u></b>	
<b><u>to Net Cash Used for Operating Activities:</u></b>	
<b><u>Changes in Assets and Liabilities:</u></b>	
Decrease in Accounts Payable	(492)
Decrease in Intergovernmental Payable	(65)
	\$166,792
<i>Net Cash Provided by Operating Activities</i>	
	\$166,792

See accompanying notes to the basic financial statements

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**Foxfire East Academy**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2017*

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**Note 1 - Description of the School**

The Foxfire East Academy (Academy) is a nonprofit corporation established pursuant to Ohio Revised Code Chapters 3314 and 1702. The Academy is an approved tax-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's mission is to help at-risk students meet Ohio's graduation requirements. The Academy focuses on ensuring that basic survival needs are met so that students can achieve success in school. The Academy serves high school age students and above who have dropped out or are at risk of dropping out of school. A particular emphasis is placed on assisting parents and/or pregnant students obtain a high school diploma.

The Academy was created on March 12, 2015 by entering a contract with the Rolling Hills Local School District (the Sponsor), however the Academy ceased operations on June 30, 2017 (see note 9). The Sponsor is responsible for evaluating the performance of the Academy and has the authority to deny renewal of the contract at its expiration. The Sponsor is also the fiscal agent of Academy with the Treasurer of the Sponsor serving as the Treasurer for the Academy.

The Academy operates under the direction of a five-member Board of Directors comprised of five community members recommended by the Executive Director after consulting with the Sponsor's Superintendent. The Academy is a component unit of the Sponsor. The Sponsor is able to impose its will on Academy and due to their relationship with the Sponsor it would be misleading to exclude them. The Sponsor can suspend the Academy's operations for any of the following reasons: 1) The Academy's failure to meet student performance requirements stated in its contract with the Sponsor, 2) The Academy's failure to meet generally accepted standards of fiscal management, 3) The Academy's violation of any provisions of the contract with the Sponsor or applicable state or federal law, or 4) Other good cause. The Board of Directors are responsible for carrying out the provisions of the contract which include, but are not limited to, helping create, approve, and monitor the annual budget, develop policies to guide operations, secure funding, and maintain a commitment to vision, mission, and belief statements of the Academy and the students it serves. The Academy uses the facilities provided by the Sponsor. The Academy does not have any employees, all staff is contracted through the Ohio Valley Educational Service Center.

**Note 2 - Summary of Significant Accounting Policies**

The financial statements of the Academy have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Academy's accounting policies are described below.

**A. Basis of Presentation**

The Academy's basic financial statements consist of a Statement of Net Position; a Statement of Revenues, Expenses, and Changes in Net Position; and a Statement of Cash Flows.

The Academy uses a single enterprise fund to present its financial records for the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

**Foxfire East Academy**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2017*

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Enterprise fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. An enterprise fund may be used to account for any activity for which a fee is charged to external users for goods or services.

**B. Measurement Focus**

The enterprise fund is accounted for using a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the Academy are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position. The Statement of Cash Flows reflects how the Academy finances meet its cash flow needs.

**C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The Academy'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 value, is recorded on the accrual basis when the exchange takes place. Revenue resulting from nonexchange transactions, in which the Academy receives value without directly giving equal value in return, such as grants and entitlements, are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal 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. 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 the budgetary provisions set forth in Ohio Revised Code Chapter 5705, unless specifically provided by Academy's contract with its Sponsor. The contract between Academy and its Sponsor does not prescribe an annual budget requirement in addition to preparing a five year forecast, which is updated on an annual basis.

**E. Cash and Cash Equivalents**

Cash received by Academy is reflected as "Cash and Cash Equivalents" on the Statement of Net Position. Investments with original maturities of three months or less at the time they are purchased are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months are reported as investments. During fiscal year 2017, the Academy had no investments. The interest earnings received by Academy were from an interest bearing checking account.

**F. Net Position**

Net position represents the difference between assets and liabilities. Net position are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.



**Foxfire East Academy**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2017*

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The Academy applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

The government-wide Statement of Net Position reports no restricted net position and has no monies restricted by enabling legislation.

**G. Operating Revenues and Expenses**

The Academy currently participates in the State Foundation Program and the State Special Education Program. Revenues received from these programs are recognized as operating revenues in the accounting period in which they are earned and become measurable.

Other operating revenues are those revenues that are generated directly from the primary activity of the Academy. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Academy. All revenues and expenses not meeting this definition are reported as non-operating.

**H. 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.

**I. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are with the control of the Academy or the Sponsor and that are either unusual in nature or infrequent in occurrence. For fiscal year 2017, the Academy is reporting a special item representing amounts related to the transfer of operations to the Sponsor. See Note 9 for further details.

**Note 3 - Deposits**

At June 30, 2017, all deposits were transferred to the Sponsor.

