



**STATE OF INDIANA**  
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January 9, 2024

Charter School Board  
Allegiant Preparatory, Inc.  
Marion County, Indiana

We have reviewed the Supplemental Audit Report for Allegiant Preparatory, 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 State Board of Accounts.

We call your attention to the findings 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  
**ALLEGIANT PREPARATORY, INC.**

MARION COUNTY, INDIANA

July 1, 2022 to June 30, 2023



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**ALLEGIANT PREPARATORY, INC.**  
**MARION COUNTY, INDIANA**  
**School Officials**  
**July 1, 2022 to June 30, 2023**

<b><u>Office</u></b>	<b><u>Official</u></b>	<b><u>Term</u></b>
Chairman of Board of Directors	Daniel Harting	07/01/22 – 06/30/23
Operations Manager	Sequoia Anderson	07/01/22 – 06/30/23
Head of School	Rick Anderson	07/01/22 – 06/30/23



# Donovan CPAs

The Board of Directors  
Allegiant Preparatory, Inc.

We audited the financial statements of Allegiant Preparatory, Inc. (the “School”) as of and for the year ended June 30, 2023 and issued our report thereon dated December 14, 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 we believe the School was not in compliance with those provisions.

DONOVAN

Indianapolis, Indiana  
December 14, 2023

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**ALLEGIANT PREPARATORY, INC.**  
**MARION COUNTY, INDIANA**  
**Audit Results and Comments**  
**July 1, 2022 to June 30, 2023**

**RECEIPTS AND DEPOSITS**

From a sample of twenty-five receipts tested, we noted fifteen were not deposited in a timely manner. The individual receipt amounts in question ranged from \$5 to \$74 and were deposited between six and thirty-one days after receipt.

All charter school money must be deposited in the designated depository not later than the business day following the receipt of funds on business days of the depository in the same form in which the funds were received. Timely receipts and deposits are required to provide the organizer and charter school administration with current information necessary for all financial decisions. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 8)

**REQUIRED REPORTS**

We reviewed both biannual Form 9 reports filed by the School to the Indiana Department of Education during the fiscal year. Individual fund balances on the June 30, 2023 Form 9 did not reflect actual balances in line with the School's accounting records.

A fund, as used in the manual, represents money set aside for specific activities of a school corporation. A fund constitutes a complete accounting entity and all financial transactions, both receipts and disbursements, are to be recorded in the fund to which they pertain. (Accounting and Uniform Compliance Guidelines Manual for Indiana Charter Schools, Part 3)

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)

**ALLEGIANT PREPARATORY, INC.**  
**MARION COUNTY, INDIANA**  
**Exit Conference**  
**July 1, 2022 to June 30, 2023**

The contents of this report were discussed on December 14, 2023 with Sequoia Anderson (Operations Manager) and Kim Tarin (Outside Consultant). The Official Response has been made a part of this report and may be found on page 5.



**December 14, 2023**

Donovan CPAs  
9292 N. Meridian Street, Suite 150  
Indianapolis, IN 46260

Allegiant Prep Academy already has or will take the following actions to address the FY2023 supplemental audit report comments:

**Required Reports**

1. We will continue to work diligently to ensure all deposits are made within a timely manner to meet SBOA Requirements.
2. We will continue to manage the differences in timing and required reporting that exist for charter schools in the state of Indiana. As part of that, we will monitor our cash basis fund reporting on our Form 9 submission and adjust as necessary. Adjustments are typically required when we either make accrual-based receivable and payable adjustments or when we receive retroactive grant budget approvals after a reporting deadline has already passed.

Sincerely,

Rick Anderson  
Founder & Head of School