

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

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Israeloff, Trattner & Co. P.C.

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INDEPENDENT AUDITORS' REPORT

The Board of Trustees of
Roosevelt Children's Academy Charter School, Inc.

We have audited the accompanying statements of financial position of Roosevelt Children's Academy Charter School, Inc. (the "School") as of June 30, 2010 and 2009, and the related statements of cash flows for the years then ended and the statement of activities for the year ended June 30, 2010. These financial statements are the responsibility of the School's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Roosevelt Children's Academy Charter School, Inc. as of June 30, 2010 and 2009, and its changes in its cash flows for the years then ended and the changes in its net assets for the year ended June 30, 2010 in accordance with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 21, 2010 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, with *Governmental Auditing Standards* and should be considered in assessing the results of our audits.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the School taken as a whole. The accompanying schedule of functional expenses on page 6 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Israeloff, Trattner & Co. P.C.

Garden City, New York
October 21, 2010

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2010 AND 2009

	2010	2009
ASSETS		
CURRENT ASSETS		
Cash	\$ 7,876,455	\$ 7,741,819
Due from Government agencies	2,286,979	1,941,266
Prepaid expenses	531	11,487
TOTAL CURRENT ASSETS	10,163,965	9,694,572
PROPERTY AND EQUIPMENT, at cost, less accumulated depreciation of \$1,856,805 in 2010 and \$1,533,870 in 2009	5,877,070	2,997,306
OTHER ASSETS		
Security deposits	4,125	2,000
Due from landlord	105,732	81,166
TOTAL ASSETS	\$ 16,150,892	\$ 12,775,044
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 839,820	\$ 650,930
Current maturities of long-term debt	4,642	3,885
Advanced billing	1,546,467	1,404,675
TOTAL CURRENT LIABILITIES	2,390,929	2,059,490
OTHER LIABILITIES		
Long-term debt, less current maturities	14,998	19,640
TOTAL LIABILITIES	2,405,927	2,079,130
NET ASSETS		
Unrestricted	13,744,965	10,695,914
TOTAL LIABILITIES AND NET ASSETS	\$ 16,150,892	\$ 12,775,044

See accompanying notes to financial statements

ROOSEVELT CHILDREN'S ACADEMY
 CHARTER SCHOOL, INC.
 STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
 FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
Revenue		
Resident student enrollment	\$ 8,785,887	8,444,755
Food services	181,974	204,892
Federal funding	269,928	223,594
Special education	172,101	185,228
E-rate funding	22,500	52,098
Interest income	56,535	90,397
Other Income	3,650	16,568
Total Revenue	9,492,575	9,217,532
Expenses		
Salaries and wages	3,336,117	3,141,625
Payroll tax expenses and fringe benefits	954,243	732,988
Total Personnel Service Costs	4,290,360	3,874,613
Consultants - education	83,008	127,061
Food purchases	241,894	237,285
Insurance expense	49,945	47,002
Supplies and materials	134,141	103,937
Textbooks	80,149	181,787
Telephone	38,815	39,903
Occupancy	340,633	186,643
Printing	10,115	6,377
Staff development	86,123	101,859
Equipment - rentals	16,564	25,784
Professional fees - legal	143,697	180,135
Professional fees - accounting and audit	133,540	66,582
Repairs and maintenance	65,516	69,158
Travel	53,639	62,542
Board of trustees	21,525	15,836
Utilities	97,770	71,074
Postage	14,204	9,029
Advertising	41,475	14,475
Administrative fees	41,875	29,016
Interest Expense	1,518	97,125
Depreciation	322,935	313,113
Other	134,083	197,788
Total expenses	6,443,524	6,058,124
Increase in net assets	3,049,051	3,159,408
Net assets - beginning	10,695,914	7,536,506
Net assets - end	\$ 13,744,965	\$ 10,695,914

See accompanying notes to financial statements

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.
STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 3,049,051	\$ 3,159,408
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	322,935	313,113
Changes in assets and liabilities:		
Increase in due from government agencies	(345,713)	(305,882)
Decrease in prepaid expenses	10,956	42,356
Increase in security deposit	(2,125)	-
Increase in due from landlord	(24,566)	(81,166)
Increase in accounts payable and accrued expenses	188,890	83,940
Increase in advanced billing	141,792	27,658
Total adjustments	292,169	80,019
Net cash provided by operating activities	3,341,220	3,239,427
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property and equipment	(3,202,699)	(518,882)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan repayments	-	(586,488)
Payments made under long term debt	(3,885)	(14,840)
Net cash used by financing activities	(3,885)	(601,328)
NET INCREASE IN CASH	134,636	2,119,217
CASH - beginning	7,741,819	5,622,602
CASH - end	\$ 7,876,455	\$ 7,741,819

SUPPLEMENTAL CASH FLOW INFORMATION

NON-CASH INVESTING AND FINANCING ACTIVITIES:

Cost of vehicle acquired through lease	\$ -	\$ 26,632
Cost of vehicle written off	\$ -	\$ 22,443
CASH PAID FOR:		
Interest	\$ 1,518	\$ 97,125

See accompanying notes to financial statements.

