

NEW VISION LEARNING ACADEMY, INC.
Monroe, Louisiana

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of And for The Year Ended June 30, 2021**

BY

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with Supplemental Information
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Independent Auditor's Report

To the Board of Directors of
New Vision Learning Academy, Inc.

Report on the Financial Statements

I have audited the accompanying financial statements of New Vision Learning Academy, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, cash flows and functional expenses, and for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**New Vision Learning Academy, Inc.
Independent Auditor's Report (Continued)**

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of New Vision Learning Academy, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedules 1 through 7 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated April 1, 2022 on my consideration of New Vision Learning Academy, Inc.'s internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of New Vision Learning Academy, Inc.'s' 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 New Vision Learning Academy, Inc.'s internal control over financial reporting and compliance.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
April 1, 2022

FINANCIAL STATEMENTS

NEW VISION LEARNING ACADEMY, INC.
Statement of Financial Position
June 30, 2021

Statement A

Assets

Cash and Cash Equivalents	\$ 2,537,883
Prepaid Expenses	86,492
Grants Receivable	44,744
Fixed Assets (Net of Accumulated Depreciation-Note G)	<u>209,849</u>
Total Assets	<u><u>2,878,968</u></u>

Liabilities and Net Assets

Liabilities:

PPP Forgivable Loan	426,362
Accrued Liabilities	<u>95,630</u>
Total Liabilities	<u><u>521,992</u></u>

Net Assets:

Without Donor Restrictions	2,282,636
With Donor Restrictions	<u>74,340</u>
Total Net Assets	2,356,976
Total Liabilities and Net Assets	<u><u>\$ 2,878,968</u></u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.

Statement of Activities

For the Year Ended

June 30, 2021

Statement B

CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS

Revenues and Gains

Interest Income	\$ 10,182
State Public School Funding	2,784,917
Other Revenue	1,996
Total Support	<u>2,797,095</u>

TOTAL REVENUE AND GAINS WITHOUT DONOR RESTRICTIONS 2,797,095

Net Assets Released from Restrictions

Restrictions Satisfied by Payments 461,466

TOTAL REVENUES, GAINS AND OTHER SUPPORT
WITHOUT DONOR RESTRICTIONS 3,258,561

Expenses

Instructional	1,849,370
Support Services	1,133,476
Operation of Non-Instructional Service	190,696
Total Expenses	<u>3,173,542</u>

INCREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS 85,019

CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS

Revenues and Gains

Grants	
Federal	
Grants	431,685
Commodities	17,559
State	6,064
Local Revenue	<u>4,377</u>

TOTAL REVENUES AND GAINS WITH DONOR RESTRICTIONS 459,685

Net Assets Released from Restrictions

Restrictions Satisfied by Payments (461,466)

DECREASE IN NET ASSETS WITH DONOR RESTRICTIONS (1,781)

INCREASE IN NET ASSETS 83,238

NET ASSETS AT THE BEGINNING OF THE YEAR 2,267,554

OTHER CHANGES IN NET ASSETS

Prior Period Changes 6,184

TOTAL OTHER CHANGES IN NET ASSETS 6,184

NET ASSETS AT THE END OF THE YEAR \$ 2,356,976

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Statement of Cash Flows
For the Year Ended
June 30, 2021

Statement C

Operating Activities	<u>All Funds</u>
Change in Net Assets	\$ 83,238
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Provision for Depreciation	48,389
Increase in Prepaid Expenses	(74,848)
Decrease in Grants and Other Receivables	104,606
Decrease in Accounts Payable/Accrued Liabilities	(7,996)
Total Adjustments	<u>70,151</u>
Net Cash Provided by Operating Activities	<u>153,389</u>
Investing Activities	
Cash Paid for Classroom Equipment	<u>(103,230)</u>
Net Cash Used by Investing Activities	<u>(103,230)</u>
Net Increase in Cash and Equivalents	50,159
Cash and Cash Equivalents as of Beginning of Year	<u>2,487,724</u>
Cash and Cash Equivalents as of the End of Year	<u>\$ 2,537,883</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

NEW VISION LEARNING ACADEMY, INC.
Statement of Functional Expenses
For the Year Ended
June 30, 2021

Statement D

	Instructional	Support Services Program	Non- Instructional	Total Expenses
Personnel Costs				
Salaries and Wages	\$ 937,021	\$ 375,328	\$ 43,116	\$ 1,355,465
Payroll Taxes and Other Fringe Benefits	396,188	127,534	8,154	531,876
Total Personnel Costs	<u>1,333,209</u>	<u>502,862</u>	<u>51,270</u>	<u>1,887,341</u>
Other Expenses				
Administration Fee	-	6,962	-	6,962
Advertising/Telephone/Dues	-	25,247	-	25,247
Auditing and Accounting	-	58,710	-	58,710
Books and Periodicals	92,253	-	-	92,253
Building Rental/Lease	13,360	379,760	10,080	403,200
Custodial Services/Disposal	-	38,246	-	38,246
Depreciation	48,389	-	-	48,389
Food and Commodities	-	-	126,329	126,329
Insurance	-	35,581	-	35,581
Materials and Supplies	134,804	2,369	-	137,173
Miscellaneous (Other Supplies)	7,104	2,391	-	9,495
Professional and Technical Services	195,749	-	-	195,749
Purchase Property Services	12,901	-	-	12,901
Repairs, Equipment and Maintenance Services	11,601	33,975	-	45,576
Transportation	-	2,839	-	2,839
Utilities	-	44,534	3,017	47,551
Total Other Expenses	<u>516,161</u>	<u>630,614</u>	<u>139,426</u>	<u>1,286,201</u>
Total Functional Expenses	<u>\$ 1,849,370</u>	<u>\$ 1,133,476</u>	<u>\$ 190,696</u>	<u>\$ 3,173,542</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

