

**INDEPENDENT AUDITORS MANAGEMENT LETTER REQUIRED BY CH. 10.850, RULES
OF THE AUDITOR GENERAL**

The Board of Directors
Academie Da Vinci Charter School, Inc.
Dunedin, Florida

We have audited the accompanying financial statements of the governmental activities and each major fund of Academie Da Vinci Charter School, Inc. (the "School"), a component unit of the School Board of Pinellas County, as of and for the year ended June 30, 2010, and have issued our report thereon dated September 30, 2010.

We issued our report of internal controls over financial reporting and on compliance and other matters dated September 30, 2010. Disclosures in that report, if any, should be considered in conjunction with this management letter.

The discussion required by the rules of the Auditor General follows:

1. See the attached list for corrective actions, if any, that have been taken to address any significant findings and recommendations made in the preceding annual financial audit report, not otherwise addressed in the auditors' report pursuant to Rule 10.856(2)(b)(2).
2. In connection with our audit, we determined that the School did not meet the conditions described in Section 218.503(1), Florida Statutes.
 - a. Current-year findings and recommendations are on the following page. (See Management's response on the last page).
3. The official title of the School is Academie Da Vinci Charter School, Inc.
4. Pursuant to Sections 10.84(1)(3)7.a. and 10.855(10), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor Academie DaVinci Charter School, 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.

This report is intended solely for the information and use of the School's management, Board of Directors, the School Board of Pinellas County, Florida, the State of Florida Auditor General, and other regulatory agencies of state governments and is not intended to be and should not be used by anyone other than these specified parties.

Carl, Riggs & Ingram, LLC
September 30, 2010

Academie DaVinci Charter School, Inc.
Schedule of Findings

2010-1 – Monitoring of Budget

Criteria: The general fund revenue and certain expenses were over budget and the school does not formally modify the original budget to address changes in the funding and usage of funding for expenses.

Condition: Budgetary controls ensure financial accountability and strategic planning. Additionally, budgets are completed and submitted to the Pinellas County School Board, which uses it to monitor plans of the Charter School.

Recommendation: We recommend periodic reviews and amendments to annual budgets to bolster the monitoring actual activities compared to budgetary amounts.

2007-2 – Basis of accounting of government-wide financial statements (carry-over from prior years)

Criteria: The School prepares its financial statements on the basis of cash receipts and disbursements, whereby certain revenues and the related assets are recognized when received, and expenses are recognized when paid.

Condition: In accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board, the government-wide financial statements are to be reported using the economic resources measurement focus and the accrual basis of accounting.

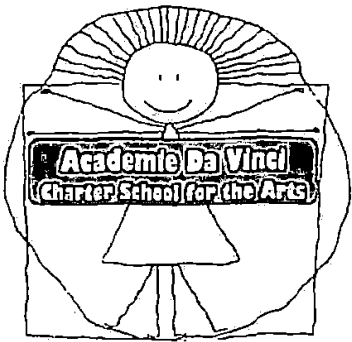
Status: As of June 30, 2010

Condition: In accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board, the government-wide financial statements are to be reported using the economic resources measurement focus and the accrual basis of accounting.

Cause: The School does not prepare year-end adjustments to convert its cash basis general ledger to an accrual basis general ledger.

Effect: Several adjusting journal entries were proposed to convert the School's cash basis financial statements to that of an accrual basis.

Recommendation: We recommend that management identify and prepare the year-end adjustments required to convert the School's cash basis general ledger to that of an accrual basis.



"Everyone should develop a balance
between logic and imagination - Da Vinci

1380 Pinehurst Road | Dunedin, FL 34698

Phone (727) 298-2778 | Fax (727) 298-2780 | www.academiedavinci.org

November 17, 2010

Subject: Academie Da Vinci Charter School, Inc. 2009-2010 Annual Audit

Dear Auditor General,

The following are the administrative responses to the recommendations cited in the annual audit prepared by Carr, Riggs, & Ingram from June 30, 2010:

2010-1-Monitoring the Budget

The school administration agrees with the comment and will take corrective action in 2011. Budget amendments, when necessary, will be modified to address changes in funding and usage of funding for expenses.

2007-2- Basis of accounting of government-wide financial statements (carry-over from prior years)

Internal cash statements are for administrative purposes and to monitor the cash basis for review and understanding by the Board of Directors. It is not cost effective nor do we have the personnel to prepare a second type of budget.

Sincerely,

A handwritten signature in cursive script that reads "Susan Ray".

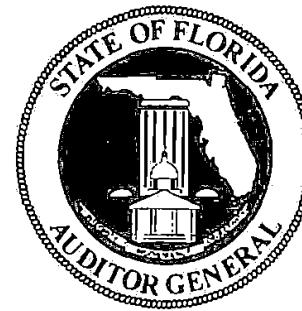
Susan Ray
Principal



DAVID W. MARTIN, CPA
AUDITOR GENERAL

AUDITOR GENERAL STATE OF FLORIDA

401 Claude Pepper Building
111 West Madison Street
Tallahassee, Florida 32399-1450



PHONE: 850-487-9031
FAX: 850-487-4403

May 27, 2010

Ms. Susan E Ray, Principal
Academie Da Vinci Charter School
1380 Pinehurst Road
Dunedin, FL 34698

Dear Ms. Ray:

Section 218.39(8), Florida Statutes, requires that any charter school financial audit report required under Section 218.39(1), Florida Statutes, be submitted to the Auditor General within 45 days after delivery of the audit report to the entity's governing body, but no later than 12 months after the end of the entity's fiscal year. Pursuant to Section 11.45(7), Florida Statutes, audit reports received by this Office are subjected to a desk review to determine whether such reports include all of the items required by Chapter 10.850, Rules of the Auditor General for Charter School Audits (i.e., financial statements, notes to the financial statements, and the auditor's reports/management letter, and auditee's response thereto).

Our desk review of the Academie Da Vinci Charter School's 2009-10 fiscal year audit report disclosed that it generally included the items required by Chapter 10.850, Rules of the Auditor General for Charter School Audits. However, we ask that you please provide us an electronic copy of the additional required items listed on the Attachment so that we may complete our desk review. Appropriate references to Chapter 10.850, Rules of the Auditor General for Charter School Audits, or to other applicable requirements, are provided for each item listed. The electronic copy should be in a Portable Document Format (PDF) in which the original document is converted to a PDF document (as opposed to scanned into PDF format) and should be e-mailed to rickvoss@aud.state.fl.us. Pursuant to Section 11.45(7)(b), Florida Statutes, you are required to provide the requested items within 45 days of the date of this request.

Please contact Richard Voss at (850) 487-9058 if you have any questions or require additional information. Your prompt attention to this matter will be greatly appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "David T. Ward".

David T. Ward, CPA
Audit Supervisor

Attachment

c: Carr, Riggs & Ingram, LLC

ATTACHMENT

Academie Da Vinci Charter School

Please provide the following:

- A statement in the Independent Auditor's Management Letter that the auditor applied financial condition assessment procedures pursuant to Rule 10.855(10), Auditor General.

Reference: Section 218.39(8), Florida Statutes, and 10.854(1)(e)7., Rules of the Auditor General

- A written statement of explanation or rebuttal concerning findings and recommendations in the Independent Auditor's Management Letter.

Note: Management's explanation or rebuttal should address each finding and recommendation.

Reference: Section 218.39(8), Florida Statutes, and 10.856(2)(f), and 10.857(2), Rules of the Auditor General.