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2010
(With Comparative Totals for 2009)

	Regular Education	Special Education	Total Program	Management and General	TOTAL 2010	TOTAL 2009
EXPENSES						
Salaries and wages	\$ 3,202,672	\$ 133,445	\$ 3,336,117	\$ -	\$ 3,336,117	\$ 3,141,625
Payroll tax expenses and fringe benefits	916,073	38,170	954,243	-	954,243	732,988
Total Personnel Service Costs	4,118,745	171,615	4,290,360	-	4,290,360	3,874,613
Consultants - education	83,008	-	83,008	-	83,008	127,061
Food purchases	232,218	9,676	241,894	-	241,894	237,285
Insurance expense	47,947	1,998	49,945	-	49,945	47,002
Supplies and materials	128,775	5,366	134,141	-	134,141	103,937
Textbooks	76,943	3,206	80,149	-	80,149	181,787
Telephone	37,262	1,553	38,815	-	38,815	39,903
Occupancy	327,008	13,625	340,633	-	340,633	186,643
Printing	9,710	405	10,115	-	10,115	6,377
Staff development	82,678	3,445	86,123	-	86,123	101,859
Equipment - rentals	15,901	663	16,564	-	16,564	25,784
Professional fees - legal	-	-	-	143,697	143,697	180,135
Professional fees - accounting and audit	-	-	-	133,540	133,540	66,582
Repairs and maintenance	62,895	2,621	65,516	-	65,516	69,158
Travel	51,493	2,146	53,639	-	53,639	62,542
Board of trustees	-	-	-	21,525	21,525	15,836
Utilities	93,859	3,911	97,770	-	97,770	71,074
Postage	-	-	-	14,204	14,204	9,029
Advertising	-	-	-	41,475	41,475	14,475
Administrative fees	-	-	-	41,875	41,875	29,016
Interest Expense	1,518	-	1,518	-	1,518	97,125
Depreciation	310,018	12,917	322,935	-	322,935	313,113
Other	134,083	-	134,083	-	134,083	197,788
TOTAL EXPENSES	\$ 5,814,061	\$ 233,147	\$ 6,047,208	\$ 396,316	\$ 6,443,524	\$ 6,058,124

See accompanying notes to financial statements

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

1. ORGANIZATION SUMMARY

ORGANIZATION

Roosevelt Children's Academy Charter School, Inc. (the "School") is a public charter school for children located in Roosevelt, New York. In the 2010 and 2009 school years, the School operated kindergarten and grades one through eight. The School educates children on a completely nondiscriminatory and secular basis. The founders and supporters of the School believe that access to a public education of high quality for all children is the foremost issue. The School was chartered during July 2000, and the first classes were offered during the 2000-2001 school year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements of the School have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities.

BASIS OF PRESENTATION

The School 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.

The School's net assets consist of the following:

Unrestricted – Net assets of the School which have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of the School.

COMPARATIVE FINANCIAL INFORMATION

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the School's financial statements for the year ended June 30, 2009, from which the summarized information was derived.

ROOSEVELT CHILDREN ACADEMY
 CHARTER SCHOOL, INC.
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CASH AND CASH EQUIVALENTS

The School has defined cash and cash equivalents as cash and short-term, interest-bearing securities with original maturities of three months or less.

FINANCIAL INSTRUMENTS

The School's financial instruments include cash, due from government agencies, payables and leases payable for which carrying values approximate fair values due to the short maturities of those instruments.

PROPERTY AND EQUIPMENT

Property and equipment are stated at cost less accumulated depreciation. Depreciation is computed on a straight-line basis over the estimated useful lives of the related assets. Normal replacement and maintenance costs are charged to earnings as incurred, and major renewals and improvements are capitalized. Upon disposition, the cost and related accumulated depreciation is removed from the accounts and the resulting gain or loss for the period is recognized.

