SUCCESS PREPARATORY ACADEMY

NEW ORLEANS, LOUISIANA

FINANCIAL STATEMENTS

FOR THE YEARS ENDED

JUNE 30, 2025 AND 2024

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Success Preparatory Academy (a nonprofit corporation), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Success Preparatory Academy as of June 30, 2025 and 2024, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Success Preparatory Academy and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Success Preparatory Academy's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the *Louisiana Governmental Audit Guide,* and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Success Preparatory Academy's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Success Preparatory Academy's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information contained in the schedule of compensation, benefits, and other payments to agency head (Schedule "1"), as required by Louisiana Revised Statute 24:513 A.(3), is presented for purposes of additional analysis and is also not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis and is also 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 our opinion, the supplementary 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*, we have also issued our report dated November 24, 2025 on our consideration of Success Preparatory Academy's internal control over financial reporting and on our 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 our 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 Success Preparatory Academy'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 Success Preparatory Academy's internal control over financial reporting and compliance.

November 24, 2025
New Orleans, Louisiana

Ericksen Krentel, LLP

Certified Public Accountants

FINANCIAL STATEMENTS

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
CURRENT ASSETS:		
Cash and cash equivalents	$ 3,216,539	$ 2,651,576
Grant receivables	231,789	447,616
Prepaid expenses	90,798	93,082
Total current assets	3,539,126	3,192,274
PROPERTY AND EQUIPMENT, NET	91,394	78,000
OTHER ASSETS:		
Deposits	7,122	7,122
Total other assets	7,122	7,122
Total assets	$ 3,637,642	$ 3,277,396
CURRENT LIABILITIES:		
Accounts payable	$ 210,237	$ 192,823
Accrued expenses	46,157	-
Total current liabilities	256,394	192,823
Total liabilities	256,394	192,823
NET ASSETS:		
Without donor restrictions	3,340,808	3,042,770
With donor restrictions	40,440	41,803
Total net assets	3,381,248	3,084,573
Total liabilites and net assets	$ 3,637,642	$ 3,277,396

See accompanying NOTES TO FINANCIAL STATEMENTS

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE:			
Minimum Foundation Program funding	$ 6,692,422	$ -	$ 6,692,422
Federal grants	1,437,642	-	1,437,642
Other state/local funding	806,642	-	806,642
Private grants and contributions	89,655	-	89,655
Investment income	44,463	-	44,463
Other income	31,637	-	31,637
Net assets released from restrictions	1,363	(1,363)	-
Total revenue	9,103,824	(1,363)	9,102,461
EXPENSES:			
Program services:			
General instructional	3,424,428	-	3,424,428
General non-instructional	2,537,009	-	2,537,009
Special education	1,689,401	-	1,689,401
Special programs	460,881	-	460,881
Administration	694,067	-	694,067
Total expenses	8,805,786	-	8,805,786
Change in net assets	298,038	(1,363)	296,675
Net assets, beginning of year	3,042,770	41,803	3,084,573
Net assets, end of year	$ 3,340,808	$ 40,440	$ 3,381,248

See accompanying NOTES TO FINANCIAL STATEMENTS

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE:			
Minimum Foundation Program funding	$ 6,111,091	$ -	$ 6,111,091
Federal grants	2,276,942	-	2,276,942
Other state/local funding	414,407	-	414,407
Private grants and contributions	289,277	766	290,043
Investment income	35,891		35,891
Other income	33,683	-	33,683
Net assets released from restrictions	29,489	(29,489)	-
Total revenue	9,190,780	(28,723)	9,162,057
EXPENSES:			
Program services:			
General instructional	3,553,732	-	3,553,732
General non-instructional	2,598,645	-	2,598,645
Special education	1,633,594	-	1,633,594
Special programs	330,480	-	330,480
Administration	706,393	-	706,393
Total expenses	8,822,844	-	8,822,844
Change in net assets	367,936	(28,723)	339,213
Net assets, beginning of year	2,674,834	70,526	2,745,360
Net assets, end of year	$ 3,042,770	$ 41,803	$ 3,084,573

See accompanying NOTES TO FINANCIAL STATEMENTS

Exhibit "C"

