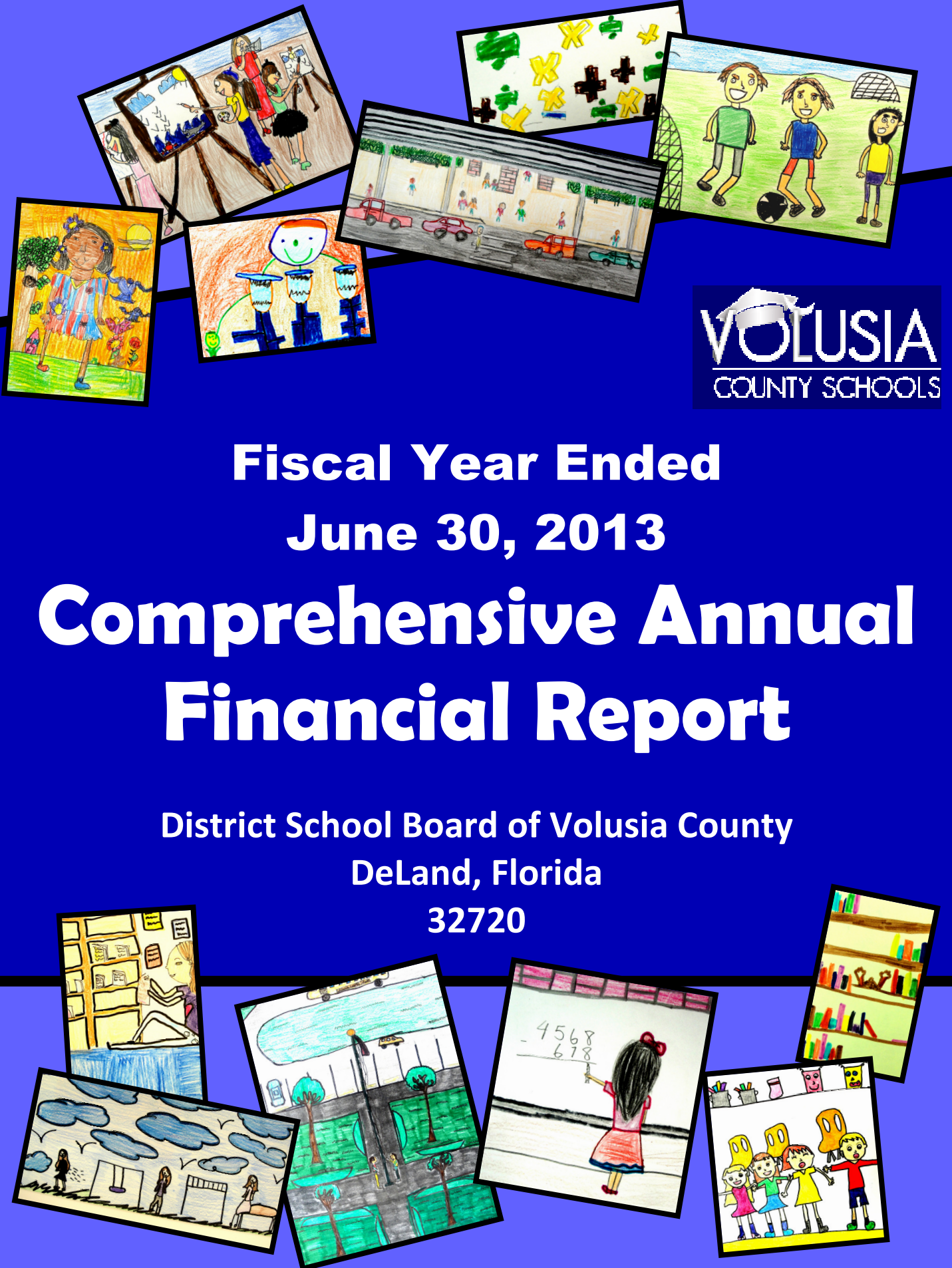




**Fiscal Year Ended
June 30, 2013**

Comprehensive Annual Financial Report

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



Cover Drawings by Volusia County Schools Elementary Art Students

Top Row:

Jana Rose Holston, *Self-Portrait*, 1st grade, Cypress Creek Elementary; Art Teacher - Ektemal Francis-Hanna
Jaida Beckett, *Painting in Art Class*, 3rd grade, R. J. Longstreet Elementary; Art Teacher - Marla Basli
Gabriel Aviles, *Science Experiment*, 2nd grade, Osceola Elementary; Art Teacher - Melanie Interdonato
Olea Loughmiller, *A Safe Town*, 4th grade, Citrus Grove Elementary; Art Teacher - Nancy Henschel
Steven Palama, *Math, Math, and More Math*, 5th grade, Discovery Elementary; Art Teacher - Dornetta Martinez
Almi Metani, *Soccer Time*, 5th grade, R. J. Longstreet Elementary; Art Teacher - Marla Basli

Bottom Row:

Elizabeth Chlam, *Play Ground*, 4th grade, Manatee Cove Elementary; Art Teacher - Sheri Langlais
Wyatt Wilson, *Reading*, 5th grade, Citrus Grove Elementary; Art Teacher - Nancy Henschel
Joey Sereikas, *Safety Patrols Raise the Flag*, 5th grade, Manatee Cove Elementary; Art Teacher - Sheri Langlais
Anna Chen, *Subtraction*, 4th grade, Citrus Grove Elementary; Art Teacher - Nancy Henschel
Yuki Colombo, *In the Music Room*, 4th grade, Pine Trail Elementary; Art Teacher - Melody Potash
Kiara Wilson, *School Day*, 5th grade, Palm Terrace Elementary; Art Teacher - Tamara Dillen

District School Board of Volusia County
DeLand, Florida

Comprehensive Annual
Financial Report

For the Fiscal Year Ended
June 30, 2013



Prepared by:
Division of Financial and Business Services

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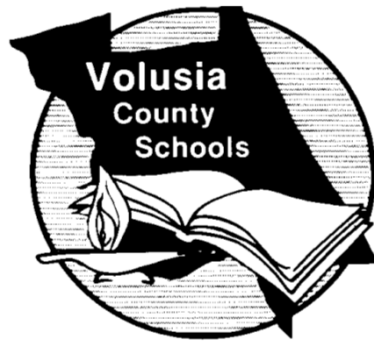
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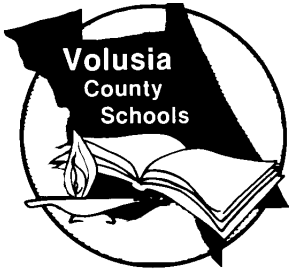
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Introductory Section



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School Board of Volusia County

Margaret A. Smith, D.Ed.
Superintendent of Schools

Mrs. Diane Smith, Chairman
Ms. Candace Lankford, Vice-Chairman
Mrs. Linda Costello
Mr. Stan Schmidt
Mrs. Ida D. Wright

December 3, 2013

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, 2013. 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 independent auditor's report.

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; Volusia Elementary Charter School, Inc., d/b/a Boston Avenue Charter School; 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, Volusia Elementary Charter School, Inc., 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 Moore, Stephens, Lovelace, P.A. 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, 2013, 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, 2013. The report of the independent certified public accountants 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 30th county in the State of Florida. The 2012 population for Volusia County is estimated to be 496,832 persons. Within its borders are several incorporated areas and small, unincorporated communities.

In the 2012-13 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 \$33,299 in 2012 for Volusia County. Volusia County's 2012 Florida Price Level Index as reported by the University of Florida, Bureau of Economic and Business Research is 95.78. This means that the cost of living in Volusia County is 4.22 percent below the State average of 100.

Volusia is Florida's 11th most populous county, with 2.6 percent of the population. The population of Volusia County has increased 53,489 from 2000 to 2012 and is projected to reach 507,700 by 2015, 530,500 by 2020, and 550,500 by 2025.

The School District of Volusia County reported 61,124 students (20-day enrollment) in 2012-13. The District's enrollment declined by 2,672 students, or 4.2 percent, during the ten-year period of 2003-04 through 2012-13. Based on the District's cohort projection model and economic conditions, forecasts project enrollment for 2015-16 to be 59,033, a decrease of 2,091 students from the current fiscal year, or a decrease of 3.4 percent.

According to the American Community Survey, the median age in Volusia County in 2012 was 46 years. Eighteen percent of the population were under 18 years and 22 percent were 65 years and older. Families made up 62 percent of the households, which includes both married-couple families (46 percent) and other families (16 percent). Seven percent of the people were foreign born and 93 percent were native, including 35 percent who were born in Florida. Among people at least 5 years old, 13 percent spoke a language other than English at home. Of those speaking a language other than English at home, 67 percent spoke Spanish

and 33 percent spoke some other language. Eighty-eight percent of people 25 years and older had at least graduated from high school and 21 percent had a bachelor's degree or higher.

In 2012, the leading industries for the employed population 16 years and older in Volusia County were educational services, health care, and social assistance, 23 percent, and retail trade, 17 percent. The most common occupations were: management, business, science, and arts, 31 percent; sales and office occupations, 28 percent; service occupations, 22 percent; production, transportation, and material moving occupations, 11 percent; and natural resources, construction, and maintenance occupations, 8 percent.

Florida Inventory of School Houses (FISH) has average age of schools at 26 years old.

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 unreserved General Fund balance equal to 3 percent of the District's projected General Fund revenues. The Board's goal is to maintain a fund balance equal to 5 percent. At June 30, 2013, the unassigned fund balance for the General Fund was \$34,238,628, or 8.5 percent. Of this amount, the District has set aside 5 percent for potential revenue shortfalls, emergencies, and unanticipated expenditures after the current year's budget adoption. The District's targeted goals are maintaining student programs, increasing academic achievement, and being in compliance with the class size amendment requirements.

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 Florida Legislature enacted Senate Bill 30-A which required the number of students in each classroom be reduced by at least two students per year beginning in the 2003-04 school year, until the maximum number of students per classroom did not exceed the requirements in the law. The amendment would be calculated as follows:

- For the 2003-04, 2004-05, and 2005-06 fiscal years, class size calculated at the district level.
- For the 2006-07, 2007-08, and 2008-09 fiscal years, class size calculated at the school level. (The 2009 Legislature extended the calculation at the school level for an additional year to include 2009-10.)
- For the 2010-11 fiscal year and thereafter, class size calculated at the classroom level.

The District did not meet class size compliance for the 2012-13 fiscal year. On January 15, 2013, the Board certified a class size reduction compliance plan and submitted it to the Commissioner of Education. The plan contains specific actions to be taken to fully comply with class size reduction requirements by October of the following school 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 will receive \$11.8 million over a four-year period.

Capital Outlay Program

In 2002, the public began paying an additional half-cent sales tax for fifteen years to support a ten year construction plan for identified educational facilities. Now that the last of the sales tax projects have been completed or removed by the School Board, the only expenditures left will be for the debt service on projects that were moved forward by issuing debt. There still exists a concern with providing consistency and equity in facility offerings (air conditioning, technology, etc.) between the District's older schools and its newer schools. Over 64% of the schools are over 20 years old and over 45% are over 30 years old and many need attention to basic operating systems to keep them in functioning condition.

The Superintendent and the School Board has requested that an extension of the half-cent sales tax be placed on the November 2014 ballot. There will be two phases to prepare for the election: identifying capital needs and an informational campaign. Phase I includes a citizens' capital needs committee that will meet September through December, which will result in a capital project list to be recommended to the school board. Capital needs include facilities, technology, and safety/security. In Phase II, a second committee comprised of community members will work January through October on campaign activities leading to Election Day on November 4. The current half-cent sales tax expires at the end of 2016.

The economy has been slow to turn around and property values are slowly going back up but have not returned to 2006 levels. The property values determine the largest portion of the capital budget. Thus, during this next five year work plan only the highest priority projects that maintain, renovate and make the current facilities dry and safe for students and staff, along with technology and equipment replacements to keep them functional will be considered.

Academic Accomplishments

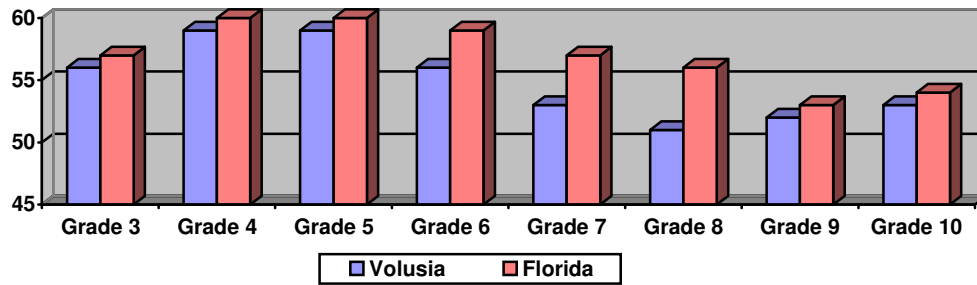
The District was recognized as one of only four districts out of 16,000 nationally to receive the Career Academy Innovation Community Award from the Ford Motor Company Fund. Volusia has 32 academies in 10 high schools that combine college-preparatory curriculum with a career focus.

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 student progress. Major testing programs include the Florida Comprehensive Assessment Test (FCAT), End-of-Course Exams (EOC), Pre-Scholastic Assessment Test (PSAT), Scholastic Assessment Test (SAT), American College Test (ACT), Advanced Placement (AP), and the High School Competency Test (HSCT).

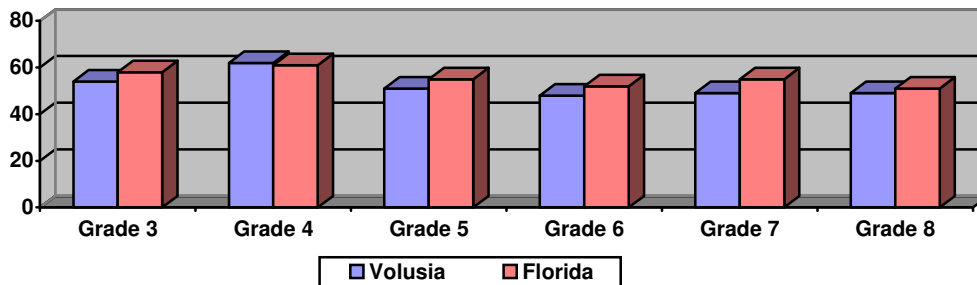
During the 2012-13 school year, Florida continued the transition from the FCAT to the FCAT 2.0 and Florida End-of-Course (EOC) Assessments. The Florida EOC Assessments are part of Florida's Next Generation Strategic Plan for the purpose of increasing student achievement and improving college and career readiness.

The FCAT 2.0 is a State mandated test that measures student achievement of the Next Generation Sunshine State Standards, in reading, mathematics, science, and writing. The reading FCAT 2.0 is administered to students in grades 3 through 10. The mathematics FCAT 2.0 is administered to students in grades 3 through 8. The writing FCAT 2.0 is administered to students in grade 4, 8, and 10. The science FCAT 2.0 is administered to students in grade 5 and 8. FCAT 2.0 results are used for school accountability purposes, as well as to monitor individual student progress.

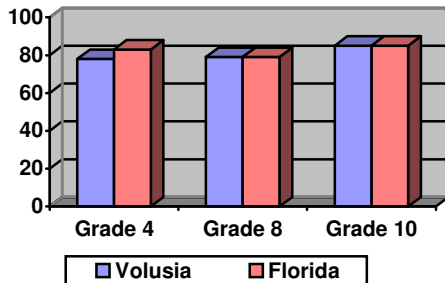
**2013 FCAT 2.0 Reading
(% Equal to or Greater Than Level 3)**



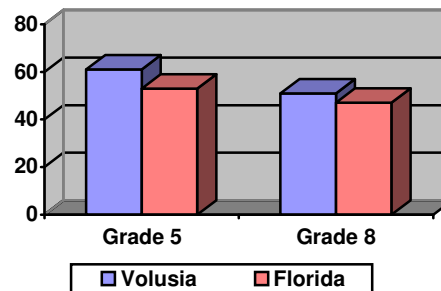
**2013 FCAT 2.0 Mathematics
(% Equal to or Greater Than Level 3)**



**2013 FCAT 2.0 Writing
(% Equal to or Greater Than Level 3)**



**2013 FCAT 2.0 Science
(% Equal to or Greater Than Level 3)**



The distribution of school grades is as follows:

Elementary: Seven (7) received a rating of “A”; twenty (20) received a rating of “B”; thirteen (13), received a rating of “C”; and six (6), including the District’s 1 K-8 school, received a rating of “D”.

Middle: Four (4) received a rating of “A”; six (6) received a rating of “C”; and two (2) received a rating of “D”.

High: At this time, only point values for each high school have been reported for the FCAT portion of the school grades. High school grades will be released in near the end of 2013, when the additional data that is now included in the grade calculation will be available.

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

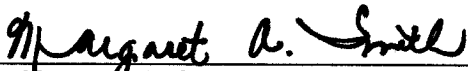
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2012. 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.

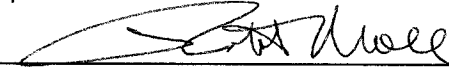
The preparation of the CAFR was made possible by the dedicated service of the entire staff of Financial and Business Services. Each member of the division has our sincere appreciation for the contributions made in the preparation of this report.

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.