The School capitalizes assets with a cost of \$500 and over. Depreciation is calculated based on the useful lives of the fixed assets as follows:

	Useful Life <u>(Years)</u>
School buildings	19-20
Furniture and fixtures	7
Office equipment	7
Computer equipment	3
Automobiles	3
Leasehold improvements	3-20

CONTRIBUTIONS

The School records contributions of cash and other assets as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and nature of donor restrictions. The School records contributions as restricted support if they are received with donor stipulations that limit their use through purpose or time restrictions.

ROOSEVELT CHILDREN ACADEMY
CHARTER SCHOOL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CONTRIBUTIONS (CONTINUED)

When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. All contributions received in the fiscal year ended June 30, 2010 were unrestricted.

GOVERNMENT GRANT INCOME

The School applies for various government grants each year which are based on several factors such as total students enrolled in the School. Reimbursement under per-pupil grants is the result of the calculation of full-time equivalent ("FTE") students attending the School multiplied by a rate determined each year by New York State. This rate varies based on the district in which the student lives.

STUDENT ENROLLMENT

Enrollment of available class slots is open to all potential student candidates with those residing in the immediate area given first preference. A lottery is held to award these available slots.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among programs and supporting services benefited. Salaries, wages, and fringe benefits were allocated as direct costs to programs and supporting activity, and as direct costs based on actual costs associated with the activity.

INCOME TAXES

Income taxes have not been provided for, as the School is tax exempt under Section 501(c)(3) of the Internal Revenue Code.

ROOSEVELT CHILDREN ACADEMY
CHARTER SCHOOL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

NEW ACCOUNTING STANDARDS ADOPTED

In fiscal year 2010, the School adopted FASB authoritative guidance on the Accounting Standards Codification and the Hierarchy of Generally Accepted Accounting Principles, a replacement of a previously issued FASB. The Accounting Standards Codification is the source of authoritative U.S. generally accepted accounting principles (GAAP) recognized by the FASB to be applied by nongovernmental entities. The Codification will supersede all then-existing non-SEC accounting and reporting standards. All other non-grandfathered non-SEC accounting literature not included in the Codification will become non-authoritative.

RECENT ACCOUNTING GUIDANCE NOT YET ADOPTED

During 2010, the Financial Accounting Standards Board (FASB) issued authoritative guidance on revenue recognition, consolidation of variable interest entities and fair value disclosures for non-financial assets and liabilities, which are not yet effective for the School's financial statements. Management believes that these pronouncements will not be applicable to its financial statements or, if applicable, will not have a material impact on the School's financial statements upon adoption.

SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 21, 2010, the date the financial statements were available for issuance.

RECLASSIFICATIONS

Certain amounts in the 2009 financial statements have been reclassified for comparative purposes to conform to the 2010 presentation with no effect on the change in net assets.

ROOSEVELT CHILDREN ACADEMY
 CHARTER SCHOOL, INC.
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

3. CASH AND CASH EQUIVALENTS

The School maintains all of its cash in banks. The accounts in each bank are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000, which is the maximum allowed by law. The School's management monitors the balances in excess of the FDIC coverage to limit any exposure to loss.

4. PUPIL ENROLLMENT AND OTHER REVENUES FROM GOVERNMENT AGENCIES

Under the School's charter school agreement and the Charter Schools Act, the School is entitled to receive funding from both state and federal sources that are available to public schools. These funds include state pupil enrollment funds, federal food subsidies, and Titles I, II, IV, and V funds. The calculation of the amounts to be paid to the School under these programs is determined by the state and is based on complex laws and regulations, enrollment levels, and economic information related to the home school districts of the children enrolled in the School. If these regulations, some of which are relatively new in the State of New York, were to change, or other factors included in the calculations were to change, the level of funding that the School receives could vary significantly.

The amount due from government agencies and included as revenue in the statement of activities consists of the following as of June 30:

	<u>2010</u>	<u>2009</u>
New York State Department of Education (pupil enrollment)	\$ 2,185,518	\$ 1,740,744
Federal Government	51,760	88,597
New York State	<u>49,701</u>	<u>111,925</u>
	<u>\$ 2,286,979</u>	<u>\$ 1,941,266</u>

The amounts are based upon actual amounts received as well as estimates by the management of the School. Management believes these estimates are based upon the best information available at this time. However, actual amounts received, as determined by the state, could vary based on changes in the factors used to calculate the amounts owed.

5. ADVANCE BILLING

The School invoices in June for the first two months of the following fiscal year and also includes the amount as a receivable due from government agencies. At June 30, 2010 and 2009, advance billing totaled \$1,546,467 and \$1,404,675, respectively.

