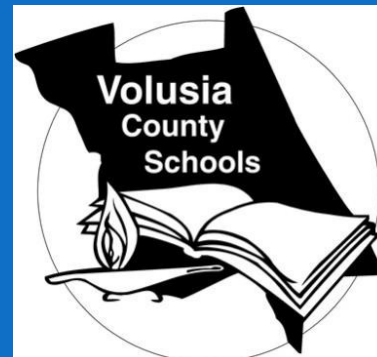


**FISCAL YEAR ENDED  
JUNE 30, 2016**

**COMPREHENSIVE  
ANNUAL  
FINANCIAL REPORT**



**District School Board of Volusia County  
DeLand, Florida 32720**



*Cover Art by Volusia County Schools Art Students*

*Top right:*

Zoey Gotera (5<sup>th</sup> grade)  
*Making my Way Downtown*  
2016  
Marker  
Instructor: Janice Knestrick

*Left:*

Mollie Silver (6<sup>th</sup> grade)  
*Pop Art - Peacocks*  
2016  
Printmaking  
Instructor: Susan Nathan

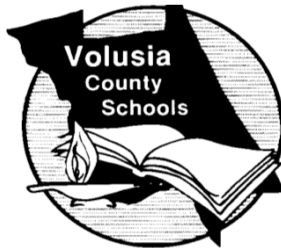
*Bottom Right:*

Remi Jones (6<sup>th</sup> grade)  
*Tiki Mask*  
2016  
Found materials  
Instructor: Polly Towers

District School Board of Volusia County  
DeLand, Florida

Comprehensive Annual  
Financial Report

For the Fiscal Year Ended  
June 30, 2016



Prepared by:  
Division of Financial Services



**District School Board of Volusia County, Florida  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2016  
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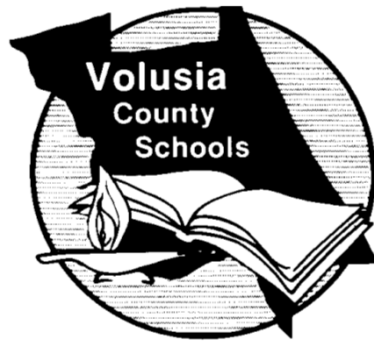
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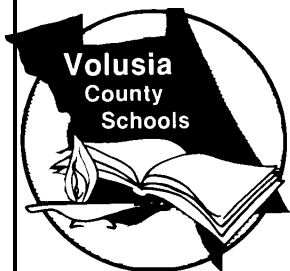
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## Introductory Section



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(386) 734-7190    (386) 255-6475      (386) 427-5223      (407) 860-3322

**School Board of Volusia County**

**Mr. James T. Russell**  
**Superintendent of Schools**

**Mrs. Ida D. Wright, Chairman**  
**Mrs. Melody Johnson, Vice-Chairman**  
**Mrs. Linda Costello**  
**Mrs. Linda Cuthbert**  
**Dr. John Hill**

December 9, 2016

Dear Chairman, Members of the Board, and Citizens of Volusia County:

State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited, by a firm of licensed certified public accountants or by the Florida Auditor General, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of the District School Board of Volusia County, Florida (District) for the fiscal year ended June 30, 2016. This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. This letter of transmittal is designed to complement Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The District's MD&A can be found immediately following the report of independent auditor.

This report includes all funds of the District, the Volusia School Board Leasing Corporation, Inc., Futures, Inc. and seven of the District's eight charter schools: Reading Edge Academy, Inc.; Samsula Academy; The Chiles Academy, Inc.; Richard Milburn Academy of Volusia County; Richard Milburn Academy Middle School of Volusia County; Ivy Hawn Charter School of the Arts; and Burns Science and Technology Charter School, Inc., which comprise the reporting entity. The Volusia School Board Leasing Corporation, Inc. was formed by the School Board to be the lessor in connection with financing the acquisition and/or construction of certain educational facilities and is included as a blended component unit. Futures is a separate not-for-profit corporation organized and operated as a direct-support organization. Futures' purpose is exclusively educational and charitable for the constituents of Volusia County. The Reading Edge Academy, Inc., Samsula Academy, The Chiles Academy, Inc., Richard Milburn Academy of Volusia County, Richard Milburn Academy Middle School of Volusia County, Ivy Hawn Charter School of the Arts, and Burns Science and Technology Charter School, Inc., charter schools are public schools operating under performance contracts with the School Board. Futures and the applicable charter schools are included as aggregate discretely presented component units.

To provide a reasonable basis for making these representations, the District's management has established a system of internal control that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the District's system of internal control has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The accounting firm of Cherry Bekaert LLP conducted the audit of the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the

overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion on the District's financial statements for the fiscal year ended June 30, 2016. The report of the independent auditor is presented as the first component of the financial section of this report.

## **Profile of the Government**

The District and its governing board were created pursuant to Section 4, Article IX of the Constitution of the State of Florida. The District is an independent taxing and reporting entity managed, controlled, operated, administered, and supervised by the District school officials in accordance with Chapter 1001, Florida Statutes. The Board consists of five elected officials responsible for the adoption of policies, which govern the operation of the District's public schools. The appointed Superintendent of Schools (Superintendent) is the executive officer of the Board and is responsible for the administration and management of the schools within the applicable parameters of Florida Statutes, State Board of Education Rules, and School Board policies. The Superintendent is also specifically delegated the responsibility of maintaining a uniform system of records and accounts in the District by Section 1010.01, Florida Statutes, as prescribed by the State Board of Education.

The geographical boundaries of the District are those of Volusia County. Volusia County is located in the east-central region of the State of Florida. Volusia County is bordered on the west by the historic St. Johns River, and by the Atlantic Ocean to the east. Roughly the size of Rhode Island, Volusia is situated 50 miles northeast of Orlando, 60 miles north of the Kennedy Space Center, and 89 miles south of Jacksonville. Volusia County was established in 1854 and became the 30<sup>th</sup> county in the State of Florida. The 2016 population for Volusia County is estimated to be 517,411 persons. Within its borders are several incorporated areas and small, unincorporated communities.

In the 2015-16 fiscal year, the District provided general, special, and vocational education programs. The District had 69 K-12 schools, including 45 elementary schools, 12 middle schools, 1 K-8 school, 1 middle/high school, 9 high schools, and 1 alternative education center (Department of Juvenile Justice). In addition, the District sponsors 8 charter schools, 1 of which is not a component unit of the District.

## **Economic Condition and Outlook**

Volusia County is located on the east coast of central Florida and is the eastern terminus of the I-4 corridor, which runs through Orlando and extends to the cities of Tampa and St. Petersburg on the Florida west coast. The county has a total of 16 cities, including: Daytona Beach, Daytona Beach Shores, DeBary, DeLand, Deltona, Edgewater, Holly Hill, Lake Helen, New Smyrna Beach, Oak Hill, Orange City, Ormond Beach, Pierson, Ponce Inlet, Port Orange, and South Daytona. Tourism is the county's largest industry, based primarily on a drive-in market of visitors interested in our recreational areas including 47 miles of beaches. Major tourist events include Bike Week, Biketoberfest, and the Daytona 500.

Per capita income was \$35,364 in 2015 for Volusia County. Volusia County's 2015 Florida Price Level Index as reported by the Florida Polytechnic University is 95.33. This means that the cost of living in Volusia County is 4.67 percent below the State average of 100.

Volusia is Florida's 11<sup>th</sup> most populous county, with 2.6 percent of the population. The population of Volusia County has increased 74,068 from 2000 to 2016 and is projected to reach 535,789 by 2020, 557,257 by 2025, and 574,144 by 2030.

The School District of Volusia County reported 62,850 students (20-day enrollment) in 2015-16. The District's enrollment decreased by 2,917 students, or 4.4 percent, during the ten-year period of 2006-07 through 2015-16. Based on the District's cohort projection model and economic conditions, forecasts project enrollment for 2017-18 to be 65,210, an increase of 2,360 students from the current fiscal year, or an increase of 3.8 percent.

According to the American Community Survey, the median age in Volusia County in 2015 was 47.0 years. The percentage of the population that was under 18 years is 17.9 percent and the percentage that was 65 and older is 23.8 percent. Families made up 61.4 percent of the households, which includes both married-couple

families (46.0 percent) and other families (15.4 percent). The percentage of people that were foreign born is 7.5 percent and 92.5 percent were native born, including 35.1 percent who were born in Florida. Among people at least 5 years old, 13.7 percent spoke a language other than English at home. Of those speaking a language other than English at home, 70.0 percent spoke Spanish. The percentage of people 25 years and older who have at least graduated from high school is 90.4 percent and the percentage of people who have a bachelor's degree or higher is 22.5 percent.

In 2015, the leading industries for the employed population 16 years and older in Volusia County were: educational services, health care, and social assistance, 21.4 percent; retail trade, 13.2 percent; and arts, entertainment, recreation, accommodation and food services, 12.5 percent. The most common occupations were: management, business, science, and arts, 32.1 percent; sales and office occupations, 26.3 percent; service occupations, 21.5 percent; natural resources, construction, and maintenance occupations, 11.0 percent; and production, transportation, and material moving occupations, 9.2 percent.

According to the Florida Department of Education's Florida Inventory of School Houses (FISH) survey, the average age of schools is 29 years.

## **Long-Term Financial Planning**

The Board follows procedures established by State Statute and State Board of Education rules in establishing annual budgets for governmental funds. Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.

The Board has established a policy requiring a minimum fund balance equal to 3 percent of the District's projected General Fund revenues, calculated in accordance with Section 1011.051, Florida Statutes. The Board's goal is to maintain a fund balance equal to 5 percent. At June 30, 2016, the unassigned fund balance was 5.1 percent of total General Fund revenues. The financial condition ratio of the General Fund was 9.1 percent, calculated by combining the assigned and unassigned fund balances as a percentage of total General Fund revenues. The District's targeted goals are building a culture for learning, making the instructional shifts, personalized learning to increase student achievement and increasing student attendance.

## **Relevant Financial Policies**

In the prior fiscal year, the District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities and related pension amounts of the defined benefit pension plans. The District's proportionate share of the net pension liability is significant to the government-wide statement of net position. Refer to notes 2 and 15 to the financial statements for more information.

## **Major Initiatives**

### Class Size Reduction Amendment

In November, 2002, citizens approved an amendment to the Florida Constitution that set limits on the number of students in core classes (such as Math, English, Science, etc.) in the state's public schools. Beginning with the 2010-11 school year, the maximum number of students in each core class is 18 students per pre-kindergarten class through grade 3; 22 students per core class in grades 4 through 8; and 25 students per core class in grades 9 through 12.

The District was in compliance with the Class Size requirements for the 2015-16 fiscal year.

## Race to the Top

On August 24, 2010, the U.S. Department of Education announced that Florida was a winner of the second phase of the federal Race to the Top competition. Race to the Top is a \$4.35 billion federal investment in reform designed to reward states that are leading the way in comprehensive, coherent, statewide education reform across four key areas:

- Adopting standards and assessments that prepare students to succeed in college and the workplace and to compete in the global economy;
- Building data systems that measure student growth and success, and inform teachers and principals about how they can improve instruction;
- Recruiting, developing, rewarding, and retaining effective teachers and principals, especially where they are needed most;
- Turning around our lowest-achieving schools.

The School District of Volusia County received \$11.8 million over a five year period through the 2014-15 fiscal year. The 2015-16 fiscal year was the final year of the grant and all grant funds have been expended.

## Capital Outlay Program

The last project on the 2001 half-cent sales tax project list was fully completed and closed in 2013. The remaining collections of that half-cent sales tax through 2016 will go toward paying the debt service on several of the projects that were included in the sales tax bond issues and the certificates of participation issues. The district was successful in obtaining voter approval to extend the half-cent sales tax for an additional 15 years, beginning January 1, 2017 through December 31, 2031. These additional funds will be used to replace some of the aging outdated schools along with major renovations and much needed repair projects such as roofing and air conditioning replacements. In addition, new and replacement technology will be purchased to keep the district current in a competitive and demanding academic environment. Security enhancements will also be purchased to keep the students in a safe learning environment.

## **Accomplishments**

Fifty-three schools received the Florida Department of Education Five Star School Award, an incentive program to recognize exemplary community involvement in our schools.

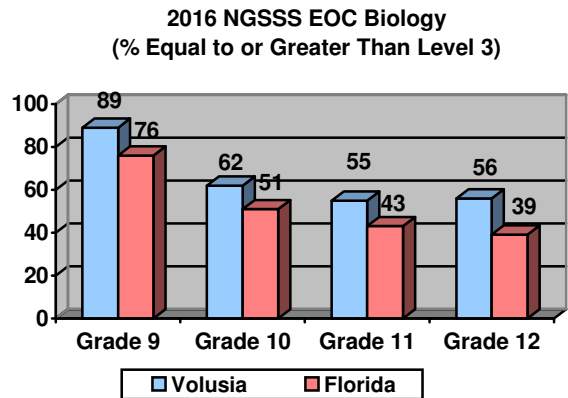
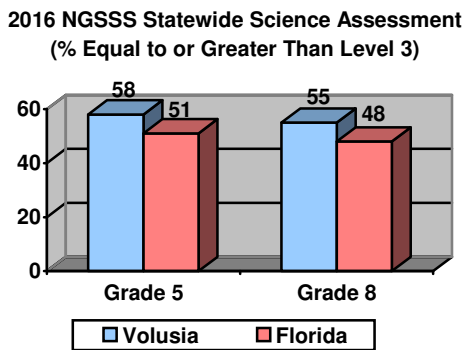
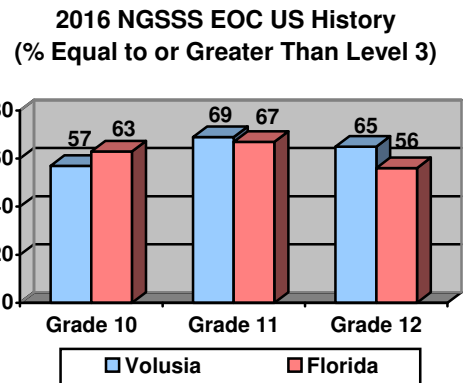
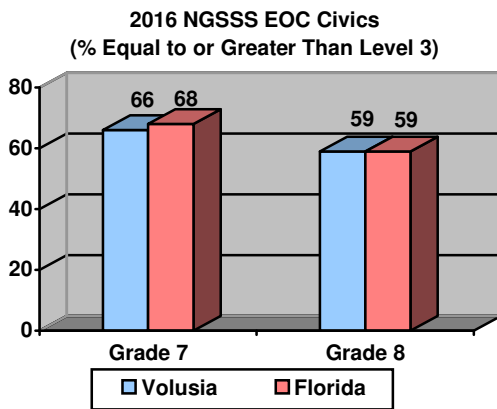
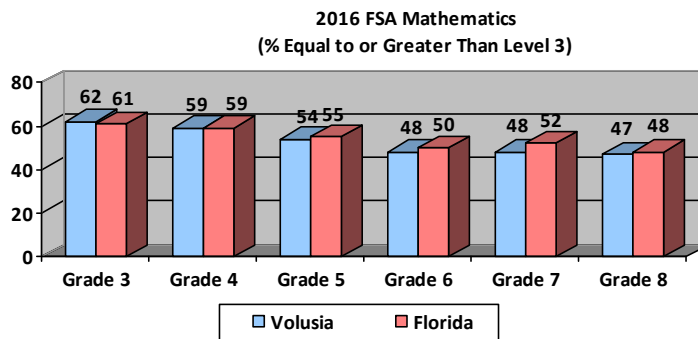
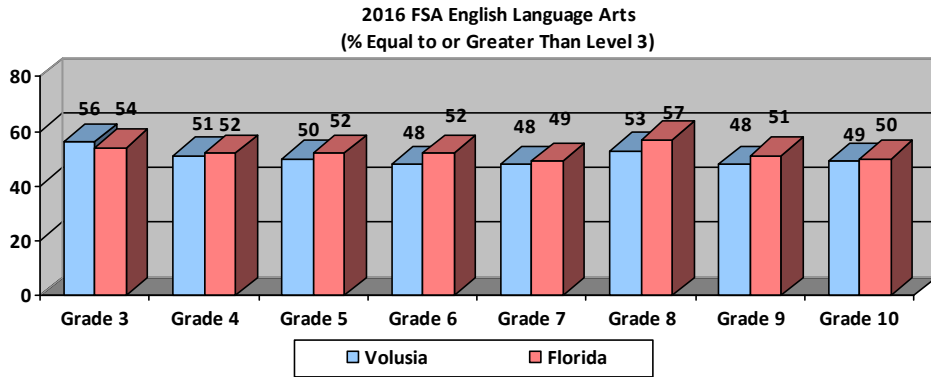
The District maintained its "B" grade in 2015-16. The grade includes, for the first time, learning gains using the new more rigorous method outlined in the 2014 legislative changes and the subsequent revisions to the rule.

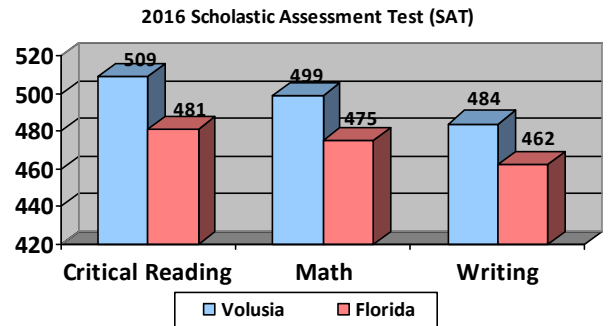
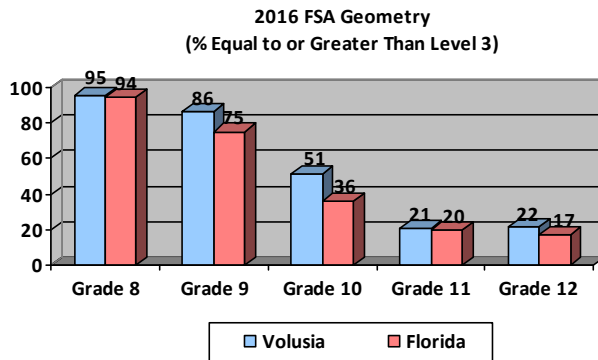
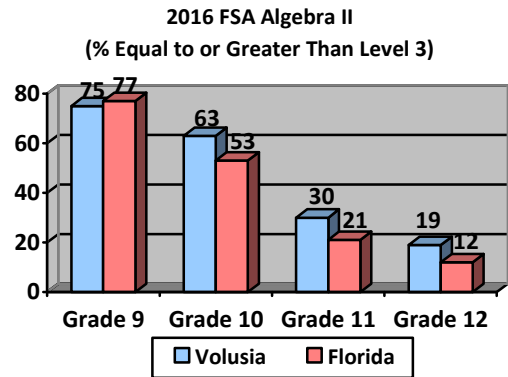
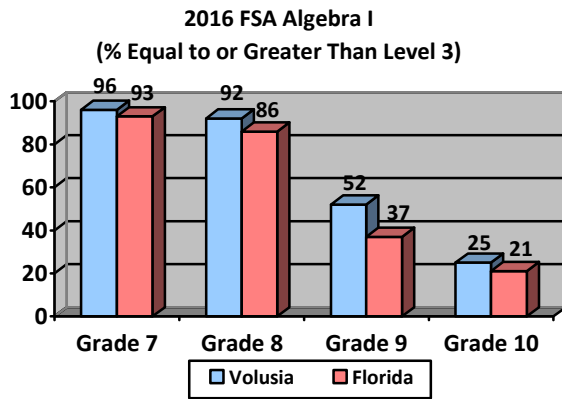
Student achievement is measured throughout a student's educational career using a variety of testing instruments that include both norm-referenced and criterion-referenced assessments. Collectively, the data derived from student achievement tests support several purposes that include School, District, and State accountability; instructional and program decision-making; student placement; and monitoring individual student progress. Major State-wide assessments include the Florida Standards Assessments (FSA), State Science Assessment (SSA), End-of-Course Assessments (EOC), Pre-Scholastic Assessment Test (PSAT), Scholastic Assessment Test (SAT), American College Test (ACT), and the Advanced Placement (AP).

From 2011-2014, the FCAT 2.0 was used to measure student achievement of the Next Generation Sunshine State Standards (NGSSS) in reading, mathematics, writing, and science. In Spring 2015, it was replaced by the Florida Standards Assessments (FSA) in English language arts, mathematics, and three EOC exams for high school algebra I, algebra 2 and geometry. In addition, Florida EOC assessments in biology, history and civics are administered and are designed to measure student achievement of the NGSSS for middle and high school level courses.

The 2016 NGSSS EOC exam results indicate outstanding achievement in all three subject areas tested. Volusia exceeds the state in percentage of students passing in nearly every subject and grade level. Volusia

students exceeded the state percentage in both grade levels on the Statewide Science Assessment. Volusia students exceeded the state average on the 2016 SAT in every area tested.





## Budgetary Controls

The District maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of all governmental and proprietary fund types are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the function level.

Budgetary information is integrated into the accounting system, and, to facilitate budgetary control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

In order to provide budgetary control for salaries, the District utilizes a centralized position control system. On an annual basis, the Board adopts a District staffing plan that establishes teacher positions based generally on student populations served. Additionally, support and administrative positions are created based on established criteria.

## Awards and Acknowledgements

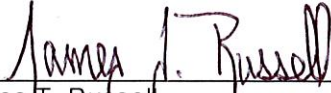
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2015. In order to be awarded the Certificate of Achievement for Excellence in Financial Reporting and the Certificate of Excellence in Financial Reporting, the District must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement and the Certificate of Excellence are valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA and the ASBO to determine its eligibility for another certificate.

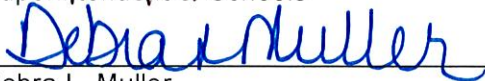
The preparation of the CAFR was made possible by the dedicated service of the entire staff of Financial Services. Each member of the division has our sincere appreciation for the contributions made in the preparation of this report.

In closing, we would like to thank the members of the School Board for their leadership and support in planning and conducting the financial operations of the District.

Respectfully submitted,



James T. Russell  
Superintendent of Schools



Debra L. Muller  
Chief Financial Officer



Bertie Trawick  
Director of Finance



DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA  
SCHOOL BOARD MEMBERS - ELECTED

**Mrs. Ida D. Wright, Chairman**

District 2  
Member since January 2013  
Current term expires November 2016



**Mrs. Melody Johnson, Vice Chairman**

District 5  
Member since November 2014  
Current term expires November 2018

**Mrs. Linda Costello**

District 4  
Member since November 2012  
Current term expires November 2016



**Mrs. Linda Cuthbert**

District 3  
Member since November 2014  
Current term expires November 2018

**Dr. John Hill**

District 1  
Member since November 2014  
Current term expires November 2018



DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA  
PRINCIPAL OFFICIALS - APPOINTED

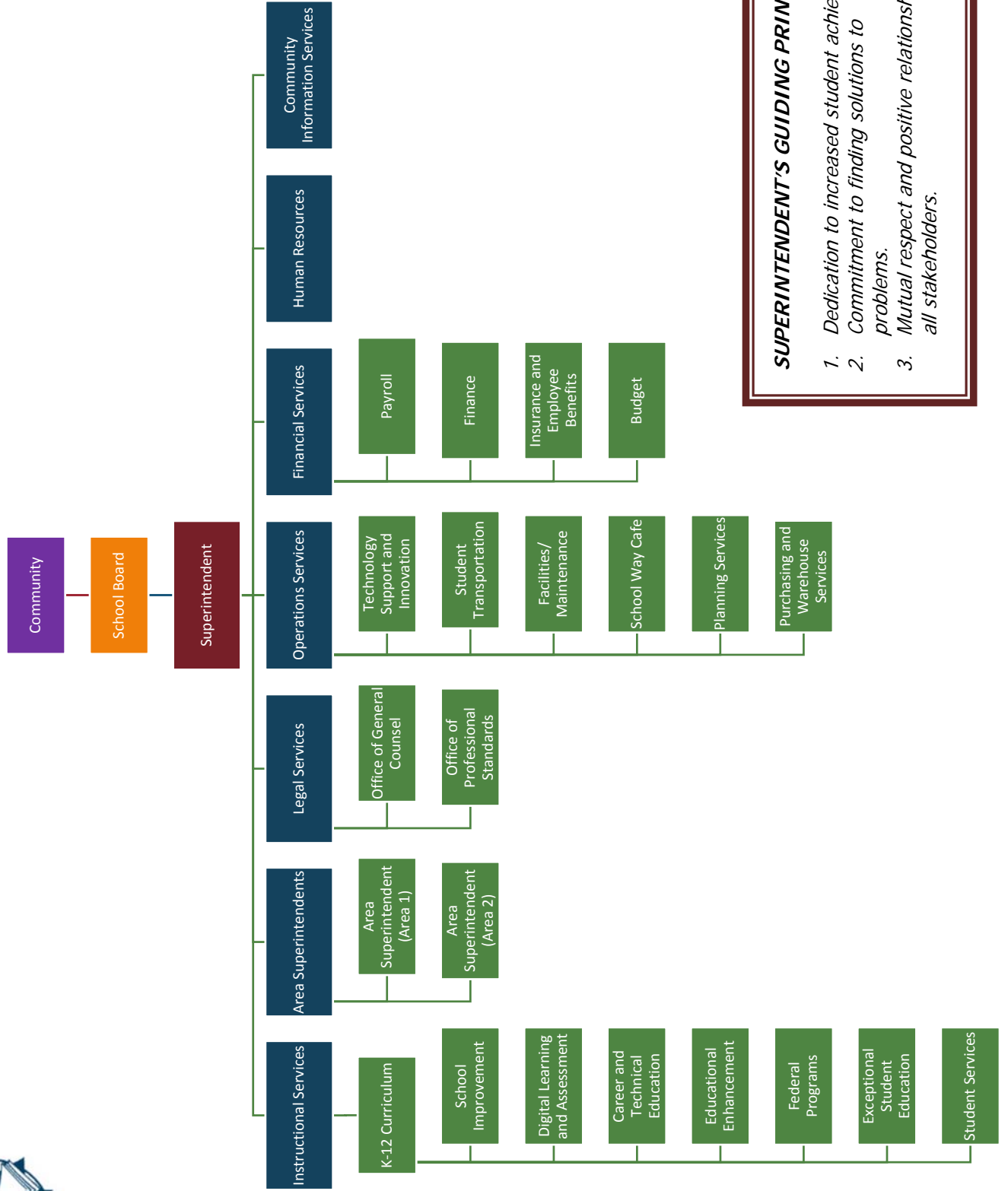


**James T. Russell**  
Superintendent of Schools

Greg Akin	Chief Operating Officer Operational Services
Dr. Melissa Carr	Director, Technology Support and Innovation
Michael G. Dyer, Esquire	General Counsel Legal Services
Susan Freeman	Area Superintendent
Teresa Marcks	Chief Academic Officer Instructional Services
Gary Marks	Area Superintendent
Saralee Morrissey	Director, Planning
Debra L. Muller	Chief Financial Officer Financial Services
Dana Paige-Pender	Chief Human Resources Officer Human Resources
Russ Tysinger	Director, Maintenance and Operations
Nancy Wait	Director, Community Information Services

# DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY

## Organizational Chart



**SUPERINTENDENT'S GUIDING PRINCIPLES**

1. Dedication to increased student achievement.
2. Commitment to finding solutions to problems.
3. Mutual respect and positive relationships with all stakeholders.





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**District School Board  
of Volusia County, Florida**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2015**

Executive Director/CEO





ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting Award  
is presented to**

**District School Board of Volusia County, FL**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2015.**

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards.

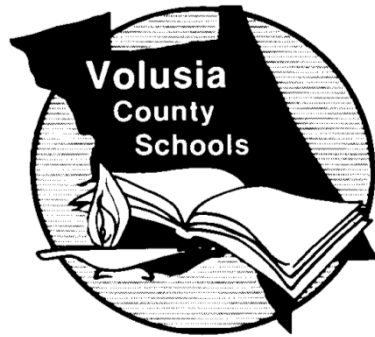


*Brenda Burkett*

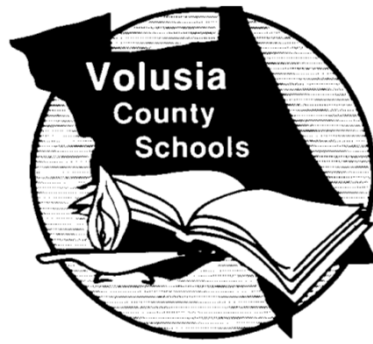
Brenda R. Burkett, CPA, CSBA, SFO  
President

*John D. Musso*

John D. Musso, CAE, RSBA  
Executive Director



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## Financial Section

## **Report of Independent Auditor**

The Honorable Members of the School Board  
Volusia County School District  
Deland, Florida

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Volusia County School District (the "District"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements 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**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units nor the fiduciary funds, which represent 100 percent of the component units assets, net position, and revenues and 10 percent of the assets and 53 percent of the liabilities of the aggregate remaining fund information in the accompanying financial statements. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the fiduciary funds and the discretely presented component units, are based solely on the reports of the other auditors. 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 entity'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 entity's internal control. Accordingly, we 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.

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



## **Opinions**

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Volusia County School District, as of June 30, 2016, and the respective changes in financial position, and where applicable, cash flows thereof and the budgetary comparisons for the general fund and major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 14, the schedule of funding progress on page 63, and the pension schedules on pages 64 and 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards on page 141 is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the consolidated financial statements.

The combining and individual fund statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditor. In our opinion, the combining and individual fund statements and schedules and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2016 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Cheryl Behrman LLP". The signature is written in a cursive, flowing style.

Orlando, Florida  
December 9, 2016

# MANAGEMENT'S DISCUSSION AND ANALYSIS

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As management of the District School Board of Volusia County, Florida, (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with our basic financial statements and notes thereto found on pages 31 through 62.

## FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at June 30, 2016, by \$653,189,411 (net position). Of this amount, \$759,983,009 represents investments in capital assets (net of related debt), and restricted and unrestricted net position of \$96,615,507 and (\$203,409,105), respectively.
- The District's total net position increased \$43,863,106.
- At June 30, 2016, the District's governmental funds reported combined fund balances of \$138,651,560 an increase of \$24,254,272 in comparison with the prior year.
- At June 30, 2016, the unassigned fund balance for the General Fund was \$23,195,073, or 5.1 percent of total General Fund revenues. The General Fund total assigned and unassigned fund balance was \$41,072,714, or 9.1 percent (financial condition ratio) of General Fund total revenues.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements.

### Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets, deferred inflows of resources, liabilities, and deferred outflows of resources. The total assets and deferred outflows of resources, less the total liabilities and deferred inflows of resources, are reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

The government-wide financial statements include the District (known as the primary government), Futures, Inc., and seven charter schools; Reading Edge Academy, Inc., Samsula Academy, The Chiles Academy, Inc., Richard Milburn Academy of Volusia County, Richard Milburn Academy Middle School of Volusia County, Ivy Hawn Charter School of the Arts, and Burns Science and Technology Charter School, Inc., for which the District is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government. Futures, Inc. is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the District, to promote education, and to encourage research, learning and dissemination of information. The Volusia School

Board Leasing Corporation (Leasing Corporation), although also legally separate, was formed to facilitate financing for the acquisition of facilities and equipment. Due to the substantive economic relationship between the District and the Leasing Corporation, the Leasing Corporation has been included as an integral part of the primary government. The government-wide financial statements can be found on pages 15 through 17 of this report.

## **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the District's funds can be divided into one of three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains fourteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the District's most significant funds. The District's major governmental funds are the General Fund, American Recovery and Reinvestment Act (ARRA) Economic Stimulus Fund – Special Revenue Fund, Sales Tax Revenue Bonds – Debt Service Fund, and Local Capital Improvement – Capital Projects Fund. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General and major Special Revenue Funds on page 24 and page 25 to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 18 through 25 of this report.

**Proprietary Funds** – Proprietary funds may be established to account for activities in which a fee is charged for services. The District maintains internal service funds to accumulate and allocate costs internally among the District's various functions. The District uses internal service funds to account for its self-insurance programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included with governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The four internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data is provided in the form of combining statements elsewhere in this report.

The basic proprietary funds financial statements can be found on pages 26 through 28 of this report.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the primary government. The District maintains Private Purpose Trust Funds to account for the resources of the District's trust and endowment funds for Spruce Creek High, Seabreeze High, and Samsula Scholars. The District also maintains Agency Funds to account for resources of the school internal funds and a voluntary employee benefits program. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary funds financial statements can be found on pages 29 and 30 of this report.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31 through 62 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The District's total assets plus deferred outflows of resources exceeded its total liabilities and deferred inflows of resources by \$653,189,411 (net position) at June 30, 2016, which was an increase of \$43,863,106 from the previous year.

Net position includes investments in capital assets, primarily school facilities and related furniture, fixtures, and equipment, net of outstanding debt used to acquire or construct capital assets. The remaining net position is divided between those that are restricted and those that are unrestricted. Restricted net position represents those assets, net of related liabilities, that are restricted to uses specified by third parties, primarily under the terms of debt issues, and Federal and State grantor agencies.

The following is a summary of the District's net position as of June 30, 2016, compared to net position as of June 30, 2015:

<b>Condensed Statement of Net Position</b>		
	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
<b>ASSETS</b>		
Current and other assets	\$ 176,142,142	\$ 151,582,445
Capital assets, net	<u>1,054,913,585</u>	<u>1,083,062,495</u>
<b>Total assets</b>	<b><u>1,231,055,727</u></b>	<b><u>1,234,644,940</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b><u>53,863,691</u></b>	<b><u>37,189,211</u></b>
<b>LIABILITIES</b>		
Long-term liabilities	577,952,564	554,277,496
Other liabilities	<u>24,723,041</u>	<u>24,599,049</u>
<b>Total liabilities</b>	<b><u>602,675,605</u></b>	<b><u>578,876,545</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b><u>29,054,402</u></b>	<b><u>83,631,301</u></b>
<b>NET POSITION</b>		
Net investment in capital assets	759,983,009	749,105,541
Restricted	96,615,507	82,211,912
Unrestricted (deficit)	<u>(203,409,105)</u>	<u>(221,991,148)</u>
<b>Total net position</b>	<b><u>\$ 653,189,411</u></b>	<b><u>\$ 609,326,305</u></b>

The District reports a \$203,409,105 deficit in unrestricted net position at June 30, 2016, an \$18,582,043 decrease in the deficit from the prior year. This is primarily due to an increase in the fund balance of the General Fund, and an increase in the deferred outflows for pensions offset by an increase in deferred inflows for pensions and an increase in the pension liability. Management has every confidence that the deficit in unrestricted net position does not represent an inability to meet District obligations. Net pension liability of \$199,364,620, compensated absences in the amount of \$53,822,068 and OPEB obligation of \$20,905,486 were the most significant liabilities (claims) against unrestricted assets. Most of the estimated amount of the net pension liability, \$195,633,761, and the compensated absences liability, \$47,541,393 will be due more than one year from the financial statement date and does not require the use of current resources.

Restricted net position represents resources that are subject to external restrictions on how they may be used, such as for capital projects and debt service. The restricted portion of the District's net position totals \$96,615,507, which represents a 17.5 percent increase from the prior year due to an increase in the School Food Service fund balance, an increase in the Capital Projects fund balance, and an increase in the amount of unexpended balances in categorical programs.

The largest portion of the District's net position, \$759,983,009, reflects its investment in capital assets, less any related debt still outstanding. Investment in capital assets, less related debt, increased \$10,877,468 due to the reduction of outstanding debt offset by a decrease in capital assets.

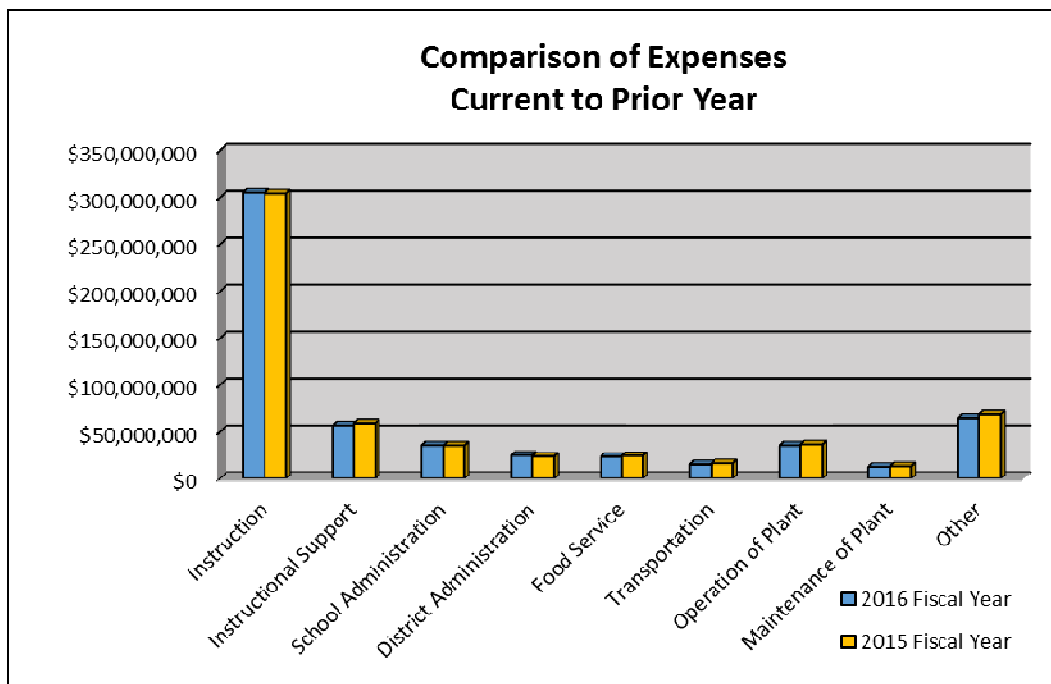
Key elements of the changes in the District's net position for the fiscal years ended June 30, 2016, and June 30, 2015, are as follows:

<b>Change in Net Position</b>		
	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
<b>Revenues:</b>		
<b>Program revenues:</b>		
Charges for services	\$ 9,642,661	\$ 9,947,700
Operating grants and contributions	23,879,754	21,876,050
Capital grants and contributions	7,265,935	6,466,545
<b>General revenues:</b>		
Property taxes	214,472,489	203,539,674
Local sales taxes	39,116,980	36,073,123
Grants and contributions not restricted to specific programs	310,644,024	300,836,959
Unrestricted investment earnings	1,266,401	207,692
Miscellaneous	9,879,503	8,699,924
<b>Total revenues</b>	<b>616,167,747</b>	<b>587,647,667</b>
<b>Expenses:</b>		
Instruction	304,964,765	303,980,515
Student personnel services	22,014,460	22,346,883
Instructional media services	5,831,030	5,913,231
Instruction and curriculum development services	16,099,018	22,368,194
Instructional staff training services	8,277,231	2,826,187
Instruction related technology	4,493,369	5,589,112
Board of education	618,082	651,313
General administration	3,545,076	3,711,985
School administration	35,344,313	35,271,215
Facilities services - non-capitalized	5,869,483	4,546,128
Fiscal services	2,512,592	2,279,613
Food services	23,252,514	24,371,742
Central services	5,940,198	6,573,506
Student transportation services	15,081,124	16,250,950
Operation of plant	35,336,376	36,431,503
Maintenance of plant	12,426,214	13,097,318
Administrative technology services	6,317,523	5,883,389
Community services	5,043,261	4,913,403
Interest on long-term debt	11,481,747	14,174,703
Unallocated depreciation expense	47,856,265	49,039,691
<b>Total expenses</b>	<b>572,304,641</b>	<b>580,220,581</b>
Change in net position	43,863,106	7,427,086
Net position - Beginning	609,326,305	601,899,219
<b>Net position - Ending</b>	<b>\$ 653,189,411</b>	<b>\$ 609,326,305</b>

Governmental activities increased the District's net position by \$43,863,106. Key elements are as follows:

- Net Investment in Capital Assets increased \$10,877,468, due primarily to a decrease in net capital assets of \$28,148,910; a decrease in related debt of \$36,616,567; an increase in the net deferred amount on refundings of \$2,153,114; and an increase in prepaid insurance costs of \$256,697.
- The deficit unrestricted net position decreased \$18,582,043, due to an increase of \$9,802,686 in the unrestricted fund balance of the General Fund; a decrease in compensated absences of \$1,928,538; an increase in Other Postemployment Benefits Payable (OPEB) of \$574,898; an increase in the deferred outflows for pensions of \$14,663,104; a decrease in the deferred inflows for pensions of \$54,435,161; and an increase in the pension liability of \$61,672,548.
- Restricted net position increased \$14,403,595, due primarily to an increase in the fund balance in the Special Revenue Fund - Food Service fund of \$2,837,974; an increase in the fund balance of the Capital Projects Funds of \$9,468,289; an increase in the Debt Service Funds of \$515,059; and an increase in the amount reserved for State categorical programs of \$1,582,273.

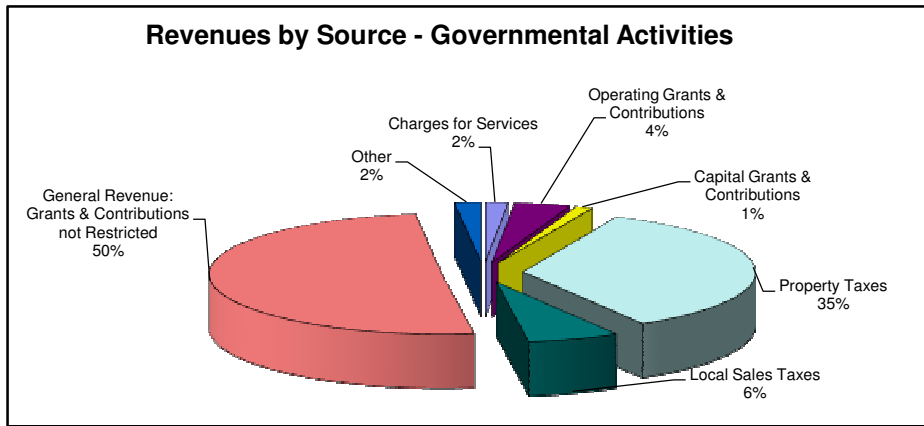
Instruction and instructional support expenses accounted for approximately 63.2 percent of total governmental expenses. Instruction increased by \$1.0 million (0.3 percent) and instructional support expenses decreased by \$2.3 million (-3.9 percent) from the 2014-15 fiscal year.



Instructional support includes student personnel services, instructional media services, instruction and curriculum development services, instructional staff training services, and instruction related technology.

District administration includes board of education, general administration, facilities acquisition and construction, fiscal services, central services, and administrative technology services. Other includes community services, interest on long-term debt, and unallocated depreciation expense.





## FINANCIAL ANALYSIS OF THE INDIVIDUAL FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related requirements.

**Governmental Funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$138,651,560 an increase of \$24,254,272 in comparison with the prior year. The following schedule indicates the fund balance and the total change in fund balance by major fund and other governmental funds (Non-major) as reported in the basic financial statements for the fiscal years ended June 30, 2016 and June 30, 2015.

Fund Balance	Governmental Activities		Increase (Decrease)	Percentage Change
	2016	2015		
General Fund	\$ 44,076,709	\$ 32,691,750	\$ 11,384,959	34.8%
Debt Service Funds:				
Sales Tax Revenue Bonds	23,009,379	22,390,119	619,260	2.8%
Capital Projects Funds:				
Local Capital Improvement	33,822,657	23,152,894	10,669,763	46.1%
Other Governmental Funds (Non-major)	37,742,815	36,162,525	1,580,290	4.4%
<b>Total</b>	<b>\$ 138,651,560</b>	<b>\$ 114,397,288</b>	<b>\$ 24,254,272</b>	<b>21.2%</b>

The General Fund is the chief operating fund of the District. Key elements in the change in the fund balance for the fiscal years ended June 30, 2015 and June 30, 2016, are as follows:

<b>Change in Fund Balance</b>		
	<b>General Fund</b>	
	<b>2016</b>	<b>2015</b>
<b>REVENUES</b>		
Federal direct	\$ 461,235	\$ 468,447
Federal through State	4,058,736	3,511,778
Federal through local	88,197	271,169
State sources	265,075,087	251,055,139
Local sources	183,204,669	174,985,877
<b>Total revenues</b>	<b>452,887,924</b>	<b>430,292,410</b>
<b>EXPENDITURES</b>		
Current:		
Instruction	293,098,416	289,981,346
Student personnel services	17,809,444	18,160,117
Instructional media services	5,946,139	6,037,012
Instruction and curriculum development services	9,440,743	10,315,171
Instructional staff training services	1,361,783	1,406,499
Instruction related technology	4,177,588	4,624,857
Board of education	643,300	688,371
General administration	1,758,578	1,572,450
School administration	34,203,957	34,233,865
Facilities services - non-capitalized	416,486	619,267
Fiscal services	2,572,035	2,345,394
Central services	5,871,233	6,046,367
Student transportation services	15,229,173	16,417,838
Operation of plant	35,497,526	36,460,391
Maintenance of plant	12,630,119	13,324,599
Administrative technology services	6,404,828	5,940,305
Community services	5,118,039	4,988,109
Capital Outlay:		
Other capital outlay	269,562	332,783
<b>Total expenditures</b>	<b>452,448,949</b>	<b>453,494,741</b>
Excess (deficiency) of revenues over (under) expenditures	438,975	(23,202,331)
Other financing sources:		
Proceeds from sale of capital assets	343,438	330,035
Loss recoveries	1,208,555	15,128
Transfers in	9,393,991	11,607,418
<b>Total other financing sources</b>	<b>10,945,984</b>	<b>11,952,581</b>
Net change in fund balance	11,384,959	(11,249,750)
Fund Balance - Beginning	32,691,750	43,941,500
Fund Balance - Ending	<b>\$ 44,076,709</b>	<b>\$ 32,691,750</b>

- Revenues increased \$22,595,514, mainly due to an increase in FEFP and property taxes levied.
- Expenditures decreased \$1,045,792, mainly due to a decrease in energy service expenditures and a decrease in expenditures for materials and supplies, offset by an increase in disbursements to charter schools.
- Revenues exceeded expenditures by \$438,975. Other financing sources totaled \$10,945,984, primarily from transfers from Capital Project Funds to reimburse expenditures in the General Fund for maintenance, property insurance, and equipment leases in the amount of \$9,393,991 and loss recoveries from the BP Oil Settlement in the amount of \$1,194,170.