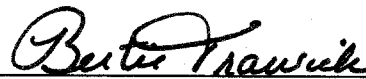
Respectfully submitted,



Dr. Margaret A. Smith
Superintendent of Schools



Dr. Robert Moll
Deputy Superintendent for Financial and
Business Services



Bertie Trawick
Director of Finance

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

Mrs. Diane Smith, Chairman

District 5
Member since November 2006
Current term expires November 2014



Ms. Candace Lankford, Vice Chairman

District 1
Member since November 2002
Current term expires November 2014

Mrs. Linda Costello

District 4
Member since November 2012
Current term expires November 2016



Mr. Stan Schmidt

District 3
Member since November 2006
Current term expires November 2014

Mrs. Ida D. Wright

District 2
Member since January 2013
Current term expires November 2016



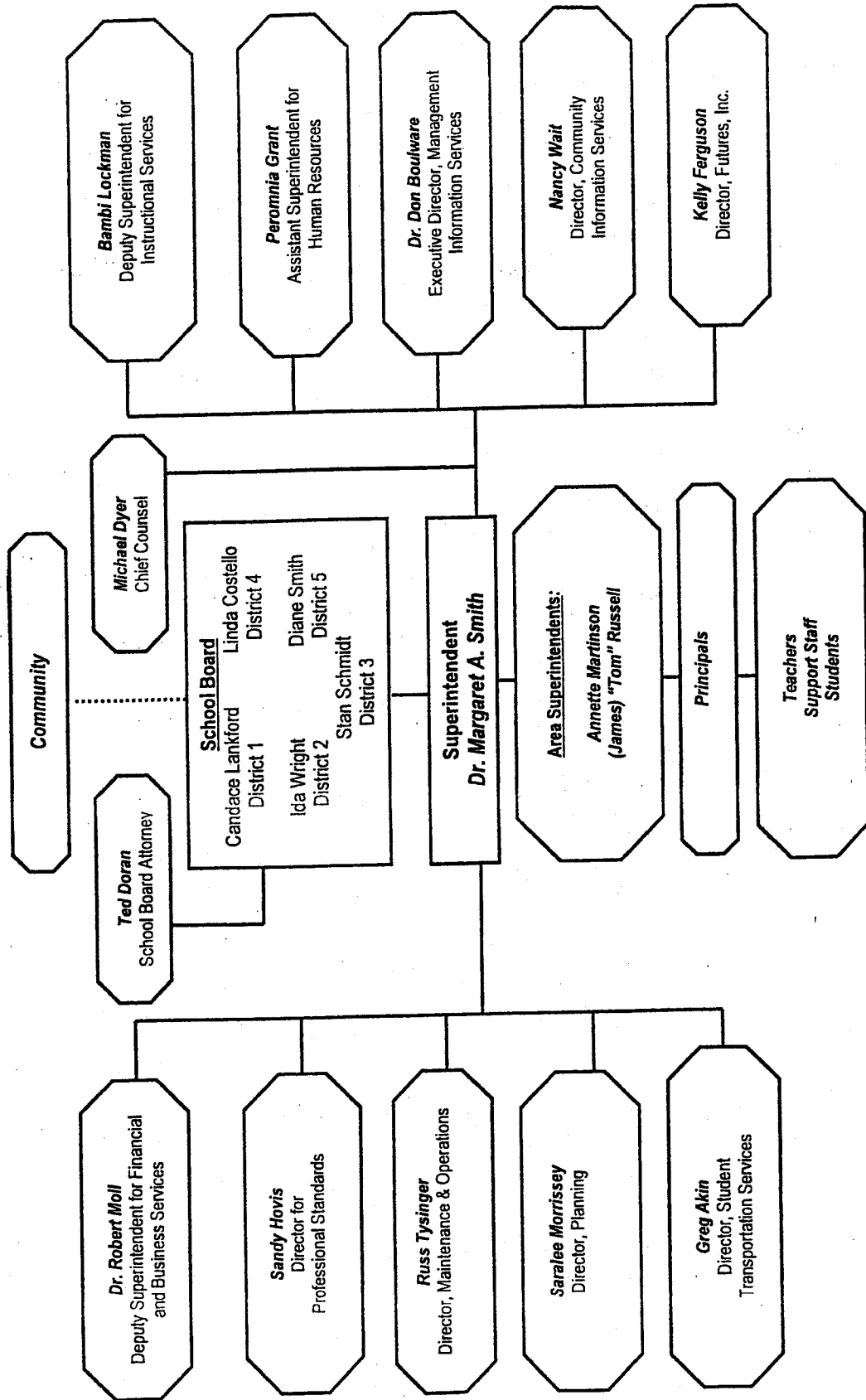
DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA
PRINCIPAL OFFICIALS - APPOINTED



Dr. Margaret A. Smith
Superintendent of Schools

Bambi Lockman	Deputy Superintendent Instructional Services
Dr. Robert Moll	Deputy Superintendent Financial and Business Services
Annette Martinson	Area Superintendent
James T. Russell	Area Superintendent
Peromnia Grant	Assistant Superintendent Human Resources
Michael G. Dyer, Esquire	Chief Counsel for Labor Relations, Contract Services and Policy Development
Dr. Don Boulware	Executive Director Management Information Services
Saralee Morrissey	Director, Site Acquisition and Intergovernmental Coordination
Russ Tysinger	Director, Maintenance and Operations
Greg Akin	Director, Student Transportation Services
Nancy Wait	Director, Community Information Services
Sandy Hovis	Director, Professional Standards

**DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA
ORGANIZATIONAL CHART**





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, 2012

Executive Director/CEO

Association of School Business Officials International

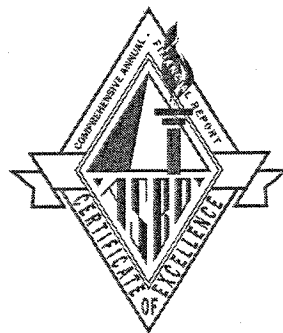


*The Certificate of Excellence in Financial Reporting Award
is presented to*

District School Board of Volusia County

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2012*

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

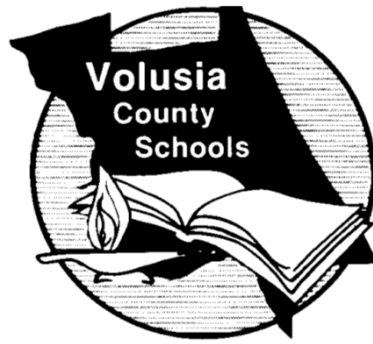


A handwritten signature in black ink, appearing to read 'Ron McCulley', written over a horizontal line.

Ron McCulley, CPPB, RSBO
President

A handwritten signature in black ink, appearing to read 'John D. Musso', written over a horizontal line.

John D. Musso, CAE, RSBA
Executive Director



Financial Section



INDEPENDENT AUDITOR'S REPORT

Chairman and Members of
The District School Board of Volusia County, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Volusia County, Florida (the "District"), as of and for the year ended June 30, 2013, 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 aggregate discretely presented component units. Those financial statements were audited by other auditors, whose reports have been furnished to us and, our opinion, insofar as it relates to the amounts included for the discretely presented component units, is 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 District'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 District'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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof, and the budgetary comparison for the general fund and major special revenue fund for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedule of Funding Progress – Other Postemployment Benefits Plan, as listed in the table of contents, 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 as a whole. The introductory section, combining and individual non-major fund financial 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 financial statements. The combining and individual non-major fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the financial statements as a whole. The introductory section and statistical section 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 November 21, 2013, 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.



MOORE STEPHENS LOVELACE, P.A.

Certified Public Accountants

Orlando, Florida
November 21, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2013. We encourage readers to consider the information presented here in conjunction with our basic financial statements and notes thereto found on pages 14 through 53.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at June 30, 2013, by \$819,312,170. Of this amount, \$730,599,256 represents investments in capital assets (net of related debt), and restricted and unrestricted net position of \$91,490,476 and (\$2,777,562), respectively.
- The District's total net position decreased \$3,570,569.
- At June 30, 2013, the District's governmental funds reported combined fund balances of \$139,136,381, a decrease of \$3,440,716 in comparison with the prior year.
- At June 30, 2013, the unassigned fund balance for the General Fund was \$34,238,628, or 8.5 percent of total General Fund revenues. Of this amount, the District has set aside \$20,050,631 "contingency reserves" to stabilize the current year budget for potential revenue shortfalls, emergencies, and unanticipated expenditures after the current year budget adoption.

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 outflows of resources and liabilities. The combined assets and deferred outflows of resources, less the total liabilities 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, Volusia Elementary Charter School, Inc. d/b/a Boston Avenue Charter School, 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 14 through 16 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 23 and page 24 to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 17 through 24 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 25 through 27 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 DeLand High, 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 28 and 29 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 30 through 53 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 exceeded its total liabilities by \$819,312,170 (total net position) at June 30, 2013, which was a decrease of \$3,570,569 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 assets are 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, 2013, compared to net position as of June 30, 2012:

Condensed Statement of Net Position

	Governmental Activities	
	2013	2012
ASSETS		
Current and other assets	\$ 180,665,149	\$ 187,124,760
Capital assets, net	<u>1,137,872,331</u>	<u>1,173,215,158</u>
Total assets	<u>1,318,537,480</u>	<u>1,360,339,918</u>
DEFERRED OUTFLOWS OF RESOURCES		
	<u>739,642</u>	<u>986,190</u>
LIABILITIES		
Long-term liabilities	481,557,863	516,880,212
Other liabilities	<u>18,407,089</u>	<u>21,563,157</u>
Total liabilities	<u>499,964,952</u>	<u>538,443,369</u>
NET POSITION		
Invested in capital assets, net of related debt	730,599,256	733,957,739
Restricted	91,490,476	94,921,529
Unrestricted (deficit)	<u>(2,277,562)</u>	<u>(5,996,529)</u>
Total net position	<u>\$ 819,812,170</u>	<u>\$ 822,882,739</u>

The District reports a \$2,277,562 deficit in unrestricted net position at June 30, 2013, a \$3,718,967 increase from the prior year. This is primarily due to the increase in the fund balance of the General Fund. Management has every confidence that the deficit in unrestricted net position does not represent an inability to meet District obligations. Compensated absences, in the amount of \$52,058,649 and the District's other postemployment benefits obligation (OPEB) of \$16,726,025 were the most significant liabilities (claims) against unrestricted assets. Most of the estimated amount of compensated absences liability, \$46,054,999, 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 assets totals \$91,490,476, which represents a 3.6 percent decrease from the prior year due to expenditures for various construction projects.

The largest portion of the District's net position (89.2 percent) reflects its investment in capital assets, less any related debt still outstanding. Investment in capital assets, less related debt, decreased \$3,358,483 due to the depreciation of capital assets exceeding the reduction of outstanding debt during the fiscal year.

Key elements of the changes in the District's net position for the fiscal years ended June 30, 2013, and June 30, 2012, are as follows:

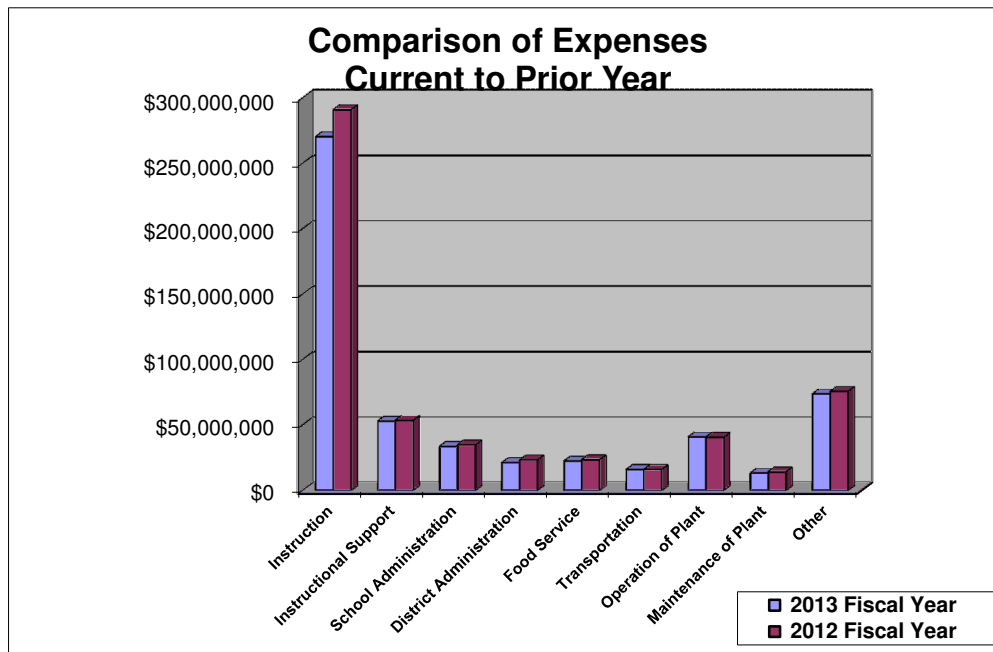
Change in Net Position

	Governmental Activities	
	2013	2012
Revenues:		
Program revenues:		
Charges for services	\$ 10,509,296	\$ 10,854,735
Operating grants and contributions	19,569,920	19,116,610
Capital grants and contributions	3,152,229	7,629,499
General revenues:		
Property taxes	201,969,995	208,874,733
Local sales taxes	31,812,156	30,526,725
Grants and contributions not restricted to specific programs	265,934,335	254,143,163
Unrestricted investment earnings	264,894	286,316
Miscellaneous	7,851,852	9,339,354
Total revenues	541,064,677	540,771,135
Expenses:		
Instruction	270,420,182	291,064,900
Pupil personnel services	20,956,374	21,530,239
Instructional media services	6,085,449	6,627,166
Instruction and curriculum development services	18,395,169	16,733,853
Instructional staff training services	2,566,293	3,819,069
Instruction related technology	4,936,849	4,899,708
Board of education	697,121	745,562
General administration	2,942,396	2,924,365
School administration	33,747,642	34,671,162
Facilities services - non-capitalized	3,305,712	5,721,489
Fiscal services	2,391,651	2,489,673
Food services	22,479,911	23,493,765
Central services	6,547,815	6,390,653
Pupil transportation services	15,900,865	15,930,975
Operation of plant	40,843,423	40,640,438
Maintenance of plant	13,296,228	14,152,879
Administrative technology services	5,335,201	4,948,558
Community services	4,334,302	4,508,252
Interest on long-term debt	18,665,687	20,363,353
Unallocated depreciation expense	50,786,976	50,843,331
Total expenses	544,635,246	572,499,390
Increase (decrease) in net position	(3,570,569)	(31,728,255)
Net position - Beginning	822,882,739	858,107,102
Adjustment to beginning net position	-	(3,496,108)
Net position - Ending	\$ 819,312,170	\$ 822,882,739

Governmental activities decreased the District's net assets by \$3,570,569. Key elements are as follows:

- Net Investment in Capital Assets decreased \$3,358,483, due primarily to a decrease in net capital assets of \$35,342,827; a decrease in related debt of \$34,927,606; and the spend down of remaining COPS proceeds of approximately \$2.6 million.
- Unrestricted net position increased \$3,218,967, due primarily to an increase of \$3,180,638 in the fund balance of the General Fund, a decrease of \$2,658,314 in compensated absences, which is offset by an increase in Other Postemployment Benefits Payable (OPEB) of \$1,763,942.
- Restricted net position decreased \$3,431,053, due primarily to a decrease in the fund balance in the Capital Projects funds of \$8,686,891, which is offset by an increase in the fund balance of the Special Revenue Fund – Food Service fund of \$1,753,133 and an increase in the amount reserved for State categorical programs of \$856,043.

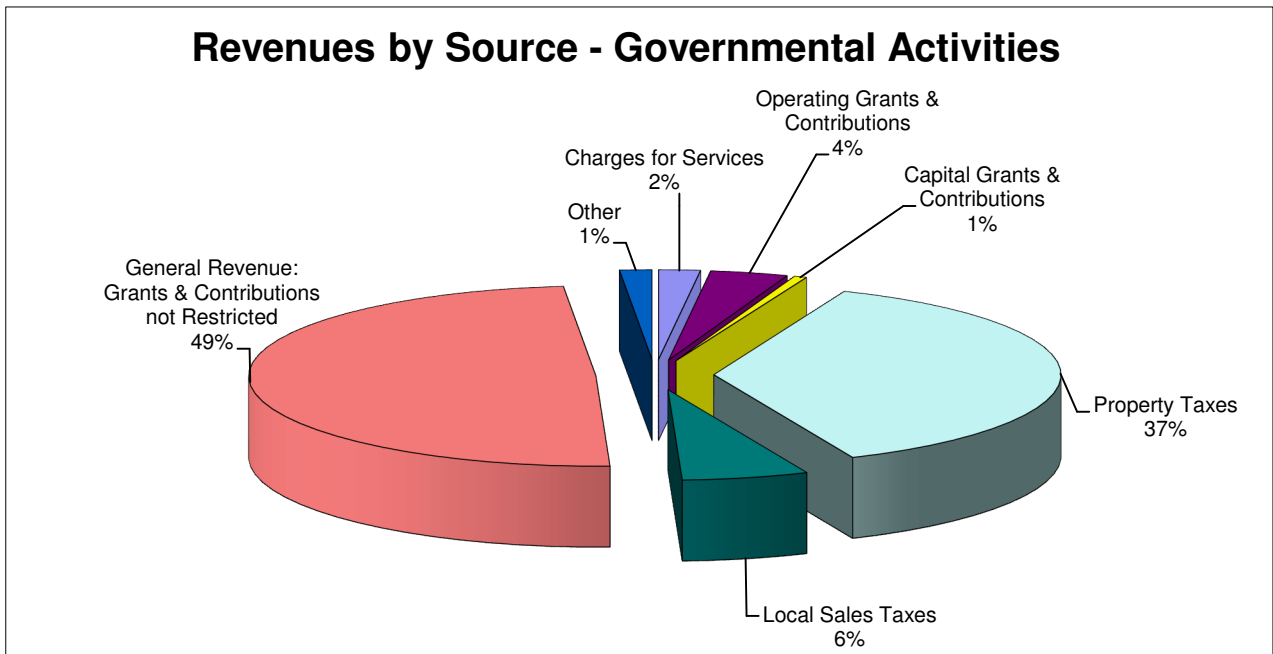
Instruction and instructional support expenses accounted for approximately 59.4 percent of total governmental expenses. Instruction decreased by \$20.6 million (7.1 percent) and instructional support expenses decreased by \$0.7 million (1.2 percent) from the 2011-12 fiscal year.



Instructional support includes pupil 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.

Revenues by Source - Governmental Activities



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 \$139,136,381 a decrease of \$3,440,716 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, 2013 and June 30, 2012.

Fund Balance	Governmental Activities		Increase (Decrease)	Percentage Change
	2013	2012		
General Fund	\$ 49,401,111	\$ 46,220,473	\$ 3,180,638	6.9%
Special Revenue Funds:				
ARRA Economic Stimulus Funds	-	-	-	0.0%
Debt Service Funds:				
Sales Tax Revenue Bonds	21,238,638	20,875,074	363,564	1.7%
Capital Projects Funds:				
Local Capital Improvement	35,609,303	40,990,566	(5,381,263)	-13.1%
Other Governmental Funds (Non-major)	32,887,329	34,490,984	(1,603,655)	-4.6%
Total	\$ 139,136,381	\$ 142,577,097	\$ (3,440,716)	-2.4%

The General Fund is the chief operating fund of the District. During the current fiscal year, the total fund balance of the General Fund increased by \$3,180,638. Key elements are as follows:

- Revenues increased \$7,055,916, mainly due to an increase in FEFP which was offset by a decrease in property tax collections.
- Expenditures decreased \$15,417,629, the majority of which is the result of a reduction in teaching and support staff positions.
- Expenditures exceeded revenues by \$11,811,785. Other financing sources, such as transfers from Capital Project Funds to reimburse expenditures in the General Fund for maintenance, property insurance, and equipment leases, totaled \$14,992,423.