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025

	Program Services					
	General Instructional	General Non-Instructional	Special Education	Special Program	General Administration	Total
Salaries	$ 2,554,082	$ 555,557	$ 1,081,503	$ 306,436	$ 193,630	$ 4,691,208
Employee benefits	158,886	38,393	76,915	38,675	13,478	326,347
Retirement	87,406	23,468	30,227	12,832	4,916	158,849
Payroll taxes	201,717	43,368	79,175	22,816	14,457	361,533
Purchased education services	198,438	-	149,644	80,122	4,264	432,468
Other purchased professional services	-	-	-	-	76,204	76,204
Purchased technical services	-	27,319	-	-	17,481	44,800
Utilities	-	123,484	-	-	-	123,484
Repairs and maintenance	-	443,546	-	-	27,397	470,943
Rentals	-	-	-	-	41,837	41,837
Student transportation	-	660,088	178,089	-	-	838,177
Insurance	-	44,336	-	-	-	44,336
Advertising, printing, and binding	-	8	-	-	3,600	3,608
Tuition	-	-	90,000	-	-	90,000
Food service	-	558,280	-	-	-	558,280
Travel	-	13,708	-	-	-	13,708
Materials and supplies	184,094	5,454	3,424	-	71,798	264,770
Books and periodicals	21,350	-	-	-	-	21,350
Dues and fees	-	-	424	-	224,236	224,660
Depreciation	18,455	-	-	-	769	19,224
Total expenses	$ 3,424,428	$ 2,537,009	$ 1,689,401	$ 460,881	$ 694,067	$ 8,805,786

See accompanying NOTES TO FINANCIAL STATEMENTS

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Program Services					
	General Instructional	General Non-Instructional	Special Education	Special Program	General Administration	Total
Salaries	$ 2,542,209	$ 703,014	$ 1,126,946	$ 180,806	$ 168,394	$ 4,721,369
Employee benefits	123,180	35,280	55,475	30,837	9,201	253,973
Retirement	104,632	28,935	46,383	7,442	6,930	194,322
Payroll taxes	195,169	53,972	86,518	13,881	12,928	362,468
Purchased education services	214,953	-	116,314	95,396	2,279	428,942
Other purchased professional services	-	-	-	-	63,139	63,139
Purchased technical services	-	24,861	-	-	16,630	41,491
Utilities	237	124,770	-	-	5,199	130,206
Repairs and maintenance	-	414,010	-	-	28,451	442,461
Rentals	-	-	-	-	42,630	42,630
Student transportation	-	646,773	155,125	-	-	801,898
Insurance	-	45,023	-	-	-	45,023
Advertising, printing, and binding	-	184	-	-	14,052	14,236
Tuition	-	-	39,575	-	-	39,575
Food service	-	511,904	-	-	-	511,904
Travel	-	7,411	-	2,027	-	9,438
Materials and supplies	210,940	2,508	6,878	91	89,080	309,497
Books and periodicals	44,481	-	-	-	-	44,481
Dues and fees	-	-	380	-	242,566	242,946
Depreciation	117,931	-	-	-	4,914	122,845
Total expenses	$ 3,553,732	$ 2,598,645	$ 1,633,594	$ 330,480	$ 706,393	$ 8,822,844

See accompanying NOTES TO FINANCIAL STATEMENTS

Exhibit "D"

SUCCESS PREPARATORY ACADEMY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:		
Change in net assets	$ 296,675	$ 339,213
Adjustments to reconcile change in net assets to cash and cash equivalents from (used for) operating activities:		
Depreciation expense	19,224	122,845
(Increase) decrease in:		
Grant receivables	215,827	457,878
Prepaid expenses	2,284	82,349
Increase (decrease) in:		
Accounts payable	17,414	(242,270)
Accrued expenses	46,157	-
Net cash from operating activities	597,581	760,015
CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:		
Capital expenditures	(32,618)	(78,000)
Net cash (used for) investing activities	(32,618)	(78,000)
Net increase in cash and cash equivalents	564,963	682,015
Cash and cash equivalents, beginning of year	2,651,576	1,969,561
Cash and cash equivalents, end of year	$ 3,216,539	$ 2,651,576

See accompanying NOTES TO FINANCIAL STATEMENTS

(1) NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Success Preparatory Academy (Success) was created as a non-profit corporation under the laws of the State of Louisiana (the State) on August 7, 2008. Success' mission is to empower all students with the academic skills, character traits, and self-confidence to lead happy, healthy lives of unlimited possibility. Success provides educational services to students in pre-kindergarten through eighth grade. On February 13, 2009, the Louisiana Board of Elementary and Secondary Education (BESE) approved the charter of Success to operate a Type 5 charter school. The current charter converting Success to Type 3B charter expired June 30, 2024 and was approved for a renewal term of an additional five years expiring on June 30, 2029.

