

# **Lawrence Academy Senior High**

Comprehensive Annual Financial Report

Year Ended June 30, 2009

**LAWRENCE ACADEMY SENIOR HIGH**  
(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED JUNE 30, 2009**  
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**Lawrence Academy Senior High**  
(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED JUNE 30, 2009**

**Introductory Summary**

**Name and Address**

Lawrence Academy Senior High  
777 W. Palm Drive  
Florida City, FL 33177

**Director**

Dr. Keitha Burnett

**Governing Board**

Sophia Santiesteban – Chairperson  
Lula Pearson – Vice-chairperson  
Lynda Raheem – Treasurer  
Althea King - Secretary



**James Accounting & Tax Practice, P.A.**

10749 SW 104<sup>th</sup> Street, Miami FL 66176, Tel: 305-595-2886, email: verna@jamesaccounting, website:  
www.jamesaccounting

**Report of Independent Auditor**

To The Board of Directors  
Lawrence Academy, Senior High  
777 W. Palm Drive  
Florida City, FL 33177

I have audited the accompanying government-wide and fund financial statements of Lawrence Academy Senior High (a department of Lawrence Academy Inc. and a component unit of Miami-Dade County School District) as listed in the table of contents as of June 30, 2009 and for the year then ended in accordance with generally accepted accounting principles. These statements are the responsibility of management; my responsibility is to express an opinion on these statements based on the audit.

I conducted the audit in accordance with generally accepted auditing standards in the United States of America, and Government Auditing Standards issued by the Comptroller General of the United States of America, as they relate to financial audits. These standards require that we plan and perform the audit to obtain reasonable assurance about whether these statements are free from material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the statements. An audit also includes assessing the accounting principles used, and significant estimates made by management, and examining the overall financial statement presentation. I believe that the audit provides a reasonable basis for my opinion.

In my opinion, the financial statements mentioned in the first paragraph, present fairly, in all material respects, the financial position of the School as of June 30, 2009 and the changes in its net assets and its cash flows for the year 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 26, 2009, on our consideration the School's internal control over financial reporting, and our test of its compliance with certain provisions of laws, regulation, contracts and grants. The report on internal control is an integral part of the audit performed in accordance with Government Auditing Standards, and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and the budget comparison are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board and the Auditor general of the State of Florida. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Verna James  
Certified Public Account

August 26, 2009

## **Lawrence Academy Senior High**

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**Management's Discussion and Analysis**

June 30, 2009

The management of Lawrence Academy Senior High has prepared this discussion and analysis to serve as an introduction to the School's financial statements. The School's financial statements for the year ended June 30, 2009, are presented in accordance with GASB 34. The basic financial statements have 3 parts: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition to the basic financial statements, the report also contains other required supplementary information.

### **Government-Wide Financial Statements**

The government-wide financial statements consist of the statement on net assets and statements of activities, are designed to provide readers with a broad overview of the school's finances. The statement of net assets provides information on all the School's assets and liabilities, the difference between the two being described as net assets. Increases or decreases in net assets may be an indicator of improvement or deterioration in the School's financial position.

The statement of activities presents information on how the School's net assets changed during the past year. Changes in net assets are reported when an underlying event occurs without regard to the timing of related cash flows. Accordingly, revenues and expenses are reported in this statement for some items for which the actual cash flows will result in the following year.

### **Fund Financial Statements**

A fund is a self-balancing set of related accounts grouped together to maintain control over resources that have been provided for specific activities, projects, or objectives. Lawrence Academy Senior High uses fund accounting to ensure and report compliance with financial-related legal requirements. All the activities of the School, including governmental activities, and are reported under the general fund, as there are no activities that require separate reporting. The general fund reports on the same activities included in the government-wide statements, but with a focus on near-term inflows and outflows. As there were no investments in capital assets as of June 30, 2009, the net assets of \$1661 is the same as the fund balance.

The School's Board adopts an annual budget for the general fund, and a budgetary comparison statement has been provided to demonstrate compliance with the budget.

