



TRAILER ESTATES PARK & RECREATION DISTRICT

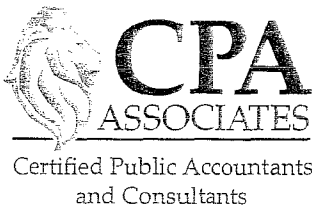
2007-2008 FISCAL YEAR

BOARD OF TRUSTEES

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Mr. John Vander Molen, First Vice-Chairperson  
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## INDEPENDENT AUDITOR'S REPORT

Board of Trustees  
Trailer Estates Park & Recreation District  
Bradenton, Florida

We have audited the accompanying financial statements of the governmental activities and each major fund (the general fund) of the Trailer Estates Park & Recreation District, of Bradenton, Florida, as of and for the year ended September 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Trailer Estates Park & Recreation District's management. Our responsibility is to express an opinion on these basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund (the general fund) of Trailer Estates Park & Recreation District as of September 30, 2008, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2008, on our consideration of Trailer Estates Park & Recreation District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants, agreements and other matters. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis beginning on page 2 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures which consisted principally of inquiries of management regarding methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

*CPA Associates*

Bradenton, Florida  
December 8, 2008

CPA  
ASSOCIATES  
Certified Public Accountants  
and Consultants

## MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2008

(Unaudited)

The following pages represent Management's Discussion and Analysis (MD&A) for the financial statements of Trailer Estates Park & Recreation District. It depicts and reviews the financial picture and activities as of and for the year ending September 30, 2008.

The intent of this MD&A is to present a picture and assessment of the District's financial performance in an effort to more clearly demonstrate to readers the results of this year's financial operation. Readers should review this MD&A along with the basic financial statements and notes enclosed.

### Using the Financial Statements

The financial report includes a series of financial statements and notes to those financial statements. These statements are organized so the reader can understand the District as a financial whole, or as an entire operating entity.

The Statement of Net Assets and the Statement of Activities provide information about the activities of the Trailer Estates Park & Recreation District as a whole, presenting both an aggregate view of the District's finances and a longer-term view of those finances. The General fund statements provide more detail. These statements show how services were financed in the short-term as well as what financial resources remain for future spending.

### Financial highlights

- **Net Assets** increased \$10,894 from \$1,224,942 to \$1,235,836 for the year ended September 30, 2008. This net change relates to the excess of revenues over expenses, including depreciation expense.
- **Total Assets** increased \$22,106 from \$1,301,380 to \$1,323,486 and is attributed to the following elements:

	<u>Increase/(Decrease)</u>
Cash and cash equivalents	\$ 21,561
Investments	15,306
Accounts receivable	2,510
Capital assets	( 40,249)
Prepaid expenses	( 2,987)
Other receivables	25,965

Cash and investments increased due to the increase in revenues for the year. The biggest contributing factor is the "Other receivables" category. This is the refund of insurance premiums which have been overpaid for two and a half years on an employee that was charged regular premium instead of the Medicare supplement premium. Capital assets decreased due to depreciation expense.

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2008

(Unaudited)

- **Liabilities** increased \$11,212 from \$76,438 to \$87,650 due to the following items:

	<u>Increase/(Decrease)</u>
Accounts payable and accruals	\$ 11,495
Deferred rental revenue	2,122
Due to clubs	1,057
Refundable deposits	( 3,462)

Accounts payable increased due to more committed funds for capital items in progress. Refundable deposits are a reflection of those deposits made for activity, particularly by renters. We took \$3,877 to income this year. This was from key deposits not refunded to prior residents or renters who no longer live in Trailer Estates and did not turn in their key for a refund. The due to clubs includes all donations from organizations that have been set aside for improvements somewhere in the park. This money does not come out of the general fund.

