

EARLY BEGINNINGS ACADEMY CIVIC CENTER
CHARTER SCHOOL

SPECIAL PURPOSE FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2009 AND 2008

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	1
SPECIAL PURPOSE FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Notes to Special Purpose Financial Statements	6
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	12
MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA	14

THOMAS J. SIMS, P.A.
Certified Public Accountant & Management Consultant

11077 Biscayne Boulevard, Suite 301
Miami, Florida 33161

Phone (305) 893-1511
Fax (305) 893-1633

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Officers of
United Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

I have audited the accompanying special purpose financial statements of Early Beginnings Academy Civic Center Charter School (the "School") as of and for the years ended June 30, 2009 and 2008 as listed in the table of contents. These special purpose financial statements are the responsibility of the School's management. My responsibility is to express an opinion on these special purpose financial statements based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the special purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

As explained in Note 1 to the special purpose financial statements, the financial statements being presented is only for the School referred to above, which is a program of United Cerebral Palsy of South Florida Charter Schools, Inc. The special purpose financial statements do not include the statements of financial position, activities and changes in net assets and cash flows of United Cerebral Palsy of South Florida Charter Schools, Inc. (a not-for-profit organization). Accordingly, the accompanying special purpose financial statements are not intended to present the financial position of United Cerebral Palsy of South Florida Charter Schools, Inc. as of June 30, 2009 and 2008 or its results of operations and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In my opinion, the special purpose financial statements referred to above present fairly, in all material respects, the financial position of the School as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued a report dated August 24, 2009 on my consideration of the School's internal control over financial reporting and on my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to

To the Board of Directors and Officers of
United Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of my audit.

A handwritten signature in cursive script, appearing to read "John J. Smith, P.A.", written in black ink.

Miami, Florida
August 24, 2009

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2009 AND 2008

	June 30, 2009	June 30, 2008
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 118,236	\$ 98,123
Due from Miami-Dade County School Board		
State of Florida Capital Outlay	6,876	-
Due from United Cerebral Palsy of South Florida Charter Schools, Inc.	15,313	-
Other receivables	19,792	-
	160,217	98,123
TOTAL CURRENT ASSETS		
PROPERTY AND EQUIPMENT, net	62,551	79,006
	\$ 222,768	\$ 177,129
TOTAL ASSETS		
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 103,976	\$ 85,764
Grant funds refundable	-	715
	103,976	86,479
TOTAL CURRENT LIABILITIES		
LONG-TERM LIABILITIES		
Due to United Cerebral Palsy of South Florida Charter Schools, Inc.	-	23,365
	-	23,365
LONG-TERM LIABILITIES		
	103,976	109,844
TOTAL LIABILITIES		
NET ASSETS		
Temporarily restricted net assets - restricted for supplies and equipment	16,360	30,352
Unrestricted net assets	102,432	36,933
	118,792	67,285
TOTAL NET ASSETS		
TOTAL LIABILITIES AND NET ASSETS		
	\$ 222,768	\$ 177,129

See notes to special purpose financial statements.

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2009 AND 2008

	June 30, 2009	June 30, 2008
CHANGES IN UNRESTRICTED NET ASSETS		
SUPPORT AND REVENUE		
School Board of Miami-Dade County		
FTE Funding	\$ 2,058,326	\$ 1,573,766
Capital Outlay Funding	73,347	
Federal grants	-	53,024
Other	-	3,086
Contributions	-	35,000
	2,131,673	1,664,876
Net assets released from restrictions - satisfaction of temporary restriction	13,993	5,244
TOTAL REVENUES	2,145,666	1,670,120
EXPENSES		
Exceptional student instruction	897,915	694,214
Pupil personnel services	380,454	306,991
Instructional media services	2,494	-
Instructional and curriculum development services	8,665	3,008
Instructional staff training services	1,260	695
Board	34,843	65,168
School administration	271,214	236,723
Fiscal services	110,594	74,800
Food services	17,996	14,599
Central services	6,858	25,099
Pupil transportation services	205,789	99,000
Operation of plant	114,810	104,303
Depreciation	27,274	34,297
TOTAL EXPENSES	2,080,166	1,658,897
INCREASE IN UNRESTRICTED NET ASSETS	65,500	11,223
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS		
Net assets released from restrictions	(13,993)	(5,244)
INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	(13,993)	(5,244)
TOTAL INCREASE IN NET ASSETS	51,507	5,979
NET ASSETS AT BEGINNING OF YEAR	67,285	61,306
NET ASSETS AT END OF YEAR	\$ 118,792	\$ 67,285