The ARRA Economic Stimulus Funds – Special Revenue Fund has total revenues and expenditures of \$2,918,428 each. Because grant revenues attributed to the grants accounted for in this fund are not recognized until expenditures are incurred, this fund generally does not accumulate a fund balance.

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 \$21,238,638. The net increase in the fund balance during the current fiscal year was \$363,564.

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 \$35,609,303. The net decrease in fund balance during the current year was \$5,381,263, primarily due to a 32.6 percent increase in expenditures while total revenue increased less than one percent. Resources accumulated in prior years were used to fund capital outlay projects that were expended in the current fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget for revenues were approximately \$3.6 million (0.9 percent increase), and can be briefly summarized as follows:

- Federal revenue increased by \$1.2 million, primarily due to Medicaid funding.
- State revenue decreased by \$6.9 million. Although State revenue increased from the prior fiscal year, State revenue received in the current fiscal year was less than originally budgeted. The decrease is due to a \$6.0 million decrease in the Florida Education Finance Program funding, primarily due to lower than expected FTE and McKay Scholarships; a \$1.1 million decrease in Class-size Reduction funding; and a \$0.2 million increase in various other State sources.
- Local source revenue, excluding ad valorem taxes, increased by \$8.5 million. The District's after school age child care program generated \$4.4 million of the increase; \$2.5 million was collected through miscellaneous local grants and sources; an additional \$0.9 million was collected in E-rate revenue; the federal indirect cost rate generated \$0.3 million; and \$0.4 million was collected in bus fees, contributing to the increase in other revenues.

Differences between the original budget and the final amended budget for expenditures were approximately \$7.6 million (1.7 percent decrease), the majority of which was in instruction. The final amended budget reflected an increase in fund balance of \$10,646,923 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 rebudgeted 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, 2013, amounted to \$1,137,872,331 (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 3.0 percent.

Due to the economic downturn over the last few years, growth declined and so did the need for new construction projects. The last sales tax project "Ormond Beach Middle School – replacement" was completed during the 2012-13 fiscal year. The District's attention turned to providing a safe and secure environment for the students and staff. Major projects over \$500,000 started during the 2012-13 fiscal year included the following:

- Total roof replacements at Timbercrest and Forest Lake Elementary schools.
- Seabreeze High School – Campus Wide Demand Ventilation and Media H.V.A.C. replacement.
- Central Administration – Electrical in Data Center Area and Parking Lot Lighting.
- Woodward Avenue Elementary – H.V.A.C. System Modifications.
- Pine Ridge High School – Replace Intercom.

New major projects over \$100,000, scheduled during this next school year (2013-14) are fire alarm replacements for George Marks Elementary and Central Administration buildings; major air conditioning projects at Osceola and Pathways Elementary Schools; and replacing the main electrical distribution panel at Spruce Creek High School.

The following is a summary of capital assets as of June 30, 2013, and June 30, 2012:

Capital Assets (net of depreciation)		
	Governmental Activities	
	2013	2012
Land	\$ 54,276,384	\$ 54,276,384
Construction in progress	912,851	16,263,050
Improvements other than buildings	55,294,084	58,323,377
Buildings and fixed equipment	1,006,326,407	1,017,755,677
Furniture, fixtures, and equipment	10,246,105	13,835,352
Motor vehicles	8,014,077	10,706,390
Audio visual materials	-	-
Computer software	2,802,423	2,054,928
Total	<u>\$ 1,137,872,331</u>	<u>\$ 1,173,215,158</u>

Additional information on the District's capital assets can be found in Notes 5 and 17 on pages 40 and 51 of this report.

Long-Term Debt. At the end of the current fiscal year, the District had total bonded debt outstanding of \$395,555,000, excluding premiums. Of this amount, \$97,535,000 comprises debt backed by sales tax revenue, and \$8,800,000 backed by the full faith and credit of the State of Florida. The remainder of this debt represents \$289,220,000 in certificates of participation.

In July, 2012, Fitch Ratings affirmed the District's rating on its COPS at A+ and its Sales Tax Revenue Bonds at BBB. In addition, Fitch affirmed the District's AA- implied General Obligation rating. The rating outlook on the COPs and General Obligation is stable. The rating outlook on the sales tax bonds was revised to stable from negative. In February, 2013, Standard and Poor's affirmed the District's rating on its Sales Tax Revenue Bonds at BBB and affirmed the rating outlook is stable.

Additional information on the District's long-term debt can be found in Notes 6 through 9 to the basic financial statements pages 40 to 45.

The following is a summary of outstanding debt, excluding premiums, as of June 30, 2013, and June 30, 2012:

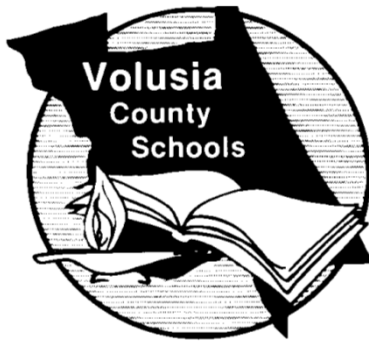
Outstanding Debt		
	Governmental Activities	
	2013	2012
Bonds payable	\$ 106,335,000	\$ 129,945,000
Certificates of participation	289,220,000	298,740,000
Total	\$ 395,555,000	\$ 428,685,000

ECONOMIC FACTORS AND NEW YEAR'S BUDGETS AND RATES

- The unemployment rate for the District (Volusia County, Florida) is currently 7.3 percent, which is slightly higher than the State's average unemployment rate of 7.1 percent and below the national average unemployment rate of 7.6 percent.
- The 2013-14 fiscal year capital budget continued to decline due to the continued loss of Public Education Capital Outlay (PECO) funds, declining property values, and a temporary moratorium on impact fee collections.
- Significant budget measures need to occur in the 2013-14 fiscal year due to the loss of the 0.25 critical needs millage. The most prominent measure is the outsourcing of custodial and grounds keeping services. Targeted goals in the 2013-14 fiscal year's budget will be to maintain student programs, increase academic achievement, and comply with the class size amendment requirements.
- Although the tentative budget for fiscal year 2013-14 includes an increase of \$17 million in FEFP funding, \$10.4 million is earmarked for instructional salary increases and \$5.7 million was utilized to offset the increased retirement rate.

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.



Financial Statements

District School Board of Volusia County, Florida
Statement of Net Position
June 30, 2013

	<u>Primary Government</u>	
	<u>Governmental Activities</u>	<u>Component Units</u>
ASSETS		
Cash and cash equivalents	\$ 12,738,283	\$ 1,419,771
Investments	141,340,596	247,304
Accounts receivable	1,043,712	118,502
Interest receivable	106,607	-
Due from other agencies	11,190,153	29,281
Inventories	4,245,798	17,752
Prepaid items	-	562,062
Other assets	-	107,270
Investment in joint venture	10,000,000	-
Capital assets:		
Land	54,276,384	703,616
Construction in progress	912,851	-
Leasehold improvements	-	607,888
Improvements other than buildings, net	55,294,084	-
Buildings and fixed equipment, net	1,006,326,407	5,640,875
Furniture, fixtures, and equipment, net	10,246,105	458,555
Motor vehicles, net	8,014,077	15,382
Audio visual materials, net	-	-
Computer software, net	2,802,423	7,452
Total assets	<u>1,318,537,480</u>	<u>9,935,710</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amount on refunding	<u>739,642</u>	<u>-</u>
LIABILITIES AND NET POSITION		
LIABILITIES		
Salaries and benefits payable	6,736,593	42,359
Payroll deductions and withholdings	4,159	-
Accounts payable	11,232,066	552,378
Construction contracts payable	261,114	-
Construction contracts payable - retainage	132,731	-
Due to other agencies	9,946	-
Accrued liabilities	-	42,694
Accrued interest payable	-	6,435
Estimated liability for arbitrage rebate	30,480	-
Long-term liabilities:		
Portion due within one year:		
Obligations under capital lease	-	27,855
Notes payable	-	108,257
Bonds payable	25,392,278	-
Certificates of participation payable	10,410,328	-
Compensated absences payable	6,003,650	-
Estimated insurance claims payable	1,674,060	-
Portion due in more than one year:		
Notes payable	-	2,604,766
Bonds payable	84,654,553	-
Certificates of participation payable	287,555,558	-
Compensated absences payable	46,054,999	51,166
Estimated insurance claims payable	3,086,412	-
Postemployment healthcare benefits payable	16,726,025	-
Total liabilities	<u>499,964,952</u>	<u>3,435,910</u>
NET POSITION		
Net investment in capital assets	730,599,256	4,777,769
Restricted for:		
State required carryover programs	1,755,206	-
Debt service	21,486,307	-
Capital projects	56,641,818	160,441
Food service	11,607,145	-
Other purposes	-	658,994
Unrestricted (deficit)	<u>(2,777,562)</u>	<u>902,596</u>
Total net position	<u>\$ 819,312,170</u>	<u>\$ 6,499,800</u>

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, 2013

FUNCTIONS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Instruction	\$ 270,420,182	\$ -	\$ -	\$ -
Pupil personnel services	20,956,374	-	-	-
Instructional media services	6,085,449	-	-	-
Instruction and curriculum development services	18,395,169	-	-	-
Instructional staff training services	2,566,293	-	-	-
Instruction related technology	4,936,849	-	-	-
Board of education	697,121	-	-	-
General administration	2,942,396	-	-	-
School administration	33,747,642	-	-	-
Facilities services - non-capitalized	3,305,712	-	-	585,669
Fiscal services	2,391,651	-	-	-
Food services	22,479,911	5,724,371	19,568,683	-
Central services	6,547,815	-	-	-
Pupil transportation services	15,900,865	-	1,237	-
Operation of plant	40,843,423	-	-	-
Maintenance of plant	13,296,228	-	-	-
Administrative technology services	5,335,201	-	-	-
Community services	4,334,302	4,784,925	-	-
Interest on long-term debt	18,665,687	-	-	2,566,560
Unallocated depreciation expense	50,786,976	-	-	-
Total primary government	<u>\$ 544,635,246</u>	<u>\$ 10,509,296</u>	<u>\$ 19,569,920</u>	<u>\$ 3,152,229</u>
Component units:				
Charter Schools	\$ 14,371,439	\$ 767,651	\$ 1,059,876	\$ 5,946
Futures, Inc.	533,594	19,345	557,918	-
Total component units	<u>\$ 14,905,033</u>	<u>\$ 786,996</u>	<u>\$ 1,617,794</u>	<u>\$ 5,946</u>

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

Special Items

Total general revenues

Change in net position

Net position - July 1, 2012 - restated for component units

Net position - June 30, 2013

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

Net (Expense) Revenue and Changes in Net Position

Primary Government

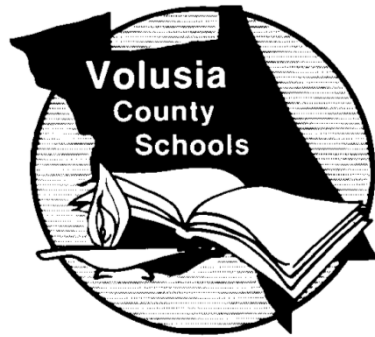
Governmental Activities		Component Units	
\$	(270,420,182)	\$	-
	(20,956,374)		-
	(6,085,449)		-
	(18,395,169)		-
	(2,566,293)		-
	(4,936,849)		-
	(697,121)		-
	(2,942,396)		-
	(33,747,642)		-
	(2,720,043)		-
	(2,391,651)		-
	2,813,143		-
	(6,547,815)		-
	(15,899,628)		-
	(40,843,423)		-
	(13,296,228)		-
	(5,335,201)		-
	450,623		-
	(16,099,127)		-
	(50,786,976)		-
	<u>(511,403,801)</u>		<u>-</u>
	-		(12,537,966)
	-		43,669
	-		<u>(12,494,297)</u>
	163,516,605		-
	38,453,390		-
	31,812,156		-
	265,934,335	12,009,811	
	264,894	29,526	
	7,851,852	393,954	
	-	(256,643)	
	<u>507,833,232</u>	<u>12,176,648</u>	
	(3,570,569)	(317,649)	
	<u>822,882,739</u>	<u>6,817,449</u>	
\$	<u>819,312,170</u>	\$	<u>6,499,800</u>

District School Board of Volusia County, Florida
Balance Sheet -
Governmental Funds
June 30, 2013

	<u>General Fund</u>	<u>ARRA Economic Stimulus Funds - Special Revenue Fund</u>
ASSETS		
Cash and cash equivalents	\$ 10,272,340	\$ 36,293
Investments	51,562,742	-
Accounts receivable	1,043,712	-
Interest receivable	76,354	-
Due from other funds	695,353	-
Due from other agencies	1,426,107	277,157
Inventories	1,205,740	-
Total assets	<u>\$ 66,282,348</u>	<u>\$ 313,450</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Salaries and benefits payable	\$ 5,842,103	\$ 310,697
Payroll deductions and withholdings	4,159	-
Accounts payable	11,025,145	2,744
Construction contracts payable	-	-
Construction contracts payable-retainage	-	-
Estimated liability for arbitrage rebate	-	-
Due to other agencies	9,830	9
Due to other funds	-	-
Total liabilities	<u>16,881,237</u>	<u>313,450</u>
Fund balances:		
Nonspendable	1,205,740	-
Restricted	1,755,206	-
Assigned	12,201,537	-
Unassigned	34,238,628	-
Total fund balances	<u>49,401,111</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 66,282,348</u>	<u>\$ 313,450</u>

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

Sales Tax Revenue Bonds - Debt Service Fund	Local Capital Improvement - Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 38,330	\$ 2,391,320	\$ 12,738,283
21,238,699	35,908,927	19,519,016	128,229,384
-	-	-	1,043,712
-	9,449	9,375	95,178
-	-	-	695,353
-	21,742	9,465,147	11,190,153
-	-	3,040,058	4,245,798
<u>\$ 21,238,699</u>	<u>\$ 35,978,448</u>	<u>\$ 34,424,916</u>	<u>\$ 158,237,861</u>
\$ -	\$ -	\$ 583,266	\$ 6,736,066
-	-	-	4,159
61	2,562	201,119	11,231,631
-	233,852	27,262	261,114
-	132,731	-	132,731
-	-	30,480	30,480
-	-	107	9,946
-	-	695,353	695,353
<u>61</u>	<u>369,145</u>	<u>1,537,587</u>	<u>19,101,480</u>
-	-	3,040,058	4,245,798
21,238,638	35,609,303	29,847,271	88,450,418
-	-	-	12,201,537
-	-	-	34,238,628
<u>21,238,638</u>	<u>35,609,303</u>	<u>32,887,329</u>	<u>139,136,381</u>
<u>\$ 21,238,699</u>	<u>\$ 35,978,448</u>	<u>\$ 34,424,916</u>	<u>\$ 158,237,861</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, 2013**

Total Fund Balances - Governmental Funds **\$ 139,136,381**

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 governmental funds. These assets consist of:

Land	\$ 54,276,384	
Construction in progress	912,851	
Improvements other than buildings; net of \$36,440,258 accumulated depreciation	55,294,084	
Buildings and fixed equipment; net of \$322,404,765 accumulated depreciation	1,006,326,407	
Furniture, fixtures and equipment; net of \$69,654,609 accumulated depreciation	10,246,105	
Motor vehicles; net of \$27,609,544 accumulated depreciation	8,014,077	
Audio visual materials; net of \$97,900 accumulated depreciation	-	
Computer software; net of \$16,062,993 accumulated depreciation	<u>2,802,423</u>	
		1,137,872,331

Deferred outflow of resources is reported as the deferred amount on refunding and amortized over the life of the new debt. 739,642

Investment in a joint venture used in governmental activities is not a financial resource and, therefore, is not reported as an asset in the governmental funds. 10,000,000

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 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	\$ 110,046,831	
Certificates of participation payable	297,965,886	
Compensated absences payable	52,058,649	
Postemployment healthcare benefits payable	<u>16,726,025</u>	<u>(476,797,391)</u>

Total Net Position - Governmental Activities **\$ 819,312,170**

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, 2013

	General Fund	ARRA Economic Stimulus Funds - Special Revenue Fund
REVENUES		
Federal direct	\$ 480,685	\$ -
Federal through State	2,495,480	2,918,428
Federal through local	372,283	-
State sources	221,957,946	-
Local sources:		
Ad valorem taxes	163,516,605	-
Sales taxes	-	-
Food service	-	-
Other local revenues	12,189,616	-
Total local sources	<u>175,706,221</u>	<u>-</u>
Total revenues	<u>401,012,615</u>	<u>2,918,428</u>
EXPENDITURES		
Current:		
Instruction	255,767,334	99,021
Pupil personnel services	16,314,731	-
Instructional media services	6,093,585	-
Instruction and curriculum development services	7,759,972	530,127
Instructional staff training services	856,479	246,302
Instruction related technology	3,835,199	962,550
Board of education	699,674	-
General administration	1,494,876	112,674
School administration	31,435,739	-
Facilities services - non-capitalized	354,853	-
Fiscal services	2,393,898	-
Food services	-	-
Central services	5,661,409	904,992
Pupil transportation services	15,541,615	12,540
Operation of plant	40,942,451	445
Maintenance of plant	13,322,506	-
Administrative technology services	5,299,260	48,640
Community services	4,352,719	-
Debt service:		
Principal	-	-
Interest and fiscal charges	-	-
Capital Outlay:		
Facilities acquisition and construction	167,551	-
Other capital outlay	530,549	1,137
Total expenditures	<u>412,824,400</u>	<u>2,918,428</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,811,785)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from sale of capital assets	234,052	-
Loss recoveries	1,237	-
Transfers in	14,757,134	-
Transfers out	-	-
Total other financing sources (uses)	<u>14,992,423</u>	<u>-</u>
Net change in fund balances	3,180,638	-
Fund balances, July 1, 2012	46,220,473	-
Fund balances, June 30, 2013	<u>\$ 49,401,111</u>	<u>\$ -</u>

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

Sales Tax Revenue Bonds - Debt Service Fund	Local Capital Improvement - Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 4,700	\$ 485,385
-	-	56,428,778	61,842,686
-	-	-	372,283
-	-	3,413,941	225,371,887
-	38,453,390	-	201,969,995
-	-	31,812,156	31,812,156
-	-	5,734,720	5,734,720
22,584	219,410	615,618	13,047,228
<u>22,584</u>	<u>38,672,800</u>	<u>38,162,494</u>	<u>252,564,099</u>
<u>22,584</u>	<u>38,672,800</u>	<u>98,009,913</u>	<u>540,636,340</u>
-	-	14,909,106	270,775,461
-	-	4,683,312	20,998,043
-	-	-	6,093,585
-	-	10,169,441	18,459,540
-	-	1,475,659	2,578,440
-	-	154,726	4,952,475
-	-	-	699,674
-	-	1,345,878	2,953,428
-	-	2,346,865	33,782,604
-	2,447,703	521,343	3,323,899
-	-	-	2,393,898
-	-	22,560,155	22,560,155
-	-	-	6,566,401
-	-	383,309	15,937,464
-	-	35,867	40,978,763
-	-	-	13,322,506
-	-	-	5,347,900
-	-	-	4,352,719
21,775,000	-	10,990,000	32,765,000
5,397,890	-	14,821,399	20,219,289
-	6,688,578	3,622,203	10,478,332
-	1,417,868	2,823,215	4,772,769
<u>27,172,890</u>	<u>10,554,149</u>	<u>90,842,478</u>	<u>544,312,345</u>
<u>(27,150,306)</u>	<u>28,118,651</u>	<u>7,167,435</u>	<u>(3,676,005)</u>
-	-	-	234,052
-	-	-	1,237
27,513,870	-	23,809,821	66,080,825
-	(33,499,914)	(32,580,911)	(66,080,825)
<u>27,513,870</u>	<u>(33,499,914)</u>	<u>(8,771,090)</u>	<u>235,289</u>
363,564	(5,381,263)	(1,603,655)	(3,440,716)
20,875,074	40,990,566	34,490,984	142,577,097
<u>\$ 21,238,638</u>	<u>\$ 35,609,303</u>	<u>\$ 32,887,329</u>	<u>\$ 139,136,381</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, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ (3,440,716)**

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

Capital outlays are reported in governmental funds 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:	\$ 10,478,332	
Capital outlay - other capital outlay:	4,772,769	
Less, depreciation expense:	<u>(50,786,976)</u>	(35,535,875)

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

193,048

Cash held in escrow on refunded bond in prior year used to defease debt called in the current year.

