

**AMIkids Miami-Dade,
Inc.**

Financial Statements

June 30, 2015

**(With comparative financial
information for 2014)**

AMIkids Miami-Dade, Inc.
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June 30, 2015
(With comparative financial information for 2014)

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201 South Orange Ave., Suite 800
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Independent Auditors' Report

The Board of Trustees
AMIkids Miami-Dade, Inc.

We have audited the accompanying financial statements of AMIkids Miami-Dade, Inc. (the "Institute"), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of AMIkids Miami-Dade, Inc. as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2015 on our consideration of AMIkids Miami-Dade, Inc. 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 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 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 AMIkids Miami-Dade, Inc.'s internal control over financial reporting and compliance.

Other Matter

The 2014 financial statements of AMIkids Miami-Dade, Inc. were audited by other auditors, whose report dated September 17, 2014 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

BDO USA, LLP
Certified Public Accountants

September 17, 2015

AMIkids Miami-Dade, Inc.
Statement of Financial Position
June 30, 2015
(With comparative financial information for 2014)

	<u>2015</u>	<u>2014</u>
Assets		
Cash and cash equivalents	\$ 201,841	\$ 127,483
Accounts receivable		
Funding agencies	101,112	60,110
Other	17,053	8,879
Prepaid expenses and other	62,546	64,253
Due from AMIkids and affiliated institutes	172,791	179,381
Property and equipment, net	239,918	280,942
Total assets	<u>\$ 795,261</u>	<u>\$ 721,048</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 60,007	\$ 51,078
Accrued expenses	74,631	74,962
Due to AMIkids and affiliated institutes	62,252	101,307
Deferred revenues	17,388	38,883
Notes payable	6,986	9,604
Total liabilities	<u>221,264</u>	<u>275,834</u>
Net Assets:		
Unrestricted	536,708	337,748
Temporarily restricted	37,289	107,466
Total net assets	<u>573,997</u>	<u>445,214</u>
Total liabilities and net assets	<u>\$ 795,261</u>	<u>\$ 721,048</u>

The accompanying notes are an integral part of these financial statements.

AMIkids Miami-Dade, Inc.
Statement of Activities
Year Ended June 30, 2015
(With summarized financial information for 2014)

	Unrestricted	Temporarily Restricted	Totals	
			2015	2014
Public support and revenue:				
Public support:				
State grants	\$ 1,447,157	\$ -	\$ 1,447,157	\$ 1,294,256
Federal support	260,655	-	260,655	135,034
Regional revenue	794,277	-	794,277	886,490
Contributions	143,665	49,873	193,538	207,251
Total public support	2,645,754	49,873	2,695,627	2,523,031
Revenue:				
Interest income	1	2	3	41
Other	48,908	-	48,908	52,061
Total revenue	48,909	2	48,911	52,102
Net assets released from restrictions	120,052	(120,052)	-	-
Total public support and revenue	2,814,715	(70,177)	2,744,538	2,575,133
Expenses:				
Program services	2,561,754	-	2,561,754	2,376,315
Management and general	54,001	-	54,001	60,133
Total expenses	2,615,755	-	2,615,755	2,436,448
Change in net assets	198,960	(70,177)	128,783	138,685
Net assets, beginning of year	337,748	107,466	445,214	306,529
Net assets, end of year	\$ 536,708	\$ 37,289	\$ 573,997	\$ 445,214

The accompanying notes are an integral part of these financial statements.

AMIkids Miami-Dade, Inc.
Statement of Functional Expenses
Year Ended June 30, 2015
(With summarized financial information for 2014)

	Program	Management and	Totals	
	Services	General	2015	2014
Salaries	\$ 1,395,659	\$ -	\$ 1,395,659	\$ 1,218,985
Employee benefits and payroll taxes	306,005	-	306,005	307,177
Travel	25,368	-	25,368	69,644
Conferences and training	36,518	-	36,518	32,161
Books and publications	214	-	214	-
Rent and utilities	78,674	225	78,899	80,476
Insurance	117,536	-	117,536	116,101
Telephone	23,446	-	23,446	22,281
Professional fees	8,275	15,096	23,371	30,603
Postage	-	2,929	2,929	2,330
Student supplies and training	303,949	8,581	312,530	259,621
Community development	12,116	1,681	13,797	13,959
Equipment and maintenance	82,172	5,153	87,325	82,727
Interest	1,577	-	1,577	6,260
Depreciation	89,847	-	89,847	98,909
Management fee and other	80,398	20,336	100,734	95,214
Total expenses	<u>\$ 2,561,754</u>	<u>\$ 54,001</u>	<u>\$ 2,615,755</u>	<u>\$ 2,436,448</u>

The accompanying notes are an integral part of these financial statements.