### **Notes to the Financial Statements**

The notes to the financial statements provide additional information which is essential to a full understanding of the basic financial statements.

## Lawrence Academy Senior High

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)

### Management's Discussion and Analysis

June 30, 2009

#### Analysis of Financial Statements

##### Government-Wide Financial Statements

Lawrence Academy Senior High ended the year with a positive net asset of \$8,680, the amount by which assets exceeded liabilities.

##### Statement of Net Assets

ASSETS	June 30, 2009	June 30, 2008
	\$	\$
CURRENT ASSETS:		
Cash	11,446	6,278
Due from Miami-Dade County	<u>7,020</u>	<u>-</u>
TOTAL CURRENT ASSETS	<u>18,466</u>	<u>6,278</u>
<b>Total Assets</b>	<b><u>18,466</u></b>	<b><u>6,278</u></b>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Due to other Agency	<u>9,786</u>	<u>22,012</u>
TOTAL CURRENT LIABILITIES	<u>9,786</u>	<u>22,012</u>
NET ASSETS		
Unrestricted (Note 2)	<u>8,680</u>	<u>(15,734)</u>
TOTAL NET ASSETS	<u>8,680</u>	<u>(15,734)</u>
<b>Total Liabilities and Net Assets</b>	<b><u>18,466</u></b>	<b><u>6,278</u></b>

**Lawrence Academy Senior High**  
 (A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**Management's Discussion and Analysis**  
 June 30, 2009

The statement of activities shown below indicates an increase in net assets of \$24,414 for the year.

**Statement of Activities and Changes in Net Assets**

	June 30, 2009	June 30, 2008
	\$	\$
General Revenues	241,256	87,776
Program Revenues	65,726	-
Charges for Services	<u>5,526</u>	<u>1,149</u>
	312,508	88,925
<b>Expenditures</b>		
Instruction	126,810	44,075
General Administration	43,410	14,283
School Administration	31,457	12,342
Facilities Acquisition and Construction	42,211	20,586
Fiscal Services	22,502	8,563
Food Services	7,036	4,440
Pupil Transportation	3,328	
Operation of Plant	10,169	
Maintenance of Plant	<u>1,170</u>	<u>370</u>
	288,094	104,659
<b>Net Change in fund balance</b>	24,414	(15,734)
Fund balance at beginning of the year	<u>(15,734)</u>	<u>-</u>
Fund balance at the end of the year	<u>8,680</u>	<u>(15,734)</u>

## Lawrence Academy Senior High

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)

### Management's Discussion and Analysis

June 30, 2009

#### Fund Financial Statements

At year's end Lawrence Academy High School's general fund had a balance \$8,680. This is the amount is the near term resources available as of June 30, 2009. As there was no investment in capital assets, there is no difference between net assets and fund balance.

#### General Fund Budget Comparison

This comparison reflects the result of budget cuts, and the resulting reduction in some items of expenditure.

	Annual Budget	Actual	
		\$	\$
<b>REVENUES</b>			
General Revenues	279,868	241,256	
Program Revenues	58,400	65,726	
Charges for Services	-	5,526	
<b>Total Revenues</b>	<b>338,268</b>	<b>312,508</b>	
<b>EXPENSES</b>			
Instruction	125,111	126,810	
General Administration	63,314	43,410	
School Administration	40,154	31,457	
Facilities Acquisition and Construction	41,520	42,211	
Fiscal Services	16,108	22,502	
Food Services	5,328	7,036	
Pupil Transportation Services	4,486	3,328	
Operation of Plant	6,213	10,169	
Maintenance of Plant	2,400	1,170	
Furniture Fixtures and Equipment	5,000		
<b>Total Expenses</b>	<b>309,634</b>	<b>288,094</b>	
<b>CHANGE IN FUND BALANCE</b>	28,634	24,414	
FUND BALANCE AT THE START OF THE YEAR	-	-	
FUND BALANCE AT THE END OF YEAR	<b>28,634</b>	<b>24,414</b>	



## **Lawrence Academy Senior High**

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**Management's Discussion and Analysis**

June 30, 2009

### **Enrollment**

During the year the school enrolled students as follows:

Grade 9	30
Grade 10	8

### **Achievement**

The School achieved an FCAT' grade of C for the year ending June 30, 2009, and this was the best result among the 3 public High Schools in the area. The School has also been accredited by the Southern Association of Colleges and School Council on Accreditation and School Improvement. This accreditation is effective until June 30, 2014.