Basis of Accounting and Financial Reporting Framework

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP) as promulgated by the Financial Accounting Standard Board (FASB).

Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Accounting Standards Codification (ASC) 958-210-50-3, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-210-50-3, Success is required to report information regarding its financial position and activities according to two classes of net assets:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of Success. Success' board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Success or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

(1) NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purpose of the statement of cash flows, Success considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

Receivables

Grants and other receivables are stated at the amount management expects to collect from outstanding balances. Management provides for uncollectible amounts through a provision for credit losses and an adjustment to an allowance for credit losses based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance for credit losses and a credit to accounts receivable. At June 30, 2025 and 2024, no allowance is recorded as management considers all receivables to be fully collectible.

Property and Equipment

Property and equipment are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated property and equipment is recorded at fair value as of the date received. Success maintains a capitalization threshold of $5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not. Depreciation is computed using the straight-line method over the following useful lives:

Leasehold improvements	5 years
Machinery and equipment	5 years

Assets acquired with Louisiana Department of Education (LDOE) funds are owned by Success while used in the purpose for which it was purchased. The LDOE however, has a reversionary interest in these assets. Should a charter not be renewed, title in any assets purchased with these funds will revert to the appropriate agency.

Compensated Absences

Employees' unused sick leave does not carryover to future years. Employee personal days carryover into future years; however, Success does not offer compensation in lieu of unused personal leave. Therefore, the liability for compensated absences is not reported in the financial statements as of June 30, 2025 and 2024.

(1) NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met. Success reports contributions of cash or other assets as restricted support if they are received with donor-imposed restrictions or requirements that limit the use of the donation. A donor restriction ends when a time restriction is met or a purpose restriction is accomplished. As restrictions are met, assets are reclassified to net assets without donor restrictions and reported as net assets released from restrictions in the statement of activities.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Revenues from federal and state grants are recorded when Success has a right to reimbursement under the related grant, generally corresponding to the incurring of grant related costs by the School, or when otherwise earned under the terms of the grants.

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills provided by individuals possessing those skills and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Functional Expenses

The cost of program and supporting services has been summarized on a functional basis in the statements of activities. This requires the allocation of certain costs based on total program costs and estimates made by management. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis. Salaries and employee benefits have been allocated based on time and effort. Rent and depreciation have been allocated based on square footage. All other allocated expenses have been allocated based on actual expenses incurred.

(1) NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

Success applies judgment in determining whether a contract contains a lease and whether a lease is classified as an operating lease or a finance lease. Success defines the lease term as the non-cancellable term of the lease, which may include options to extend or terminate the lease when it is reasonably certain that Success will exercise that option. The lease term is used in determining classification between operating lease and finance lease, calculating the lease liability and determining the incremental borrowing rate.

Success also applies judgment in allocating the consideration in a contract between lease and non-lease components. It considers whether Success can benefit from the right-of-use asset either on its own or together with other resources and whether the asset is highly dependent on or highly interrelated with another right-of-use asset.

Success is required to discount lease payments using the rate implicit in the lease if that rate is readily available. If that rate cannot be readily determined, the lessee is required to use its incremental borrowing rate. Success generally uses the incremental borrowing rate when initially recording real estate leases. Information from the lessor regarding the fair value of underlying assets and initial direct costs incurred by the lessor related to the leased assets is not available.

Success determines the incremental borrowing rate of each lease by estimating the credit rating of Success at the time the lease is recognized, referencing market yields corresponding to the credit rating and weighted average life of the lease, and factoring in other lease-specific factors such as assumed collateral.

Income Tax Status

Success has received a tax-exempt ruling under section 501(c)(3) from the Internal Revenue Service and, accordingly, is not subject to income tax unless it has unrelated trade or business income. Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an entity's financial statements. These standards require an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. As of June 30, 2025 and 2024, Success believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Tax years ended June 30, 2022 and later remain subject to examination by the taxing authorities.