The Sales Tax Revenue Bonds – Debt Service Fund, which is used to account for the payment of principal, interest, and related costs pertaining to the District's Local Sales Tax Revenue Bonds, has a total fund balance of \$23,009,379. The net increase in the fund balance during the current fiscal year was \$619,260.

The Local Capital Improvement – Capital Projects Fund, which is used to account for revenues produced by an ad valorem (property) tax levy authorized by the Board to support capital improvements, has a total fund balance of \$33,822,657. The net increase in fund balance during the current year was \$10,669,763, primarily due to an increase in property taxes levied offset by a decrease in transfers out.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget for revenues were approximately \$16.9 million (3.9 percent increase), and can be briefly summarized as follows:

- Federal revenue increased by \$2.1 million, primarily due to Medicaid funding.
- State revenue increased by \$3.1 million. The increase is primarily due to an increase in School Recognition funds of \$2.4 million; a \$1.8 million increase in various other State sources; offset by a \$1.1 million decrease in FEFP funding.
- Property tax revenue increased \$2.9 million primarily due to taxes that were collected in the prior year were remitted to the District in the current year.
- Other local revenue increased by \$8.8 million. The District's after school age child care program generated \$4.7 million of the increase; \$3.7 million was collected through miscellaneous local grants and sources; and \$0.4 million was collected in bus fees, contributing to the increase in other revenues.
- The District received \$1.2 million from the BP Oil Settlement, which contributed to the increase in other financing sources – loss recoveries.

Differences between the original budget and the final amended budget for expenditures were approximately \$6.9 million (1.5 percent increase), the majority of which was in the instruction, instructional support and community services functions. The final amended budget reflected an increase in fund balance of \$11,682,261 for current year operations. Many of the large fluctuations between original and amended budget are from revenues that are not known and measurable at the time of budget adoption. These are amended into the budget during the year. Revenues and the corresponding appropriations are amended into the budget upon receipt. Annual salary increases are amended into the budget once salary negotiations have concluded. Fluctuations between amended budget and actual amounts usually occur from unused grant balances. Certain unexpended funds remain allocated and are re-budgeted in the following fiscal year.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

**Capital Assets.** The District's investment in capital assets for its governmental activities as of June 30, 2016, amounted to \$1,054,913,585 (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; audio visual materials; and computer software. The total decrease in the District's investment in capital assets for the current fiscal year was 2.6 percent.

Major projects over \$500,000 started during the 2015-16 fiscal year included the following:

- Brewster Center – major exterior renovations
- Pine Trail Elementary – HVAC, lighting & ceiling
- Creekside Middle – HVAC upgrades
- Friendship Elementary – HVAC upgrades

The following is a summary of capital assets as of June 30, 2016, and June 30, 2015:

<b>Capital Assets (net of depreciation)</b>		
	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Land	\$ 54,758,411	\$ 56,064,483
Construction in progress	2,635,764	2,565,530
Improvements other than buildings	49,013,512	51,400,610
Buildings and fixed equipment	932,714,810	956,042,596
Furniture, fixtures, and equipment	6,167,817	7,248,321
Motor vehicles	8,963,587	8,617,357
Computer software	659,684	1,123,598
<b>Total</b>	<b><u>\$ 1,054,913,585</u></b>	<b><u>\$ 1,083,062,495</u></b>

Additional information on the District's capital assets can be found in Notes 5 and 17 on pages 42 and 61 of this report.

**Long-Term Debt.** At the end of the current fiscal year, the District had total bonded debt outstanding of \$269,522,000, excluding premiums. Of this amount, \$26,170,000 comprises debt backed by sales tax revenue, and \$3,852,000 backed by the full faith and credit of the State of Florida. The remainder of this debt represents \$239,500,000 in certificates of participation.

In December, 2015, Fitch Ratings affirmed the District's rating on its COPS at A+ and affirmed its rating on the Sales Tax Revenue Bonds at BBB+. In addition, Fitch affirmed the District's AA- implied General Obligation rating. The rating outlook on the COPS, Sales Tax Revenue Bonds, and General Obligation is stable. In December, 2015, Moody's affirmed the District's rating on its COPS at Aa3 and revised the outlook to negative. The Sales Tax Revenue Bonds are rated A3 by Moody's. The Sales Tax Revenue Bonds are rated A- by Standard and Poor's with a stable outlook.

Additional information on the District's long-term debt can be found in Notes 6 through 9 to the basic financial statements pages 42 through 48.

The following is a summary of outstanding debt, excluding premiums, as of June 30, 2016, and June 30, 2015:

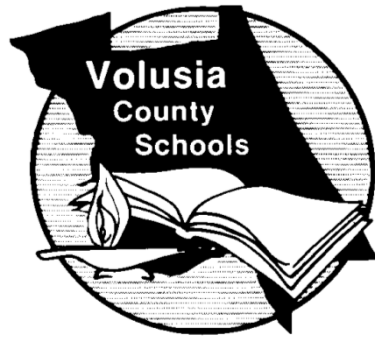
<b>Outstanding Debt</b>		
	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Bonds payable	\$ 30,022,000	\$ 56,409,000
Certificates of participation	239,500,000	257,865,000
<b>Total</b>	<b>\$ 269,522,000</b>	<b>\$ 314,274,000</b>

## **ECONOMIC FACTORS AND NEW YEAR'S BUDGETS AND RATES**

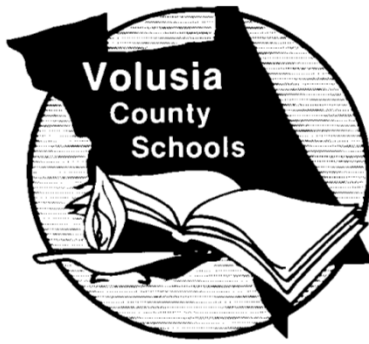
- The unemployment rate for the District (Volusia County, Florida) declined from the prior year and is currently 5.1 percent, which is slightly higher than the State's average unemployment rate of 4.7 percent and slightly higher than the national average unemployment rate of 4.9 percent.
- Florida data for the second quarter of 2016 showed personal income strengthening relative to the first quarter, moving Florida back to a ranking of 6<sup>th</sup> in the country.
- In the first quarter of 2016, Florida's GDP grew 2.1 percent at an annual rate, ranking it 10<sup>th</sup> in the country.
- The adopted budget for fiscal year 2016-17 includes an increase in FEFP funding of \$11.9 million. Salary increases are included in the budget and are offset by a reduction in health insurance expenditures and other savings.

## **REQUESTS FOR INFORMATION**

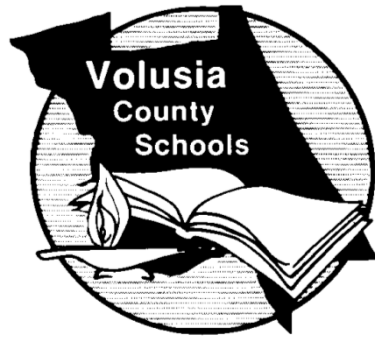
This report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate compliance and accountability for its resources. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the School District of Volusia County, Finance Department, P.O. Box 2118, DeLand, Florida 32721-2118.



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# Financial Statements



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**District School Board of Volusia County, Florida**  
**Statement of Net Position**  
**June 30, 2016**

	<b>Primary Government</b>	
<b>ASSETS</b>	<b>Governmental Activities</b>	<b>Component Units</b>
Cash and cash equivalents	\$ 43,245,181	\$ 2,286,120
Investments	120,402,846	302,317
Receivables	191,989	87,254
Interest receivable	159,978	-
Due from other agencies	8,794,920	80,496
Inventories	3,090,531	10,156
Prepaid items	-	797,920
Prepaid insurance costs	256,697	-
Other assets	-	93,599
Capital assets:		
Land	54,758,411	703,616
Construction in progress	2,635,764	-
Leasehold improvements	-	794,496
Improvements other than buildings, net	49,013,512	-
Buildings and fixed equipment, net	932,714,810	5,001,866
Furniture, fixtures, and equipment, net	6,167,817	343,174
Motor vehicles, net	8,963,587	-
Property under capital lease, net	-	200,554
Computer software, net	659,684	830
Total assets	1,231,055,727	10,702,398
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows related to pensions	48,190,948	-
Net carrying amount of debt refunding	5,672,743	-
Total deferred outflows of resources	53,863,691	-
<b>LIABILITIES</b>		
Salaries and benefits payable	9,543,322	171,229
Payroll deductions and withholdings	4,159	-
Accounts payable	12,872,561	319,080
Construction contracts payable	1,444,525	-
Construction contracts payable - retainage	346,187	-
Accrued liabilities	-	55,247
Accrued interest payable	-	5,773
Due to other agencies	512,287	27,128
Compensated absences payable	-	72,204
Long-term liabilities:		
Portion due within one year:		
Obligations under capital leases	-	98,253
Notes payable	-	129,750
Bonds payable, net	27,793,104	-
Lease-purchase agreements payable, net	12,775,800	-
Compensated absences payable	6,280,675	-
Estimated insurance claims payable	1,618,641	-
Pension liability	3,730,859	-
Portion due in more than one year:		
Obligations under capital leases	-	44,347
Notes payable	-	2,294,671
Bonds payable, net	2,517,320	-
Lease-purchase agreements payable, net	256,639,890	-
Compensated absences payable	47,541,393	-
Estimated insurance claims payable	2,515,635	-
Pension liability	195,633,761	-
Postemployment healthcare benefits payable	20,905,486	-
Total liabilities	602,675,605	3,217,682
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to pensions	27,920,500	-
Deficit net carrying amount of debt refunding	1,133,902	-
Total deferred inflows of resources	29,054,402	-
<b>NET POSITION</b>		
Net investment in capital assets	759,983,009	4,477,515
Restricted for:		
State required carryover programs	2,025,295	-
Debt service	23,102,825	-
Capital projects	58,205,290	20,884
Food service	13,282,097	-
Other purposes	-	949,152
Unrestricted (deficit)	(203,409,105)	2,037,165
<b>Total net position</b>	<b>\$ 653,189,411</b>	<b>\$ 7,484,716</b>

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2016**

FUNCTIONS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
Instruction	\$ 304,964,765	\$ -	\$ -	\$ -
Student personnel services	22,014,460	-	-	-
Instructional media services	5,831,030	-	-	-
Instruction and curriculum development services	16,099,018	-	-	-
Instructional staff training services	8,277,231	-	-	-
Instructional related technology	4,493,369	-	-	-
Board of education	618,082	-	-	-
General administration	3,545,076	-	-	-
School administration	35,344,313	-	-	-
Facilities services - non-capitalized	5,869,483	-	-	3,144,223
Fiscal services	2,512,592	-	-	-
Food services	23,252,514	4,444,163	22,796,139	-
Central services	5,940,198	-	-	-
Student transportation services	15,081,124	-	13,845	-
Operation of plant	35,336,376	-	-	-
Maintenance of plant	12,426,214	-	1,069,770	-
Administrative technology services	6,317,523	-	-	-
Community services	5,043,261	5,198,498	-	-
Interest on long-term debt	11,481,747	-	-	4,121,712
Unallocated depreciation expense	47,856,265	-	-	-
<b>Total primary government</b>	<b>\$ 572,304,641</b>	<b>\$ 9,642,661</b>	<b>\$ 23,879,754</b>	<b>\$ 7,265,935</b>
<b>Component units:</b>				
Charter schools	\$ 16,886,432	\$ 1,271,258	\$ 940,976	\$ 243,081
Futures, Inc.	784,946	16,015	758,649	-
<b>Total component units</b>	<b>\$ 17,671,378</b>	<b>\$ 1,287,273</b>	<b>\$ 1,699,625</b>	<b>\$ 243,081</b>

General revenues:

Taxes:

Property taxes, levied for operational purposes  
Property taxes, levied for capital projects  
Local sales taxes  
Grants and contributions not restricted to specific programs  
Unrestricted investment earnings  
Miscellaneous

Total general revenues

Change in net position

Net position - July 1, 2015

Net position - June 30, 2016

The notes to the financial statements are an integral part of this statement.

**Net (Expense) Revenue and Changes in Net Position**

**Primary Government**

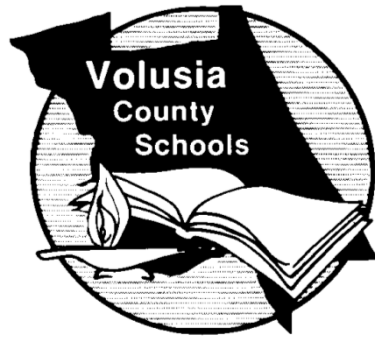
<b>Governmental Activities</b>		<b>Component Units</b>	
\$	(304,964,765)	\$	-
	(22,014,460)		-
	(5,831,030)		-
	(16,099,018)		-
	(8,277,231)		-
	(4,493,369)		-
	(618,082)		-
	(3,545,076)		-
	(35,344,313)		-
	(2,725,260)		-
	(2,512,592)		-
	3,987,788		-
	(5,940,198)		-
	(15,067,279)		-
	(35,336,376)		-
	(11,356,444)		-
	(6,317,523)		-
	155,237		-
	(7,360,035)		-
	(47,856,265)		-
	(531,516,291)		-
	-		(14,431,117)
	-		(10,282)
	-		(14,441,399)
	169,768,202		-
	44,704,287		-
	39,116,980		-
	310,644,024	14,505,913	
	1,266,401	11,304	
	9,879,503	253,177	
	575,379,397	14,770,394	
	43,863,106	328,995	
	609,326,305	7,155,721	
\$	653,189,411	\$	7,484,716

**District School Board of Volusia County, Florida  
Balance Sheet -  
Governmental Funds  
June 30, 2016**

	<b>General Fund</b>	<b>ARRA Economic Stimulus Funds - Special Revenue Fund</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,853,955	\$ -
Investments	55,391,311	-
Receivables	191,989	-
Interest receivable	92,591	-
Due from other agencies	925,700	-
Due from other funds	-	-
Inventories	978,700	-
Total assets	\$ 65,434,246	\$ -
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>		
Liabilities:		
Salaries and benefits payable	\$ 8,770,792	\$ -
Payroll deductions and withholdings	4,159	-
Accounts payable	12,070,299	-
Construction contracts payable	-	-
Construction contracts payable-retainage	-	-
Due to other agencies	512,287	-
Due to other funds	-	-
Total liabilities	21,357,537	-
Deferred inflows of resources:		
Unavailable revenue - CO&DS funds	-	-
Total deferred inflows of resources	-	-
Fund balances:		
Nonspendable:		
Inventory	978,700	-
Restricted for:		
State required carryover programs	2,025,295	-
Food service	-	-
Debt service	-	-
Capital projects	-	-
Assigned for:		
Subsequent fiscal year's budget: Appropriation of fund balance	3,006,402	-
State and local programs	14,871,239	-
Unassigned	23,195,073	-
Total fund balances	44,076,709	-
Total liabilities, deferred inflows of resources and fund balances	\$ 65,434,246	\$ -

The notes to the financial statements are an integral part of this statement.

<b>Sales Tax Revenue Bonds - Debt Service Fund</b>	<b>Local Capital Improvement - Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 8,885,889	\$ 11,159,840	\$ 12,729,028	\$ 40,628,712
14,103,460	24,908,640	16,136,269	110,539,680
-	-	-	191,989
20,417	25,412	4,546	142,966
-	30,213	7,839,007	8,794,920
-	-	40,268	40,268
-	-	2,111,831	3,090,531
<u>\$ 23,009,766</u>	<u>\$ 36,124,105</u>	<u>\$ 38,860,949</u>	<u>\$ 163,429,066</u>
\$ -	\$ -	\$ 771,823	\$ 9,542,615
-	-	-	4,159
387	510,736	290,682	12,872,104
-	1,444,525	-	1,444,525
-	346,187	-	346,187
-	-	-	512,287
-	-	40,268	40,268
<u>387</u>	<u>2,301,448</u>	<u>1,102,773</u>	<u>24,762,145</u>
-	-	15,361	15,361
-	-	15,361	15,361
-	-	2,111,831	3,090,531
-	-	-	2,025,295
-	-	11,170,266	11,170,266
23,009,379	-	93,446	23,102,825
-	33,822,657	24,367,272	58,189,929
-	-	-	3,006,402
-	-	-	14,871,239
-	-	-	23,195,073
<u>23,009,379</u>	<u>33,822,657</u>	<u>37,742,815</u>	<u>138,651,560</u>
<u>\$ 23,009,766</u>	<u>\$ 36,124,105</u>	<u>\$ 38,860,949</u>	<u>\$ 163,429,066</u>



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**District School Board of Volusia County, Florida  
Reconciliation of the Governmental Funds Balance Sheet  
to the Government-wide Statement of Net Position  
June 30, 2016**

**Total Fund Balances - Governmental Funds** **\$ 138,651,560**

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.

Nondepreciable assets	\$ 57,394,175	
Depreciable assets	1,573,927,673	
Less: Accumulated depreciation	<u>(576,408,263)</u>	1,054,913,585

The difference between the reacquisition price and the net carrying amount of refunded debt is reported as a deferred outflow of resources or deferred inflow of resources in the government-wide statements and amortized over the life of the debt, but is not reported in the governmental funds.

Deferred outflow - Net carrying amount of debt refunding	5,672,743	
Deferred inflow - Deficit net carrying amount of debt refunding	<u>(1,133,902)</u>	4,538,841

Prepaid insurance costs related to the issuance of debt is reported as an asset in the government-wide statements and amortized over the life of the debt, but is not reported in the governmental funds.

256,697

Unavailable revenue in governmental funds is susceptible to full accrual in the government-wide statements.

15,361

Internal service funds are used by management to charge the costs of its self-insurance programs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

8,361,207

Long-term liabilities, including unamortized premiums, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Bonds Payable	(30,310,424)	
Lease-purchase agreements payable	(269,415,690)	
Compensated absences payable	(53,822,068)	
Postemployment healthcare benefits payable	<u>(20,905,486)</u>	(374,453,668)

On the statement of net position, the District's proportionate share of the net pension liability of the cost-sharing defined benefit pension plans in which the District participates is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows of resources related to pensions are also reported in accordance with GASB Statement No. 68:

Pension liability	(199,364,620)	
Deferred outflows related to pensions	48,190,948	
Deferred inflows related to pensions	<u>(27,920,500)</u>	(179,094,172)

**Total Net Position - Governmental Activities** **\$ 653,189,411**

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<b>General Fund</b>	<b>ARRA Economic Stimulus Funds - Special Revenue Fund</b>
<b>REVENUES</b>		
Federal direct	\$ 461,235	\$ -
Federal through State	4,058,736	554,883
Federal through local	88,197	-
State sources	265,075,087	-
Local sources:		
Ad valorem taxes	169,768,202	-
Sales taxes	-	-
Food service	-	-
Other local revenues	13,436,467	-
Total local sources	<u>183,204,669</u>	<u>-</u>
Total revenues	<u>452,887,924</u>	<u>554,883</u>
<b>EXPENDITURES</b>		
Current:		
Instruction	293,098,416	65,357
Student personnel services	17,809,444	-
Instructional media services	5,946,139	-
Instruction and curriculum development services	9,440,743	-
Instructional staff training services	1,361,783	-
Instructional related technology	4,177,588	368,613
Board of education	643,300	-
General administration	1,758,578	5,411
School administration	34,203,957	-
Facilities services - non-capitalized	416,486	-
Fiscal services	2,572,035	-
Food services	-	-
Central services	5,871,233	47,000
Student transportation services	15,229,173	-
Operation of plant	35,497,526	-
Maintenance of plant	12,630,119	-
Administrative technology services	6,404,828	-
Community services	5,118,039	-
Debt service:		
Principal	-	-
Interest and fiscal charges	-	-
Capital Outlay:		
Facilities acquisition and construction	-	-
Other capital outlay	269,562	68,502
Total expenditures	<u>452,448,949</u>	<u>554,883</u>
Excess (deficiency) of revenues over (under) expenditures	<u>438,975</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Proceeds of refunding lease-purchase agreements	-	-
Premium on refunding lease-purchase agreements	-	-
Payments to refunded lease-purchase agreements escrow agent	-	-
Proceeds from sale of capital assets	343,438	-
Loss recoveries	1,208,555	-
Transfers in	9,393,991	-
Transfers out	-	-
Total other financing sources (uses)	<u>10,945,984</u>	<u>-</u>
Net change in fund balances	<u>11,384,959</u>	<u>-</u>
Fund balances, July 1, 2015	32,691,750	-
Fund balances, June 30, 2016	<u>\$ 44,076,709</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.



<b>Sales Tax Revenue Bonds - Debt Service Fund</b>	<b>Local Capital Improvement - Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ -	\$ 13,889	\$ 475,124
-	-	62,782,760	67,396,379
-	-	-	88,197
-	-	4,131,545	269,206,632
-	44,696,339	-	214,464,541
-	-	39,116,980	39,116,980
-	-	4,470,889	4,470,889
103,990	548,424	4,893,352	18,982,233
<u>103,990</u>	<u>45,244,763</u>	<u>48,481,221</u>	<u>277,034,643</u>
<u>103,990</u>	<u>45,244,763</u>	<u>115,409,415</u>	<u>614,200,975</u>
-	-	17,416,519	310,580,292
-	-	4,656,627	22,466,071
-	-	-	5,946,139
-	-	7,013,647	16,454,390
-	-	7,072,749	8,434,532
-	-	9,465	4,555,666
-	-	-	643,300
-	-	1,836,404	3,600,393
-	-	1,877,200	36,081,157
-	4,013,730	251,050	4,681,266
-	-	-	2,572,035
-	-	23,493,170	23,493,170
-	-	117,830	6,036,063
-	-	94,745	15,323,918
-	-	21,010	35,518,536
-	-	-	12,630,119
-	-	-	6,404,828
-	-	-	5,118,039
24,930,000	-	11,647,000	36,577,000
1,927,146	-	12,754,943	14,682,089
-	14,408,940	1,125,581	15,534,521
-	4,252,116	745,524	5,335,704
<u>26,857,146</u>	<u>22,674,786</u>	<u>90,133,464</u>	<u>592,669,228</u>
<u>(26,753,156)</u>	<u>22,569,977</u>	<u>25,275,951</u>	<u>21,531,747</u>
-	-	73,150,000	73,150,000
-	-	13,707,447	13,707,447
-	-	(86,106,483)	(86,106,483)
-	-	409,748	753,186
-	9,820	-	1,218,375
27,372,416	-	21,914,827	58,681,234
-	(11,910,034)	(46,771,200)	(58,681,234)
<u>27,372,416</u>	<u>(11,900,214)</u>	<u>(23,695,661)</u>	<u>2,722,525</u>
619,260	10,669,763	1,580,290	24,254,272
22,390,119	23,152,894	36,162,525	114,397,288
<u>\$ 23,009,379</u>	<u>\$ 33,822,657</u>	<u>\$ 37,742,815</u>	<u>\$ 138,651,560</u>

**District School Board of Volusia County, Florida**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2016**

**Net Change in Fund Balances - Total Governmental Funds** **\$ 24,254,272**

Amounts reported for governmental activities in the statement of activities 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 as depreciation expense. This is the amount of depreciation expense in excess of capital outlays in the current period.

Capital outlay - facilities acquisition and construction:	\$ 15,534,521	
Capital outlay - other capital outlay:	5,335,704	
Less, depreciation expense:	(47,856,265)	
Less, loss on disposal of capital assets:	<u>(1,206,072)</u>	(28,192,112)

Capital assets donated to the District during the current period increase net position on the government-wide statements, but do not provide current financial resources and are not reported as revenues in the governmental funds. 143,202

Proceeds from the sale of land are included in the governmental funds. However, the cost of the of the land sold is removed from capital assets and offset against the sale proceeds in the government-wide statements. (100,000)

Prepaid insurance costs relating to the issuance of debt are expensed as incurred at the fund level, but amortized over the life of the debt and reported as interest on long-term debt in the statement of activities.

Prepaid insurance - current year:	256,697	
Prepaid insurance - prior year:	<u>-</u>	256,697

Refunding gains and losses result from the difference between the reacquisition cost of the refunded debt and the net carrying amount. Refunding gains or losses are amortized over the life of the related debt in the statement of activities.

Deferred amount on refunding, net - current year:	4,538,841	
Deferred amount on refunding, net - prior year:	<u>2,385,727</u>	2,153,114

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Unavailable revenue - current year:	15,361	
Unavailable revenue - prior year:	<u>63,352</u>	(47,991)

Premiums on new debt issues are reported when issued as other financing sources in the governmental funds, but are deferred and amortized as expenses over the life of the debt in the statement of activities.

Unamortized premiums - current year:	(30,204,114)	
Unamortized premiums - prior year:	<u>(22,068,681)</u>	(8,135,433)

Repayments of long-term debt are expenditures in the governmental funds, but repayments reduce long-term liabilities in the statement of net position.

Bond repayments:	26,387,000	
Lease-purchase agreement repayments:	<u>10,190,000</u>	36,577,000

Refunded long-term debt is reported as other financing sources in the governmental funds, but decreases long-term liabilities in the statement of net position. 81,325,000

Long-term debt proceeds provide current financial resources to the governmental funds, but issuing debt increases long-term liabilities in the statement of net position. (73,150,000)

The net change in the liability for postemployment healthcare benefits is reported in the government-wide statements, but not in the governmental fund statements.

Postemployment healthcare benefits payable - current year:	(20,905,486)	
Postemployment healthcare benefits payable - prior year:	<u>(20,330,588)</u>	(574,898)

Governmental funds report contributions to defined benefit plans as expenditures. However, in the statement of activities, the amount contributed to defined benefit plans reduces future net pension liability and is reported as part of deferred outflows and deferred inflows of resources. In the statement of activities, pension expense is recorded for the District's proportionate share of collective pension expense of the cost-sharing defined benefit plans in which the District participates. Also included in pension expense are amounts required to be amortized in accordance with GASB Statement No. 68.

Deferred outflows related to pensions - current year:	48,190,948	
Deferred outflows related to pensions - prior year:	<u>33,527,844</u>	14,663,104
Pension liability - current year:	(199,364,620)	
Pension liability - prior year:	<u>(137,692,072)</u>	(61,672,548)
Deferred inflows related to pensions - current year:	(27,920,500)	
Deferred inflows related to pensions - prior year:	<u>(82,355,661)</u>	54,435,161

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current period. 1,928,538

**Change in Net Position of Governmental Activities** **\$ 43,863,106**

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
<b>Federal direct:</b>				
Reserve Officers Training Corp (ROTC)	\$ 320,000	\$ 401,395	\$ 401,395	\$ -
Miscellaneous Federal direct	-	59,840	59,840	-
Total Federal direct	<u>320,000</u>	<u>461,235</u>	<u>461,235</u>	<u>-</u>
<b>Federal through State:</b>				
Medicaid	2,225,000	4,058,736	4,058,736	-
Total Federal through State	<u>2,225,000</u>	<u>4,058,736</u>	<u>4,058,736</u>	<u>-</u>
<b>Federal through local:</b>				
Miscellaneous Federal through local	-	88,197	88,197	-
<b>State sources:</b>				
Florida education finance program	192,244,238	190,816,300	190,816,300	-
Other restricted State programs	68,726,002	72,090,498	72,090,498	-
CO&DS withheld for administrative expense	34,366	34,644	34,644	-
Other State sources	1,014,575	2,133,645	2,133,645	-
Total State sources	<u>262,019,181</u>	<u>265,075,087</u>	<u>265,075,087</u>	<u>-</u>
<b>Local sources:</b>				
Ad valorem taxes	166,882,727	169,768,202	169,768,202	-
Interest income	150,000	487,003	487,003	-
Authorized fees	-	4,663,639	4,663,639	-
Indirect cost	1,925,000	2,582,947	2,582,947	-
Other local sources	2,508,161	5,702,878	5,702,878	-
Total local sources	<u>171,465,888</u>	<u>183,204,669</u>	<u>183,204,669</u>	<u>-</u>
Total revenues	<u>436,030,069</u>	<u>452,887,924</u>	<u>452,887,924</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Instruction	297,521,447	301,941,292	293,098,416	8,842,876
Student personnel services	16,999,157	18,011,837	17,809,444	202,393
Instructional media services	6,309,038	6,310,055	5,946,139	363,916
Instruction and curriculum development services	9,819,662	9,899,115	9,440,743	458,372
Instructional staff training services	1,264,092	1,838,099	1,361,783	476,316
Instructional related technology	5,133,800	4,974,101	4,177,588	796,513
Board of education	713,701	654,208	643,300	10,908
General administration	2,063,949	1,831,974	1,758,578	73,396
School administration	35,513,632	35,640,097	34,203,957	1,436,140
Facilities services - non-capitalized	92,332	473,437	416,486	56,951
Fiscal services	2,629,374	2,664,649	2,572,035	92,614
Central services	7,455,153	6,766,775	5,871,233	895,542
Student transportation services	17,601,604	15,383,026	15,229,173	153,853
Operation of plant	36,645,922	35,917,058	35,497,526	419,532
Maintenance of plant	14,339,809	13,135,596	12,630,119	505,477
Administrative technology services	6,524,728	6,653,731	6,404,828	248,903
Community services	1,570,508	6,761,757	5,118,039	1,643,718
<b>Capital Outlay:</b>				
Other capital outlay	283,256	488,684	269,562	219,122
Total expenditures	<u>462,481,164</u>	<u>469,345,491</u>	<u>452,448,949</u>	<u>16,896,542</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26,451,095)</u>	<u>(16,457,567)</u>	<u>438,975</u>	<u>16,896,542</u>
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of capital assets	250,000	343,438	343,438	-
Loss recoveries	-	1,208,555	1,208,555	-
Transfers in	9,007,250	9,393,991	9,393,991	-
Total other financing sources	<u>9,257,250</u>	<u>10,945,984</u>	<u>10,945,984</u>	<u>-</u>
Net change in fund balances	<u>(17,193,845)</u>	<u>(5,511,583)</u>	<u>11,384,959</u>	<u>16,896,542</u>
Fund balances, July 1, 2015	32,691,750	32,691,750	32,691,750	-
Fund balances, June 30, 2016	<u>\$ 15,497,905</u>	<u>\$ 27,180,167</u>	<u>\$ 44,076,709</u>	<u>\$ 16,896,542</u>

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds -**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Federal through State:				
Race-to-the-Top-Incentive-Grants	\$ 554,883	\$ 554,883	\$ 554,883	\$ -
<b>EXPENDITURES</b>				
Current:				
Instruction	-	65,357	65,357	-
Instructional related technology	482,633	368,613	368,613	-
General administration	3,748	5,411	5,411	-
Central services	-	47,000	47,000	-
Capital Outlay:				
Other capital outlay	68,502	68,502	68,502	-
Total expenditures	554,883	554,883	554,883	-
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2015	-	-	-	-
Fund balances, June 30, 2016	\$ -	\$ -	\$ -	\$ -

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Net Position -**  
**Proprietary Funds**  
**June 30, 2016**

	<b>Governmental Activities - Internal Service Funds</b>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 2,616,469
Investments	9,863,166
Interest receivable	17,012
Total assets	12,496,647
 <b>LIABILITIES</b>	
Current liabilities:	
Salaries and benefits payable	707
Accounts payable	457
Estimated insurance claims payable	1,618,641
Noncurrent liabilities:	
Estimated insurance claims payable	2,515,635
Total liabilities	4,135,440
 <b>NET POSITION</b>	
Unrestricted	8,361,207
Total net position	\$ 8,361,207

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida  
Statement of Revenues, Expenses, and  
Changes in Net Position -  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2016**

	<b>Governmental Activities - Internal Service Funds</b>
<b>OPERATING REVENUES</b>	
Premium revenue	\$ 5,720,901
<b>OPERATING EXPENSES</b>	
Salaries	65,575
Employee benefits	22,246
Purchased services	4,165,653
Insurance claims and related costs	1,606,691
Total operating expenses	5,860,165
Operating loss	(139,264)
<b>NONOPERATING REVENUES</b>	
Interest	139,264
Total nonoperating revenues	139,264
Change in net position	-
Net position - July 1, 2015	8,361,207
Net position - June 30, 2016	\$ 8,361,207

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Cash Flows -**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Governmental Activities - Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from premium revenues	\$ 5,720,901
Payments to suppliers for goods and services	(4,165,583)
Payments to employees	(87,935)
Payments for insurance claims	(1,633,964)
	(166,581)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Proceeds from sales and maturities of investments	2,648,789
Interest income	134,261
	2,783,050
Net cash provided by investing activities	2,783,050
Net change in cash and cash equivalents	2,616,469
Cash and cash equivalents - July 1, 2015	-
	-
Cash and cash equivalents - June 30, 2016	\$ 2,616,469
<b>Reconciliation of operating loss to net cash used by operating activities:</b>	
Operating loss	\$ (139,264)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Changes in assets and liabilities:	
Decrease in salaries and benefits payable	(114)
Increase in accounts payable	70
Decrease in estimated insurance claims payable	(27,273)
	(27,273)
Net cash used by operating activities	\$ (166,581)

The notes to the financial statements are an integral part of this statement.

**District School Board of Volusia County, Florida**  
**Statement of Fiduciary Net Position -**  
**Fiduciary Funds**  
**June 30, 2016**

	<b>Private-Purpose Trust Funds</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 206,371	\$ 3,578,703
Investments	617,530	2,379,788
Receivables	-	11,000
Total assets	823,901	\$ 5,969,491
<b>LIABILITIES</b>		
Accounts payable	\$ -	\$ 332,410
Deposits held for others	-	5,637,081
Total liabilities	-	\$ 5,969,491
<b>NET POSITION</b>		
Held in trust for scholarships and other purposes	\$ 823,901	

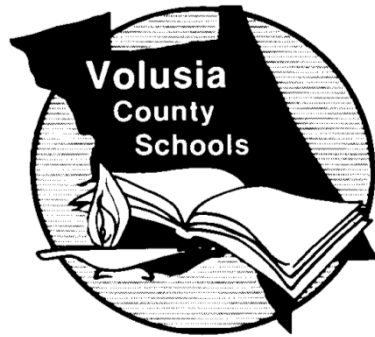
The notes to the financial statements are an integral part of this statement.



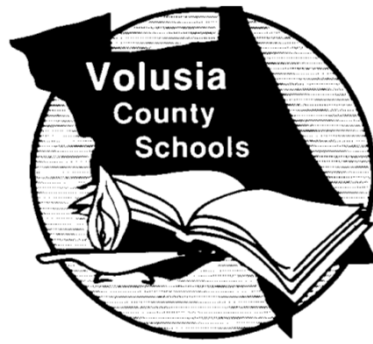
**District School Board of Volusia County, Florida  
Statement of Changes in Fiduciary Net Position -  
Fiduciary Funds  
For the Fiscal Year Ended June 30, 2016**

	<b>Private-Purpose Trust Funds</b>
<b>ADDITIONS</b>	
Interest earnings	\$ 6,163
<b>DEDUCTIONS</b>	
Scholarship payments	1,898
Total deductions	1,898
Change in net position	4,265
Net position - July 1, 2015	819,636
Net position - June 30, 2016	\$ 823,901

The notes to the financial statements are an integral part of this statement.



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# Notes to the Financial Statements

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The District School Board of Volusia County (the District) has direct responsibility for operation, control, and supervision of District schools, and is considered a primary government for financial reporting. The District is part of the Florida system of public education. The governing body of the District is the Volusia County District School Board (Board), which is composed of five elected members. The appointed Superintendent of Schools is the executive officer of the District. Geographic boundaries of the District correspond with those of Volusia County.

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standard Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the District is financially accountable and other organizations that the nature and significance of their relationship with the District are such that exclusion would cause the District's basic financial statements to be misleading or incomplete.

The District considered its charter school operated by Easter Seals Educational Services, Inc., for inclusion in its reporting entity; however, because Easter Seals Educational Services, Inc. is a component unit of a nongovernmental not-for-profit organization, it does not meet the criteria for inclusion as a component unit of the District. The charter school's financial statements were audited by an independent certified public accountant and are filed in the District's administrative office.

Based on the application of the above criteria, the following component units are included within the District's reporting entity:

**Blended Component Unit.** The Volusia School Board Leasing Corporation (the Corporation) was formed to facilitate financing for the acquisition of facilities and equipment. Due to the substantive economic relationship between the District and the Corporation and their shared governing body, the financial activities of the Corporation are included in the accompanying basic financial statements. Separate financial statements for the Corporation are not published.

**Discretely Presented Component Units.** The component unit columns in the basic financial statements include the financial data of the District's other component units. These component units consist of Futures, Inc. (Futures), and seven of the District's charter schools: Reading Edge Academy, Inc., Samsula Academy, The Chiles Academy, Inc., Richard Milburn Academy of Volusia County, Richard Milburn Academy Middle School of Volusia County, Ivy Hawm Charter School of the Arts, and Burns Science and Technology Charter School, Inc.

Futures is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the District, to promote education, and to encourage research, learning and dissemination of information. Futures is considered to be a component unit of the District, because the District must approve all members of Futures' Board, and the District has the ability to impose its will on Futures. It is considered to be a discretely presented component unit, because the two boards are not the same and Futures does not provide services entirely or nearly entirely to the District. An audit of the direct-support organization's financial statements for the fiscal year ended June 30, 2016, was conducted by an independent certified public accountant and is filed in the District's administrative office.

The District's charter schools are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act, and Section 1002.33, Florida Statutes. The charter schools operate under a charter approved by their sponsor, the District School Board of Volusia County. The District used guidance provided by the Florida Department of Education for inclusion of the charter schools in the District's reporting entity, in part due to exclusion being considered misleading. In addition, they create a financial burden

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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on the District because the charter schools' full-time equivalent (FTE) student enrollment is the basis for the District to provide funding to the charter schools. In the current fiscal year, Richard Milburn Academy Middle School of Volusia County and the District mutually agreed to terminate the charter. Richard Milburn Academy Middle School of Volusia County ceased operations as of June 30, 2016.

Audits of charter schools' financial statements are conducted by independent certified public accountants. Separate financial statements for the charter schools are filed in the District's administrative office.

**B. Basis of Presentation**

**Government-wide Financial Statements** – Government-wide financial statements, including the statement of net position and the statement of activities, present information about the School District as a whole. These statements include the nonfiduciary financial activity of the primary government and its component units.

Government-wide financial statements are prepared using the economic resources measurement focus. The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are thereby clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Eliminations have been made to minimize the double-counting of internal service fund activities. The effect of interfund activities has been eliminated from the government-wide statements, except for interfund services provided and used.

**Fund Financial Statements** – Fund financial statements report detailed information about the District in the governmental, proprietary, and fiduciary funds. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is reported in a separate column. Nonmajor funds are aggregated and reported in a single column. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

The District reports the following major governmental funds:

**General Fund** – to account for all financial resources not required to be accounted for in another fund, and for certain revenues from the State that are legally restricted to be expended for specific current operating purposes.

**ARRA Economic Stimulus Funds – Special Revenue Fund** – to account for programs funded by the American Recovery and Reinvestment Act.

**Sales Tax Revenue Bonds – Debt Service Fund** – to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs pertaining to the District's sales tax revenue bonds.

**Local Capital Improvement - Capital Projects Fund** – to account for the financial resources generated by the local capital improvement tax levy to be used for educational capital outlay needs, including new construction, renovation and remodeling projects, leases on relocatable educational facilities, and debt service payments on lease-purchase agreements.

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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Additionally the District reports the following proprietary and fiduciary fund types:

**Internal Service Funds** – to account for the District’s individual self-insurance programs.

**Private-Purpose Trust Funds** – to account for the Spruce Creek High, Seabreeze High, and Samsula Scholars scholarship trust funds.

**Agency Funds** – to account for resources of the school internal funds that are used to administer moneys collected at the several schools in connection with school, student athletic, class, and club activities and to account for resources that are held for a voluntary employee benefits program.

**C. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures, or expenses, are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are prepared using the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are prepared utilizing the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become susceptible to accrual, that is, both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Significant revenues susceptible to accrual include ad valorem taxes, reimbursable-type grants, and interest on investments. The District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Under the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized when due. Allocations of cost, such as depreciation, are not recognized in governmental funds.

Agency (Fiduciary) Funds are purely custodial in nature (assets equal liabilities) and, as such, do not have a measurement focus.

In applying the “susceptible to accrual” concept to revenues from Federal and State sources, the legal contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of revenues. In one, monies must be expended for the specific purpose before the District will receive any amounts; therefore, revenues are recognized based upon the incurrence of the expenditures. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed legal and contractual requirements. These resources are reflected as revenues at the time of receipt or earlier if the “susceptible to accrual” criteria are met. In all cases, monies received before the revenue recognition criteria have been met, are reported as unearned revenue.

The Proprietary Funds are prepared under the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds’ principal ongoing operations. The principal operating revenues of the District’s internal service funds are charges for workers’ compensation, general liability, and property insurance. The principal operating expenses include salaries and benefits for employees, insurance claims, and excess coverage insurance.

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Net position unrestricted in the internal service funds are designated for future losses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed. When both assigned and unassigned resources are available for use in governmental fund financial statements, it is the District's policy to use assigned resources first, and then unassigned resources as they are needed.

The charter schools are accounted for as governmental organizations and follow the same accounting model as the District's governmental activities.

Futures is accounted for under the not-for-profit basis of accounting and uses the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred.

**D. Deposits and Investments**

The amount reported as cash and cash equivalents consists of cash on hand, demand deposits, and cash placed with the State Board of Administration (SBA) Florida PRIME fund, created pursuant to Section 218.405, Florida Statutes. The statement of cash flows considers cash and cash equivalents as cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Under this definition, the District considers amounts invested in Florida PRIME to be cash equivalents.

Cash deposits are held by banks qualified as public depositories under Florida law, and at June 30, 2016, the bank balances totaled \$17,046,608. All deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes.

At June 30, 2016, the District reported as cash equivalents \$36,927,401 of moneys held in Florida PRIME administered by SBA, pursuant to Section 215.47, Florida Statutes. The District's investments in Florida PRIME, which SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2016, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. Investments in Florida PRIME are reported at fair value, which is amortized cost.

Investments consist of amounts placed with SBA in a debt service account and those made locally.

The District's investments in the SBA Debt Service accounts are administered by the State Board of Education (SBE) to provide for debt service payments on bonded debt issued by SBE for the benefit of the District. Disclosures for the debt service accounts are included in the notes to the financial statements of the State of Florida's Comprehensive Annual Financial Report.

Investments made locally consist of United States Treasury Obligations, Obligations of United States Government Agencies and Instrumentalities, commercial paper, municipal bonds, and corporate notes and are reported at fair value; an intergovernmental investment pool reported at fair value, which is amortized cost; and money market funds reported at the net asset value. Agency funds report Florida PRIME as cash equivalents. Types and amounts of investments held at fiscal year-end are described in a subsequent note on investments.

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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**E. Inventories**

Inventories consist of expendable supplies held for consumption in the course of District operations. Warehouse, transportation, and maintenance inventories are valued on a moving average basis. Purchased food inventories at the schools and warehouse are valued at cost on the first-in, first-out basis. The United States Department of Agriculture surplus commodities are stated at their fair value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures when used rather than when purchased.

**F. Capital Assets**

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Effective July 1, 2015, the District increased the threshold for Capital assets from \$750 to \$1,000. Capital assets are defined by the District as those costing more than \$1,000. As a result, the District removed capital assets recorded at historical cost less than \$1,000 from the government-wide statement of net position, together with accumulated depreciation totaling \$15,628,001. Such assets are recorded at historical cost or estimated historical costs if purchased or constructed. Donated assets are recorded at acquisition value at the time of donation. Interest costs incurred during construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Improvements Other than Buildings	20 years
Buildings and Fixed Equipment	40 years
Furniture, Fixtures and Equipment	5 years
Motor Vehicles	10 years
Audio Visual Materials	3 years
Computer Software	5 years

Land and construction in progress are not depreciated. Current-year information relative to changes in capital assets is described in a subsequent note.

**G. Pensions**

In the government-wide statement of net position, liabilities are recognized for the District's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS and the HIS fiduciary net position have been determined on the same basis as they are reported by the FRS and the HIS plans. For this purpose, defined benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

**H. Long-Term Liabilities**

Long-term obligations that will be financed from resources to be received in the future by governmental funds are reported as liabilities in the government-wide statement of net position. Bond and lease-purchase agreement premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method. Bonds and lease-purchase agreements payable are reported net of the applicable bond premium or discount.



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In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and related premiums are reported as other financing sources while discounts on debt issuances and payments to refunded bond escrow agents are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities to the extent that it is probable that the benefits will result in termination payments. A liability is reported in the governmental fund financial statements only for the current portion of compensated absences expected to be paid using expendable available resources. The liability is liquidated with expendable available resources, and expenditures are recognized as payments come due each period upon the occurrence of relevant events, such as employee resignations and retirements.

Changes in long-term debt for the current year are reported in a subsequent note.

**I. Deferred Outflows of Resources and Deferred Inflows of Resources**

In addition to assets, the statement of net position has a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until that time.

The District has two items that qualify for reporting as deferred outflows of resources, both reported in the government-wide statement of net position. The first item is the net carrying amount of debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or new refunding debt. The second item is the deferred outflow related to pensions. The deferred outflows related to pensions are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred outflows related to pensions will be recognized as either pension expense or a reduction in the net pension liability in future reporting years.

Details on the composition of deferred outflows related to pensions are reported in a subsequent note.

In addition to liabilities, the statement of net position has a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

The District has two items that qualify for reporting as deferred inflows of resources in the government-wide statement of net position, and one item that qualifies as a deferred inflow of resources in the governmental funds. In the government-wide statement of net position, the first item is the deficit net carrying amount of debt refunding. The amount is the difference between the reacquisition price and the net carrying amount of the old debt, resulting in a deficit net carrying amount. The amount is deferred and amortized over the shorter of the life of the refunded debt or new refunding debt. The second item is the deferred inflow related to pensions. The deferred inflows related to pensions are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred inflows related to pensions will be recognized as a reduction to pension expense in future reporting years. In the governmental funds, a deferred inflow of resources is reported for unavailable revenues in the nonmajor governmental funds balance sheet related to motor vehicle license fees that have not been disbursed to the District.

