

EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
SPECIAL PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORTS
AUGUST 31, 2014 AND 2013

EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.

SPECIAL PURPOSE FINANCIAL STATEMENTS

AUGUST 31, 2014 AND 2013

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Easter Seals Charter School
Division of Easter Seal Society of Volusia and Flagler Counties, Inc.
Daytona Beach, FL

Report on the Financial Statements

We have audited the accompanying financial statements of Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. (a nonprofit organization), which comprise the statements of financial position as of August 31, 2014 and 2013, 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 financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Independent Auditors' Report


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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. as of August 31, 2014 and 2013, 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 October 27, 2014, on our consideration of Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc.'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 Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc.'s internal control over financial reporting and compliance.



Olivari & Associates
Certified Public Accountants And Consultants

Ormond Beach, Florida
October 27, 2014

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.**

SPECIAL PURPOSE FINANCIAL STATEMENTS

**STATEMENTS OF FINANCIAL POSITION
AUGUST 31, 2014 AND 2013**

	2014	2013
<u>Assets</u>		
Current assets		
Cash & cash equivalents	\$ 43,661	\$ 38,645
Other receivables	3,088	-
Intercompany advances	92,718	75,307
Total current assets	139,467	113,952
Property and equipment, net	2,209	2,645
Total Assets	\$ 141,676	\$ 116,597
<u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 478	\$ 536
Accrued expenses	18,645	18,742
Deferred revenue	6,959	1,862
Total current liabilities	26,082	21,140
Total liabilities	26,082	21,140
Net Assets		
Unrestricted	113,385	92,812
Temporarily restricted	2,209	2,645
Total net assets	115,594	95,457
Total Liabilities and Net Assets	\$ 141,676	\$ 116,597

The accompanying independent auditors' report and notes
should be read with these financial statements.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.**

SPECIAL PURPOSE FINANCIAL STATEMENTS

**STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED AUGUST 31, 2014 AND 2013**

	2014	2013
<u>Revenues</u>		
Government revenue	\$ 646,192	\$ 637,666
School lunch reimbursement	31,894	33,260
Total revenues	678,086	670,926
Net assets released from restrictions		
Satisfaction of time restrictions	1,248	1,116
Acquisition of property and equipment	(812)	(687)
Increase in unrestricted net assets	436	429
Total unrestricted revenues and gains	678,522	671,355
<u>Expenses</u>		
Classroom instruction	429,602	474,025
Staff development	5,271	4,564
General administration	39,742	51,874
School administration	62,031	67,895
Fiscal services	19,845	19,226
Food services	32,274	33,151
Transportation services	10,000	10,000
Operation of plant	47,091	52,362
Maintenance of plant	12,093	6,157
Total expenses	657,949	719,254
Increase (decrease) in unrestricted net assets	20,573	(47,899)
Changes in Temporarily Restricted Net Assets		
Acquisition of property and equipment	812	687
Satisfaction of time restrictions	(1,248)	(1,116)
Decrease in temporarily restricted net assets	(436)	(429)
Increase (decrease) in net assets	20,137	(48,328)
Net assets, beginning of year	95,457	143,785
Net assets, end of year	\$ 115,594	\$ 95,457

The accompanying independent auditors' report and notes
should be read with these financial statements.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.**

SPECIAL PURPOSE FINANCIAL STATEMENTS

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED AUGUST 31, 2014 AND 2013**

	2014	2013
Cash flows from operating activities		
Change in net assets	\$ 20,137	\$ (48,328)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	1,248	1,116
<i>(Increase) decrease in certain assets:</i>		
Other Receivables	(3,088)	-
<i>Increase (decrease) in certain liabilities:</i>		
Accounts payable	(58)	(1,425)
Accrued expenses	(97)	1,340
Deferred revenue	5,097	(1,714)
Total adjustments	3,102	(683)
Net cash provided by (used in) operating activities	23,239	(49,011)
Cash flows from investing activities		
Purchase of property and equipment	(812)	(687)
Net cash used in investing activities	(812)	(687)
Cash flows from financing activities		
Intercompany advances	(17,411)	(10,613)
Net cash used in financing activities	(17,411)	(10,613)
Net increase (decrease) in cash and cash equivalents	5,016	(60,311)
Cash and cash equivalents, beginning of year	38,645	98,956
Cash and cash equivalents, end of year	\$ 43,661	\$ 38,645