Bonds Payable, removed in current year:	\$ 365,000	
Cash with Fiscal Agent:	<u>362,456</u>	
Net increase in expenses from defeasance:		2,544

Deferred amount on refunding transactions are deferred outflows of resources and are amortized as expenses over the life of the debt in the statement of activities.

Deferred amount on refunding, current year:	\$ 739,642	
Less, Deferred amount on refunding, prior year:	<u>986,190</u>	
Net decrease in expenses from amortization of deferred amount on refunding:		(246,548)

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:	\$ 12,457,717	
Less, Unamortized Premiums - prior year:	<u>14,255,323</u>	
Net increase in expenses from unamortized premiums:		1,797,606

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

Bonds Payable:	\$ 23,245,000	
Certificates of Participation Payable:	<u>9,520,000</u>	
Total debt repayments:		32,765,000

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

(1,763,942)

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 paid in excess of the amount earned in the current period.

2,658,314

Change in net position of governmental activities **\$ (3,570,569)**

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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct:				
Reserve Officers Training Corp (ROTC)	\$ 320,000	\$ 399,857	\$ 399,857	\$ -
Miscellaneous Federal direct	-	80,828	80,828	-
Total Federal direct	<u>320,000</u>	<u>480,685</u>	<u>480,685</u>	<u>-</u>
Federal through State:				
Medicaid	1,825,000	2,495,480	2,495,480	-
Total Federal through State	<u>1,825,000</u>	<u>2,495,480</u>	<u>2,495,480</u>	<u>-</u>
Federal through local:				
Miscellaneous Federal through local	-	372,283	372,283	-
State sources:				
Florida education finance program	158,798,210	152,760,598	152,760,598	-
Other restricted State programs	69,272,198	67,770,950	67,770,950	-
CO&DS withheld for administrative expense	34,366	34,366	34,366	-
Other State sources	798,485	1,392,032	1,392,032	-
Total State sources	<u>228,903,259</u>	<u>221,957,946</u>	<u>221,957,946</u>	<u>-</u>
Local sources:				
Ad valorem taxes	162,660,995	163,516,605	163,516,605	-
Interest income	150,000	120,766	120,766	-
Authorized fees	-	4,399,775	4,399,775	-
Indirect cost	1,812,947	2,091,588	2,091,588	-
Other local sources	1,751,722	5,577,487	5,577,487	-
Total local sources	<u>166,375,664</u>	<u>175,706,221</u>	<u>175,706,221</u>	<u>-</u>
Total revenues	<u>397,423,923</u>	<u>401,012,615</u>	<u>401,012,615</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	271,852,778	261,569,706	255,767,334	5,802,372
Pupil personnel services	16,273,371	16,349,979	16,314,731	35,248
Instructional media services	6,414,847	6,176,571	6,093,585	82,986
Instruction and curriculum development services	6,750,589	8,021,927	7,759,972	261,955
Instructional staff training services	1,327,956	1,524,889	856,479	668,410
Instruction related technology	4,043,126	3,842,975	3,835,199	7,776
Board of education	606,502	699,674	699,674	-
General administration	1,571,345	1,620,752	1,494,876	125,876
School administration	32,786,811	32,369,545	31,435,739	933,806
Facilities services - non-capitalized	198,654	366,639	354,853	11,786
Fiscal services	2,595,829	2,396,154	2,393,898	2,256
Central services	7,024,645	6,469,870	5,661,409	808,461
Pupil transportation services	17,407,159	15,566,415	15,541,615	24,800
Operation of plant	42,105,033	41,079,535	40,942,451	137,084
Maintenance of plant	14,791,172	13,463,364	13,322,506	140,858
Administrative technology services	6,629,145	6,704,922	5,299,260	1,405,662
Community services	1,923,911	6,515,785	4,352,719	2,163,066
Capital Outlay:				
Facilities acquisition and construction	-	983,180	167,551	815,629
Other capital outlay	51,446	1,059,379	530,549	528,830
Total expenditures	<u>434,354,319</u>	<u>426,781,261</u>	<u>412,824,400</u>	<u>13,956,861</u>
Deficiency of revenues under expenditures	<u>(36,930,396)</u>	<u>(25,768,646)</u>	<u>(11,811,785)</u>	<u>13,956,861</u>
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	-	234,052	234,052	-
Loss recoveries	-	1,237	1,237	-
Transfers in	15,507,250	14,757,134	14,757,134	-
Total other financing sources	<u>15,507,250</u>	<u>14,992,423</u>	<u>14,992,423</u>	<u>-</u>
Net change in fund balances	<u>(21,423,146)</u>	<u>(10,776,223)</u>	<u>3,180,638</u>	<u>13,956,861</u>
Fund balances, July 1, 2012	46,220,473	46,220,473	46,220,473	-
Fund balances, June 30, 2013	<u>\$ 24,797,327</u>	<u>\$ 35,444,250</u>	<u>\$ 49,401,111</u>	<u>\$ 13,956,861</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal through State:				
Race-to-the-Top-Incentive-Grants	\$ 6,933,608	\$ 7,041,108	\$ 2,918,428	\$ (4,122,680)
Total Federal through State	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>(4,122,680)</u>
Total revenues	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>(4,122,680)</u>
EXPENDITURES				
Current:				
Instruction	259,804	303,891	99,021	204,870
Instructional media services	116,650	116,650	-	116,650
Instruction and curriculum development services	580,916	906,902	530,127	376,775
Instructional staff training services	1,040,487	1,178,808	246,302	932,506
Instruction related technology	1,380,040	1,340,872	962,550	378,322
General administration	257,935	258,452	112,674	145,778
Central services	2,529,980	2,225,255	904,992	1,320,263
Pupil transportation services	1,028	13,948	12,540	1,408
Operation of plant	-	630	445	185
Administrative technology services	186,550	187,245	48,640	138,605
Capital Outlay:				
Other capital outlay	580,218	508,455	1,137	507,318
Total expenditures	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>4,122,680</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, July 1, 2012	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2013

	Governmental Activities - Internal Service Funds
ASSETS	
Current assets:	
Investments	\$ 13,111,212
Interest receivable	11,429
Total assets	13,122,641
 LIABILITIES	
Current liabilities:	
Salaries and benefits payable	527
Accounts payable	435
Estimated insurance claims payable	1,674,060
Noncurrent liabilities:	
Estimated insurance claims payable	3,086,412
Total liabilities	4,761,434
 NET POSITION	
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 Fund Net Position -
Proprietary Funds
For the Fiscal Year Ended June 30, 2013**

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium revenue	\$ 7,031,913
OPERATING EXPENSES	
Salaries	66,631
Employee benefits	28,248
Purchased services	4,439,667
Materials and supplies	156
Insurance claims and related costs	2,518,817
Total operating expenses	7,053,519
Operating loss	(21,606)
NONOPERATING REVENUES	
Interest	21,606
Total nonoperating revenues	21,606
Change in net position	-
Net position - July 1, 2012	8,361,207
Net position - June 30, 2013	\$ 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, 2013

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from premium revenues	\$ 7,031,913
Payments to suppliers for goods and services	(4,425,324)
Payments to employees	(94,909)
Payments for insurance claims	(2,019,188)
	492,492
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from maturities of investments	324,336
Purchase of investments	(838,434)
Interest income	21,606
	(492,492)
Net cash used by operating activities	492,492
Net cash provided by investing activities	(492,492)
Net change in cash and cash equivalents	-
Cash and cash equivalents - July 1, 2012	-
	-
Cash and cash equivalents - June 30, 2013	\$ -
Reconciliation of operating loss to net cash used by operating activities:	
Operating loss	\$ (21,606)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Changes in assets and liabilities:	
Increase in accounts receivable	15,063
Increase in salaries and benefits payable	(29)
Increase in accounts payable	(565)
Decrease in estimated insurance claims payable	499,629
	492,492
Net cash used by operating activities	\$ 492,492
Noncash investing activities:	
Net decrease in the fair value of investments	\$ (23,359)

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, 2013

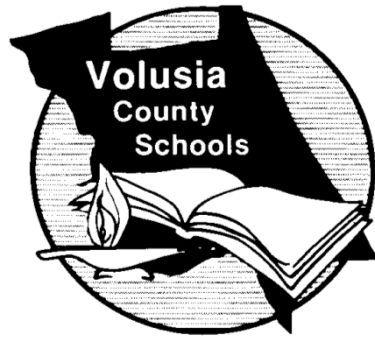
	Private-Purpose Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ -	\$ 2,564,002
Investments	822,576	3,496,319
Accounts receivable	-	11,000
Inventory	-	14,800
Total assets	822,576	\$ 6,086,121
LIABILITIES		
Accounts payable	\$ -	\$ 406,378
Deposits held for others	-	5,679,743
Total liabilities	-	\$ 6,086,121
NET POSITION		
Assets held in trust for scholarships	\$ 822,576	

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

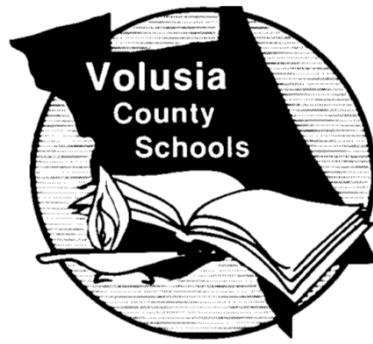
District School Board of Volusia County, Florida
Statement of Changes in Fiduciary Net Position -
Fiduciary Funds
For the Fiscal Year Ended June 30, 2013

	Private-Purpose Trust Funds
ADDITIONS	
Interest earnings	\$ 2,456
DEDUCTIONS	
Scholarship payments	3,600
Instructional media	552
Total deductions	4,152
Change in net position	(1,696)
Net position - July 1, 2012	824,272
Net position - June 30, 2013	\$ 822,576

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, 2013

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's (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 used guidance provided in a Florida Department of Education memorandum, dated October 8, 2012, in the application of these criteria for identification of any entities for which the District is financially accountable and has a financial benefit or burden relationship present and other organizations for which 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, Volusia Elementary Charter School, Inc. d/b/a Boston Avenue Charter School (Volusia Elementary), Ivy Hawn 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, 2013, was conducted by an independent certified public accountant and is filed in the District's administrative office.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

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, and are considered to be component units of the District since they are fiscally dependent on the District for their tax levy and the majority of their budget. In addition, they create a financial burden 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.

As a result of the closure of Reading Star Academy of Excellence, Inc., which ended June 30, 2012, District's management has excluded this charter school, which was reported as a component unit during the prior fiscal year.

The Reading Edge Academy, Inc. implemented GASB Statement No. 65, a change in accounting principle, which caused loan issuance costs in the amount of \$20,848 to be removed as of June 30, 2013.

Burns Science and Technology Charter School, Inc. reported a prior period adjustment in their financial statements as of June 30, 2013. The adjustment was the result of errors from a prior period totaling \$99,289.

As a result, the net position of the component units as a whole has been adjusted as follows:

Net Position – Beginning of the Year, as Previously Reported:	\$6,929,538
Adjustment for effect of change in reporting entity:	8,048
Adjustment for loan issuance costs:	(20,848)
Adjustment for prior period errors:	<u>(99,289)</u>
Net Position – Beginning of the Year, Restated:	<u>\$6,817,449</u>

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

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 certificates of participation.

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 DeLand High, 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.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

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. 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. The amount reported as cash and cash equivalents for the Agency Funds consists of cash on hand and demand deposits.

Cash deposits are held by banks qualified as public depositories under Florida law, and at June 30, 2013, the bank balances totaled \$22,888,215. 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, 2013, the District reported as cash equivalents \$38,330 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, 2013, are similar to money market funds in which shares are owned in the fund rather than the underlying investments.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

Investments consist of amounts placed with SBA in a debt service account, amounts placed with SBA for participation in the Fund B Surplus Funds Trust Fund (Fund B) investment pools created by Section 218.417, Florida Statutes, and those made locally. This investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

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.

The District's investments in Fund B are accounted for as a fluctuating net asset value pool, with a fair value factor of 1.11845939 at June 30, 2013. Fund B is not subject to participant withdrawal requests. Distributions from Fund B, as determined by SBA, are effected by transferring eligible cash or securities to Florida PRIME, consistent with the pro rata allocation of pool shareholders of record at the creation date of Fund B. One hundred percent of such distributions from Fund B are available as liquid balance within Florida PRIME.

Investments made locally consist of United States Treasury Obligations, Obligations of United States Government Agencies and Instrumentalities, commercial paper, an intergovernmental investment pool, and money market funds and are reported at fair value. Agency funds report money market funds as investments. Types and amounts of investments held at fiscal year-end are described in a subsequent note on investments.

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 assets but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$750. Such assets are recorded at historical cost or estimated historical costs if purchased or constructed. Donated assets are recorded at fair value at the date 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.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

G. 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 certificates of participation 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 certificates of participation payable are reported net of the applicable bond premium or discount.

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.

H. 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. While the District did not receive any PECO appropriations for its use during the 2012-13 fiscal year, appropriations were received for and distributed to the District's various charter schools.

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

I. 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 2012 tax levy on September 11, 2012. 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.

J. 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.

K. 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.

2. 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.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

- 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.

3. INVESTMENTS

As of June 30, 2013, the District had the following investments and maturities:

Investments	Fair Value	Investment Maturities		
		< 6 Months	< 1 Year	< 4 Years
State Board of Administration (SBA):				
Prime (1)	\$ 38,330	\$ 38,330	\$ -	\$ -
Fund B Surplus Funds Trust Fund (Fund B)	21,219	-	-	21,219
Debt Service Accounts	246,927	246,927	-	-
Obligations of United States:				
Treasury	52,812,029	42,839,024	9,973,005	-
Government Agencies and Instrumentalities	4,497,255	-	4,497,255	-
Commercial Paper	35,032,115	35,032,115	-	-
Intergovernmental Investment Pool	7,983,025	7,983,025	-	-
Money Market Funds:				
Bank of America Government Reserves	5,383	5,383	-	-
Fidelity Institutional Government	10,213,785	10,213,785	-	-
PFM Government	408,621	408,621	-	-
PFM Prime	34,407,910	34,407,910	-	-
Dreyfus Government Cash Management	31,222	31,222	-	-
Total Investments-Primary Government	\$ 145,697,821	\$ 131,206,342	\$ 14,470,260	\$ 21,219

(1) \$38,330 reported as cash and cash equivalents in the financial statements in the Local Capital Improvement - Capital Projects Fund.

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 years and, to the extent possible, investment of current operating funds to twelve months. SBA Fund B had a weighted average life (WAL) of 3.98 years. A portfolio's WAL is the dollar weighted average length of time until securities held reach maturity. WAL, which also measures the sensitivity of the portfolio to interest rate changes, is based on legal final maturity dates for Fund B as of June 30, 2013. However, because Fund B consists of restructured or defaulted securities there is considerable uncertainty regarding the WAL. Participation in Fund B is involuntary. Florida PRIME carried a credit rating of AAAM by Standard & Poor's and had a weighted average days to maturity (WAM) of 40 days at June 30, 2013. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate investments. WAM measures the sensitivity of Florida PRIME to interest rate changes. The investments in Florida PRIME are reported at fair value, which is amortized cost.

As of June 30, 2013, the District had the following investments by fund and interest rate risk:

Investments by Fund	Fair Value	Investment Maturities		
		< 6 Months	< 1 Year	< 4 Years
Major Governmental Funds:				
General Fund	\$ 51,562,742	\$ 47,065,487	\$ 4,497,255	\$ -
Sales Tax Revenue Bonds - Debt Service Fund	21,238,699	21,238,699	-	-
Local Capital Improvement - Capital Projects Fund (1)	35,947,257	35,926,038	-	21,219
Nonmajor Governmental Funds	19,519,016	19,519,016	-	-
Internal Service Funds	13,111,212	3,138,207	9,973,005	-
Fiduciary Funds	4,318,895	4,318,895	-	-
Total Investments-Primary Government	\$ 145,697,821	\$ 131,206,342	\$ 14,470,260	\$ 21,219

(1) \$38,330 reported as cash and cash equivalents in the financial statements.

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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 years. As of June 30, 2013, the District had investments in United States Treasury securities with a fair market value of \$52,812,029 and in obligations of the United States Government agencies and Federal instrumentalities with a fair market value of \$4,497,255. Obligations of the United States Government agencies and instrumentalities were rated "AA+" by Standard & Poor's.