Details on the composition of deferred inflows related to pensions are reported in a subsequent note.

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**J. State Revenue Sources**

Revenues from State sources for current operations are primarily from the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes. In accordance with this law, the District determines and reports the number of full-time equivalent (FTE) students and related data to the Department. The Department performs certain edit checks on the reported number of FTE and related data, and calculates the allocation of funds to the District. The District is permitted to amend its original reporting for a period of five months following the date of the original reporting. Such amendments may impact funding allocations for subsequent years. The Department may also adjust subsequent fiscal period allocations based upon an audit of the District's compliance in determining and reporting FTE and related data. Normally, such adjustments are treated as reductions or additions of revenue in the year when the adjustments are made.

The State provides financial assistance to administer certain educational programs. State Board of Education rules require that revenue earmarked for certain programs be expended only for the program for which the money is provided, and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same educational programs. The Department generally requires that educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is restricted in the governmental funds financial statements for the balance of educational program resources.

The State allocates gross receipt taxes, generally known as Public Education Capital Outlay money, to the District on an annual basis. The District is authorized to expend these funds only upon applying for and receiving an encumbrance authorization from the Department.

A schedule of revenue from State sources for the current year is presented in a subsequent note.

**K. District Property Taxes**

The Board is authorized by State law to levy property taxes for district school operations, capital improvements, and debt service.

Property taxes consist of ad valorem taxes on real and personal property within the District. Property values are determined by the Volusia County Property Appraiser and property taxes are collected by the Volusia County Finance Department.

The School Board adopted the 2015 tax levy on September 8, 2015. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment. Taxes become an enforceable lien on January 1.

Taxes become delinquent on April 1 of the year following the year of assessment. State law provides for enforcement of collection of personal property taxes by seizure of the property to satisfy unpaid taxes, and for enforcement of collection of real property taxes by the sale of interest-bearing tax certificates to satisfy unpaid taxes. The procedures result in the collection of essentially all taxes prior to June 30 of the year following the year of assessment.

Property tax revenues are recognized in the government-wide financial statements when the Board adopts the tax levy. Property tax revenues are recognized in the governmental fund financial statements when taxes are received by the District, except that revenue is accrued for taxes collected by the Volusia County Finance Department at fiscal year-end but not yet remitted to the District.

Millages and taxes levied for the current year are presented in a subsequent note.

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**L. School Capital Outlay Surtax (Local Sales Tax)**

The citizens of Volusia County, on October 9, 2001, approved a one-half cent sales tax authorized under Section 212.055(6), Florida Statutes. The surtax levy commenced on January 1, 2002, and shall remain in effect for a period of fifteen years through December 31, 2016. The citizens of Volusia County, on August 26, 2014, approved an extension of the one-half cent sales tax that expires on December 31, 2016. The extension is authorized for another fifteen years beginning January 1, 2017.

**M. Federal Revenue Sources**

The District receives Federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For Federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

**N. Budgetary Compliance and Accountability**

The Board follows procedures established by Chapter 1001.51, Florida Statutes, and State Board of Education Administrative Rules, Chapter 6A-1, in establishing budget balances for governmental funds as described below:

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and State Board of Education rules.
- The legal level of control is at the functional level (e.g., instruction, pupil personnel services, and school administration) with control exercised at the object level (e.g., salaries, purchased services, and capital outlay) within each function. Appropriations are amended accordingly by resolution at any School Board meeting prior to the due date of the annual financial report.
- Budgets are prepared using the same modified accrual basis as is used to account for governmental funds.
- Budgetary information is integrated into the accounting system and, to facilitate budget control, budget balances are encumbered when purchase orders are issued. Appropriations lapse at fiscal year-end and encumbrances outstanding are honored from the subsequent year's appropriations.

**2. ACCOUNTING CHANGE**

In February 2015, the GASB issued Statement 72, *Fair Value Measurement and Application*. The objective of this Statement is to improve financial reporting by clarifying the definition of fair value for financial reporting purposes, establishing general principles for measuring fair value, providing additional fair value application guidance, and enhancing disclosures about fair value measurements. These improvements are based in part on the concepts and definitions established in Concepts Statement No. 6, *Measurement of Elements of Financial Statements*, and other relevant literature. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. The District has implemented this statement for the fiscal year 2016.

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**3. INVESTMENTS**

As of June 30, 2016, the District had the following investments:

Investments	Fair Value Measurements Using			
	6/30/2016	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
U.S. Government Securities	\$ 52,689,257	\$ -	\$ 52,689,257	\$ -
U.S. Government Agencies and Instrumentalities	7,352,066	-	7,352,066	-
Commercial Paper	19,584,568	-	19,584,568	-
Corporate Notes	4,154,643	-	4,154,643	-
Municipal Bonds	814,600	-	814,600	-
Total investments by fair value level:	<u>84,595,134</u>	<u>\$ -</u>	<u>\$ 84,595,134</u>	<u>\$ -</u>
Investments measured at the net asset value (NAV) or amortized cost:				
SBA - Florida PRIME <sup>(1)(2)</sup>	36,927,401			
SBA - Debt Service Accounts <sup>(3)</sup>	93,446			
Intergovernmental Investment Pool <sup>(2)</sup>	38,586,547			
Money Market Funds <sup>(2)</sup>	125,037			
Total investments measured at the NAV or amortized cost:	<u>75,732,431</u>			
<b>Total investments:</b>	<b><u>\$ 160,327,565</u></b>			

(1) Reported as cash equivalent in the financial statements. (2) Based on amortized cost.

(3) Administered by the State Board of Education (SBE).

The District's recurring fair value measurements are valued using quoted prices for similar assets in active markets or for identical or similar assets in inactive markets (Level 2 inputs). Investments using net asset value or amortized cost, which approximate fair value, have not been classified in the fair value hierarchy.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy limits the length of investments to the type of investments up to a maximum of five and a half years and, to the extent possible, investment of current operating funds to twelve months. The investments in Florida PRIME are reported at fair value, which is amortized cost.

As of June 30, 2016, the District had the following investments by fund and interest rate risk:

Investments by Fund (1)	Fair Value	Investment Maturities				
		< 6 Months	< 1 Year	< 2 Years	< 3 Years	< 4 Years
Major Governmental Funds:						
General Fund	\$ 58,705,079	\$ 51,959,790	\$ -	\$ 4,190,639	\$ 1,709,439	\$ 845,211
Sales Tax Revenue Bonds - Debt Service Fund	22,989,349	22,989,349	-	-	-	-
Local Capital Improvement - Capital Projects Fund	36,068,480	27,784,922	-	2,261,212	6,022,346	-
Nonmajor Governmental Funds	26,270,764	25,331,693	-	280,764	658,307	-
Internal Service Funds	12,479,635	4,177,630	2,899,608	3,130,364	2,272,033	-
Fiduciary Funds	3,814,258	3,814,258	-	-	-	-
<b>Total Investments-Primary Government</b>	<b><u>\$ 160,327,565</u></b>	<b><u>\$ 136,057,642</u></b>	<b><u>\$ 2,899,608</u></b>	<b><u>\$ 9,862,979</u></b>	<b><u>\$ 10,662,125</u></b>	<b><u>\$ 845,211</u></b>

(1) Florida Prime is reported as cash equivalent in the financial statements: \$3,313,768 General Fund;

\$8,885,889 Other Debt Service Fund; \$11,159,840 Local Capital Improvement Fund; \$10,134,495 Nonmajor Funds;

\$2,616,469 Internal Service Funds; and \$816,940 Fiduciary Funds.

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**Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. District policy allows for the following investments:

Investments in negotiable direct obligations of the United States Government, Governmental agencies, and Federal instrumentalities with maturities less than five and a half years. As of June 30, 2016, the District had investments in United States Treasury securities with a fair value of \$52,689,257 and in obligations of the United States Government agencies and Federal instrumentalities with a fair value of \$7,352,066. Obligations of the United States Government agencies and instrumentalities were rated "AA+" by Standard & Poor's.

Investments in commercial paper with maturities less than 270 days. As of June 30, 2016, the District had investments in commercial paper with a fair value of \$19,584,568. Investments in commercial paper were rated "A-1" and "A-1+" by Standard & Poor's.

Investments in municipal bonds with maturities less than five and a half years. As of June 30, 2016, the District had investments in municipal bonds with a fair value of \$814,600. Investments in municipal bonds were rated "AA" by Standard & Poor's.

Investments in corporate notes with maturities less than five and a half years. As of June 30, 2016, the District had investments in corporate notes with a fair value of \$4,154,643. Investments in corporate notes were rated "AA-", "A-", "A", "A+", "AA+" and "BBB+" by Standard & Poor's.

Investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's. As of June 30, 2016, the District had investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's with a fair value of \$38,586,547.

Investments in Florida Local Government Surplus Funds Trust Fund (Florida PRIME). As of June 30, 2016, the District had investments in Florida PRIME with a fair value of \$36,927,401, which is rated "AAAm" by Standard & Poor's.

Investments in money market mutual funds that are rated "AAAm" by Standard & Poor's. As of June 30, 2016, the District had investments in Fidelity Institutional Government with a fair value of \$125,037, which is rated "AAAm" by Standard & Poor's.

Investments in the SBA Debt Service accounts totaling \$93,446 are administered by SBA to provide for debt service payments on bonded debt issued by the State Board of Education for the benefit of the District. The District has no formal policy for managing interest rate risk or credit risk for this account, but relies on policies developed by SBA. Disclosures for these debt service accounts are included in the notes to the basic financial statements of the State of Florida's Comprehensive Annual Financial Report.

**Custodial Credit Risk**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. District policies require that all securities be held in the District's name in custodial accounts by a third party custodian. All securities were held in custodial accounts in the District's name by a third party custodial bank.

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**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. Composition of the investment portfolio, calculated based on the original cost, is limited by District policy as follows:

- United States government securities are limited to 100 percent of the portfolio;
- Federal instrumentalities are limited to 75 percent of the portfolio and a maximum of 40 percent with any single issuer;
- Commercial paper is limited to 35 percent of the portfolio and a maximum of 5 percent with any single issuer;
- Corporate notes is limited to 25 percent of the portfolio and a maximum of 5 percent with any single issuer;
- Municipals are limited to 25 percent of the portfolio and a maximum of 5 percent with any single issuer;
- Intergovernmental investment pools are limited to 25 percent of the portfolio;
- Interest bearing time deposit or savings accounts are limited to 25 percent of the portfolio and a maximum of 15 percent with any single issuer; registered investment companies (money market mutual funds) are limited to 50 percent of the portfolio and a maximum of 25 percent with any single issuer;
- Florida local government surplus trust funds (SBA) are limited to 25 percent of the portfolio.

As of June 30, 2016, the District did not have any investments in any one issuer representing five percent or more of the District's investments

Compliance with portfolio allocations and issuer maximums is measured at the time of purchase. District investments were in compliance with the District's investment policy or debt covenants and did not exceed portfolio allocation or issuer maximums at the time of purchase.

**4. DUE FROM OTHER AGENCIES**

At June 30, 2016, the District had a total of \$8,794,920 in "Due from Other Agencies" as follows:

- General Fund - \$925,700
  - \$113,136 is due from Volusia County for taxes receivable.
  - \$812,564 is due from Federal, State and local governments for various grants and programs.
- Local Capital Improvement – Capital Projects Funds – \$30,213
  - \$30,213 is due from Volusia County for taxes receivable.
- Nonmajor Governmental Funds - \$7,839,007
  - \$533,601 is due from Volusia County for impact fees.
  - \$6,950,391 is due from the State for sales tax collections.
  - \$355,015 is due from State and local agencies for various programs.

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**5. CHANGES IN CAPITAL ASSETS**

Changes in capital assets are presented in the table below:

<b>GOVERNMENTAL ACTIVITIES</b>	<b>July 1, 2015 Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2016 Balance</b>
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 56,064,483	\$ -	\$ 1,306,072	\$ 54,758,411
Construction in progress	2,565,530	13,178,335	13,108,101	2,635,764
Total Capital Assets Not Being Depreciated:	58,630,013	13,178,335	14,414,173	57,394,175
<b>Capital Assets Being Depreciated:</b>				
Improvements other than buildings	97,040,724	2,356,185	975,770	98,421,139
Buildings and fixed equipment	1,350,450,053	13,108,101	7,768,261	1,355,789,893
Furniture, fixtures, and equipment	79,439,255	2,545,950	20,102,863	61,882,342
Motor vehicles	39,819,064	2,693,395	1,971,482	40,540,977
Audio visual materials	93,981	-	20,980	73,001
Computer software	18,848,960	239,562	1,868,202	17,220,320
Total Capital Assets Being Depreciated:	1,585,692,037	20,943,193	32,707,558	1,573,927,672
<b>Less Accumulated Depreciation for:</b>				
Improvements other than buildings	45,640,114	4,743,283	975,770	49,407,627
Buildings and fixed equipment	394,407,457	36,435,887	7,768,261	423,075,083
Furniture, fixtures, and equipment	72,190,934	3,626,454	20,102,863	55,714,525
Motor vehicles	31,201,707	2,347,165	1,971,482	31,577,390
Audio visual materials	93,981	-	20,980	73,001
Computer software	17,725,362	703,476	1,868,202	16,560,636
Total Accumulated Depreciation	561,259,555	47,856,265	32,707,558	576,408,262
Total Capital Assets Being Depreciated, Net	1,024,432,482	(26,913,072)	-	997,519,410
<b>Governmental Activities - Capital Assets, Net</b>	<b>\$ 1,083,062,495</b>	<b>\$ (13,734,737)</b>	<b>\$ 14,414,173</b>	<b>\$ 1,054,913,585</b>

The District's capital assets serve several functions; accordingly, depreciation expense, which totaled \$47,856,265 was not charged to functions but is separately reported on the statement of activities.

Effective July 1, 2015, the District increased the threshold for capital assets from \$750 to \$1,000. Capital assets are defined by the District as those costing more than \$1,000. As a result, the District removed capital assets recorded at historical cost less than \$1,000, together with accumulated depreciation, from the government-wide statement of net position totaling \$15,628,001.

**6. LEASE-PURCHASE AGREEMENTS (CERTIFICATES OF PARTICIPATION)**

The District entered into a financing arrangement on September 1, 1999, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition and construction of facilities and equipment in the total amount of \$65,685,000. The financing was accomplished through the issuance of Certificates of Participation, Series 1999, to be repaid from the proceeds of rents paid by the District. The District entered into a crossover refunding arrangement on March 10, 2005, to advance refund the Certificates of Participation, Series 1999, which matured on or after August 1, 2010. On the crossover date, August 1, 2009, the crossover transaction met the definition of an in-substance defeasance and the liability for the Refunded Series

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1999 Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated March 1, 2005. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2005B, totaling \$47,180,000. The District entered into a refunding arrangement on May 5, 2015 to refund, on a current basis, the Certificates of Participation, Series 2005B, maturing on and after August 1, 2016. The refunding transaction met the definition of a redemption and the liability for the Refunded Series 2005B Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated May 1, 2015. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2015A, totaling \$28,210,000.

As a condition of the financing arrangement, the District has given a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. The term of the original lease commenced on September 1, 1999, and runs until the earlier of (a) the date on which the Series 2015A Certificates (or any Certificates issued to refund the Series 2015A Certificates) have been paid in full, or (b) October 30, 2034. The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through the term, the District may be required to surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to approximately 30 years from the date of the inception of the arrangement.

The District properties included in the ground lease under this arrangement, and supplements thereto, include Creekside Middle School, Maintenance Facility, Campbell Middle School, Seabreeze High School, and Deltona High School.

The District entered into a financing arrangement on June 30, 2005, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition, construction and installation of certain education facilities in the total amount of \$39,010,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2005C, to be repaid from the proceeds of rents paid by the District. The District entered into a refunding arrangement on May 28, 2014 to refund, on an advanced basis, the Certificates of Participation, Series 2005C, maturing on and after August 1, 2016. The refunding transaction met the definition of an in-substance defeasance and the liability for the Refunded Series 2005C Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated May 1, 2014. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2014A, totaling \$29,760,000.

As a condition of the financing arrangement, the District has given a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. The term of the original lease commenced on June 1, 2005, and runs until the earlier of (a) the date on which the Series 2014A Certificates (or any Certificates issued to refund the Series 2014A Certificates) have been paid in full, or (b) June 30, 2030. The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through the term, the District may be required to surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to approximately 30 years from the date of the inception of the arrangement.

The District properties included in the ground lease under this arrangement include Osteen Elementary School, Cypress Creek Elementary School, and the Community Learning Center East.



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The District entered into a financing arrangement on January 31, 2006, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition, construction and installation of certain education facilities in the total amount of \$135,175,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2006A, to be repaid from the proceeds of rents paid by the District. The District entered into a refunding arrangement on June 25, 2014 to refund, on an advanced basis, the Certificates of Participation, Series 2006A, maturing on and after August 1, 2016. The refunding transaction met the definition of an in-substance defeasance and the liability for the Refunded Series 2006A Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated June 1, 2014. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2014B, totaling \$113,045,000.

As a condition of the financing arrangement, the District has given a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. The term of the original lease commenced on January 1, 2006, and runs until the earlier of (a) the date on which the Series 2014B Certificates (or any Certificates issued to refund the Series 2014B Certificates) have been paid in full, or (b) June 30, 2031. The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through the term, the District may be required to surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to approximately 30 years from the date of the inception of the arrangement.

The District properties included in the ground lease under this arrangement include University High School and River Springs Middle School.

The District entered into a financing arrangement on April 25, 2007, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition, construction, and installation of certain education facilities in the total amount of \$97,975,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2007, to be repaid from the proceeds of rents paid by the District. The District entered into a refunding arrangement on February 10, 2016 to refund, on an advanced basis, the Certificates of Participation, Series 2007, maturing on and after August 1, 2018. The refunding transaction met the definition of an in-substance defeasance and the liability for the Refunded Series 2007 Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated February 1, 2016. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2016A, totaling \$73,150,000.

As a condition of the financing arrangement, the District has given a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. The term of the original lease commenced on April 1, 2007, and runs until the earlier of (a) the date on which the Series 2016A Certificates (or any Certificates issued to refund the Series 2016A Certificates) have been paid in full, or (b) July 31, 2037. The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through the term, the District may be required to surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to approximately 30 years from the date of the inception of the arrangement.

The District properties included in the ground lease under this arrangement, amended in June 2009, include Holly Hill School, Ormond Beach Middle School, Pride Elementary School, and Hurst Elementary School replacement.

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The lease payments are payable by the District, semiannually, on August 1 and February 1. A summary of interest rates is presented as follows:

<u>Certificate</u>	<u>Remaining Interest Rates</u>	<u>Outstanding Balance</u>
Series 2007	4.000%	\$ 2,945,000
Series 2014A	3.000%	\$ 27,920,000
Series 2014B	4.000% to 5.000%	\$109,895,000
Series 2015A	3.000% to 5.000%	\$ 25,590,000
Series 2016A	4.000% to 5.000%	\$ 73,150,000

The following is a schedule by years of future minimum lease payments under the lease agreements together with the present value of minimum lease payments as of June 30:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 10,560,000	\$ 11,247,600	\$ 21,807,600
2018	10,595,000	10,808,800	21,403,800
2019	11,065,000	10,339,400	21,404,400
2020	11,555,000	9,848,500	21,403,500
2021	12,095,000	9,306,450	21,401,450
2022-2026	70,650,000	37,420,200	108,070,200
2027-2031	91,070,000	18,823,950	109,893,950
2032	21,910,000	1,057,300	22,967,300
Total Minimum Lease Payments	<u>239,500,000</u>	<u>108,852,200</u>	<u>348,352,200</u>
Plus: Unamortized Net Premiums	<u>29,915,690</u>	<u>-</u>	<u>29,915,690</u>
<b>Total Certificates of Participation</b>	<b><u><u>\$ 269,415,690</u></u></b>	<b><u><u>\$ 108,852,200</u></u></b>	<b><u><u>\$ 378,267,890</u></u></b>

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**7. BONDS PAYABLE**

Bonds payable at June 30, 2016, are as follows:

Bond Type	Amount Issued	Amount Outstanding	Remaining Interest Rates (Percent)	Annual Maturity To
<b>State School Bonds:</b>				
Series 2009-A, refunding	\$ 1,390,000	\$ 360,000	5.000	2019
Series 2011-A, refunding	315,000	245,000	3.000 - 5.000	2023
Series 2014-B, refunding	4,549,000	3,247,000	2.000 - 5.000	2020
<b>Sales Tax Revenue Bonds:</b>				
Series 2004	57,825,000	5,950,000	4.050 - 5.250	2017
Series 2006	59,125,000	6,665,000	4.200 - 5.000	2017
Series 2011, refunding	39,110,000	13,555,000	5.000	2017
<b>Subtotal</b>	<b>162,314,000</b>	<b>30,022,000</b>		
<b>Plus Unamortized Net Premiums:</b>				
State School Bonds, Series 2014-B, refunding	432,635	288,424		
<b>Total Unamortized Net Premiums</b>	<b>432,635</b>	<b>288,424</b>		
<b>Total Bonds Payable</b>	<b>\$ 162,746,635</b>	<b>\$ 30,310,424</b>		

The various bonds were issued to finance capital outlay projects of the District. The following is a description of bonded debt issues:

**State School Bonds**

These bonds are issued by the State Board of Education on behalf of the District. The bonds mature serially and are secured by a pledge of the District's portion of the State-assessed motor vehicle license tax. The State's full faith and credit is also pledged as security for these bonds. Principal and interest payments, investment of Debt Service Fund resources, and compliance with reserve requirements are administered by the State Board of Education and the State Board of Administration.

**Sales Tax Revenue Bonds**

The School Board issued Sales Tax Revenue Bonds, Series 2004; Series 2006; and Series 2011 Refunding, on May 19, 2004; May 5, 2006; and December 15, 2011, respectively, totaling \$156,060,000. These bonds are authorized by Chapter 1001, Florida Statutes, and Chapter 212, Florida Statutes. These bonds are secured by a pledge of proceeds received by the District from the levy and collection of a one-half cent discretionary sales surtax pursuant to Section 212.055(6), Florida Statutes. Proceeds of the bonds were used to finance construction of new school facilities and renovations of existing school facilities.

The District pledged a total of \$26,819,758 of discretionary sales surtax revenues (sales tax revenues) in connection with the Sales Tax Revenue Bond issues described above. During the 2015-16 fiscal year, the District recognized sales tax revenues totaling \$39,116,980 and expended \$26,850,996 (68.6 percent) of these revenues for debt service directly collateralized by these revenues. The pledged sales tax revenues are committed until final maturity of the debt, or October 1, 2016.

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Annual requirements to amortize all bonded debt outstanding as of June 30, 2016, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
<b>State School Bonds:</b>			
2017	\$ 1,551,000	\$ 185,470	\$ 1,736,470
2018	1,636,000	107,920	1,743,920
2019	324,000	26,120	350,120
2020	216,000	9,920	225,920
2021	40,000	4,550	44,550
2022-2023	85,000	3,900	88,900
<b>Total State School Bonds</b>	<b>3,852,000</b>	<b>337,880</b>	<b>4,189,880</b>
<b>Sales Tax Revenue Bonds:</b>			
2017	26,170,000	649,758	26,819,758
<b>Subtotal</b>	<b>30,022,000</b>	<b>987,638</b>	<b>31,009,638</b>
<b>Plus Unamortized Net Premiums</b>	<b>288,424</b>	<b>-</b>	<b>288,424</b>
<b>Total</b>	<b>\$ 30,310,424</b>	<b>\$ 987,638</b>	<b>\$ 31,298,062</b>

Annual requirements to amortize net premiums as of June 30, 2016, are as follows:

Fiscal Year Ending June 30	Amortized Expense
<b>State School Bonds:</b>	
2017	\$ 72,104
2018	72,105
2019	72,105
2020	72,110
<b>Total</b>	<b>\$ 288,424</b>

**8. DEFEASED DEBT**

On February 10, 2016, the District issued Refunding Certificates of Participation, Series 2016A, in the amount of \$73,150,000 to refund, on an advanced basis, that portion of its outstanding Certificates of Participation, Series 2007, maturing on and after August 1, 2018. The net proceeds of \$86,106,484 (including a premium of \$13,707,447 and after payment of \$750,964 in underwriting fees, issuance costs and bond insurance premium) were placed in an irrevocable escrow until the refunded certificates are called on August 1, 2017. As a result, \$81,325,000 of the Series 2007 certificates are considered to be defeased and the liability for those certificates has been removed from the government-wide financial statements.

The Series 2016A Refunding Certificates were issued to reduce the total debt service over the next sixteen years by \$13,236,412 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt net of refunding costs) of \$10,667,810.

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**9. CHANGES IN LONG-TERM LIABILITIES**

The following is a summary of changes in long-term liabilities:

Description	July 1, 2015 Balance	Additions	Deductions	June 30, 2016 Balance	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 56,409,000	\$ -	\$ 26,387,000	\$ 30,022,000	\$ 27,721,000
Plus Unamortized Net Premium	1,491,847	-	1,203,423	288,424	72,104
Net Bonds Payable	<u>57,900,847</u>	<u>-</u>	<u>27,590,423</u>	<u>30,310,424</u>	<u>27,793,104</u>
Lease-Purchase Agreements Payable	257,865,000	73,150,000	91,515,000	239,500,000	10,560,000
Plus Unamortized Net Premium	20,576,834	13,707,447	4,368,591	29,915,690	2,215,800
Net Lease-Purchase Agreements Payable	<u>278,441,834</u>	<u>86,857,447</u>	<u>95,883,591</u>	<u>269,415,690</u>	<u>12,775,800</u>
Compensated Absences Payable	55,750,606	4,352,137	6,280,675	53,822,068	6,280,675
Estimated Insurance Claims Payable	4,161,549	1,606,691	1,633,964	4,134,276	1,618,641
Post Employment Health Care Benefits Payable	20,330,588	1,709,856	1,134,958	20,905,486	-
Pension Liability	<u>137,692,072</u>	<u>83,419,849</u>	<u>21,747,301</u>	<u>199,364,620</u>	<u>3,730,859</u>
<b>Total Governmental Activities</b>	<b><u>\$ 554,277,496</u></b>	<b><u>\$ 177,945,980</u></b>	<b><u>\$ 154,270,912</u></b>	<b><u>\$ 577,952,564</u></b>	<b><u>\$ 52,199,079</u></b>

For the governmental activities, compensated absences, pensions, and postemployment healthcare benefits are generally liquidated with resources of the General Fund. The estimated insurance claims payable are generally liquidated with resources of the internal service funds as discussed in Note 18.

**10. FUND BALANCE REPORTING**

There are two major types of fund balances, which are nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund. The District has inventories that are considered nonspendable. The District does not have any prepaid items or nonspendable funds related to endowments.

In addition to the nonspendable fund balances, spendable fund balances are classified based on a hierarchy of spending constraints.

- **Restricted:** Fund balances that are constrained by external parties, constitutional provisions, or enabling legislation.
- **Committed:** Fund balances that contain self-imposed constraints of the government from its highest level of decision making authority.
- **Assigned:** Fund balances that contain self-imposed constraints of the government to be used for a particular purpose. The Superintendent is authorized to assign fund balances pursuant to Board Policy 701.
- **Unassigned:** Fund balance of the General Fund that is not constrained for any particular purpose.

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The District has classified its fund balances with the following hierarchy:

**NONSPENDABLE:** The District has inventories totaling \$3,090,531 that are classified as nonspendable.

**SPENDABLE:** The District has classified the spendable fund balances as *Restricted*, *Assigned*, and *Unassigned* and considered each to have been spent when expenditures are incurred.

- **Restricted for State Required Carryover Programs, Food Service, Debt Service, and Capital Projects:**

Federal laws, Florida Statutes and local ordinances require that certain revenues be specifically designated for the purposes of State required carryover programs, food service, debt service, and capital projects. The funds have been included in the Restricted category of fund balance. Restricted fund balances total \$94,488,315 and represented \$2,025,295 in State required carryover programs, \$11,170,266 in food service, \$23,102,825 in debt service and \$58,189,929 in capital projects.

- **Assigned for State and Local Programs and Subsequent Year's Budget:**

The District has set aside certain spendable fund balances to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget and for State and local programs. At year end, the assigned fund balance is \$3,006,402 for the subsequent year's appropriated budget and \$14,871,239 for State and local programs.

- **Unassigned:**

The unassigned fund balance in the General Fund is \$23,195,073.

	Major Funds					Total Governmental Funds
	General Fund	Sales Tax	Local Capital		Nonmajor Governmental Funds	
		Revenue Bonds -	Improvement -			
		Debt Service Fund	Capital Projects Fund	Funds		
Fund Balances:						
Nonspendable:						
Inventories:						
General Fund	\$ 978,700	\$ -	\$ -	\$ -	\$ -	\$ 978,700
Food Service	-	-	-	2,111,831	-	2,111,831
Restricted:						
State Required						
Carryover Programs	2,025,295	-	-	-	-	2,025,295
Food Service	-	-	-	11,170,266	-	11,170,266
Debt Service	-	23,009,379	-	93,446	-	23,102,825
Capital Projects	-	-	33,822,657	24,367,272	-	58,189,929
Assigned:						
Subsequent Year's Budget	3,006,402	-	-	-	-	3,006,402
State and Local Programs	14,871,239	-	-	-	-	14,871,239
Unassigned:	23,195,073	-	-	-	-	23,195,073
<b>Total Fund Balance:</b>	<b>\$ 44,076,709</b>	<b>\$ 23,009,379</b>	<b>\$ 33,822,657</b>	<b>\$ 37,742,815</b>	<b>\$ -</b>	<b>\$ 138,651,560</b>

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The Board has established a policy (Board Policy 722) requiring a minimum fund balance of 3 percent with a desirability of 5 percent, calculated in accordance with Section 1011.051, Florida Statutes. At June 30, 2016, the unassigned fund balance for the General Fund was \$23,195,073, or 5.1 percent of total General Fund revenues.

**11. ENCUMBRANCES**

Appropriations in governmental fund types are encumbered upon issuance of purchase orders for goods and/or services. Even though appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered. The District uses encumbrance accounting for recording purchase order commitments. At June 30, 2016, the District has recorded \$18,965,198 in encumbrances as follows: \$2,070,157 for the General Fund; \$15,964,232 for the Local Capital Improvement – Capital Projects Fund; and \$930,809 for the Nonmajor Governmental Funds.

**12. INTERFUND TRANSFERS AND INTERFUND PAYABLES AND RECEIVABLES**

The following is a summary of interfund transfers reported in the fund financial statements:

Transfers Out	Transfers In			Total
	General Fund	Sales Tax Revenue Bonds - Debt Service Fund	Nonmajor Governmental Funds	
Local Capital Improvement - Capital Projects Fund	\$ 7,943,622	\$ -	\$ 3,966,412	\$ 11,910,034
Nonmajor Governmental Funds	1,450,369	27,372,416	17,948,415	46,771,200
<b>Total</b>	<b>\$ 9,393,991</b>	<b>\$ 27,372,416</b>	<b>\$ 21,914,827</b>	<b>\$ 58,681,234</b>

A portion of the transfers out of the Local Capital Improvement – Capital Projects Fund was to provide debt service principal and interest payments, to assist in funding maintenance operations of the District and for property and casualty insurance. A portion of the transfers out of the Nonmajor Governmental Funds was to provide debt service principal and interest payments and to assist in funding maintenance operations of the District. The remaining transfers between funds were operational in nature.

The following is a summary of interfund receivables and payables reported in the fund financial statements:

Funds	Due From Other Funds	Due To Other Funds
Nonmajor Governmental Funds	\$ 40,268	\$ 40,268
<b>Total</b>	<b>\$ 40,268</b>	<b>\$ 40,268</b>

The interfund receivables and payables represent temporary cash shortages that were covered by cash held by other funds and will be repaid within 12 months.

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**13. SCHEDULE OF STATE REVENUE SOURCES**

The following is a schedule of the District's State revenue for the 2015-16 fiscal year:

<u>Sources</u>	<u>Amount</u>
Florida Education Finance Program	\$ 190,816,300
Other Restricted State Sources:	
Class Size Reduction	66,951,711
School Recognition	4,170,565
Other	968,222
Motor Vehicle License Tax (Capital Outlay and Debt Service)	2,275,801
Public Education Capital Outlay	1,069,770
Mobile Home License Tax	558,761
Charter School Capital Outlay Funding	380,599
Food Service Supplement	325,046
State Grants and Other State Sources	1,689,857
<b>Total</b>	<b><u><u>\$ 269,206,632</u></u></b>

Accounting policies relating to certain State revenue sources are described in Note 1.

**14. PROPERTY TAXES**

The following is a summary of millages and taxes levied on the 2015 tax roll for the 2015-16 fiscal year:

<u>General Fund</u>	<u>Millages</u>	<u>Taxes Levied</u>
Nonvoted School Tax:		
Required Local Effort	4.949	\$ 151,175,360
Basic Discretionary Local Effort	0.748	22,848,893
<b><u>Capital Projects Funds</u></b>		
Nonvoted Tax:		
Local Capital Improvements	1.500	45,819,972
<b>Total</b>	<b><u><u>7.197</u></u></b>	<b><u><u>\$ 219,844,225</u></u></b>

**15. FLORIDA RETIREMENT SYSTEM**

**General Information about the Florida Retirement System (FRS)**

The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein



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eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site ([www.dms.myflorida.com](http://www.dms.myflorida.com)).

The District's pension expense totaled \$14,321,585 for the fiscal year ended June 30, 2016.

**FRS Pension Plan**

*Plan Description.* The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with DROP for eligible employees. The general classes of membership are as follows:

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Elected County Officers Class* – Members who hold specified elective offices in local government.
- *Senior Management Service Class (SMSC)* – Members in senior management level positions.

Employees enrolled in the Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

*Benefits Provided.* Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

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<b>Class, Initial Enrollment, and Retirement Age/Years of Service</b>	<b>% Value</b>
<b><i>Regular Class members initially enrolled before July 1, 2011</i></b>	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 or more years of service	1.68
<b><i>Regular Class members initially enrolled on or after July 1, 2011</i></b>	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
<b><i>Elected County Officers</i></b>	3.00
<b><i>Senior Management Service Class</i></b>	2.00

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

**Contributions.** The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2014-15 fiscal year were as follows:

<b>Class</b>	<b>Percent of Gross Salary</b>	
	<b>Employee</b>	<b>Employer (1)</b>
FRS, Regular	3.00	7.26
FRS, Elected County Officers	3.00	42.27
FRS, Senior Management Service	3.00	21.43
DROP - Applicable to		
Members from All of the Above Classes	0.00	12.88
FRS, Reemployed Retiree	(2)	(2)

Notes: (1) Employer rates include 1.66 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.04 percent for administrative costs of the Investment Plan.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The District's contributions to the Plan totaled \$16,784,604 for the fiscal year ended June 30, 2016.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** At June 30, 2016, the District reported a liability of \$97,714,400 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2014-15 fiscal year contributions

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relative to the 2014-15 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was 0.7565 percent, which was an increase of 0.0026 percent from its proportionate share measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the District recognized pension expense of \$6,665,955 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 10,315,747	\$ 2,317,488
Change of assumptions	6,485,632	
Net difference between projected and actual earnings on FRS pension plan investments	-	23,332,565
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	341,639	1,653,456
District FRS contributions subsequent to the measurement date	16,784,604	-
<b>Total</b>	<b>\$ 33,927,622</b>	<b>\$ 27,303,509</b>

The deferred outflows of resources related to pensions, totaling \$16,784,604, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2017	\$ (8,050,026)
2018	(8,050,026)
2019	(8,050,026)
2020	11,200,068
2021	2,186,271
Thereafter	603,248

Actuarial Assumptions. The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Investment rate of return	7.65 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

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The actuarial assumptions used in the July 1, 2015, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation (1)</b>	<b>Annual Arithmetic Return</b>	<b>Compound Annual (Geometric) Return</b>	<b>Standard Deviation</b>
Cash	1.0%	3.2%	3.1%	1.7%
Fixed Income	18.0%	4.8%	4.7%	4.7%
Global equity	53.0%	8.5%	7.2%	17.7%
Real Estate (Property)	10.0%	6.8%	6.2%	12.0%
Private Equity	6.0%	11.9%	8.2%	30.0%
Strategic investments	12.0%	6.7%	6.1%	11.4%
<b>Total</b>	<b>100.0%</b>			
Assumed inflation - Mean		2.6%		1.9%

Note: (1) As outlined in the Plan's investment policy

**Discount Rate.** The discount rate used to measure the total pension liability was 7.65 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return

**Sensitivity of the District's Proportionate Share of the Net Position Liability to Changes in the Discount Rate.** The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.65 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.65 percent) or 1 percentage-point higher (8.65 percent) than the current rate:

	<b>1% Decrease (6.65%)</b>	<b>Current Discount Rate (7.65%)</b>	<b>1% Increase (8.65%)</b>
District's proportionate share of the net pension liability (asset)	\$ 253,200,111	\$ 97,714,400	\$ (31,675,250)

**FRS Pension Plan Fiduciary Net Position.** Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

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Payables to the Pension Plan. At June 30, 2016, the District reported a payable of \$4,078,703 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2016.

**HIS Pension Plan**

Plan Description. The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Division of Retirement within the Florida Department of Management Services.

Benefits Provided. For the fiscal year ended June 30, 2016, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2016, the contribution rate was 1.66 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$4,962,697 for the fiscal year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2016, the District reported a net pension liability of \$101,650,220 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The District's proportionate share of the net pension liability was based on the District's 2014-15 fiscal year contributions relative to the total 2014-15 fiscal year contributions of all participating members. At June 30, 2015, the District's proportionate share was 0.9967 percent, which was an increase of 0.0161 percent from its proportionate share measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the District recognized pension expense of \$7,655,630 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

District School Board of Volusia County, Florida  
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June 30, 2016

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Change of assumptions	\$ 7,997,219	\$ -
Net difference between projected and actual earnings on HIS pension plan investments	55,026	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	1,248,384	616,991
District contributions subsequent to the measurement date	4,962,697	-
<b>Total</b>	<b>\$ 14,263,326</b>	<b>\$ 616,991</b>

The deferred outflows of resources related to pensions, totaling \$4,962,697, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2017	\$ 1,475,398
2018	1,475,398
2019	1,475,398
2020	1,464,214
2021	1,458,846
Thereafter	1,334,384

Actuarial Assumptions. The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	3.80 percent

Mortality rates were based on the Generational RP-2000 with Projected Scale BB.

The actuarial assumptions used in the July 1, 2015, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

Discount Rate. The discount rate used to measure the total pension liability was 3.80 percent, which is a reduction from 4.29 percent used at the preceding measurement date. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index

District School Board of Volusia County, Florida  
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Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.80 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.80 percent) or 1 percentage-point higher (4.80 percent) than the current rate:

	<b>Decrease (2.80%)</b>	<b>Discount Rate (3.80%)</b>	<b>Increase (4.80%)</b>
District's proportionate share of the net pension liability	\$ 115,825,694	\$ 101,650,220	\$ 89,830,003

HIS Pension Plan Fiduciary Net Position. Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan. At June 30, 2016, the District reported a payable of \$833,318 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2016.

**FRS – Defined Contribution Pension Plan**

The District contributes to the FRS Investment Plan (Investment Plan), a defined contribution pension plan, for its eligible employees electing to participate in the Investment Plan. The Investment Plan is administered by the SBA, and is reported in the SBA's annual financial statements and in the State of Florida Comprehensive Annual Financial Report. Service retirement benefits are based upon the value of the member's account upon retirement.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the investment member's accounts during the 2015-16 fiscal year were as follows:

<b>Class</b>	<b>Percent of Gross Compensation</b>
FRS, Regular	6.30
FRS, Elected County Officers	11.34
FRS, Senior Management Service	7.67

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the

District School Board of Volusia County, Florida  
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5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of Investment Plan members. For the fiscal year ended June 30, 2016, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The District's Investment Plan pension expense totaled \$2,936,918 for the fiscal year ended June 30, 2016.

Payables to the Defined Contribution Pension Plan. At June 30, 2016, the District reported a payable of \$804,751 for the outstanding amount of contributions to the Investment Plan required for the fiscal year ended June 30, 2016.

#### **16. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**Plan Description** – The Other Postemployment Benefits Plan (OPEB) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees and eligible dependents who retire from the District may continue to participate in the District's fully insured health and hospitalization plan for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the plans at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. The rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. Additionally, if a retiree participates in a medical plan they receive a monthly Health Insurance Subsidy (HIS) from the District in the amount of \$0.50 per year of service (maximum \$20) until age 65. Retirees are required to enroll in the Federal Medicare programs parts A and B for their primary coverage as soon as they are eligible. OPEB does not issue a stand-alone report and is not included in the report of a public employee retirement system or other entity.

**Funding Policy** - For OPEB, contribution requirements of the District are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual OPEB costs or the net OPEB obligation. As of July 1, 2015, there were 349 retirees and 58 eligible dependents receiving postemployment healthcare benefits. For the 2015-16 fiscal year the District provided required contributions of \$1,134,958 toward the annual OPEB costs, comprised of payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling \$3,703,490, which represents 1.2 percent of covered payroll. Required contributions are based on projected pay-as-you-go financing.

**Annual OPEB Cost and Net OPEB Obligation** – The District's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined, in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation for the fiscal year ending June 30, 2016:



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June 30, 2016

Description	Amount
Normal Cost (service cost for one year)	\$ 827,949
Amortization of Unfunded Actuarial Accrued Liability	732,375
Interest on Normal Cost and Amortization	<u>62,413</u>
Annual Required Contribution	1,622,737
Interest on Net OPEB Obligation	813,224
Adjustment to Annual Required Contribution	<u>(726,105)</u>
Annual OPEB Cost (Expense)	1,709,856
Contribution Toward the OPEB Cost	<u>(1,134,958)</u>
Increase in Net OPEB Obligation	574,898
Net OPEB Obligation, Beginning of Year	<u>20,330,588</u>
Net OPEB Obligation, End of Year	<u>\$ 20,905,486</u>

The District's historical annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of June 30, 2016, and the two preceding years, were as follows:

Fiscal Year	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2014	\$ 3,403,168	\$ 1,844,286	54.2%	\$ 18,284,907
6/30/2015	3,721,152	1,675,471	45.0%	20,330,588
6/30/2016	1,709,856	1,134,958	66.4%	20,905,486

**Funding Status and Funding Progress** – As of June 30, 2016, the actuarial accrued liability for benefits was \$8,776,814 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$8,776,814 and a funded ratio of 0.00 percent. The covered payroll (annual payroll for active participating employees) was \$316,471,593 for the 2015-16 fiscal year, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 2.8 percent.

The required schedule of funding progress immediately following the notes to financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**Actuarial Methods and Assumptions** – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and that actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Examples include assumptions about future employment and termination, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan provisions, as understood by the employer and participating members, and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

District School Board of Volusia County, Florida  
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June 30, 2016

The District's OPEB actuarial valuation for the 2015-16 fiscal year used the entry age normal cost actuarial method to estimate the unfunded actuarial liability and to determine the annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4 percent rate of return on invested assets, which is the District's long-term expectation of investment returns. The actuarial assumptions also included a payroll growth rate of 4.5 percent per year, general inflation of 2.5 percent, a pre-65 healthcare cost trend rate of 7.85 percent initially for the 2015-16 fiscal year, reduced to an ultimate rate of 4.50 percent for the fiscal year ending June 30, 2025, and a post-65 healthcare cost trend rate of 79.19 percent initially for the 2015-16 fiscal year, reduced to an ultimate rate of 4.50 percent for the fiscal year ending June 30, 2025. In calculating the District's 2015-16 fiscal year annual required contribution, the unfunded actuarial accrued liability is amortized over a closed 30 year period as a level percentage of projected payroll assumed to grow 3.5 percent per year.

**17. CONSTRUCTION CONTRACT COMMITMENTS**

The following is a summary of major construction contract commitments remaining at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
<b>BREWSTER CENTER - Major Exterior Renovations:</b>			
Architect	\$ 40,425	\$ 33,142	\$ 7,283
Contractor	919,517	545,881	373,636
<b>PINE TRAIL ELEMENTARY - HVAC, Ceiling &amp; Lighting:</b>			
Architect	158,581	113,081	45,500
Contractor	5,094,116	964,476	4,129,640
<b>CREEKSIDE MIDDLE SCHOOL - HVAC Upgrades:</b>			
Architect	48,473	37,873	10,600
Contractor	639,000	151,830	487,170
<b>FRIENDSHIP ELEMENTARY - HVAC Upgrades:</b>			
Contractor	909,188	364,752	544,436
<b>Total</b>	<b>\$ 7,809,300</b>	<b>\$ 2,211,035</b>	<b>\$ 5,598,265</b>

**18. RISK MANAGEMENT PROGRAMS**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Workers' compensation, general liability, and fleet coverage are being provided on a self-insured basis up to specified limits. The District has entered into agreements with various insurance companies to provide specific excess coverage of claim amounts above the stated amount on an individual claim basis, and aggregate excess coverage when total claims, minus specific excess coverage, exceed the loss fund established annually by the District. The District has contracted with an insurance administrator to administer these self-insurance programs, including the processing, investigating, and payment of claims.

Property and casualty coverage is obtained through purchased commercial insurance. The property insurance fund is used to track premiums and any claims expense. In the 2015-16 fiscal year, property insurance coverage amounts were \$65 million for wind and \$100 million excess of wind.

A liability in the amount of \$4,134,276 was actuarially determined to cover estimated incurred, but not reported, insurance claims payable at June 30, 2016.

District School Board of Volusia County, Florida  
Notes to the Financial Statements  
June 30, 2016

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The following schedule represents the changes in claims liability for the past two fiscal years for the District's self-insurance program:

<u>Fiscal Years</u>	<u>Beginning-of- Fiscal-Year Liability</u>	<u>Current-Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year-End</u>
2014-15	\$ 4,156,362	\$ 2,281,559	\$ (2,276,372)	\$ 4,161,549
2015-16	4,161,549	1,606,691	(1,633,964)	4,134,276

Health and hospitalization coverage are being provided through purchased commercial insurance.