### **Request for Information**

This financial report is intended to provide an overview of the financial position of Lawrence Academy Senior High. Requests for additional information may be addressed to Dr. Keitha Burnett, Lawrence Academy Senior High, 7777 Palm Drive, Florida City, Florida City, FL 33177.

**Lawrence Academy Senior High**  
 (A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade  
 County School District)  
**Statement of Net Assets**

<b>ASSETS</b>	June 30, 2009
	\$
<b>CURRENT ASSETS:</b>	
Cash	11,446
Due from Miami-Dade County	<u>7,020</u>
<b>TOTAL CURRENT ASSETS</b>	<u>18,466</u>
 <b>Total Assets</b>	 <u><b>18,466</b></u>
 <b>LIABILITIES AND NET ASSETS</b>	
<b>CURRENT LIABILITIES:</b>	
Due to other Agency	<u>9,786</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>9,786</u>
 <b>NET ASSETS</b>	
Unrestricted (Note 2)	<u>8,680</u>
<b>TOTAL NET ASSETS</b>	<u>8,680</u>
 <b>Total Liabilities and Net Assets</b>	 <u><b>18,466</b></u>

The notes on pages 12-15 are an integral part of these financial statements.

**Lawrence Academy Senior High**  
(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade  
County School District)

**Statement of Activities and Changes in Net Assets**  
Year Ended June 30, 2009

FUNCTIONS	Expenses	<u>Program Revenues</u>		Net (Expense) revenue and changes in <u>Net Assets</u>
Component Unit Activities:	\$	Charges for Services	Operating Grants and Contributions	Component Unit Activities
	\$	\$	\$	\$
Instruction	126,810		65,726	(61,084)
General Administration	43,410			(43,410)
School Administration	31,457			(31,457)
Facilities Acquisition and Construction	42,211			(42,211)
Fiscal Services	22,502			(22,502)
Food Services	7,036	5,526		(1,510)
Pupil Transportation Services	3,328			(3,328)
Operation of Plant	10,169			(10,169)
Maintenance of Plant	<u>1,170</u>	<u>-</u>	<u>-</u>	<u>(1,170)</u>
<b>Total governmental activities</b>	<b>288,094</b>	<b>5,526</b>	<b>65,726</b>	<b>(216,842)</b>
Grant and contributions not restricted to specific programs				<u>241,256</u>
				24,414
Net Assets At start of the year				<u>(15,734)</u>
Net Assets at the end of the year				<u>8,680</u>

The notes on pages 12-15 are an integral part of these financial statements.

**Lawrence Academy Senior High**  
 (A Department of Lawrence Academy Inc. and a Component Unit of  
 Miami-Dade County School District)  
**General Fund Balance Sheet**

<b>ASSETS</b>	June 30, 2009
	\$
<b>CURRENT ASSETS:</b>	
Cash and Cash Equivalents	11,446
Due from Miami-Dade County	<u>7,020</u>
<b>TOTAL CURRENT ASSETS</b>	<u>18,466</u>
<b>Total Assets</b>	<u>18,466</u>
<b>LIABILITIES AND NET ASSETS</b>	
<b>LIABILITIES:</b>	
Due to other Agency	<u>9,786</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>9,786</u>
 General fund	 <u>8,680</u>
 <b>Total Liabilities and fund balances</b>	 <u>18,466</u>

The notes on pages 12-15 are an integral part of these financial statements.