The accompanying independent auditors' report and notes
should be read with these financial statements.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
AUGUST 31, 2014 AND 2013**

NOTE 1 – Summary of Significant Accounting Policies:

Organization and Purpose

Easter Seals Charter School (the School) is a division of Easter Seal Society of Volusia and Flagler Counties, Inc. (the Organization). The Organization is a not-for-profit corporation that provides services to children and adults with disabilities or other special needs and their families. The Organization offers a broad range of services including the following: physical, occupational, speech and language therapies; autism early diagnosis and functional assessments; pre-school; camping and recreation; and family community education. These programs are operated at various locations in Volusia and Flagler Counties in the State of Florida. The governing body of the School is the Board of Directors of the Organization which is comprised of voluntary members. The Principal of the School oversees its daily functions and reports directly to the President of the Organization who in turn reports directly to the Board of Directors. The purpose of the School is to improve learning and academic achievement by providing classroom instruction and interventions to achieve optimum learning for children with special needs to master developmental objectives with their non-disabled peers. The School operates two sites. At the Daytona and Deland sites, the School serves up to forty-six (46) students and seventeen (17) students, respectively. However, by mutual agreement between the School and the School Board of Volusia County, Florida the number of students served may be increased. At the end of the 2013-2014 school year, the Deland site was temporarily closed for the 2014-2015 school year to evaluate the potential for a new school site to be located in the west side of Volusia County, Florida.

The general operating authority of the School is contained in the Florida Statutes. The School operates under a charter of the sponsoring school district, which is the School Board of Volusia County, Florida (the District) and began operations in September 2005. The current charter was renewed effective July 1, 2013 through June 30, 2018, and may be renewed in increments of five years by mutual agreement between the School and the District. At the end of the term of the charter, the District may choose not to renew the charter under grounds specified in the charter in which case the District is required to notify the School in writing at least 90 days prior to the charter's expiration. Pursuant to the Florida Statutes, in the event the School is dissolved or terminated, any unencumbered public funds and all School property purchased with public funds automatically revert to the District. During the term of the charter, the District may also terminate the charter if good cause is shown. The School is a Florida public school and is subject to supervisory jurisdiction of the District and accountable to the District for performance, as provided by the law.

Significant Accounting Policies

The following is a summary of the more significant accounting policies and practices of the School, which affect significant elements of the accompanying financial statements.

- (a) **Basis of accounting**—The School uses the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred. The special purpose financial statements present the statements of financial position, activities and cash flows for the School. The accounts of the School are maintained in accordance with the principles of fund accounting.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
AUGUST 31, 2014 AND 2013**

NOTE 1 – Summary of Significant Accounting Policies: (Continued)

(b) **Basis of presentation**—The School utilizes the standard state codification of accounts as contained in the “Financial and Program Cost Accounting and Reporting for Florida Schools” as a means of codifying all transactions pertaining to its operations for the purpose of submitting year end reports to the District. Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in ASC 958, Not-for-Profit Entities Presentation of Financial Statements. Under those standards, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted net assets—Net assets that are not subject to donor-imposed stipulations and are currently available at the discretion of the Board of Directors for use in the School’s operations.

Temporarily restricted net assets—Net assets subject to donor-imposed stipulations that will be met either by actions of the School and/or the passage of time.

Permanently restricted net assets—Net assets subject to donor-imposed stipulations or by matter of law that they be maintained permanently by the School. Generally, the donors of these assets permit the School to use all or part of the income earned on related investments for general or specific purposes.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions. It is the School’s policy to record donor-restricted contributions on which restrictions are met in the same reporting period as unrestricted contributions.