**New Vision Learning Academy, Inc.
Monroe, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended June 30, 2021**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

New Vision Learning Academy, Inc. is a private non-profit Organization domiciled in Monroe, Louisiana. The Organization was chartered by the State of Louisiana on September 24, 1998. The Organization is a Type (2) charter school, which operates as an independent public school. The Organization is a private non-profit organization recognized as a tax-exempt organization under section 501 (c) (3) of the Internal Revenue Service Code.

The objectives of the Organization are as follows:

- A. To enhance the personal growth and educational development of children through an academically sound program which produces intellectually able, technologically competent, morally stable, psychologically, and physically healthy, capable, and contributing citizens of the next century;
- B. To increase the meaningful involvement of parents and the community in the process of educating children;
- C. To provide service and outreach support and partnerships that will strengthen families and the community.

A Board of Directors consisting of seven (7) members governs the Organization. The Board of Directors receives no compensation.

Financial Statement Presentation

New Vision Learning Academy, Inc. follows the guidance of the Not-for-Profit Entities Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codifications (ASC). The Organization is required to report information regarding its financial position and activities according to two classes of net assets, with donor restrictions and without donor restrictions. In addition, the Organization is required to present a statement of cash flows.

Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. The financial statements of the Organization are prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred.

Method of Accounting

The financial statements have been prepared on the accrual method of accounting and in conformity with the standards promulgated by the American Institute of Certified Public Accountants in its Audit and Accounting Guide for Not-for-Profit Organizations.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Advertising

The Organization expenses advertising costs as they are incurred. For the year ended June 30, 2021 advertising expense was \$15,147.

Public Support and Revenue

In order to comply with restrictions that donors place on grants and other gifts as well as designations made by its governing board, the principles of reporting net assets are used. Revenue and public support consist mainly of governmental grants and contributions. Contributions of cash and other assets are reported as net assets with donor restrictions if they are received with donor restrictions or restrictions designated by the governing board. Contributions are considered to be without restrictions unless restricted by the donor and are reported as net assets without donor restrictions. All assets over which the Board of Directors has discretionary control have been included in the General Fund.

Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Organization had no cash equivalents during the audit period. The total cash balances at June 30, 2021, are as follows:

Without Donor Restrictions	\$ 2,508,287
With Donor Restrictions	29,596
Total Cash	<u><u>\$ 2,537,883</u></u>

Income Taxes

The organization is a nonprofit corporation, exempt under section 501 (c) (3) of the internal revenue code and did not conduct unrelated business activities. Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the

Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by the IRS.

Management has analyzed the tax positions taken by the Organization, and has concluded that as of April 1, 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by Internal Revenue Service for the years ended June 30, 2021, 2020, and 2019; however, there are currently no audits for any tax period in progress.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position, results of operations and changes in net assets in conformity with Generally Accepted Accounting Principles. Neither is such data comparable to a consolidation.

Recent Accounting Pronouncements -Not Yet Adopted

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958)*. This ASU requires nonprofits to change their financial statement presentation and disclosure of contributed nonfinancial assets, or gifts-in-kind. The FASB issued the update in an effort to improve transparency in reporting nonprofit gifts-in-kind. The FASB requires the new standard to be applied retrospectively, with amendments taking effect for the Organization's year ended June 30, 2022. Management is currently assessing the impact of this pronouncement on its financial statements.

In January 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*. ASU 2016-02 requires that a lessee recognize the assets and liabilities that arise from leases classified as finance or operating. A lessee should recognize in the statement of financial position a liability to make lease payments (the lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term. For leases with a term of 12 months or less, a lessee is permitted to make an accounting policy election by class of underlying asset not to recognize lease assets and lease liabilities. In transition, lessees and lessors are required to recognize and measure leases at the beginning of the earliest period presented using a modified retrospective approach. ASU 2016-02 is effective for the Organization's year ended June 30, 2023. Management is currently assessing the impact this pronouncement on its financial statements.

NOTE B. RETIREMENT SYSTEMS

Plan Description

Substantially all employees of the Organization are provided with pensions through cost-sharing multiple-employer defined benefit pension plans administered by the Teachers' Retirement System of Louisiana ("TRSL") which is administered on a statewide basis. The authority to establish and amend the benefit terms of TRSL was granted to the respective Board of Trustees and the Louisiana Legislature by Title 11 of the Louisiana Revised Statutes. TRSL issues a publicly available financial report that can be obtained at www.trsl.org.

