

**Chicago Public Schools - Office of Innovation & Incubation  
2014-15 Financial & Compliance Performance Report**

|                       |                                  |  |           |
|-----------------------|----------------------------------|--|-----------|
| <b>School:</b>        | EPIC Academy Charter High School | <b>School ID:</b>  | 400094    |
| <b>Address:</b>       | 8255 S. Houston Ave.             | <b>Financial Management &amp; Compliance Accountability Version:</b> | H         |
| <b>Phone:</b>         | 773.535.7930                     | <b>Term of Agreement:</b>  | 2015-2018 |
| <b>Grades Served:</b> | 9th-12th                         |  |           |

| <b>Financial Management and Compliance</b> |                              |                    |
|--|------------------------------|--------------------|
| <b>Category</b>                            | <b>Indicator</b>             | <b>Performance</b> |
|  | Change in Net Assets         | 2                  |
|  | Liquidity/Current Ratio      | 4                  |
|  | Net Asset Ratio              | 4                  |
|  | Cash on Hand Ratio           | 4                  |
|  | Loan Delinquency             | 4                  |
| Financial Condition                        | Budget                       | 4                  |
| Financial Practices                        | Annual Audit                 | 4                  |
| Compliance                                 | Legal Compliance             | 4                  |
|  | Budget                       | 4                  |
|  | Quarterly Statements         | 4                  |
|  | Audit                        | 4                  |
| Reporting                                  | CPS/State/Federal Compliance | 4                  |

**Version H**

**Financial Condition and Budget:**

| <b>Indicator</b>        | <b>+4</b>   | <b>+3</b>  | <b>+2</b>   | <b>+1</b>   |
|-------------------------|---|--|---|---|
| Change in Net Assets    | Increase in net assets in line with or greater than budgeted surplus                          | Increase in net assets less than budgeted surplus or realizing a balanced budget                     | Decrease in net assets in line with or less than budgeted deficit             | Unbudgeted decrease in net assets or decrease in net assets greater than budgeted deficit |
| Liquidity/Current Ratio | Current ratio is greater than or equal to 1.3   | Current ratio is less than 1.3 but greater than or equal to 1.1                                      | Current ratio is less than 1.1 but greater than or equal to 1.0               | Current ratio is less than 1.0  |
| Net Asset Ratio         | Net assets are greater than or equal to 30% of total assets                                   | Net assets are greater than or equal to 20% of total assets but less than 30%                        | Net assets are greater than or equal to 10% of total assets but less than 20% | Net assets are less than 10% of total assets  |
| Cash-on-hand Ratio      | Cash/avg. monthly expenses greater or equal to 3.0  | Cash/avg. monthly expenses greater or equal to 1.0 but less than 3.0                                 | Cash/avg. monthly expenses greater or equal to 0.75 but less than 1.0         | Cash/avg. monthly expenses less than .75  |
| Loan Delinquency        | No late payments in last twelve months, or no outstanding debt                                | One late payment in last twelve months   | Two or three late payments in last twelve months                              | More than three late payments in last twelve months                                       |
| Budget                  | Realistic budget with reasonable assumptions and revisions allowed through the end of October | Realistic budget with mostly reasonable assumptions and revisions allowed through the end of October | Realistic budget without assumptions and needs to be resubmitted              | Unrealistic budget with unreasonable assumptions and needs to be resubmitted              |

**Financial Controls:**

| <b>Indicator</b> | <b>+4</b>   | <b>+3</b>   | <b>+2</b>   | <b>+1</b>   |
|------------------|---|---|---|---|
| Annual Audit     | Unqualified opinion, no material weaknesses or significant deficiencies | Unqualified opinion; one significant deficiency noted, but school will address within 12 months | Unqualified opinion, with two noted significant deficiencies. | Unqualified opinion, with a noted material weakness or three or more significant deficiencies; or a qualified opinion |

**Compliance:**

| <b>Indicator</b> | <b>+4</b>   | <b>+3</b>   | <b>+2</b>  | <b>+1</b>   |
|------------------|---|---|--|---|
| Legal Compliance | Auditor report on compliance reflects no findings | Auditor report on compliance reflects one finding | Auditor report on compliance reflects two findings | Auditor report on compliance reflects three or more findings; and/or audit states that corrections have not been made for prior year finding(s) |

**Reporting:**

| <b>Indicator</b>                              | <b>+4</b>  | <b>+3</b>  | <b>+2</b>   | <b>+1</b>  |
|---|--|--|---|--|
| Budget  | Budget is submitted on a timely basis                | Budget is submitted with one delay but with prior notification to and acknowledgement by I & I | Budget is submitted with significant delay or submitted late without prior notification to and acknowledgement by I & I | Budget is submitted with significant delay for second year in a row, or not submitted at all |
| Quarterly Statements                          | Quarterly statements are submitted on a timely basis | Quarterly statements are submitted late one time   | Quarterly statements are submitted late two times   | Quarterly statements are submitted late three or more times, or not submitted at all         |
| Audit   | Audit is submitted on a timely basis                 | Audit is submitted with one delay but with prior notification to and acknowledgement by I & I  | Audit is submitted with significant delay or submitted late without prior notification to and acknowledgement by I & I  | Audit is submitted with significant delay for second year in a row, or not submitted at all  |
| CPS/State/Fed Compliance Document Submissions | Timely submittal of all required documents           | Late submittal of up to two required documents   | Late submittal of three required documents  | Late submittal of more than three required documents   |