

**THE ACCELERATED SCHOOLS
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023**

FINDING 2022-001: INVESTMENT RECONCILIATION 30000

Criteria or Specific Requirement: Management is responsible for the design, implementation, and maintenance of internal controls to ensure that the financial statements are free of material misstatement, whether due to error or fraud. Such controls should include review and approval of year-end closing entries, as well as entries related to transactions that are not considered routine in nature, to ensure the financial statements are fairly stated.

Condition: During our audit of the financial statements, we identified that the investments accounts held by the charter school were not reconciled accurately.

Questioned cost: There were no questioned costs associated with the condition noted.

Context: The condition was identified through review of the Organization records related to the financial account balances associated with investments.

Effect: Entries were posted to correct investment balance for each individual charter school. There was no net effect on total net assets as a result of the reallocated balances.

Cause: This was an oversight that was not detected by the Organization subsequent to approving the unaudited trial balance.

Repeat Finding: No.

Recommendation: To ensure accuracy in closing prior to closing the financial statements, procedures should be established to ensure that investment accounts are recorded correctly, and all transactions are properly accounted for at the time of the occurrence.

Corrective Action Plan and Views of Responsible Officials: Interest and investment income from pooled cash and investments will be allocated monthly to all sites based upon the prior month-end cash and investment balance of each site and as a percentage of the month-end total pooled cash and investment balance. Each month, the CBO or the Director of Fiscal Services will review the calculation, along with the month-end reconciliation, for timeliness, accuracy, and appropriateness. Management is committed to continue to strengthen its oversight of the financial and accounting processes on an ongoing basis, including reviewing and approving year-end closing entries, as well as entries related to transactions that are not considered routine in nature, to ensure the financial statements are fairly stated.

Current Status: Implemented.

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