Investment in SBA Fund B. As of June 30, 2013, the District had investments in Fund B with a fair market value of \$21,219. Fund B is not rated.

Investments in commercial paper with maturities less than 180 days. As of June 30, 2013, the District had investments in commercial paper with a fair market value of \$35,032,115. Investments in commercial paper were rated "A-1" by Standard & Poor's.

Investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's. As of June 30, 2013, the District had investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's with a fair value of \$7,983,025.

Investments in money market mutual funds that are rated "AAAm" by Standard & Poor's. As of June 30, 2013, the District had investments in Bank of America Government Reserves with a fair value of \$5,383, in Fidelity Institutional Government with a fair value of \$10,213,785, PFM Government with a fair value of \$408,621, PFM Prime with a fair value of \$34,407,910 and in Dreyfus Government Cash Management with a fair value of \$31,222, which were rated "AAAm" by Standard & Poor's.

Investments in the SBA Debt Service accounts totaling \$246,927 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.

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 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 25 percent with any single issuer.
- Commercial paper is limited to 35 percent of the portfolio and a maximum of 10 percent with any single issuer.
- Intergovernmental investment pools are limited to 25 percent of the portfolio.

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- 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 75 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.

Investments in any one issuer that represent five percent or more of the District's investments are reported below and were in investments in the Sales Tax Revenue Bonds – Debt Service Fund and Local Capital Improvement Funds – Capital Projects Fund. As of June 30, 2013, the District had the following issuer concentrations based on fair value:

Issuer	Fair Value	Percent of Total Investments - Primary Government
Commercial Paper:		
BNP Paribas Finance	\$ 8,065,018	5.5%
Toyota Motor Credit	8,955,412	6.2%
	\$ 17,020,430	

Commercial paper of the BNP Paribas Finance and Toyota Motor Credit are 12 percent of total District investments. The BNP Paribas Finance commercial paper represents 14 percent of both the Sales Tax Revenue Bonds – Debt Service Fund and Local Capital Improvement – Capital Projects Fund investments. The Toyota Motor Credit commercial paper represents 25 percent of the Local Capital Improvement Funds – Capital Projects Funds.

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, 2013, the District had a total of \$11,190,153 in "Due from Other Agencies" as follows:

General Fund - \$1,426,107

\$82,328 is due from Volusia County for taxes receivable; \$774,276 is due from Medicaid for reimbursement for services performed; \$147,039 is due from State and local governments for various grant programs; and \$422,464 is due from State and local governments for various other programs.

ARRA Economic Stimulus Funds – Special Revenue Funds - \$277,157

\$277,157 is due from the State for Federal grant reimbursements.

Local Capital Improvement – Capital Projects Funds – \$21,742

\$21,742 is due from Volusia County for taxes receivable.

Nonmajor Governmental Funds - \$9,465,147

\$5,678,974 is due from the State for sales taxes; \$2,305,309 is due from the State for child nutrition programs; \$1,379,927 is due from the Federal government for Federal grant reimbursements; \$69,686 is due from local governments and agencies for various programs; and \$31,251 is due from the State for fuel tax refund.

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5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below:

GOVERNMENTAL ACTIVITIES	July 1, 2012 Balance	Additions	Deletions	June 30, 2013 Balance
Capital Assets Not Being Depreciated:				
Land	\$ 54,276,384	\$ -	\$ -	\$ 54,276,384
Construction in progress	16,263,050	9,151,383	24,501,582	912,851
Total Capital Assets Not Being Depreciated:	70,539,434	9,151,383	24,501,582	55,189,235
Capital Assets Being Depreciated:				
Improvements other than buildings	90,234,790	1,499,552	-	91,734,342
Buildings and fixed equipment	1,304,456,596	24,501,582	227,006	1,328,731,172
Furniture, fixtures, and equipment	80,477,867	2,671,347	3,248,500	79,900,714
Motor vehicles	37,030,734	180,695	1,587,808	35,623,621
Audio visual materials	113,908	-	16,008	97,900
Computer software	17,172,171	1,941,172	247,927	18,865,416
Total Capital Assets Being Depreciated:	1,529,486,066	30,794,348	5,327,249	1,554,953,165
Less Accumulated Depreciation for:				
Improvements other than buildings	31,911,413	4,528,845	-	36,440,258
Buildings and fixed equipment	286,700,919	35,930,852	227,006	322,404,765
Furniture, fixtures, and equipment	66,642,515	6,260,594	3,248,500	69,654,609
Motor vehicles	26,324,344	2,873,008	1,587,808	27,609,544
Audio visual materials	113,908	-	16,008	97,900
Computer software	15,117,243	1,193,677	247,927	16,062,993
Total Accumulated Depreciation	426,810,342	50,786,976	5,327,249	472,270,069
Total Capital Assets Being Depreciated, Net	1,102,675,724	(19,992,628)	-	1,082,683,096
Governmental Activities - Capital Assets, Net	\$ 1,173,215,158	\$ (10,841,245)	\$ 24,501,582	\$ 1,137,872,331

The District's capital assets serve several functions; accordingly, depreciation expense, which totaled \$50,786,976 was not charged to functions but is separately reported on the statement of activities.

6. 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 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.

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 2005B Certificates (or any Certificates issued to refund the Series 2005B Certificates) have been paid in full, or (b) June 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

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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.

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 2005C Certificates (or any Certificates issued to refund the Series 2005C Certificates) have been paid in full, or (b) July 1, 2035. 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.

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.

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 2006A Certificates (or any Certificates issued to refund the Series 2006A Certificates) have been paid in full, or (b) July 30, 2036. 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

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through the issuance of Certificates of Participation, Series 2007, to be repaid from the proceeds of rents paid by the District.

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 2007 Certificates (or any Certificates issued to refund the Series 2007 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.

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>
Series 2005B	3.250% to 5.000%
Series 2005C	3.400% to 5.000%
Series 2006A	3.500% to 5.000%
Series 2007	3.625% to 5.000%

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>
2014	\$ 9,850,000	\$ 13,949,528	\$ 23,799,528
2015	10,205,000	13,597,265	23,802,265
2016	10,620,000	13,180,615	23,800,615
2017	11,110,000	12,691,915	23,801,915
2018	11,615,000	12,187,365	23,802,365
2019-2023	66,590,000	52,412,390	119,002,390
2024-2028	84,805,000	34,191,500	118,996,500
2029-2032	<u>84,425,000</u>	<u>10,776,650</u>	<u>95,201,650</u>
Total Minimum Lease Payments	289,220,000	162,987,228	452,207,228
Plus: Unamortized Net Premiums	<u>8,745,886</u>	-	<u>8,745,886</u>
Total Certificates of Participation	<u>\$ 297,965,886</u>	<u>\$ 162,987,228</u>	<u>\$ 460,953,114</u>

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7. BONDS PAYABLE

Bonds payable at June 30, 2013, are as follows:

Bond Type	Amount Issued	Amount Outstanding	Remaining Interest Rates (Percent)	Annual Maturity To
State School Bonds:				
Series 2005-B, refunding	\$ 13,575,000	\$ 7,720,000	5.000	2020
Series 2009-A, refunding	1,390,000	765,000	5.000	2019
Series 2011-A, refunding	315,000	315,000	3.000 - 5.000	2023
Sales Tax Revenue Bonds:				
Series 2002	146,845,000	11,295,000	5.500	2014
Series 2004	57,825,000	22,130,000	3.625 - 5.250	2017
Series 2006	59,125,000	25,000,000	4.000 - 5.000	2017
Series 2011, refunding	39,110,000	39,110,000	3.000 - 5.000	2017
Subtotal	318,185,000	106,335,000		
Plus Unamortized Net Premiums:				
Sales Tax Revenue Bonds, Series 2002	4,414,904	317,873		
Sales Tax Revenue Bonds, Series 2004	3,835,659	885,149		
Sales Tax Revenue Bonds, Series 2006	1,322,003	360,547		
Sales Tax Revenue Bonds, Series 2011, refunding	3,580,437	2,148,262		
Total Unamortized Net Premiums	13,153,003	3,711,831		
Total Bonds Payable	\$ 331,338,003	\$ 110,046,831		

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 2002; 2004; 2006; and 2011 Refunding on February 8, 2002; May 19, 2004; May 5, 2006; and December 15, 2011, respectively, totaling \$302,905,000. 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 \$106,335,000 of discretionary sales surtax revenues (sales tax revenues) in connection with the Sales Tax Revenue Bond issues described above. During the 2012-13 fiscal year, the District recognized sales tax revenues totaling \$31,812,156 and expended \$27,166,925 (85.4 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, 2013, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
State School Bonds:			
2014	\$ 1,525,000	\$ 438,300	\$ 1,963,300
2015	1,610,000	362,050	1,972,050
2016	1,690,000	281,550	1,971,550
2017	1,780,000	197,050	1,977,050
2018	1,875,000	108,050	1,983,050
2019-2023	320,000	29,300	349,300
Total State School Bonds	8,800,000	1,416,300	10,216,300
Sales Tax Revenue Bonds:			
2014	22,630,000	4,249,719	26,879,719
2015	23,805,000	3,102,683	26,907,683
2016	24,930,000	1,920,996	26,850,996
2017	26,170,000	649,757	26,819,757
Total Sales Tax Revenue Bonds	97,535,000	9,923,155	107,458,155
Subtotal	106,335,000	11,339,455	117,674,455
Plus Unamortized Net Premiums	3,711,831	-	3,711,831
Total	\$ 110,046,831	\$ 11,339,455	\$ 121,386,286

Annual requirements to amortize net premiums as of June 30, 2013, are as follows:

Fiscal Year Ending June 30	Amortized Expense
Sales Tax Revenue Bonds:	
2014	\$ 1,237,277
2015	1,237,277
2016	1,237,277
Total	\$ 3,711,831

8. DEFEASED DEBT

In the prior fiscal year, portions of the State School Bonds, Series 2003A, were economically defeased by placing a portion of the proceeds of new bonds in a trust account not considered to be risk-free in accordance with GASB Statement No. 7. The District's portion of the Series 2003A bonds were called on January 1, 2013. As a result, \$365,000 of the Series 2003A bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide financial statements.

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9. CHANGES IN LONG-TERM LIABILITIES

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

Description	July 1, 2012 Balance	Additions	Deductions	June 30, 2013 Balance	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 129,945,000	\$ -	\$ 23,610,000	\$ 106,335,000	\$ 24,155,000
Plus Unamortized Net Premium	4,949,109	-	1,237,278	3,711,831	1,237,278
Net Bonds Payable	<u>134,894,109</u>	<u>-</u>	<u>24,847,278</u>	<u>110,046,831</u>	<u>25,392,278</u>
Certificates of Participation Payable	298,740,000	-	9,520,000	289,220,000	9,850,000
Plus Unamortized Net Premium	9,306,214	-	560,328	8,745,886	560,328
Net Certificates of Participation Payable	<u>308,046,214</u>	<u>-</u>	<u>10,080,328</u>	<u>297,965,886</u>	<u>10,410,328</u>
Compensated Absences Payable	54,716,963	3,345,336	6,003,650	52,058,649	6,003,650
Estimated Insurance Claims Payable	4,260,843	2,518,818	2,019,189	4,760,472	1,674,060
Post Employment Health Care Benefits Payable	14,962,083	4,360,048	2,596,106	16,726,025	-
Total Governmental Activities	<u>\$ 516,880,212</u>	<u>\$ 10,224,202</u>	<u>\$ 45,546,551</u>	<u>\$ 481,557,863</u>	<u>\$ 43,480,316</u>

For the governmental activities, compensated absences 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 19.

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.

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

NONSPENDABLE: The District has inventories totaling \$4,245,798 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.

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- **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 \$88,450,418 and represented \$1,755,206 in State required carryover programs, \$8,567,087 in food service, \$21,486,307 in debt service and \$56,641,818 in capital projects.
- **Assigned for State and Local Programs:**
The District has set aside certain spendable fund balances for State and local programs. At year end, the assigned fund balance is \$12,201,537 for State and local programs.
- **Unassigned:**
The unassigned fund balance in the General Fund is \$34,238,628.

	Major Funds				Total Governmental Funds
	General Fund	Sales Tax Revenue Bonds - Debt Service Fund	Local Capital Improvement - Capital Projects Fund	Nonmajor Governmental Funds	
Fund Balances:					
Nonspendable:					
Inventories:					
General Fund	\$ 1,205,740	\$ -	\$ -	\$ -	\$ 1,205,740
Food Service	-	-	-	3,040,058	3,040,058
Restricted:					
State Required Carryover Programs	1,755,206	-	-	-	1,755,206
Food Service	-	-	-	8,567,087	8,567,087
Debt Service	-	21,238,638	-	247,669	21,486,307
Capital Projects	-	-	35,609,303	21,032,515	56,641,818
Assigned:					
State and Local Programs	12,201,537	-	-	-	12,201,537
Unassigned:	34,238,628	-	-	-	34,238,628
Total Fund Balance:	\$ 49,401,111	\$ 21,238,638	\$ 35,609,303	\$ 32,887,329	\$ 139,136,381

The Board has established a policy requiring a minimum fund balance (Board Policy 722), which requires the District to maintain a minimum 3 percent unreserved fund balance with the desirability of 5 percent. At June 30, 2013, the unassigned fund balance for the General Fund was \$34,238,628, or 8.5 percent of total General Fund revenues. Of this amount, the District has set aside \$20,050,631 "contingency reserves" for potential revenue shortfalls, emergencies, and unanticipated expenditures after the current year's budget adoption.

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, 2013, the District has recorded \$8,776,492 in encumbrances as follows: \$2,599,201 for the General Fund; \$5,626,656 for the Local Capital Improvement – Capital Projects Fund; \$550,635 for the Nonmajor Governmental Funds.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

12. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

Payables	Receivables	
	General Fund	Total
Nonmajor Governmental Funds:		
Other Federal Programs -		
Special Revenue Funds	\$ 695,353	\$ 695,353
Total	\$ 695,353	\$ 695,353

The interfund receivable and payable represent the cash shortage of the Other Federal Programs – Special Revenue Funds that was covered by cash held by the General Fund and will be repaid within twelve months.

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

Transfers Out	Transfers In			
	General Fund	Sales Tax Revenue Bonds - Debt Service Fund	Nonmajor Governmental Funds	Total
Local Capital Improvement - Capital Projects Fund	\$ 12,507,250	\$ -	\$ 20,992,664	\$ 33,499,914
Nonmajor Governmental Funds	2,249,884	27,513,870	2,817,157	32,580,911
Total	\$ 14,757,134	\$ 27,513,870	\$ 23,809,821	\$ 66,080,825

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. The remaining transfers between funds were operational in nature.

13. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2012-13 fiscal year:

Sources	Amount
Florida Education Finance Program	\$ 152,760,598
Other Restricted State Sources:	
Class Size Reduction	65,074,382
School Recognition	2,264,763
Other	431,805
Motor Vehicle License Tax (Capital Outlay and Debt Service)	2,321,153
Mobile Home License Tax	526,545
Charter School Capital Outlay Funding	248,070
Food Service Supplement	340,459
State Grants and Other State Sources	1,404,112
Total	\$ 225,371,887

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

14. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2012 tax roll for the 2012-13 fiscal year:

	<u>Millages</u>	<u>Taxes Levied</u>
<u>General Fund</u>		
Nonvoted School Tax:		
Required Local Effort	5.390	\$ 142,715,121
Basic Discretionary Local Effort	0.748	19,805,364
Critical Operating Needs	0.250	6,619,440
<u>Capital Projects Funds</u>		
Nonvoted Tax:		
Local Capital Improvements	1.500	39,716,639
Total	7.888	\$ 208,856,564

15. FLORIDA RETIREMENT SYSTEM

Essentially all regular employees of the District are eligible to enroll as members of the State-administered Florida Retirement System (FRS). Provisions relating to FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the Florida Retirement System Investment Plan (Investment Plan).

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight 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 both Plans 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.

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 employer. An employee may participate in the 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.

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 this program. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on salary and membership class (Regular Class, Senior Management Service Class, etc.). Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Employees in the Investment Plan vest at one year of service.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

The State of Florida establishes contribution rates for participating employers and employees. Contribution rates during the 2012-13 fiscal year were as follows:

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer(A)</u>
Florida Retirement System, Regular	3.00	5.18
Florida Retirement System, Elected County Officers	3.00	10.23
Florida Retirement System, Senior Management Service	3.00	6.30
Deferred Retirement Option Program (DROP) - Applicable to Members from All of the Above Classes	0.00	5.44
Florida Retirement System, Reemployed Retiree	(B)	(B)

Notes:

- (A) Employer rates include 1.11 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.03 percent for administrative costs of the Investment Plan.
- (B) Contribution rates are dependent upon retirement class in which reemployed.

The District's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the District. The District's contributions including employee contributions for the fiscal year ended June 30, 2011, June 30, 2012, and June 30, 2013, totaled \$30,323,142, \$20,285,889, and \$20,231,391 respectively, which were equal to the required contributions for each fiscal year.

There were 975 District participants in the Investment Plan during the 2012-13 fiscal year. The District's contributions including employee contributions to the Investment Plan totaled \$2,575,219, which was equal to the required contribution for the 2012-13 fiscal year.

Financial statements and other supplementary information of FRS are included in the State's Comprehensive Annual Financial Report, which is available from the Florida Department of Financial Services. An annual report on FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, Division of Retirement.

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, 2011, there were 503 retirees and 95 eligible dependents receiving postemployment healthcare benefits. For the 2012-13 fiscal year the District provided required contributions of \$2,596,106 toward the annual OPEB costs, comprised of payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

\$4,237,331, which represents 1.4 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, 2013:

Description	Amount
Normal Cost (service cost for one year)	\$ 2,664,695
Amortization of Unfunded Actuarial Accrued Liability	1,466,011
Interest on Normal Cost and Amortization	165,228
Annual Required Contribution	4,295,934
Interest on Net OPEB Obligation	598,483
Adjustment to Annual Required Contribution	(534,369)
Annual OPEB Cost (Expense)	4,360,048
Contribution Toward the OPEB Cost	(2,596,106)
Increase in Net OPEB Obligation	1,763,942
Net OPEB Obligation, Beginning of Year	14,962,083
Net OPEB Obligation, End of Year	\$ 16,726,025

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, 2013, and the two preceding years, were as follows:

Fiscal Year	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2011	\$ 4,234,012	\$ 1,913,843	45.2%	\$ 11,705,730
6/30/2012	4,073,473	817,120	20.1%	14,962,083
6/30/2013	4,360,048	2,596,106	59.5%	16,726,025

Funding Status and Funding Progress – As of June 30, 2013, the actuarial accrued liability for benefits was \$35,569,638 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$35,569,638 and a funded ratio of 0.00 percent. The covered payroll (annual payroll for active participating employees) was \$302,675,819 for the 2012-13 fiscal year, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 11.8 percent.

