

EXHIBIT AK

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STATE PUBLIC CHARTER SCHOOL AUTHORITY

**1749 North Stewart Street Suite 40
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October 29, 2015

Ms. Deborah Roberson
Superintendent
Quest Preparatory Academy
4660 North Rancho
Las Vegas, NV 89030

Dear Ms. Roberson,

At the September 28, 2015 meeting of the State Public Charter School Authority board, the Authority reviewed the results of the forensic audit of Quest Preparatory Academy. The SPCSA board unanimously adopted a resolution directing SPCSA staff to take the following actions:

- 1) As the audit has revealed a pattern of self-dealing transactions by past members of this school's board, and because the ramifications of those decisions continue to impact the school, directed SPCSA staff to take immediate actions to work with the school for the installment of a receiver as soon as possible.
- 2) As the auditors received no cooperation from the Chartered For Excellence Foundation, which claimed it was not subject to auditor's requests for information, but significant public money continues to flow from the school to this foundation that was established by former board members, and because of other potentially troubling issues revealed by the audit, including a pattern of awarding contracts without board approval, the execution of excessive contracts that appeared of no benefit to the school, directed staff to forward the full audit results to the Attorney General's public integrity unit for further investigation of any and all issues raised in the audit results.

Pursuant to that resolution and to the agreement Quest made with the SPCSA board as a condition to granting its amendment request on August 25, 2015, the Director of the SPCSA, acting on delegated authority from the SPCSA Board, appointed Mr. Joshua M. Kern of TenSquare, LLC to serve as the Authority-appointed receiver for the school effective October 26, 2015. Pursuant to that appointment, Mr. Kern has full legal authority over all aspects of school finance, operations, and academics and is directed to report back to the SPCSA board and staff on Quest's status.

Pursuant to that appointment, Mr. Kern is to have signatory authority over all bank accounts and shall have the authority to negotiate, enter into, renegotiate, and enforce any and all contracts on behalf of the school. Mr. Kern's compensation, subject to review by the Director, is to be paid out of school funds for the duration of his tenure as the Authority-appointed receiver for the school.

Sincerely,

A handwritten signature in black ink, appearing to read "Patrick J. Gavin". The signature is written in a cursive, flowing style with a large initial "P" and "G".

Patrick J. Gavin
Director