(1) NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Date of Management Review

Subsequent events have been evaluated through November 24, 2025, which is the date the financial statements were available to be issued.

(2) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

At June 30, 2025 and 2024, Success has financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures of $3,448,328 and $3,099,192, respectively. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position date.

Success' objective is to maintain liquid assets without donor restrictions sufficient to cover 60 days of program expenditures. Success regularly monitors liquidity required to meet its operating needs and other contractual commitments. Expenditures are generally met within 30 days utilizing the resources Success has available. In addition, Success operates with a budget to monitor sources and uses of funds throughout the year.

(3) GRANTS RECEIVABLES

Grants receivable at June 30th consist of the following:

	2025	2024
Due from State of Louisiana	$ 231,789	$ 447,616
	$ 231,789	$ 447,616

(4) PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30th:

	2025	2024
Leasehold improvements	$ 445,839	$ 445,839
Machinery and equipment	44,991	12,373
Less accumulated depreciation	(399,436)	(380,212)
Total	$ 91,394	$ 78,000

Depreciation expense for the years ended June 30, 2025 and 2024 totaled $19,224 and $122,845, respectively.

(5) RESTRICTIONS ON NET ASSETS

Net assets with donor restrictions consisted of the following at June 30th:

	2025	2024
Child nutrition	$ 40,408	$ 40,408
Reimagine grant	-	-
Other	32	1,395
Net assets with donor restrictions	$ 40,440	$ 41,803

Net assets with donor restrictions were released from restrictions for the following purposes during the years ended June 30th:

	2025	2024
Reimagine Grant	$ -	$ 28,725
Other	1,363	764
Net assets released from restrictions	$ 1,363	$ 29,489

(6) RETIREMENT PLAN

Success maintains an employer-sponsored defined contribution pension account defined in subsection 401(k). Employer matches up to 4% of the gross pay contributions of the employees. For the years ended June 30, 2025 and 2025, Success' contributions to the plan totaled $158,849 and $194,322, respectively.

During the summer of 2023, Success identified an issue with the stipend pay being incorrectly excluded from the plan since 2013. Success hired an ERISA attorney who assisted in advising and correcting the issue. As a result, Success paid $41,656 during 2024 to make up for the missed contributions and match.

(7) LEASE COMMITMENTS

Operating Leases With OPSB

As of July 1, 2024, Success entered into an agreement with the Orleans Parish School Board (OPSB) which allows Success to use the facilities and its contents located at 4621 Canal Street, New Orleans, Louisiana. The lease is scheduled to expire on June 30, 2029.

(7) LEASE COMMITMENTS (CONTINUED)

The aforementioned lease calls for payments based on a Use Fee and participation in OPSB's Per Pupil Unit Cost Program. The Use Fee is calculated annually and withheld from MFP funds by OPSB. The calculation is based on each charter schools per pupil share of the actual costs of property, boiler and machinery, terrorism, disaster management and flood insurance of all OPSB-controlled school facilities participating in the Per Pupil Unit Cost Program, and includes any insurance brokerage fee, unrelated to recovery of capital costs or depreciation that would be recovered in a traditional lease relationship.

Use of the properties in the aforementioned lease is not recorded as an in-kind contribution from, or related rent expense to, the OPSB as the value of the use of the land and building is not readily determinable. The agreement is classified as an exchange transaction because both parties receive significant value from this arrangement. Accordingly, the present value of the benefit to be received in future years has not been recorded.

Operating Leases With Other Third Parties

Success leased office equipment under four noncancelable operating leases that expire in various periods through the 2028 fiscal year. Rent expense was $17,301 and $14,728 for the years ended June 30, 2025 and 2024, respectively. Total usage charges included in rentals on the statement of functional expenses was $25,329 and $27,902 for the years ended June 30, 2025 and 2024, respectively.

Future minimum lease payments under the operating leases are as follows:

2026	$	14,015
2027		9,361
2028		2,830
	$	26,206

(8) CONCENTRATIONS OF CREDIT RISK

Success maintains cash in bank accounts in excess of insured limits periodically. Success has not experienced any losses and does not believe that significant credit risk exists as a result of this practice. Success' cash at risk was $2,984,031 and $2,429,307 for the years ended June 30, 2025and 2024, respectively.