**Lawrence Academy Senior High**  
 (A Department of Lawrence Academy Inc. and a Component Unit of  
 Miami-Dade County School District)

**Statement of Revenues, Expenditures, and Changes in General Fund**

	\$
General Revenues	241,256
Program Revenues	65,726
Charges for Services	<u>5,526</u>
	312,508
Expenditures	
Instruction	126,810
General Administration	43,410
School Administration	31,457
Facilities Acquisition and Construction	42,211
Fiscal Services	22,502
Food Services	7,036
Pupil Transportation	3,328
Operation of Plant	10,169
Maintenance of Plant	<u>1,170</u>
	288,094
<b>Net Change in fund balance</b>	24,414
Fund balance at beginning of the year	<u>(15,734)</u>
Fund balance at the end of the year	<u>8,680</u>

The notes on pages 12-15 are an integral part of these financial statements.

**Lawrence Academy Senior High**  
(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)  
**Notes to financial statement**  
**Year ended June 30, 2009**

**NOTE –1 NATURE OF ACTIVITIES:**

Lawrence Academy Senior High, a charter school, is a department of Lawrence Academy, Inc. (the corporation) which was incorporated on November 10, 2004 as a not-for-profit under the laws of the state of Florida. The school is recognized as public school (a component unit) within the District of Miami Dade County, as such, the school is funded on the same basis as the District. Additionally, Florida Statutes Section 1002.33, states that the School Board shall monitor revenues and expenditures of charter schools. Charter schools are funded from public funds based on enrollment, and can also be eligible for grants in accordance with the state and federal guidelines, including food service and capital outlay. Additionally, all students enrolled in charter schools are included in the District's total enrollment. Charter schools can accept private donations and incur debt in the operation of the school. The school operates under a charter granted by the School Board of Miami-Dade County, Florida (the sponsor). The current charter is affective until June 30, 2017, and may be renewed for an additional fifteen years by mutual agreement of the parties.

Lawrence Academy Senior High operates from the same location as Lawrence Academy Middle School and Lawrence Academy Elementary School which are also a department of Lawrence Academy Inc. The two schools share facilities. Each school, however, has separate financial statements.

The school may also be financially accountable if an organization is fiscally dependent on the school regardless of whether the organization has a separately elected governing board, a governing board appointed by another government, or jointly approved board. In addition, component units can be other organizations for which the nature and significance of their relationship with the school are such that exclusion would cause the reporting entity's basic financial statements to be misleading or incomplete.

As a result of evaluating the above criteria, management has determined that no component units exist for which the school is financially accountable, which would require inclusion in the school's basic financial statement.

**NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.**

Basis of Presentation

Based on the guidance provided in the American Institute of Certified Public Accountants Audit and Accounting Guide – Audits for States and Local Governments and Provisions of the Florida Statutes, the School is presented as a governmental organization for financial reporting purposes.

Government-Wide and Fund Financial Statements

The government-wide financial statements include a statement of net assets and statement of activities. These statements report results for the school as a whole, and cover only government activities as the School does not engage in any business type activities.

## Lawrence Academy Senior High

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)

### Notes to financial statement

Year ended June 30, 2009

The statement of net assets presents the difference between assets and liabilities as net assets, which divided into three categories: amount invested in capital assets, restricted net assets, and unrestricted assets. Net assets are reported as restricted when constraints are imposed on the use of the amounts either externally by creditors, grantors, contributors, or laws or regulations by other governments or enable legislation.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities, and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include (1) charges for services, and (2) operating grants and contributions, which finance annual operating activities. These revenues are subject to externally imposed restrictions to specific program uses. Other revenues not properly included with program revenues are reported as general revenues.

#### Fund Financial Statements

A fund is a self-balancing set of related accounts grouped together to maintain control over resources that have been provided for specific activities, projects, or objectives. Lawrence Academy Senior High uses fund accounting to ensure and report compliance with financial-related legal requirements. All the activities of the School are governmental activities, and are reported under the general fund, as there are no activities that require separate reporting. The general fund reports on the same activities included in the government-wide statements, but with focus on near-term inflows and outflows. As of June 30, 2009, there was no difference between net assets and the general fund balance.