Settled claims resulting from the risks described above have not exceeded commercial coverage in any of the past three fiscal years.

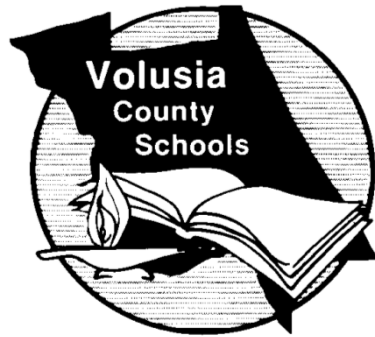
**19. LITIGATION**

The District is involved in several pending and threatened legal actions. In the opinion of District management, the range of potential loss from all such claims and actions should not materially affect the financial condition of the District.

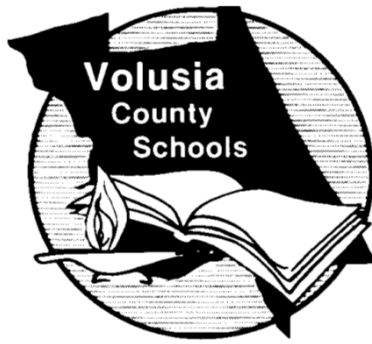
Amounts received or receivable from grantors are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by grantors cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

**20. SUBSEQUENT EVENTS**

On November 17, 2016, the District issued Sales Tax Revenue Bonds, Series 2016, in the amount of \$33,805,000.



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## Required Supplementary Information

**District School Board of Volusia County, Florida  
Required Supplementary Information -  
Schedule of Funding Progress -  
Other Postemployment Benefits Plan  
For the Fiscal Year Ended June 30, 2016**

Actuarial Valuation Date	District Fiscal Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll [(b-a)/c]
July 1, 2013	June 30, 2014	-	\$ 29,341,289	\$ 29,341,289	0.0%	\$ 308,503,995	9.5%
July 1, 2014	June 30, 2015	-	29,689,306	29,689,306	0.0%	315,849,507	9.4%
July 1, 2015	June 30, 2016	-	8,776,814	8,776,814	0.0%	316,471,593	2.8%

**District School Board of Volusia County, Florida  
Required Supplementary Information -  
Schedule of the District's Proportionate Share of the Net Pension Liability -  
Florida Retirement System Pension Plan  
June 30, 2016**

District Fiscal Year Ending	Plan Sponsor Measurement Date	District's Proportion of the FRS Net Pension Liability	District's Proportionate Share of the FRS Net Pension Liability	District's Covered Employee Payroll (1)	District's Proportionate Share of the FRS Net Pension Liability as a Percentage of Covered Payroll	FRS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
June 30, 2014	June 30, 2013	0.7680%	\$ 132,204,754	\$ 287,734,128	45.95%	88.54%
June 30, 2015	June 30, 2014	0.7539%	45,999,875	291,372,414	15.79%	96.09%
June 30, 2016	June 30, 2015	0.7565%	97,714,400	302,411,113	32.31%	92.00%

(1) Covered-employee payroll includes defined benefit plan actives, investment plan members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

**District School Board of Volusia County, Florida  
Required Supplementary Information -  
Schedule of District Contributions -  
Florida Retirement System Pension Plan  
June 30, 2016**

Fiscal Year Ending	FRS Contractually Required Contribution	FRS Contributions in Relation to the Contractually Required Contribution	FRS Contribution Deficiency (Excess)	District's Covered Employee Payroll (1)	FRS Contributions as a Percentage of Covered Payroll
June 30, 2014	\$ 16,513,928	\$ 16,513,928	\$ -	\$ 291,372,414	5.67%
June 30, 2015	18,444,543	18,444,543	-	302,411,113	6.10%
June 30, 2016	16,784,604	16,784,604	-	298,978,477	5.61%

(1) Covered-employee payroll includes defined benefit plan actives, investment plan members, and members in DROP.

Notes to Required Supplementary Information - Florida Retirement System Pension Plan:

*Changes in assumptions:* As of June 30, 2015, there were no changes in actuarial assumptions. The inflation rate assumption remained at 2.60%, the real payroll growth assumption remained at 0.65%, and the overall payroll growth rate assumption remained at 3.25%. The long-term expected rate of return remained at 7.65%.

Data for the above schedules is not available prior to the 2013-14 fiscal year.

**District School Board of Volusia County, Florida  
Required Supplementary Information -  
Schedule of the District's Proportionate Share of the Net Pension Liability -  
Health Insurance Subsidy Pension Plan  
June 30, 2016**

District Fiscal Year Ending	Plan Sponsor Measurement Date	District's Proportion of the HIS Net Pension Liability	District's Proportionate Share of the HIS Net Pension Liability	District's Covered Employee Payroll (1)	District's Proportionate Share of the HIS Net Pension Liability as a Percentage of Covered Payroll	HIS Plan Fiduciary Net Position as a Percentage of Total Pension Liability
June 30, 2014	June 30, 2013	0.9904%	\$ 86,231,868	\$ 287,734,128	29.97%	1.78%
June 30, 2015	June 30, 2014	0.9806%	91,692,197	291,372,414	31.47%	0.99%
June 30, 2016	June 30, 2015	0.9967%	101,650,220	302,411,113	33.61%	0.50%

(1) Covered-employee payroll includes defined benefit plan actives, investment plan members, and members in DROP.

**District School Board of Volusia County, Florida  
Required Supplementary Information -  
Schedule of District Contributions -  
Health Insurance Subsidy Pension Plan  
June 30, 2016**

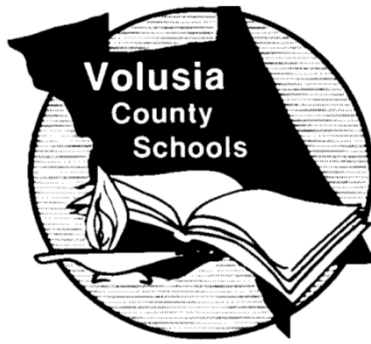
Fiscal Year Ending	HIS Contractually Required Contribution	HIS Contributions in Relation to the Contractually Required Contribution	HIS Contribution Deficiency (Excess)	District's Covered Employee Payroll (1)	HIS Contributions as a Percentage of Covered Payroll
June 30, 2014	\$ 3,359,341	\$ 3,359,341	-	\$ 291,372,414	1.15%
June 30, 2015	3,810,101	3,810,101	-	302,411,113	1.26%
June 30, 2016	4,962,697	4,962,697	-	298,978,477	1.66%

(1) Covered-employee payroll includes defined benefit plan actives, investment plan members, and members in DROP.

Notes to Required Supplementary Information - Health Insurance Subsidy Pension Plan:

*Changes in assumptions.* The municipal rate used to determine total pension liability decreased from 4.29 percent to 3.80 percent.





## Combining and Individual Fund Statements and Schedules

# Nonmajor Governmental Funds

## Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

**Food Service Fund** - Used to account for the activities of the District's food services function. These activities are funded primarily through local charges and Federal awards.

**Contracted Federal Programs Fund** - Used to account for programs funded by Federal sources requiring separate accountability because of legal or regulatory restrictions.

## Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest.

**SBE/COBI Bonds Fund** - Used to account for the payment of principal, interest, and related costs on the state school bonds issued by the State Board of Education on behalf of the District. These bonds are payable from the District's portion of the State-assessed motor vehicle license tax.

**Certificates of Participation Fund** - Used to account for the payment of principal, interest, and related costs pertaining to the District's certificates of participation.

## Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, or for major renovation projects.

**Capital Outlay and Debt Service Fund** - Used to account for capital project activity funded by the District's portion of the State Capital Outlay and Debt Service program.

**Impact Fees Fund** - Used to account for capital project activity funded through impact fees.

**Local Sales Tax Capital Projects Fund** - Used to account for capital project activity funded through the school capital outlay surtax (local sales tax).

**State and Local Miscellaneous Fund** - Used to account for capital project activity funded through miscellaneous state and local sources.

**Charter Schools' Capital Projects Fund** - Used to account for capital project activity for the charter schools' capital outlay funds.

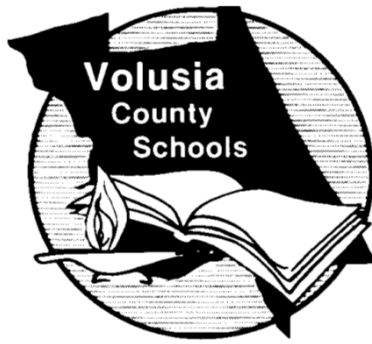
**Public Education Capital Outlay Fund** - Used to account for capital project activity funded through the State Public Education Capital Outlay (PECO) program. The primary funding source for PECO is the gross receipts tax on utilities.

**District School Board of Volusia County, Florida**  
**Combining Balance Sheet -**  
**Nonmajor Governmental Funds**  
**June 30, 2016**

	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 7,173,187	\$ -	\$ 5,555,841	\$ 12,729,028
Investments	4,719,885	93,446	11,322,938	16,136,269
Interest receivable	-	-	4,546	4,546
Due from other agencies	339,654	-	7,499,353	7,839,007
Due from other funds	40,268	-	-	40,268
Inventories	2,111,831	-	-	2,111,831
Total assets	<u>\$ 14,384,825</u>	<u>\$ 93,446</u>	<u>\$ 24,382,678</u>	<u>\$ 38,860,949</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Salaries and benefits payable	\$ 771,823	\$ -	\$ -	\$ 771,823
Accounts payable	290,637	-	45	290,682
Due to other funds	40,268	-	-	40,268
Total liabilities	<u>1,102,728</u>	<u>-</u>	<u>45</u>	<u>1,102,773</u>
Deferred inflows of resources:				
Unavailable revenue - CO&DS funds	-	-	15,361	15,361
Total deferred inflows of resources:	<u>-</u>	<u>-</u>	<u>15,361</u>	<u>15,361</u>
Fund balances:				
Nonspendable	2,111,831	-	-	2,111,831
Restricted	11,170,266	93,446	24,367,272	35,630,984
Total fund balances	<u>13,282,097</u>	<u>93,446</u>	<u>24,367,272</u>	<u>37,742,815</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 14,384,825</u>	<u>\$ 93,446</u>	<u>\$ 24,382,678</u>	<u>\$ 38,860,949</u>

**District School Board of Volusia County, Florida  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2016**

	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Federal direct	\$ 13,889	\$ -	\$ -	\$ 13,889
Federal through State	62,782,760	-	-	62,782,760
State sources	325,046	1,678,275	2,128,224	4,131,545
Local sources	4,470,889	1	44,010,331	48,481,221
Total revenues	<u>67,592,584</u>	<u>1,678,276</u>	<u>46,138,555</u>	<u>115,409,415</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	17,416,519	-	-	17,416,519
Student personnel services	4,656,627	-	-	4,656,627
Instruction and curriculum development services	7,013,647	-	-	7,013,647
Instructional staff training services	7,072,749	-	-	7,072,749
Instructional related technology	9,465	-	-	9,465
General administration	1,836,404	-	-	1,836,404
School administration	1,877,200	-	-	1,877,200
Facilities services - non-capitalized	-	-	251,050	251,050
Food services	23,493,170	-	-	23,493,170
Central services	117,830	-	-	117,830
Student transportation services	94,745	-	-	94,745
Operation of plant	21,010	-	-	21,010
Debt service:				
Principal	-	11,647,000	-	11,647,000
Interest and fiscal charges	-	12,753,277	1,666	12,754,943
Capital Outlay:				
Facilities acquisition and construction	523,605	-	601,976	1,125,581
Other capital outlay	622,139	-	123,385	745,524
Total expenditures	<u>64,755,110</u>	<u>24,400,277</u>	<u>978,077</u>	<u>90,133,464</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>2,837,474</u>	<u>(22,722,001)</u>	<u>45,160,478</u>	<u>25,275,951</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds of refunding lease-purchase agreements	-	73,150,000	-	73,150,000
Premium on refunding lease-purchase agreements	-	13,707,447	-	13,707,447
Payments to refunded lease-purchase agreements escrow agent	-	(86,106,483)	-	(86,106,483)
Proceeds from sale of capital assets	500	-	409,248	409,748
Transfers in	-	21,914,827	-	21,914,827
Transfers out	-	-	(46,771,200)	(46,771,200)
Total other financing sources (uses)	<u>500</u>	<u>22,665,791</u>	<u>(46,361,952)</u>	<u>(23,695,661)</u>
Net change in fund balances	2,837,974	(56,210)	(1,201,474)	1,580,290
Fund balances, July 1, 2015	10,444,123	149,656	25,568,746	36,162,525
Fund balances, June 30, 2016	<u>\$ 13,282,097</u>	<u>\$ 93,446</u>	<u>\$ 24,367,272</u>	<u>\$ 37,742,815</u>



# Special Revenue Funds

**District School Board of Volusia County, Florida**  
**Combining Balance Sheet -**  
**Nonmajor Governmental Funds - Special Revenue Funds**  
**June 30, 2016**

	<u>Food Service</u>	<u>Contracted Federal Programs</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 6,448,739	\$ 724,448	\$ 7,173,187
Investments	4,719,885	-	4,719,885
Due from other agencies	82,482	257,172	339,654
Due from other funds	-	40,268	40,268
Inventories	2,111,831	-	2,111,831
Total assets	<u>\$ 13,362,937</u>	<u>\$ 1,021,888</u>	<u>\$ 14,384,825</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Salaries and benefits payable	\$ 73,352	\$ 698,471	\$ 771,823
Accounts payable	7,488	283,149	290,637
Due to other funds	-	40,268	40,268
Total liabilities	<u>80,840</u>	<u>1,021,888</u>	<u>1,102,728</u>
Fund balances:			
Nonspendable	2,111,831	-	2,111,831
Restricted	11,170,266	-	11,170,266
Total fund balances	<u>13,282,097</u>	<u>-</u>	<u>13,282,097</u>
Total liabilities and fund balances	<u>\$ 13,362,937</u>	<u>\$ 1,021,888</u>	<u>\$ 14,384,825</u>

**District School Board of Volusia County, Florida  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds - Special Revenue Funds  
For the Fiscal Year Ended June 30, 2016**

<b>REVENUES</b>	<b>Food Service</b>	<b>Contracted Federal Programs</b>	<b>Total Nonmajor Special Revenue Funds</b>
Federal direct	\$ -	\$ 13,889	\$ 13,889
Federal through State	22,471,093	40,311,667	62,782,760
State sources	325,046	-	325,046
Local sources	4,470,889	-	4,470,889
Total revenues	<u>27,267,028</u>	<u>40,325,556</u>	<u>67,592,584</u>
<b>EXPENDITURES</b>			
Current:			
Instruction	-	17,416,519	17,416,519
Student personnel services	-	4,656,627	4,656,627
Instruction and curriculum development services	-	7,013,647	7,013,647
Instructional staff training services	-	7,072,749	7,072,749
Instructional related technology	-	9,465	9,465
General administration	-	1,836,404	1,836,404
School administration	-	1,877,200	1,877,200
Food services	23,493,170	-	23,493,170
Central services	-	117,830	117,830
Student transportation services	-	94,745	94,745
Operation of plant	-	21,010	21,010
Capital Outlay:			
Facilities acquisition and construction	523,605	-	523,605
Other capital outlay	412,779	209,360	622,139
Total expenditures	<u>24,429,554</u>	<u>40,325,556</u>	<u>64,755,110</u>
Excess of revenues over expenditures	<u>2,837,474</u>	<u>-</u>	<u>2,837,474</u>
<b>OTHER FINANCING SOURCES</b>			
Proceeds from sale of capital assets	500	-	500
Total other financing sources	<u>500</u>	<u>-</u>	<u>500</u>
Net change in fund balances	2,837,974	-	2,837,974
Fund balances, July 1, 2015	10,444,123	-	10,444,123
Fund balances, June 30, 2016	<u>\$ 13,282,097</u>	<u>\$ -</u>	<u>\$ 13,282,097</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2016**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Federal direct	\$ -	\$ 69,022	\$ 13,889	\$ (55,133)
Federal through State and local:				
School lunch reimbursement	14,700,000	15,306,485	15,306,485	-
School breakfast reimbursement	4,000,000	4,409,190	4,409,190	-
USDA donated foods	1,770,000	1,749,358	1,749,358	-
Career and Technical Education	642,184	721,604	713,102	(8,502)
Teacher and Principal Training and Recruitment, Title II, Part A	2,721,348	3,035,620	2,427,635	(607,985)
Individuals with Disabilities Education Act (IDEA)	15,235,814	15,277,381	13,802,089	(1,475,292)
Elementary and Secondary Education Act, Title I	22,931,832	24,732,045	22,403,139	(2,328,906)
Language Instruction - Title III	400,700	402,193	308,569	(93,624)
Twenty-First Century Schools - Title IV	892,400	682,098	490,979	(191,119)
Race to the Top Incentive Grants	554,883	554,883	554,883	-
Other Federal through local	-	45,022	45,022	-
Other Federal through State	1,280,400	1,129,866	1,127,192	(2,674)
Total Federal through State and local	<u>65,129,561</u>	<u>68,045,745</u>	<u>63,337,643</u>	<u>(4,708,102)</u>
State sources:				
State supplements	330,000	325,046	325,046	-
Total state sources	<u>330,000</u>	<u>325,046</u>	<u>325,046</u>	<u>-</u>
Local sources:				
Interest Income	2,500	20,721	20,721	-
Student lunches	2,000,000	1,760,123	1,760,123	-
Student breakfasts	130,000	95,088	95,088	-
Student and adult a la carte	2,390,000	2,077,861	2,077,861	-
Other food service revenues	449,500	511,092	511,092	-
Other local sources	5,000	6,004	6,004	-
Total local sources	<u>4,977,000</u>	<u>4,470,889</u>	<u>4,470,889</u>	<u>-</u>
Total revenues	<u>70,436,561</u>	<u>72,910,702</u>	<u>68,147,467</u>	<u>(4,763,235)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	20,201,275	19,585,498	17,481,876	2,103,622
Student personnel services	4,672,337	5,369,402	4,656,627	712,775
Instruction and curriculum development services	12,492,490	7,879,446	7,013,647	865,799
Instructional staff training services	1,223,912	7,570,182	7,072,749	497,433
Instructional related technology	568,522	379,656	378,078	1,578
General administration	2,086,545	2,025,264	1,841,815	183,449
School administration	1,876,665	2,031,258	1,877,200	154,058
Food services	26,584,954	24,306,759	23,493,170	813,589
Central services	103,066	211,910	164,830	47,080
Student transportation services	94,477	226,896	94,745	132,151
Operation of plant	25,767	35,776	21,010	14,766
Administrative technology services	30,061	30,061	-	30,061
Capital Outlay:				
Facilities acquisition and construction	1,963,257	543,525	523,605	19,920
Other capital outlay	1,478,337	773,869	690,641	83,228
Total expenditures	<u>73,401,665</u>	<u>70,969,502</u>	<u>65,309,993</u>	<u>5,659,509</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,965,104)</u>	<u>1,941,200</u>	<u>2,837,474</u>	<u>896,274</u>
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of capital assets	-	500	500	-
Total other financing sources	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
Net change in fund balances	<u>(2,965,104)</u>	<u>1,941,700</u>	<u>2,837,974</u>	<u>896,274</u>
Fund balances, July 1, 2015	10,444,123	10,444,123	10,444,123	-
Fund balances, June 30, 2016	<u>\$ 7,479,019</u>	<u>\$ 12,385,823</u>	<u>\$ 13,282,097</u>	<u>\$ 896,274</u>



**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Food Service - Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2016**

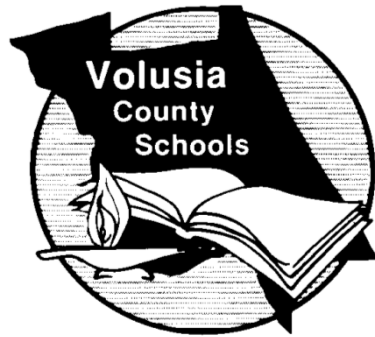
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Federal through State:				
School lunch reimbursement	\$ 14,700,000	\$ 15,306,485	\$ 15,306,485	\$ -
School breakfast reimbursement	4,000,000	4,409,190	4,409,190	-
USDA donated foods	1,770,000	1,749,358	1,749,358	-
Other Federal through State	1,160,400	1,006,060	1,006,060	-
Total Federal through State	<u>21,630,400</u>	<u>22,471,093</u>	<u>22,471,093</u>	<u>-</u>
State sources:				
State supplements	330,000	325,046	325,046	-
Total state sources	<u>330,000</u>	<u>325,046</u>	<u>325,046</u>	<u>-</u>
Local sources:				
Interest Income	2,500	20,721	20,721	-
Student lunches	2,000,000	1,760,123	1,760,123	-
Student breakfasts	130,000	95,088	95,088	-
Student and adult a la carte	2,390,000	2,077,861	2,077,861	-
Other food service revenues	449,500	511,092	511,092	-
Other local sources	5,000	6,004	6,004	-
Total local sources	<u>4,977,000</u>	<u>4,470,889</u>	<u>4,470,889</u>	<u>-</u>
Total revenues	<u>26,937,400</u>	<u>27,267,028</u>	<u>27,267,028</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Food services	26,584,954	24,306,759	23,493,170	813,589
Capital Outlay:				
Facilities acquisition and construction	1,963,257	543,525	523,605	19,920
Other capital outlay	1,354,293	475,544	412,779	62,765
Total expenditures	<u>29,902,504</u>	<u>25,325,828</u>	<u>24,429,554</u>	<u>896,274</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,965,104)</u>	<u>1,941,200</u>	<u>2,837,474</u>	<u>896,274</u>
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of capital assets	-	500	500	-
Total other financing sources	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
Net change in fund balances	<u>(2,965,104)</u>	<u>1,941,700</u>	<u>2,837,974</u>	<u>896,274</u>
Fund balances, July 1, 2015	10,444,123	10,444,123	10,444,123	-
Fund balances, June 30, 2016	<u>\$ 7,479,019</u>	<u>\$ 12,385,823</u>	<u>\$ 13,282,097</u>	<u>\$ 896,274</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Contracted Federal Programs - Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2016**

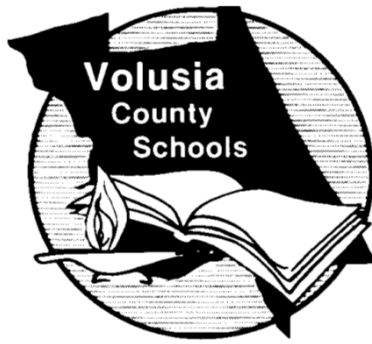
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Federal direct	\$ -	\$ 69,022	\$ 13,889	\$ (55,133)
Federal through State and local:				
Career and Technical Education	642,184	721,604	713,102	(8,502)
Teacher and Principal Training and Recruiting - Title II - Part A	2,721,348	3,035,620	2,427,635	(607,985)
Individuals with Disabilities Education Act (IDEA)	15,235,814	15,277,381	13,802,089	(1,475,292)
Elementary and Secondary Education Act - Title I	22,931,832	24,732,045	22,403,139	(2,328,906)
Language Instruction - Title III	400,700	402,193	308,569	(93,624)
Twenty-First Century Schools - Title IV	892,400	682,098	490,979	(191,119)
Other Federal through local	-	45,022	45,022	-
Other Federal through State	120,000	123,806	121,132	(2,674)
Total Federal through State and local	<u>42,944,278</u>	<u>45,019,769</u>	<u>40,311,667</u>	<u>(4,708,102)</u>
Total revenues	<u>42,944,278</u>	<u>45,088,791</u>	<u>40,325,556</u>	<u>(4,763,235)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	20,201,275	19,520,141	17,416,519	2,103,622
Student personnel services	4,672,337	5,369,402	4,656,627	712,775
Instruction and curriculum development services	12,492,490	7,879,446	7,013,647	865,799
Instructional staff training services	1,223,912	7,570,182	7,072,749	497,433
Instructional related technology	85,889	11,043	9,465	1,578
General administration	2,082,797	2,019,853	1,836,404	183,449
School administration	1,876,665	2,031,258	1,877,200	154,058
Central services	103,066	164,910	117,830	47,080
Student transportation services	94,477	226,896	94,745	132,151
Operation of plant	25,767	35,776	21,010	14,766
Administrative technology services	30,061	30,061	-	30,061
Capital Outlay:				
Other capital outlay	55,542	229,823	209,360	20,463
Total expenditures	<u>42,944,278</u>	<u>45,088,791</u>	<u>40,325,556</u>	<u>4,763,235</u>
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2015	-	-	-	-
Fund balances, June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds -**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Federal through State:				
Race to the Top Incentive Grants	\$ 554,883	\$ 554,883	\$ 554,883	\$ -
<b>EXPENDITURES</b>				
Current:				
Instruction	-	65,357	65,357	-
Instructional related technology	482,633	368,613	368,613	-
General administration	3,748	5,411	5,411	-
Central services	-	47,000	47,000	-
Capital Outlay:				
Other capital outlay	68,502	68,502	68,502	-
Total expenditures	<u>554,883</u>	<u>554,883</u>	<u>554,883</u>	<u>-</u>
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2015	-	-	-	-
Fund balances, June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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# Debt Service Funds

**District School Board of Volusia County, Florida  
Combining Balance Sheet -  
Nonmajor Governmental Funds - Debt Service Funds  
June 30, 2016**

	<u>SBE/COBI Bonds</u>	<u>Certificates of Participation</u>	<u>Total Nonmajor Debt Service Funds</u>
<b>ASSETS</b>			
Investments	\$ 93,446	\$ -	\$ 93,446
Total assets	<u>\$ 93,446</u>	<u>\$ -</u>	<u>\$ 93,446</u>
<b>FUND BALANCES</b>			
Restricted	\$ 93,446	\$ -	\$ 93,446
Total fund balances	<u>\$ 93,446</u>	<u>\$ -</u>	<u>\$ 93,446</u>

**District School Board of Volusia County, Florida  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Governmental Funds - Debt Service Funds  
For the Fiscal Year Ended June 30, 2016**

	<b>SBE/COBI Bonds</b>	<b>Certificates of Participation</b>	<b>Total Nonmajor Debt Service Funds</b>
<b>REVENUES</b>			
State sources	\$ 1,678,275	\$ -	\$ 1,678,275
Local sources:			
Other local sources	-	1	1
Total local sources	-	1	1
Total revenues	<u>1,678,275</u>	<u>1</u>	<u>1,678,276</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal	1,457,000	10,190,000	11,647,000
Interest and fiscal charges	<u>276,735</u>	<u>12,476,542</u>	<u>12,753,277</u>
Total expenditures	<u>1,733,735</u>	<u>22,666,542</u>	<u>24,400,277</u>
Deficiency of revenues under expenditures	<u>(55,460)</u>	<u>(22,666,541)</u>	<u>(22,722,001)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds of refunding lease-purchase agreements	-	73,150,000	73,150,000
Premium on refunding lease-purchase agreements	-	13,707,447	13,707,447
Payments to refunded lease-purchase agreements escrow agent	-	(86,106,483)	(86,106,483)
Transfers in	-	21,914,827	21,914,827
Total other financing sources (uses)	<u>-</u>	<u>22,665,791</u>	<u>22,665,791</u>
Net change in fund balances	(55,460)	(750)	(56,210)
Fund balances, July 1, 2015	148,906	750	149,656
Fund balances, June 30, 2016	<u>\$ 93,446</u>	<u>\$ -</u>	<u>\$ 93,446</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -**  
**All Debt Service Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State sources:				
CO&DS withheld for SBE/COBI bonds	\$ 1,733,214	\$ 1,677,956	\$ 1,677,956	\$ -
SBE/COBI bond interest	-	319	319	-
Total State sources	<u>1,733,214</u>	<u>1,678,275</u>	<u>1,678,275</u>	<u>-</u>
Local sources:				
Interest income and other	-	103,991	103,991	-
Total local sources	<u>-</u>	<u>103,991</u>	<u>103,991</u>	<u>-</u>
Total revenues	<u>1,733,214</u>	<u>1,782,266</u>	<u>1,782,266</u>	<u>-</u>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	36,577,000	36,577,000	36,577,000	-
Interest and fiscal charges	14,243,094	14,680,423	14,680,423	-
Total expenditures	<u>50,820,094</u>	<u>51,257,423</u>	<u>51,257,423</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>(49,086,880)</u>	<u>(49,475,157)</u>	<u>(49,475,157)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds of refunding lease-purchase agreements	-	73,150,000	73,150,000	-
Premium on refunding lease-purchase agreements	-	13,707,447	13,707,447	-
Payments to refunded lease-purchase agreements escrow agent	-	(86,106,483)	(86,106,483)	-
Transfers in	<u>49,706,140</u>	<u>49,287,243</u>	<u>49,287,243</u>	<u>-</u>
Total other financing sources (uses)	<u>49,706,140</u>	<u>50,038,207</u>	<u>50,038,207</u>	<u>-</u>
Net change in fund balances	619,260	563,050	563,050	-
Fund balances, July 1, 2015	<u>22,539,775</u>	<u>22,539,775</u>	<u>22,539,775</u>	<u>-</u>
Fund balances, June 30, 2016	<u>\$ 23,159,035</u>	<u>\$ 23,102,825</u>	<u>\$ 23,102,825</u>	<u>\$ -</u>



**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**SBE/COBI Bonds - Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2016**

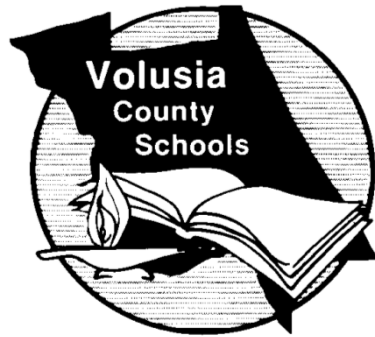
	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State sources:				
CO&DS withheld for SBE/COBI bonds	\$ 1,733,214	\$ 1,677,956	\$ 1,677,956	\$ -
SBE/COBI bond interest	-	319	319	-
Total State sources	<u>1,733,214</u>	<u>1,678,275</u>	<u>1,678,275</u>	<u>-</u>
Total revenues	<u>1,733,214</u>	<u>1,678,275</u>	<u>1,678,275</u>	<u>-</u>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	1,457,000	1,457,000	1,457,000	-
Interest and fiscal charges	276,214	276,735	276,735	-
Total expenditures	<u>1,733,214</u>	<u>1,733,735</u>	<u>1,733,735</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>-</u>	<u>(55,460)</u>	<u>(55,460)</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>(55,460)</u>	<u>(55,460)</u>	<u>-</u>
Fund balances, July 1, 2015	<u>148,906</u>	<u>148,906</u>	<u>148,906</u>	<u>-</u>
Fund balances, June 30, 2016	<u>\$ 148,906</u>	<u>\$ 93,446</u>	<u>\$ 93,446</u>	<u>\$ -</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Sales Tax Revenue Bonds - Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2016**

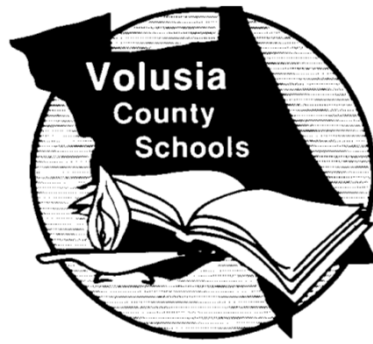
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local sources:				
Interest income	\$ -	\$ 103,990	\$ 103,990	\$ -
Total local sources	-	103,990	103,990	-
Total revenues	-	103,990	103,990	-
<b>EXPENDITURES</b>				
Debt Service:				
Principal	24,930,000	24,930,000	24,930,000	-
Interest and fiscal charges	1,920,996	1,927,146	1,927,146	-
Total expenditures	26,850,996	26,857,146	26,857,146	-
Deficiency of revenues under expenditures	(26,850,996)	(26,753,156)	(26,753,156)	-
<b>OTHER FINANCING SOURCES</b>				
Transfers in	27,470,256	27,372,416	27,372,416	-
Total other financing sources	27,470,256	27,372,416	27,372,416	-
Net change in fund balances	619,260	619,260	619,260	-
Fund balances, July 1, 2015	22,390,119	22,390,119	22,390,119	-
Fund balances, June 30, 2016	<u>\$ 23,009,379</u>	<u>\$ 23,009,379</u>	<u>\$ 23,009,379</u>	<u>\$ -</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Certificates of Participation - Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local sources:				
Interest income	\$ -	\$ 1	\$ 1	\$ -
Total local sources	-	1	1	-
Total revenues	-	1	1	-
<b>EXPENDITURES</b>				
Debt Service:				
Principal	10,190,000	10,190,000	10,190,000	-
Interest and fiscal charges	12,045,884	12,476,542	12,476,542	-
Total expenditures	22,235,884	22,666,542	22,666,542	-
Deficiency of revenues under expenditures	(22,235,884)	(22,666,541)	(22,666,541)	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds of refunding lease-purchase agreements	-	73,150,000	73,150,000	-
Premium on refunding lease-purchase agreements	-	13,707,447	13,707,447	-
Payments to refunded lease-purchase agreements escrow agent	-	(86,106,483)	(86,106,483)	-
Transfers in	22,235,884	21,914,827	21,914,827	-
Total other financing sources (uses)	22,235,884	22,665,791	22,665,791	-
Net change in fund balances	-	(750)	(750)	-
Fund balances, July 1, 2015	750	750	750	-
Fund balances, June 30, 2016	<u>\$ 750</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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# Capital Projects Funds

**District School Board of Volusia County, Florida  
Combining Balance Sheet -  
Nonmajor Capital Projects Funds  
June 30, 2016**

	<b>Capital Outlay and Debt Service</b>	<b>Impact Fees</b>	<b>Local Sales Tax</b>	<b>State and Local Miscellaneous</b>	<b>Charter Schools' Capital Outlay</b>	<b>Public Education Capital Outlay</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 253,131	\$ 1,199,317	\$ 3,083,146	\$ 1,020,247	\$ -	\$ -	\$ 5,555,841
Investments	-	6,906,605	4,139,283	277,050	-	-	11,322,938
Interest receivable	-	4,021	525	-	-	-	4,546
Due from other agencies	15,361	533,601	6,950,391	-	-	-	7,499,353
Total assets	<u>\$ 268,492</u>	<u>\$ 8,643,544</u>	<u>\$ 14,173,345</u>	<u>\$ 1,297,297</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,382,678</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ 32	\$ 13	\$ -	\$ -	\$ -	\$ 45
Total liabilities:	-	32	13	-	-	-	45
Deferred inflows of resources:							
Unavailable revenue - CO&DS funds	15,361	-	-	-	-	-	15,361
Total deferred inflows of resources:	15,361	-	-	-	-	-	15,361
Fund balances:							
Restricted	253,131	8,643,512	14,173,332	1,297,297	-	-	24,367,272
Total fund balances	253,131	8,643,512	14,173,332	1,297,297	-	-	24,367,272
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 268,492</u>	<u>\$ 8,643,544</u>	<u>\$ 14,173,345</u>	<u>\$ 1,297,297</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,382,678</u>

**District School Board of Volusia County, Florida  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances -  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2016**

	<b>Capital Outlay and Debt Service</b>	<b>Impact Fees</b>	<b>Local Sales Tax</b>	<b>State and Local Miscellaneous</b>	<b>Charter Schools' Capital Outlay</b>	<b>Public Education Capital Outlay</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>REVENUES</b>							
State sources:							
Public Education Capital Outlay (PECO)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,069,770	\$ 1,069,770
Other state revenues	562,882	-	-	114,973	380,599	-	1,058,454
Total state sources	<u>562,882</u>	<u>-</u>	<u>-</u>	<u>114,973</u>	<u>380,599</u>	<u>1,069,770</u>	<u>2,128,224</u>
Local sources:							
Local sales Tax	-	-	39,116,980	-	-	-	39,116,980
Impact fees	-	4,647,706	-	-	-	-	4,647,706
Other local revenues	-	96,152	56,846	92,647	-	-	245,645
Total local sources	<u>-</u>	<u>4,743,858</u>	<u>39,173,826</u>	<u>92,647</u>	<u>-</u>	<u>-</u>	<u>44,010,331</u>
Total revenues	<u>562,882</u>	<u>4,743,858</u>	<u>39,173,826</u>	<u>207,620</u>	<u>380,599</u>	<u>1,069,770</u>	<u>46,138,555</u>
<b>EXPENDITURES</b>							
Current:							
Facilities services - non-capitalized	-	-	-	251,050	-	-	251,050
Debt Service:							
Interest and fiscal charges	1,666	-	-	-	-	-	1,666
Capital Outlay:							
Facilities acquisition and construction	471,717	-	-	130,259	-	-	601,976
Other capital outlay	-	-	-	123,385	-	-	123,385
Total expenditures	<u>473,383</u>	<u>-</u>	<u>-</u>	<u>504,694</u>	<u>-</u>	<u>-</u>	<u>978,077</u>
Excess of revenues over expenditures	<u>89,499</u>	<u>4,743,858</u>	<u>39,173,826</u>	<u>(297,074)</u>	<u>380,599</u>	<u>1,069,770</u>	<u>45,160,478</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Proceeds from sale of capital assets	-	-	-	409,248	-	-	409,248
Transfers out	-	(2,408,793)	(42,912,038)	-	(380,599)	(1,069,770)	(46,771,200)
Total other financing sources (uses)	<u>-</u>	<u>(2,408,793)</u>	<u>(42,912,038)</u>	<u>409,248</u>	<u>(380,599)</u>	<u>(1,069,770)</u>	<u>(46,361,952)</u>
Net change in fund balances	89,499	2,335,065	(3,738,212)	112,174	-	-	(1,201,474)
Fund balances, July 1, 2015	163,632	6,308,447	17,911,544	1,185,123	-	-	25,568,746
Fund balances, June 30, 2016	<u>\$ 253,131</u>	<u>\$ 8,643,512</u>	<u>\$ 14,173,332</u>	<u>\$ 1,297,297</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,367,272</u>

**District School Board of Volusia County, Florida**  
**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -**  
**All Capital Project Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
State sources:				
CO&DS distributed	\$ 310,000	\$ 555,996	\$ 555,996	-
Interest on undistributed CO&DS	20,000	6,886	6,886	-
Public Education Capital Outlay	1,000,000	1,069,770	1,069,770	-
Charter school capital outlay funding	-	380,599	380,599	-
Other State sources	-	114,973	114,973	-
Total State sources	<u>1,330,000</u>	<u>2,128,224</u>	<u>2,128,224</u>	<u>-</u>
Local sources:				
Ad valorem taxes	43,939,633	44,696,339	44,696,339	-
Local sales tax	36,433,854	39,116,980	39,116,980	-
Impact fees	3,000,000	4,647,706	4,647,706	-
Interest income	-	654,686	654,686	-
Other local sources	-	139,383	139,383	-
Total local sources	<u>83,373,487</u>	<u>89,255,094</u>	<u>89,255,094</u>	<u>-</u>
Total revenues	<u>84,703,487</u>	<u>91,383,318</u>	<u>91,383,318</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Facilities services - non-capitalized	1,568,976	7,727,875	4,264,780	3,463,095
Debt Service:				
Interest and fiscal charges	-	1,666	1,666	-
Capital Outlay:				
Facilities acquisition and construction	33,429,808	31,615,326	15,010,916	16,604,410
Other capital outlay	13,392,309	8,065,336	4,375,501	3,689,835
Total expenditures	<u>48,391,093</u>	<u>47,410,203</u>	<u>23,652,863</u>	<u>23,757,340</u>
Excess of revenues over expenditures	<u>36,312,394</u>	<u>43,973,115</u>	<u>67,730,455</u>	<u>23,757,340</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	-	409,248	409,248	-
Loss recoveries	-	9,820	9,820	-
Transfers out	(58,713,390)	(58,681,234)	(58,681,234)	-
Total other financing sources (uses)	<u>(58,713,390)</u>	<u>(58,262,166)</u>	<u>(58,262,166)</u>	<u>-</u>
Net change in fund balances	<u>(22,400,996)</u>	<u>(14,289,051)</u>	<u>9,468,289</u>	<u>23,757,340</u>
Fund balances, July 1, 2015	48,721,640	48,721,640	48,721,640	-
Fund balances, June 30, 2016	<u>\$ 26,320,644</u>	<u>\$ 34,432,589</u>	<u>\$ 58,189,929</u>	<u>\$ 23,757,340</u>



**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Local Capital Improvement - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Local sources:				
Ad valorem taxes	\$ 43,939,633	\$ 44,696,339	\$ 44,696,339	\$ -
Interest income	-	494,876	494,876	-
Other local sources	-	53,548	53,548	-
Total local sources	<u>43,939,633</u>	<u>45,244,763</u>	<u>45,244,763</u>	<u>-</u>
Total revenues	<u>43,939,633</u>	<u>45,244,763</u>	<u>45,244,763</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Facilities services - non-capitalized	1,568,691	7,476,825	4,013,730	3,463,095
Capital Outlay:				
Facilities acquisition and construction	32,876,502	30,918,450	14,408,940	16,509,510
Other capital outlay	13,268,739	7,941,951	4,252,116	3,689,835
Total expenditures	<u>47,713,932</u>	<u>46,337,226</u>	<u>22,674,786</u>	<u>23,662,440</u>
Excess of revenues over expenditures	<u>(3,774,299)</u>	<u>(1,092,463)</u>	<u>22,569,977</u>	<u>23,662,440</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Loss recoveries	-	9,820	9,820	-
Transfers out	<u>(11,975,886)</u>	<u>(11,910,034)</u>	<u>(11,910,034)</u>	<u>-</u>
Total other financing sources (uses)	<u>(11,975,886)</u>	<u>(11,900,214)</u>	<u>(11,900,214)</u>	<u>-</u>
Net change in fund balances	<u>(15,750,185)</u>	<u>(12,992,677)</u>	<u>10,669,763</u>	<u>23,662,440</u>
Fund balances, July 1, 2015	<u>23,152,894</u>	<u>23,152,894</u>	<u>23,152,894</u>	<u>-</u>
Fund balances, June 30, 2016	<u>\$ 7,402,709</u>	<u>\$ 10,160,217</u>	<u>\$ 33,822,657</u>	<u>\$ 23,662,440</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Capital Outlay and Debt Service - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
State sources:				
CO&DS distributed	\$ 310,000	\$ 555,996	\$ 555,996	\$ -
Interest on undistributed CO&DS	20,000	6,886	6,886	-
Total State sources	<u>330,000</u>	<u>562,882</u>	<u>562,882</u>	<u>-</u>
Total revenues	<u>330,000</u>	<u>562,882</u>	<u>562,882</u>	<u>-</u>
<b>EXPENDITURES</b>				
Debt Service:				
Interest and fiscal charges	-	1,666	1,666	-
Capital Outlay:				
Facilities acquisition and construction	-	471,717	471,717	-
Total expenditures	<u>-</u>	<u>473,383</u>	<u>473,383</u>	<u>-</u>
Excess of revenues over expenditures	<u>330,000</u>	<u>89,499</u>	<u>89,499</u>	<u>-</u>
Net change in fund balances	<u>330,000</u>	<u>89,499</u>	<u>89,499</u>	<u>-</u>
Fund balances, July 1, 2015	<u>163,632</u>	<u>163,632</u>	<u>163,632</u>	<u>-</u>
Fund balances, June 30, 2016	<u><u>\$ 493,632</u></u>	<u><u>\$ 253,131</u></u>	<u><u>\$ 253,131</u></u>	<u><u>\$ -</u></u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Impact Fees - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local sources:				
Impact fees	\$ 3,000,000	\$ 4,647,706	\$ 4,647,706	\$ -
Interest income	-	96,152	96,152	-
Total local sources	<u>3,000,000</u>	<u>4,743,858</u>	<u>4,743,858</u>	<u>-</u>
Total revenues	<u>3,000,000</u>	<u>4,743,858</u>	<u>4,743,858</u>	<u>-</u>
<b>OTHER FINANCING USES</b>				
Transfers out	<u>(2,408,793)</u>	<u>(2,408,793)</u>	<u>(2,408,793)</u>	<u>-</u>
Total other financing uses	<u>(2,408,793)</u>	<u>(2,408,793)</u>	<u>(2,408,793)</u>	<u>-</u>
Net change in fund balances	591,207	2,335,065	2,335,065	-
Fund balances, July 1, 2015	6,308,447	6,308,447	6,308,447	-
Fund balances, June 30, 2016	<u>\$ 6,899,654</u>	<u>\$ 8,643,512</u>	<u>\$ 8,643,512</u>	<u>\$ -</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Local Sales Tax - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local sources:				
Local sales tax	\$ 36,433,854	\$ 39,116,980	\$ 39,116,980	\$ -
Interest income	-	56,846	56,846	-
Total local sources	<u>36,433,854</u>	<u>39,173,826</u>	<u>39,173,826</u>	<u>-</u>
Total revenues	<u>36,433,854</u>	<u>39,173,826</u>	<u>39,173,826</u>	<u>-</u>
Excess of revenues over expenditures	<u>36,433,854</u>	<u>39,173,826</u>	<u>39,173,826</u>	<u>-</u>
<b>OTHER FINANCING USES</b>				
Transfers out	(43,328,711)	(42,912,038)	(42,912,038)	-
Total other financing uses	<u>(43,328,711)</u>	<u>(42,912,038)</u>	<u>(42,912,038)</u>	<u>-</u>
Net change in fund balances	(6,894,857)	(3,738,212)	(3,738,212)	-
Fund balances, July 1, 2015	17,911,544	17,911,544	17,911,544	-
Fund balances, June 30, 2016	<u>\$ 11,016,687</u>	<u>\$ 14,173,332</u>	<u>\$ 14,173,332</u>	<u>\$ -</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**State and Local Miscellaneous - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

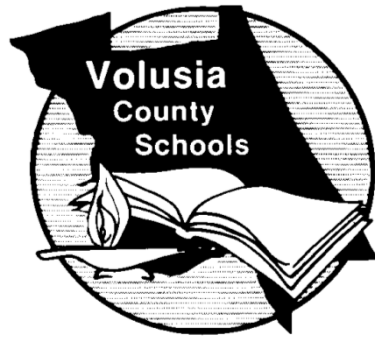
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State sources:				
Other State sources	\$ -	\$ 114,973	\$ 114,973	\$ -
Total State sources	-	114,973	114,973	-
Local sources:				
Interest income	-	6,812	6,812	-
Other local sources	-	85,835	85,835	-
Total local sources	-	92,647	92,647	-
Total revenues	-	207,620	207,620	-
<b>EXPENDITURES</b>				
Current:				
Facilities services - non-capitalized	285	251,050	251,050	-
Capital Outlay:				
Facilities acquisition and construction	553,306	225,159	130,259	94,900
Other capital outlay	123,570	123,385	123,385	-
Total expenditures	677,161	599,594	504,694	94,900
Excess (deficiency) of revenues over (under) expenditures	(677,161)	(391,974)	(297,074)	94,900
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of capital assets	-	409,248	409,248	-
Total other financing sources	-	409,248	409,248	-
Net change in fund balances	(677,161)	17,274	112,174	94,900
Fund balances, July 1, 2015	1,185,123	1,185,123	1,185,123	-
Fund balances, June 30, 2016	<u>\$ 507,962</u>	<u>\$ 1,202,397</u>	<u>\$ 1,297,297</u>	<u>\$ 94,900</u>

**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Charter Schools' Capital Outlay - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State sources:				
Charter school capital outlay funding	\$ -	\$ 380,599	\$ 380,599	\$ -
Total State sources	-	380,599	380,599	-
Total revenues	-	380,599	380,599	-
Excess of revenues over expenditures	-	380,599	380,599	-
<b>OTHER FINANCING USES</b>				
Transfers out	-	(380,599)	(380,599)	-
Total other financing uses	-	(380,599)	(380,599)	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2015	-	-	-	-
Fund balances, June 30, 2016	\$ -	\$ -	\$ -	\$ -

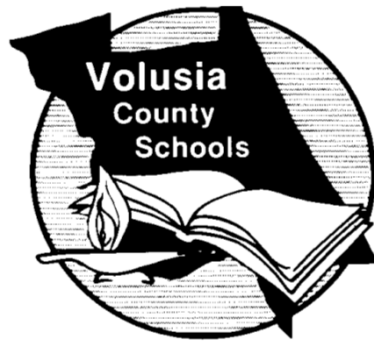
**District School Board of Volusia County, Florida**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -**  
**Public Education Capital Outlay - Capital Projects Fund**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
State sources:				
Public Education Capital Outlay (PECO)	\$ 1,000,000	\$ 1,069,770	\$ 1,069,770	\$ -
Excess of revenues over expenditures	1,000,000	1,069,770	1,069,770	-
<b>OTHER FINANCING USES</b>				
Transfers out	(1,000,000)	(1,069,770)	(1,069,770)	-
Total other financing uses	(1,000,000)	(1,069,770)	(1,069,770)	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2015	-	-	-	-
Fund balances, June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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# Internal Service Funds

# Internal Service Funds

Internal Service Funds are used to account for the financing of goods and services provided by one department to other departments within the school district on a cost reimbursement basis.