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. The required schedule of funding progress immediately following the notes to financial statements presents

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

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 – 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.

The District's OPEB actuarial valuation for the 2012-13 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 3.5 percent per year, general inflation of 2.5 percent, and an annual healthcare cost trend rate of 8.0 percent initially for the 2012-13 fiscal year, reduced to an ultimate rate of 5.5 percent for the fiscal year ending June 30, 2018. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The unfunded actuarial accrued liability was amortized over 30 years in calculating the District's 2012-13 fiscal year annual required contribution.

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
SEABREEZE HIGH SCHOOL - HVAC Modifications:			
Architect	\$ 118,477	\$ 115,579	\$ 2,898
Contractor	854,905	629,429	225,476
FOREST LAKE ELEMENTARY SCHOOL - Campus Re-Roofing:			
Architect	103,991	78,951	25,040
Contractor	878,070	-	878,070
TIMBERCREST ELEMENTARY SCHOOL - Campus Re-Roofing:			
Architect	112,242	88,892	23,350
Contractor	1,096,000	-	1,096,000
Total	\$ 3,163,685	\$ 912,851	\$ 2,250,834

18. JOINT VENTURES

A joint venture is a legal entity or other organization that results from a contractual agreement, and is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain: (a) an ongoing financial interest or (b) ongoing financial responsibility. As discussed below, the District participates in a joint venture.

The District entered into an agreement with the Flagler County District School Board and Daytona State College pursuant to Section 163.01, Florida Statutes, and Chapter 98-302, Laws of Florida, to construct and operate a charter technical career center. The charter technical career center does business as the Volusia Flagler Advanced Technology College, Inc. (ATC), a separate legal entity, and is a not-for-profit corporation organized pursuant to Chapter 617, Florida Statutes, and Section 1002.34, Florida Statutes. Because the sponsoring governments

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

(sponsors) have an on-going financial interest and financial responsibility, the ATC is considered a joint venture. The ATC Board of Directors, which oversees the ATC's operations, has 11 members: one member is the chief executive officer from a sponsor, and is appointed on a rotating basis from each sponsor to a one-year term; six members are appointed by the sponsors (two members are appointed by each sponsor); and four members are elected by the seven appointed board members.

The District's capital contribution was \$10,000,000 as provided in the agreement and is reported as an investment in joint venture in the Statement of Net Assets. The agreement provides a vested interest for each sponsor for the purposes of recouping of investments and the allocating of assets and assuming liabilities upon termination of the agreement. In the event of termination of the agreement, the capital assets purchased by the ATC will be appraised and sold. The profits will revert to the sponsors based on their proportionate equity in the ATC as defined by the agreement. As of June 30, 2013, the District's proportionate share of profits to be distributed in the event of termination of the agreement was 58.8 percent.

The total cost to construct the ATC facility was \$25,500,000 and was financed through capital contributions from each sponsor as provided in the agreement. However, the District holds title to, and is considered the owner of, the facility and the site on which the facility is located. Pursuant to the agreement, the District must lease the facility to Daytona State College for a period of 40 years.

Daytona State College serves as the fiscal agent for the joint venture.

ATC is accounted for as a proprietary joint venture. An audit of the ATC's financial statements was conducted by an independent certified public accountant, and copies of the audit report can be obtained from the ATC's administrative office or the District's administrative office.

On August 27, 2013, the District entered into an agreement with the Flagler County District School Board, Daytona State College, and the Volusia Flagler Advanced Technology College, Inc. that terminates the charter and dissolves the consortium effective August 30, 2013. The effect of the Board's surplus action on the valuation of the Investment in Joint Venture will be determined next fiscal year.

19. 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 2012-13 fiscal year, property insurance coverage amounts were \$40 million for wind and \$100 million excess of wind.

A liability in the amount of \$4,760,472 was actuarially determined to cover estimated incurred, but not reported, insurance claims payable at June 30, 2013.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2013

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>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year-End</u>
2011-12	\$ 4,928,976	\$ 1,129,681	\$ (1,797,814)	\$ 4,260,843
2012-13	4,260,843	2,518,817	(2,019,188)	4,760,472

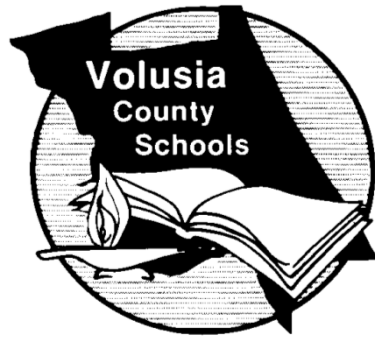
Health and hospitalization coverage are being provided through purchased commercial insurance.

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

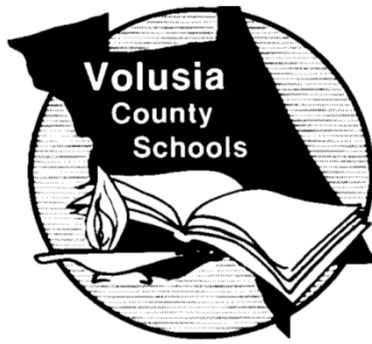
20. LITIGATION

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.



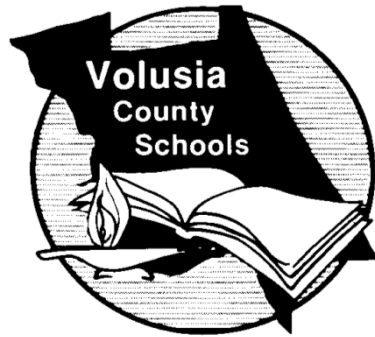
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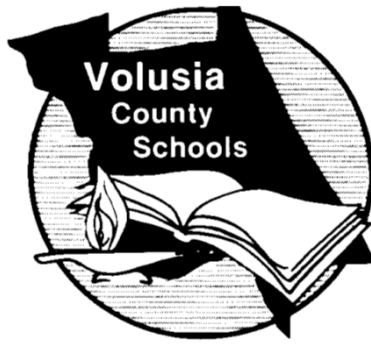
Required Supplementary Information

**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, 2013**

Actuarial Valuation Date	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]
June 30, 2011	\$ -	\$ 36,936,977	\$ 36,936,977	0.0%	\$ 324,711,371	11.4%
June 30, 2012	-	33,985,250	33,985,250	0.0%	316,242,056	10.7%
June 30, 2013	-	35,569,638	35,569,638	0.0%	302,675,819	11.8%



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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.

Certificates of Participation Fund - Used to account for capital project activity funded through certificates of participation.

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 Fund - Used to account for capital project activity funded through local sales tax.

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

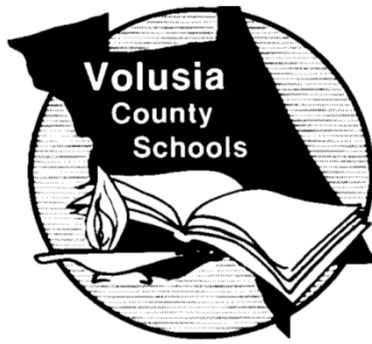
Charter Schools' Capital Outlay Fund - Used to account for capital project activity for the charter schools' capital outlay funds.

District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Governmental Funds
June 30, 2013

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 2,328,479	\$ -	\$ 62,841	\$ 2,391,320
Investments	3,990,412	278,149	15,250,455	19,519,016
Interest receivable	-	-	9,375	9,375
Due from other agencies	3,754,922	-	5,710,225	9,465,147
Inventories	3,040,058	-	-	3,040,058
Total assets	<u>\$ 13,113,871</u>	<u>\$ 278,149</u>	<u>\$ 21,032,896</u>	<u>\$ 34,424,916</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Salaries and benefits payable	\$ 583,266	\$ -	\$ -	\$ 583,266
Accounts payable	200,738	-	381	201,119
Construction contracts payable	27,262	-	-	27,262
Estimated liability for arbitrage rebate	-	30,480	-	30,480
Due to other agencies	107	-	-	107
Due to other funds	695,353	-	-	695,353
Total liabilities	<u>1,506,726</u>	<u>30,480</u>	<u>381</u>	<u>1,537,587</u>
Fund balances:				
Nonspendable	3,040,058	-	-	3,040,058
Restricted	8,567,087	247,669	21,032,515	29,847,271
Total fund balances	<u>11,607,145</u>	<u>247,669</u>	<u>21,032,515</u>	<u>32,887,329</u>
Total liabilities and fund balances	<u>\$ 13,113,871</u>	<u>\$ 278,149</u>	<u>\$ 21,032,896</u>	<u>\$ 34,424,916</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, 2013**

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Federal direct	\$ 4,700	\$ -	\$ -	\$ 4,700
Federal through State	56,428,778	-	-	56,428,778
State sources	349,850	1,949,188	1,114,903	3,413,941
Local sources	5,734,720	3	32,427,771	38,162,494
Total revenues	<u>62,518,048</u>	<u>1,949,191</u>	<u>33,542,674</u>	<u>98,009,913</u>
EXPENDITURES				
Current:				
Instruction	14,909,106	-	-	14,909,106
Pupil personnel services	4,683,312	-	-	4,683,312
Instruction and curriculum development services	10,169,441	-	-	10,169,441
Instructional staff training services	1,475,659	-	-	1,475,659
Instruction related technology	154,726	-	-	154,726
General administration	1,345,878	-	-	1,345,878
School administration	2,346,865	-	-	2,346,865
Facilities services - non-capitalized	-	-	521,343	521,343
Food services	22,560,155	-	-	22,560,155
Pupil transportation services	383,309	-	-	383,309
Operation of plant	35,867	-	-	35,867
Debt service:				
Principal	-	10,990,000	-	10,990,000
Interest and fiscal charges	-	14,820,172	1,227	14,821,399
Capital Outlay:				
Facilities acquisition and construction	-	-	3,622,203	3,622,203
Other capital outlay	2,700,597	-	122,618	2,823,215
Total expenditures	<u>60,764,915</u>	<u>25,810,172</u>	<u>4,267,391</u>	<u>90,842,478</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>1,753,133</u>	<u>(23,860,981)</u>	<u>29,275,283</u>	<u>7,167,435</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	23,809,821	-	23,809,821
Transfers out	-	-	(32,580,911)	(32,580,911)
Total other financing sources (uses)	<u>-</u>	<u>23,809,821</u>	<u>(32,580,911)</u>	<u>(8,771,090)</u>
Net change in fund balances	1,753,133	(51,160)	(3,305,628)	(1,603,655)
Fund balances, July 1, 2012	9,854,012	298,829	24,338,143	34,490,984
Fund balances, June 30, 2013	<u>\$ 11,607,145</u>	<u>\$ 247,669</u>	<u>\$ 21,032,515</u>	<u>\$ 32,887,329</u>



Special Revenue Funds

**District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Governmental Funds - Special Revenue Funds
June 30, 2013**

	<u>Food Service</u>	<u>Contracted Federal Programs</u>	<u>Total Nonmajor Special Revenue Funds</u>
ASSETS			
Cash and cash equivalents	\$ 2,328,479	\$ -	\$ 2,328,479
Investments	3,990,412	-	3,990,412
Due from other agencies	2,373,532	1,381,390	3,754,922
Inventories	3,040,058	-	3,040,058
Total assets	<u>\$ 11,732,481</u>	<u>\$ 1,381,390</u>	<u>\$ 13,113,871</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Salaries and benefits payable	\$ 54,427	\$ 528,839	\$ 583,266
Accounts payable	43,647	157,091	200,738
Construction contracts payable	27,262	-	27,262
Due to other agencies	-	107	107
Due to other funds	-	695,353	695,353
Total liabilities	<u>125,336</u>	<u>1,381,390</u>	<u>1,506,726</u>
Fund balances:			
Nonspendable	3,040,058	-	3,040,058
Restricted	8,567,087	-	8,567,087
Total fund balances	<u>11,607,145</u>	<u>-</u>	<u>11,607,145</u>
Total liabilities and fund balances	<u>\$ 11,732,481</u>	<u>\$ 1,381,390</u>	<u>\$ 13,113,871</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, 2013**

	Food Service	Contracted Federal Programs	Total Nonmajor Special Revenue Funds
REVENUES			
Federal direct	\$ -	\$ 4,700	\$ 4,700
Federal through State	19,228,224	37,200,554	56,428,778
State sources	349,850	-	349,850
Local sources	5,734,720	-	5,734,720
Total revenues	<u>25,312,794</u>	<u>37,205,254</u>	<u>62,518,048</u>
EXPENDITURES			
Current:			
Instruction	-	14,909,106	14,909,106
Pupil personnel services	-	4,683,312	4,683,312
Instruction and curriculum development services	-	10,169,441	10,169,441
Instructional staff training services	-	1,475,659	1,475,659
Instruction related technology	-	154,726	154,726
General administration	-	1,345,878	1,345,878
School administration	-	2,346,865	2,346,865
Food services	22,560,155	-	22,560,155
Pupil transportation services	-	383,309	383,309
Operation of plant	-	35,867	35,867
Capital Outlay:			
Other capital outlay	999,506	1,701,091	2,700,597
Total expenditures	<u>23,559,661</u>	<u>37,205,254</u>	<u>60,764,915</u>
Excess of revenues over expenditures	<u>1,753,133</u>	-	<u>1,753,133</u>
Net change in fund balances	1,753,133	-	1,753,133
Fund balances, July 1, 2012	9,854,012	-	9,854,012
Fund balances, June 30, 2013	<u>\$ 11,607,145</u>	<u>\$ -</u>	<u>\$ 11,607,145</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct	\$ 4,708	\$ 4,700	\$ 4,700	\$ -
Federal through State:				
School lunch reimbursement	13,000,000	13,593,275	13,593,275	-
School breakfast reimbursement	3,500,000	3,633,567	3,633,567	-
USDA donated foods	1,400,000	1,417,293	1,417,293	-
Vocational Education Acts	667,707	704,010	658,754	(45,256)
Improving Teacher Quality State Grants	2,970,730	-	-	-
Individuals with Disabilities Education Act (IDEA)	15,726,909	16,062,006	14,534,766	(1,527,240)
Elementary and Secondary Education Act, Title I	21,638,541	24,717,461	18,063,538	(6,653,923)
Race to the Top Incentive Grants	6,933,608	7,041,108	2,918,428	(4,122,680)
Other Federal through State	1,990,647	5,709,389	4,527,585	(1,181,804)
Total Federal through State	<u>67,828,142</u>	<u>72,878,109</u>	<u>59,347,206</u>	<u>(13,530,903)</u>
State sources:				
State supplements	350,000	340,459	340,459	-
Other state sources	-	9,391	9,391	-
Total state sources	<u>350,000</u>	<u>349,850</u>	<u>349,850</u>	<u>-</u>
Local sources:				
Interest Income	9,000	8,194	8,194	-
Student lunches	2,500,000	2,203,106	2,203,106	-
Student breakfasts	170,000	186,696	186,696	-
Student and adult a la carte	2,700,000	2,724,089	2,724,089	-
Other food service revenues	507,000	610,480	610,480	-
Other local sources	2,500	2,155	2,155	-
Total local sources	<u>5,888,500</u>	<u>5,734,720</u>	<u>5,734,720</u>	<u>-</u>
Total revenues	<u>74,071,350</u>	<u>78,967,379</u>	<u>65,436,476</u>	<u>(13,530,903)</u>
EXPENDITURES				
Current:				
Instruction	20,217,461	23,172,044	15,008,127	8,163,917
Pupil personnel services	4,240,004	4,767,438	4,683,312	84,126
Instructional media services	116,650	116,650	-	116,650
Instruction and curriculum development services	11,407,034	11,495,647	10,699,568	796,079
Instructional staff training services	3,774,484	3,352,534	1,721,961	1,630,573
Instruction related technology	1,506,186	1,538,062	1,117,276	420,786
General administration	2,181,689	1,768,661	1,458,552	310,109
School administration	2,069,680	2,346,865	2,346,865	-
Food services	23,818,581	22,719,126	22,560,155	158,971
Central services	2,529,980	2,225,255	904,992	1,320,263
Pupil transportation services	607,889	415,023	395,849	19,174
Operation of plant	43,664	41,864	36,312	5,552
Administrative technology services	186,550	187,245	48,640	138,605
Community services	2,370	-	-	-
Capital Outlay:				
Other capital outlay	2,403,110	3,650,678	2,701,734	948,944
Total expenditures	<u>75,105,332</u>	<u>77,797,092</u>	<u>63,683,343</u>	<u>14,113,749</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,033,982)</u>	<u>1,170,287</u>	<u>1,753,133</u>	<u>582,846</u>
Net change in fund balances	<u>(1,033,982)</u>	<u>1,170,287</u>	<u>1,753,133</u>	<u>582,846</u>
Fund balances, July 1, 2012	9,854,012	9,854,012	9,854,012	-
Fund balances, June 30, 2013	<u>\$ 8,820,030</u>	<u>\$ 11,024,299</u>	<u>\$ 11,607,145</u>	<u>\$ 582,846</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, 2013

