

October 16, 2019

Mr. Scott Dorsey
School Board President
Tredyffrin/Easttown School District
Administration Offices
West Valley Business Center
940 West Valley Road, Suite 1700
Wayne, PA 19087

Dear Mr. Dorsey:

This letter is a follow-up to the Presentation of the Board of School Directors – Amendment of Annual Financial Reports by Kenneth Roos on August 26, 2019. We would like to inform you of the following:

- School District personnel indicated that they discussed the issue of accounting for special education expenditures related to fiscal 2017 with Maillie LLP staff prior to issuance of the 2017 financial statements. This staff is no longer employed by the Firm and if they were informed, they did not share this information with the engagement partner or principal.
- The appropriate person to be informed of such an issue identified by management is the engagement partner or principal. Eric Gooding, Principal, or I were not made aware of this issue until April 2019, well after the audit report date of November 29, 2017. This is why the Schedule of Passed Audit Adjustments did not include these invoices and a management letter was not issued.
- A management representation letter dated November 29, 2017 was prepared and signed by School District personnel for the 2017 audit. The letter did not include these Special Education invoices.
- Management made all decisions regarding how and when these transactions were recorded.
- It is our understanding that the Board of School Directors would like the 2017 and 2018 financial statements to be revised to reclassify special education expenditures previously recorded in 2018, as 2017 expenditures.

Very truly yours,

MAILLIE LLP



Edward J. Furman, CPA