(c) **Deferred revenue**—Capital outlay monies received by the School that have not been spent on qualifying expenses are recorded as deferred revenue in the accompanying statements of financial position.

(d) **Cash and cash equivalents**—For purposes of the statements of cash flows, the Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

(e) **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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
AUGUST 31, 2014 AND 2013**

NOTE 1 – Summary of Significant Accounting Policies: (Continued)

(f) **Income taxes**—The School is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code, except for taxes on unrelated business income. The School had no net unrelated business income during the years ended August 31, 2014 and 2013.

The Organization files tax returns in the U.S. federal jurisdiction. With few exceptions, the Organization is no longer subject to U.S. federal income tax examinations by taxing authorities for years before August 31, 2011.

(g) **Revenue Sources**—Revenues for current operations are received primarily from the District pursuant to the funding provisions included in the School’s charter. In accordance with the charter and the Florida Statutes, the School reports the number of full-time equivalent (FTE) students and related data to the District. Under the provisions of the Florida Statutes, the District reports the number of FTE students and related data to the Florida Department of Education (FDOE) for funding through the Florida Education Finance Program (FEFP). Funding for the School is monthly during the fiscal year and is adjusted to reflect revised calculations by the FDOE under the FEFP and actual FTE students reported by the School during the semi-annual designated FTE survey periods. Payments are based upon the revenue estimate for the enrollment adjusted retroactively for the actual FTE count, and adjusted for prior payments.

(H) **Property and equipment**—The School capitalizes all expenditures in excess of \$500 for property and equipment. The fair value of donated assets is simultaneously capitalized and recognized as support.

Property and equipment are carried at cost for purchased assets and at fair market value at date of donation for donated assets. Depreciation is calculated using the straight-line method over the following estimated lives:

Building and improvements	7 – 39 years
Furniture, fixtures and equipment	5 – 10 years
Leasehold improvements	5 – 10 years

NOTE 2 – Revenues:

As described in Note 1 (g), the District provides operating funds from FEFP on a monthly basis based on FTE students. The amounts included in total state government revenue in the Statements of Activities are as follows for the years ended August 31, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Florida Education Finance Program	\$ 626,660	\$ 623,040
Capital Outlay Program	19,532	14,626
Total State Government Revenue	<u>\$ 646,192</u>	<u>\$ 637,666</u>

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
AUGUST 31, 2014 AND 2013**

NOTE 3 – Other receivables:

Other receivables at August 31, 2014 consist of School Capital outlay monies in the amount of \$3,088. These funds were received from the District subsequent to August 31, 2014 for July and August 2014 Capital outlay distributions and are included in Deferred revenues at year end along with \$3,871 in Cash & cash equivalents.

NOTE 4 – Property and Equipment, net:

Property and Equipment consist of the following as of August 31, 2014 and 2013:

	2014	2013
Equipment	\$ 4,893	\$ 4,081
Less: Accumulated depreciation	(2,684)	(1,436)
Property and equipment, net	\$ 2,209	\$ 2,645

Depreciation expense, which is included in Maintenance of plant on the statements of activities, was \$1,248 and \$1,116 for the years ended August 31, 2014 and 2013, respectively.

Temporary Restrictions

The School purchased equipment with Capital Outlay Funds in 2014 and 2013 in the amount of \$812 and \$687 respectively, which restricts the equipment for their useful life. The School amortizes the expiration of donor restrictions based on the useful life of the asset. The portion of temporarily restricted assets, which expires during the year, is reclassified to unrestricted net assets. The value of these temporarily restricted assets, net of accumulated depreciation as of August 31, 2014 and 2013 was \$2,209 and \$2,645 respectively.

In the event the School is dissolved or terminated, all School property purchased with public funds automatically revert to the District. These assets are depreciated by the Organization as if owned by them.