TRSL administers three different membership plans: Regular, Plan A, and Plan B. Members of the Regular Plan are employees that meet the legal definition of "teacher" in accordance with Louisiana Revised Statute 11:701(33)(a). Members of Plan A and Plan B are school food service workers whose salary is paid through school food service funds. Plan A school food service employees are employed in parish school systems that have withdrawn from Social Security coverage. Plan B school food service employees are employed in parish

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE B. RETIREMENT SYSTEMS (continued)

school systems that have not withdrawn from Social Security coverage. Plan B employees pay into TRSL and Social Security.

Contributions

The employer contribution rate is established annually under LA R.S. 11:101 - 11:104 by the Public Retirement Systems Actuarial Committee (PRSACX) taking into consideration the recommendation of the System's actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan. The rates in effect during the fiscal year ended June 30, 2021 are as follows:

Sub Plan	Contribution Rates	
	Employees	School Board
2020-21		
Regular Plan	8.0%	25.8%
Plan A	9.1%	25.8%
Plan B	5.0%	25.8%

The School Board's contractually required composite contribution rate for the year ended June 30, 2021, was 25.8% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the School Board were \$308,651 for the year ended June 30, 2021.

Benefits Provided

TRSL provides retirement, deferred retirement option (DROP), disability, and survivor's benefits. Participants should refer to the appropriate statutes for more complete information. Regular Plan Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011 may retire with a 2.5% accrual rate after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. All other members, if initially hired on or after July 1, 1999, are eligible for a 2.5% accrual rate at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% accrual rate at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5% accrual rate at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Plan A - Members may retire with a 3.0% annual accrual rate at age 55 with 25 years of service, age 60 with 5 years of service or 30 years of service, regardless of age. Plan A is closed to new entrants. Plan B - Members may retire with a 2.0% annual accrual rate at age 55 with 30 years of service, or age 60 with 5 years of service.

For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable accrual rate, and by the years of creditable service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE B. RETIREMENT SYSTEMS (continued)

on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

A retiring member is entitled to receive the maximum benefit payable until the member's death. In lieu of the maximum benefit, the member may elect to receive a reduced benefit payable in the form of a Joint and Survivor Option, or as a lump sum that can't exceed 36 months of the members' maximum monthly benefit amount.

Effective July 1, 2009, members may make an irrevocable election at retirement to receive an actuarially reduced benefit which increases 2.5% annually, beginning on the first retirement anniversary date, but not before age 55 or before the retiree would have attained age 55 in the case of a surviving spouse. This option can be chosen in combination with the above options.

In lieu of terminating employment and accepting a service retirement, an eligible member can begin participation in the Deferred Retirement Option Program (DROP) on the first retirement eligibility date for a period not to exceed the third anniversary of retirement eligibility. Delayed participation reduces the three-year participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account. Upon termination of DROP, the member can continue employment and earn additional accruals to be added to the fixed pre-DROP benefit.

Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post -DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based on the account balance.

Active members whose first employment makes them eligible for membership in a Louisiana state retirement system before January 1, 2011, and who have five or more years of service credit are eligible for disability retirement benefits if certified by the State Medical Disability Board (SMDB) to be disabled from performing their job. All other members must have at least 10 years of service to be eligible for a disability benefit. Calculation of the disability benefit as well as the availability of a minor child benefit is determined by the plan to which the member belongs and the date on which the member's first employment made them eligible for membership in a Louisiana state retirement system.

A surviving spouse with minor children of an active member with five years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) 50% of the member's benefit calculated at the 2.5% accrual rate for all creditable service. When a minor child(ren) is no longer eligible to receive survivor benefits, the spouse's benefit reverts to a survivor benefit in accordance with the provisions for a surviving spouse with no minor child(ren). Benefits for the minor child(ren) cease when he/she is no longer eligible. Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse's benefit or (b) \$300 (up to 2 eligible children). Benefits to minors cease at attainment of age 18, marriage, or age 23 if enrolled in an approved institution of higher education. A surviving spouse without minor children of an active member with 10 years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) the option 2 equivalent of the benefit calculated at the 2.5% accrual rate for all creditable service.

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE B. RETIREMENT SYSTEMS (continued)

The Optional Retirement Plan (ORP) was established for academic employees of public institutions of higher education who are eligible for membership in TRSL. This plan was designed to provide certain academic and unclassified employees of public institutions of higher education an optional method of funding for their retirement. The ORP is a defined contribution pension plan which provides for portability of assets and full and immediate vesting of all contributions submitted on behalf of the affected employees to the approved providers. These providers are selected by the TRSL Board of Trustees. Monthly employer and employee contributions are invested as directed by the employee to provide the employee with future retirement benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the employee's working lifetime. Employees in eligible positions of higher education can make an irrevocable election to participate in the ORP rather than TRSL and purchase annuity contracts—fixed, variable, or both—for benefits payable at retirement.