- **Total Revenues** increased by \$50,636 from \$1,087,203 to \$1,137,839. The increase is attributed to the following:

	<u>Increase/(Decrease)</u>
Assessments	\$ 23,320
Rent	1,825
Investment income	( 4,683)
Social activities	3,690
Miscellaneous	519
Refund of prior year expenditures	25,965

The assessments increased due to an increase in the tax base for the District's respective target area. Rent increase was due to slight increase to the Covenant Church. Investment income decreased due to the drop in interest rates on the money market account. It dropped from 4.3% to 2.7% on balances averaging between \$300,000 and \$500,000. We were able to offset some of the loss by investing \$300,000 from February through June at a rate of 3.65 %. Miscellaneous income includes lawn mowing by park employees, petty cash and application fees. The small increase is due to donations of assets. The increase in social activities is a result of more activities, such as Showtime for people to attend. Refund of prior year expenditures is the insurance premium overpayment that was explained above.



MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2008

(Unaudited)

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**Economic Factor and Next Year's Budget**

The budget for fiscal year 2008-2009 will not receive an increase in assessments. The Board of Trustees made the choice to use the reserve for emergencies and future spending, which at year end September 30, 2008, was \$533,663, to supplement regular income to cover expenses for the year. The park office will continue to update equipment for keeping us in the 21<sup>st</sup> century. Schedule for future spending includes a new pool deck, marina dredging, marina docks and an activity center roof.

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TRAILER ESTATES PARK & RECREATION DISTRICT  
STATEMENT OF NET ASSETS  
September 30, 2008

ASSETS

Cash and cash equivalents	\$ 265,183
Investments	300,098
Accounts receivable	4,679
Other receivable	25,965
Prepaid expenses	25,388
Capital assets (net of accumulated depreciation):	
Land	100,000
Buildings	352,234
Equipment	92,675
Improvements	157,264
	<hr/>
Total assets	1,323,486

LIABILITIES

Accounts payable and accruals	27,833
Deferred rental revenue	36,120
Due to clubs	4,575
Refundable deposits	19,122
	<hr/>
Total liabilities	87,650

Net assets:

Invested in capital assets, net of related debt	702,173
Unrestricted	533,663
	<hr/>
Total net assets	\$ 1,235,836

See accompanying notes.

TRAILER ESTATES PARK & RECREATION DISTRICT  
STATEMENT OF ACTIVITIES  
Year Ended September 30, 2008

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (expense) Revenue and Change in Net Assets of the Primary Government</u>
Function/programs of primary government					
Governmental activities					
Culture and recreation	\$ 1,126,945	200,844	--	7,507	( 918,594)
General revenues					
Assessments					902,782
Investment income					26,706
Total general revenues					<u>929,488</u>
Change in net assets					10,894
Net assets - beginning					<u>1,224,942</u>
Net assets - ending					<u>\$ 1,235,836</u>

See accompanying notes.

TRAILER ESTATES PARK & RECREATION DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS - GENERAL FUND  
September 30, 2008  
(with comparative totals for 2007)

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	2008	2007
<b>ASSETS</b>		
Cash and cash equivalents	\$ 265,183	243,622
Accounts receivable	4,679	2,169
Other receivable	25,965	--
Prepaid expenses	25,388	28,375
Investments	300,098	284,792
<b>TOTAL ASSETS</b>	<b>\$ 621,313</b>	<b>558,958</b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>Liabilities</b>		
Accounts payable and accruals	\$ 27,833	16,338
Deferred rental revenue	36,120	33,998
Refundable deposits	19,122	22,584
Due to clubs	4,575	3,518
Total liabilities	87,650	76,438
<b>Fund Equity</b>		
Fund balance		
Unreserved - undesignated	533,663	482,520
Total fund equity	533,663	482,520
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 621,313</b>	<b>558,958</b>
Fund balance - above	\$ 533,663	
Capital assets used in governmental activities are not financial resources, therefore, are not reported in the funds.	702,173	
Net assets of governmental activities - page 6	<b>\$ 1,235,836</b>	

See accompanying notes.