See notes to special purpose financial statements.

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	June 30, 2009	June 30, 2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 51,507	\$ 5,979
Adjustments to reconcile increase in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	27,274	34,297
(Increase) decrease in:		
Due from Miami-Dade County School Board		
State of Florida Capital Outlay	(6,876)	
Other receivables	(19,792)	
Increase (decrease) in:		
Accounts payable and accrued expenses	16,338	(1,513)
Grant funds refundable	(715)	715
TOTAL ADJUSTMENTS	16,229	33,499
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	67,736	39,478
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to furniture and equipment	(8,945)	(28,793)
NET CASH USED IN INVESTING ACTIVITIES	(8,945)	(28,793)
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in balance due to/from United Cerebral Palsy of South Florida Charter Schools, Inc.	(38,678)	(76,632)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	(38,678)	(76,632)
NET INCREASE (DECREASE) IN CASH	20,113	(65,947)
CASH AT BEGINNING OF YEAR	98,123	164,070
CASH AT END OF YEAR	\$ 118,236	\$ 98,123

See notes to special purpose financial statements.

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

Note 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

United Cerebral Palsy of South Florida Charter Schools, Inc. (the Organization) is a non-profit organization incorporated under the laws of the State of Florida to provide educational and support services to developmentally disabled children and adolescents ages birth through 22 years; be a community resource for children and adolescents with developmental disabilities; and provide daycare, after school and other related services to children and adolescents of the community, including operating charter schools organized pursuant to Section 228.065 of the Florida Statutes (2001). The Organization's initial year of operations was the year ended June 30, 2006.

On November 17, 2004, the School Board of Miami-Dade County, Florida (the School Board) approved the applications submitted by the Board of Directors of United Cerebral Palsy of South Florida Charter Schools, Inc. for the creation of the Early Beginnings Academy Civic Center Charter School (the School) and the Early Beginnings Academy North Shore Charter School (EBA North Shore) The charter school contract for the School was amended on May 16, 2007 consolidating the operation of the School and EBA North Shore effective for the school year 2007-2008 and providing for operation of the School at three locations (Civic Center, North Shore and Hialeah) serving special education students grades Pre-K to 1st grade. The overall maximum enrollment capacity of the School was increased from 80 students to 150 students.

The charter for the School was executed on April 14, 2005 and is effective for a period of 5 years commencing on the first day of the 2005-2006 school year, and ending on June 30, 2010. The charter may be renewed for up to an additional fifteen (15) years by mutual written agreement between the School and the School Board. At the end of the term of the charters, the School Board may choose not to renew the charters under grounds specified in the charter in which case the School Board is required to notify the School in writing at least 90 days prior to the charter's termination. Pursuant to Section 228.056(11)(e), Florida Statutes (2001), the charter school contract provides that in the event the School is dissolved or terminated, any unencumbered funds and all school property purchased with public funds automatically revert to the School Board. During the term of the charter, the School Board may also terminate the charter if good cause is shown.

The School is accounted for as a program of the Organization. The governing body of the School is the Organization's Board of Directors.