NOTE C. ACCRUED LIABILITIES

At June 30, 2021, the Organization had accrued liabilities consisting of the following:

Payable to Vendors	\$	10,916
Payroll Liabilities		84,714
Total	\$	<u>95,630</u>

NOTE D. PAYROLL PROTECTION PROGRAM LOAN (PPP)

The Small Business Administration (SBA) provided eligible small businesses and nonprofit organizations with loans to help keep their workforce employed during the Coronavirus (Covid-19) crisis. Borrowers may be eligible for PPP loan forgiveness. For the year ended June 30, 2021, the Organization received \$426,362 in PPP funds. The Organization received forgiveness of the PPP funds September 20, 2021.

NOTE E. CHANGES IN NET ASSETS

At June 30, 2021, the Organization had net assets as follows:

<u>Net Assets</u>	<u>Balance @ July 1, 2020</u>	<u>Change in Net Assets</u>	<u>Prior Period Adjustment</u>	<u>Balance @ June 30, 2021</u>
Without Donor Restrictions	\$ 2,191,433	\$ 85,019	\$ 6,184	\$ 2,282,636
With Donor Restrictions	76,121	(1,781)	-	74,340
Total	<u>\$ 2,267,554</u>	<u>\$ 83,238</u>	<u>\$ 6,184</u>	<u>\$ 2,356,976</u>

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE F. RECEIVABLE-GRANTS

At June 30, 2021, the Organization had grant receivables from the Louisiana Department of Education as follows:

School Lunch Fund	\$	29,295
Title IIA		3,525
Strong Start Louisiana		11,924
Total	<u>\$</u>	<u>44,744</u>

NOTE G. FIXED ASSETS

Capital assets are recorded at historical cost and depreciated over their estimated useful lives. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management’s estimate of how long the asset is expected to meet service demands.

Appliance, Furniture, and Equipment	3 to 7 years
Buses	7 years

The following is a summary of appliance, furniture, and equipment as of June 30, 2021:

Description	Balance @			Balance @
	July 1, 2020	Additions	Retirements	
Appliance, Furniture, & Equipment	\$ 771,324	\$ 103,230	\$ -	\$ 874,554
School Buses	175,746	-	-	175,746
Depreciation	(792,062)	(48,389)	-	(840,451)
Total	<u>\$ 155,008</u>	<u>\$ 54,841</u>	<u>\$ -</u>	<u>\$ 209,849</u>

NOTE H. OPERATING LEASE

The Organization had an operating lease for the period ended June 30, 2021 for a building and office, which is located at the 507 Swayze Street, Monroe, Louisiana 71201. On June 30, 2021, the Organization entered into a three (3) year lease for the fiscal years ended June 30, 2021 through June 30, 2024 with an option to renew. Annual lease payments are \$403,200. At the end of the lease, the facility will revert to the owners. For the year ended June 30, 2021, the Organization paid total lease payments of \$403,200. Future lease payments are as follows:

Year Ending	Site	Cost
June 30, 2022	School Building (507 Swayze Street)	\$ 403,200
June 30, 2023	School Building (507 Swayze Street)	403,200
June 30, 2024	School Building (507 Swayze Street)	403,200
	Total	<u>\$ 1,209,600</u>

NOTE I. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)**

NOTE J. COMPENSATED ABSENCES

All employees of the Organization earn 8 days of sick leave and 2 personal days each year, provided, however, that the employee is contracted for a full year. Sick leave can be accumulated without limitation. Upon retirement and/or death, an employee will be paid any unused sick pay not to exceed 25 days per Louisiana Revised Statute 17:47 at the employees' current rate of pay.

Members of the fully certified, tenured teaching staff of the special schools shall be eligible for sabbatical leaves for professional or cultural improvement or medical leave for the two semesters immediately following any twelve or more consecutive semesters of active service in the parish where the teacher is employed, or for the one semester immediately following any six or more consecutive semesters of service.

NOTE K. CONCENTRATIONS OF RISKS

Source of Funding

New Vision Learning Academy, Inc. received 86% of its revenues for the year ended June 30, 2021, from the State of Louisiana, according to its charter agreement with the State.

Concentrations of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

New Vision Learning Academy, Inc. periodically maintains cash in one financial institution located in northern Louisiana in excess of insured limits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

The cash deposits held at financial institutions can be categorized according to three levels of risk. These three levels of risk are as follows:

- Category 1 Deposits which are insured or collateralized with securities held by its agent in the Organization's name.
- Category 2 Deposits, which are collateralized with securities, held by the pledging financial institution's trust department or agent in the Organization's name.
- Category 3 Deposits which are not collateralized or insured.

Based on these three levels of risk, all the Organization's cash deposits are classified as Category 1. At June 30, 2021, the carrying amount and bank balance of the Organization's deposits was \$2,537,883 and was covered as follows:

Federal Depository Insurance	\$ 250,000
Pledged Securities by Fiscal Agent	<u>2,287,883</u>
Total	<u>\$ 2,537,883</u>

New Vision Learning Academy, Inc.
Notes to Financial Statements (Continued)

NOTE L. BUDGET PRACTICES

The Organization prepares an annual budget that is approved by the Board of Directors. Thus, a “budget to actual” comparative statement is presented as supplemental information.