#### Basis of Accounting and Measurement Focus

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The government-wide statements report using the economic resources measurement focus and full accrual basis of accounting. Accordingly, revenues are recorded when earned and expenses when incurred without regard to the timing of related cash flows.

The general fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. 'Measurable' means the amount of transaction can be determined, and 'available' means the amount is collectible within the near term. Expenditures are recorded when the liability is incurred.

#### Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

## Lawrence Academy Senior High

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)

### Notes to financial statement

Year ended June 30, 2009

#### Functional allocation of expenses

The cost of providing program services, have been summarized on a functional basis in the statement of activities. Accordingly certain costs have been allocated among the programs benefited.

#### Property and equipment

The School made no capital expenditures because it shares facilities with Lawrence Academy. No charge for the use of capital assets was made to Lawrence Academy Senior High.

#### Revenue Recognition

The organization's revenue is derived from local governmental. Grant revenue is recognized based on the amount of grant expenses incurred in accordance with budgeted items provided in the grant contract. Grants awarded for specific purposes other than general operations of the organization are deemed to be earned when the organization has incurred expenses in compliance with specific restrictions.

#### Post Retirement Benefits

The school provides no post retirement benefits.

#### Compensated Absences

The school grants ten days for sick and personal leave to full time employees. Employees with unused days at the end of the fiscal year may carry them forward to the following year. The School does not allow employees to take cash in lieu of leave. The financial statements include an accrual for unused sick and vacation leave.

#### Income Tax

Lawrence Academy Inc., under which Lawrence Academy Senior High operates, is a not-for-profit organization exempt from federal income tax under Internal Revenue Code 501 (c) (3). Accordingly, no provision for federal income taxes has been made.

### **NOTE 3 - RELATED PARTY TRANSACTIONS**

The school is a department of Lawrence Academy, Inc. (the corporation) and is affiliated with the Lawrence Academy Elementary School and the Lawrence Academy Middle School both also operated by the corporation. The three schools share certain costs as a result of operating out of the same facility. The schools may also advance monies temporarily, to each other. Resulting from such transactions, there remains a due to Lawrence Academy Middle School of \$9,786 as of June 30, 2009.



## Lawrence Academy Senior High

(A Department of Lawrence Academy Inc. and a Component Unit of Miami-Dade County School District)

### Notes to financial statement

Year ended June 30, 2009

#### NOTE 5 – GRANT SOURCES

Below is a schedule of sources of grants for the year ended June 30, 2009:

	\$
Title 1 Funds	32,576
Capital Outlay Funding	33,150
Florida Education Finance Program	241,256
Total	<u>306,982</u>

#### NOTE 6 – CONTINGENCIES:

##### Grantor Audits

Costs reflected in the accompanying financial statements relating to government funded programs are subject to audit by the Grantor Agency. The possible disallowance by the Grantor of any item charged to the program cannot be determined at this time. No provision has been made in these financial statements for any liability that may result.

#### NOTE 8 – RISK FINANCING

The school is exposed to risks inherent in operating a school. The school places all risks, less nominal deductibles, with commercial insurance carriers. The management believes that risks are adequately insured, and that any deductibles that may be incurred in the event of a loss, will not materially affect the financial position of the school.

**Lawrence Academy Senior High**  
 Budget Comparison  
 Year ended June 30, 2009  
 General Fund

	Annual Budget	Actual	
		\$	\$
<b>REVENUES</b>			
General Revenues	279,868	241,256	
Program Revenues	58,400	65,726	
Charges for Services	-	5,526	
<b>Total Revenues</b>	<u>338,268</u>	<u>312,508</u>	
<b>EXPENSES</b>			
Instruction	125,111	126,810	
General Administration	63,314	43,410	
School Administration	40,154	31,457	
Facilities Acquisition and Construction	41,520	42,211	
Fiscal Services	16,108	22,502	
Food Services	5,328	7,036	
Pupil Transportation Services	4,486	3,328	
Operation of Plant	6,213	10,169	
Maintenance of Plant	2,400	1,170	
Furniture Fixtures and Equipment	5,000		
<b>Total Expenses</b>	<u>309,634</u>	<u>288,094</u>	
<b>CHANGE IN FUND BALANCE</b>	28,634	24,414	
FUND BALANCE AT THE START OF THE YEAR	<u>-</u>	<u>-</u>	
FUND BALANCE AT THE END OF YEAR	<u>28,634</u>	<u>24,414</u>	