(9) GRANT PROGRAM CONTINGENCIES

Success participates in a number of state and federal grant programs, which are governed by various rules and regulations. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that Success has not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable as of June 30, 2025 and 2024 might be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing state and federal grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and Success.

(10) ECONOMIC DEPENDENCY

Success receives the majority of its revenue from the State of Louisiana. Minimum Foundation Program (MFP) funding for the years ended June 30, 2025 and 2024 totaled $6,692,422 and $6,111,091, respectively. Funding from various federal grants passed through the State of Louisiana totaled $1,437,642 and $2,276,942 for the years ended June 30, 2025 and 2024, respectively. Other state funding received from the State of Louisiana totaled $806,642 and $414,407 for the years ended June 30, 2025 and 2024, respectively. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of funds Success receives could be reduced significantly and have an adverse impact on its operations.

In October 2024, NOLA-PS notified Success and all charter school operators it authorizes that local tax revenue estimates provided in March 2024 for the 2024-2025 school year had been overstated. Revised projections indicated a system-wide funding shortfall of up to approximately $50 million compared to those earlier estimates. To mitigate the impact of this shortfall, during the year ended June 30, 2025 the Orleans Parish School Board approved a non-recurring $35 million allocation to schools, outside of the annual MFP funding allocation. As a result of these actions, Success received additional funding from NOLA-PS during the year ended June 30, 2025, which is included in other state/local funding in the accompanying statement of activities.

(11) RECLASSIFICATIONS

Certain reclassifications have been made to the prior year’s financial statements to conform to the presentation of the current year financial statements. The reclassifications have no effect on net assets.

SUPPLEMENTARY INFORMATION

Schedule "1"

SUCCESS PREPARATORY ACADEMY
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED JUNE 30, 2025

	Christy Ivie
Time served	07/01/24 through 06/30/25
Salary	$ 137,000
Benefits - insurance	2,717
Benefits - retirement	5,480
Travel	1,681
Supplies	520
Total compensation, benefits, and other payments	$ 147,398

(See Independent Auditors' Report)

OTHER REPORTING REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

4227 Canal Street
New Orleans, LA 70119
ericksenkrentel.com

INDEPENDENT AUDITORS' 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 and Management of
Success Preparatory Academy
New Orleans, Louisiana

We 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 Success Preparatory Academy (a non-profit corporation), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 24, 2025.

Report on Internal Control Over Financial Reporting

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

Our 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 our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Success Preparatory Academy's financial statements are free from material misstatement, we 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 our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

November 24, 2025
New Orleans, Louisiana

Ericksen Krentel, LLP
Certified Public Accountants

SINGLE AUDIT SECTION

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

4227 Canal Street
New Orleans, LA 70119
ericksenkrentel.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Success Preparatory Academy's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Success Preparatory Academy's major federal programs for the year ended June 30, 2025. Success Preparatory Academy's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Success Preparatory Academy complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Success Preparatory Academy and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Success Preparatory Academy's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Success Preparatory Academy's federal programs.

To the Board of Directors and Management
Success Preparatory Academy
New Orleans, Louisiana

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Success Preparatory Academy's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Success Preparatory Academy's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Success Preparatory Academy's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Success Preparatory Academy's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Success Preparatory Academy's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

To the Board of Directors and Management
Success Preparatory Academy
New Orleans, Louisiana

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

November 24, 2025
New Orleans, Louisiana

Ericksen Krentel, LLP
Certified Public Accountants

SUCCESS PREPARATORY ACADEMY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-through Grantor/ Program Title	Federal AL Number		Federal Disbursements/ Expenditures
U.S. Department of Education			
Pass-through program from Louisiana Department of Education			
Title I Grants to Local Educational Agencies	84.010		$ 347,339
Special Education Cluster (IDEA):			
Special Education - Grants to States	84.027	$ 116,682	
Special Education - Preschool Grants	84.173	3,805	
Total Special Education Cluster			120,487
Career and Technical Education - Basic Grants to States	84.048		
English Language Acquisition State Grants	84.365		14,283
Improving Teacher Quality State Grants	84.367		33,772
Comprehensive Literacy Development	84.371		94,099
Student Support and Academic Enrichment Program	84.424		23,710
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief	84.425U		54,594
Total U.S. Department of Education			688,284
U.S. Department of Agriculture			
Pass-through program from Louisiana Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	148,293	
National School Lunch Program	10.555	332,179	
Total Child Nutrition Cluster			480,472
Child and Adult Care Food Program	10.558		285,616
Total U.S. Department of Agriculture			766,088
Total expenditures of federal awards			$ 1,454,372