NOTE M. LIQUIDITY MANAGEMENT

As of June 30, 2021, the following financial assets could be made readily available within one year of the statement of financial position date to meet general expenditures:

Cash	\$ 2,537,883
Grants Receivable	44,744
Pre-paid Expenses	86,492
Total	<u>\$ 2,669,119</u>

As part of its liquidity management, the Organization has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due.

NOTE N. PRIOR PERIOD ADJUSTMENT

At June 30, 2021, the Organization had prior period adjustments consisting of the following:

	<u>Without Donor</u> <u>Restrictions</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
Overstated Expenses	\$ 6,184	\$ -	\$ 6,184
Total	<u>\$ 6,184</u>	<u>\$ -</u>	<u>\$ 6,184</u>

NOTE O. SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date that the financial statements were available to be issued, April 1, 2022, and determined that no events occurred that require disclosure.



ROSIE D. HARPER

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

To the Board of Directors of
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of New Vision Learning Academy, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements, and have issued my report thereon dated April 1, 2022.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered New Vision Learning Academy, Inc.'s internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of New Vision Learning Academy, Inc.'s internal control. Accordingly, I do not express an opinion on the effectiveness of New Vision Learning Academy, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. 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.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether New Vision Learning Academy, Inc.'s financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance or other matters that are required to be reported under

**New Vision Learning Academy, Inc.
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing
Standards* (Continued)**

Government Auditing Standards and is described in the accompanying schedule of findings and questioned costs as items *Finding 2021:1 through 2021:2*.

New Vision Learning Academy, Inc.’s Response to Findings.

New Vision Learning Academy, Inc.’s response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. New Vision Learning Academy, Inc.’s response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
April 1, 2022

SUPPLEMENTAL INFORMATION



ROSIE D. HARPER

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Independent Accountant's Report On Applying Agreed-Upon Procedures

To: The Board of Directors
New Vision Learning Academy, Inc.
Monroe, Louisiana

I have performed the procedures enumerated below, which were agreed to by the management of New Vision Learning Academy, Inc. and the Legislative Auditor, State of Louisiana, on the performance and statistical data accompanying the annual financial statements of New Vision Learning Academy, Inc. (a Type 2 Charter School) for the fiscal year ended June 30, 2021 and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin, in compliance with Louisiana Revised Statute 24:514 I. Management of New Vision Learning Academy, Inc. is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, I make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

My procedures and associated findings are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. I selected a sample of 25 transactions, reviewed supporting documentation, and observed that the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue In lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

Additionally, I compared the amounts reported on the schedule to the general ledger trial balance as of June 30, 2021, which supports the amounts in the audited financial statements.

Findings: *None*

**New Vision Learning Academy, Inc.
Independent Accountant’s Report On Applying Agreed-Upon Procedures (Continued)**

Class Size Characteristics (Schedule 2)

2. I obtained a list of classes by school, school type, and class size as reported on the schedule. I then traced a sample of 10 classes to the October 1 roll books for those classes and observed that the class was properly classified on the schedule.

Findings: *None*

Education Levels/Experience of Public-School Staff (No Schedule)

3. I obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), including full-time teachers, principals, and assistant principals by classification, as well as their level of education and experience, and obtained management’s representation that the data/listing was complete. I then selected a sample of 25 individuals, traced to each individual’s personnel file, and observed that each individual’s education level and experience was property classified on the PEP data or equivalent listing prepared by management.

Findings: *None*

Public Staff Data: Average Salaries (No Schedule)

4. I obtained June 30th PEP data submitted to the Department of Education (or equivalent listing provided by management) of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtained management’s representation that the data/listing was complete. I then selected a sample of 25 individuals, traced to each individual’s personnel file, and observed that each individual’s salary, extra compensation, and full-time equivalents were properly included on the PEP data (or equivalent listing prepared by management).

Findings: *None*

This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. I was not engaged to, and did not; conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, I do not express such an opinion or conclusion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of New Vision Learning Academy, Inc., as required by Louisiana Revised Statue 24:514 I, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
April 1, 2022

**New Vision Learning Academy, Inc.
Monroe, Louisiana**

**Schedules Required by Louisiana State Law
(R.S. 24:514 - Performance and Statistical Data)
as of and for the Year ended June 30, 2021**

Schedule 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general and instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

Schedule 2 – (Formerly Schedule 6) Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33 and 34+ students.