Board of Directors

The Board of Directors of United Cerebral Palsy of South Florida Charter Schools, Inc. consists of the following members:

Roy R. Lustig	Chairperson/President
Jack Schillinger	Vice-Chairperson/Treasurer
Anne Steinhart	Secretary
Marianne Bennett	Member
Jeremy Steinhart	Member
Joseph A. Aniello	CEO

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
 NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
 YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

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

School Location and Enrollment

<u>School Name and Addresses</u>	<u>Location No.</u>	<u>Grades</u>	<u>Enrollment</u>	<u>School Principal</u>
Early Beginnings Academy Civic Center	4070	Pre-K, K & 1 st	133	Carol Byrd
Location at Civic Center 1411 N.W. 14th Avenue Miami, Florida 33125				
Location at North Shore: 985 N.W. 91 st Street Miami, Florida 33150				
Location at Hialeah: 2700 West 81 st Street Hialeah, Florida 33016				

Basis of Presentation

The financial statements, disclosures and account classifications are presented pursuant to the accounting regulations promulgated by the State of Florida Department of Education. The special purpose financial statements present the financial position, activities, net assets and cash flows for the Early Beginnings Academy Civic Center Charter School only and do not include the assets, liabilities, net assets and statements of activities and cash flows of United Cerebral Palsy of South Florida Charter Schools, Inc.

The accounts of the School are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting purposes into funds established according to their nature and purpose.

For financial reporting purposes, Early Beginnings Academy Civic Center Charter School is a program of United Cerebral Palsy of South Florida Charter Schools, Inc. and is included in the Organization's annual financial statements.

Financial Statements Presentation

The financial statements of the Organization have been prepared in accordance with Statement of Financial Accounting Standards ("SFAS") No. 117, "Financial Statements of Not-for-Profit Organizations". SFAS No. 117 requires the reporting of information regarding its financial position and activities according to three classes of net assets (unrestricted, temporarily restricted, and permanently restricted) based upon the existence or absence of donor-imposed restrictions.

Cash and Cash Equivalents

For purposes of the statement of cash flows, short-term marketable investments purchased with an original maturity date of three months or less are considered to be cash equivalents.

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

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

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. However, donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are 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.

Accounts Receivable

The School uses the allowance method to account for uncollectible accounts receivable. The allowance for doubtful accounts is based on management analysis of possible bad debts. As of June 30, 2009, there is no allowance for doubtful accounts.

Property and Equipment

Property and equipment are recorded at cost, except for donated assets which are recorded at their estimated fair value at the date of donation. The straight-line method is used to provide for depreciation over three to ten year estimated useful lives of the assets. The School capitalizes assets with a cost greater than \$1,000 and a useful life greater than one year. Maintenance and repairs are expensed as incurred; replacements and improvements are capitalized.

Due to/from United Cerebral Palsy of South Florida Charter Schools, Inc.

The School is accounted for as a program of United Cerebral Palsy of South Florida Charter Schools, Inc. (the Organization). The amounts due to/from the Organization represents funds advanced or received between the School and the Organization.

Revenue Sources

Student funding is provided by the State of Florida Department of Education through the School Board of Miami-Dade County, Florida. This funding is received on a pro-rata basis over the twelve month period based on the student attendance reported by the school during the designated Full-Time Equivalent survey periods.

In addition, Section 1013.62(1), Florida Statutes, establishes eligibility criteria and allocation procedures for the distribution of capital outlay funds to charter schools. Distributions from capital outlay funds are sent on a monthly basis to the sponsoring school district, which in turn remits funds to the charter schools. Capital outlay fund allocations are calculated during the fiscal year based on student membership to date and are recalculated during the fiscal year to properly reflect such data. Pursuant to Section 1013.62(2), Florida Statutes, charter school capital outlay funds

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

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

may be used only for specific purposes in which the School has complied and expended in the same fiscal period.

Use of Estimates

The preparation of financial statements in conformity 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 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 could differ from those estimates.

