



HARVEY, COVINGTON & THOMAS, LLC

INDEPENDENT AUDITOR'S LETTER TO MANAGEMENT AMENDED

Board of Directors EXcel Academy
Liberty City, Florida 33142

We have audited the financial statements of EXcel Academy as of and for the year ended June 30, 2007, and have issued our report thereon dated August 31, 2007. We have also issued our report on compliance and internal control over financial reporting. That report should be considered in conjunction with this management letter.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Additionally, our audit was conducted in accordance with the provisions of Chapter 10.850, Rules of the Auditor General, which govern the conduct of charter school audits performed in the State of Florida and require that certain items be addressed in this letter.

Prior Audit Findings

The Rules of the Auditor General require that we comment as to whether or not findings reported in the preceding audit report have been corrected and recommendations made in the preceding audit report have been followed. This is the school's first fiscal year of operations, therefore, there was no prior year Management Letter Comments.

Other Matters

Our audit did reveal some matters that involve the internal control structure and other operational matters that are presented for your consideration. We previously reported on EXcel Academy's internal control structure in our report dated August 31, 2007. This letter does not affect our report dated August 31, 2007 on the financial statements of the School.

Our audit indicated EXcel Academy met one of the conditions in Sections 218.503 (1), Florida Statute, Rule 10.854(1) (d) 2. The Charter School had an unrestricted or total asset deficit. The charter school is efficiently working towards implementing strategies to increase funding and decrease expenses.

This management letter is intended solely for the information and use of the management of the School and appropriate audit agencies and is not intended to be and should not be used by anyone other than specified parties. We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of the audit. Please let us know if you have any comments about this letter, our accompanying reports, or any other matter.

Harvey, Covington & Thomas, L.L.C.

Hollywood, Florida
August 29, 2007