

EARLY BEGINNINGS ACADEMY - CIVIC
CENTER (A Charter School)

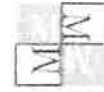
SPECIAL PURPOSE FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2015 AND 2014

EARLY BEGINNINGS ACADEMY - CIVIC CENTER

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
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	13
MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA	15



INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying special purpose financial statements of Early Beginnings Academy-Civic Center (the "School"), which comprise the statements of financial position as of June 30, 2015 and 2014, and the related statements of activities, and cash flows for the years 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 special purpose 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 special purpose 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 special purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose 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 special purpose 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 special purpose financial statements.

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

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

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, 2015 and 2014 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.

Opinion

In our opinion, the special purpose financial statements referred to above present fairly, in all material respects, the financial position of Early Beginnings Academy-Civic Center as of June 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years 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 August 24, 2015, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the School's internal control over financial reporting and compliance.

Menendez & Company

Pembroke Pines, FL
August 24, 2015

EARLY BEGINNINGS ACADEMY - CIVIC CENTER
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2015 AND 2014

	2015	2014
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 191,050	\$ 160,930
Accounts receivable, net	137,950	137,366
Unemployment reserve	10,493	3,465
Prepaid expenses	4,481	1,013
TOTAL CURRENT ASSETS	343,974	302,774
PROPERTY AND EQUIPMENT, net	8,622	16,127
TOTAL ASSETS	\$ 352,596	\$ 318,901
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 2,862	\$ 7,353
Payroll related liabilities	8,611	16,389
Due to United Cerebral Palsy Association of Miami, Inc.	88,864	143,198
TOTAL CURRENT LIABILITIES	100,337	166,940
NET ASSETS		
Unrestricted net assets	252,259	151,961
TOTAL NET ASSETS	252,259	151,961
TOTAL LIABILITIES AND NET ASSETS	\$ 352,596	\$ 318,901

The accompanying notes are an integral part of the special purpose financial statements.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2015 AND 2014**

	2015	2014
CHANGES IN UNRESTRICTED NET ASSETS		
SUPPORT AND REVENUE		
School Board of Miami-Dade County		
FEFP Funding	\$ 1,917,448	\$ 1,929,293
IDEA Funding	134,942	133,066
Capital Outlay Funding	41,011	57,728
Contributions	50,359	12,461
Other	52,630	31,045
	2,196,390	2,163,593
	TOTAL REVENUES	2,163,593
 EXPENSES		
Exceptional student instruction	927,906	1,036,397
Pupil personnel services	284,379	220,234
Instructional and curriculum development services	5,798	38
Board	22,500	21,500
School administration	290,409	332,565
Facilities acquisition and construction - capital outlay	5,433	-
Fiscal services	144,106	140,579
Central services	8,758	10,304
Pupil transportation services	278,995	259,771
Operation of plant	122,941	132,209
Depreciation	4,867	4,833
	2,096,092	2,158,430
	TOTAL EXPENSES	2,158,430
INCREASE IN UNRESTRICTED NET ASSETS	100,298	5,163
 NET ASSETS AT BEGINNING OF YEAR	151,961	146,798
NET ASSETS AT END OF YEAR	\$ 252,259	\$ 151,961

The accompanying notes are an integral part of the special purpose financial statements.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
SPECIAL PURPOSE FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2015 AND 2014**

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 100,298	\$ 5,163
Adjustment to reconcile increase in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	4,867	4,833
Proceeds from the sale of assets	6,981	-
(Increase) decrease in:		
Accounts receivable	(584)	(136,106)
Unemployment reserve	(7,028)	(3,465)
Prepaid expenses	(3,468)	(1,013)
Increase (decrease) in:		
Accounts payable and accrued expenses	(4,491)	4,270
Payroll related liabilities	(7,778)	(36,460)
TOTAL ADJUSTMENTS	(11,501)	(167,941)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	88,797	(162,778)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to furniture and equipment	(4,343)	(11,757)
NET CASH USED IN INVESTING ACTIVITIES	(4,343)	(11,757)
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in balance due to/from United Cerebral Palsy Association of Miami, Inc.	(54,334)	244,284
NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES	(54,334)	244,284
NET INCREASE IN CASH	30,120	69,749
CASH AT BEGINNING OF YEAR	160,930	91,181
CASH AT END OF YEAR	\$ 191,050	\$ 160,930

The accompanying notes are an integral part of the special purpose financial statements.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 1 NATURE OF ACTIVITIES

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 228.056 of the Florida Statutes (2001).