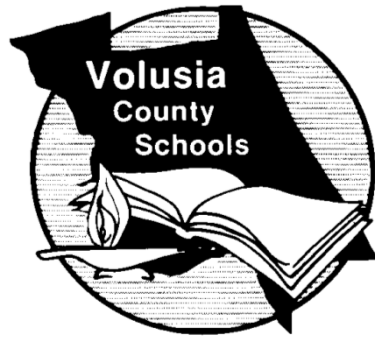
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal through State:				
School lunch reimbursement	\$ 13,000,000	\$ 13,593,275	\$ 13,593,275	\$ -
School breakfast reimbursement	3,500,000	3,633,567	3,633,567	-
USDA donated foods	1,400,000	1,417,293	1,417,293	-
Other Federal through State	280,000	584,089	584,089	-
Total Federal through State	<u>18,180,000</u>	<u>19,228,224</u>	<u>19,228,224</u>	<u>-</u>
State sources:				
State supplements	350,000	340,459	340,459	-
Other state sources	-	9,391	9,391	-
Total state sources	<u>350,000</u>	<u>349,850</u>	<u>349,850</u>	<u>-</u>
Local sources:				
Interest Income	9,000	8,194	8,194	-
Student lunches	2,500,000	2,203,106	2,203,106	-
Student breakfasts	170,000	186,696	186,696	-
Student and adult a la carte	2,700,000	2,724,089	2,724,089	-
Other food service revenues	507,000	610,480	610,480	-
Other local sources	2,500	2,155	2,155	-
Total local sources	<u>5,888,500</u>	<u>5,734,720</u>	<u>5,734,720</u>	<u>-</u>
Total revenues	<u>24,418,500</u>	<u>25,312,794</u>	<u>25,312,794</u>	<u>-</u>
EXPENDITURES				
Current:				
Food services	23,818,581	22,719,126	22,560,155	158,971
Capital Outlay:				
Other capital outlay	1,633,901	1,423,381	999,506	423,875
Total expenditures	<u>25,452,482</u>	<u>24,142,507</u>	<u>23,559,661</u>	<u>582,846</u>
Excess (deficiency) of revenues over (under) expenditures	(1,033,982)	1,170,287	1,753,133	582,846
Net change in fund balances	(1,033,982)	1,170,287	1,753,133	582,846
Fund balances, July 1, 2012	9,854,012	9,854,012	9,854,012	-
Fund balances, June 30, 2013	<u>\$ 8,820,030</u>	<u>\$ 11,024,299</u>	<u>\$ 11,607,145</u>	<u>\$ 582,846</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, 2013

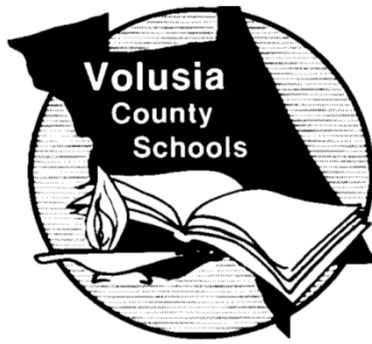
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct	\$ 4,708	\$ 4,700	\$ 4,700	\$ -
Federal through State:				
Vocational Education Acts	667,707	704,010	658,754	(45,256)
Improving Teacher Quality State Grants	2,970,730	-	-	-
Individuals with Disabilities Education Act (IDEA)	15,726,909	16,062,006	14,534,766	(1,527,240)
Elementary and Secondary Education Act, Title I	21,638,541	24,717,461	18,063,538	(6,653,923)
Other Federal through State	1,710,647	5,125,300	3,943,496	(1,181,804)
Total Federal through State	<u>42,714,534</u>	<u>46,608,777</u>	<u>37,200,554</u>	<u>(9,408,223)</u>
Total revenues	<u>42,719,242</u>	<u>46,613,477</u>	<u>37,205,254</u>	<u>(9,408,223)</u>
EXPENDITURES				
Current:				
Instruction	19,957,657	22,868,153	14,909,106	7,959,047
Pupil personnel services	4,240,004	4,767,438	4,683,312	84,126
Instruction and curriculum development services	10,826,118	10,588,745	10,169,441	419,304
Instructional staff training services	2,733,997	2,173,726	1,475,659	698,067
Instruction related technology	126,146	197,190	154,726	42,464
General administration	1,923,754	1,510,209	1,345,878	164,331
School administration	2,069,680	2,346,865	2,346,865	-
Pupil transportation services	606,861	401,075	383,309	17,766
Operation of plant	43,664	41,234	35,867	5,367
Community services	2,370	-	-	-
Capital Outlay:				
Other capital outlay	188,991	1,718,842	1,701,091	17,751
Total expenditures	<u>42,719,242</u>	<u>46,613,477</u>	<u>37,205,254</u>	<u>9,408,223</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2012	-	-	-	-
Fund balances, June 30, 2013	<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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal through State:				
Race to the Top Incentive Grants	\$ 6,933,608	\$ 7,041,108	\$ 2,918,428	\$ (4,122,680)
Total Federal through State	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>(4,122,680)</u>
Total revenues	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>(4,122,680)</u>
EXPENDITURES				
Current:				
Instruction	259,804	303,891	99,021	204,870
Instructional media services	116,650	116,650	-	116,650
Instruction and curriculum development services	580,916	906,902	530,127	376,775
Instructional staff training services	1,040,487	1,178,808	246,302	932,506
Instruction related technology	1,380,040	1,340,872	962,550	378,322
General administration	257,935	258,452	112,674	145,778
Central services	2,529,980	2,225,255	904,992	1,320,263
Pupil transportation services	1,028	13,948	12,540	1,408
Operation of plant	-	630	445	185
Administrative technology services	186,550	187,245	48,640	138,605
Capital Outlay:				
Other capital outlay	580,218	508,455	1,137	507,318
Total expenditures	<u>6,933,608</u>	<u>7,041,108</u>	<u>2,918,428</u>	<u>4,122,680</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, July 1, 2012	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2013	<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, 2013**

	SBE/COBI Bonds	Certificates of Participation	Total Nonmajor Debt Service Funds
ASSETS			
Investments	\$ 246,927	\$ 31,222	\$ 278,149
Total assets	\$ 246,927	\$ 31,222	\$ 278,149
LIABILITIES AND FUND BALANCES			
Liabilities:			
Estimated liability for arbitrage rebate	\$ -	\$ 30,480	\$ 30,480
Total liabilities	-	30,480	30,480
Fund balances:			
Restricted	246,927	742	247,669
Total fund balances	246,927	742	247,669
Total liabilities and fund balances	\$ 246,927	\$ 31,222	\$ 278,149

**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, 2013**

	SBE/COBI Bonds	Certificates of Participation	Total Nonmajor Debt Service Funds
REVENUES			
State sources	\$ 1,949,188	\$ -	\$ 1,949,188
Local sources:			
Other local sources	-	3	3
Total local sources	-	3	3
Total revenues	<u>1,949,188</u>	<u>3</u>	<u>1,949,191</u>
EXPENDITURES			
Debt service:			
Principal	1,470,000	9,520,000	10,990,000
Interest and fiscal charges	530,351	14,289,821	14,820,172
Total expenditures	<u>2,000,351</u>	<u>23,809,821</u>	<u>25,810,172</u>
Deficiency of revenues under expenditures	<u>(51,163)</u>	<u>(23,809,818)</u>	<u>(23,860,981)</u>
OTHER FINANCING SOURCES			
Transfers in	-	23,809,821	23,809,821
Total other financing sources	-	23,809,821	23,809,821
Net change in fund balances	(51,163)	3	(51,160)
Fund balances, July 1, 2012	298,090	739	298,829
Fund balances, June 30, 2013	<u>\$ 246,927</u>	<u>\$ 742</u>	<u>\$ 247,669</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources				
CO&DS withheld for SBE/COBI bonds	\$ 1,953,944	\$ 1,940,709	\$ 1,940,709	\$ -
SBE/COBI bond interest	-	8,479	8,479	-
Total State sources	<u>1,953,944</u>	<u>1,949,188</u>	<u>1,949,188</u>	<u>-</u>
Local sources				
Interest income and other	-	22,587	22,587	-
Total local sources	<u>-</u>	<u>22,587</u>	<u>22,587</u>	<u>-</u>
Total revenues	<u>1,953,944</u>	<u>1,971,775</u>	<u>1,971,775</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Principal	32,740,000	32,765,000	32,765,000	-
Interest and fiscal charges	<u>20,179,116</u>	<u>20,218,062</u>	<u>20,218,062</u>	<u>-</u>
Total expenditures	<u>52,919,116</u>	<u>52,983,062</u>	<u>52,983,062</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>(50,965,172)</u>	<u>(51,011,287)</u>	<u>(51,011,287)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers in	<u>51,328,734</u>	<u>51,323,690</u>	<u>51,323,690</u>	<u>-</u>
Total other financing sources	<u>51,328,734</u>	<u>51,323,690</u>	<u>51,323,690</u>	<u>-</u>
Net change in fund balances	363,562	312,403	312,403	-
Fund balances, July 1, 2012	<u>21,173,903</u>	<u>21,173,903</u>	<u>21,173,903</u>	<u>-</u>
Fund balances, June 30, 2013	<u><u>\$ 21,537,465</u></u>	<u><u>\$ 21,486,306</u></u>	<u><u>\$ 21,486,306</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 -
SBE/COBI Bonds - Debt Service Fund
For the Fiscal Year Ended June 30, 2013

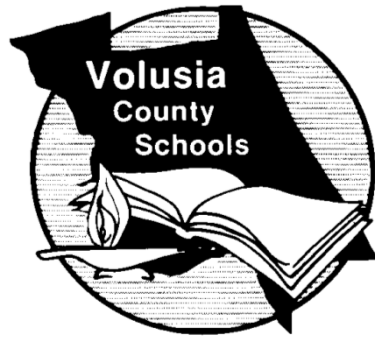
	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
CO&DS withheld for SBE/COBI bonds	\$ 1,953,944	\$ 1,940,709	\$ 1,940,709	\$ -
SBE/COBI bond interest	-	8,479	8,479	-
Total State sources	<u>1,953,944</u>	<u>1,949,188</u>	<u>1,949,188</u>	<u>-</u>
Total revenues	<u>1,953,944</u>	<u>1,949,188</u>	<u>1,949,188</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Principal	1,445,000	1,470,000	1,470,000	-
Interest and fiscal charges	508,944	530,351	530,351	-
Total expenditures	<u>1,953,944</u>	<u>2,000,351</u>	<u>2,000,351</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>-</u>	<u>(51,163)</u>	<u>(51,163)</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>(51,163)</u>	<u>(51,163)</u>	<u>-</u>
Fund balances, July 1, 2012	<u>298,090</u>	<u>298,090</u>	<u>298,090</u>	<u>-</u>
Fund balances, June 30, 2013	<u><u>\$ 298,090</u></u>	<u><u>\$ 246,927</u></u>	<u><u>\$ 246,927</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 -
Sales Tax Revenue Bonds - Debt Service Fund
For the Fiscal Year Ended June 30, 2013

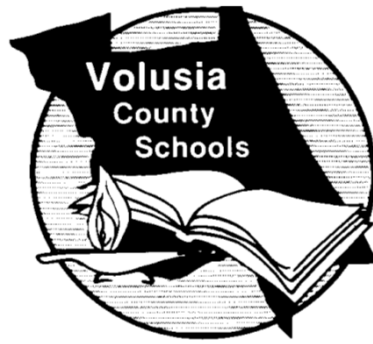
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Interest income	\$ -	\$ 22,584	\$ 22,584	\$ -
Total local sources	-	22,584	22,584	-
Total revenues	-	22,584	22,584	-
EXPENDITURES				
Debt Service:				
Principal	21,775,000	21,775,000	21,775,000	-
Interest and fiscal charges	5,391,925	5,397,890	5,397,890	-
Total expenditures	27,166,925	27,172,890	27,172,890	-
Deficiency of revenues under expenditures	(27,166,925)	(27,150,306)	(27,150,306)	-
OTHER FINANCING SOURCES				
Transfers in	27,530,487	27,513,870	27,513,870	-
Total other financing sources (uses)	27,530,487	27,513,870	27,513,870	-
Net change in fund balances	363,562	363,564	363,564	-
Fund balances, July 1, 2012	20,875,074	20,875,074	20,875,074	-
Fund balances, June 30, 2013	<u>\$ 21,238,636</u>	<u>\$ 21,238,638</u>	<u>\$ 21,238,638</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Interest income	\$ -	\$ 3	\$ 3	\$ -
Total local sources	<u>-</u>	<u>3</u>	<u>3</u>	<u>-</u>
Total revenues	<u>-</u>	<u>3</u>	<u>3</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Principal	\$ 9,520,000	\$ 9,520,000	\$ 9,520,000	-
Interest and fiscal charges	<u>14,278,247</u>	<u>14,289,821</u>	<u>14,289,821</u>	<u>-</u>
Total expenditures	<u>23,798,247</u>	<u>23,809,821</u>	<u>23,809,821</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>(23,798,247)</u>	<u>(23,809,818)</u>	<u>(23,809,818)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers in	<u>23,798,247</u>	<u>23,809,821</u>	<u>23,809,821</u>	<u>-</u>
Total other financing sources	<u>23,798,247</u>	<u>23,809,821</u>	<u>23,809,821</u>	<u>-</u>
Net change in fund balances	-	3	3	-
Fund balances, July 1, 2012	<u>739</u>	<u>739</u>	<u>739</u>	<u>-</u>
Fund balances, June 30, 2013	<u>\$ 739</u>	<u>\$ 742</u>	<u>\$ 742</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, 2013**

	Certificates of Participation	Capital Outlay and Debt Service	Impact Fees
ASSETS			
Cash and cash equivalents	\$ -	\$ 62,841	\$ -
Investments	-	-	7,834,390
Interest receivable	-	-	9,375
Due from other agencies	-	-	-
Total assets	\$ -	\$ 62,841	\$ 7,843,765
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 211
Total liabilities	-	-	211
Fund balances:			
Restricted	-	62,841	7,843,554
Total fund balances	-	62,841	7,843,554
Total liabilities and fund balances	\$ -	\$ 62,841	\$ 7,843,765

Local Sales Tax	State and Local Miscellaneous	Charter Schools' Capital Outlay	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ 62,841
6,539,590	876,475	-	15,250,455
-	-	-	9,375
5,678,974	31,251	-	5,710,225
<u>\$ 12,218,564</u>	<u>\$ 907,726</u>	<u>\$ -</u>	<u>\$ 21,032,896</u>
\$ 170	\$ -	\$ -	\$ 381
<u>170</u>	<u>-</u>	<u>-</u>	<u>381</u>
12,218,394	907,726	-	21,032,515
<u>12,218,394</u>	<u>907,726</u>	<u>-</u>	<u>21,032,515</u>
<u>\$ 12,218,564</u>	<u>\$ 907,726</u>	<u>\$ -</u>	<u>\$ 21,032,896</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, 2013**

	<u>Certificates of Participation</u>	<u>Capital Outlay and Debt Service</u>	<u>Impact Fees</u>
REVENUES			
State sources			
Other state revenues	\$ -	\$ 337,599	\$ -
Total state sources	<u>-</u>	<u>337,599</u>	<u>-</u>
Local sources			
Local sales taxes	-	-	-
Impact fees	-	-	583,005
Other local revenues	<u>2,093</u>	<u>-</u>	<u>21,493</u>
Total local sources	<u>2,093</u>	<u>-</u>	<u>604,498</u>
Total revenues	<u>2,093</u>	<u>337,599</u>	<u>604,498</u>
EXPENDITURES			
Current:			
Facilities services - non-capitalized	350,981	-	170,362
Debt Service:			
Interest and fiscal charges	-	1,227	-
Capital Outlay:			
Facilities acquisition and construction	2,132,656	330,909	56,921
Other capital outlay	<u>79,270</u>	<u>-</u>	<u>43,348</u>
Total expenditures	<u>2,562,907</u>	<u>332,136</u>	<u>270,631</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,560,814)</u>	<u>5,463</u>	<u>333,867</u>
OTHER FINANCING USES			
Transfers out	<u>(135,900)</u>	<u>-</u>	<u>(2,681,258)</u>
Total other financing sources (uses)	<u>(135,900)</u>	<u>-</u>	<u>(2,681,258)</u>
Net change in fund balances	<u>(2,696,714)</u>	<u>5,463</u>	<u>(2,347,391)</u>
Fund balances, July 1, 2012	<u>2,696,714</u>	<u>57,378</u>	<u>10,190,945</u>
Fund balances, June 30, 2013	<u>\$ -</u>	<u>\$ 62,841</u>	<u>\$ 7,843,554</u>