**Workers' Compensation** - Used to account for the financial activities of the District's self-insured workers' compensation program.

**Property Insurance** - Used to account for the financial activities of the District's property insurance coverages.

**General Liability** - Used to account for the financial activities of the District's self-insured general liability coverages.

**Fleet Insurance** - Used to account for the financial activities of the District's self-insured fleet coverages.

**District School Board of Volusia County, Florida**  
**Combining Statement of Net Position -**  
**Internal Service Funds**  
**June 30, 2016**

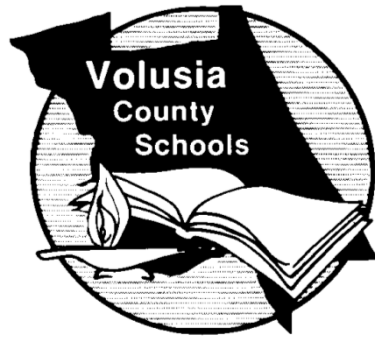
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 725,648	\$ 869,839	\$ 88,007	\$ 932,975	\$ 2,616,469
Investments	2,500,343	4,226,285	2,274,637	861,901	9,863,166
Interest receivable	1,525	6,218	5,913	3,356	17,012
Total assets	<u>3,227,516</u>	<u>5,102,342</u>	<u>2,368,557</u>	<u>1,798,232</u>	<u>12,496,647</u>
<b>LIABILITIES</b>					
Current liabilities:					
Salaries and benefits payable	\$ 707	\$ -	\$ -	\$ -	\$ 707
Accounts payable	120	203	97	37	457
Estimated insurance					
claims payable	1,306,017	-	68,422	244,202	1,618,641
Total current liabilities	<u>1,306,844</u>	<u>203</u>	<u>68,519</u>	<u>244,239</u>	<u>1,619,805</u>
Noncurrent liabilities:					
Estimated liability for					
long-term claims	1,354,644	-	606,998	553,993	2,515,635
Total noncurrent liabilities	<u>1,354,644</u>	<u>-</u>	<u>606,998</u>	<u>553,993</u>	<u>2,515,635</u>
Total liabilities	<u>2,661,488</u>	<u>203</u>	<u>675,517</u>	<u>798,232</u>	<u>4,135,440</u>
<b>NET POSITION</b>					
Unrestricted	566,028	5,102,139	1,693,040	1,000,000	8,361,207
Total net position	<u>\$ 566,028</u>	<u>\$ 5,102,139</u>	<u>\$ 1,693,040</u>	<u>\$ 1,000,000</u>	<u>\$ 8,361,207</u>

**District School Board of Volusia County, Florida**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position -**  
**Internal Service Funds**  
**For the Fiscal Year Ended June 30, 2016**

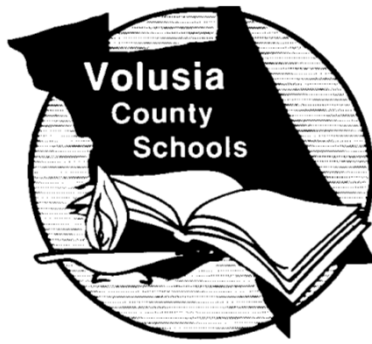
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b>OPERATING REVENUES</b>					
Premium revenue	\$ 1,796,399	\$ 2,994,120	\$ 366,515	\$ 563,867	\$ 5,720,901
Total operating revenues	<u>1,796,399</u>	<u>2,994,120</u>	<u>366,515</u>	<u>563,867</u>	<u>5,720,901</u>
<b>OPERATING EXPENSES</b>					
Salaries	65,575	-	-	-	65,575
Employee benefits	22,246	-	-	-	22,246
Purchased services	628,495	3,059,689	289,092	188,377	4,165,653
Insurance claims and related costs	1,110,904	-	105,394	390,393	1,606,691
Total operating expenses	<u>1,827,220</u>	<u>3,059,689</u>	<u>394,486</u>	<u>578,770</u>	<u>5,860,165</u>
Operating loss	<u>(30,821)</u>	<u>(65,569)</u>	<u>(27,971)</u>	<u>(14,903)</u>	<u>(139,264)</u>
<b>NONOPERATING REVENUES</b>					
Interest	30,821	65,569	27,971	14,903	139,264
Total nonoperating revenues	<u>30,821</u>	<u>65,569</u>	<u>27,971</u>	<u>14,903</u>	<u>139,264</u>
Change in net position	-	-	-	-	-
Net position- July 1, 2015	566,028	5,102,139	1,693,040	1,000,000	8,361,207
Net position - June 30, 2016	<u>\$ 566,028</u>	<u>\$ 5,102,139</u>	<u>\$ 1,693,040</u>	<u>\$ 1,000,000</u>	<u>\$ 8,361,207</u>

**District School Board of Volusia County, Florida**  
**Combining Statement of Cash Flows -**  
**Internal Service Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from premium revenue	\$ 1,796,399	\$ 2,994,120	\$ 366,515	\$ 563,867	\$ 5,720,901
Payments to suppliers for goods and services	(628,474)	(3,059,651)	(289,076)	(188,382)	(4,165,583)
Payments to employees	(87,935)	-	-	-	(87,935)
Payments for insurance claims	(898,618)	-	(245,288)	(490,058)	(1,633,964)
Net cash provided (used) by operating activities	<u>181,372</u>	<u>(65,531)</u>	<u>(167,849)</u>	<u>(114,573)</u>	<u>(166,581)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Proceeds from sales and maturities of investments	514,980	865,711	233,053	1,035,045	2,648,789
Interest	29,296	69,659	22,803	12,503	134,261
Net cash provided (used) by investing activities	<u>544,276</u>	<u>935,370</u>	<u>255,856</u>	<u>1,047,548</u>	<u>2,783,050</u>
Net increase in cash and cash equivalents	725,648	869,839	88,007	932,975	2,616,469
Cash and cash equivalents - July 1, 2015	-	-	-	-	-
Cash and cash equivalents - June 30, 2016	<u>\$ 725,648</u>	<u>\$ 869,839</u>	<u>\$ 88,007</u>	<u>\$ 932,975</u>	<u>\$ 2,616,469</u>
<b>Reconciliation of operating loss to net cash provided (used) by operating activities:</b>					
Operating loss	\$ (30,821)	\$ (65,569)	\$ (27,971)	\$ (14,903)	\$ (139,264)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:					
Change in Assets and Liabilities:					
Decrease in salaries and benefits payable	(114)	-	-	-	(114)
Increase (decrease) in accounts payable	21	38	16	(5)	70
Increase (decrease) in estimated insurance claims payable	212,286	-	(139,894)	(99,665)	(27,273)
Net cash provided (used) by operating activities	<u>\$ 181,372</u>	<u>\$ (65,531)</u>	<u>\$ (167,849)</u>	<u>\$ (114,573)</u>	<u>\$ (166,581)</u>



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# Fiduciary Funds

# Fiduciary Funds

Fiduciary Funds are used to report resources held by a governmental unit in a trustee or agency capacity for others and therefore, cannot be used to support the government's own programs.

**Private-Purpose Trust Funds** - Used to account for the resources of the District's trust and endowment funds for Spruce Creek High, Seabreeze High, and Samsula Scholars.

**Agency Funds** - Used to account for resources of the school internal funds which are used to administer monies collected at the schools for student, athletic, class, and club activities and to account for resources that are held for a voluntary employee benefits program.



**District School Board of Volusia County, Florida  
Combining Statement of Fiduciary Net Position -  
Private-Purpose Trust Funds  
June 30, 2016**

	<b>Spruce Creek High</b>	<b>Seabreeze High</b>	<b>Samsula Scholars</b>	<b>Total Private-Purpose Trust Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 27,986	\$ 153,582	\$ 24,803	\$ 206,371
Investments	-	617,530	-	617,530
Total assets	<u>\$ 27,986</u>	<u>\$ 771,112</u>	<u>\$ 24,803</u>	<u>\$ 823,901</u>
<b>NET POSITION</b>				
Held in trust for scholarships and other purposes	<u>\$ 27,986</u>	<u>\$ 771,112</u>	<u>\$ 24,803</u>	<u>\$ 823,901</u>

**District School Board of Volusia County, Florida**  
**Combining Statement of Changes in Fiduciary Net Position -**  
**Private-Purpose Trust Funds**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Spruce Creek High</b>	<b>Seabreeze High</b>	<b>Samsula Scholars</b>	<b>Total Private-Purpose Trust Funds</b>
<b>ADDITIONS</b>				
Interest earnings	\$ 181	\$ 5,881	\$ 101	\$ 6,163
Total additions	<u>181</u>	<u>5,881</u>	<u>101</u>	<u>6,163</u>
<b>DEDUCTIONS</b>				
Scholarship payments	-	1,098	800	1,898
Total deductions	<u>-</u>	<u>1,098</u>	<u>800</u>	<u>1,898</u>
Change in net position	181	4,783	(699)	4,265
Net position - July 1, 2015	<u>27,805</u>	<u>766,329</u>	<u>25,502</u>	<u>819,636</u>
Net position - June 30, 2016	<u><u>\$ 27,986</u></u>	<u><u>\$ 771,112</u></u>	<u><u>\$ 24,803</u></u>	<u><u>\$ 823,901</u></u>

**District School Board of Volusia County, Florida  
Combining Statement of Assets and Liabilities -  
Agency Funds  
June 30, 2016**

	<b>School Internal Funds</b>	<b>Employee Benefits Program</b>	<b>Total Agency Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,523,946	\$ 54,757	\$ 3,578,703
Investments	2,379,788	-	2,379,788
Receivables	11,000	-	11,000
Total assets	\$ 5,914,734	\$ 54,757	\$ 5,969,491
<b>LIABILITIES</b>			
Accounts payable	\$ 277,653	\$ 54,757	\$ 332,410
Deposits held for others	5,637,081	-	5,637,081
Total liabilities	\$ 5,914,734	\$ 54,757	\$ 5,969,491

**District School Board of Volusia County, Florida**  
**Combining Statement of Changes in Assets and Liabilities -**  
**Agency Funds**  
**For the Fiscal Year Ended June 30, 2016**

**SCHOOL INTERNAL FUNDS**

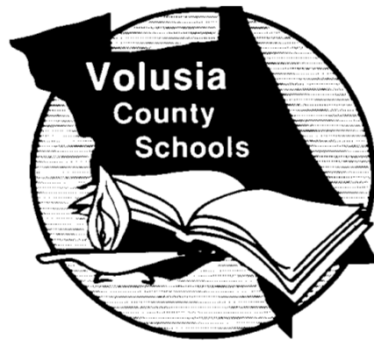
	<b>Balance July 1, 2015</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2016</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,348,510	\$ 13,258,537	\$ 12,083,101	\$ 3,523,946
Investments	3,027,365	-	647,577	2,379,788
Receivables	11,000	-	-	11,000
Inventory	579	-	579	-
Total assets	<u>\$ 5,387,454</u>	<u>\$ 13,258,537</u>	<u>\$ 12,731,257</u>	<u>\$ 5,914,734</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 193,567	\$ 277,653	\$ 193,567	\$ 277,653
Deposits held for others	5,193,887	12,980,884	12,537,690	5,637,081
Total liabilities	<u>\$ 5,387,454</u>	<u>\$ 13,258,537</u>	<u>\$ 12,731,257</u>	<u>\$ 5,914,734</u>

**EMPLOYEE BENEFITS PROGRAM**

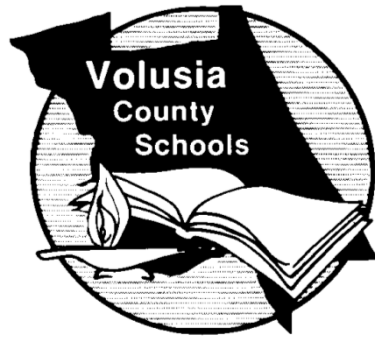
	<b>Balance July 1, 2015</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2016</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 136,477	\$ 81,720	\$ 54,757
Investments	136,477	-	136,477	-
Total assets	<u>\$ 136,477</u>	<u>\$ 136,477</u>	<u>\$ 218,197</u>	<u>\$ 54,757</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 136,477	\$ -	\$ 81,720	\$ 54,757
Total liabilities	<u>\$ 136,477</u>	<u>\$ -</u>	<u>\$ 81,720</u>	<u>\$ 54,757</u>

**TOTAL AGENCY FUNDS**

	<b>Balance July 1, 2015</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2016</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,348,510	\$ 13,395,014	\$ 12,164,821	\$ 3,578,703
Investments	3,163,842	-	784,054	2,379,788
Receivables	11,000	-	-	11,000
Inventory	579	-	579	-
Total assets	<u>\$ 5,523,931</u>	<u>\$ 13,395,014</u>	<u>\$ 12,949,454</u>	<u>\$ 5,969,491</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 330,044	\$ 277,653	\$ 275,287	\$ 332,410
Deposits held for others	5,193,887	12,980,884	12,537,690	5,637,081
Total liabilities	<u>\$ 5,523,931</u>	<u>\$ 13,258,537</u>	<u>\$ 12,812,977</u>	<u>\$ 5,969,491</u>



Nonmajor Discretely Presented  
**Component Units**



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## **Nonmajor Discretely Presented Component Units**

The component units columns in the basic financial statements include the financial data of the District's nonmajor discretely presented component units.

**Reading Edge Academy, Inc.; Samsula Academy; The Chiles Academy, Inc.; Richard Milburn Academy of Volusia County; Richard Milburn Academy Middle School of Volusia County; Ivy Hawn Charter School of the Arts; and Burns Science and Technology Charter School, Inc., Charter Schools** - are separate not for profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. The charter schools operate under charters approved by their sponsor, the Board, and are considered to be component units of the District since they are fiscally dependent on the District and create a financial burden on the District.

**Futures, Inc.** - is a not for profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to raise funds, receive, hold, invest, and administer property and to make expenditures for the benefit of the District. Section 1001.453, Florida Statutes, requires Futures to be authorized and approved by the District. It is considered to be a component unit of the District since the District must approve all members of Futures' Board and the District has the ability to impose its will on the organization. It is considered to be a discretely presented component unit, because the two boards are not the same and Futures does not provide services entirely or nearly entirely to the District.

**District School Board of Volusia County, Florida**  
**Combining Statement of Net Position -**  
**Nonmajor Discretely Presented Component Units**  
**June 30, 2016**

	<b>Charter Schools</b>			
	<b>Reading Edge Academy, Inc.</b>	<b>Samsula Academy</b>	<b>The Chiles Academy, Inc.</b>	<b>Richard Milburn Academy of Volusia County</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 536,559	\$ 238,730	\$ 72,248	\$ 441,279
Investments	-	-	-	-
Receivables	14,141	2,922	53,119	-
Due from other agencies	-	-	-	60,224
Inventories	4,346	3,935	1,875	-
Prepaid items	-	-	5,681	-
Other assets	1,000	7,250	18,182	31,228
Capital assets:				
Land	503,616	200,000	-	-
Leasehold improvements	-	-	43,687	-
Buildings and fixed equipment, net	3,682,885	1,252,490	66,491	-
Furniture, fixtures and equipment, net	63,031	16,720	28,224	19,566
Property under capital lease, net	-	-	-	-
Computer software, net	-	-	830	-
Total assets	<u>4,805,578</u>	<u>1,722,047</u>	<u>290,337</u>	<u>552,297</u>
<b>LIABILITIES AND NET POSITION</b>				
<b>LIABILITIES</b>				
Salaries and benefits payable	-	-	-	-
Accounts payable	-	6,065	56,075	100,258
Accrued liabilities	35,061	20,186	-	-
Accrued interest payable	5,773	-	-	-
Due to other agencies	-	-	-	-
Compensated absences payable	56,773	15,431	-	-
Long-term liabilities:				
Portion due within one year:				
Obligations under capital leases	-	-	-	-
Notes payable	99,277	-	6,121	-
Portion due in more than one year:				
Obligations under capital leases	-	-	-	-
Notes payable	2,209,026	-	-	-
Total liabilities	<u>2,405,910</u>	<u>41,682</u>	<u>62,196</u>	<u>100,258</u>
<b>NET POSITION</b>				
Net investment in capital assets	1,941,229	1,469,210	133,111	19,566
Restricted for:				
Capital projects	-	-	-	20,884
Other purposes	-	24,388	-	-
Unrestricted (deficit)	458,439	186,767	95,030	411,589
<b>Total net position</b>	<u><b>\$ 2,399,668</b></u>	<u><b>\$ 1,680,365</b></u>	<u><b>\$ 228,141</b></u>	<u><b>\$ 452,039</b></u>



**Charter Schools**

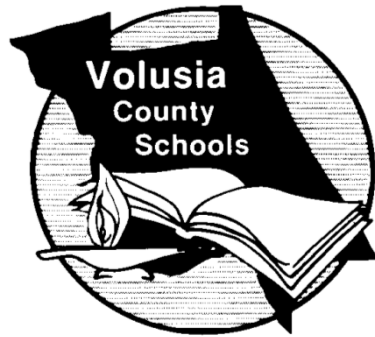
<b>Richard Milburn Academy Middle School of Volusia County</b>	<b>Ivy Hawn Charter School of the Arts</b>	<b>Burns Science and Technology Charter School, Inc.</b>	<b>Futures, Inc.</b>	<b>Total Component Units</b>
\$ 67,816	\$ 64,466	\$ 261,511	\$ 603,511	\$ 2,286,120
-	-	-	302,317	302,317
-	-	-	17,072	87,254
-	14,438	5,834	-	80,496
-	-	-	-	10,156
-	93,344	5,097	693,798	797,920
-	-	23,716	12,223	93,599
-	-	-	-	703,616
-	247,767	503,042	-	794,496
-	-	-	-	5,001,866
5,360	168,323	41,950	-	343,174
-	158,351	42,203	-	200,554
-	-	-	-	830
<b>73,176</b>	<b>746,689</b>	<b>883,353</b>	<b>1,628,921</b>	<b>10,702,398</b>
-	110,470	60,759	-	171,229
39,393	86,105	31,184	-	319,080
-	-	-	-	55,247
-	-	-	-	5,773
27,128	-	-	-	27,128
-	-	-	-	72,204
-	71,531	26,722	-	98,253
-	24,352	-	-	129,750
-	44,347	-	-	44,347
-	85,645	-	-	2,294,671
<b>66,521</b>	<b>422,450</b>	<b>118,665</b>	<b>-</b>	<b>3,217,682</b>
5,360	348,566	560,473	-	4,477,515
-	-	-	-	20,884
-	-	-	924,764	949,152
1,295	(24,327)	204,215	704,157	2,037,165
<b>\$ 6,655</b>	<b>\$ 324,239</b>	<b>\$ 764,688</b>	<b>\$ 1,628,921</b>	<b>\$ 7,484,716</b>

**District School Board of Volusia County, Florida  
Combining Statement of Activities -  
Nonmajor Discretely Presented Component Units  
For the Fiscal Year Ended June 30, 2016**

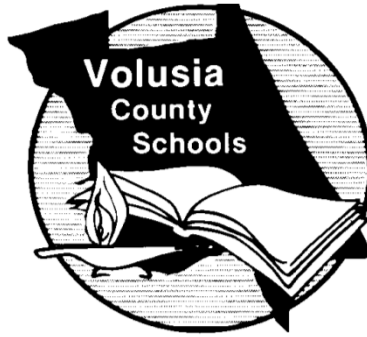
	<b>Charter Schools</b>			
	<b>Reading Edge Academy, Inc.</b>	<b>Samsula Academy</b>	<b>The Chiles Academy, Inc.</b>	<b>Richard Milburn Academy of Volusia County</b>
<b>EXPENSES:</b>				
Instruction	\$ 1,376,578	\$ 1,031,911	\$ 813,562	\$ 593,996
Student personnel services	-	-	109,143	102,042
Instruction and curriculum development services	-	-	3,514	9,513
Instructional staff training services	-	-	34,467	21,353
Board of education	-	-	-	16,177
General administration	27,670	25,182	4,439	197,166
School administration	356,265	255,134	263,638	325,450
Facilities services - non-capitalized	-	-	-	-
Fiscal services	91,025	81,867	115,036	170,618
Food services	171,281	90,065	212,223	-
Central services	-	-	-	-
Student transportation services	24,688	-	44,560	-
Operation of plant	162,663	209,102	202,189	419,129
Maintenance of plant	-	-	8,776	-
Administrative technology services	-	-	-	-
Community services	97,742	78,139	260,728	-
Interest on long-term debt	126,666	-	746	-
Unallocated depreciation expense	-	-	17,237	-
Total expenses	<u>2,434,578</u>	<u>1,771,400</u>	<u>2,090,258</u>	<u>1,855,444</u>
<b>PROGRAM REVENUES</b>				
Charges for services	263,536	211,895	301,307	-
Operating grants and contributions	-	-	709,663	56,225
Capital grants and contributions	-	-	-	66,381
Total program revenues	<u>263,536</u>	<u>211,895</u>	<u>1,010,970</u>	<u>122,606</u>
Net program expense	<u>(2,171,042)</u>	<u>(1,559,505)</u>	<u>(1,079,288)</u>	<u>(1,732,838)</u>
<b>GENERAL REVENUES</b>				
Grants and entitlements not restricted to specific programs	2,196,474	1,567,845	992,666	1,881,119
Investment earnings	-	-	-	-
Miscellaneous	-	-	70	-
Total general revenues	<u>2,196,474</u>	<u>1,567,845</u>	<u>992,736</u>	<u>1,881,119</u>
<b>CHANGE IN NET POSITION</b>	25,432	8,340	(86,552)	148,281
<b>Net position (deficit) - July 1, 2015</b>	<u>2,374,236</u>	<u>1,672,025</u>	<u>314,693</u>	<u>303,758</u>
<b>Net position (deficit) - June 30, 2016</b>	<u>\$ 2,399,668</u>	<u>\$ 1,680,365</u>	<u>\$ 228,141</u>	<u>\$ 452,039</u>

**Charter Schools**

<b>Richard Milburn Academy Middle School of Volusia County</b>	<b>Ivy Hawn Charter School of the Arts</b>	<b>Burns Science and Technology Charter School, Inc.</b>	<b>Futures, Inc.</b>	<b>Total Component Units</b>
\$ 196,870	\$ 2,706,091	\$ 1,676,943	\$ -	\$ 8,395,951
25,849	7,210	20,492	-	264,736
-	-	-	-	13,027
-	-	-	-	55,820
9,878	210,372	123,911	-	360,338
63,126	-	-	-	317,583
108,349	400,617	269,687	-	1,979,140
-	737,817	86,513	-	824,330
44,365	142,217	60,000	-	705,128
-	53,077	186,323	-	712,969
-	-	36,083	-	36,083
-	88,629	92,186	-	250,063
33,703	333,916	223,194	-	1,583,896
-	8,498	26,659	-	43,933
-	75,037	-	-	75,037
-	409,773	142,790	784,946	1,774,118
-	14,382	3,590	-	145,384
-	116,605	-	-	133,842
<b>482,140</b>	<b>5,304,241</b>	<b>2,948,371</b>	<b>784,946</b>	<b>17,671,378</b>
-	367,676	126,844	16,015	1,287,273
9,208	89,196	76,684	758,649	1,699,625
-	117,910	58,790	-	243,081
9,208	574,782	262,318	774,664	3,229,979
(472,932)	(4,729,459)	(2,686,053)	(10,282)	(14,441,399)
511,963	4,827,880	2,527,966	-	14,505,913
-	-	-	11,304	11,304
-	30,224	222,883	-	253,177
<b>511,963</b>	<b>4,858,104</b>	<b>2,750,849</b>	<b>11,304</b>	<b>14,770,394</b>
39,031	128,645	64,796	1,022	328,995
<b>(32,376)</b>	<b>195,594</b>	<b>699,892</b>	<b>1,627,899</b>	<b>7,155,721</b>
<b>\$ 6,655</b>	<b>\$ 324,239</b>	<b>\$ 764,688</b>	<b>\$ 1,628,921</b>	<b>\$ 7,484,716</b>



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## Statistical Section

## Statistical Section

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

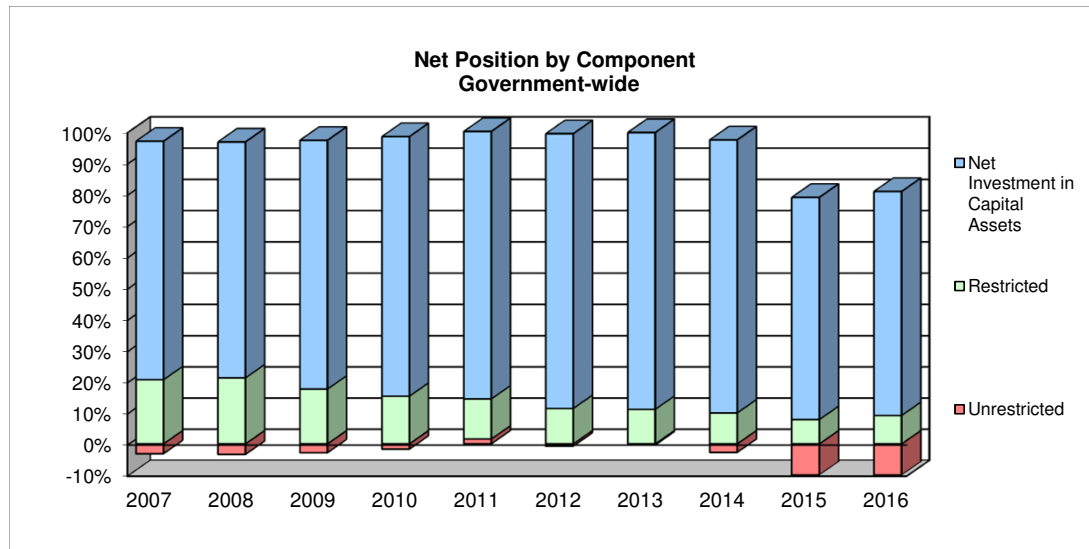
<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>101</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>114</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>119</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>126</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>128</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**District School Board of Volusia County, Florida**  
**Net Position by Component - Government-wide**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	(a) 2015	2016
<b>Primary government:</b>										
Governmental activities:										
Net investment in capital assets	\$ 619,743,483	\$ 662,439,492	\$ 707,233,274	\$ 726,782,031	\$ 734,140,933	\$ 733,957,739	\$ 730,599,256	\$ 739,412,668	\$ 749,105,541	\$ 759,983,009
Restricted	167,353,947	186,113,892	156,350,990	133,946,657	110,556,480	94,921,529	91,490,476	84,007,208	82,211,912	96,615,507
Unrestricted	(25,499,290)	(29,443,574)	(25,131,781)	(14,566,442)	13,409,689	(5,996,529)	(2,777,562)	(22,957,304)	(221,991,148)	(203,409,105)
<b>Total governmental activities net position</b>	<b>\$ 761,598,140</b>	<b>\$ 819,109,810</b>	<b>\$ 838,452,483</b>	<b>\$ 846,162,246</b>	<b>\$ 858,107,102</b>	<b>\$ 822,882,739</b>	<b>\$ 819,312,170</b>	<b>\$ 800,462,572</b>	<b>\$ 609,326,305</b>	<b>\$ 653,189,411</b>

(a) GASB Statement No. 68 was implemented, resulting in adjustments to unrestricted beginning net position.  
Source: District records



**District School Board of Volusia County, Florida**  
**Changes in Net Position - Government-wide**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Expenses</b>										
Governmental activities:										
Instruction	\$ 322,497,809	\$ 326,228,760	\$ 298,373,524	\$ 295,983,159	\$ 297,441,097	\$ 291,064,900	\$ 270,420,182	\$ 294,080,341	\$ 303,980,515	\$ 304,964,765
Student personnel services	26,248,325	26,914,771	25,522,584	28,595,805	24,692,342	21,530,239	20,956,374	22,260,328	22,346,883	22,014,460
Instructional media services	7,554,889	7,510,062	6,752,611	7,581,732	6,776,769	6,627,166	6,085,449	6,050,456	5,913,231	5,831,030
Instruction and curriculum development services	15,661,385	16,550,344	14,448,263	19,229,290	17,602,486	16,733,853	18,395,169	21,532,665	22,368,194	16,099,018
Instructional staff training services	8,839,892	5,900,382	4,786,267	5,559,960	4,756,052	3,819,069	2,566,293	2,631,591	2,826,187	8,277,231
Instruction related technology	3,081,083	3,855,695	3,970,619	4,028,676	4,163,784	4,899,708	4,936,849	4,330,372	5,589,112	4,493,369
Board of education	447,349	714,623	667,477	570,094	799,763	745,562	697,121	723,554	651,313	618,082
General administration	3,675,637	3,276,095	3,005,115	4,757,016	3,875,616	2,924,365	2,942,396	2,728,798	3,711,985	3,545,076
School administration	40,476,781	39,437,633	39,120,584	38,496,856	36,505,849	34,671,162	33,747,642	35,933,954	35,271,215	35,344,313
Facilities services - non-capitalized	15,772,257	12,367,400	11,847,866	7,952,299	8,021,594	5,721,489	3,305,712	2,952,087	4,546,128	5,869,483
Fiscal services	3,071,588	3,031,626	2,875,952	2,802,078	2,706,882	2,489,673	2,391,651	2,486,442	2,279,613	2,512,592
Food services	23,438,412	25,819,083	23,086,186	22,798,479	22,396,205	23,493,765	22,479,911	24,290,574	24,371,742	23,252,514
Central services	6,495,756	7,178,652	5,103,596	5,553,004	5,587,469	6,390,653	6,547,815	6,317,948	6,573,506	5,940,198
Student transportation services	18,166,751	19,099,121	16,708,807	16,878,756	16,300,770	15,930,975	15,900,865	16,801,105	16,250,950	15,081,124
Operation of plant	44,983,769	43,273,381	42,508,764	43,054,229	41,657,376	40,640,438	40,843,423	35,562,405	36,431,503	35,336,376
Maintenance of plant	15,530,492	16,514,878	14,377,537	14,817,824	13,935,290	14,152,879	13,296,228	14,182,978	13,097,318	12,426,214
Administrative technology services	5,855,638	5,365,149	5,466,861	5,566,867	5,168,871	4,948,558	5,335,201	5,868,241	5,883,389	6,317,523
Community services	4,660,131	5,051,357	5,117,929	4,920,377	4,574,728	4,508,252	4,334,302	4,570,518	4,913,403	5,043,261
Interest on long-term debt	25,304,753	29,004,391	28,189,824	24,569,386	22,293,945	20,363,353	18,665,687	17,059,506	14,174,703	11,481,747
Unallocated depreciation expense	36,275,249	46,509,697	46,813,575	50,022,091	50,799,821	50,843,331	50,786,976	49,837,073	49,039,691	47,856,265
<b>Total primary government expenses</b>	<b>628,037,946</b>	<b>643,603,100</b>	<b>598,743,941</b>	<b>603,737,978</b>	<b>590,056,709</b>	<b>572,499,390</b>	<b>544,635,246</b>	<b>570,200,936</b>	<b>580,220,581</b>	<b>572,304,641</b>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services										
Food services	8,588,773	8,311,879	8,274,426	7,326,776	6,633,649	6,092,067	5,724,371	5,470,108	4,868,686	4,444,163
Community services	4,341,097	5,109,709	4,954,119	4,976,587	4,753,015	4,762,668	4,784,925	4,919,773	5,079,014	5,198,498
Operating grants and contributions	30,666,253	31,131,213	29,381,645	18,511,651	20,796,827	19,116,610	19,569,920	20,258,405	21,876,050	23,879,754
Capital grants and contributions	38,887,502	31,788,955	10,161,294	7,687,602	5,866,973	7,629,499	3,152,229	3,354,042	6,466,545	7,265,935
<b>Total primary government program revenues</b>	<b>82,483,625</b>	<b>76,341,756</b>	<b>52,771,484</b>	<b>38,502,616</b>	<b>38,050,464</b>	<b>37,600,844</b>	<b>33,231,445</b>	<b>34,002,328</b>	<b>38,290,295</b>	<b>40,788,350</b>
<b>Total primary government net expense</b>	<b>(545,554,321)</b>	<b>(567,261,344)</b>	<b>(545,972,457)</b>	<b>(565,235,362)</b>	<b>(552,006,245)</b>	<b>(534,898,546)</b>	<b>(511,403,801)</b>	<b>(536,198,608)</b>	<b>(541,930,286)</b>	<b>(531,516,291)</b>



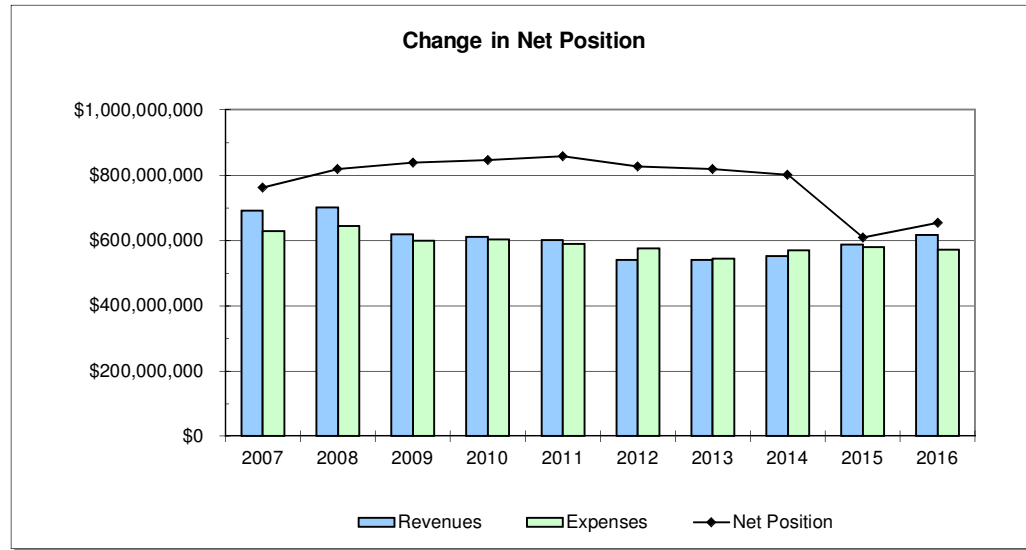
**General Revenues and Other Changes in Net Position**

Governmental activities:

Property taxes:											
Levied for operational purposes	210,137,155	217,062,977	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605	153,698,333	161,910,645	169,768,202	
Levied for debt service	32,424	9,178	-	-	-	-	-	-	-	-	
Levied for capital projects	73,914,902	79,398,963	67,596,252	48,988,701	42,854,140	38,827,686	38,453,390	39,341,552	41,629,029	44,704,287	
Local sales tax	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123	39,116,980	
Unrestricted grants and contributions	258,468,840	264,588,398	232,196,984	278,116,363	292,423,998	254,143,163	265,934,335	288,648,605	300,836,959	310,644,024	
Investment earnings	22,416,645	19,927,969	8,468,708	2,346,711	609,669	286,316	264,894	188,877	207,692	1,266,401	
Miscellaneous	7,095,707	9,837,265	6,492,222	8,732,652	6,860,929	9,339,354	7,851,852	9,221,832	8,699,924	9,879,503	
Special items	-	-	-	-	-	-	-	(7,483,242)	-	-	
<b>Total primary government</b>	<b>608,021,696</b>	<b>624,773,014</b>	<b>565,315,130</b>	<b>572,945,125</b>	<b>563,951,101</b>	<b>503,170,291</b>	<b>507,833,232</b>	<b>517,349,010</b>	<b>549,357,372</b>	<b>575,379,397</b>	
<b>Change in Net Position</b>	<b>62,467,375</b>	<b>57,511,670</b>	<b>19,342,673</b>	<b>7,709,763</b>	<b>11,944,856</b>	<b>(31,728,255)</b>	<b>(3,570,569)</b>	<b>(18,849,598)</b>	<b>7,427,086</b>	<b>43,863,106</b>	
Adjustment to beginning net position	-	-	-	-	-	(3,496,108)	-	-	(198,563,353) (a)	-	
<b>Total primary government</b>	<b>\$ 62,467,375</b>	<b>\$ 57,511,670</b>	<b>\$ 19,342,673</b>	<b>\$ 7,709,763</b>	<b>\$ 11,944,856</b>	<b>\$ (35,224,363)</b>	<b>\$ (3,570,569)</b>	<b>\$ (18,849,598)</b>	<b>\$ (191,136,267)</b>	<b>\$ 43,863,106</b>	

(a) GASB Statement No. 68 was implemented, resulting in adjustments to beginning net position.

Source: District records



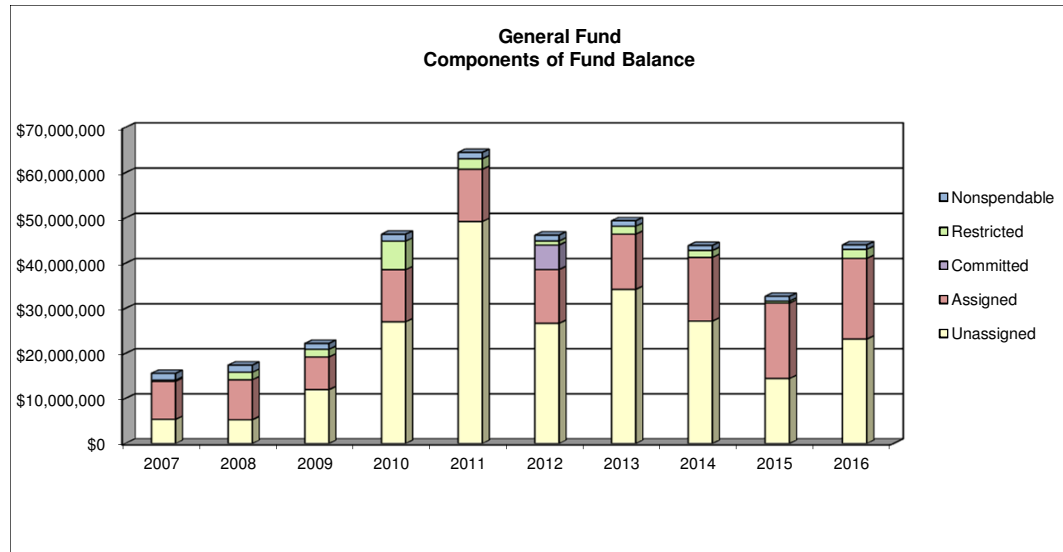
**District School Board of Volusia County, Florida**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

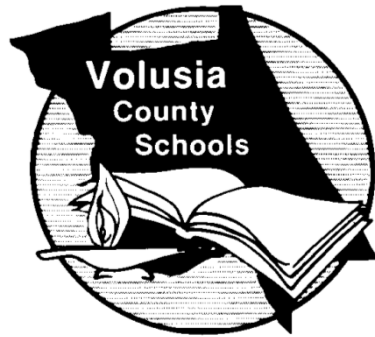
	Fiscal Year									
	Restated * 2007	Restated * 2008	Restated * 2009	2010	2011	2012	2013	2014	2015	2016
<b>General Fund</b>										
Fund Balances:										
Nonspendable	\$ 1,528,053	\$ 1,581,808	\$ 1,301,033	\$ 1,520,218	\$ 1,388,556	\$ 1,289,062	\$ 1,205,740	\$ 1,104,890	\$ 1,051,247	\$ 978,700
Spendable:										
Restricted	231,824	1,662,949	1,699,856	6,311,986	2,321,758	899,163	1,755,206	1,527,190	443,022	2,025,295
Committed	-	-	-	-	-	5,410,429	-	-	-	-
Assigned	8,451,067	8,879,882	7,265,663	11,547,648	11,542,671	11,925,441	12,201,537	14,108,741	16,750,823	17,877,641
Unassigned	5,376,408	5,289,000	11,968,210	27,045,582	49,232,328	26,696,378	34,238,628	27,200,679	14,446,658	23,195,073
<b>Total General Fund</b>	<b>\$ 15,587,352</b>	<b>\$ 17,413,639</b>	<b>\$ 22,234,762</b>	<b>\$ 46,425,434</b>	<b>\$ 64,485,313</b>	<b>\$ 46,220,473</b>	<b>\$ 49,401,111</b>	<b>\$ 43,941,500</b>	<b>\$ 32,691,750</b>	<b>\$ 44,076,709</b>
<b>All Other Governmental Funds</b>										
Fund Balances:										
Nonspendable	\$ 2,592,729	\$ 2,092,183	\$ 1,767,481	\$ 1,775,105	\$ 1,859,599	\$ 2,437,016	\$ 3,040,058	\$ 2,718,193	\$ 1,909,722	\$ 2,111,831
Spendable:										
Restricted	420,129,837	362,134,126	266,459,932	156,471,073	115,420,028	93,919,608	86,695,212	79,761,825	79,795,816	92,463,020
Assigned	1,572,027	1,741,756	1,851,032	2,108,298	2,121,911	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 424,294,593</b>	<b>\$ 365,968,065</b>	<b>\$ 270,078,445</b>	<b>\$ 160,354,476</b>	<b>\$ 119,401,538</b>	<b>\$ 96,356,624</b>	<b>\$ 89,735,270</b>	<b>\$ 82,480,018</b>	<b>\$ 81,705,538</b>	<b>\$ 94,574,851</b>

Note:

\* The District implemented GASB 54 for the fiscal year ended June 30, 2010. The fund balances from the prior fiscal years were restated for comparison purposes.

