



REVISED MANAGEMENT LETTER

Board of Directors
Manatee School of Arts and Sciences, Inc.
Bradenton, Florida

We have audited the financial statements of the Manatee School of Arts and Sciences, Inc. as of and for the year ended June 30, 2008, and have issued our report thereon dated September 3, 2008.

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. We have issued our 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*. Disclosures in this report, which are dated September 3, 2008, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with Chapter 10.850, Rules of the Auditor General. Those rules (Section 10.856(2)(e)) require that we disclose in the management letter certain comments and recommendations as noted below.

As required by the Rules of the Auditor General (Section 10.854(1)(e)1.), we are to disclose whether or not corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report. The same significant deficiency/material weakness related to financial reporting was noted again in the current fiscal year.

As required by Rules of the Auditor General (Section 10.854(1)(e)2.), we are to disclose if the charter school has met one or more of the conditions of a financial emergency as described in Section 218.503(1) F. S., and identify any of the conditions met. The Manatee School of Arts and Sciences, Inc. did not meet any of the conditions of a financial emergency per the above referenced statute.

As required by the Rules of the Auditor General (Section 10.854(1)(e)3.), we are to disclose any recommendations to improve present financial management, accounting procedures, and internal controls. We have identified a significant deficiency as a material weakness in the 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.

As required by the Rules of the Auditor General (Section 10.854(1)(e)4.), we are to disclose violations of laws, rules, regulations, contracts and grant agreements or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material but more than inconsequential. We noted no matters of this type that need to be disclosed.

As required by the Rules of the Auditor General (Section 10.854(1)(e)5.), we are to disclose matters that are inconsequential to the determination of financial statement amounts considering both quantitative and qualitative factors, based on professional judgment: (1) violations of laws, rules, regulations, contracts and grant agreements or abuse that have occurred, or are likely to have occurred; (2) improper expenditures or illegal acts that would have an immaterial effect on the financial statements; (3) control deficiencies that are not significant deficiencies, including (a) improper or inadequate accounting procedures (such as the omission of required disclosures from the annual financial statements, (b) failure to properly record financial transactions, and (c) inaccuracies, shortages, defalcations and instances of fraud discovered by, or that come to the attention of, the auditor. There were no items of this nature to disclose.

As required by the Rules of the Auditor General (Section 10.854(1)(d)6.), the name or official title of the charter school has been disclosed in the notes to financial statements.

As required by the Rules of the Auditor General (Section 10.854(1)(e)7a) and 10.855(10), we applied financial condition assessment procedures as of June 30, 2008. It is management's responsibility to monitor the Manatee School of Arts and Sciences, Inc.'s financial condition, and our financial condition assessment was based in part on representations by management and the review of financial information provided by same. There were no findings in this regard.

This report is intended solely for the information and use of the audit committee, management and the Auditor General of the State of Florida and is not intended to be and should not be used by anyone other than these specified parties.

CPA Associates

Bradenton, Florida
September 3, 2008