Note 2 TAX STATUS

The Organization, and therefore the School, is a non-profit organization exempt from federal income taxes under Sec. 501(c)(3) of the Internal Revenue Code and has been classified as a public charity. The Organization's activities have been in furtherance of its tax-exempt purpose and there is no unrelated business income subject to taxation.

Note 3 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets represent a contribution of \$39,000 received in a prior year from a foundation which is designated for the purpose of funding program supplies and equipment for the School. As of June 30, 2009 and 2008, there remained \$16,360 and \$30,352, respectively, which had not been expended for its designated purpose.

Note 4 PROPERTY AND EQUIPMENT

For the years ended June 30, 2009 and 2008, the School's property and equipment consisted of the following:

	2009	2008
Furniture and equipment	\$ 184,342	\$ 173,523
Less: Accumulated depreciation	121,791	94,517
	\$ 62,551	\$ 79,006

Depreciation expense for the years ended June 30, 2009 and 2008 was \$27,274 and \$34,297, respectively..

Note 5 EMPLOYEE BENEFIT PLAN

The Organization has a 403(b) retirement plan. Under 403(b), the employees may contribute up to 100 percent of their annual compensation, subject to certain statutory limitations. The Organization matches employee contributions at 50 percent up to 6 percent of the employees' contribution. The Organization's contributions to the 403(b) vest ratably over two to six years of service as specified in the plan. For the years ended June 30, 2009 and 2008, the Organization's cost under the retirement plan was approximately \$4,508 and \$5,371, respectively.

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

Note 5 EMPLOYEE BENEFIT PLAN (Continued)

The plan is held in a trust for the exclusive benefit of the participants and their beneficiaries; consequently, the School has no fiduciary responsibility and the net assets of the plan are not included in the School's special purpose financial statements.

Note 6 RELATED PARTY TRANSACTIONS

Because of the existence of common members on the board of directors and other factors, United Cerebral Palsy of South Florida Charter Schools, Inc., United Cerebral Palsy Association of Miami, Inc. (UCPM) and United Cerebral Palsy of Broward County, Inc. (UCPB), are considered to be related parties for financial statement reporting purposes. These organizations are tax-exempt not-for-profit corporations who provide services to the developmentally disabled and the handicapped. UCPM provides to the School managerial, administrative, accounting and other related services; provides funds for start up costs and working capital; and leases classroom space and facilities.

The agreement between UCPM and the School for administrative services is based on a fee of five percent of the net revenue from the School Board exclusive of the capital outlay funds. The administrative fees paid to UCPM for the years ended June 30, 2009 and 2008 was \$108,333 and \$78,461, respectively.

In addition, the agreement provides for the following services:

Purchased support services and classroom personnel: Reimbursement for services provided by UCPM staff are based on an allocation of total time spent on service to the School for identified positions based on their salary and benefits.

Therapy services: For therapy services provided to non-Medicaid eligible students, UCPM bills the School based on the Medicaid rate.

Transportation: UCPM provided transportation services, including coordination and supervision of all transportation services to the School. The charges for these services are based on an allocation methodology as approved in the annual budget.

The fees for these services from UCPM for the years ended June 30, 2009 and 2008 was \$782,916 and \$401,775, respectively.

UCPM's central office is located at 2700 West 81st Street, Hialeah, Florida and its main program facility is located at 1411 N.W. 14th Street, Miami, Florida.

UCPM's Board of Directors is as follows:

Norman Bonchick	Chairperson
Richard Rangel	Vice-Chairperson /Secretary
Craig Steinhart	Treasurer
Jack Schillinger	Chairperson Emeritus
Joseph A. Aniello	President and CEO

EARLY BEGINNINGS ACADEMY CIVIC CENTER CHARTER SCHOOL
 NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
 YEARS ENDED JUNE 30, 2009 AND JUNE 30, 2008

Note 6 RELATED PARTY TRANSACTIONS (Continued)

The School leases its classroom facilities from UCPM. The lease for each location is through the period ending June 30, 2010, with options to renew for two five-year periods. Annual increase in rent shall not exceed 7.5%.