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 (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 Organization board of directors approved the closing of the Hialeah location to be effective for the 2012-2013 school year, however, the school may be re opened at a later date. The maximum enrollment capacity of the School is 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 years, 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 charter, the School Board may choose not to renew the charter 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 charter for the school was renewed on July 17, 2015 by the School Board for an additional ten year period, commencing on the first day of the 2015-2016 school year and ending on June 30, 2025.

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
Silvia Calderon	Parent Member

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 1 NATURE OF ACTIVITIES (Continued)

School Location and Enrollment

<u>School Name and Addresses</u>	<u>Location No.</u>	<u>Grades</u>	<u>Enroll- ment</u>	<u>School Principal</u>
Early Beginnings Academy Civic Center	4070	Pre-K, K – 2 nd	142	Makeesha Coleman
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				

Note 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 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.

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

Classification of Net Assets

Activities of the School are recorded in its Statements of 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.

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.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 2 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions (Continued)

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, 2015 and 2014, there was 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 Association of Miami, Inc.

United Cerebral Palsy of South Florida Charter Schools, Inc. and United Cerebral Palsy Association of Miami, Inc. (UCPM) are considered to be related parties for financial statement reporting purposes. The amounts due to/from UCPM represents funds advanced or received between the School and UCPM (see Note 6).

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.

Reclassifications

Certain reclassifications have been made to the 2014 financial statement presentation to correspond to the current year's format. Net assets and changes in net assets are unchanged due to these reclassifications.

Revenue Sources

Student funding is provided by the State of Florida Department of Education (FDOE) 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 (FTE) survey periods.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 2 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Sources (Continued)

In accordance with the charter agreement, the School Board retains five percent as an administrative fee, approximately \$51,600 and \$49,000 during the years ended June 30, 2015 and 2014 and are reflected as a reduction against FEFP funding on the statement of activities.

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. Pursuant to Section 1013.62(2), Florida Statutes, charter school capital outlay funds may be used only for specific purposes in which the School has complied. The School receives an annual allocation of charter school capital outlay funds for leasing of school facilities.

The School also receives federal awards for the enhancement of various educational programs. This assistance is generally received based on applications submitted and approved by various granting agencies. For federal awards which require incurring eligible expenditures, revenue is recognized to the extent eligible expenditures have been incurred. In fiscal year 2015, the School received a federal award through Individuals with Disability Education Act (IDEA).

Impairment of Long Lived Assets

Long lived assets held and used by the School are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of assets may not be recoverable. The School evaluates recoverability of assets to be held and used by comparing the carrying amount of an asset to future net undiscounted cash flows to be generated by the asset. If an asset is considered to be impaired, the impairment to be recognized is equal to the amount by which the carrying amount of the asset exceeds the asset's fair value calculated using a discounted future cash flows analysis or market comparables. Assets held for sale, if any, are reported at the lower of the carrying amount or fair value less cost to sell.

Credit Risk

Financial instruments which potentially subject the School to concentration of credit risk consist principally of cash and accounts receivable. The School maintains its cash in bank deposit accounts which, at times, may exceed the Federal Deposit Insurance Corporation ("FDIC") insured limits up to \$250,000. The School has not experienced any losses on such accounts and believes it is not exposed to any significant credit risk on cash.

Note 3 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 School's activities have been in furtherance of the Organization's tax-exempt purpose and there is no unrelated business income subject to taxation. The School's income tax returns for the tax years 2012 – 2014 are subject to examination by tax authorities, and may change upon examination.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 4 PROPERTY AND EQUIPMENT

For the years ended June 30, 2015 and 2014, the School's property and equipment consisted of the following:

	2015	2014
Furniture and equipment	\$ 111,849	\$ 114,487
Less: Accumulated depreciation	103,227	98,360
	\$ 8,622	\$ 16,127

Depreciation expense for the years ended June 30, 2015 and 2014 was \$4,867 and \$4,833, respectively.

Upon non-renewal or termination of the School's contract with the School Board, any property, improvements, furnishings and equipment purchased with public funds shall automatically revert to the School Board. As of June 30, 2015, the cost and the net book value of property and equipment purchased with public funds was \$101,844 and \$8,622 respectively.