AMIkids Miami-Dade, Inc.
Statement of Cash Flows
Year Ended June 30, 2015
(With comparative financial information for 2014)

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Change in net assets	\$ 128,783	\$ 138,685
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	89,847	98,909
(Gain) loss on disposal of property and equipment	-	(8,680)
Donated property and equipment	-	(999)
(Increase) decrease in:		
Accounts receivable	(49,176)	13,185
Prepaid expenses and other	1,707	4,360
Due from AMIkids and affiliated institutes	6,590	(41,283)
Increase (decrease) in:		
Accounts payable	8,929	(40,551)
Accrued expenses	(331)	(2,246)
Deferred revenues	(21,495)	(21,495)
Due to AMIkids and affiliated institutes	2,445	20,777
Net cash provided by (used in) operating activities	<u>167,299</u>	<u>160,662</u>
Cash flows from investing activities:		
Proceeds from sale of property and equipment	-	10,250
Purchases of property and equipment	<u>(48,823)</u>	<u>(5,963)</u>
Net cash provided by (used in) investing activities	<u>(48,823)</u>	<u>4,287</u>
Cash flows from financing activities:		
Proceeds from new borrowings from affiliates	-	169,600
Payments on affiliate notes payable	(41,500)	(287,100)
Payments on third party notes payable	<u>(2,618)</u>	<u>(2,513)</u>
Net cash provided by (used in) financing activities	<u>(44,118)</u>	<u>(120,013)</u>
Net increase (decrease) in cash and cash equivalents	74,358	44,936
Cash and cash equivalents at beginning of year	127,483	82,547
Cash and cash equivalents at end of year	<u>\$ 201,841</u>	<u>\$ 127,483</u>
Cash paid for interest	<u>\$ 1,577</u>	<u>\$ 6,260</u>
Supplemental disclosure of noncash investing and operating activities:		
Financed or other noncash acquisitions of property and equipment	<u>\$ -</u>	<u>\$ 11,236</u>

The accompanying notes are an integral part of these financial statements.

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

1. Summary of Significant Accounting Policies

Organization

AMIkids Miami-Dade, Inc. (the "Institute"), a non-profit corporation, is engaged in the rehabilitation of delinquent youth by providing education, treatment and behavior modification as components of the AMIkids Personal Growth Model. These services are performed by the Institute, which is one of over forty affiliated, but independently governed member programs and schools located in Florida, South Carolina, North Carolina, Louisiana, Virginia, Georgia, Texas, and New Mexico. The Institute's educational component is accredited by AdvancED, a global accrediting agency dedicated to advancing excellence in schools, universities, and educational agencies. AMIkids, Inc. ("AMIkids") is the sole member of the Institute. AMIkids is located in Florida and executes the contracts, collects funds, coordinates the operations and manages the record keeping of these member Programs and schools. The Institute's operating funds are primarily generated from state contracts, local funds and contributions. Continued operation of the Institute's rehabilitation program is dependent on funding continued funding from AMIkids's state contracts and local agencies as well as financial and other support from AMIkids.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from such estimates and such differences could be material.

Basis of Presentation

The accompanying financial statements are presented on the accrual basis of accounting. Assets are presented in the accompanying statement of financial position according to their nearness of conversion to cash, and liabilities according to the nearness of their maturity and resulting use of cash.

Unrestricted net assets consist of amounts that are available for use in carrying out the activities of the Institute. Temporarily restricted net assets represent those amounts, which are not available until future periods or are donor restricted for specific purposes.

Cash and Cash Equivalents

Cash and cash equivalents represent cash and short-term, highly liquid investments with original maturities of three months or less.

Cash is maintained in bank deposit accounts, which at times may exceed federally insured limits. The Institute believes it is not exposed to any significant credit risk in these accounts.

Accounts Receivable

Accounts receivable consists primarily of receivables from federal agencies and county school boards. The Institute considers its accounts receivable to be fully collectible and therefore, has not recorded an allowance for doubtful accounts. Amounts becoming uncollectible will be charged to operations when that determination is made.

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

Property and Equipment

Property and equipment are stated at cost, if purchased, or at estimated fair value at date of receipt if donated. Property and equipment transferred to the Institute by a funding agency are stated at estimated fair value at date of transfer. Property transferred or acquired with grant funds may revert to the funding agency should the Institute no longer provide the rehabilitation services required by the contract. At the time property is retired, or otherwise disposed of, the asset and related accumulated depreciation are removed from the accounts and any resulting gain or loss is included in earnings. Repairs and maintenance are expensed when incurred. Depreciation is calculated using the straight-line method over the following estimated useful lives of the assets:

Permanent site improvements	5 years
Buildings and improvements	5-20 years
Furniture, fixtures and equipment	3-5 years
Motor vehicles	3 years
Boats, motors and trailers	3 years

Impairment of Long-Lived Assets

The Institute reviews all long-lived assets, which consist primarily of property and equipment, for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net undiscounted cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the discounted cash flows.