Source: District records





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**District School Board of Volusia County, Florida**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

Revenues	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Federal sources:</b>										
Federal direct	\$ 623,162	\$ 396,534	\$ 416,005	\$ 745,638	\$ 771,718	\$ 765,161	\$ 485,385	\$ 480,066	\$ 469,447	\$ 475,124
Other Federal grants	38,736,594	37,677,314	37,602,822	80,233,229	86,656,242	45,058,921	42,636,895	40,576,752	49,162,081	45,013,483
Food services	13,466,044	14,397,459	15,269,372	16,912,474	17,844,215	18,764,344	19,578,074	19,911,467	20,332,228	22,471,093
Total Federal sources	<u>52,825,800</u>	<u>52,471,307</u>	<u>53,288,199</u>	<u>97,891,341</u>	<u>105,272,175</u>	<u>64,588,426</u>	<u>62,700,354</u>	<u>60,968,285</u>	<u>69,963,756</u>	<u>67,959,700</u>
<b>State sources:</b>										
Florida education finance program	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598	177,127,790	179,762,418	190,816,300
Categorical educational programs	76,287,419	88,210,563	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950	68,324,034	69,271,453	72,090,498
Discretionary lottery funds	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-	589,639	218,293	-
Public education capital outlay	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-	-	1,198,144	1,069,770
Capital outlay and debt service	2,523,822	2,494,925	2,357,301	2,319,036	2,318,904	2,316,950	2,321,153	2,302,127	2,348,702	2,275,801
Mobile home license tax	535,064	512,796	565,904	525,372	524,593	520,427	526,545	507,516	520,915	558,761
Food services	369,561	362,407	370,163	352,971	347,836	350,143	340,459	342,820	330,550	325,046
Classrooms for kids	17,488,878	10,107,881	-	-	-	-	-	-	-	-
Charter school capital outlay funding	136,791	132,278	390,295	405,110	334,839	420,661	248,070	370,889	598,413	380,599
State grants and other State sources	3,346,195	3,174,280	1,015,677	1,062,118	1,037,831	989,953	1,404,112	1,042,808	1,432,351	1,689,857
Total State sources	<u>260,260,078</u>	<u>260,756,600</u>	<u>212,480,956</u>	<u>201,233,599</u>	<u>210,593,714</u>	<u>211,406,834</u>	<u>225,371,887</u>	<u>250,607,623</u>	<u>255,681,239</u>	<u>269,206,632</u>
<b>Local sources:</b>										
Ad valorem taxes	284,084,481	296,471,118	287,857,553	253,968,179	234,172,676	208,874,733	201,775,461	193,039,885	203,539,674	214,464,541
Local sales tax	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123	39,116,980
Food service sales	8,592,385	8,313,123	8,274,426	7,326,777	6,633,649	6,094,271	5,734,720	5,475,935	4,877,272	4,470,889
Interest income and other	22,416,645	19,927,969	8,470,343	2,346,711	609,668	286,316	264,893	188,877	207,693	1,266,401
Local grants and other local sources	24,662,057	28,031,452	14,539,473	17,668,841	14,567,968	17,457,575	12,976,869	12,258,141	16,390,866	17,715,832
Total local sources	<u>375,711,591</u>	<u>386,691,926</u>	<u>349,441,458</u>	<u>311,091,728</u>	<u>285,867,790</u>	<u>263,239,620</u>	<u>252,564,099</u>	<u>244,695,891</u>	<u>261,088,628</u>	<u>277,034,643</u>
<b>Total revenues</b>	<u>\$ 688,797,469</u>	<u>\$ 699,919,833</u>	<u>\$ 615,210,613</u>	<u>\$ 610,216,668</u>	<u>\$ 601,733,679</u>	<u>\$ 539,234,880</u>	<u>\$ 540,636,340</u>	<u>\$ 556,271,799</u>	<u>\$ 586,733,623</u>	<u>\$ 614,200,975</u>

**Expenditures**

**Current:**

Instruction	\$ 318,681,634	\$ 323,606,180	\$ 295,253,902	\$ 290,923,820	\$ 300,312,990	\$ 289,320,241	\$ 270,775,461	\$ 291,036,540	\$ 310,263,079	\$ 310,580,292
Student personnel services	25,937,723	26,716,097	25,281,008	28,137,963	24,960,354	21,419,441	20,998,043	22,040,983	22,893,140	22,466,071
Instructional media services	7,465,491	7,449,204	6,677,055	7,447,687	6,834,659	6,585,708	6,093,585	5,986,204	6,041,401	5,946,139
Instruction and curriculum development services	15,476,061	16,474,338	14,365,621	18,951,337	17,820,078	16,699,603	18,459,540	21,348,479	22,993,026	16,454,390
Instructional staff training services	8,735,288	5,880,891	4,767,226	5,483,713	4,821,253	3,817,296	2,578,440	2,611,707	2,859,223	8,434,532
Instruction related technology	3,044,624	3,829,838	3,934,306	3,961,842	4,207,213	4,884,830	4,952,475	4,290,328	5,644,595	4,555,666
Board of education	442,055	711,009	663,236	561,211	809,535	744,079	699,674	717,419	688,371	643,300
General administration	3,632,143	3,259,092	2,985,846	4,687,782	3,924,835	2,917,392	2,953,428	2,705,634	3,766,738	3,600,393
School administration	39,997,812	39,111,109	38,692,279	37,821,537	36,821,519	34,439,101	33,782,604	35,550,371	36,134,985	36,081,157
Facilities services - non-capitalized	15,585,621	12,364,934	11,645,499	7,824,107	8,138,113	5,729,393	3,323,899	2,932,068	4,543,619	4,681,266
Fiscal services	3,035,241	3,007,082	2,845,410	2,752,829	2,730,060	2,472,566	2,393,898	2,459,976	2,345,394	2,572,035
Food services	23,161,061	25,692,680	22,947,623	22,452,464	22,659,554	23,441,712	22,560,155	24,085,332	24,586,862	23,493,170
Central services	6,418,891	7,129,390	6,241,962	5,889,957	5,643,038	6,365,540	6,566,401	6,259,190	6,663,006	6,036,063
Student transportation services	17,951,781	18,966,061	16,556,788	16,598,168	16,463,454	15,856,153	15,937,464	16,639,111	16,515,021	15,323,918
Operation of plant	42,560,796	43,056,783	42,251,740	42,399,942	42,143,179	40,536,873	40,978,763	35,307,939	36,485,359	35,518,536
Maintenance of plant	15,346,717	16,399,767	14,242,289	14,568,756	14,070,169	14,085,224	13,322,506	14,044,006	13,324,599	12,630,119
Administrative technology services	5,786,347	5,329,339	5,418,100	5,474,410	5,218,378	4,922,997	5,347,900	5,813,486	5,964,750	6,404,828
Community services	4,604,987	5,018,944	5,077,491	4,840,773	4,623,108	4,490,584	4,352,719	4,527,437	4,988,109	5,118,039

**Debt Service:**

Principal	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000	34,005,000	72,675,000 (a)	36,577,000
Interest and fiscal charges	27,806,218	29,111,606	29,513,476	25,442,385	23,928,131	22,299,852	20,219,289	19,370,016	16,777,994	14,682,089

**Capital Outlay:**

Facilities acquisition and construction	142,807,196	126,551,283	115,313,949	66,174,374	38,757,929	23,808,336	10,478,332	11,861,416	14,316,791	15,534,521
Other capital outlay	15,437,113	11,536,499	12,292,430	7,149,720	9,671,432	6,704,162	4,772,769	7,246,014	6,479,276	5,335,704
<b>Total expenditures</b>	<b>778,749,800</b>	<b>757,537,126</b>	<b>704,272,236</b>	<b>648,429,777</b>	<b>624,668,981</b>	<b>582,901,083</b>	<b>544,312,345</b>	<b>570,838,656</b>	<b>636,950,338</b>	<b>592,669,228</b>

Excess (deficiency) of revenues

over (under) expenditures	(89,952,331)	(57,617,293)	(89,061,623)	(38,213,109)	(22,935,302)	(43,666,203)	(3,676,005)	(14,566,857)	(50,216,715)	21,531,747
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**Other Financing Sources (Uses)**

Certificates of participation	97,975,000	-	-	-	-	-	-	-	-	-
Refunding certificates of participation	-	-	-	-	-	-	-	142,805,000	28,210,000	73,150,000
Refunding bonds issued	-	-	-	1,390,000	-	39,425,000	-	-	4,549,000	-
Payment to refunding bonds escrow agent	-	-	-	(50,124,381)	-	(42,356,714)	-	(158,210,258)	-	(86,106,483)
Premiums on long-term debt issued	3,616,923	-	-	125,602	-	3,628,829	-	16,215,089	4,708,849	13,707,447
Proceeds from sale of capital assets	354,652	445,120	666,901	938,591	33,565	1,657,210	234,052	1,038,047	330,035	753,186
Loss recoveries	274,360	671,932	326,225	350,000	8,678	2,124	1,237	4,116	394,601	1,218,375
Transfers in	64,310,901	65,988,949	70,813,365	71,273,913	68,161,609	70,486,789	66,080,825	64,474,303	62,189,128	58,681,234
Transfers out	(64,310,901)	(65,988,949)	(73,813,365)	(71,273,913)	(68,161,609)	(70,486,789)	(66,080,825)	(64,474,303)	(62,189,128)	(58,681,234)
<b>Total other financing sources (uses)</b>	<b>102,220,935</b>	<b>1,117,052</b>	<b>(2,006,874)</b>	<b>(47,320,188)</b>	<b>42,243</b>	<b>2,356,449</b>	<b>235,289</b>	<b>1,851,994</b>	<b>38,192,485</b>	<b>2,722,525</b>
Net change in fund balance	12,268,604	(56,500,241)	(91,068,497)	(85,533,297)	(22,893,059)	(41,309,754)	(3,440,716)	(12,714,863)	(12,024,230)	24,254,272
Fund balance, beginning	427,613,341	439,881,945	383,381,704	292,313,207	206,779,910	183,886,851	142,577,097	139,136,381	126,421,518	114,397,288
<b>Fund balance, ending</b>	<b>\$ 439,881,945</b>	<b>\$ 383,381,704</b>	<b>\$ 292,313,207</b>	<b>\$ 206,779,910</b>	<b>\$ 183,886,851</b>	<b>\$ 142,577,097</b>	<b>\$ 139,136,381</b>	<b>\$ 126,421,518</b>	<b>\$ 114,397,288</b>	<b>\$ 138,651,560</b>

Debt service as a percentage of

noncapital expenditures	10.1%	9.0%	9.9%	9.4%	9.4%	9.7%	10.0%	9.7%	14.5% (a)	9.0%
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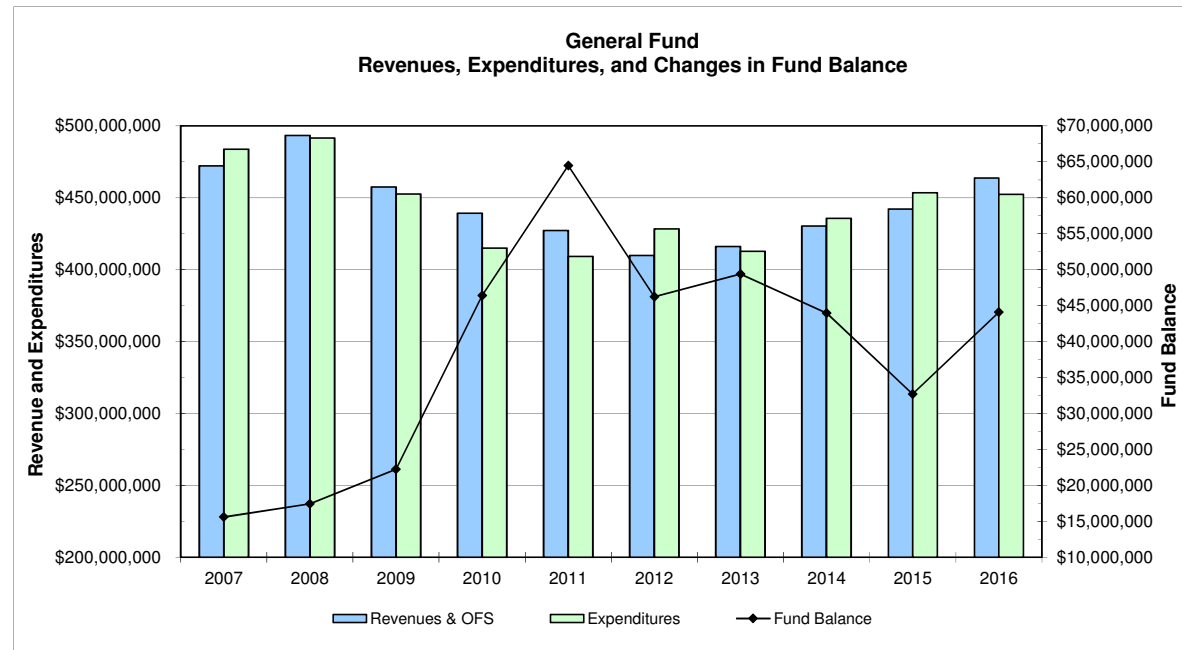
Source: District records

**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balance -**  
**General Fund**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Federal sources:</b>										
Federal direct	\$ 293,716	\$ 386,899	\$ 416,005	\$ 419,952	\$ 447,912	\$ 492,607	\$ 480,685	\$ 480,066	\$ 468,447	\$ 461,235
Other Federal grants	1,972,731	1,971,257	2,164,248	3,097,023	2,434,723	2,510,606	2,867,763	2,670,906	3,782,947	4,146,933
Total Federal sources	2,266,447	2,358,156	2,580,253	3,516,975	2,882,635	3,003,213	3,348,448	3,150,972	4,251,394	4,608,168
<b>State sources:</b>										
Florida education finance program	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598	177,127,790	179,762,418	190,816,300
Categoricals	76,287,419	88,210,564	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950	68,324,034	69,271,453	72,090,498
Discretionary lottery funds	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-	589,639	218,293	-
Capital Outlay and Debt Service	36,726	36,502	34,785	34,366	34,366	34,366	34,366	34,366	34,366	34,644
Mobile Home License Tax	535,064	512,796	565,904	525,372	524,593	520,427	526,545	507,516	520,915	558,761
State grants and other State sources	3,230,496	3,056,860	905,669	957,668	955,478	882,413	865,487	902,302	1,247,694	1,574,884
Total State sources	231,266,491	238,451,862	205,238,774	197,132,519	204,955,100	208,245,906	221,957,946	247,485,647	251,055,139	265,075,087
<b>Local sources:</b>										
Ad valorem taxes	210,148,693	217,077,522	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605	153,698,333	161,910,645	169,768,202
Interest income	3,180,676	4,154,175	1,757,708	1,179,853	267,938	130,975	120,766	111,159	130,181	487,003
Local grants and other local sources	9,681,945	14,361,400	10,719,874	12,599,163	11,282,095	12,529,558	12,068,850	11,520,118	12,945,051	12,949,464
Total local sources	223,011,314	235,593,097	232,738,883	218,758,494	202,868,569	182,707,580	175,706,221	165,329,610	174,985,877	183,204,669
<b>Total revenues</b>	<b>456,544,252</b>	<b>476,403,115</b>	<b>440,557,910</b>	<b>419,407,988</b>	<b>410,706,304</b>	<b>393,956,699</b>	<b>401,012,615</b>	<b>415,966,229</b>	<b>430,292,410</b>	<b>452,887,924</b>

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Expenditures: (by object)</b>										
Salaries	319,082,588	324,395,109	294,315,744	267,867,607	253,753,824	277,234,394	266,082,449	269,093,264	276,611,819	277,497,218
Employee Benefits	97,524,588	101,192,922	94,580,845	90,124,480	92,767,100	82,197,393	79,498,512	85,575,930	91,794,421	91,012,770
Purchased Services	28,807,862	28,143,275	29,013,330	29,265,369	29,617,364	34,054,233	36,168,602	48,583,512	50,742,913	53,099,235
Energy Services	15,408,200	15,999,810	14,360,729	13,272,839	13,778,706	13,236,703	12,471,346	12,920,470	13,315,221	11,645,343
Material and Supplies	15,023,624	14,764,697	12,773,361	8,069,811	11,993,674	14,066,841	11,936,844	11,490,919	12,761,910	11,302,382
Capital Outlay	1,578,945	1,105,556	1,570,475	586,738	828,269	1,244,726	1,186,391	1,958,024	1,752,895	882,188
Other Expenditures	6,311,910	5,983,774	5,965,326	5,906,717	6,507,455	6,207,739	5,480,256	6,166,773	6,515,562	7,009,813
<b>Total expenditures</b>	<b>483,737,717</b>	<b>491,585,143</b>	<b>452,579,810</b>	<b>415,093,561</b>	<b>409,246,392</b>	<b>428,242,029</b>	<b>412,824,400</b>	<b>435,788,892</b>	<b>453,494,741</b>	<b>452,448,949</b>
Excess (deficiency) of revenues over (under) expenditures	(27,193,465)	(15,182,028)	(12,021,900)	4,314,427	1,459,912	(34,285,330)	(11,811,785)	(19,822,663)	(23,202,331)	438,975
Other financing sources (OFS), net	15,670,594	17,008,315	16,843,023	19,876,245	16,599,967	16,020,490	14,992,423	14,363,052	11,952,581	10,945,984
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	(11,522,871)	1,826,287	4,821,123	24,190,672	18,059,879	(18,264,840)	3,180,638	(5,459,611)	(11,249,750)	11,384,959
Beginning fund balance	27,110,223	15,587,352	17,413,639	22,234,762	46,425,434	64,485,313	46,220,473	49,401,111	43,941,500	32,691,750
<b>Ending fund balance</b>	<b>\$ 15,587,352</b>	<b>\$ 17,413,639</b>	<b>\$ 22,234,762</b>	<b>\$ 46,425,434</b>	<b>\$ 64,485,313</b>	<b>\$ 46,220,473</b>	<b>\$ 49,401,111</b>	<b>\$ 43,941,500</b>	<b>\$ 32,691,750</b>	<b>\$ 44,076,709</b>

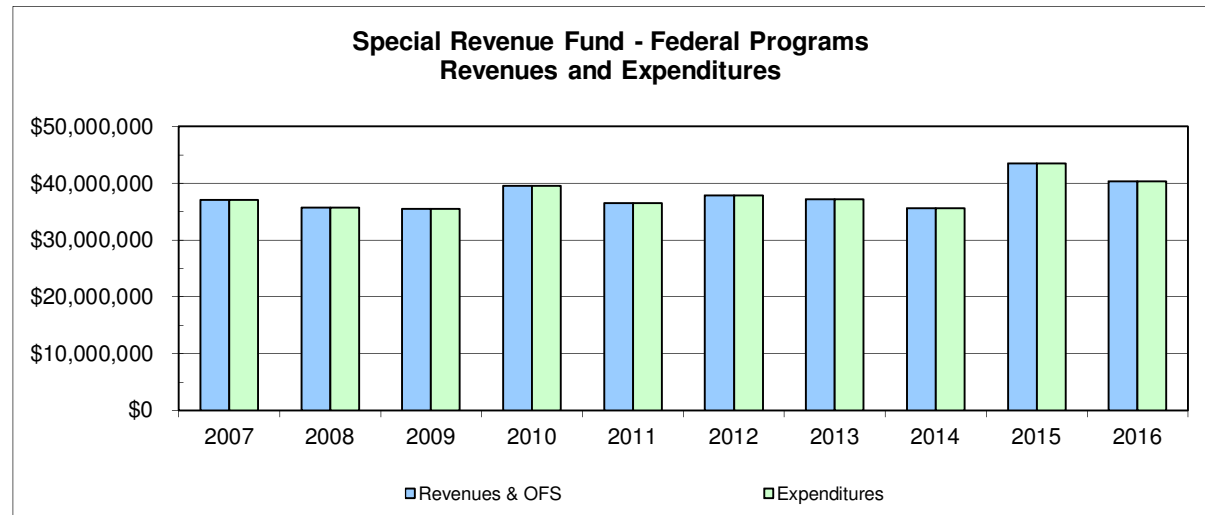
Source: District records



**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balance -**  
**Contracted Federal Programs - Special Revenue Fund**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Federal sources:</b>										
Federal direct	\$ 329,446	\$ 9,635	\$ -	\$ 325,686	\$ 323,806	\$ 272,554	\$ 4,700	\$ -	\$ -	\$ 13,889
Other Federal grants	36,763,863	35,706,057	35,438,574	39,234,772	36,151,062	37,614,044	37,200,554	35,594,133	43,503,996	40,311,667
Total Federal sources	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254	35,594,133	43,503,996	40,325,556
<b>Total revenues</b>	<b>37,093,309</b>	<b>35,715,692</b>	<b>35,438,574</b>	<b>39,560,458</b>	<b>36,474,868</b>	<b>37,886,598</b>	<b>37,205,254</b>	<b>35,594,133</b>	<b>43,503,996</b>	<b>40,325,556</b>
<b>Expenditures: (by object)</b>										
Salaries	21,617,249	21,115,588	21,139,471	22,227,402	20,603,184	21,229,381	20,218,228	20,891,622	23,310,936	22,601,466
Employee Benefits	6,145,698	5,986,641	5,934,315	6,627,088	6,205,077	5,233,344	5,245,243	5,858,772	6,822,057	6,624,745
Purchased Services	5,600,147	4,821,051	5,171,420	6,776,635	6,139,180	7,332,577	5,078,445	3,658,052	4,332,800	5,388,615
Energy Services	6,197	15,439	8,562	3,049	2,244	15,667	13,351	13,848	12,063	8,357
Material and Supplies	1,330,029	1,368,600	1,011,583	1,095,870	989,722	1,419,721	1,061,531	1,256,278	1,505,624	1,408,622
Capital Outlay	568,212	321,640	300,635	500,195	437,093	620,710	3,417,475	2,095,770	4,695,616	1,891,526
Other expenditures	1,825,777	2,086,733	1,872,588	2,330,219	2,098,368	2,035,198	2,170,981	1,819,791	2,824,900	2,402,225
<b>Total expenditures</b>	<b>37,093,309</b>	<b>35,715,692</b>	<b>35,438,574</b>	<b>39,560,458</b>	<b>36,474,868</b>	<b>37,886,598</b>	<b>37,205,254</b>	<b>35,594,133</b>	<b>43,503,996</b>	<b>40,325,556</b>
Deficiency of revenues under expenditures	-	-	-	-	-	-	-	-	-	-
Other financing sources (OFS), net	-	-	-	-	-	-	-	-	-	-
Excess (deficiencies) of revenues and other sources over/(under) expenditures and other uses	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	-	-	-	-	-	-	-	-	-	-
<b>Ending fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Source: District records





**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balance -**  
**American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds - Special Revenue Fund**  
**Last Ten Fiscal Years**  
(Modified Accrual Basis of Accounting)  
(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010 (1)	2011	2012	2013	2014	2015	2016
<b>Federal sources:</b>										
Federal through State:										
State Fiscal Stabilization Funds - K-12	\$ -	\$ -	\$ -	\$ 20,672,418	\$ 19,558,036	\$ -	\$ -	\$ -	\$ -	\$ -
Individuals with Disabilities Education Act (IDEA)	-	-	-	7,632,332	7,112,763	295,571	-	-	-	-
Elementary and Secondary Education Act, Title I	-	-	-	7,837,593	7,008,488	421,250	-	-	-	-
Race to the Top Incentive Grants	-	-	-	-	1,015,333	3,962,891	2,918,428	2,311,713	1,875,138	554,883
Education Jobs Act	-	-	-	-	12,436,516	183,785	-	-	-	-
Other Federal through State	-	-	-	1,759,091	939,321	70,774	-	-	-	-
Total Federal sources	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138	554,883
<b>Total revenues</b>	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138	554,883
<b>Expenditures: (by object)</b>										
Salaries	-	-	-	26,033,600	32,184,499	911,175	822,885	613,636	125,049	-
Employee Benefits	-	-	-	8,124,283	10,760,033	227,463	156,784	153,000	16,796	-
Purchased Services	-	-	-	1,395,036	1,809,156	2,833,507	1,669,682	1,112,237	1,570,272	47,000
Energy Services	-	-	-	9,404	14,275	1,136	315	-	-	-
Material and Supplies	-	-	-	504,544	517,307	338,360	60,584	63,194	40,855	65,357
Capital Outlay	-	-	-	149,820	1,124,072	373,238	21,251	272,051	327	437,115
Other expenditures	-	-	-	1,684,747	1,661,115	249,392	186,927	97,595	121,839	5,411
<b>Total expenditures</b>	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138	554,883
Deficiency of revenues under expenditures	-	-	-	-	-	-	-	-	-	-
Other financing sources (OFS), net	-	-	-	-	-	-	-	-	-	-
Excess (deficiencies) of revenues and other sources over/(under) expenditures and other uses	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	-	-	-	-	-	-	-	-	-	-
<b>Ending fund balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

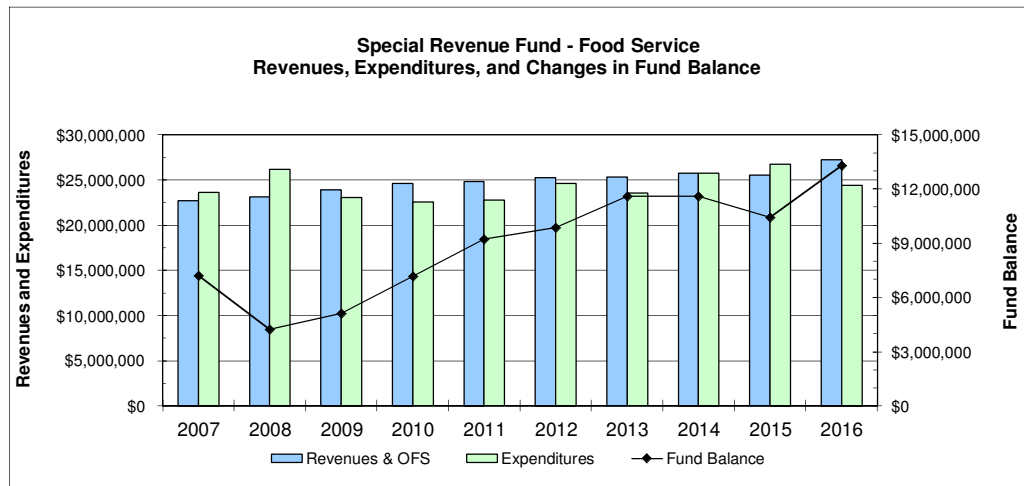
(1) Fiscal year ending June 30, 2010, was the first year the District received ARRA Economic Stimulus Funds.

Source: District records

**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances -**  
**Food Service - Special Revenue Fund**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Federal sources:</b>										
Federal Direct	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000	\$ -
National School Lunch Act	11,581,206	12,537,272	13,496,814	15,183,409	16,227,733	16,926,114	17,226,842	17,722,370	18,460,135	19,715,675
U S D A donated commodities	1,369,881	1,433,517	1,527,981	1,287,042	1,189,369	1,465,465	1,417,293	1,486,835	962,107	1,749,358
Other	514,957	426,670	244,577	442,023	427,113	372,765	584,089	702,262	909,986	1,006,060
<b>Total Federal sources</b>	<b>13,466,044</b>	<b>14,397,459</b>	<b>15,269,372</b>	<b>16,912,474</b>	<b>17,844,215</b>	<b>18,764,344</b>	<b>19,228,224</b>	<b>19,911,467</b>	<b>20,333,228</b>	<b>22,471,093</b>
<b>State sources:</b>										
Food service supplements and other	369,561	362,407	370,163	352,971	347,836	355,522	349,850	342,820	330,550	325,046
<b>Total State sources</b>	<b>369,561</b>	<b>362,407</b>	<b>370,163</b>	<b>352,971</b>	<b>347,836</b>	<b>355,522</b>	<b>349,850</b>	<b>342,820</b>	<b>330,550</b>	<b>325,046</b>
<b>Local sources:</b>										
Food service sales	8,588,774	8,311,879	8,274,426	7,326,777	6,633,649	6,094,271	5,724,371	5,470,109	4,868,686	4,444,164
Interest income and other	248,174	78,636	12,795	18,214	15,968	10,266	10,349	5,826	8,586	26,725
<b>Total local sources</b>	<b>8,836,948</b>	<b>8,390,515</b>	<b>8,287,221</b>	<b>7,344,991</b>	<b>6,649,617</b>	<b>6,104,537</b>	<b>5,734,720</b>	<b>5,475,935</b>	<b>4,877,272</b>	<b>4,470,889</b>
<b>Total revenues</b>	<b>22,672,553</b>	<b>23,150,381</b>	<b>23,926,756</b>	<b>24,610,436</b>	<b>24,841,668</b>	<b>25,224,403</b>	<b>25,312,794</b>	<b>25,730,222</b>	<b>25,541,050</b>	<b>27,267,028</b>
<b>Expenditures: (by object)</b>										
Salaries	8,433,202	8,840,991	7,660,435	7,503,284	7,276,833	7,394,362	7,081,198	7,348,648	7,163,809	6,934,182
Employee Benefits	4,277,459	4,789,422	4,381,577	4,507,046	4,530,687	4,189,955	3,973,008	4,241,389	4,393,397	4,280,201
Purchased Services	790,928	1,113,144	840,360	854,779	824,078	981,224	1,016,034	1,470,018	1,488,144	1,454,217
Energy Services	99,781	102,207	105,910	92,725	101,201	100,700	103,926	92,104	88,885	84,357
Material and Supplies	8,763,532	9,963,537	9,227,392	8,750,485	9,088,518	9,769,437	9,658,811	10,264,439	10,510,131	9,976,533
Capital Outlay	686,307	676,777	146,748	139,913	244,046	1,457,695	1,067,569	1,726,091	2,268,964	1,010,667
Other expenditures	580,603	657,345	686,846	718,880	703,641	715,008	659,115	583,476	794,799	689,397
<b>Total expenditures</b>	<b>23,631,812</b>	<b>26,143,423</b>	<b>23,049,268</b>	<b>22,567,112</b>	<b>22,769,004</b>	<b>24,608,381</b>	<b>23,559,661</b>	<b>25,726,165</b>	<b>26,708,129</b>	<b>24,429,554</b>
Excess/(Deficiency) of revenues over/(under) expenditures	(959,259)	(2,993,042)	877,488	2,043,324	2,072,664	616,022	1,753,133	4,057	(1,167,079)	2,837,474
Other financing sources (OFS), net	13,439	13,598	6,955	-	-	3,000	-	-	-	500
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	(945,820)	(2,979,444)	884,443	2,043,324	2,072,664	619,022	1,753,133	4,057	(1,167,079)	2,837,974
Beginning fund balance	8,159,823	7,214,003	4,234,559	5,119,002	7,162,326	9,234,990	9,854,012	11,607,145	11,611,202	10,444,123
<b>Ending fund balance</b>	<b>\$ 7,214,003</b>	<b>\$ 4,234,559</b>	<b>\$ 5,119,002</b>	<b>\$ 7,162,326</b>	<b>\$ 9,234,990</b>	<b>\$ 9,854,012</b>	<b>\$ 11,607,145</b>	<b>\$ 11,611,202</b>	<b>\$ 10,444,123</b>	<b>\$ 13,282,097</b>

Source: District records



**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances -**  
**Debt Service Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

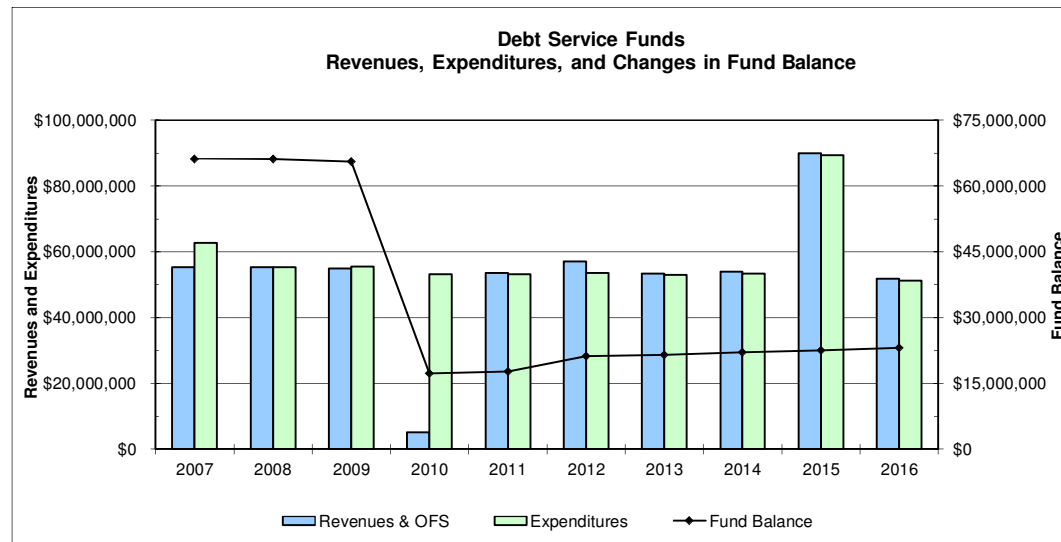
	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>State sources:</b>										
CO&DS withheld for SBE/COBI bonds	\$ 1,990,350	\$ 1,989,012	\$ 1,967,429	\$ 1,958,867	\$ 1,944,130	\$ 1,925,052	\$ 1,940,709	\$ 1,925,882	\$ 1,910,264	\$ 1,677,956
SBE/COBI bond interest	15,054	17,551	586	1,142	281	-	8,479	84	1,600	319
Total State sources	2,005,404	2,006,563	1,968,015	1,960,009	1,944,411	1,925,052	1,949,188	1,925,966	1,911,864	1,678,275
<b>Local sources:</b>										
Ad valorem taxes	32,424 <sup>(b)</sup>	9,178	-	-	-	-	-	-	-	-
Interest income and other	4,108,075	4,185,999	1,351,878	22,418	16,068	15,780	22,587	14,983	13,312	103,991
Total local sources	4,140,499	4,195,177	1,351,878	22,418	16,068	15,780	22,587	14,983	13,312	103,991
<b>Total revenues</b>	<b>6,145,903</b>	<b>6,201,740</b>	<b>3,319,893</b>	<b>1,982,427</b>	<b>1,960,479</b>	<b>1,940,832</b>	<b>1,971,775</b>	<b>1,940,949</b>	<b>1,925,176</b>	<b>1,782,266</b>
<b>Expenditures: (by object)</b>										
Debt service:										
Principal	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000	34,005,000	72,675,000 <sup>(c)</sup>	36,577,000
Interest and fiscal charges	27,804,895	29,062,071	28,140,292	24,382,958	23,069,380	22,298,997	20,218,062	19,368,734	16,776,727	14,680,423
<b>Total expenditures</b>	<b>62,639,895</b>	<b>55,397,071</b>	<b>55,445,292</b>	<b>53,267,958</b>	<b>53,179,380</b>	<b>53,658,997</b>	<b>52,983,062</b>	<b>53,373,734</b>	<b>89,451,727</b>	<b>51,257,423</b>
Deficiency of revenues under expenditures	(56,493,992)	(49,195,331)	(52,125,399)	(51,285,531)	(51,218,901)	(51,718,165)	(51,011,287)	(51,432,785)	(87,526,551)	(49,475,157)
Other financing sources (OFS), net	49,115,032	49,083,346	51,532,893	3,043,190 <sup>(a)</sup>	51,603,885	55,219,783	51,323,691	51,963,245	88,049,559	50,038,207
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	(7,378,960)	(111,985)	(592,506)	(48,242,341)	384,984	3,501,618	312,404	530,460	523,008	563,050
Beginning fund balances	73,613,093	66,234,133	66,122,148	65,529,642	17,287,301	17,672,285	21,173,903	21,486,307	22,016,767	22,539,775
<b>Ending fund balances</b>	<b>\$ 66,234,133</b>	<b>\$ 66,122,148</b>	<b>\$ 65,529,642</b>	<b>\$ 17,287,301</b>	<b>\$ 17,672,285</b>	<b>\$ 21,173,903</b>	<b>\$ 21,486,307</b>	<b>\$ 22,016,767</b>	<b>\$ 22,539,775</b>	<b>\$ 23,102,825</b>

(a) On March 10, 2005, the District issued crossover refunding Certificates of Participation, Series 2005B, in the amount of \$47,180,000. The crossover refunding occurred on August 1, 2009.

(b) Final payment on the General Obligation Bond was made on August 1, 2006.

(c) Current refunding of Certificates of Participation, Series 2005B and SBE Bond, Series 2005B.

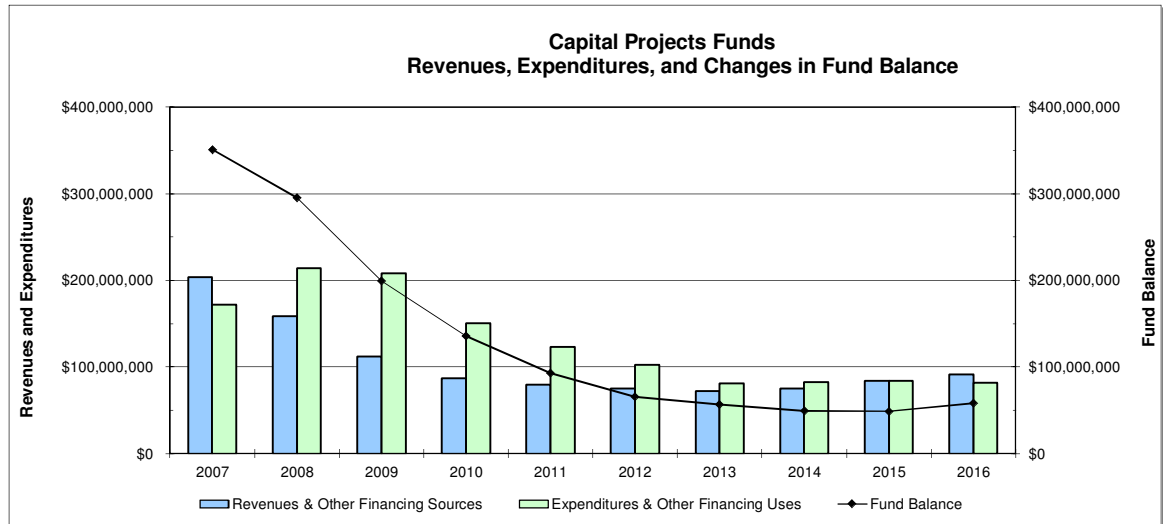
Source: District records



**District School Board of Volusia County, Florida**  
**Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances -**  
**Capital Projects Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>State sources:</b>										
CO&DS distributed to district	\$ 421,331	\$ 395,223	\$ 329,530	\$ 297,831	\$ 312,568	\$ 331,646	\$ 315,989	\$ 330,816	\$ 387,439	\$ 555,996
Interest on undistributed CO&DS	60,361	56,636	24,971	26,830	27,559	25,886	21,610	10,979	15,033	6,886
Public Education Capital Outlay	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-	-	1,198,144	1,069,770
Class size reduction	17,488,878	10,107,881	-	-	-	-	-	-	-	-
Charter school capital outlay funding	136,791	132,278	390,295	405,110	334,839	420,661	248,070	370,889	598,413	380,599
Other State sources	115,699	117,420	110,008	104,450	82,353	102,161	529,234	140,506	184,657	114,973
<b>Total State sources</b>	<b>26,618,622</b>	<b>19,935,768</b>	<b>4,904,004</b>	<b>1,788,100</b>	<b>3,346,367</b>	<b>880,354</b>	<b>1,114,903</b>	<b>853,190</b>	<b>2,383,686</b>	<b>2,128,224</b>
<b>Local sources:</b>										
Ad valorem taxes	73,918,961	79,404,284	67,599,348	48,988,701	42,854,140	38,827,686	38,453,390	39,341,552	41,629,029	44,696,339
Sales tax	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123	39,116,980
Interest income and other	14,883,331	11,510,403	5,347,962	1,127,524	311,234	129,295	113,346	59,109	61,013	654,686
Impact fees	14,662,357	13,608,727	3,779,704	4,840,676	3,213,229	4,892,107	583,005	681,026	3,076,605	4,647,706
Local grants and other local sources	302,158	41,459	36,799	227,704	71,104	35,910	138,674	60,623	372,397	139,383
<b>Total local sources</b>	<b>139,722,830</b>	<b>138,513,137</b>	<b>107,063,476</b>	<b>84,965,825</b>	<b>76,333,536</b>	<b>74,411,723</b>	<b>71,100,571</b>	<b>73,875,363</b>	<b>81,212,167</b>	<b>89,255,094</b>
<b>Total revenues</b>	<b>166,341,452</b>	<b>158,448,905</b>	<b>111,967,480</b>	<b>86,753,925</b>	<b>79,679,903</b>	<b>75,292,077</b>	<b>72,215,474</b>	<b>74,728,553</b>	<b>83,595,853</b>	<b>91,383,318</b>
<b>Expenditures: (by object)</b>										
<b>Capital Outlay</b>										
Library books	172,693	351,478	89,210	224,201	29	141,880	-	-	-	-
Audio visual materials	71,483	201,706	334,032	123,773	255,702	77,174	15,636	-	-	-
Buildings and fixed equipment	104,916,867	90,182,821	78,418,224	41,696,420	30,571,342	14,570,389	2,422,586	322,301	213,099	650,389
Furniture, fixtures, and equipment	18,717,198	12,838,913	15,714,906	9,780,120	14,107,526	8,119,423	4,023,003	4,156,599	4,689,972	5,105,943
Motor vehicles	5,440,798	5,165,325	3,221,560	-	40,701	20,202	35,597	2,278,166	3,471,387	2,537,893
Land	1,603,444	237,454	202,436	617,612	-	-	600	600	600	250,600
Improvements other than buildings	6,354,182	14,781,022	15,968,740	13,539,009	2,915,523	1,297,527	1,497,452	1,532,477	3,779,212	2,378,920
Remodeling and renovations	32,090,156	24,267,829	23,389,723	12,531,166	6,329,994	8,953,464	6,753,539	9,733,718	9,755,560	12,489,498
Computer software	2,278,923	668,093	419,274	1,525,756	706,812	389,893	71,900	18,876	5,510	237,954
Debt service	1,323	1,156	1,187	1,197	1,251	855	1,227	1,282	1,267	1,666
<b>Total expenditures</b>	<b>171,647,067</b>	<b>148,695,797</b>	<b>137,759,292</b>	<b>80,039,254</b>	<b>54,928,880</b>	<b>33,570,807</b>	<b>14,821,540</b>	<b>18,044,019</b>	<b>21,916,607</b>	<b>23,652,863</b>
Excess (deficiency) of revenues over/(under) expenditures	(5,305,615)	9,753,108	(25,791,812)	6,714,671	24,751,023	41,721,270	57,393,934	56,684,534	61,679,246	67,730,455
Other financing sources (uses), net	37,421,870	(64,988,207)	(70,389,745)	(70,239,623)	(68,161,609)	(68,886,824)	(66,080,825)	(64,474,303)	(61,809,655)	(58,262,166)
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	32,116,255	(55,235,099)	(96,181,557)	(63,524,952)	(43,410,586)	(27,165,554)	(8,686,891)	(7,789,769)	(130,409)	9,468,289
Beginning fund balances	318,730,202	350,846,457	295,611,358	199,429,801	135,904,849	92,494,263	65,328,709	56,641,818	48,852,049	48,721,640
<b>Ending fund balances</b>	<b>\$ 350,846,457</b>	<b>\$ 295,611,358</b>	<b>\$ 199,429,801</b>	<b>\$ 135,904,849</b>	<b>\$ 92,494,263</b>	<b>\$ 65,328,709</b>	<b>\$ 56,641,818</b>	<b>\$ 48,852,049</b>	<b>\$ 48,721,640</b>	<b>\$ 58,189,929</b>

Source: District records

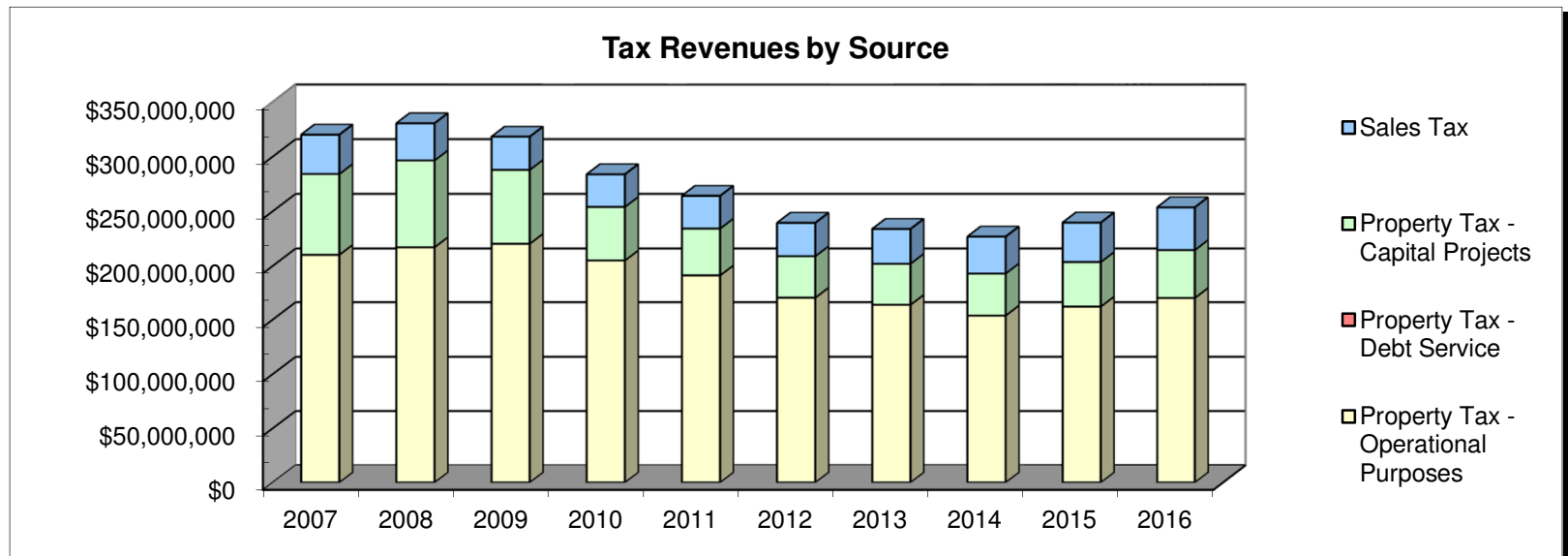


**District School Board of Volusia County, Florida**  
**General Governmental Tax Revenues by Source**  
**Last Ten Fiscal Years**  
 (Modified Accrual Basis of Accounting)  
 (Unaudited)

Fiscal Year	Property Tax			Sales Tax	Total
	Operational Purposes	Debt Service	Capital Projects		
2007	\$ 210,137,155	\$ 32,424 <sup>(a)</sup>	\$ 73,914,902	\$ 35,956,023	\$ 320,040,504
2008	217,062,977	9,178	79,398,963	33,948,264	330,419,382
2009	220,261,301	-	67,596,252	30,299,663	318,157,216
2010	204,979,478	-	48,988,701	29,781,220	283,749,399
2011	191,318,536	-	42,854,140	29,883,829	264,056,505
2012	170,047,047	-	38,827,686	30,526,725	239,401,458
2013	163,516,605	-	38,453,390	31,812,156	233,782,151
2014	153,698,333	-	39,341,552	33,733,053	226,772,938
2015	161,910,645	-	41,629,029	36,073,123	239,612,797
2016	169,768,202	-	44,696,339	39,116,980	253,581,521

<sup>(a)</sup> Final payment on the General Obligation Bond was made on August 1, 2006.