Note 5 EMPLOYEE BENEFIT PLAN

The School 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 School matches employee contributions at 50 percent up to 6 percent of the employees' contribution. The School'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, 2015 and 2014, the School's cost under the retirement plan was approximately \$4,600 and \$9,000 respectively.

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. and United Cerebral Palsy Association of Miami, Inc. (UCPM) are considered to be related parties for financial statement reporting purposes. UCPM is tax-exempt not-for-profit corporation who provides services to the developmentally disabled and the handicapped. UCPM provides to the School managerial, administrative, accounting and other related services, general liability and property insurance coverage, educational leadership services, funds for start up costs and working capital, and leases classroom space and facilities to the School.

For the years ended June 30, 2015 and 2014, the agreement between UCPM and the School for administrative and educational leadership services was based on a monthly fee of \$11,310. The fee could be adjusted based on the School's financial ability. The fees paid to UCPM for administrative and educational leadership services for the years ended June 30, 2015 and 2014 was \$135,723 and \$135,723, respectively.

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 6 RELATED PARTY TRANSACTIONS (Continued)

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 provides 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.

In 2015, the School discontinued its therapy services with UCPM and contracted with outside consultants. The fees for these services from UCPM for the years ended June 30, 2015 and 2014 was \$37,187 and \$122,805, respectively.

The School leases its classroom facilities from UCPM. The lease for each location is through the period ending June 30, 2017, with options to renew for two five-year periods.

For the years ended June 30, 2015 and 2014, the rent expense for the School by location was as follows:

	2015	2014
Civic Center	\$ 56,640	\$ 56,640
North Shore	56,640	56,640
	\$ 113,280	\$ 113,280

The minimum future lease payments for the School by location for the years ended June 30, are as follows:

Years	Civic Center	North Shore	Total
2016	60,888	60,888	121,776
2017	65,455	65,455	130,910
	\$126,343	\$126,343	\$252,686

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:

Jack Schillinger	Chairperson Emeritus
Norman Bonchick	Chairperson
Richard Rangel	Vice Chairperson
Craig Steinhart	Vice Chairperson

**EARLY BEGINNINGS ACADEMY - CIVIC CENTER
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2015 AND 2014**

Note 7 ECONOMIC DEPENDENCE

For the year ended June 30, 2015, 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 SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 24, 2015, which is the date the financial statements were available to be issued. No events were identified during this review of subsequent events that required adjustment to or disclosure within the financial statements.



Menendez & Company
Certified Public Accountants

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 of
United Cerebral Palsy of South Florida Charter Schools, Inc.
Miami, Florida

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 special purpose financial statements of Early Beginnings Academy-Civic Center (the School), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 24, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the special purpose financial statements, we considered the School'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 special purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Compliance and Other Matters

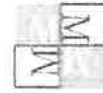
As part of obtaining reasonable assurance about whether the School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Menendez & Company

Pembroke Pines, FL
August 24, 2015



Menendez & Company
Certified Public Accountants

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

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

Report on the Financial Statements

We have audited the special purpose financial statements of the Early Beginnings Academy - Civic Center (the School) as of and for the fiscal year ended June 30, 2015, and have issued our report thereon dated August 24, 2015.

Auditor's Responsibility

We conducted our 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.

Other Reports and Schedules

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, which is dated August 24, 2015, and should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. There were no findings or recommendations made in the preceding annual financial audit report and accordingly, no corrective actions were necessary.

Official Title

Section 10.854(1)(e)5., Rules of the Auditor General, requires the name or official title of the entity. The official title of the entity is Early Beginnings Academy - Civic Center.

Financial Condition

Section 10.854(1)(e)2., Rules of the Auditor General, requires that we report the results of our determination 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 conditions met. In connection with our audit, we determined that the Early Beginnings Academy-Civic Center did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

Financial Condition (*Continued*)

Pursuant to Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, we apply financial condition assessment procedures for the School. It is management's responsibility to monitor the Early Beginnings Academy - Civic Center's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Transparency

Section 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, requires that we report the results of our determination as to whether the School maintains on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that the Early Beginnings Academy-Civic Center maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Other Matters

Section 10.854(1)(e)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Section 10.854(1)(e)4., Rules of the Auditor General, requires that we address noncompliance with provisions of 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 which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and uses of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the School Board of Miami-Dade County, Florida, the Board of Directors, and applicable management and is not intended to be and should not be used by anyone other than these specified parties.

Menendez & Company

Pembroke Pines, FL
August 24, 2015