(See Independent Auditors' Report)

SUCCESS PREPARATORY ACADEMY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

(1) BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of Success Preparatory Academy under programs of the federal government for the year ended June 30, 2025. The information in the schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Success Preparatory Academy, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Success Preparatory Academy.

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expense Recognition

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Payments to Subrecipients

There were no payments to subrecipients for the fiscal year ended June 30, 2025.

Non-Cash Assistance

Nonmonetary assistance in the amount of $16,732 is reported in the schedule of expenditures of federal awards as AL Nos. 10.555 at the fair market value of the commodities received and disbursed.

(3) INDIRECT COST RATE

Success Preparatory Academy has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

SUCCESS PREPARATORY ACADEMY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

I. SUMMARY OF AUDITORS' REPORTS

1. The auditors' report expresses an unmodified opinion on the financial statements of Success Preparatory Academy.

2. No significant deficiencies or material weaknesses in internal control relating to the audit of the financial statements are reported in the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Prepared in Accordance with *Government Auditing Standards*.

3. No instances of noncompliance are reported in the 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*.

4. No significant deficiencies or material weaknesses relating to the audit of the major federal award programs are reported in the Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance in Accordance with the Uniform Guidance.

5. The auditors' report on compliance for the major federal award programs for Success Preparatory Academy expresses an unmodified opinion on all major federal programs.

6. There were no audit findings required to be reported in accordance with 2 CFR section 200.516(a).

7. The programs tested as major programs were the Child Nutrition Cluster (AL Nos. 10.553 and 10.555).

8. The threshold for distinguishing Types A and B programs was $750,000.

9. Success Preparatory Academy was determined to be a low-risk auditee.

10. A management letter was not issued for the year ended June 30, 2025.

II. FINDINGS – FINANCIAL STATEMENT AUDIT

There were no findings related to the financial statements for the year ended June 30, 2025.

III. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM AUDIT

There were no findings related to major federal awards programs for the year ended June 30, 2025.

SUCCESS PREPARATORY ACADEMY
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

I. INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

There were no findings related to the financial statement audit for the year ended June 30, 2024.

II. INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FEDERAL AWARDS

There were no findings or questioned costs related to major federal award programs audit for the year ended June 30, 2024.

III. MANAGEMENT LETTER

There was no management letter for the year ended June 30, 2024.

SCHEDULES REQUIRED BY STATE LAW
(PERFORMANCE STATISTICAL DATA)

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

4227 Canal Street
New Orleans, LA 70119
ericksenkrentel.com

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors and Management of
Success Preparatory Academy
New Orleans, Louisiana

We have performed the procedures enumerated below on the performance and statistical data accompanying the annual financial statements of Success Preparatory Academy for the fiscal year ended June 30, 2025; and to determine whether the specified schedules are free of obvious errors and omissions, in compliance with Louisiana Revised Statute 24:514 I. Management of Success Preparatory Academy is responsible for its performance and statistical data.

Success Preparatory Academy has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the performance and statistical data accompanying the annual financial statements. Additionally, the Louisiana Department of Education and the Louisiana Legislative Auditor have agreed to and acknowledged that the procedures performed are appropriate for their purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

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

1. We 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 for each of the following amounts reported on the schedule:

    a. Total General Fund Instructional Expenditures,
    b. Total General Fund Equipment Expenditures,
    c. Total Local Taxation Revenue,
    d. Total Local Earnings on Investment in Real Property,
    e. Total State Revenue in Lieu of Taxes,
    f. Nonpublic Textbook Revenue,
    g. Nonpublic Transportation Revenue.

Exceptions: No exceptions were found as a result of applying the procedure.

2. We obtained a list of classes by school, school type, and class size as reported on the schedule. We 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.

Exceptions: One class does not agree to the roll books.

Education Levels/Experience of Public School Staff (NO SCHEDULE)

3. We 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. We 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.

Exceptions: One employees' years of experience did not agree between the PEP report and the personnel file.