Source: District records



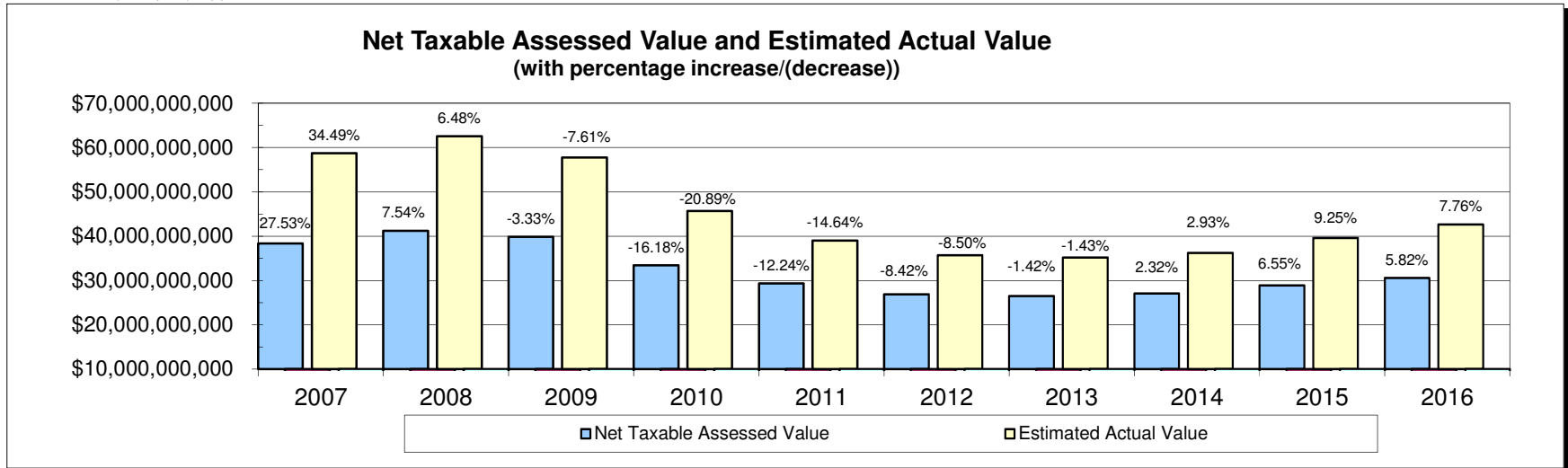
**District School Board of Volusia County, Florida**  
**Assessed and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year	Estimated Actual Value				Net Taxable Assessed Value	Assessed Value as a percentage of Actual Value	Direct Tax Rate <sup>(a)</sup>
	Real Property	Personal Property	Centrally Assessed Property	Total			
2007	\$ 55,873,967,198	\$ 2,824,246,237	\$ 42,622,990	\$ 58,740,836,425	\$ 38,353,888,285	65.29%	7.685
2008	59,551,507,024	2,950,223,431	48,157,003	62,549,887,458	41,247,558,469	65.94%	7.467
2009	54,604,763,576	3,121,575,534	60,794,680	57,787,133,790	39,872,969,741	69.00%	7.459
2010	42,628,835,879	3,039,004,503	49,409,346	45,717,249,728	33,419,579,301	73.10%	7.805
2011	35,993,959,513	2,988,529,982	41,005,429	39,023,494,924	29,330,354,760	75.16%	8.237
2012	32,734,084,855	2,926,719,941	47,616,812	35,708,421,608	26,859,774,090	75.22%	8.063
2013	32,239,343,294	2,913,902,837	44,230,758	35,197,476,889	26,477,759,038	75.23%	7.888
2014	33,236,858,818	2,946,640,258	45,256,736	36,228,755,812	27,091,310,355	74.78%	7.358
2015	36,539,331,571	2,984,673,361	55,728,534	39,579,733,466	28,866,429,963	72.93%	7.336
2016	39,591,695,832	3,000,537,729	57,456,310	42,649,689,871	30,546,647,760	71.62%	7.197

Note: Assessed Values are net Taxable Values after deducting allowable statutory exemptions.

(a) Per \$1,000 of assessed value

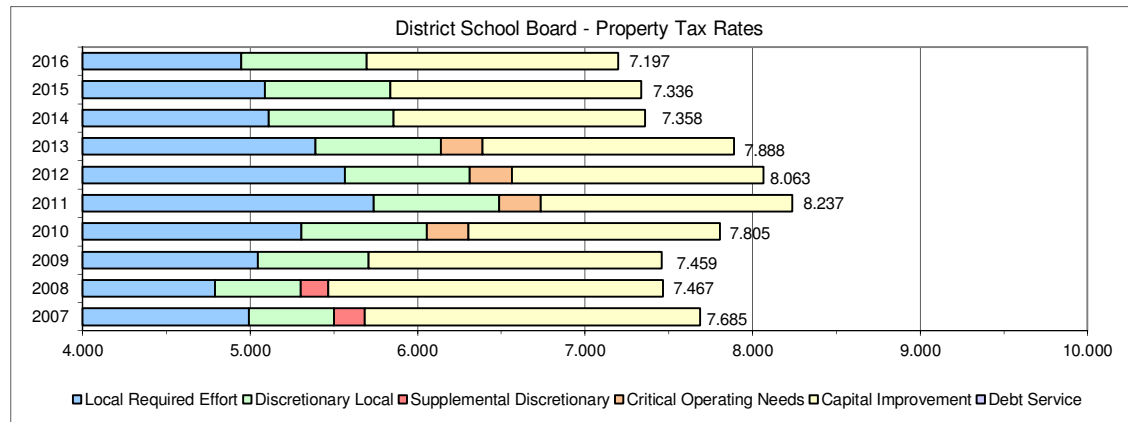
Source: Volusia County Property Appraiser



**District School Board of Volusia County, Florida**  
**Property Tax Rates -**  
**Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**(per \$1,000 of Taxable Valuation)**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
District School Board:										
Local Required Effort	4.99300	4.79100	5.04500	5.30700	5.7390	5.5650	5.3900	5.1100	5.0880	4.9490
Discretionary Local	0.51000	0.51000	0.66400	0.74800	0.7480	0.7480	0.7480	0.7480	0.7480	0.7480
Supplemental Discretionary	0.18200	0.16600	0.00000	0.00000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Critical Operating Needs	0.00000	0.00000	0.00000	0.25000	0.2500	0.2500	0.2500	0.0000	0.0000	0.0000
Capital Improvement	2.00000	2.00000	1.75000	1.50000	1.5000	1.5000	1.5000	1.5000	1.5000	1.5000
Debt Service	0.00000	0.00000	0.00000	0.00000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
<b>Total District School Board</b>	<b>7.68500</b>	<b>7.46700</b>	<b>7.45900</b>	<b>7.80500</b>	<b>8.2370</b>	<b>8.0630</b>	<b>7.8880</b>	<b>7.3580</b>	<b>7.3360</b>	<b>7.1970</b>
St. Johns River Water Management	0.46200	0.41580	0.41580	0.41580	0.4158	0.3313	0.3313	0.3283	0.3164	0.3023
Florida Inland Navigation District	0.03850	0.03450	0.03450	0.03450	0.0345	0.0345	0.0345	0.0345	0.0345	0.0320
County of Volusia	5.13330	4.70334	5.40373	6.37434	6.3025	6.7791	6.8809	7.2709	7.2709	7.2709
Municipalities:										
Daytona Beach	6.29458	5.46952	5.73347	5.79829	6.7467	6.7396	7.0304	7.6831	7.3517	7.3340
Daytona Beach Shores	3.83700	4.02230	4.97985	6.39720	7.8220	8.6900	8.4619	8.7200	8.1733	7.6530
Ormond Beach	3.88240	3.44350	3.80968	3.80968	3.8096	4.2014	4.3262	4.4241	4.4060	4.5570
Holly Hill	4.08000	3.68177	4.88720	5.72580	6.5595	6.9500	7.3500	7.5300	7.1304	7.1304
South Daytona	4.80000	4.24930	4.92003	5.77810	5.9000	5.9000	5.9000	7.4000	7.4000	7.4000
Deltona	4.01451	3.28370	4.15329	5.43755	6.3776	8.2995	7.9900	7.9900	7.9900	7.9900
Port Orange	5.08508	4.41780	5.02140	5.10020	5.5109	5.5145	5.3720	5.1901	4.9209	4.8270
New Smyrna Beach	3.74303	3.47811	3.51304	3.99990	4.0740	4.1011	4.0575	4.1763	4.0283	3.9999
Edgewater	5.73170	5.22710	5.93304	6.39820	6.6385	6.5304	6.5612	6.9340	6.7530	6.7486
Ponce Inlet	4.09500	3.74400	4.17500	4.03000	4.4555	4.7618	5.5000	6.5000	6.1536	5.7922
Oak Hill	5.06260	4.74950	4.57400	5.79900	6.4579	6.3927	5.9669	5.9706	5.8131	5.8131
Pierson	3.06694	2.83586	3.60575	4.80240	5.3414	5.8000	5.8000	5.5703	5.8000	5.8000
DeLand	5.78770	4.75549	5.25118	6.23940	6.2846	6.9575	7.3641	7.5837	7.4000	7.2535
Orange City	4.87506	4.38237	4.48000	5.19530	6.3445	7.0757	7.5100	7.5900	7.4900	7.4500
Lake Helen	5.20000	4.20000	4.20000	5.21800	5.2180	5.9870	6.2833	6.3685	6.3685	9.8000
Debary	3.00000	2.57279	2.57279	2.57279	2.8707	2.9900	3.0935	3.0550	2.9247	2.9247
Unincorporated Areas:										
Municipal Service District	1.00880	1.21825	1.40228	1.87829	1.8610	2.0155	2.0553	2.2549	2.2549	2.2399
Special Other Districts:										
Independent	7.22810	6.93068	7.57018	8.59370	8.3318	8.4364	7.7466	7.3150	6.7079	6.2569
Dependent	3.27330	3.04139	3.50185	3.98568	3.9487	3.9487	3.9324	3.9324	3.9124	4.3774

Source: Volusia County Property Appraiser



**District School Board of Volusia County, Florida  
Principal Property Taxpayers  
Current Year and Nine Years Ago  
(Unaudited)**

Taxpayer	Type of Business	Fiscal Year					
		2015-2016			2006-2007		
		2015 Taxable Value	Rank	Percent of Total Taxable Value	2006 Taxable Value	Rank	Percent of Total Taxable Value
Florida Power and Light Co.	Electric Utility	\$ 986,609,190	1	3.23%	\$ 871,820,316	1	2.27%
Duke Energy Florida, Inc. (1)	Electric Utility	252,157,150	2	0.83%	197,760,126	3	0.52%
International Speedway Corp.	Recreation	99,763,758	3	0.33%	96,532,196	7	0.25%
Wal Mart Stores East LP	Retail Sales	94,664,075	4	0.31%	89,046,120	8	0.23%
Ocean Walk I & II Condo Assoc.	Timeshare Investments	92,925,349	5	0.30%	-		
Bellsouth Telecommunication LLC	Telephone	80,270,253	6	0.26%	154,476,150	4	0.40%
Bright House Networks LLC	Entertainment/Cablevision	77,979,930	7	0.26%	76,268,106	9	0.20%
Publix Super Markets, Inc.	Retail Sales	56,261,949	8	0.18%	-		
Covidien Ltd (2)	Manufacturing	56,093,688	9	0.18%	98,728,678	6	0.26%
Volusia Mall LLC	Retail Sales	49,298,283	10	0.16%	-		
Bray & Gillespie	Timeshare Investments	-			198,343,488	2	0.52%
Tower II Development Co LLC	Timeshare Investments	-			119,636,723	5	0.31%
Fairfield Resorts, Inc.	Timeshare Investments	-			69,582,894	10	0.18%
All Other		<u>28,700,624,135</u>		<u>93.96%</u>	<u>36,381,693,488</u>		<u>94.86%</u>
Total		<u>\$ 30,546,647,760</u>		<u>100.00%</u>	<u>\$ 38,353,888,285</u>		<u>100.00%</u>

(1) Duke Energy combined with the successor of Florida Power Corp. The amount reported for 2005 was the taxable value for Florida Power Corp.

(2) Covidien Ltd was formerly known as Tyco Healthcare Group LP. The amount reported for 2006 was the taxable value for Tyco Healthcare Group LP.

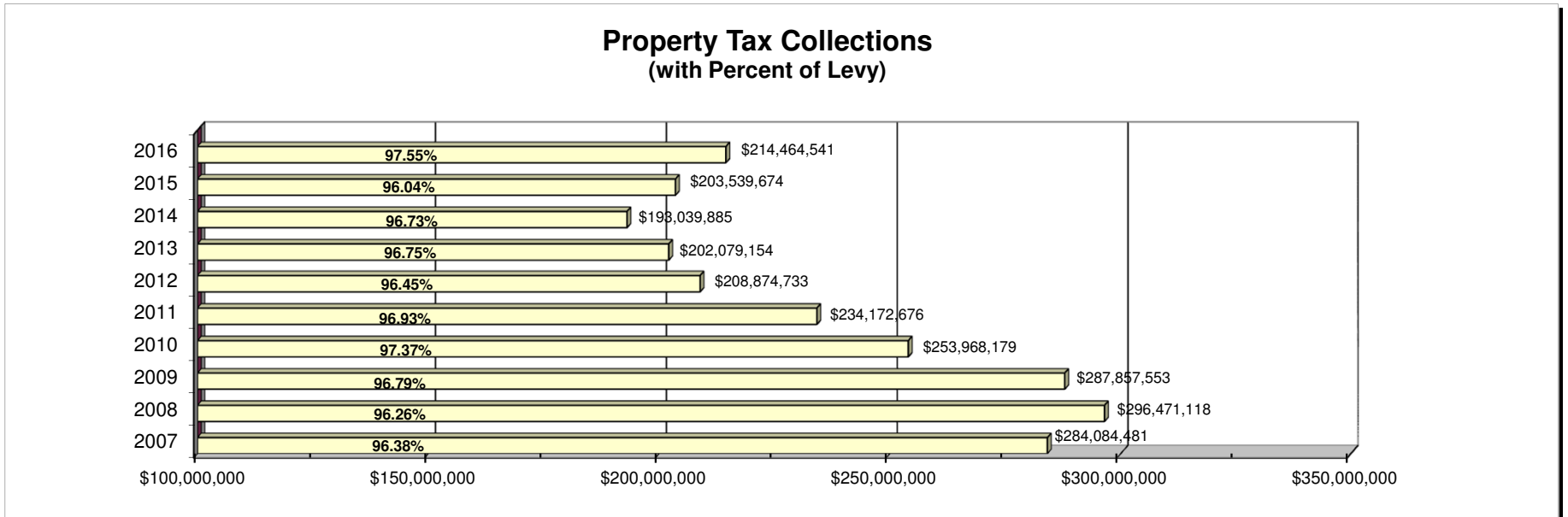


**District School Board of Volusia County, Florida  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(Unaudited)**

Fiscal Year	Total Tax Levy	Collected to End of Tax Year			Collected in Fiscal Year	
		Current Tax Collections	Percent of Levy	Collections in Subsequent Years	Total Collections	Percent of Levy
2007	\$ 294,749,632	\$ 283,541,002	96.20%	\$ 543,479	\$ 284,084,481	96.38%
2008	307,995,520	296,033,719	96.12%	437,399	296,471,118	96.26%
2009	297,412,481	285,800,043	96.10%	2,057,510	287,857,553	96.79%
2010	260,839,816	251,851,164	96.55%	2,117,015	253,968,179	97.37%
2011	241,594,132	232,965,649	96.43%	1,207,027	234,172,676	96.93%
2012	216,570,359	207,880,208	95.99%	994,525	208,874,733	96.45%
2013	208,856,564	201,060,750	96.27%	1,018,404	202,079,154	96.75%
2014	199,558,923	192,003,609	96.21%	1,036,276	193,039,885	96.73%
2015	211,926,140	202,662,183	95.63%	877,491	203,539,674	96.04%
2016	219,844,225	211,960,553	96.41%	2,503,988 (1)	214,464,541	97.55%

(1) Includes \$1,715,817 collected by the County in FY15, but not remitted to the District until FY16.

Source: District records



**District School Board of Volusia County, Florida**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**  
(Unaudited)

Fiscal Year	Governmental Activities <sup>(A)</sup>				Total Primary Government Debt Outstanding	Percentage of Personal Income <sup>(B)</sup>	Per Capita <sup>(C)</sup>
	State Board of Education Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Notes Payable			
2007	\$ 16,890,000	\$ 401,146,585	\$ 222,961,036	\$ -	\$ 640,997,621	4.33%	\$ 1,261
2008	15,685,000	393,031,679	204,456,476	35,000,000	648,173,155	4.19%	1,271
2009	14,445,000	384,581,773	199,796,916	35,000,000	633,823,689	4.11%	1,246
2010	13,035,000	327,196,870	165,517,356	30,000,000	535,749,226	3.43%	1,058
2011	11,700,000	317,806,542	144,862,796	-	474,369,338	2.90%	959
2012	10,635,000	308,046,214	124,259,109	-	442,940,323	2.78%	895
2013	8,800,000	297,965,886	101,246,831	-	408,012,717	2.47%	821
2014	7,275,000	291,448,812	77,167,638	-	375,891,450	2.20%	753
2015	5,669,529	278,441,834	52,231,318	-	336,342,681	1.95%	668
2016	4,140,424	269,415,690	26,170,000	-	299,726,114	1.64%	579

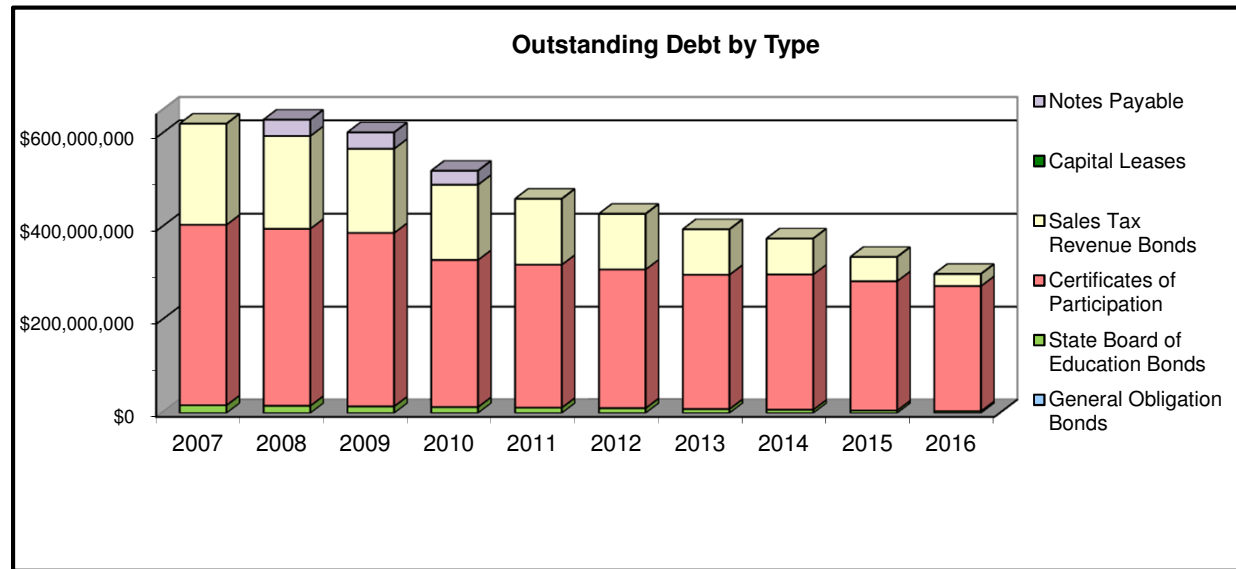
Page 119

Source:

(A) District records - amounts from 2007-2014 restated to include unamortized premiums.

(B) Total Primary Government Debt Outstanding divided by Personal Income from Page 126.

(C) Total Primary Government Debt Outstanding divided by Population from Page 126.



**District School Board of Volusia, County, Florida**  
**Ratio of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**  
(Unaudited)

<b>Fiscal Year</b>	<b>Population <sup>(1)</sup></b>	<b>Net Taxable Assessed Value <sup>(2)</sup></b>	<b>Gross Bonded Debt <sup>(3)</sup></b>	<b>Less Debt Service Funds <sup>(4)</sup></b>	<b>Net Bonded Debt</b>	<b>Ratio of Net General Bonded Debt to Assessed Value</b>	<b>Net Bonded Debt Per Capita</b>
2007	508,227	\$ 38,353,888,285	\$ -	\$ -	\$ -	0%	\$ -
2008	510,109	41,247,558,469	-	-	-	0%	-
2009	508,764	39,872,969,741	-	-	-	0%	-
2010	506,528	33,419,579,301	-	-	-	0%	-
2011	494,593	29,330,354,760	-	-	-	0%	-
2012	494,804	26,859,774,090	-	-	-	0%	-
2013	496,832	26,477,759,038	-	-	-	0%	-
2014	498,978	27,091,310,355	-	-	-	0%	-
2015	503,851	28,866,429,963	-	-	-	0%	-
2016	517,411	30,546,647,760	-	-	-	0%	-

Sources:

<sup>(1)</sup> Florida Research & Economic Database (2007-2010, 2013-16); US Census Bureau (2011-2012)

<sup>(2)</sup> Volusia County Property Appraiser

<sup>(3)</sup> Includes General Obligation Bonds only

<sup>(4)</sup> Reserved for Debt Service - General Obligation Bonds only

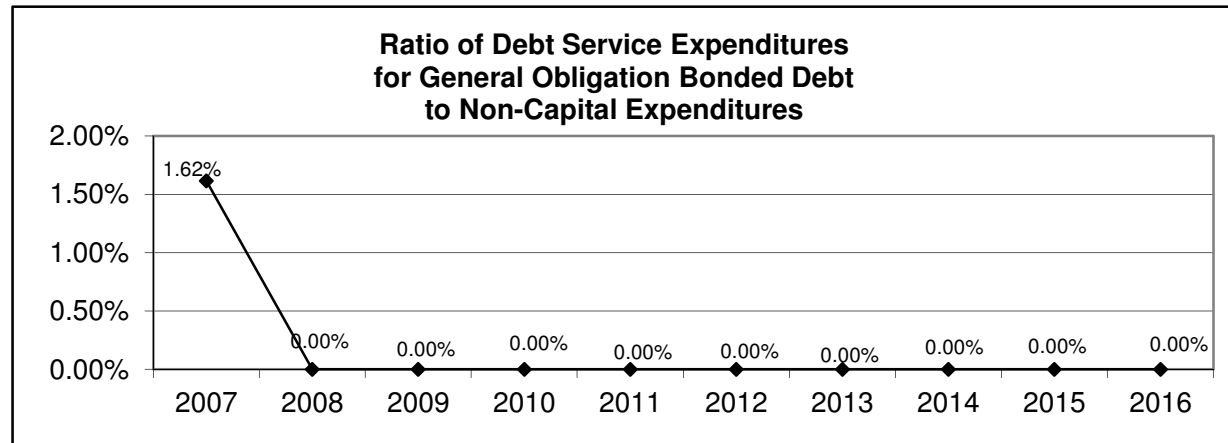
**District School Board of Volusia County, Florida**  
**Ratio of Annual Debt Service Expenditures**  
**For General Obligation Bonded Debt**  
**to Total General Governmental Non-Capital Expenditures**  
**Last Ten Fiscal Years**  
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Non-Capital Expenditures <sup>(1)</sup>	Ratio of Debt Service to General Governmental Non-Capital Expenditures
2007	\$ 9,780,000 <sup>(2)</sup>	\$ 244,500	\$ 10,024,500	\$ 620,505,491	1.62%
2008	-	-	-	619,449,344	0.00%
2009	-	-	-	576,665,857	0.00%
2010	-	-	-	575,105,683	0.00%
2011	-	-	-	576,239,620	0.00%
2012	-	-	-	552,388,585	0.00%
2013	-	-	-	529,061,244	0.00%
2014	-	-	-	551,731,226	0.00%
2015	-	-	-	616,154,271	0.00%
2016	-	-	-	571,799,003	0.00%

<sup>(1)</sup> Includes general, special revenue, debt service, and capital projects funds of the Primary Government, excluding capital expenditures.

<sup>(2)</sup> Final payment on the General Obligation Bond was made on August 1, 2006.

Source: District records



**District School Board of Volusia County, Florida**  
**Direct and Overlapping Governmental Activities Debt**  
**June 30, 2016**  
**(Unaudited)**

Jurisdiction	Net General Obligation Bonded Debt Outstanding	State Board of Education Bonded Debt Outstanding	Revenue Bonds	Notes and Capital Leases	Certificates of Participation Outstanding	Total Debt Outstanding	Direct Debt		Overlapping Debt		Direct and Overlapping Debt	
							Percentage Applicable to School District of Volusia County	Amount Applicable to School District of Volusia County	Percentage Applicable to School District of Volusia County	Amount Applicable to School District of Volusia County	Percentage Applicable to County of Volusia	Amount Applicable to County of Volusia
School District of Volusia County	\$ -	\$ 3,852,000	\$ 26,170,000	\$ -	\$ 239,500,000	\$ 269,522,000	100%	\$ 269,522,000	0%	\$ -	100%	\$ 269,522,000
County of Volusia	21,314,242	-	152,472,486	31,725,220	-	\$ 205,511,948	0%	-	100%	205,511,948	100%	205,511,948
City of Daytona Beach	16,222,524	-	81,732,923	54,578,831	-	\$ 152,534,278	0%	-	100%	152,534,278	100%	152,534,278
City of Daytona Beach Shores	17,947,000	-	-	9,081,000	-	\$ 27,028,000	0%	-	100%	27,028,000	100%	27,028,000
City of DeLand	1,441,471	-	8,818,555	10,578,405	-	\$ 20,838,431	0%	-	100%	20,838,431	100%	20,838,431
City of Edgewater	315,000	-	11,439,000	12,316,006	-	\$ 24,070,006	0%	-	100%	24,070,006	100%	24,070,006
City of New Smyrna Beach	9,589,000	-	5,765,000	9,455,954	-	\$ 24,809,954	0%	-	100%	24,809,954	100%	24,809,954
City of Ormond Beach	5,928,000	-	32,121,000	14,199,000	-	\$ 52,248,000	0%	-	100%	52,248,000	100%	52,248,000
City of Port Orange	14,055,000	-	27,745,000	54,487,000	-	\$ 96,287,000	0%	-	100%	96,287,000	100%	96,287,000
<b>Totals</b>	<b>\$ 86,812,237</b>	<b>\$ 3,852,000</b>	<b>\$ 346,263,964</b>	<b>\$ 196,421,416</b>	<b>\$ 239,500,000</b>	<b>\$ 872,849,617</b>		<b>\$ 269,522,000</b>		<b>\$ 603,327,617</b>		<b>\$ 872,849,617</b>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

Source: Information obtained from the most recent Comprehensive Annual Financial Reports of the County and the cities; District records

**District School Board of Volusia County, Florida**  
**Anticipated Capital Outlay Millage Levy**  
**Required to Cover Certificates of Participation Payments**  
**Last Ten Fiscal Years**  
**(Unaudited)**

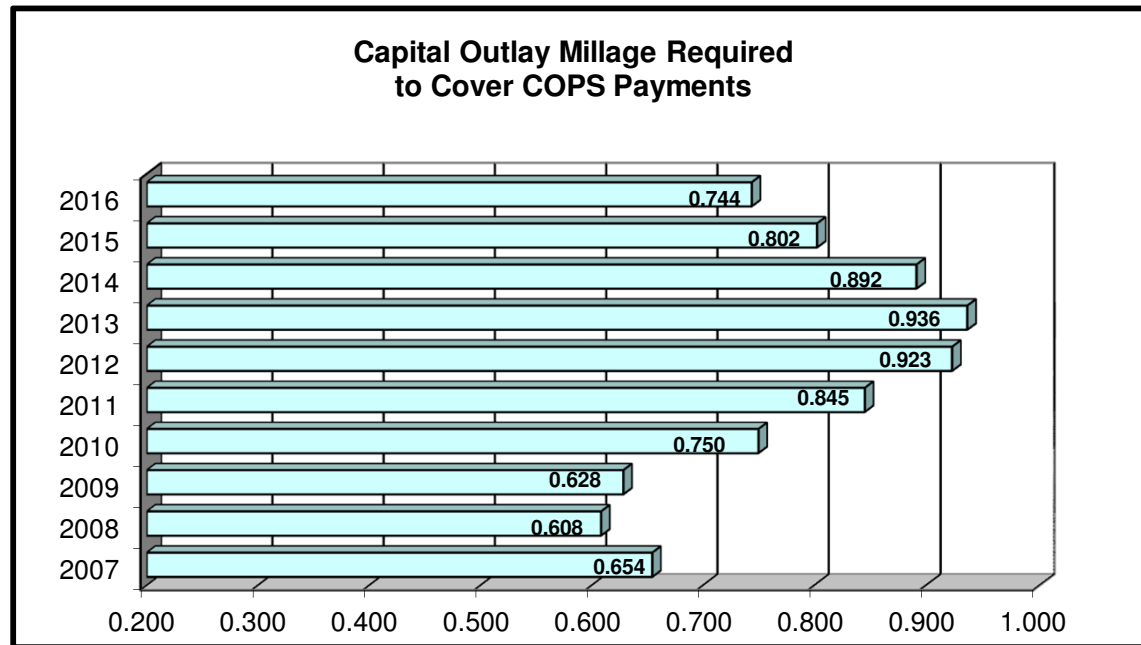
<b>Fiscal Year</b>	<b>Net Taxable Assessed Value</b>	<b>Total Annual Lease Payment</b>	<b>Amount Held in Escrow for Payment <sup>(2)</sup></b>	<b>Net Annual Lease Payment</b>	<b>Millage Levy to Provide 1.00 x Coverage <sup>(1)</sup></b>
2007	\$ 38,353,888,285	\$ 25,975,634	\$ 2,133,944	\$ 23,841,690	0.654 Mills
2008	41,247,558,469	25,970,254	2,133,944	23,836,310	0.608 Mills
2009	39,872,969,741	24,865,461	1,066,972	23,798,489	0.628 Mills
2010	33,419,579,301	23,803,001	-	23,803,001	0.750 Mills
2011	29,330,354,760	23,800,751	-	23,800,751	0.845 Mills
2012	26,859,774,090	23,798,246	-	23,798,246	0.923 Mills
2013	26,477,759,038	23,799,528	-	23,799,528	0.936 Mills
2014	27,091,310,355	23,188,984	-	23,188,984	0.892 Mills
2015	28,866,429,963	22,235,884	-	22,235,884	0.802 Mills
2016	30,546,647,760	21,807,600	-	21,807,600	0.744 Mills

<sup>(1)</sup> Millage rate calculated using 95% of the taxable assessed valuation in fiscal years 2006-2010 and 96% in fiscal years 2011-2015.

<sup>(2)</sup> The funds for the payment on the 2005B crossover refunding COPs were held in escrow and were not funded with tax receipts.

NOTE: Capital Lease arrangements financed by Certificates of Participation are not considered general obligation debt as no specific property tax levy has been pledged.

Source: District records



**District School Board of Volusia County, Florida**  
**Calculation of Legal Debt Margin**  
**Last Ten Fiscal Years**  
(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessed Value	\$ 38,353,888,285	\$ 41,247,558,469	\$ 39,872,969,741	\$ 33,419,579,301	\$ 29,330,354,760	\$ 26,859,774,090	\$ 26,477,759,038	\$ 27,091,310,355	\$ 28,866,429,963	\$30,546,647,760
Debt Limit: 10% of Assessed Value	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Bond Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less:										
Amount Available for Debt Service	-	-	-	-	-	-	-	-	-	-
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Debt Applicable to the Debt										
Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: Rule 6A-1.037(2), State Board of Education, Florida Administrative Code, establishes a limit of 10 percent on the nonexempt assessed valuation of the district. Rule repealed April 18, 2006.

Source: District records

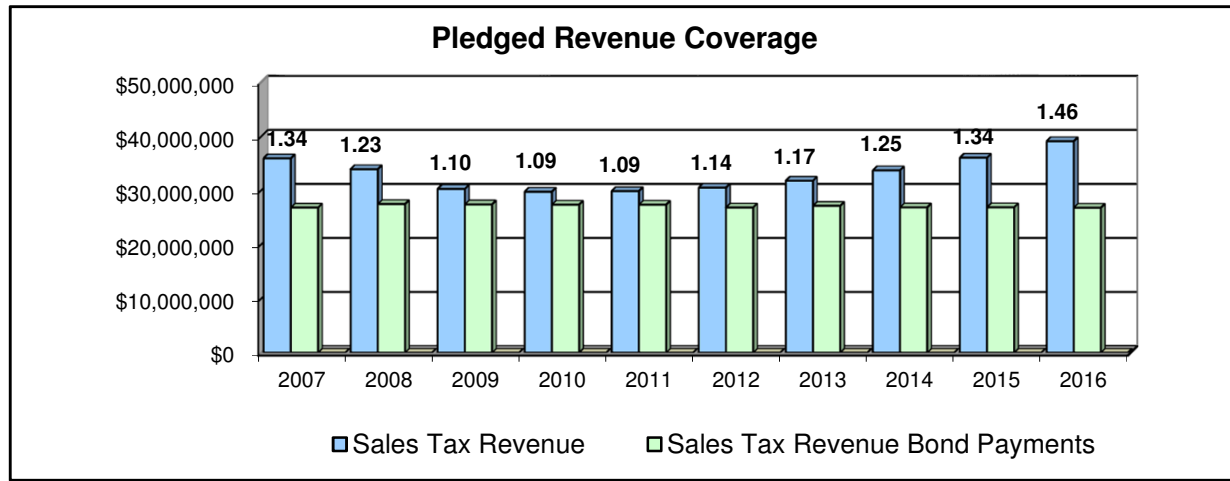
**District School Board of Volusia County, Florida  
Pledged Revenue Coverage  
Last Ten Fiscal Years  
(Unaudited)**

**Sales Tax Revenue Bonds**

Fiscal Year	Sales Tax Revenue	Debt Service		Coverage <sup>(a)</sup>
		Principal	Interest	
2007	\$ 35,956,023	\$ 16,875,000	\$ 9,969,663	1.34
2008	33,948,264	17,795,000	9,705,528	1.23
2009	30,299,663	18,395,000	9,040,020	1.10
2010	29,781,220	19,125,000	8,266,035	1.09
2011	29,883,829	19,945,000	7,437,516	1.09
2012	30,526,725	20,780,000	6,083,080	1.14
2013	31,812,156	21,775,000	5,391,925	1.17
2014	33,733,053	22,630,000	4,249,719	1.25
2015	36,073,123	23,805,000	3,102,683	1.34
2016	39,116,980	26,170,000	649,758	1.46

(a) The additional bonds test requires 1.25 coverage.

Source: District records





**District School Board of Volusia County, Florida**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**  
(Unaudited)

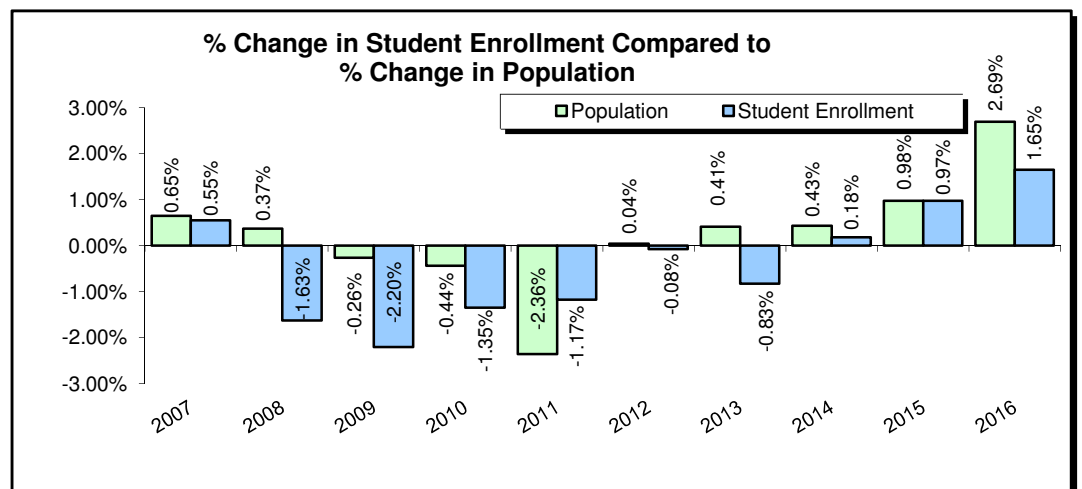
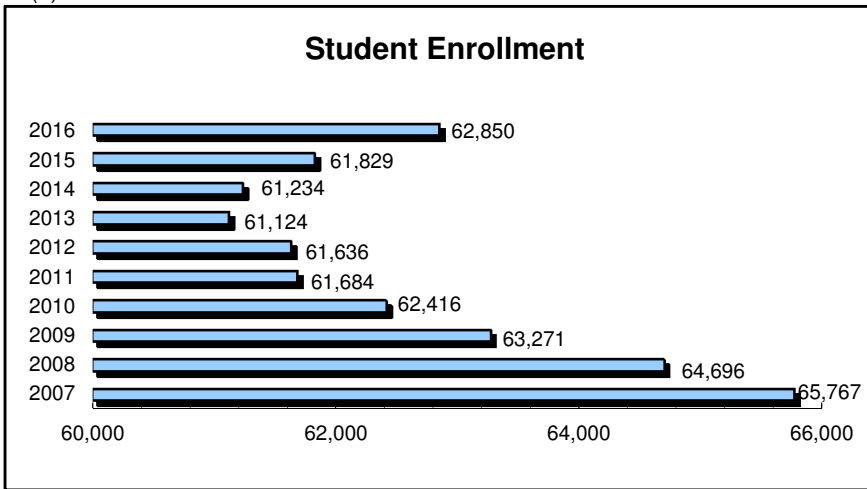
<b>Fiscal Year</b>	<b>Population <sup>(1)</sup></b>	<b>Personal Income <sup>(2)</sup></b> <i>(thousands of dollars)</i>	<b>Per Capita Personal Income <sup>(a)</sup></b>	<b>Unemployment Rate (Percent) <sup>(3)</sup></b>	<b>Student Enrollment <sup>(4)</sup></b>	<b>Full-Time Equivalent Enrollment Data <sup>(5)</sup></b>	<b>Government-wide Governmental Activities Expense</b>	<b>Cost per Student <sup>(b)</sup></b>
2007	508,227	\$ 14,789,000	\$ 29,099	3.9%	65,767	65,357.48	\$ 628,037,946	\$ 9,549
2008	510,109	15,465,223	30,317	6.2%	64,696	64,146.45	643,603,100	9,948
2009	508,764	15,416,739	30,302	11.3%	63,271	62,964.81	598,743,941	9,463
2010	506,528	15,610,183	30,818	12.1%	62,416	62,060.65	603,737,978	9,673
2011	494,593	16,373,000	33,104	11.0%	61,684	61,410.23	590,056,709	9,566
2012	494,804	15,933,933	32,203	9.1%	61,636	61,402.83	572,499,390	9,288
2013	496,832	16,544,186	33,299	7.3%	61,124	61,055.91	544,635,246	8,910
2014	498,978	17,117,508	34,305	6.1%	61,234	60,920.43	570,200,936	9,312
2015	503,851	17,292,604	34,321	5.9%	61,829	61,347.48	580,220,581	9,384
2016	517,411	18,297,539	35,364	5.1%	62,850	62,303.65	572,304,641	9,106

Sources:

- (1) Florida Research & Economic Database (2007-2010, 2013-16); US Census Bureau (2011-2012)
- (2) United States Department of Commerce, Bureau of Economic and Business Research (2007-2012); Florida Research & Economic Database (2013-2016)
- (3) Florida Research & Economic Database (2006-2010); FloridaJobs.org (2011-2016)
- (4) District records (20 day Membership Report)
- (5) District records

Notes:

- (a) Calculated by dividing Personal Income by the Population
- (b) Calculated by dividing Government-wide Governmental Activities Expense by Student Enrollment



**District School Board of Volusia County, Florida  
Principal Employers  
Current Year and Nine Years Ago  
(Unaudited)**

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Employer	2016			Employer	2007		
	Employees	Rank	Percentage of Total County Employment		Employees	Rank	Percentage of Total County Employment
Volusia County School Board	7,507	1	2.59%	Volusia County School Board	9,561	1	3.91%
Halifax Health	4,294	2	1.48%	Halifax Community Health System	5,172	2	2.11%
Florida Hospital - All Divisions	4,040	3	1.39%	County of Volusia	4,339	3	1.77%
County of Volusia	3,333	4	1.15%	Publix Supermarkets Incorporated	2,717	4	1.11%
Publix Supermarkets Incorporated	3,241	5	1.12%	NASCAR	1,700	5	0.69%
State of Florida	2,758	6	0.95%	Florida Hospital Ormond Memorial	1,574	6	0.64%
Wal-Mart Stores Incorporated	1,875	7	0.65%	Embry Riddle Aeronautical University	1,161	7	0.47%
Daytona State College	1,711	8	0.59%	United States Postal Service	956	8	0.39%
Embry Riddle Aeronautical University	1,483	9	0.51%	City of Daytona Beach	952	9	0.39%
U.S. Government	1,216	10	0.42%	Daytona Beach Community College	894	10	0.37%
	<u>31,458</u>		<u>10.85%</u>		<u>29,026</u>		<u>11.85%</u>
Estimated total workforce	289,701			Estimated total workforce	244,648		

Source: County of Volusia, Comprehensive Annual Financial Report for the year ended September 30, 2015; Florida Jobs.org

**District School Board of Volusia County, Florida**  
**Number of Personnel**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>(1) Instructional</b>	<b>(2) Administrative</b>	<b>(3) Support Services</b>	<b>Total</b>	<b>(4) Ratio of Students to Instructional Personnel</b>	<b>(5) Ratio of Instructional Personnel to School Level Administrators</b>
2007	5,154	294	4,113	9,561	12.76	23.97
2008	4,914	294	3,681	8,889	13.17	23.51
2009	4,513	291	3,469	8,273	14.02	21.29
2010	4,461	278	3,341	8,080	13.99	21.76
2011	4,469	270	3,232	7,971	13.80	23.65
2012	4,454	276	3,199	7,929	13.84	22.72
2013	4,308	277	3,063	7,648	14.19	22.09
2014	4,482	280	2,547	7,309	13.66	22.41
2015	4,626	290	2,590	7,506	13.37	21.72
2016	4,644	274	2,589	7,507	13.53	22.54

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(1) Classroom Teachers, Exceptional Education Teachers, Other Teachers, Guidance, Social Workers, Psychologists, Media Specialists, Other Professional Staff

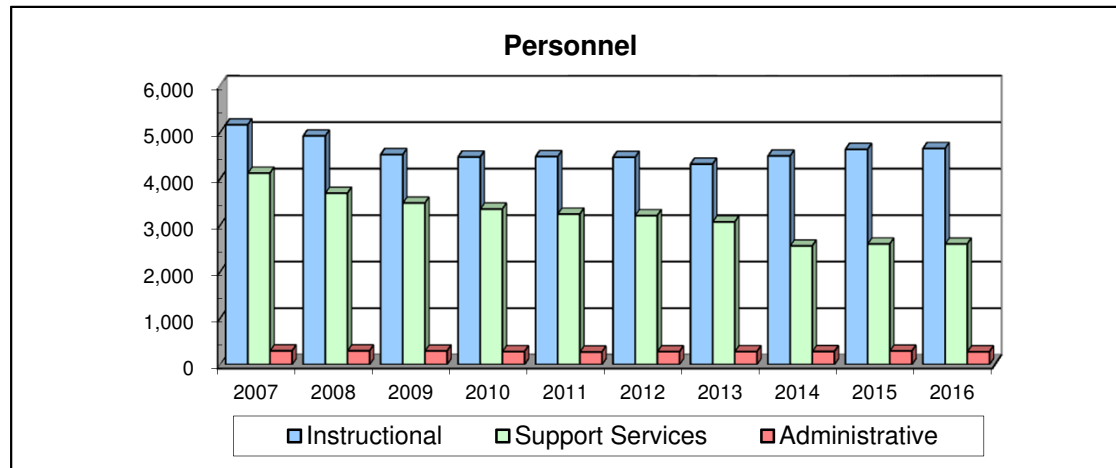
(2) Principals, Assistant Principals, Superintendent, Assistant Superintendents, Curriculum Coordinators, Supervisors of Instruction, Community Education Coordinators (In FY16: School Level = 206; District Level = 68)

(3) Other Professional Staff, Paraprofessionals, Technicians, Clerical, Custodial, Maintenance, etc.

(4) Calculated using student enrollment data on Page 126.

(5) Calculated using school level administrators.

Source: District records



**District School Board of Volusia County, Florida**  
**Teacher Base Salaries**  
**Last Ten Fiscal Years**  
**(Unaudited)**

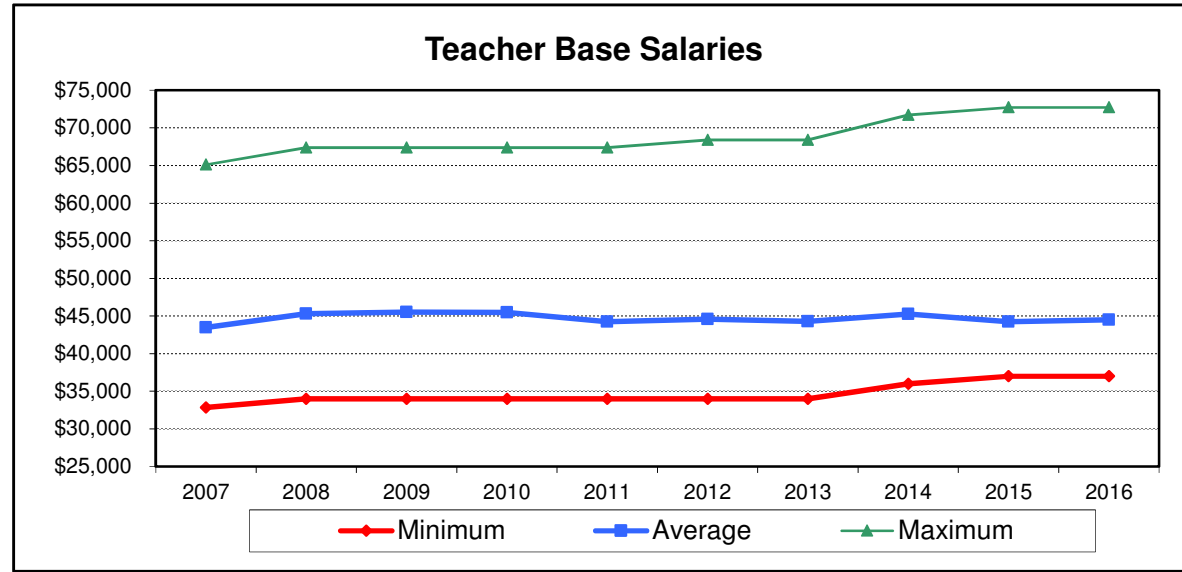
<b>Fiscal Year</b>	<b>Minimum Salary <sup>(1)(a)</sup></b>	<b>Maximum Salary <sup>(2)(a)</sup></b>	<b>Average Salary <sup>(3)(b)</sup></b>
2007	\$ 32,860	\$ 65,115	\$ 43,485
2008	34,010	67,393	45,325
2009	34,010	67,393	45,529
2010	34,010	67,393	45,464
2011	34,010	67,393	44,234
2012	34,010	68,404	44,585
2013	34,010	68,404	44,275
2014	36,000	71,725	45,273
2015	37,000	72,725	44,250
2016	37,000	72,725	44,506

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Note: Salaries are for 10 month teachers.