For the years ended June 30, 2009 and 2008, the rent expense for the School by location was as follows:

	2009	2008
Civic Center	\$ 50,950	\$ 50,800
North Shore	33,860	33,860
Hialeah	30,000	18,450
	\$ 114,810	\$ 103,110

The minimum future lease payments for the School by location are as follows:

	Civic Center	North Shore	Hialeah
2010	60,960	40,632	36,000
	\$ 60,960	\$ 40,632	\$ 36,000

Note 7 ECONOMIC DEPENDENCE

For the year ended June 30, 2009, revenues for program services from the School Board represented 100% of the School's total program revenues. The School's ability to continue operating and to provide program services is predicated on the School Board's continued support and funding of its programs. If a significant reduction were to occur, it would have an adverse effect on the School's ability to continue operating the programs and services being provided.

Note 8 CONCENTRATION OF CREDIT RISK

The School maintains cash balances at financial institutions that may exceed the \$250,000 FDIC insured limit. As of June 30, 2009 and 2008, the cash balances did not exceed the FDIC insured limit.

THOMAS J. SIMS, P.A.
Certified Public Accountant & Management Consultant

11077 Biscayne Boulevard, Suite 301
Miami, Florida 33161

Phone (305) 893-1511
Fax (305) 893-1633

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*

To the Board of Directors and Officers of United
Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

I have audited the special purpose financial statements of Early Beginnings Academy Civic Center Charter School (the School) as of and for the year ended June 30, 2009, and have issued my report dated August 24, 2009. I conducted my 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.

Internal Control over Financial Reporting

In planning and performing my audit, I considered the School's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the special purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the School's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as described above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's special purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and

To the Board of Directors and Officers of
United Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Directors, the Florida Auditor General and the School Board of Miami-Dade County, Florida, and is not intended to be and should not be used by anyone other than these specified parties.



Miami, Florida
August 24, 2009

THOMAS J. SIMS, P.A.
Certified Public Accountant & Management Consultant

11077 Biscayne Boulevard, Suite 301
Miami, Florida 33161

Phone (305) 893-1511
Fax (305) 893-1633

MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR
GENERAL OF THE STATE OF FLORIDA

To the Board of Directors and Officers of United
Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

I have audited the special purpose financial statements of the Early Beginnings Academy Civic Center Charter School (the School) as of and for the year ended June 30, 2009, and have issued my report thereon dated August 24, 2009.

I conducted my audit 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. I have also issued my Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters, which is dated August 24, 2009, and should be considered in conjunction with this management letter.

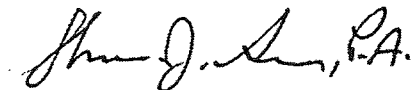
Additionally, I conducted my audit of the special purpose financial statements of the School in accordance with Chapter 10.850, Rules of the Auditor General, which governs the conduct of charter schools and similar entity audits performed in the State of Florida. This letter includes the following information, which is not included in the aforementioned auditor's reports or schedule:

- Section 10.854(1)(e)3., Rules of the Auditor General, requires that I address in the management letter any recommendations to improve financial management. In connection with my audit, I did not have any such recommendations.
- Section 10.854(1)(e)4., Rules of the Auditor General, requires that I address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but more than inconsequential. In connection with my audit, I did not have any such findings.
- Section 10.854(1)(e)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and (2) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with my audit, I did not have any such findings.
- Section 10.854(1)(e)6, Rules of the Auditor General, requires the name or official title of the school. The official title of the school is Early Beginnings Academy Civic Center Charter School.

