

**INTERNAL AUDITOR'S REPORT
PASCO SCHOOLS' INTERNAL ACCOUNTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

AUDIT METHODOLOGY

Report on the Financial Statements

We have audited the balance sheet accounts and transactions of the Pasco County schools' internal accounts as of and for the fiscal year ended June 30, 2014.

School Management's Responsibility for the Financial Statements

School Management (Principal) is responsible for the preparation and fair presentation of various transactions in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the relevant financial statements based on our audit. 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. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the school's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the school's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In my opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the schools' activities and the aggregate remaining fund information of the schools as of June 30, 2014 in conformity with accounting principles generally accepted in the United States of America.