

Jose F. Montes de Oca, Chief Auditor
Office of Management and Compliance Audits

SUBJECT: REVIEW OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2009 FOR THE CUBAN AMERICAN NATIONAL COUNCIL, INC. AND AFFILIATES

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

LINK TO STRATEGIC FRAMEWORK: FINANCIAL EFFICIENCY/STABILITY

This report includes financial statements for the year ended December 31, 2009 for the Cuban American National Council, Inc. (CANC) and Affiliates. This entity provided direct alternative education to approximately 300 students in grades 9-12 during the year under contract with the School Board, at a cost of \$1,485,876.

Because CANC's audited financial statements at December 31, 2008, contained a deficit unrestricted fund balance of \$350,962, the Audit Committee had this entity provide periodic financial updates addressing the deficit fund balance. Those documents, which indicate a level of tentative progress, were provided under separate cover. According to the December 31, 2009 audited financial statements, the organization realized an operating surplus of \$214,138 at the end of the year and reduced its deficit unrestricted fund balance to \$210,540. Although the deficit balance was considerably reduced, the Audit Committee will continue to monitor this entity's financial condition and has asked the administrator for CANC, to provide an update at the Audit Committee meeting of December 7, 2010.

The School Board Audit Committee reviewed this report at its June 29, 2010 meeting and recommended transmitting it to the School Board.

Copies of this report and the financial updates have been distributed and placed on file in the Office of the Recording Secretary of the School Board and in the Citizen Information Center. Additional copies will be provided upon request.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, receive and file Review of Audited Financial Statements for the Year Ended December 31, 2009 for The Cuban American National Council, Inc. and Affiliates.