To the Board of Directors and Officers of United
Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

- Section 10.854(1)(e)2., Rules of the Auditor General, requires a statement be included as to whether or not the school has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with my audit, I determined that the Early Beginnings Academy Civic Center Charter School did not meet any of the conditions described in Section 218.503(1), Florida Statutes.
- Pursuant to Sections 10.854(1)(3)7.a. and 10.855(10), Rules of the Auditor General, I applied financial condition assessment procedures. It is management's responsibility to monitor the Early Beginnings Academy Civic Center Charter School's financial condition, and my financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require me to indicate that this letter is intended solely for the information and use of management, the Florida Auditor General and the School Board of Miami-Dade County, Florida, and is not intended to be and should not be used by anyone other than these specified parties.



Miami, Florida
August 24, 2009

**AUDIT COMPLETION CHECKLIST
FOR CHARTER SCHOOLS AND OTHER ORGANIZATIONS
MIAMI-DADE COUNTY PUBLIC SCHOOLS**

The following information should be included in the yearly audit by the organizations submitting their annual external audit. For charter schools, the Auditor General of the State of Florida has issued rules that must be complied with (Chapter 10.850). **Please share this checklist with your external auditor.**

- X 1. The name and address of the school.
- X 2. The name of the principal running the school.
- X 3. Current list of the Board of Directors of the school.
- X 4. If the school is operated by a management company:
 - X a. Name of the company
 - X b. Address
 - X c. List of principal officials
 - X d. Contractual arrangement with the company, such as length of contract, terms, total fees paid for the year, etc. (This information should be included in the footnotes to the financial statements).
- X 5. The financial statements must include comparative totals for the prior year.
- n/a 6. The financial statements must comply with GASB 34 requirements, if applicable.
- X 7. In the footnotes of the financial statements, the following should be disclosed:
 - X a. Total school enrollment and grade configuration. If separate facilities are in operation, disclose name, address, and the enrollment and grade configuration at each facility.
 - X b. Full disclosure of related party transactions, which should include the related party's name and address, and disclosure of the transaction, particularly if it is a loan that needs to be repaid (principal and interest paid and unpaid). If the debt is in arrears, disclosure of arrangements made to satisfy the debt.
 - X c. Full disclosure of any other debts in arrears, particularly as they relate to the payment of withholding/social security taxes. Arrangements made to pay the debt(s).
 - attached d. For charter schools, full disclosure in the notes or as a separate schedule in the audit of the tangible personal property purchased with public funds. (It is a current contractual requirement for charter schools; however, we recommend that it be part of the audit).
 - n/a e. If there is a deficit cash position or significant losses shown in the financial statements, full disclosure as to how the school plans to keep operating. The current assets should be sufficient to cover the current liabilities. The issue is whether sufficient resources would be available to maintain the school open. This issue may be addressed in the Management Letter.
 - n/a f. Any disclosures of events subsequent to the balance sheet date that the auditor believes are important to the readers of the financial statements (e.g., significant contractual arrangements and financing or refinancing of debt, payment of past due taxes, etc.).
- n/a 8. If the audit is not submitted within the contractually required deadline, the Management Letter must comment on it with the appropriate response from the organization as to how it is going to be remedied in future audit submittals.
- X 9. If there are Management Letter findings, each finding must include a response by the organization. If there were prior audit findings, the current audit must include the status of action taken, i.e., whether the recommendation was fully implemented and, if not, when (date) it will be fully implemented. Note that quarterly reports may be required on a case-by-case basis depending on the severity or lack of resolution of the issues noted in the Management Letter.
- X 10. Please enter the following information about the Certified Public Accountant issuing the audit report:
 - CPA's Name Thomas J. Sims, CPA
 - CPA's Address 11077 Biscayne Blvd., Suite 301, Miami, Florida 33161
 - License No. AC0004095 Status Active
 - Expiration Date December 31, 2008

In reference to this checklist, please refer any questions to the Office of Management and Compliance Audits, attention Mr. Norberto Ferradaz, CPA (305) 995-1318.

Please forward a copy of the completed checklist with your audit.