TRAILER ESTATES PARK & RECREATION DISTRICT  
 GOVERNMENTAL FUNDS - GENERAL FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended September 30, 2008  
 (with comparative totals for 2007)

SEP 2008

	Original Budget	Final Budget	Actual	Variance - Favorable (Unfavorable)	2007 Actual
<b>Revenues:</b>					
Assessments	\$ 901,093	901,093	902,782	1,689	879,462
Rent	127,183	139,792	133,402	( 6,390)	131,577
Investment income	22,000	22,000	26,706	4,706	31,389
Social activities	24,000	27,840	23,642	( 4,198)	19,952
Refund of prior year expenditure	--	--	25,965	25,965	--
Miscellaneous	18,000	12,000	18,225	6,225	24,823
<b>Total revenues</b>	<b>1,092,276</b>	<b>1,102,725</b>	<b>1,130,722</b>	<b>27,997</b>	<b>1,087,203</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Culture and recreation:</b>					
Payroll and employee benefits	332,800	332,800	316,458	16,342	299,012
Sanitation	145,000	145,000	148,016	( 3,016)	142,097
Utilities	97,400	97,400	99,010	( 1,610)	94,088
Cable TV	198,000	198,000	198,943	( 943)	189,609
Repair and maintenance	70,000	70,000	82,470	( 12,470)	52,351
Administrative	167,360	180,350	161,978	18,372	177,607
Social activities	32,000	34,000	30,373	3,627	27,349
Miscellaneous	--	--	2,291	( 2,291)	1,416
Capital outlay	31,000	45,175	40,040	5,135	56,637
<b>Total expenditures</b>	<b>1,073,560</b>	<b>1,102,725</b>	<b>1,079,579</b>	<b>23,146</b>	<b>1,040,166</b>
Excess of revenues over expenditures	18,716	--	51,143	51,143	47,037
Fund balance - beginning	482,520	482,520	482,520	--	435,483
Fund balance - end	<u>\$ 501,236</u>	<u>482,520</u>	<u>533,663</u>	<u>51,143</u>	<u>482,520</u>
Excess of revenues over expenditures - above			\$ 51,143		

Amounts reported for governmental activities in the statement of activities (page 7) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense (\$75,566) exceeded capital outlays (\$40,040) and the loss on asset disposition of (\$4,723) in the current period.

( 40,249)

Change in net assets of governmental activities (page 7)

\$ 10,894

TRAILER ESTATES PARK & RECREATION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS

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NOTE A – BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Trailer Estates Park & Recreation District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity: The District is a political subdivision of Manatee County, Florida, and was created in 1969, by special legislative act HR 2595 in accordance with the Florida Law Chapter 69-1287. The District is governed by a nine-member Board of Trustees and is independent of all local governing bodies.

Although the District is a special district located within Manatee County, the Manatee County Board of County Commissioners does not exercise any control over the District. Control is primarily determined based upon the financial interdependency, selection of governing authority, designation of management, and ability to significantly influence operations, and accountability for fiscal matters. Because the District elects its own Board of Trustees, levies its own taxes, and is responsible for its own operations, the District is not included with Manatee County's financial statements but is presented independently of the County.

The District is an instrumentality of the state of Florida and is exempt from federal income tax.

Government-Wide and Fund Financial Statements: The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the activities of the primary government. The District has only governmental activities, which are supported by taxes and intergovernmental revenues, and are reported in the general fund.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, are offset by program revenues. *Direct Expenses* are those that are clearly identifiable with a specific function or segment. *Program Revenues* include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax assessments are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TRAILER ESTATES PARK & RECREATION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS

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NOTE A – BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property tax assessments and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major (and only) governmental fund:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Budgets and Budgetary Accounting: The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Treasurer and the Budget Committee will prepare a preliminary budget to be presented to the Board of Trustees and Residents. Two or more meetings are held for residents' comments and suggestions. Public hearings are conducted by the District to obtain taxpayer comments.
2. The budget is approved at the March Board of Trustees meeting.
3. Tax bills are rendered, become a lien against the property, and are due on November 1, of each year. Payments of assessments due are allowed various discounts if paid in the months of November to February. Assessments become delinquent on April 1.
4. Tax certificates are sold by the County Tax Collector on June 1.