**General Fund Instructional and Support Expenditures
 and Certain Local Revenue Sources
 For the Year Ended June 30, 2021**

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$ 793,961	
Other Instructional Staff Activities	33,060	
Instructional Staff Employee Benefits	489,384	
Purchased Professional and Technical Services	179,435	
Instructional Materials and Supplies	265,692	
Instructional Equipment	-	
Total Teacher and Student Interaction Activities		1,761,532
Other Instructional Activities		71,187
Total General Fund Instructional Expenditures		1,832,719
Pupil Support Activities	-	
Less: Equipment for Pupil Support	-	
Net Pupil Support Activities		-
Instructional Staff Services	-	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		-
School Administration	320,039	
Less: Equipment for School Administration	-	
Net School Administration		320,039
Total General Fund Instructional and Support Expenditures		\$ 2,152,758
Total General Fund Expenditures		\$ 2,152,758

Certain Local Revenue Sources

Local Taxation Revenue:		
Constitutional Ad Valorem Taxes	\$ -	
Renewable Ad Valorem Tax	-	
Debt Service Ad Valorem Tax	-	
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	-	
Sales and Use Taxes	-	
Total Local Taxation Revenue	\$ -	
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property	-	
Earnings from Other Real Property	-	
Total Local Earnings on Investment in Real Property	\$ -	
State Revenue in Lieu of Taxes:		
Revenue Sharing-Constitutional Tax	-	
Revenue Sharing-Other Taxes	-	
Revenue Sharing-Excess Portion	-	
Other Revenue in Lieu of Taxes	-	
Total State Revenue in Lieu of Taxes	\$ -	
Nonpublic Textbook Revenue	\$ -	
Nonpublic Transportation Revenue	\$ -	

See Accompanying Independent Auditor's Report.

**Class Size Characteristics
 As of October 1, 2020**

School Type	Class Size Range							
	1-20		21-26		27-33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	15%	2	77%	10	8%	1	0	0
Elementary Activity Classes	15%	2	85%	11	0	0	0	0
Middle/Jr. High	0	0	0	0	0	0	0	0
Middle/Jr. High Activity Classes	0	0	0	0	0	0	0	0
High	0	0	0	0	0	0	0	0
High Activity Classes	0	0	0	0	0	0	0	0
Combination	0	0	0	0	0	0	0	0
Combination Activity Classes	0	0	0	0	0	0	0	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

See Independent Accountant's Report on Applying Agreed-Upon Procedures.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Activities-Budget to Actual
For the Year Ended
June 30, 2021

Schedule 3

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
REVENUE			
Federal	\$ 722,350	\$ 449,244	\$ 273,106
State Public School Funding	2,801,771	2,784,917	16,854
Other State Funding	6,000	6,064	(64)
Miscellaneous	15,000	12,178	2,822
Total Revenue	<u>3,545,121</u>	<u>3,256,780</u>	<u>288,341</u>
EXPENDITURES			
Personnel Costs			
Salaries and Wages	1,433,000	1,355,465	77,535
Payroll Taxes and Other Fringe Benefits	523,601	531,876	(8,275)
Total Personnel Costs	<u>1,956,601</u>	<u>1,887,341</u>	<u>69,260</u>
Other Expenditures			
Administration Fee	7,000	6,962	38
Advertising/Telephone/Dues	-	25,247	(25,247)
Auditing and Accounting	60,000	58,710	1,290
Books and Periodicals	210,000	92,253	117,747
Building Rental/Lease	403,200	403,200	-
Custodial Services/Disposal	-	38,246	(38,246)
Equipment/Furnishings	3,000	-	3,000
Food & Commodities	132,500	126,329	6,171
Insurance	40,500	35,581	4,919
Materials and Supplies	250,000	137,173	112,827
Miscellaneous (Other Supplies)	14,000	9,495	4,505
Professional and Technical Services	302,000	195,749	106,251
Purchase Property Services	27,000	12,901	14,099
Repairs, Equipment and Maintenance Services	50,000	45,576	4,424
Student Transportation	4,750	-	4,750
Travel	7,500	2,839	4,661
Utilities	42,500	47,551	(5,051)
Total Other Expenditures	<u>1,553,950</u>	<u>1,237,812</u>	<u>316,138</u>
Total Expenditures*	<u>3,510,551</u>	<u>3,125,153</u>	<u>385,398</u>
Excess of Revenues over Expenditures	\$ 34,570	\$ 131,627	\$ (97,057)
Beginning Net Assets	2,672,462	2,267,554	404,908
Other Changes in Net Assets			
Depreciation	-	(48,389)	48,389
Prior Period Adjustment	-	6,184	(6,184)
Total Other Changes in Net Assets	<u>-</u>	<u>(42,205)</u>	<u>42,205</u>
Ending Net Assets	<u>2,707,032</u>	<u>2,356,976</u>	<u>350,056</u>

See Accompanying Independent Auditor's Report.