NOTE 5 – Commitments:

The School leased space under a non-cancellable operating lease for the School's Deland site that terminated August 31, 2014. At the end of the 2013-2014 school year, the Deland site was temporarily closed for the 2014-2015 school year to evaluate the potential for a new school site to be located in the west side of Volusia County, Florida.

Rent expense, which is included in operation of plant on the statements of activities, was \$18,720 and \$21,572 for the years ended August 31, 2014 and 2013, respectively.

**EASTER SEALS CHARTER SCHOOL
A DIVISION OF EASTER SEAL SOCIETY
OF VOLUSIA AND FLAGLER COUNTIES, INC.
NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS
AUGUST 31, 2014 AND 2013**

NOTE 6 – Risk Management:

Workers compensation, property and general liability insurance coverage are being provided through purchased commercial insurance with deductibles for each line of coverage.

NOTE 7 – Concentration of Risk:

The School receives substantially all of its revenue from federal, state and local sources, passed through by the District. Thus the School is subject to changes in government funding allocations. Continuing operation of the School is greatly dependent upon the continued funding by these entities.

NOTE 8 – Subsequent Events:

The Organization's management has evaluated subsequent events through October 27, 2014, which is prior to the financial statement availability date of October 30, 2014.

SUPPLEMENTARY INFORMATION

INDEPENDENT AUDITORS' 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
Easter Seals Charter School
Division of Easter Seal Society of Volusia and Flagler Counties, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Easter Seals Charter School, a division of Easter Seal Society of Volusia and Flagler Counties, Inc. (a nonprofit organization), which comprise the statement of financial position as of August 31, 2014, 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 October 27, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Easter Seals Charter School, a division of Easter Seal Society of Volusia and Flagler Counties Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Easter Seals Charter School, a division of Easter Seal Society of Volusia and Flagler Counties Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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.

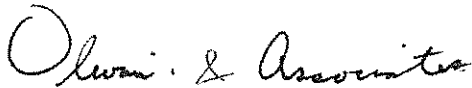
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*
October 27, 2014
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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties Inc.'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.



Olivari & Associates
Certified Public Accountants And Consultants
Ormond Beach, Florida
October 27, 2014

INDEPENDENT AUDITORS' MANAGEMENT LETTER

Board of Directors
Easter Seals Charter School
Division of Easter Seal Society of Volusia and Flagler Counties, Inc.
Daytona Beach, Florida

Report on the Financial Statements

We have audited the financial statements of the Easter Seals Charter School, a division of Easter Seal Society of Volusia and Flagler Counties, Inc., Florida, as of and for the fiscal year ended August 31, 2014, and have issued our report thereon dated October 27, 2014.

Auditor's Responsibility

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.

Other Reporting Required by Government Auditing Standards

We have issued our Independent Auditors' 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*. Disclosures in those reports and schedule, which are dated October 27, 2014 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 recommendations made in the preceding annual financial audit report.

Financial Condition

Sections 10.854(1)(e)2. and 10.855(11), Rules of the Auditor General, require that we apply appropriate procedures to determine whether or not the Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. 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 our audit, we determined that the Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Independent Auditors' Management Letter
October 27, 2014
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Sections 10.854(1)(e)6.a. and 10.855(12), Rules of the Auditor General, require that we apply financial condition assessment procedures for the Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. It is management's responsibility to monitor the Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc.'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

Sections 10.854(1)(e)7. and 10.855(13), Rules of the Auditor General, require that we apply appropriate procedures to determine whether the Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. 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 Easter Seals Charter School a division of Easter Seal Society of Volusia and Flagler Counties, Inc. maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

Other Matters

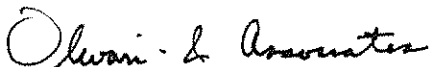
Section 10.854(1)(e)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

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.

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 Easter Seals Charter School.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, applicable management, and Easter Seal Society of Volusia and Flagler Counties, Inc. and is not intended to be and should not be used by anyone other than these specified parties.



Olivari & Associates
Certified Public Accountants And Consultants
October 27, 2014