TRAILER ESTATES PARK & RECREATION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS

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NOTE A – BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. No expenditures in excess of total fund appropriations are allowable without Board of Trustee approval. The Board of Trustees may legally amend the budget.
6. Budgets for governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
7. Appropriations lapse at year end.

Encumbrances: Encumbrance accounting, under which purchase orders and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is not employed in the general fund.

Cash and Cash Equivalents: Cash and cash equivalents include amounts on deposit in checking and in money market accounts.

Capital Assets: The accounting and reporting treatment applied to capital assets associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. With this measurement focus only current assets and current liabilities are generally included on the balance sheet. The reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financial sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

All capital assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation.

Compensated Absences: The District allows salaried employees vacation and sick leave based upon the number of years of service to the District. Unused vacation hours lapse at year end. Sick leave vests at 50% of up to 100 hours after 20 years and the attainment of age 55, or with any number of years after reaching retirement age of 65. No current employees have significant vested amounts. Therefore, no accrual for compensated absences has been made in the financial statements.

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

11/20/2014

TRAILER ESTATES PARK & RECREATION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS

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NOTE B – CASH AND CASH EQUIVALENTS

At September 30, 2008, the carrying amount of the District's deposits was \$265,183 and the bank balance was \$272,220, with the primary difference resulting from outstanding checks and deposits recorded as income and expenses on the District's records. The deposits were insured by the Federal Deposit Insurance Corporation or were fully collateralized with securities by the District's financial institution in accordance with Chapter 280, Florida Statutes.

NOTE C – INVESTMENTS

The District holds three, thirteen month certificates of deposit, each earning 3.89 percent interest annually. The value of all investments at year end totaled \$300,098.

Florida Statute Chapter 215 authorizes the District to invest in the following:

1. Negotiable direct obligations of the United States Government.
2. Interest bearing time deposits of banks organized under the laws of Florida, national banks organized under the laws of the United States, and savings and loan associations under state of Florida supervision provided that such depositories are secured by collateral as prescribed by Florida Statute.
3. Obligations of Federal Farm Credit Banks, Federal Home Loan Mortgage Corporation, Federal Home Loan Bank, or obligations guaranteed by the Governmental National Mortgage Association.
4. The Local Governmental Surplus Trust Fund.
5. No more than 25% of any fund in bonds, notes, or obligations of any municipality or political subdivision or any agency or authority of the state of Florida, rated by two nationally recognized rating services.

The District's investments made during the year were in compliance with those authorized by Florida Statutes.

TRAILER ESTATES PARK & RECREATION DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS

NOTE D – CAPITAL ASSETS

Changes in capital assets by major classes of assets during the year ended September 30, 2008, consist of:

	<u>Balance</u> <u>10/1/2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2008</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 100,000	--	--	100,000
Other capital assets:				
Buildings	1,352,375	--	7,540	1,344,835
Furniture and equipment	242,673	25,865	22,376	246,162
Improvements	592,547	14,175	--	606,722
Total capital assets at cost:	<u>2,287,595</u>	<u>40,040</u>	<u>29,916</u>	<u>2,297,719</u>
Less accumulated depreciation for:				
Buildings	957,993	38,323	3,715	992,601
Furniture and equipment	156,225	18,740	21,478	153,487
Improvements	430,955	18,503	--	449,458
Total accumulated depreciation	<u>1,545,173</u>	<u>75,566</u>	<u>25,193</u>	<u>1,595,546</u>
Governmental activities capital assets, net	<u>\$ 742,422</u>	<u>( 35,526)</u>	<u>4,723</u>	<u>702,173</u>

Buildings, furniture and equipment, and improvements are being depreciated using the straight line method over the estimated useful lives, currently ranging from 3 to 39 years.