Public School Staff Data: Average Salaries (NO SCHEDULE)

4. We 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. We 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).

Exceptions: No exceptions were found as a result of applying the procedure.

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

To the Board of Directors and Management
Success Preparatory Academy

We were engaged by Success Preparatory Academy to perform this agreed-upon procedures engagement and conducted our engagement 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. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of Success Preparatory Academy and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope and results of testing performed on the performance and statistical data accompanying the annual financial statements of the Success Preparatory Academy, as required by Louisiana Revised Statue 24:514.I, and for the information and use of Success Preparatory Academy, the Louisiana Department of Education, and the Louisiana Legislative Auditor. Accordingly, this report is not suitable for any other purpose and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

November 24, 2025
New Orleans, Louisiana

Ericksen Krentel, LLP
Certified Public Accountants

SUCCESS PREPARATORY ACADEMY
GENERAL FUND INSTRUCTIONAL AND SUPPORT EXPENDITURES AND
CERTAIN LOCAL REVENUE SOURCES
FOR THE YEAR ENDED JUNE 30, 2025

GENERAL FUND INSTRUCTIONAL AND EQUIPMENT EXPENDITURES

	Column A	Column B
General Fund instructional expenditures:		
Teacher and student interaction activities:		
Classroom teacher salaries	$ 2,041,686	
Other instructional staff salaries	1,026,492	
Employee benefits	763,084	
Purchased professional and technical services	1,654,958	
Instructional materials and supplies	203,585	
Total teacher and students interaction activities		$ 5,689,805
Other instructional activities		-
Pupil support services	235,004	
Less: equipment for pupil support services	-	
Net pupil support services		235,004
Instructional staff services	413,404	
Less: equipment for instructional staff services	-	
Net instructional staff services		413,404
School administration	653,969	
Less: equipment for school administration	-	
Net school administration		653,969
Total General Fund instructional expenditures (total of column B)		$ 6,992,182
Total General Fund equipment expenditures		$ -

CERTAIN LOCAL REVENUE SOURCES

Total local taxation revenue	$ -
Total local earnings on investment in real property	$ -
Total state revenue in lieu of taxes	$ -
Nonpublic textbook revenue	$ -
Nonpublic transportation revenue	$ -

(See Independent Accountants' Report on Applying Agreed-Upon Procedures)

SUCCESS PREPARATORY ACADEMY
CLASS SIZE CHARACTERISTICS
FOR THE YEAR ENDED JUNE 30, 2025
AS OF OCTOBER 1, 2025

	CLASS SIZE RANGE							
	1-20		21-26		27-33		34+	
SCHOOL TYPE:	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	24%	39	19%	31	22%	37	0%	-
Elementary/Activity Classes	5%	8	13%	22	17%	28	0%	-
Middle/Jr. High	-	-	-	-	-	-	-	-
Middle/Jr. High Activity Classes	-	-	-	-	-	-	-	-
High	-	-	-	-	-	-	-	-
High Activity Classes	-	-	-	-	-	-	-	-
Combination	-	-	-	-	-	-	-	-
Combination Activity Classes	-	-	-	-	-	-	-	-

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. These limits are not applicable to charter schools.

Success @ Thurgood Marshall

November 24, 2025

Louisiana Legislative Auditor

Success Preparatory Academy respectfully submits the following corrective action plan for items identified pursuant to the BESE Agreed-Upon Procedures Engagement prescribed by you.

Name and address of independent public accounting firm:

Ericksen Krentel, L.L.P.
4227 Canal Street,
New Orleans, Louisiana 70119

Engagement Period: July 1, 2024 – June 30, 2025

The exceptions from the BESE Agreed-Upon Procedures Report are discussed below:

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

Exception: One class does not agree to the roll books.

Management's Response to Exception: Management has noted and agrees with the above exception. Management will consider the effects of such exception and the need to enhance key controls in the identified area.

Education Levels/Experience of Public-School Staff (NO SCHEDULE)

Exception: One employee's years of experience did not agree between the PEP report and the personnel file.

Management's Response to Exception: Management has noted and agrees with the above exception. Management will consider the effects of such exception and the need to enhance key controls in the identified area.

Sincerely,

Signature

Director of Finance
Title