- (1) Bachelor's degree
- (2) Doctorate degree
- (3) All degrees

Source: (a) District records  
and (b) Department of Education



**District School Board of Volusia County, Florida**  
**Food Service Operating Data**  
**Last Ten Fiscal Years**  
**(Unaudited)**

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Days meals were served	179	180	180	180	180	180	180	180	180	180
Average number of free and reduced lunches served daily	19,921	20,792	22,442	24,688	25,629	26,128	25,686	25,481	26,037	26,349
Percentage of free and reduced students in the lunch program	43%	45%	49%	55%	57%	59%	62%	65%	64%	65%
Number of free and reduced lunches served	3,565,774	3,742,642	4,039,584	4,443,850	4,613,138	4,703,059	4,623,541	4,586,600	4,686,713	4,742,793
Average daily total lunch subsidy received (paid free/reduced)	\$ 47,497	\$ 53,187	\$ 59,831	\$ 67,592	\$ 71,130	\$ 73,632	\$ 75,518	\$ 77,580	\$ 81,520	\$ 85,036
Total federal lunch subsidy received	\$ 8,858,570	\$ 9,573,728	\$ 10,769,592	\$ 12,166,508	\$ 12,803,391	\$ 13,371,905	\$ 13,593,275	\$ 13,964,483	\$ 14,673,651	\$ 15,306,485
Average number of lunches served daily	31,944	33,159	32,718	33,924	33,681	33,458	31,575	30,573	30,966	30,929
Total lunches served	5,717,992	5,968,618	5,889,265	6,106,392	6,062,535	6,022,386	5,683,468	5,503,225	5,573,946	5,567,254
Average number of full-paid lunches served daily	12,024	12,367	10,276	9,236	8,052	7,330	5,888	5,092	4,929	4,580
Number of full-paid lunches served	2,152,218	2,225,976	1,849,681	1,662,542	1,449,397	1,319,327	1,059,927	916,625	887,233	824,460
Average daily total revenue	\$ 113,301	\$ 128,613	\$ 132,926	\$ 136,725	\$ 138,009	\$ 140,136	\$ 140,627	\$ 142,945	\$ 141,895	\$ 149,652
Total revenue	\$ 20,280,822	\$ 23,150,380	\$ 23,926,756	\$ 24,610,436	\$ 24,841,668	\$ 25,224,403	\$ 25,312,794	\$ 25,730,222	\$ 25,541,050	\$ 27,267,028
Average daily total cost	\$ 135,929	\$ 150,302	\$ 128,051	\$ 125,373	\$ 124,056	\$ 136,713	\$ 130,887	\$ 142,923	\$ 148,378	\$ 133,555
Total cost	\$ 24,331,315	\$ 27,054,414	\$ 23,049,268	\$ 22,567,112	\$ 22,330,114	\$ 24,608,381	\$ 23,559,661	\$ 25,726,165	\$ 26,708,129	\$ 24,429,554
Included in total cost:										
Capital outlay	\$ 713,541	\$ 1,087,224	\$ 101,645	\$ 114,648	\$ 209,393	\$ 1,359,535	\$ 1,067,569	\$ 1,640,833	\$ 2,121,267	\$ 936,384
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lunch reimbursement rates:										
Free	\$2.40-\$2.42	\$2.47-\$2.49	\$ 2.59	\$ 2.70	\$ 2.70	\$ 2.79	\$ 2.94	\$ 3.01	\$ 3.06	\$ 3.15
Reduced	\$2.00-\$2.02	\$2.07-\$2.09	\$ 2.19	\$ 2.30	\$ 2.30	\$ 2.39	\$ 2.54	\$ 2.61	\$ 2.66	\$ 2.75
Paid	\$.23-.25	\$.23-.25	\$ 0.26	\$ 0.27	\$ 0.27	\$ 0.28	\$ 0.35	\$ 0.36	\$ 0.36	\$ 0.37
Lunch prices:										
Elementary	\$ 1.35	\$ 1.35	\$ 1.75	\$ 1.75	\$ 1.75	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
Middle	\$ 1.45	\$ 1.45	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
High	\$ 1.50	\$ 1.50	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.25	\$ 2.25	\$ 2.25	\$ 2.25	\$ 2.25
Breakfast prices:	(a)	(a)	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00

(a) The price of breakfast in FY 2007 and FY 2008 was \$0.75; however, breakfast was provided at no charge.

Source: District records

**District School Board of Volusia County, Florida**  
**Transportation Performance Indicators**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<b>Performance Measures</b>	<b>Current Benchmark</b>	<b>District Statistics - Fiscal Year</b>									
		<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
Total annual transportation cost per student	\$571.50 - \$698.50	\$ 689	\$ 767	\$ 664	\$ 638	\$ 641	\$ 623	\$ 619	\$ 694	\$ 693	\$ 644
Total annual transportation cost per special education student	\$1,500 - \$3,000	\$ 1,726	\$ 3,056	\$ 2,822	\$ 2,156	\$ 2,466	\$ 3,191	\$ 3,255	\$ 1,954	\$ 1,726	\$ 2,179
Average total cost per mile	\$4.50 - \$5.50	\$ 3.37	\$ 3.63	\$ 3.88	\$ 3.68	\$ 3.58	\$ 3.56	\$ 3.50	\$ 4.12	\$ 4.05	\$ 3.56
Percent of District budget spent on student transportation	4% - 5%	3.6%	3.8%	3.6%	3.7%	3.3%	3.6%	3.2%	3.8%	3.6%	3.4%
Average buses used to transport 100 students	0.95 - 1.10	0.99	0.96	1.05	1.06	1.04	1.08	1.05	1.10	1.08	1.08
Span of control: buses managed by transportation supervisor	75 - 100	45	45	39	47	39	38	38	36	37	43
Spare bus ratio (by District)	10% - 12%	14%	17%	26%	22%	20%	22%	23%	26%	26%	25%
Average school bus fleet age (years)	6.5	3.8	3.3	3.4	4.4	5.4	6.4	7.2	8.1	8.0	7.8
Average school bus fleet age (meter miles)	65,000	76,575	68,039	67,419	80,409	93,958	106,258	118,525	131,684	131,712	132,520
Annual maintenance and repair cost per vehicle equivalent	\$800 - \$1,100	\$ 766	\$ 828	\$ 712	\$ 716	\$ 872	\$ 885	\$ 840	\$ 956	\$ 1,033	\$ 920
Average vehicle equivalent units maintained by each technician	90 - 100	85	84	84	79	79	79	75	75	75	73
Annual parts consumption per vehicle equivalent unit	\$200 - \$300	\$ 403	\$ 425	\$ 349	\$ 383	\$ 425	\$ 424	\$ 526	\$ 520	\$ 491	\$ 438
Average parts inventory value per vehicle equivalent unit	\$75 - \$150	\$ 98	\$ 111	\$ 86	\$ 96	\$ 98	\$ 95	\$ 120	\$ 96	\$ 102	\$ 96
Annual parts inventory turnover rate	4 - 8	4.1	3.9	4.1	4.0	4.3	4.5	4.4	5.4	4.8	4.5
Span of control: technicians to maintenance supervisors	8-10 to 1	7.8 to 1	7.8 to 1	7.5 to 1	7.5 to 1	11.1 to 1	11 to 1	11 to 1	9.6 to 1	9.6 to 1	9.6 to 1
Span of control: technicians to fleet parts personnel	8-10 to 1	6.8 to 1	6.8 to 1	6.5 to 1	6.5 to 1	6.5 to 1	8.6 to 1	11 to 1	8.6 to 1	8.6 to 1	8.6 to 1

Source: District records

**District School Board of Volusia County, Florida  
Schedule of Insurance in Force  
as of June 30, 2016  
(Unaudited)**

Coverage Type	Name of Company	Policy Number	Coverage		Coverage Details	Limit of Coverage	Annual Premium
			From	To			
Boiler & Machinery	Travelers Insurance Company	BME-16020X789	7/1/2015	7/1/2016	Comprehensive covering boilers, pressure vessels & electrical machines including A/C and refrigeration	Limit per breakdown \$100,000,000 Deductible \$50,000 Water damage, ammonia contamination, hazardous substance \$500,000	\$ 19,586
Employee Crime Bond	Travelers Insurance Company	105957582	7/1/2015	7/1/2016	Covered property (money, securities) resulting directly from covered cause of loss (employee dishonesty)	Public employee theft \$1,000,000 Deductible \$5,000	\$ 4,761
Catastrophic Sports Insurance	Gerber Life	09-060513-15	7/1/2015	7/1/2016	All school activities and sports including interscholastic football	\$5,000,000 Medical expense \$600,000 CAT cash benefit \$25,000 deductible	\$ 22,202
Fleet Insurance	Preferred Governmental Insurance Trust	PX FL 40645064 1413	7/1/2015	7/1/2016	Coverage for all District owned vehicles including buses, vans and automobiles	SIR \$200,000 per claimant SIR \$300,000 per occurrence \$2,000,000 Coverage (any one accident)	\$ 94,763
Flood Insurance	Wright National Flood Insurance Company	Various	10/22/2015 9/13/2015 4/18/2016 5/19/2016	10/22/2016 9/13/2016 4/18/2017 5/19/2017	Flood coverage for various locations	Coverage on each building and content vary with each building based on building value and content	\$ 201,748
Property Insurance	Lexington	37068849	5/1/2015	5/1/2016	Primary layer \$7,500,000 of \$10,000,000	Buildings & contents, earthquake, extra expense, valuable papers, auto physical damage while parked. Deductible: AOP \$100,000; Wind \$100,000; Named Wind %5 TIV per building at time of loss	\$ 999,139
	AM Risk/Lexington	AMR-3738801	5/1/2015	5/1/2016	\$2,500,000 of \$10,000,000	Flood-\$25M Wind Named Storm-\$65M Excess of Wind/AOP-\$100M Terrorism-\$125M TIV per schedule = \$1,639,303,129	\$ 713,594
	Westchester	D36053446009	5/1/2015	5/1/2016	\$875M of \$10M-\$25M layer		\$ 447,040
	Colony Insurance Company	XP262764	5/1/2015	5/1/2016	\$25M of \$10M-\$15M layer		\$ 129,572
	Arch Specialty	ESP0054691-02	5/1/2015	5/1/2016	\$3.75M of \$25M to \$50M layer		\$ 101,039
	Swiss Re/First Specialty	ESP00752403	5/1/2015	5/1/2016	\$10M of \$25M to \$50M layer		\$ 342,555
	Mitsui Sumitomo	EXP700016701	5/1/2015	5/1/2016	\$75M excess of \$65M		\$ 62,433
	Lloyds of London	UTS253147915	5/1/2015	5/1/2016	\$125M	Terrorism Only	\$ 62,500
Student Accident	Gerber Life	09-1678-15	8/1/2015	8/1/2016	Voluntary student accident insurance	Varies based on coverage elected	Varies based on coverage elected
Excess Workers' Comp	Safety National	SP4053460	7/1/2015	7/1/2016	Provides coverage for excessive claims expense	Retention \$500,000 Each accident/disease \$1,000,000 Coverage \$1,000,000	\$ 319,302
Pollution Liability	Commerce & Industry Insurance	FPL7508698	1/8/2016	1/8/2017	Covers loss, corrective action and clean up cost	\$1,000,000 each incident \$10,000,000 each aggregate \$25,000 deductible	\$ 10,510
General Liability	Preferred Governmental Insurance Trust	PX FL 40645064 1413	7/1/2015	7/1/2016	Coverage for excess claims	\$2M per occurrence SIR \$200,000/\$300,000 \$2,000,000 aggregate	\$ 105,385

Source: District records

**District School Board of Volusia County, Florida**  
**School Building Information**  
**Last Ten Fiscal Years**  
(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>ELEMENTARY SCHOOLS</b>										
Blue Lake (1983)										
Square Feet	89,890	89,890	89,890	98,030	98,030	97,329	98,276	98,276	98,779	106,249
Capacity	703	703	703	838	835	835	835	835	835	835
Enrollment	585	621	615	604	576	611	683	683	696	650
Champion (2009)										
Square Feet	-	-	94,229	94,229	95,041	96,115	96,115	96,115	96,115	103,970
Capacity	-	-	736	739	757	757	757	757	744	720
Enrollment	-	-	488	483	565	584	581	581	598	624
Chisholm (1954)										
Square Feet	70,261	69,137	69,137	68,417	68,525	68,696	68,696	68,696	68,696	68,835
Capacity	591	591	591	573	573	573	573	573	573	573
Enrollment	380	413	402	367	372	363	383	383	383	387
Citrus Grove (2010)										
Square Feet	-	-	-	-	98,842	98,842	98,842	98,842	104,602	113,198
Capacity	-	-	-	-	765	764	764	764	940	940
Enrollment	-	-	-	-	655	760	805	805	898	920
Coronado (1961)										
Square Feet	44,499	43,635	42,915	42,051	42,091	46,906	47,426	47,426	47,426	50,476
Capacity	392	370	348	326	326	326	326	326	326	326
Enrollment	309	258	282	298	303	272	292	292	269	272
Cypress Creek (2007)										
Square Feet	94,346	94,346	97,946	97,946	99,035	99,035	99,035	99,035	101,955	108,369
Capacity	742	739	739	739	754	754	764	764	834	834
Enrollment	630	729	715	741	757	762	761	761	783	771
DeBary (1995)										
Square Feet	107,480	107,480	115,837	115,837	116,087	116,087	116,087	116,087	116,087	110,690
Capacity	791	791	877	877	895	895	895	895	895	895
Enrollment	779	793	810	836	775	774	778	778	764	727
Deltona Lakes (1980)										
Square Feet	128,752	127,024	125,296	126,160	121,466	122,674	122,674	122,674	122,674	122,674
Capacity	1,186	1,142	1,098	1,116	1,010	992	992	992	992	992
Enrollment	993	870	823	774	763	762	731	731	826	826
Discovery (1987)										
Square Feet	124,864	124,065	124,065	122,726	125,846	124,008	124,008	124,008	124,088	124,088
Capacity	911	845	867	867	955	955	955	955	955	955
Enrollment	841	798	735	711	643	667	673	673	643	664
Edgewater (1965)										
Square Feet	79,559	78,695	80,718	80,718	80,758	79,797	79,797	79,797	81,277	94,182
Capacity	795	773	751	751	751	751	751	751	779	779
Enrollment	646	665	637	655	609	570	588	588	598	604
Enterprise (1929)										
Square Feet	78,672	83,022	83,022	77,979	83,406	82,266	82,662	82,662	82,662	92,969
Capacity	771	771	771	771	803	803	803	803	803	803
Enrollment	659	642	599	616	561	564	577	577	577	622
Forest Lake (1995)										
Square Feet	98,358	98,358	111,768	106,192	106,192	106,676	106,676	106,676	106,676	102,018
Capacity	677	677	871	733	733	733	733	733	733	733
Enrollment	712	704	703	717	731	725	654	654	653	618

Source: District records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.



**District School Board of Volusia County, Florida**  
**School Building Information**  
**Last Ten Fiscal Years**  
(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>ELEMENTARY SCHOOLS (cont'd)</b>										
Freedom (2001)										
Square Feet	104,141	104,141	104,141	109,221	109,559	109,559	109,559	109,559	109,559	115,114
Capacity	782	782	782	826	826	826	826	826	826	826
Enrollment	790	800	867	878	718	643	678	678	714	758
Friendship (1992)										
Square Feet	101,894	96,422	93,542	92,822	93,062	93,546	93,546	93,546	93,586	93,586
Capacity	898	766	681	659	659	659	659	659	659	659
Enrollment	753	537	495	494	458	460	452	452	416	397
Holly Hill Elem (1982) - converted to K-8 School (2010)										
Square Feet	92,516	91,125	90,261	90,261	(f)	-	-	-	-	-
Capacity	675	657	657	657	(f)	-	-	-	-	-
Enrollment	568	579	559	515	(f)	-	-	-	-	-
Horizon (1989)										
Square Feet	98,904	104,762	100,442	99,642	105,379	104,089	104,329	104,329	104,329	102,933
Capacity	945	945	835	835	857	857	857	857	857	857
Enrollment	880	933	657	628	592	615	683	683	718	747
Indian River (1989)										
Square Feet	95,093	95,093	108,673	108,673	105,217	110,385	110,385	110,385	110,385	117,502
Capacity	722	722	948	948	860	860	860	860	860	860
Enrollment	679	684	816	778	648	654	672	672	618	602
Longstreet (1954)										
Square Feet	58,299	63,549	60,669	60,669	60,497	60,120	60,120	60,120	60,880	70,402
Capacity	576	576	536	536	536	536	536	536	558	558
Enrollment	383	343	350	379	399	402	426	426	441	445
Manatee Cove (2006)										
Square Feet	99,775	101,227	102,888	107,244	110,541	110,206	110,546	110,546	110,546	114,062
Capacity	750	794	818	950	950	950	950	950	950	950
Enrollment	786	838	859	859	791	747	739	739	743	719
Marks (1953)										
Square Feet	82,449	84,117	83,313	83,313	74,625	73,985	74,951	74,951	74,951	78,072
Capacity	1,009	1,009	987	987	731	735	735	735	735	735
Enrollment	942	890	833	780	519	522	561	561	589	597
McInnis (1940)										
Square Feet	66,181	69,637	69,637	69,637	65,833	66,972	67,222	67,222	67,222	68,572
Capacity	603	647	647	647	636	636	636	636	636	636
Enrollment	449	450	428	412	397	392	367	367	372	360
Orange City (1926)										
Square Feet	76,200	76,200	78,840	78,840	77,394	77,175	77,403	77,403	75,675	79,008
Capacity	775	775	775	775	783	805	805	805	761	783
Enrollment	639	614	614	594	599	603	622	622	579	581
Ormond Beach (1910)										
Square Feet	41,305	41,305	44,905	44,905	45,058	45,136	45,136	45,136	44,192	43,401
Capacity	392	392	392	392	426	426	426	426	404	404
Enrollment	342	348	324	301	307	261	297	297	302	336
Ortona (1952)										
Square Feet	41,850	41,850	41,850	41,850	40,326	39,841	40,326	40,326	40,326	43,631
Capacity	330	330	330	330	330	330	330	330	330	308
Enrollment	319	294	253	240	227	221	225	225	251	235
Osceola (1954)										
Square Feet	65,204	64,484	64,484	64,484	62,237	62,237	62,237	62,237	62,237	62,782
Capacity	573	555	555	555	555	555	555	555	555	555
Enrollment	450	453	453	461	459	463	421	421	431	403

Source: District records

(f) School site is a K-8 facility and is listed under Middle Schools as Holly Hill K-8

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.

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**District School Board of Volusia County, Florida**  
**School Building Information**  
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(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>ELEMENTARY SCHOOLS (cont'd)</b>										
Osteen (1983)										
Square Feet	95,371	95,371	95,371	95,371	99,094	99,094	99,094	99,094	99,094	99,094
Capacity	764	764	764	764	764	764	764	764	764	764
Enrollment	758	600	623	591	587	514	526	526	516	506
Palm Terrace (1991)										
Square Feet	112,373	115,509	115,474	115,474	118,569	117,405	118,569	118,569	118,569	123,033
Capacity	920	975	975	975	1,008	1,008	1,008	1,008	1,008	1,008
Enrollment	519	794	786	789	500	549	574	574	705	714
Pathways (1998)										
Square Feet	109,302	108,438	108,438	108,438	112,038	112,740	112,740	112,740	115,780	113,981
Capacity	747	725	725	725	725	725	725	725	813	813
Enrollment	658	649	613	591	610	698	717	717	724	774
Pierson (1925)										
Square Feet	79,693	83,323	83,323	83,323	80,540	80,592	82,170	82,170	82,170	80,090
Capacity	606	694	694	694	838	882	882	882	862	882
Enrollment	495	580	583	542	578	555	558	558	575	571
Pine Trail (1982)										
Square Feet	117,940	117,940	116,296	116,296	116,056	114,089	114,085	114,085	114,085	111,236
Capacity	951	951	911	911	918	918	918	918	918	918
Enrollment	792	751	754	792	807	699	687	687	707	700
Port Orange (1925)										
Square Feet	44,954	44,954	44,090	44,090	43,523	44,699	45,043	45,043	45,043	45,043
Capacity	438	438	416	416	454	498	498	498	498	498
Enrollment	398	382	372	351	408	415	409	409	414	394
Pride (2007)										
Square Feet	-	98,653	98,653	98,653	98,653	98,653	98,653	98,653	98,653	104,975
Capacity	-	761	765	765	765	765	765	765	765	765
Enrollment	-	600	649	558	537	523	583	583	575	540
Read-Pattillo (1958)										
Square Feet	64,504	66,914	66,914	66,914	66,638	66,638	66,638	66,638	66,752	71,991
Capacity	573	573	573	573	625	625	625	625	625	625
Enrollment	492	452	470	435	428	429	426	426	459	446
Small (1953)										
Square Feet	68,529	68,529	72,129	71,395	73,976	74,254	74,254	74,254	74,254	74,294
Capacity	664	664	664	664	738	738	738	738	738	738
Enrollment	473	484	479	376	355	426	478	478	479	446
South Daytona (1963)										
Square Feet	122,310	106,580	106,580	106,580	107,540	107,540	107,540	107,540	107,540	119,853
Capacity	978	978	978	978	978	978	978	978	978	978
Enrollment	737	755	864	888	906	796	781	781	817	864

(Continued on page 136)

Source: District records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.

**District School Board of Volusia County, Florida**  
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(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>ELEMENTARY SCHOOLS (cont'd)</b>										
Spirit (2004)										
Square Feet	105,139	105,139	105,139	108,739	109,099	116,714	117,054	117,054	117,054	112,154
Capacity	988	988	988	988	988	988	988	988	988	988
Enrollment	887	878	820	782	724	658	686	686	753	762
Spruce Creek (1979)										
Square Feet	117,756	113,436	113,436	113,436	113,436	111,504	111,504	111,504	111,504	111,504
Capacity	1,021	889	889	889	889	871	871	871	871	871
Enrollment	676	647	724	724	723	659	678	678	768	778
Starke (1956)										
Square Feet	65,581	65,541	64,861	64,861	69,126	69,126	69,126	69,126	69,126	74,348
Capacity	573	573	555	555	555	555	555	555	555	555
Enrollment	410	424	392	395	363	367	390	390	406	412
Sugar Mill (1982)										
Square Feet	107,834	107,834	107,834	108,359	108,999	110,111	110,191	110,191	110,191	110,191
Capacity	791	791	791	791	821	819	821	821	821	821
Enrollment	723	699	678	626	625	610	617	617	654	655
Sunrise (1992)										
Square Feet	107,430	107,286	100,806	109,321	108,353	110,662	110,702	110,702	110,702	112,805
Capacity	893	871	703	831	819	819	819	819	819	819
Enrollment	943	688	608	608	572	535	510	510	543	546
Sweetwater (1992)										
Square Feet	82,016	82,016	94,109	94,109	94,109	94,274	94,274	94,274	94,724	94,274
Capacity	587	543	725	725	725	725	725	725	725	725
Enrollment	556	541	649	674	658	602	636	636	641	627
Timbercrest (1989)										
Square Feet	116,078	116,078	115,358	117,565	118,402	119,213	114,376	114,376	114,100	114,100
Capacity	1,058	1,058	1,036	1,036	1,040	930	930	930	930	930
Enrollment	928	870	877	871	774	758	738	738	743	804
Tomoka (1967)										
Square Feet	94,007	93,271	93,997	92,269	92,601	91,062	92,276	92,276	92,276	95,171
Capacity	1,100	1,082	1,104	1,060	1,084	1,062	1,062	1,062	1,062	1,062
Enrollment	815	759	773	746	730	715	735	735	735	780
Volusia Pines (1995)										
Square Feet	97,998	98,724	102,324	102,324	102,324	102,324	102,324	102,324	102,324	102,324
Capacity	673	695	695	695	695	695	695	695	695	695
Enrollment	710	692	663	662	626	596	618	618	603	582
Westside (1966)										
Square Feet	75,659	78,159	78,159	77,439	79,470	78,889	78,369	78,369	77,505	76,777
Capacity	579	579	579	623	685	685	663	663	641	641
Enrollment	448	434	397	392	493	481	526	526	616	658
Woodward (1966)										
Square Feet	87,354	88,680	86,952	86,952	83,003	82,657	83,027	83,027	85,159	88,168
Capacity	888	888	844	844	772	772	772	772	826	826
Enrollment	839	706	660	684	561	585	603	603	678	703

(Continued on page 137)

Source: District records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.

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(Unaudited)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>MIDDLE SCHOOLS</b>										
Campbell (1961)(2003)*										
Square Feet	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379
Capacity	1,178	1,178	1,178	1,108	1,251	1,125	1,251	1,251	1,251	1,125
Enrollment	771	801	740	681	1,014	943	939	939	874	599
Creekside (2000)										
Square Feet	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243	162,283	165,523
Capacity	1,131	1,131	1,131	1,131	1,132	1,132	1,258	1,258	1,434	1,434
Enrollment	1,191	1,213	1,218	1,150	1,160	1,146	1,149	1,149	1,206	1,250
DeLand (1982)										
Square Feet	222,611	213,233	212,921	212,921	214,363	214,007	214,363	214,363	214,363	215,918
Capacity	1,589	1,452	1,452	1,452	1,514	1,513	1,682	1,682	1,682	1,682
Enrollment	1,599	1,180	1,130	1,126	1,097	1,078	1,093	1,093	1,023	1,071
Deltona (1968)										
Square Feet	151,378	152,839	152,411	152,411	156,526	155,952	156,526	156,526	156,526	156,526
Capacity	1,516	1,555	1,555	1,555	1,575	1,575	1,751	1,751	1,751	1,751
Enrollment	1,471	1,239	1,217	1,190	1,212	1,215	1,137	1,137	1,037	1,022
Galaxy (1989)										
Square Feet	180,405	182,572	170,610	171,336	170,835	170,479	170,835	170,835	170,835	170,835
Capacity	1,741	1,780	1,503	1,503	1,523	1,523	1,693	1,693	1,693	1,693
Enrollment	1,763	1,254	1,160	1,123	1,087	1,114	1,067	1,067	1,009	991
Heritage (2000)										
Square Feet	177,971	177,971	173,651	173,651	173,931	174,189	174,189	174,189	174,189	174,189
Capacity	1,467	1,467	1,328	1,328	1,348	1,348	1,498	1,498	1,498	1,498
Enrollment	1,450	1,312	1,261	1,225	1,224	1,195	1,210	1,210	1,155	1,198
Hinson (2006)										
Square Feet	162,930	178,160	178,160	178,160	178,160	181,049	181,049	181,049	181,049	181,049
Capacity	1,071	1,071	1,071	1,071	1,058	1,065	1,184	1,184	1,184	1,184
Enrollment	1,063	1,068	1,040	1,065	971	900	875	875	945	1,076
Holly Hill K-8 (2010)										
Square Feet	-	-	-	-	139,694	147,336	148,320	148,320	148,320	159,574
Capacity	-	-	-	-	1,160	1,179	1,311	1,311	1,311	1,311
Enrollment	-	-	-	-	919	964	937	937	971	954
New Smyrna (1981)										
Square Feet	194,132	194,132	191,748	191,748	200,105	198,225	200,105	200,105	198,625	270,616
Capacity	1,413	1,413	1,404	1,404	1,553	1,553	1,726	1,726	1,672	1,672
Enrollment	1,391	1,330	1,309	1,314	1,275	1,215	1,160	1,160	1,159	1,173
Ormond Beach (1960)										
Square Feet	169,816	178,456	175,353	175,353	170,938	173,648	165,909	165,909	165,909	197,421
Capacity	1,162	1,502	1,463	1,463	1,528	1,486	1,414	1,414	1,414	1,414
Enrollment	925	935	924	912	1,076	1,100	1,108	1,108	1,022	1,167
River Springs (2007)										
Square Feet	-	198,686	199,566	206,290	203,622	190,073	190,073	190,073	190,073	190,073
Capacity	-	1,265	1,322	1,322	1,540	1,540	1,700	1,700	1,700	1,700
Enrollment	-	1,222	1,235	1,346	1,404	1,419	1,365	1,365	1,330	1,296
Silver Sands (1982)										
Square Feet	171,073	171,246	171,246	171,246	177,518	163,914	174,526	174,526	174,346	188,875
Capacity	1,306	1,297	1,297	1,297	1,517	1,438	1,598	1,598	1,598	1,598
Enrollment	1,280	1,282	1,277	1,302	1,173	1,197	1,130	1,130	1,165	1,157
Southwestern (1961)										
Square Feet	114,998	112,406	112,406	114,074	111,626	124,862	124,902	124,902	124,902	135,168
Capacity	985	959	959	959	918	1,177	1,308	1,308	1,308	1,308
Enrollment	730	688	646	643	688	725	688	688	737	746

Source: District records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.

\* Second year denotes the year the school was replaced or had major additions and renovations.

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(Unaudited)

	<u>Fiscal Year</u>									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>HIGH SCHOOLS</b>										
Atlantic (1992)										
Square Feet	208,509	208,509	203,369	203,369	209,726	213,209	215,689	215,689	212,649	212,649
Capacity	1,843	1,758	1,670	1,670	1,825	1,812	1,908	1,908	1,808	1,808
Enrollment	1,370	1,206	1,123	1,142	1,120	1,034	1,048	1,048	1,109	1,160
DeLand (1962)(2004)*										
Square Feet	369,302	388,370	373,934	373,934	363,060	361,458	362,688	362,688	362,828	360,808
Capacity	3,865	4,006	3,619	3,619	3,398	3,374	3,552	3,552	3,502	3,502
Enrollment	3,466	3,348	3,286	2,717	2,506	2,489	2,382	2,382	2,458	2,546
Deltona (1986)										
Square Feet	348,809	350,803	348,211	354,562	323,502	322,895	316,935	316,935	310,945	310,945
Capacity	3,402	3,316	3,245	3,314	2,483	2,491	2,423	2,423	2,248	2,243
Enrollment	2,949	2,873	2,981	1,951	1,669	1,633	1,686	1,686	1,781	1,775
Mainland (1962)(2006)*										
Square Feet	328,372	332,493	332,493	333,291	333,291	333,291	333,291	333,291	333,291	333,291
Capacity	2,344	2,375	2,375	2,375	2,375	2,375	2,501	2,501	2,501	2,501
Enrollment	1,825	1,814	1,834	1,724	1,761	1,832	1,904	1,904	1,986	2,002
New Smyrna (1963)(2006)*										
Square Feet	311,232	311,232	311,232	311,232	312,030	315,287	315,287	315,287	315,287	315,287
Capacity	2,334	2,271	2,271	2,271	2,275	2,308	2,430	2,430	2,430	2,430
Enrollment	2,027	1,970	2,011	1,932	1,904	1,938	1,911	1,911	1,977	1,877
Pine Ridge (1992)										
Square Feet	264,704	265,430	247,760	250,143	250,143	253,724	254,804	254,804	254,804	254,804
Capacity	2,582	2,520	2,045	2,110	2,138	2,124	2,236	2,236	2,236	2,236
Enrollment	2,426	2,262	2,179	1,865	1,765	1,699	1,634	1,634	1,746	1,702
Seabreeze (1962)(2004)*										
Square Feet	245,641	245,641	245,641	245,641	271,164	271,164	271,164	271,164	271,164	271,696
Capacity	1,827	1,741	1,741	1,741	1,747	1,747	1,839	1,839	1,839	1,839
Enrollment	1,955	1,858	1,799	1,818	1,707	1,660	1,672	1,672	1,664	1,596
Spruce Creek (1974)(2005)*										
Square Feet	266,623	267,019	364,289	264,177	266,412	269,174	269,174	269,174	269,190	269,190
Capacity	3,021	2,976	2,905	2,934	2,942	3,010	3,169	3,169	3,169	3,169
Enrollment	2,741	2,750	2,808	2,874	2,874	2,846	2,742	2,742	2,691	2,643
Taylor (middle / high) (1961)										
Square Feet	196,362	206,435	206,435	206,435	206,435	197,768	197,768	197,768	197,768	197,768
Capacity	1,284	1,305	1,305	1,305	1,305	1,305	1,450	1,450	1,450	1,450
Enrollment	970	998	998	978	1,020	1,081	1,086	1,086	1,118	1,136
University (2010)										
Square Feet	-	-	-	332,493	250,862	350,862	350,862	350,862	350,862	350,862
Capacity	-	-	-	2,734	2,561	2,667	2,808	2,808	2,808	2,808
Enrollment	-	-	-	1,931	2,569	2,639	2,806	2,806	2,863	2,816

Source: District records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations  
\* Second year denotes the year the school was replaced or had major additions and renovations.

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	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>OTHER CENTERS</b>										
Bonner (1926)										
Square Feet	61,365	55,839	55,839	55,839	55,839	55,839	55,839	55,839	55,839	55,839
Capacity	650	650	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)
Enrollment	362	360	(a)	(a)	(a)	(a)	(a)	(a)	(a)	(a)
Boston Ave (1926)										
Square Feet	34,942	34,942	(d)	-	-	-	-	34,942	34,942	(b)
Capacity	120	120	(d)	-	-	-	-	(g)	-	(b)
Enrollment	29	27	(d)	-	-	-	-	(g)	-	(b)
Burns-Oak Hill (1960)										
Square Feet	35,449	35,449	35,449	(b)	-	-	-	-	-	-
Capacity	338	316	316	(b)	-	-	-	-	-	-
Enrollment	231	192	192	(b)	-	-	-	-	-	-
Euclid (1936)										
Square Feet	18,345	19,065	19,065	19,065	19,065	(b)	-	-	-	-
Capacity	90	95	95	95	95	(b)	-	-	-	-
Enrollment	64	71	73	36	36	(b)	-	-	-	-
Highbanks Learning Center (2006)										
Square Feet	21,616	21,616	21,616	21,616	21,616	21,616	17,681	17,681	17,681	17,681
Capacity	150	150	150	150	150	124	124	124	124	124
Enrollment	106	97	101	87	87	39	29	29	19	18
Holly Hill Middle (1956)										
Square Feet	116,895	116,895	116,895	116,175	(e)	(b)	-	-	-	-
Capacity	992	992	992	992	(e)	(b)	-	-	-	-
Enrollment	620	586	575	554	(e)	(b)	-	-	-	-
Herbert Street (2007)										
Square Feet	15,819	15,819	15,819	15,819	15,819	15,819	15,721	15,721	15,721	15,721
Capacity	185	185	185	185	185	-	-	-	-	-
Enrollment	90	97	78	64	64	-	-	-	-	-
Hurst (1960)										
Square Feet	74,908	74,908	70,085	70,085	70,085	70,085	70,085	70,085	70,085	(b)
Capacity	731	731	(c)	-	-	-	-	-	-	(b)
Enrollment	480	465	(c)	-	-	-	-	-	-	(b)
Riverview (1926)										
Square Feet	18,845	18,845	18,845	18,845	18,845	18,845	18,695	18,695	18,659	18,695
Capacity	63	63	63	63	63	63	63	63	63	63
Enrollment	60	60	45	41	41	25	25	25	13	7
Samsula (1925)										
Square Feet	31,589	31,583	(d)	-	-	-	-	-	-	-
Capacity	298	598	(d)	-	-	-	-	-	-	-
Enrollment	215	213	(d)	-	-	-	-	-	-	-
Seville (1915)										
Square Feet	24,751	18,587	(b)	-	-	-	-	-	-	-
Capacity	144	144	(b)	-	-	-	-	-	-	-
Enrollment	110	118	(b)	-	-	-	-	-	-	-

Source: District records

(a) School leased to charter school; (b) School/facility sold; (c) School replaced by Champion; (d) School donated to charter school; (e) School closed; (g) School deeded back to District

(Continued on page 140)

\*Second year denotes the year the facility was replaced.

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.

**District School Board of Volusia County, Florida**  
**School Building Information**  
**Last Ten Fiscal Years**  
(Unaudited)

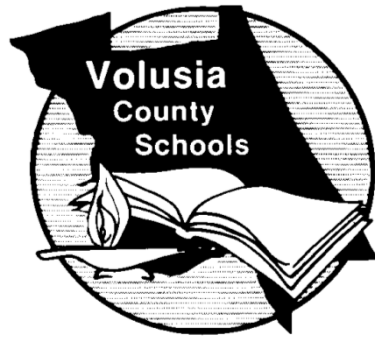
	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>ANCILLARY FACILITIES</b>										
Brewster Center (1925) Square Feet	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136
Central Warehouse/Transp. (1964) Square Feet	54,279	54,279	54,279	56,987	56,987	56,987	56,987	56,987	56,987	56,987
Daytona Transportation (1964)(2010)* Square Feet	30,323	30,323	30,323	44,629	44,629	47,167	47,167	47,167	47,167	47,167
DeLand Administration (1939) Square Feet	49,690	49,690	49,630	55,486	55,486	55,486	55,486	55,486	55,486	55,486
Deltona Maint./Transport. (1991) Square Feet	26,025	26,025	26,025	26,025	26,025	26,025	27,065	27,065	28,109	28,109
Educational Development Ctr (1961) Square Feet	46,225	46,225	46,225	(b)	-	-	-	-	-	-
Facilities Services (2002) Square Feet	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016
Ormond Transportation (2007) Square Feet	-	2,261	2,261	2,261	2,358	2,358	2,358	2,358	2,358	2,358
Turnbull Bay Transportation (1989) Square Feet	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637

(b) School/facility sold.

Source: District records

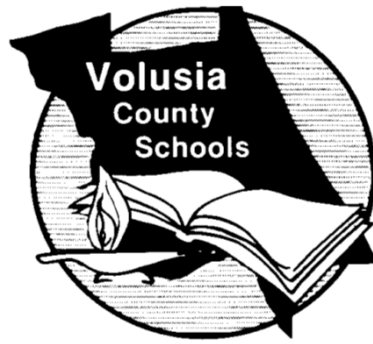
\*Second year denotes the year the facility was replaced.

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and additions.



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# Single Audit Section

**District School Board of Volusia County, Florida  
Schedule of Expenditures of Federal Awards  
For the Period Ended June 30, 2016**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass - Through Grantor Number</u>	<u>Amount of Expenditures (1)</u>	<u>Amount Provided to Subrecipients</u>
<b>United States Department of Agriculture:</b>				
Indirect:				
Child Nutrition Cluster:				
Florida Department of Agriculture and Consumer Services:				
School Breakfast Program	10.553	14002	\$ 4,409,190	\$ -
National School Lunch Program	10.555	(2) 14001, 14003	17,094,648	-
Summer Food Service Program for Children	10.559	14006, 14007	-	-
Total Child Nutrition Cluster			<u>21,503,838</u>	<u>-</u>
Florida Department of Agriculture and Consumer Services:				
Fresh Fruit and Vegetable Program	10.582	14004	129,166	-
Florida Department of Health:				
Child and Adult Care Food Program	10.558	A-4478	838,089	-
<b>Total United States Department of Agriculture</b>			<u>22,471,093</u>	<u>-</u>
<b>United States Department of Education:</b>				
Direct:				
Safe and Drug-Free Schools and Communities	84.184	N/A	13,889	-
Total Direct			<u>13,889</u>	<u>-</u>
Indirect:				
Special Education Cluster:				
Florida Department of Education:				
Special Education - Grants to States	84.027	(3a) 262,263	13,469,473	-
Special Education - Preschool Grants	84.173	267	332,616	-
University of South Florida:				
Special Education - Grants to States	84.027	(3a) 5117-2815-00-A	21,908	-
Total Special Education Cluster			<u>13,823,997</u>	<u>-</u>
Florida Department of Education:				
Title I Grants to Local Educational Agencies	84.010	212,223,226	20,688,887	75,836
Migrant Education State Grant Program	84.011	217	143,347	-
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	223	329,666	2,215
Career and Technical Education - Basic Grants to States	84.048	161	713,102	-
Education for Homeless Children and Youth	84.196	127	114,926	-
Twenty-First Century Community Learning Centers	84.287	244	495,657	-
English Language Acquisition State Grants	84.365	102	310,098	-
Improving Teacher Quality State Grants	84.367	(3c) 224	2,427,634	2,500
School Improvement Grants	84.377	126	1,241,240	-
ARRA - State Fiscal Stabilization Fund (SFSF) - Race to the Top Incentive Grants, Recovery Act	84.395	(3b) RL111, RG311, RA111	554,883	-
Daytona State College:				
ARRA - State Fiscal Stabilization Fund (SFSF) - Race to the Top Incentive Grants, Recovery Act	84.395	(3b) 562-RA111-4P001	7,323	-
New Teacher Center:				
Improving Teacher Quality State Grants	84.367	(3c) U367D150007	45,022	-
Florida Gulf Coast University:				
State Personnel Development Grants	84.323	12041-16-BCSD	64,201	-
Total Indirect			<u>40,959,983</u>	<u>80,551</u>
<b>Total United States Department of Education</b>			<u>40,973,872</u>	<u>80,551</u>
<b>United States Department of Defense:</b>				
Direct:				
Air Force Junior Reserve Officers Training Corps	None	NA	220,553	-
Army Junior Reserve Officers Training Corps	None	NA	180,842	-
<b>Total United States Department of Defense</b>			<u>401,395</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 63,846,360</u>	<u>\$ 80,551</u>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**District School Board of Volusia County, Florida**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Fiscal Year Ended June 30, 2016**

**1. Summary of Significant Accounting Policies**

**Basis of Presentation**

The Schedule of Expenditures of Federal Awards represents amounts expended from Federal programs during the 2015-2016 fiscal year as determined based on the modified accrual basis of accounting. The amounts reported on the Schedule have been reconciled to and are in material agreement with amounts recorded in the District's accounting records from which the basic financial statements have been prepared.

**Contingency**

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by the grantor agencies as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the District. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable Federal and State laws and regulations.

**2. Noncash Assistance - National School Lunch Program**

Included in the amount reported for National School Lunch Program was \$1,768,162 of donated food received during the 2015-16 fiscal year. Donated food is valued at fair value as determined at the time of donation.

**3. CFDA Totals**

- (a) Total expenditures for CFDA 84.027 were \$13,491,381.
- (b) Total expenditures for CFDA 84.395 were \$562,206.
- (c) Total expenditures for CFDA 84.367 were \$2,472,656.

**4. Indirect Cost Rate**

The District did not elect the 10% de minimis indirect cost rate.

**Report of Independent Auditor 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***

The Honorable Members of the  
Volusia County District School Board  
Deland, Florida

We have audited, in accordance with the 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, the financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Volusia County School District (the "District") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 9, 2016. Our report includes reference to other auditors who audited the financial statements of the fiduciary funds and the discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

*A deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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*.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Cheryl Behrman LLP". The signature is written in a cursive, flowing style.

Orlando, Florida  
December 9, 2016

**Report of Independent Auditor on Compliance for  
Each Major Federal Program and on Internal Control  
Over Compliance Required by the Uniform Guidance**

The Honorable Members of the  
Volusia County District School Board  
Deland, Florida

**Report on Compliance for the Major Federal Program**

We have audited the Volusia County School District (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2016. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for the District's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the District's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2016.

## Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Cheryl Behrman CPA".

Orlando, Florida  
December 9, 2016

**VOLUSIA COUNTY SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

FOR THE YEAR ENDED JUNE 30, 2016

**Part I - Summary of Auditor's Results**

**Financial Statement Section**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?        yes   x   no

Significant deficiency(ies) identified that are not considered to be a material weakness(es)?        yes   x   none reported

Noncompliance material to financial statements noted?        yes   x   no

**Federal Awards Section**

Internal control over major programs:

Material weakness(es) identified?        yes   x   no

Significant deficiency(ies) identified that are not considered to be a material weakness(es)?        yes   x   none reported

Type of auditor's report on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)        yes   x   no

Identification of major programs:

Name of Program or Cluster	CFDA Number
Title I	84.010

Dollar threshold used to determine Type A programs:

Federal	\$ 1,915,391
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Auditee qualified as low-risk auditee for federal purposes?   x   yes        no



**VOLUSIA COUNTY SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

*FOR THE YEAR ENDED JUNE 30, 2016*

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**Part II - Schedule of Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings required to be reported in accordance with *Government Auditing Standards*.

**Part III - Federal Award Findings and Questioned Costs**

This section identifies the significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs, as well as any material abuse findings, related to the audit of major programs, as required to be reported by 2 CFR 200.516(a).

There were no findings required to be reported by 2 CFR 200.516(a).

**VOLUSIA COUNTY SCHOOL DISTRICT**  
**SUMMARY OF PRIOR YEAR FINDINGS AND CORRECTIVE ACTION PLAN**

*FOR THE YEAR ENDED JUNE 30, 2016*

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**Summary of Prior Year Findings**

There were no findings reported in the prior year.

**Corrective Action Plan**

There are no audit findings reported in the Schedule of Findings and Questioned Costs for the year ended June 30, 2016; therefore, a Corrective Action Plan is not required.