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OTHER REPORTS



Certified Public Accountants  
and Consultants

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*

Board of Trustees  
Trailer Estates Park & Recreation District  
Bradenton, Florida

We have audited the financial statements of the Trailer Estates Park & Recreation District as of and for the year ended September 30, 2008, and have issued our report thereon dated December 8, 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.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Trailer Estates Park & Recreation District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Trailer Estates Park & Recreation District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Trailer Estates Park & Recreation District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal controls.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

11102008.02.15

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Trailer Estates Park & Recreation District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of Members of the Board, 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  
December 8, 2008

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Board of Trustees  
Trailer Estates Park & Recreation District  
Bradenton, Florida

We have audited the financial statements of the Trailer Estates Park & Recreation District, as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated December 8, 2008.

We conducted our audit in accordance with United States Generally Accepted Auditing Standards and *Government Auditing Standards* issued by the Comptroller General of the United States. We have issued our Independent Auditor's Report on Compliance and Internal Control over financial reporting. Disclosures in that report, which is dated December 8, 2008, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the state of Florida and require that certain items be addressed in this letter.

The Rules of the Auditor General (Section 10.554(1)(i)1.) require that we address in the management letter, if not already addressed in the auditor's reports on compliance and internal controls whether or not recommendations made in the preceding annual financial audit report have been followed. The recommendations made in the preceding annual financial audit report have been followed.

As required by the Rules of the Auditor General (Section 10.554(1)(i)2.), the scope of our audit included a review of the provisions of Section 218.415., Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that the Trailer Estates Park & Recreation District complied with Section 218.415, Florida Statutes.

The Rules of the Auditor General (Section 10.554(1)(i)3.) require that we address in the management letter any findings and recommendations to improve financial management, accounting procedures, and internal controls. In connection with our audit, we did not become aware of any findings in this regard.

The Rules of the Auditor General (Section 10.554 (1) (i) 4) require disclosure in the management letter of any violations of provisions of contracts and grant agreements or abuse which have an effect on the financial statements that is less than material but more than inconsequential. There were no such matters noted.

The Rules of the Auditor General (Section 10.554(1)(i)5.) require, based on professional judgments, reporting of the following matters inconsequential to the financial statements, considering both quantitative and qualitative factors: (1) violations of laws, rules, regulations, and contractual provisions or abuse that have occurred, or are likely to have occurred and would have an immaterial effect on the financial statements; (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, but not limited to: (a) improper or inadequate accounting procedures (e. g., the omission of required disclosures from the annual financial statements); (b) failures to properly record financial transactions; and (c) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of, the auditor. There are no matters of this type that require disclosure.

The Rules of the Auditor General (Section 10.554(1)(i)6.) also require that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The Trailer Estates Park & Recreation District disclosed the required information in the footnotes to the financial statements.

As required by the Rules of the Auditor General (Section 10.554(1)(i)7.a.), a statement must be included as to whether or not the local government entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes. In connection with our audit, we determined that the Trailer Estates Park & Recreation District did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

As required by the Rules of the Auditor General (Section 10.554(1)(i)7.b.), we determined that the annual financial report for the Trailer Estates Park & Recreation District for the fiscal year ended September 30, 2008, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2008.

As required by the Rules of the Auditor General (Sections 10.554(i)7.c. and 10.556(7)), we applied financial assessment procedures as of and for the year ended September 30, 2008. It is management's responsibility to monitor the entity'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. No findings were noted in this regard.

This management letter is intended solely for the information of the Trailer Estates Park & Recreation District and management, and the State of Florida Office of the Auditor General and is not intended to be and should not be used by anyone other than these specified parties.

*CPA Associates*

Bradenton, Florida  
December 8, 2008