ROOSEVELT CHILDREN'S ACADEMY
 CHARTER SCHOOL, INC.
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

6. PROPERTY AND EQUIPMENT

At June 30, a summary of property and equipment consisted of the following:

	2010	2009
Land	\$ 170,919	\$ 170,919
School building	947,648	946,896
Modular space and related costs	440,835	440,835
Leasehold improvements	1,832,091	1,706,623
Furniture and fixtures	242,695	231,936
Computer equipment	338,863	317,225
Office equipment	52,976	51,520
Software	14,362	14,362
Automobile	<u>26,632</u>	<u>26,632</u>
	4,067,021	3,906,948
Less: Accumulated depreciation	<u>(1,856,805)</u>	<u>(1,533,870)</u>
	2,210,216	2,373,078
Construction in progress – 105 Pleasant Avenue	<u>3,666,854</u>	<u>624,228</u>
Total	<u>\$ 5,877,070</u>	<u>\$ 2,997,306</u>

Depreciation and amortization expense for the years ended June 30, 2010 and 2009 were \$322,935 and \$313,113, respectively.

In September 2010, construction at 105 Pleasant Avenue was completed and a certificate of occupancy was obtained.

7. DEBT

The School obligation under long-term debt consists of the following:

Purchase of a van in December 2008 that is payable in 60 equal monthly installments of \$443.86, including interest at annual rate of 3.9%

\$ 19,640

ROOSEVELT CHILDREN'S ACADEMY
 CHARTER SCHOOL, INC.
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

7. DEBT (CONTINUED)

The future scheduled maturities of long-term debt are as follows:

<u>Years ending June 30:</u>		
2011	\$	4,642
2012		4,827
2013		5,019
2014		<u>5,152</u>
	\$	<u>19,640</u>

8. DEFINED CONTRIBUTION PLAN

The School offers a 401(k) plan (the "Plan") to substantially all of its employees. Employees are eligible for the Plan immediately upon employment, and participation in the Plan is voluntary. Employees can make pretax contributions of up to 100% of their annual compensation, subject to Internal Revenue Service guidelines. The School matches the employee contribution 100% up to 4% of the employee's annual compensation. The School's contributions recognized in the statement of activities were \$72,051 and \$55,113 for 2010 and 2009, respectively. The Plan assets are held in a separate trust and are not included in the accompanying financial statements. All Plan assets are held for the exclusive benefit of the Plan's participants and beneficiaries.

9. LEASE COMMITMENTS

The School is obligated under several operating leases for classroom space at three locations in Roosevelt, New York, expiring at various dates through June 30, 2012. One of these leases grants the School the right to extend the lease for up to 15 years.

Future minimum annual lease commitments, under the non-cancelable operating leases and capital leases for the years ending June 30, are as follows:

2011	\$	62,782
2012		<u>33,755</u>
	\$	<u>96,537</u>

10. CONCENTRATION OF RISK

The School is dependent on various government agencies for funding and is responsible for meeting the requirements of such agencies. If the School were to lose students or the related government funding, there could be a substantial effect on its ability to continue operations.

ROOSEVELT CHILDREN'S ACADEMY
CHARTER SCHOOL, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

11. RELATED-PARTY TRANSACTIONS

During 2009, certain members of the School's Board of Trustees entered into agreements with the School to provide consulting and accounting services. The agreements were approved by the Board with the related parties abstaining from the vote. Payments to these Board members totaled \$149,608 and \$141,200 for the years ended June 30, 2010 and 2009.

12. CONTINGENCIES

Government Grants

The School participates in a number of federal and state programs. These programs require that the School comply with certain requirements of laws, regulations, contracts, and agreements applicable to the programs in which it participates. All funds expended in connection with government grants and contracts are subject to audit by government agencies. While the ultimate liability, if any, from such audits of government contracts by government agencies is presently not determinable, it should not, in the opinion of the management, have a material effect on the financial position or result of operations. Accordingly, no provision for any such liability that may result has been made in the accompanying financial statements.



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

The Board of Trustees
Roosevelt Children's Academy Charter School, Inc.

We have audited the financial statements of the Roosevelt Children's Academy Charter School, Inc. (the "School") as of and for the year ended June 30, 2010, and have issued our report thereon dated October 21, 2010. 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.

Internal Control Over Financial Reporting

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

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented or detected and corrected on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Trustees, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Israeloff, Trattner & Co. P.C.

Garden City, New York
October 21, 2010