**James Accounting & Tax Practice, P.A.**

10749 SW 104 Street, Miami FL 33176, Tel: 305-595-2886 email: [verna@jamesaccounting.com](mailto:verna@jamesaccounting.com)  
Website: [www.jamesaccounting.com](http://www.jamesaccounting.com)

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORT  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Lawrence Academy Senior High  
777 W. Palm Drive  
Florida City, FL 33177

I have audited the basic financial statements of Lawrence Academy Senior High (the school) as of and for the ended June 30, 2009 and have issued a report thereon dated August 26, 2009. I conducted the 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.

Compliance

As part of obtaining reasonable assurance about whether the financial statements of Lawrence Academy, are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of this audit, and accordingly, we do not express such an opinion. The result of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing the audit, I considered internal control over financial reporting in order to determine auditing procedures for the purpose of expressing an opinion on the financial statements, and not to provide assurance on the internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the school's internal control over financial reporting. My consideration of internal control over financial reporting was not necessarily designed to disclose all matters in the internal control over financial reporting that might be considered significant deficiencies or material weaknesses. However as discussed, below, we identified certain deficiencies in internal control over financial reporting considered to be significant deficiencies. 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 duties, to prevent or detect misstatements on a timely basis.

A material weakness is a condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level, the risk that misstatements in amounts that would be material in relation to the financial statements being audited, may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we considered to be material weaknesses. However, we noted other matters

involving internal control over financial reporting, which we reported to management of Lawrence Academy Senior High.

This report is intended solely for the Board of Directors, management, and grantor agencies, and is not intended to be and should not be used by anyone other than these specified parties.



Verna James  
Chartered Accountant

August 26, 2006



**James Accounting & Tax Practice, P.A.**

10749 SW 104 Street, Miami FL 33176, Tel: 305-595-2886 email: [verna@jamesaccounting.com](mailto:verna@jamesaccounting.com)  
Website: [www.jamesaccounting.com](http://www.jamesaccounting.com)

August 26, 2009

Dr. Keitha Burnett  
Director  
Lawrence Academy Senior High  
751 West Palm Drive  
Florida City FL 33034

Dear Dr. Burnett:

I have audited the accompanying government-wide and fund financial statements of Lawrence Academy as June 30, 2009 and for the year then ended, and have issued a report thereon dated August 26, 2009.

I conducted the audit in accordance with generally accepted auditing standards in the United States of America, and Government Auditing Standards issued by the Comptroller General of the United States of America, as they relate to financial audits. In accordance with Government Auditing Standards, I have also issued a report dated August 26, 2009, on our consideration of Lawrence Academy's internal control over financial reporting, and our test of its compliance with certain provisions of laws, regulation, contracts and grants. Disclosures in that report, if any, should be read in conjunction with this management letter.

This audit was also conducted in accordance with Section 218.39(4), Florida Statutes, and Rule 10.856(2) which govern the conduct of charter school audits in the state of Florida, and require that certain items be addressed in this letter. Those items are as follows:

1. A statement as to whether corrective actions have been taken to address findings, and recommendations made in the preceding annual financial audit report.

There were no findings and recommendation in the preceding annual audit report.

2. A statement as to whether or not the charter 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. [See also Rule 10.857(1).]

The School has not any conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. [See also Rule 10.857(1).] Specifically the School's results do not reveal a state of

financial emergency.

3. Any recommendations to improve the school or center's financial

There are no recommendations

4. 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 determination of financial statement amounts that is less than material but more than inconsequential.

No violations of laws, regulations, contracts or agreements, or abuse have come to my attention, during the performance of the audit.