UNITED CEREBRAL PALSY of SOUTH FLORIDA CHARTER SCHOOLS, INC.				
EARLY BEGINNINGS ACADEMY CIVIC CENTER				
JUNE 30, 2009				
FIXED ASSET SCHEDULE				
G/L#	Description	Purchase Date	Useful Life	Cost
1340/1349	FURNITURE & FIXTURES			
Purchased with Public Funds:				
	Supine Stander w/Tray-Prim (item#SS-200)	7/1/05	5	1,033.20
	Pronestander Sz 2 (item#92082122)	7/1/05	5	1,126.30
	T/F Universal Grasshopper System (item#4775)	7/1/05	5	1,214.25
	Small low back mobile chair (item#R631)	7/1/05	5	1,144.80
	Small low back mobile chair (item#R631)	7/1/05	5	1,144.80
	Lateral 4-drawer 22" file cabinet (item#000747421)	7/1/05	5	3,324.99
	Canon Image Runner 4570 Copier (ikon)	9/1/05	5	12,500.00
	Supine Stander w/Tray-Prim (item#E420)	5/2/08	5	1,888.50
	Stationary Frame w/ support-(item#E1399)	1/25/08	5	1,322.66
	Walker pony size 1 w/ support(item#242071994)	6/10/08	5	2,765.70
	Anterior Gait trainer- Pony size (itme#E8002)	4/18/08	5	2,466.00
	Ranger tricycle (item#R113)	4/18/08	5	1,432.80
	Medium high back Mobile chair (item#R688)	4/18/08	5	1,731.60
	Medium high back Mobile chair (item#R688)	4/18/08	5	1,731.60
	Medium high back Mobile chair (item#R688)	4/18/08	5	1,731.60
	Medium high back Mobile chair (item#R688)	4/18/08	5	1,731.60
	Medium high back Mobile chair (item#R688)	4/18/08	5	1,731.60
	Small high back mobile chair (item #R631)	4/4/08	5	1,404.90
	Small high back mobile chair (item #R631)	4/4/08	5	1,404.90
Added 6/09	2 Prone standers small/med w/ hip stabilizer (#E1399)	5/22/09	5	4,365.60
	Small high back mobile chair (item #R631)	7/1/05	5	1,144.80
	Small high back mobile chair (item #R631)	7/1/05	5	1,144.80
	Canon CPR IR4570 Copier (ikon item #BCN46A)	8/10/05	5	12,500.00
	T/F Universal Grasshopper System (item#4775)	7/15/05	5	1,214.25
	Krono time clock, includes licenses	7/26/05	5	3,502.97
Added 6/09	1 Prone standers small w/ hip stabilizer (#E1399)	6/30/09	5	1,874.25
	4-Drawer lateral file putty (item#FPL-44)	7/1/05	5	1,990.00
	4-Drawer lateral file putty (item#FPL-44)	7/1/05	5	1,990.00
	4-Drawer lateral file putty (item#FPL-44)	7/1/05	5	1,990.00
	4-Drawer lateral file putty (item#FPL-44)	7/1/05	5	1,990.00
	TranStander supine board 71" (180) (item#E430), incl ac	7/1/05	5	3,343.05
	Large pacer walker (item#K503), incl accessories	7/1/05	5	2,334.10
	Large pacer walker (item#K503), incl accessories	7/1/05	5	2,334.10
	Large pacer walker (item#K503), incl accessories	7/1/05	5	2,334.10
	Configured dynamic stander (item#K18), incl accessorye	7/1/05	5	3,332.00
	Ice machine cuber 325lb production, air cooled (item#74	7/6/05	8	1,637.09
	Hotel-style ice dispenser, 180lb capacity (item#74981-1)	7/6/05	8	2,212.97
	Reach-in refrigerator, 2 sections, full SS doors, alum (ite	7/6/05	8	2,275.64
	Uninsulated food holding cabinet with clear door (item#7	7/6/05	10	1,547.53
	Canon Copier IR4570 (item#BCN466) - Ikon	8/25/05	5	12,500.00
	Wall mtd fibre optic carpet (item#123542123), incl f. opti	10/3/05	10	2,092.74
	Snoezelin sensory room (item#103416123)	10/5/05	10	6,174.78
	Medium white space room package (item#103420103), i	12/7/05	10	1,406.84
	Sensory corner package (item#103416123), incl freight	1/5/06	10	6,085.04
				126,148.45
Purchased with Non-Public Funds:				
	Medium high back Mobile chair (item#R632)	10/4/07	5	1,408.50
	Medium high back Mobile chair (item#R632)	10/4/07	5	1,408.50
	Medium high back Mobile chair (item#R632)	10/4/07	5	1,408.50
Added 6/09	1 specialized adapt chair (Panda)-size 2	11/25/08	5	4,579.00
				8,804.50
	Total furniture & fixtures			134,952.95
	COMPUTER EQUIPMENT			
Purchased with Public Funds:				
	TransPort T2300 15" (N) (item #TSP1016*1585300)	7/5/05	3	1,749.00
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77

