

**NEW HORIZONS COMMUNITY
MENTAL HEALTH CENTER, INC.**

MANAGEMENT LETTER

JUNE 30, 2010

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MANAGEMENT LETTER

To the Board of Directors of
New Horizons Community Mental Health Center, Inc.
Miami, Florida

In planning and performing our audit of the financial statements of New Horizons Community Mental Health Center, Inc., (the "Center") as of and for the year ended June 30, 2010, in accordance with auditing standards generally accepted in the United States of America, we considered the Center's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses.

Generally accepted auditing standards require auditors to communicate *material weaknesses* and *significant deficiencies* in internal control that they become aware of during the audit. Generally accepted auditing standards do not require auditors to communicate *management points*. Our firm's policy requires us to inform you of any *management points* discovered during our audit.

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 accounting standards generally accepted in the United States of America such that there is more than a remote likelihood reasonably possible or probable that a misstatement of the entity's financial statements that is more than inconsequential if a reasonable person would conclude, after considering the possibility of further undetected misstatements, that the misstatement, either individually or when aggregated with other misstatements, would clearly be immaterial to the financial statements, considering both quantitative and qualitative factors will not be prevented or detected. 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. A *management point* is an observation and/or a suggestion regarding the organization's activities that go beyond internal control related matters.



The following summarizes the results of our audit for the year ended June 30, 2010:

Material Weakness Identified	<u> </u> Yes	<u> X </u> No
Significant Deficiency Identified	<u> </u> Yes	<u> X </u> No
Management Point Identified	<u> X </u> Yes	<u> </u> No

We wish to congratulate the Center on receiving a management letter where no material weakness or significant deficiencies in internal controls were reported.

This report is intended solely for the information and use of the audit committee, management, and federal and state awarding agencies and pass-through entities, and others within the Center, and is not intended to be and should not be used by anyone other than these specified parties.



CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
December 22, 2010

**NEW HORIZON'S COMMUNITY MENTAL HEALTH CENTER, INC.
OBSERVATIONS AND RECOMMENDATIONS
FOR THE YEAR ENDED JUNE 30, 2010**

INVESTMENT

Observation

The Center has an investment in a limited liability company. As of June 30, 2010, the investment was valued \$99,000.

Recommendation

We recommend, the Center evaluates the fair value of the investment to determine whether the fair value has decreased.

Management Response

Management actively follows its investment in the limited liability company. The Center will evaluate its investments to determine if there is any decrease in the fair market value of its holdings.