**Note 4 - Risk Management**

The Academy is exposed to various risks of loss related to torts; errors and omissions; and natural disasters. During fiscal year 2017, the Academy contracted with the Ohio School Plan for the insurance shown as follows:

Property Damage	\$152,250
Accounts Receivable	100,000
Business Interruption	250,000
Extra Expense	1,000,000
Boiler and Machinery	152,250

**Foxfire East Academy**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2017*

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**Note 5 - Purchased Services**

For the period July 1, 2016 through June 30, 2017, purchased service expenses were for the following services:

<u>Type</u>	<u>Amount</u>
Professional and Technical Services	\$166,785
Rental Services	20,000
Total	<u>\$186,785</u>

**Note 6 - Insurance Purchasing Pool**

***Ohio School Plan***

The School District participates in the Ohio School Plan (OSP), an insurance purchasing pool. The Ohio School Plan (OSP) is created and organized pursuant to and as authorized by Section 2744.081 of the Ohio Revised Code. The OSP is an unincorporated, non-profit association of its members and an instrumentality for each member for the purpose of enabling members of the Plan to provide for a formalized, joint insurance purchasing program to maintain adequate insurance protection, risk management programs and other administrative services. The OSP's business and affairs are conducted by a fifteen member Board of directors consisting of school district superintendents and treasurers, as well as the president of Harcum-Hyre Insurance Agency, Inc. and a partner of the Hylant Group, Inc. Hylant Group, Inc. is the Administrator of the OSP and is responsible for processing claims. Harcum-Hyre Insurance Agency, Inc. is the sales and marketing representative, which establishes agreements between OSP and member schools.

**Note 7 - Related Party Transactions**

The Board of Directors of the Academy consists of five community members recommended by the Executive Director of the Academy after consulting with Rolling Hills Local School District's (Sponsor) Superintendent. The Academy is presented as a component unit of the Sponsor. During fiscal year 2017, \$136,622 was paid to the Sponsor for rent, utilities, and other support services provided to the Academy. The Academy is located in a portion of facilities previously utilized by the Sponsor. As of June 30, 2017, remaining assets consisting of cash in the amount of \$277,057 were transferred to the sponsor.

**Note 8 - Contingencies**

**A. Grants**

The Academy received financial assistance from 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 general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the Academy at June 30, 2017.

**Foxfire East Academy**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2017*

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**B. Ohio Department of Education Enrollment Review**

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. Final ODE adjustments for the fiscal year 2017 are liabilities of the sponsor, Rolling Hills Local School District.

**Note 9 - Special Item - Transfer of Operations of the Foxfire East Academy**

On June 30, 2017, the operations of the Foxfire East Academy were transferred to the Sponsor, Rolling Hills Local School District pursuant to an agreement entered into between the Ohio Department of Education and the Rolling Hills Local School District. The agreement provided for the transfer of assets from the Academy to Rolling Hills Local School District and the School District agreed to assume all liabilities of the Academy. The programs previously operated by the Academy will be operated by the Rolling Hills Local School District. On June 30, 2017, \$277,057 was transferred to the Rolling Hills Local School District and this amount is reflected as a Special Item on the Academy's financial statements.

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# Dave Yost • Auditor of State

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

Foxfire East Academy  
Guernsey County  
PO Box 38  
Byesville, Ohio 43723

To the Board of Directors:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of Foxfire East Academy, Guernsey County, Ohio (the Academy), a component unit of the Rolling Hills Local School District, Guernsey County, Ohio, as of and for the year ended , and the related notes to the financial statements, and have issued our report thereon dated April 30, 2018.

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

As part of our financial statement audit, we considered the Academy's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the 's internal control. Accordingly, we have not opined on it.

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 a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Academy's financial statements. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

### ***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, opining 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*.

***Purpose of this Report***

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the Academy's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Academy's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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  
Columbus, Ohio

April 30, 2018

**FOXFIRE EAST ACADEMY  
GUERNSEY COUNTY**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2017**

<b>Finding Number</b>	<b>Finding Summary</b>	<b>Status</b>	<b>Additional Information</b>
2016-001	Ohio Rev. Code §3314.08(H) Ohio Rev. Code §3314.08(H)(2) Ohio Rev. Code §3314.08(H)(3) Ohio Rev. Code §3314.03(A)(11)(a) Ohio Rev. Code §3313.605(B) Ohio Rev. Code §3313.605(C)-- The Academy did not attempt to collect the time students spent on community service volunteering. Also, the Academy did not attempt to document the time students spent at job employment.	Corrected	ODE Final FTE review did not disclose any issue related to this prior Finding.
2016-002	Ohio Rev. Code §149.351(A)—copies of student's payroll checks and any documentation of visits or phone calls to volunteer organizations had been misplaced or destroyed.	Corrected	ODE Final FTE review did not disclose any issue related to this prior Finding.
2016-003	Ohio Rev. Code §3314.03(A)(29)(d)--- the Academy's contract with the Sponsor did not address how time was going to be captured for students during the non-classroom-based learning opportunity of work-study or community service time.	Corrected	ODE Final FTE review did not disclose any issue related to this prior Finding.
2016-004	Ohio Rev. Code §3313.605(B) Ohio Rev. Code §3313.605(C)—The community service program did not offer any course work devoted to classroom study.	Corrected	ODE Final FTE review did not disclose any issue related to this prior Finding.

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# Dave Yost • Auditor of State

**FOXFIRE EAST ACADEMY**

**GUERNSEY 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  
NOVEMBER 8, 2018**