Use of Facilities

Facilities provided by a funding agency to the Institute are for use during the term of its contract and are recorded as an in-kind contribution and rental expense in the financial statements in the period in which the facilities are utilized by the Institute. The amounts recorded in each period of use by the Institute represent the difference between the fair rental value of the facilities and the stated amount of the rent payments. The stated amount of the rent payments is generally zero. In-kind rental contributions and the related rental was \$34,200 for both years ended June 30, 2015 and 2014 and are reflected as contribution revenue and rent and utilities expense, respectively, in the accompanying financial statements.

Public Support and Revenue

Public support is primarily from AMIkids's contracts with various state agencies. Contracts with state agencies generally provide funding based on client service days. Other public support represents amounts received from federal and local sources, including county school boards and contributions.

A significant portion of AMIkids's and the Institute's grants and contracts are exchange transactions in which each party receives and sacrifices commensurate value. Funds from these exchange transactions are not considered contributions and, as such, are deemed to be earned and reported as revenue when such funds have been expended towards the designated purpose. Funds from exchange transactions received in advance of revenue recognition are recorded as deferred revenue.

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

Contributions received and unconditional promises to give are measured at their fair values and are reported as increases in net assets. The Institute reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Donated Services

Amounts are reported in the financial statements for voluntary donations of services when those services create or enhance non-financial assets or require specialized skills provided by the individuals possessing those skills and would be typically purchased if not provided by donation. For the years ended June 30, 2015 and 2014, donated services were not material to the financial statements.

Fair Value of Financial Instruments

The Institute reports its financial assets and liabilities using a three-tier hierarchy, which prioritizes the inputs used in measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described below:

- Level 1 – Valuation based on unadjusted quoted prices in active markets for identical assets or liabilities.
- Level 2 – Valuation based on observable quoted prices for similar assets and liabilities in active markets.
- Level 3 – Valuation based on inputs that are unobservable and are supported by little or no market activity, therefore requiring management's best estimate of what market participants would use as fair value.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Fair value estimates discussed herein are based upon certain market assumptions and pertinent information available to management. The respective carrying value of certain on-balance-sheet financial instruments approximates their fair values due to the short-term nature of these instruments. These financial instruments include cash and cash equivalents, accounts receivable, accounts payable, and accrued expenses. The fair value of the notes payable is estimated based on current rates that would be available for debt of similar terms which is not significantly different from its stated value.

The Institute has no Level 1, 2 or Level 3 instruments.

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the program and supporting services benefited. Other expenses are allocated based on management's estimate of the benefit derived by each activity.

Income Taxes

AMIkids Miami-Dade, Inc. is exempt from income tax under section 501 (c) (3) of the Internal Revenue Code.

The Institute identifies and evaluates uncertain tax positions, if any, and recognizes the impact of uncertain tax positions for which there is a less than more-likely-than-not probability of the position being upheld when reviewed by the relevant taxing authority. Such positions are deemed to be unrecognized tax benefits and a corresponding liability is established on the statement of financial position. The Institute has not recognized a liability for uncertain tax positions. If there were an unrecognized tax benefit, the Institute would recognize interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. The Institute's tax years subject to examination by the Internal Revenue Service generally remain open for three years from the date of filing.

Summarized Financial Information for 2014

The financial information for the year ended June 30, 2014 is presented for comparative purposes and is not intended to be a complete presentation.

2. Property and Equipment

Property and equipment at June 30, 2015 and 2014 consists of:

	2015	2014
Land and permanent site improvements	\$ 15,879	\$ 15,879
Buildings and improvements	1,955,006	1,949,906
Furniture, fixtures and equipment (including capitalized lease obligations of \$11,236)	234,403	236,414
Motor vehicles	45,689	45,689
Boats, motors and trailers	102,880	102,880
Construction in progress (estimate to complete \$8,400)	33,403	-
	<u>2,387,260</u>	<u>2,350,769</u>
Less accumulated depreciation	(2,147,342)	(2,069,827)
	<u>\$ 239,918</u>	<u>\$ 280,942</u>

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

3. Notes Payable

Notes payable at June 30, 2015 and 2014 consists of:

	<u>2015</u>	<u>2014</u>
Note payable in monthly installments of \$137, including interest at 4.8%, due October 2017; capitalized lease obligation related to equipment	\$ 3,493	\$ 4,802
Note payable in monthly installments of \$137, including interest at 4.8%, due October 2017; capitalized lease obligation related to equipment	3,493	4,802
	<u>\$ 6,986</u>	<u>\$ 9,604</u>

Annual maturities of notes payable are as follows:

Year ended June 30,

2016	\$ 3,022
2017	3,172
2018	792
	<u>\$ 6,986</u>

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

4. Restricted Net Assets

Temporarily restricted net assets at June 30 are available for the following purposes:

	<u>2015</u>	<u>2014</u>
Education/scholarship	\$ 19,808	\$ 28,457
Building/equipment	12,476	7,500
Experiential activities	143	24,526
Behavior interventionist and other	4,862	46,983
	<u>\$ 37,289</u>	<u>\$ 107,466</u>

Net assets were released from donor restrictions during 2015 and 2014 by occurrence of events specified by donors as follows:

	<u>2015</u>	<u>2014</u>
Education/scholarship	\$ 21,463	\$ 8,847
Building/ equipment	15,024	-
Mental health services	-	34,209
Experiential activities	39,445	26,974
Behavior interventionist and other	44,120	42,518
	<u>\$ 120,052</u>	<u>\$ 112,548</u>

5. Related Party Transactions

As stated in Note 1, AMIkids executes the contracts, collects funds, coordinates the operations and manages the record keeping of the Institute. For providing these and other services, AMIkids was paid \$100,434 and \$93,291 in fiscal 2015 and 2014, respectively, which was recorded as management fee and other expense included in program services and management and general in the accompanying statement of functional expenses. In addition, AMIkids retained \$160,796 and \$143,841 from state contracts in fiscal 2015 and 2014, respectively, which are not included in the accompanying financial statements. Amounts to be retained are determined by AMIkids management.

The Institute periodically enters into transactions with AMIkids and affiliated Institutes for intercompany billings of common costs and services received or rendered. The Institute may also enter into other financing transactions with AMIkids. Except as noted below, these amounts are non-interest bearing and have no maturity date or collateral.

Due from AMIkids and affiliated Institutes at June 30, 2015 and 2014 consists of:

	<u>2015</u>	<u>2014</u>
Affiliate trade receivables	\$ 172,791	\$ 179,381

AMIkids Miami-Dade, Inc.
Notes to Financial Statements
June 30, 2015
(With comparative financial information for 2014)

Due to AMIkids and affiliated Institutes at June 30, 2015 and 2014 consists of:

	<u>2015</u>	<u>2014</u>
Affiliate trade payables	\$ 62,252	\$ 59,807
Note payable to AMIkids, due January 2016 interest charges accruing at 3.07% per annum; Unsecured	-	41,500
	<u>\$ 62,252</u>	<u>\$ 101,307</u>

6. Pension Plan

AMIkids maintains a noncontributory defined contribution money purchase pension plan covering all full-time employees who have completed two years of service and have attained the age of 20 ½ years. Contributions to the plan are based on a percentage of each employee's compensation for the year. The pension expense for the years ended June 30, 2015 and 2014 totaled \$50,638 and \$52,168 respectively.

7. Contingencies

A substantial portion of AMIkids and the Institute's public support is derived from programs supported by various funding agencies. Under the terms of the agreements with these funding agencies, AMIkids and the Institute's financial records are subject to audit by the appropriate governmental authorities. Depending upon the results of these audits, if any, funds may be required to be refunded to the appropriate funding agency. In the opinion of AMIkids and the Institute's management, no public support funds will be required to be refunded. Accordingly, no provision for such contingency has been made in these financial statements.

The Institute is subject to various claims and legal proceedings, which arise in the ordinary course of business. The Institute does not believe that these matters will have a material adverse effect on its financial position or operating activities.

8. Subsequent Events

The Institute has evaluated events and transactions occurring subsequent to June 30, 2015 as of September 17, 2015 which is the date the financial statements were issued. Subsequent events occurring after September 17, 2015 have not been evaluated by management. No material events have occurred since June 30, 2015 that require recognition or disclosure in the financial statements.



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201 South Orange Ave., Suite 800
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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*

The Board of Directors
AMIkids Miami-Dade, Inc.

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 AMIkids Miami-Dade, Inc. (the "Institute"), which comprise the statement of financial position as of June 30, 2015, 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 September 17, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Institute's internal control over financial reporting (internal control) to determine the 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 the Institute's internal control. Accordingly, we do not express an opinion on the effectiveness of the Institute'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 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Institute's financial statements are free of 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 determination of financial statement amounts. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDO USA, LLP
Certified Public Accountants

September 17, 2015