New Vision Learning Academy
 Schedule of Participation and Reimbursement
 School Lunch Program
 June 30, 2021

Schedule 4

BREAKFAST									
Month	Paid	\$	0.31	Severely	1.90	2.20	Total	Total	Total
July-June	Meals			Reduced			Meals	Meals	Breakfasts
				Meals					
Jul-19	-	\$	-	-	-	997	\$ 2,193.40	997	\$ 2,193.40
Aug-19	-			-	-	3,080	6,776.00	3,080	6,776.00
Sep-19	-			-	-	3,749	8,247.80	3,749	8,247.80
Oct-19	-			-	-	3,908	8,597.60	3,908	8,597.60
Nov-19	-			-	-	2,765	6,083.00	2,765	6,083.00
Dec-19	-			-	-	2,489	5,475.80	2,489	5,475.80
Jan-20	-			-	-	2,965	6,523.00	2,965	6,523.00
Feb-20	-			-	-	3,228	7,101.60	3,228	7,101.60
Mar-20	-			-	-	3,038	6,683.60	3,038	6,683.60
Apr-20	-			-	-	2,100	4,620.00	2,100	4,620.00
May-20	-			-	-	1,800	3,960.00	1,800	3,960.00
Jun-20	-			-	-	2,400	5,280.00	2,400	5,280.00
Total	-	\$	-	-	-	32,519	\$ 71,541.80	32,519	\$ 71,541.80

LUNCHES											
Month	Paid	Reduced	\$	2.69	Free	\$	3.09	Total	\$	0.34	Total
July-June	Meals	Meals			Meals			Meals			Lunches
Jul-18	-	-	\$	-	1,818	\$ 5,617.62	1,818	\$ 618.12	\$ 6,235.74	6,235.74	
Aug-18	-	-			4,842	14,961.78	4,842	1,646.28	16,608.06	16,608.06	
Sep-18	-	-			5,397	16,676.73	5,397	1,834.98	18,511.71	18,511.71	
Oct-18	-	-			5,864	18,119.76	5,864	1,993.76	20,113.52	20,113.52	
Nov-18	-	-			4,147	12,814.23	4,147	1,409.98	14,224.21	14,224.21	
Dec-18	-	-			4,118	12,724.62	4,118	1,400.12	14,124.74	14,124.74	
Jan-19	-	-			4,831	14,927.79	4,831	1,642.54	16,570.33	16,570.33	
Feb-19	-	-			5,071	15,669.39	5,071	1,724.14	17,393.53	17,393.53	
Mar-19	-	-			4,108	12,693.72	4,108	1,396.72	14,090.44	14,090.44	
Apr-19	-	-			2,100	6,489.00	2,100	714.00	7,203.00	7,203.00	
May-19	-	-			1,800	5,562.00	1,800	612.00	6,174.00	6,174.00	
Jun-19	-	-			2,400	7,416.00	2,400	816.00	8,232.00	8,232.00	
Total	-	-	\$	-	46,496	\$ 143,672.64	46,496	\$ 15,808.64	\$ 159,481.28	159,481.28	

MENU CERTIFICATION REIMBURSEMENT				SNACKS		
Month	Total Meals	Reimb	Rate	Free Snacks	Rate	Total Reimb
Jul-18	1,818	\$ 127.26	-	-	-	\$ 8,556.40
Aug-18	4,842	338.94	-	-	-	23,723.00
Sep-18	5,397	377.79	1,887	1,773.78	28,911.08	
Oct-18	5,864	410.48	2,245	2,110.30	31,231.90	
Nov-18	4,147	290.29	1,490	1,400.60	21,998.10	
Dec-18	4,118	288.26	1,653	1,553.82	21,442.62	
Jan-19	4,831	338.17	1,924	1,808.56	25,240.06	
Feb-19	5,071	354.97	1,910	1,795.40	26,645.50	
Mar-19	4,108	287.56	1,072	1,007.68	22,069.28	
Apr-19	2,100	147.00	-	-	11,970.00	
May-19	1,800	126.00	-	-	10,260.00	
Jun-19	2,400	168.00	-	-	13,680.00	
Total	46,496	\$ 3,254.72	12,181	\$ 11,450.14	\$ 245,727.94	

Reimbursement	245,727.94
Total Reimbursement Received	<u>245,727.94</u>
Total Eligible Reimbursement	<u>245,727.94</u>
Difference	<u><u>-</u></u>

See Accompanying Independent Auditor's Report.

NEW VISION LEARNING ACADEMY, INC.
Schedule Of Findings And Questioned Costs
For the Year Ended June 30, 2021

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the financial statements of the New Vision Learning Academy, Inc.
2. No instances of significant deficiency over internal controls were disclosed during the audit of the financial statements.
3. Several instances of noncompliance or other matters required to be reported under *Government Auditing Standards* were disclosed during the audit which is listed below as Finding 2021:1.

AUDIT FINDINGS

Finding 2021:1 Repeat Board Members in Violation of Ethics Laws

Criteria: Louisiana R.S. 42:1102, 42:1170(A)(3) requires all charter school board members and employees to complete, annually, a one-hour training program on the Code of Ethics. Louisiana R.S. 42:1124.3 requires Board Members must annually file by May 15 a Tier 3 financial disclosure statement with the Board of Ethics as to personal financial information from the previous year and for all years served.

Cause: The Organization does not have written policies and procedures which provides guidelines to ensure the Organization is in compliance with Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

Condition: Several board members failed to take the required one hour of ethics training in 2021 and to file their 2020 personal financial information.