6. The name or official title of the school or center.

This is disclosed in the address section of this letter.

Sincerely,



Verna James  
Chartered Accountant

August 26, 2009

**AUDITOR GENERAL**  
**DISTRICT SCHOOL BOARD AND CHARTER SCHOOL**  
**AUDIT REPORT SUBMITTAL CHECKLIST**  
**(SECTION 11.45(3) (a), FLORIDA STATUTES**  
**(To be submitted with the 2004-2005 fiscal year audit report)**

DSB/Charter School Entity Name: **Lawrence Academy Senior High**  
DSB/ Charter School Address: **777 West Palm Drive Florida City, Florida 33034**  
DSB/Charter School E-Mail ADDRESS: **926286@dadaschools.net**

DSB/Charter School Contact Person:

Name : **Dr. Keitha Burnett**

Title : **Director**

Phone Number: **305-247-4800**

CPA or Other (if applicable):

Name: **Verna James**

Address: **10749 SW 104 ST, MIAMI FL 33176**

Phone Number: **305-595-2886**

Fiscal Year Audited: **Year ended June 30, 2009**

Date Auditor Delivered Audit Report to the DSB or Charter School Operations.  
August 31, 2008\_

Does the audit report include the following items required by Sections 10.806(2) and 10.856(2),  
Rules of the Auditor General:

Yes Financial statements, as described in Sections 10.805(3) and 10.855(4), Rules of the Auditor General (as applicable), together with related notes to financial statements?

Yes The auditor's report on the financial statement?

yes The auditor's report on compliance and internal control?

N/A Any other auditor's reports and related financial information required pursuant to the Federal Single Audit Act Amendments of 1996, OMB Circular A-133, or other applicable Federal Law?

Yes The management letter defined in sections 10.804(1)(d) and 10.854(1)(d), Rules of the Auditor General?

Yes The written statement of explanation or rebuttal required by Sections 10.807(1) and 10.857(1), Rules of the Auditor General?

In addition to the above, have the following requirements been complied with:

Yes Are two copies of the audit report being submitted as required by Sections 10.807(3) and 10.857(3), Rules of the Auditor General?

Yes Was the audit report submitted within 45 days after the completion of the audit, but no later than 12 months after the end of the fiscal year? NOTE: There are no provisions in the statutes for any extensions for filling the audit report.

**This checklist should accompany the audit report.** It is suggested that you retain a copy of the checklist for your files. Do not hesitate to contact this office if assistance or clarification is needed regarding reporting requirements. Our address, telephone, and fax numbers are as follows:

Auditor General's Office  
Claude Pepper Building, Room 412E  
111 West Madison Street  
Tallahassee, Florida 32399-1450  
Telephone: (850) 487-9039  
Suncom: 277-9039  
Fax : (850) 414-7488  
Fax-Suncom : 994-7488  
Contact Person: David Martin



The following information should be included in the 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).

- Yes 1. The name and address or the school.
- Yes 2. The name of the principal running the school.
- Yes 3. Current list of the Board of Directors of the company:
- N/A 4. If the school is operated by a management company:
- a. Name of the company
- b. Address
- c. List of principal officials
- 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)
- Yes 5. The financial statements must include comparative totals for the prior year.
- Yes 6. The financial statements must comply with GASB 34 requirements if applicable.
- Yes 7. In the footnotes to the financial statements, the following should be disclosed:
- 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.
- b. Full disclosure of related party transactions, which should include the related party's name and address, disclosure of the 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.
- c. Full disclosure of any other debt in arrears, particularly as they relate to the payment of withholding/social security taxes. Arrangements made to pay the debt(s)
- 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).
- e. If there is a cash deficit 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.
- f. Any disclosure 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.
- Yes 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 (dates) 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.

10. Please enter the following information about the Certified Public Accountant issuing the audit report:

CPA's Name Verna James

CPA' Address 10749 SW 104 ST, Miami FL 33176

License No. AC0032641

Status Current/active

Expiration Date December 31, 2010