UNITED CEREBRAL PALSY of SOUTH FLORIDA CHARTER SCHOOLS, INC.				
EARLY BEGINNINGS ACADEMY CIVIC CENTER				
JUNE 30, 2009				
FIXED ASSET SCHEDULE				
G/L#	Description	Purchase Date	Useful Life	Cost
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	ClientPro 365(B) E System (item#CLT1041*1585299)	7/5/05	3	1,316.77
	Micron comp - ClientPro 375(E) (item#CLT958)	8/7/06	3	1,119.00
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	ClientPro 365(B) E System (item#CLT1041*1585299), ir	7/1/05	3	1,139.65
	Dell Precision 390 minitower P4 (s/n FWTS4C1) w/19" fl	11/22/06	3	1,157.10
	Dell Precision 390 minitower P4 (s/n GWTS4C1) w/19" fl	11/22/06	3	1,157.10
	Dell Precision 390 minitower P4 (s/n HWTS4C1) w/19" fl	11/22/06	3	1,157.10
	Dell Precision 390 minitower P4 (s/n JWTS4C1) w/19" fl	11/22/06	3	1,157.10
	BenQ FP241W 24" Flat Panel Display s/n ETRB601943	2/28/07	3	1,029.98
				43,447.62
	Purchased with Non-Public Funds:			
	Micron comp - ClientPro 375(E) (item#CLT958)	8/7/06	3	1,119.00
	Latitude D530T7250 2GHZ 2GB 80GB HD(item#223-32	5/1/08	3	1,106.00
	Latitude D530T7250 2GHZ 2GB 80GB HD(item#223-32	5/1/08	3	1,106.00
	Latitude D530T7250 2GHZ 2GB 80GB HD(item#223-32	5/1/08	3	1,012.00
				4,343.00
	Total computer equipment			47,790.62
1340/1349	Total furnishings and equipment			182,743.57
1380/1388	AUDIO VISUAL MATERIALS			
	Purchased with Public Funds:			
	Optom DLP Projector 1024x768 (EZPro239)	7/12/05	5	1,598.88
1380/1388	Total audio visual materials			1,598.88
	TOTAL FIXED ASSETS			184,342.45
	Fixed assets purchased WITH public funds:			
	Furniture & Fixtures			126,148.45
	Computer Equipment			43,447.62
	Audit Visual Materials			1,598.88
	Total fixed assets purchased WITH public funds:			171,194.95
	Fixed assets purchased with NON-public funds:			
	Furniture & Fixtures			8,804.50
	Computer Equipment			4,343.00
	Audit Visual Materials			0.00
	Total fixed assets purchased with NON-public funds:			13,147.50
	Total Fixed Assets			184,342.45