



STATE OF INDIANA
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December 29, 2023

Charter School Board
Victory College Prep, Inc.
Marion County, Indiana

We have reviewed the Supplemental Audit Report for Victory College Prep, Inc. prepared by Donovan CPAs, Independent Public Accountants, for the period July 1, 2022 to June 30, 2023. In our opinion, the Supplemental Audit Report was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

We call your attention to the finding in the report on page 3. Management's response is on page 5.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

SUPPLEMENTAL AUDIT REPORT
OF
VICTORY COLLEGE PREP., INC.

MARION COUNTY, INDIANA

July 1, 2022 to June 30, 2023



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VICTORY COLLEGE PREP., INC.
MARION COUNTY, INDIANA
School Officials
July 1, 2022 to June 30, 2023

<u>Office</u>	<u>Official</u>	<u>Term</u>
President of Board of Directors	Molly Craft	07/01/22 – 06/30/23
Executive Director	Ryan Gall	07/01/22 – 06/30/23
Chief Operations Officer	Jess Monk	07/01/22 – 06/30/23



Donovan CPAs

The Board of Directors
Victory College Prep., Inc.

We audited the financial statements of Victory College Prep., Inc. (the “School”) as of and for the year ended June 30, 2023 and issued our report thereon dated November 15, 2023. As part of our audit, we tested the School’s compliance with provisions of the *Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools* issued by the Indiana State Board of Accounts and related provisions of laws, regulations, contracts and grant agreements. Reported in the Audit Results and Comments are matters where we believe the School was not in compliance with those provisions.

DONOVAN

Indianapolis, Indiana
November 15, 2023

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VICTORY COLLEGE PREP., INC.
MARION COUNTY, INDIANA
Audit Results and Comments
July 1, 2022 to June 30, 2023

REQUIRED REPORTS - NEGATIVE FUND BALANCES

The School reported the following negative fund balances on the June 30, 2023 Form 9, none of which were related to a pending reimbursement:

• Fund 200	\$ 2,517,537
• Fund 3028	12,900
• Fund 3270	105,106
• Fund 3750	33,848
• Fund 3956	7,660
• Fund 5100	121,000

The fund balance of any fund may not be reduced below zero. Routinely overdrawn funds could be an indicator of serious financial problems which should be investigated by the charter school. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

Charter schools are required to comply with all grant agreements, rules, regulations, bulletins, directives, letters, letter rulings and filing requirements concerning reports and other procedural matters of federal and state agencies, including opinions of the Attorney General of the State of Indiana, and court decisions. Charter schools shall file accurate reports required by federal and state agencies. Noncompliance may require corrective action. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 10)

VICTORY COLLEGE PREP., INC.

MARION COUNTY, INDIANA

Exit Conference

July 1, 2022 to June 30, 2023

The contents of this report were discussed on November 15, 2023 with Luke Kahren (Chief Operating Officer), Patricia Schelling (Director of Finance), and Brian Anderson (Outsourced Consultant with Center for Innovative Education Solutions). The Official Response has been made a part of this report and may be found on page 5.



VICTORY COLLEGE PREP

*1780 Sloan Avenue
Indianapolis, IN 46203
(317) 351-1534*

To Whom It May Concern,

This letter is in response to our SBOA Compliance Finding and our Form 9 showing negative balances.

At Victory College Prep, we take our financial responsibility very seriously. Given that we have had tremendous growth and increase in activity, we are encouraged by our system of controls around grant tracking, SBOA compliance, and financial reporting.

However, we understand there was an issue with the Form 9 and our accounting principles. Moving forward, we will be working closely with our internal staff and external partners to follow appropriate accounting procedures.

Best Regards,

Luke Kahren
Chief Operating Officer
luke.kahren@vcpindy.org
(317) 351-1534