Effect: The Organization was non-compliant with the Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

Recommendation: The Organization should establish written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

**Management's Response
and Planned Corrective**

Action: Management agrees with the finding and will establish written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

Finding 2021:2 Late submission of audit report.

Criteria: RS 24:513 requires audit reports to be completed within six (6) months of the close of the entity's fiscal year unless an extension is granted.

Cause: The Organization's audit report was not completed and submitted timely.

Condition: For the year ended June 30, 2021, the audit report of New Vision Learning Academy, Inc. was completed and submitted more than six months after the close of the fiscal year.

Effect: New Vision Learning Academy, Inc. is not in compliance with RS 24:513.

Recommendation: New Vision Learning Academy, Inc. should complete and submit audit report within six months of the close of its fiscal year.

**Management's Response
and Planned Corrective**

Action: We agree with the recommendation. New Vision Learning Academy, Inc. has implemented policies and procedures to ensure timely filing of the audit report for future filings.

QUESTIONED COSTS: There were no questioned costs.

NEW VISION LEARNING ACADEMY, INC.

**SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2021**

Finding 2020:1:	Louisiana Local Government Budget Act Compliance
Criteria:	The Louisiana Local Government Budget Act (LGBA) requires charter schools to adopt the budget in a separate meeting from the initial meeting in which the budget is discussed. After the budgeting process is completed, LGBA requires the school to publish a notice in its official journal certifying that the school has complied with the required budget process.
Cause:	The Organization does not have written policies and procedures which provides guidelines for how the Organization will ensure compliance with the LGBA.
Condition:	The Organization timely advertised the budget meeting but did not explicitly advise the public that the budget was available for inspection. The budget was adopted in the first meeting where the budget was discussed. After adoption, the school did not certify in its official journal that the budget process was completed and complied with the LGBA.
Effect:	The Organization was non-compliant with the Louisiana Local Government Budget Act.
Recommendation:	The Organization should establish written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana Local Government Budget Act.
STATUS:	CLEARED
Finding 2021:2:	Board Members in Violation of Ethics Laws
Criteria:	Louisiana R.S. 42:1102, 42:1170(A)(3) requires all charter school board members and employees to complete, annually, a one-hour training program on the Code of Ethics. Louisiana R.S. 42:1124.3 requires Board Members must annually file by May 15 a Tier 3 financial disclosure statement with the Board of Ethics as to personal financial information from the previous year and for all years served.
Cause:	The Organization does not have written policies and procedures which provides guidelines to ensure the Organization is in compliance with Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.
Condition:	One board member failed to take the required one hour of ethics training in 2021 and to file their 2019 personal financial information.
Effect:	The Organization was non-compliant with the Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

**Schedule of Prior Year Findings
Year Ended June 30, 2021 (Continued)**

Recommendation: The Organization should establish written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana R.S. 42:1102, 42:1170(A)(3) and R.S. 42:1124.3.

STATUS: UNCLEARED

Finding 2021:3: Failure to Adopt Budget Timely

Criteria: Louisiana R.S. 17:88A requires each city and parish school board to adopt no later than September 15th of each year a budget for the general fund and each special revenue fund for the fiscal year, July 1st through June 30th. Further, the school board is required to no later than September 30th to submit to the State Superintendent a copy of its adopted budget as required by R.S. 17:88C.

Cause: The Organization does not have written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana R.S. 17:88A.

Condition: The Organization proposed and adopted its budget after September 15, 2019 and submitted it to the Superintendent after September 30, 2019.

Effect: The Organization was non-compliant with the Louisiana R.S. 17:88A.

Recommendation: The Organization should establish written policies and procedures which provides guidelines for how the Organization will ensure compliance with Louisiana R.S. 17:88A.

STATUS: CLEARED

NEW VISION LEARNING ACADEMY, INC.
 Schedule of Compensation - Key Management

Schedule 7

For the Year Ended
 June 30, 2021

	Dr. Andrea Miller	Michael McFarland
Job Title	Principal	Dean of Students
Salary	\$ 131,500	\$ 81,666
Benefits-Insurance	12,146	6,553
Benefits-Retirement	33,927	19,043
Reimbursements	2,484	534
Travel	-	-
Conference Travel	-	-
Continuing Professional Education Fees	-	-
Total Compensation	\$ 180,057	\$ 107,796

See Accompanying Independent Auditor's Report.

NEW VISION LEARNING ACADEMY, INC.
Schedule of Board Members

For the Year Ended
June 30, 2021

Board Member	Title	Location
Dr. Danny Hunt	President	Monroe, Louisiana
Sheila Grayson	Treasurer	Monroe, Louisiana
Rod Washington	Secretary	Monroe, Louisiana
Linda Smith	Board Member	Monroe, Louisiana
Larry Doyle	Board Member (Parent)	Monroe, Louisiana
Damion Green	Board Member (Parent)	West Monroe, Louisiana
Anita Tennant Mack	Board Member	Calhoun, Louisiana

See Accompanying Independent Auditor's Report.