<u>Local Sales Tax</u>	<u>State and Local Miscellaneous</u>	<u>Charter Schools' Capital Outlay</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ -	\$ 529,234	\$ 248,070	\$ 1,114,903
-	529,234	248,070	1,114,903
31,812,156	-	-	31,812,156
-	-	-	583,005
5,244	3,780	-	32,610
31,817,400	3,780	-	32,427,771
31,817,400	533,014	248,070	33,542,674
-	-	-	521,343
-	-	-	1,227
-	1,101,717	-	3,622,203
-	-	-	122,618
-	1,101,717	-	4,267,391
31,817,400	(568,703)	248,070	29,275,283
(27,513,869)	(2,001,814)	(248,070)	(32,580,911)
(27,513,869)	(2,001,814)	(248,070)	(32,580,911)
4,303,531	(2,570,517)	-	(3,305,628)
7,914,863	3,478,243	-	24,338,143
<u>\$ 12,218,394</u>	<u>\$ 907,726</u>	<u>\$ -</u>	<u>\$ 21,032,515</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
CO&DS distributed	\$ 300,000	\$ 315,989	\$ 315,989	-
Interest on undistributed CO&DS	5,000	21,610	21,610	-
Charter school capital outlay funding	-	248,070	248,070	-
Other State sources	-	529,234	529,234	-
Total State sources	<u>305,000</u>	<u>1,114,903</u>	<u>1,114,903</u>	<u>-</u>
Local sources:				
Ad valorem taxes	38,195,287	38,453,390	38,453,390	-
Local sales tax	30,500,000	31,812,156	31,812,156	-
Interest income	-	113,346	113,346	-
Impact fees	-	583,005	583,005	-
Other local sources	-	138,674	138,674	-
Total local sources	<u>68,695,287</u>	<u>71,100,571</u>	<u>71,100,571</u>	<u>-</u>
Total revenues	<u>69,000,287</u>	<u>72,215,474</u>	<u>72,215,474</u>	<u>-</u>
EXPENDITURES				
Current:				
Facilities services - non-capitalized	1,830,160	3,283,488	3,041,414	242,074
Debt Service:				
Interest and fiscal charges	-	1,227	1,227	-
Capital Outlay:				
Facilities acquisition and construction	16,222,157	17,044,249	10,310,781	6,733,468
Other capital outlay	3,801,367	2,270,916	1,468,118	802,798
Total expenditures	<u>21,853,684</u>	<u>22,599,880</u>	<u>14,821,540</u>	<u>7,778,340</u>
Excess of revenues over expenditures	47,146,603	49,615,594	57,393,934	7,778,340
OTHER FINANCING SOURCES (USES)				
Transfers out				
Total other financing sources (uses)	<u>(66,835,984)</u>	<u>(66,080,825)</u>	<u>(66,080,825)</u>	<u>-</u>
Net change in fund balances	<u>(19,689,381)</u>	<u>(16,465,231)</u>	<u>(8,686,891)</u>	<u>7,778,340</u>
Fund balances, July 1, 2012	65,328,709	65,328,709	65,328,709	-
Fund balances, June 30, 2013	<u>\$ 45,639,328</u>	<u>\$ 48,863,478</u>	<u>\$ 56,641,818</u>	<u>\$ 7,778,340</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Ad valorem taxes	\$ 38,195,287	\$ 38,453,390	\$ 38,453,390	\$ -
Interest income	-	82,914	82,914	-
Other local sources	-	136,496	136,496	-
Total local sources	<u>38,195,287</u>	<u>38,672,800</u>	<u>38,672,800</u>	<u>-</u>
Total revenues	<u>38,195,287</u>	<u>38,672,800</u>	<u>38,672,800</u>	<u>-</u>
EXPENDITURES				
Current:				
Facilities services - non-capitalized	1,589,557	2,762,145	2,520,071	242,074
Capital Outlay:				
Facilities acquisition and construction	13,176,635	13,422,046	6,688,578	6,733,468
Other capital outlay	3,422,569	2,148,298	1,345,500	802,798
Total expenditures	<u>18,188,761</u>	<u>18,332,489</u>	<u>10,554,149</u>	<u>7,778,340</u>
Excess of revenues over expenditures	<u>20,006,526</u>	<u>20,340,311</u>	<u>28,118,651</u>	<u>7,778,340</u>
OTHER FINANCING USES				
Transfers out	(36,624,239)	(33,499,914)	(33,499,914)	-
Total other financing uses	<u>(36,624,239)</u>	<u>(33,499,914)</u>	<u>(33,499,914)</u>	<u>-</u>
Net change in fund balances	(16,617,713)	(13,159,603)	(5,381,263)	7,778,340
Fund balances, July 1, 2012	40,990,566	40,990,566	40,990,566	-
Fund balances, June 30, 2013	<u>\$ 24,372,853</u>	<u>\$ 27,830,963</u>	<u>\$ 35,609,303</u>	<u>\$ 7,778,340</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Certificates of Participation - Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local sources:				
Interest income	\$ -	\$ 858	\$ 858	\$ -
Other local sources	-	1,235	1,235	-
Total local sources	-	2,093	2,093	-
Total revenues	-	2,093	2,093	-
EXPENDITURES				
Current:				
Facilities services - non-capitalized	55,255	350,981	350,981	-
Capital Outlay:				
Facilities acquisition and construction	2,272,714	2,132,656	2,132,656	-
Other capital outlay	342,317	79,270	79,270	-
Total expenditures	2,670,286	2,562,907	2,562,907	-
Deficiency of revenues under expenditures	(2,670,286)	(2,560,814)	(2,560,814)	-
OTHER FINANCING USES				
Transfers out	-	(135,900)	(135,900)	-
Total other financing uses	-	(135,900)	(135,900)	-
Net change in fund balances	(2,670,286)	(2,696,714)	(2,696,714)	-
Fund balances, July 1, 2012	2,696,714	2,696,714	2,696,714	-
Fund balances, June 30, 2013	<u>\$ 26,428</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 -
Capital Outlay and Debt Service - Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
State sources:				
CO&DS distributed	\$ 300,000	\$ 315,989	\$ 315,989	\$ -
Interest on undistributed CO&DS	5,000	21,610	21,610	-
Total State sources	<u>305,000</u>	<u>337,599</u>	<u>337,599</u>	<u>-</u>
Total revenues	<u>305,000</u>	<u>337,599</u>	<u>337,599</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Interest and fiscal charges	-	1,227	1,227	-
Capital Outlay:				
Facilities acquisition and construction	-	330,909	330,909	-
Total expenditures	<u>-</u>	<u>332,136</u>	<u>332,136</u>	<u>-</u>
Excess of revenues over expenditures	<u>305,000</u>	<u>5,463</u>	<u>5,463</u>	<u>-</u>
Net change in fund balances	305,000	5,463	5,463	-
Fund balances, July 1, 2012	57,378	57,378	57,378	-
Fund balances, June 30, 2013	<u>\$ 362,378</u>	<u>\$ 62,841</u>	<u>\$ 62,841</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, 2013

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local sources:				
Impact fees	\$ -	\$ 583,005	\$ 583,005	\$ -
Interest income	-	21,493	21,493	-
Total local sources	-	604,498	604,498	-
Total revenues	-	604,498	604,498	-
EXPENDITURES				
Current:				
Facilities services - non-capitalized	163,519	170,362	170,362	-
Capital Outlay:				
Facilities acquisition and construction	124,312	56,921	56,921	-
Other capital outlay	36,481	43,348	43,348	-
Total expenditures	324,312	270,631	270,631	-
Excess (Deficiency) of revenues over (under) expenditures	(324,312)	333,867	333,867	-
OTHER FINANCING USES				
Transfers out	(2,681,258)	(2,681,258)	(2,681,258)	-
Total other financing uses	(2,681,258)	(2,681,258)	(2,681,258)	-
Net change in fund balances	(3,005,570)	(2,347,391)	(2,347,391)	-
Fund balances, July 1, 2012	10,190,945	10,190,945	10,190,945	-
Fund balances, June 30, 2013	<u>\$ 7,185,375</u>	<u>\$ 7,843,554</u>	<u>\$ 7,843,554</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, 2013

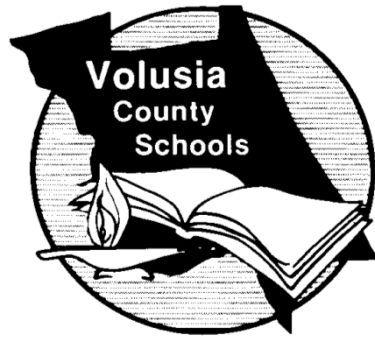
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local sources:				
Local sales tax	\$ 30,500,000	\$ 31,812,156	\$ 31,812,156	\$ -
Interest income	-	5,244	5,244	-
Total local sources	<u>30,500,000</u>	<u>31,817,400</u>	<u>31,817,400</u>	<u>-</u>
Total revenues	<u>30,500,000</u>	<u>31,817,400</u>	<u>31,817,400</u>	<u>-</u>
Excess of revenues over expenditures	<u>30,500,000</u>	<u>31,817,400</u>	<u>31,817,400</u>	<u>-</u>
OTHER FINANCING USES				
Transfers out	(27,530,487)	(27,513,869)	(27,513,869)	-
Total other financing uses	<u>(27,530,487)</u>	<u>(27,513,869)</u>	<u>(27,513,869)</u>	<u>-</u>
Net change in fund balances	2,969,513	4,303,531	4,303,531	-
Fund balances, July 1, 2012	7,914,863	7,914,863	7,914,863	-
Fund balances, June 30, 2013	<u>\$ 10,884,376</u>	<u>\$ 12,218,394</u>	<u>\$ 12,218,394</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, 2013

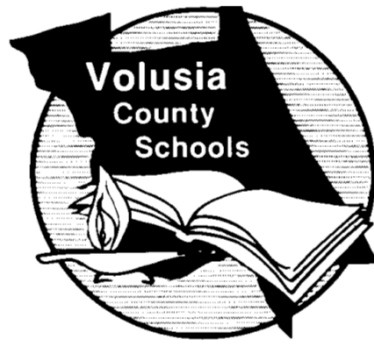
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
Other State sources	\$ -	\$ 529,234	\$ 529,234	\$ -
Total State sources	-	529,234	529,234	-
Local sources:				
Interest income	-	2,837	2,837	-
Other local sources	-	943	943	-
Total local sources	-	3,780	3,780	-
Total revenues	-	533,014	533,014	-
EXPENDITURES				
Current:				
Facilities services - non-capitalized	21,829	-	-	-
Capital Outlay:				
Facilities acquisition and construction	648,496	1,101,717	1,101,717	-
Total expenditures	670,325	1,101,717	1,101,717	-
Deficiency of revenues under expenditures	(670,325)	(568,703)	(568,703)	-
OTHER FINANCING SOURCES				
Transfers out	-	(2,001,814)	(2,001,814)	-
Total other financing sources	-	(2,001,814)	(2,001,814)	-
Net change in fund balances	(670,325)	(2,570,517)	(2,570,517)	-
Fund balances, July 1, 2012	3,478,243	3,478,243	3,478,243	-
Fund balances, June 30, 2013	<u>\$ 2,807,918</u>	<u>\$ 907,726</u>	<u>\$ 907,726</u>	<u>\$ -</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, 2013

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
Charter school capital outlay funding	\$ -	\$ 248,070	\$ 248,070	\$ -
Total State sources	-	248,070	248,070	-
Total revenues	-	248,070	248,070	-
Excess of revenues over expenditures	-	248,070	248,070	-
OTHER FINANCING USES				
Transfers out	-	(248,070)	(248,070)	-
Total other financing uses	-	(248,070)	(248,070)	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2012	-	-	-	-
Fund balances, June 30, 2013	\$ -	\$ -	\$ -	\$ -



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

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

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

Fleet Insurance Fund - 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, 2013

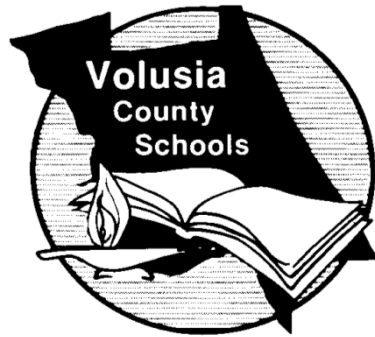
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
ASSETS					
Current assets:					
Investments	\$ 3,865,348	\$ 5,097,592	\$ 2,529,614	\$ 1,618,658	\$ 13,111,212
Interest receivable	3,781	4,727	1,976	945	11,429
Total current assets	<u>3,869,129</u>	<u>5,102,319</u>	<u>2,531,590</u>	<u>1,619,603</u>	<u>13,122,641</u>
Total assets	<u>3,869,129</u>	<u>5,102,319</u>	<u>2,531,590</u>	<u>1,619,603</u>	<u>13,122,641</u>
LIABILITIES					
Current liabilities:					
Salaries and benefits payable	\$ 527	\$ -	\$ -	\$ -	\$ 527
Accounts payable	144	180	75	36	435
Estimated insurance claims payable	1,301,525	-	101,103	271,432	1,674,060
Noncurrent liabilities:					
Estimated liability for long-term claims	2,000,905	-	737,372	348,135	3,086,412
Total noncurrent liabilities	<u>3,303,101</u>	<u>180</u>	<u>838,550</u>	<u>619,603</u>	<u>4,761,434</u>
Total liabilities	<u>3,303,101</u>	<u>180</u>	<u>838,550</u>	<u>619,603</u>	<u>4,761,434</u>
NET POSITION					
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, 2013

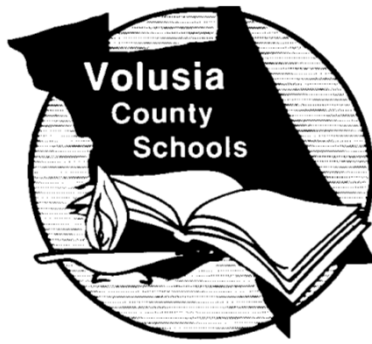
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
OPERATING REVENUES					
Premium revenue	\$ 2,317,124	\$ 3,192,945	\$ 691,523	\$ 830,321	\$ 7,031,913
Total operating revenues	<u>2,317,124</u>	<u>3,192,945</u>	<u>691,523</u>	<u>830,321</u>	<u>7,031,913</u>
OPERATING EXPENSES					
Salaries	66,631	-	-	-	66,631
Employee benefits	28,248	-	-	-	28,248
Purchased services	650,159	3,201,633	391,130	196,745	4,439,667
Materials and supplies	31	-	-	125	156
Insurance claims and related costs	1,579,090	-	304,368	635,359	2,518,817
Total operating expenses	<u>2,324,159</u>	<u>3,201,633</u>	<u>695,498</u>	<u>832,229</u>	<u>7,053,519</u>
Operating loss	<u>(7,035)</u>	<u>(8,688)</u>	<u>(3,975)</u>	<u>(1,908)</u>	<u>(21,606)</u>
NONOPERATING REVENUES					
Interest	7,035	8,688	3,975	1,908	21,606
Total nonoperating revenues	<u>7,035</u>	<u>8,688</u>	<u>3,975</u>	<u>1,908</u>	<u>21,606</u>
Change in net position	-	-	-	-	-
Net position- July 1, 2012	566,028	5,102,139	1,693,040	1,000,000	8,361,207
Net position - June 30, 2013	<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, 2013**

	<u>Workers' Compensation</u>	<u>Property Insurance</u>	<u>General Liability</u>	<u>Fleet Insurance</u>	<u>Total Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from premiums	\$ 2,317,124	\$ 3,192,945	\$ 691,523	\$ 830,321	\$ 7,031,913
Payments to suppliers	(635,408)	(3,201,778)	(391,230)	(196,908)	(4,425,324)
Payments to employees	(94,909)	-	-	-	(94,909)
Payments for insurance claims	(1,918,033)	-	(28,607)	(72,548)	(2,019,188)
Net cash used by operating activities	<u>(331,226)</u>	<u>(8,833)</u>	<u>271,686</u>	<u>560,865</u>	<u>492,492</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from maturities of investments	324,191	145	-	-	324,336
Purchase of investments	-	-	(275,661)	(562,773)	(838,434)
Interest	7,035	8,688	3,975	1,908	21,606
Net cash provided by investing activities	<u>331,226</u>	<u>8,833</u>	<u>(271,686)</u>	<u>(560,865)</u>	<u>(492,492)</u>
Net increase in cash and cash equivalents	-	-	-	-	-
Cash and cash equivalents - July 1, 2012	-	-	-	-	-
Cash and cash equivalents - June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of operating loss to net cash used by operating activities:					
Operating loss	\$ (7,035)	\$ (8,688)	\$ (3,975)	\$ (1,908)	\$ (21,606)
Adjustments to reconcile operating loss to net cash used by operating activities:					
Decrease in accounts receivable	15,063	-	-	-	15,063
Decrease in salaries and benefits payable	(29)	-	-	-	(29)
Decrease in accounts payable	(282)	(145)	(100)	(38)	(565)
Increase (decrease) in estimated insurance claims payable	(338,943)	-	275,761	562,811	499,629
Net cash used by operating activities	<u>\$ (331,226)</u>	<u>\$ (8,833)</u>	<u>\$ 271,686</u>	<u>\$ 560,865</u>	<u>\$ 492,492</u>
Noncash investing activities:					
Net decrease in the fair value of investments	<u>\$ (10,115)</u>	<u>\$ (7,454)</u>	<u>\$ (4,079)</u>	<u>\$ (1,711)</u>	<u>\$ (23,359)</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 DeLand High, 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, 2013**

	<u>DeLand High</u>	<u>Spruce Creek High</u>	<u>Seabreeze High</u>	<u>Samsula Scholars</u>	<u>Total Private-Purpose Trust Funds</u>
ASSETS					
Investments	\$ 706	\$ 27,762	\$ 763,448	\$ 30,660	\$ 822,576
Total assets	<u>706</u>	<u>27,762</u>	<u>763,448</u>	<u>30,660</u>	<u>822,576</u>
NET POSITION					
Assets held in trust for scholarships and other purposes	<u>\$ 706</u>	<u>\$ 27,762</u>	<u>\$ 763,448</u>	<u>\$ 30,660</u>	<u>\$ 822,576</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, 2013

	<u>DeLand High</u>	<u>Spruce Creek High</u>	<u>Seabreeze High</u>	<u>Samsula Scholars</u>	<u>Total Private-Purpose Trust Funds</u>
ADDITIONS					
Interest earnings	\$ 3	\$ 48	\$ 2,351	\$ 54	\$ 2,456
DEDUCTIONS					
Scholarship payments	1,000	-	600	2,000	3,600
Instructional media	-	-	552	-	552
Total deductions	<u>1,000</u>	<u>-</u>	<u>1,152</u>	<u>2,000</u>	<u>4,152</u>
Change in net position	(997)	48	1,199	(1,946)	(1,696)
Net position - July 1, 2012	<u>1,703</u>	<u>27,714</u>	<u>762,249</u>	<u>32,606</u>	<u>824,272</u>
Net position - June 30, 2013	<u><u>\$ 706</u></u>	<u><u>\$ 27,762</u></u>	<u><u>\$ 763,448</u></u>	<u><u>\$ 30,660</u></u>	<u><u>\$ 822,576</u></u>

District School Board of Volusia County, Florida
Schedule of Assets and Liabilities -
Agency Funds
June 30, 2013

	<u>School Internal Funds</u>	<u>Employee Benefits Program</u>	<u>Total Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 2,564,002	\$ -	\$ 2,564,002
Investments	3,112,566	383,753	3,496,319
Accounts receivable	11,000	-	11,000
Inventory	14,800	-	14,800
Total assets	<u>\$ 5,702,368</u>	<u>\$ 383,753</u>	<u>\$ 6,086,121</u>
LIABILITIES			
Accounts payable	\$ 22,625	\$ 383,753	\$ 406,378
Deposits held for others	5,679,743	-	5,679,743
Total liabilities	<u>\$ 5,702,368</u>	<u>\$ 383,753</u>	<u>\$ 6,086,121</u>

District School Board of Volusia County, Florida
Schedule of Changes in Assets and Liabilities -
Agency Funds
For the Fiscal Year Ended June 30, 2013

SCHOOL INTERNAL FUNDS

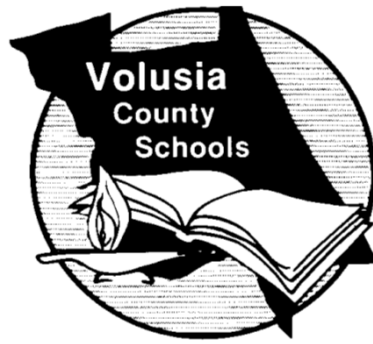
	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
ASSETS				
Cash and cash equivalents	\$ 2,466,546	\$ 11,541,011	\$ 11,443,555	\$ 2,564,002
Investments	3,279,138	-	166,572	3,112,566
Accounts receivable	-	11,000	-	11,000
Inventory	-	14,800	-	14,800
Total assets	<u>\$ 5,745,684</u>	<u>\$ 11,566,811</u>	<u>\$ 11,610,127</u>	<u>\$ 5,702,368</u>
LIABILITIES				
Accounts payable	\$ -	\$ 22,625	\$ -	\$ 22,625
Deposits held for others	5,745,684	11,544,186	11,610,127	5,679,743
Total liabilities	<u>\$ 5,745,684</u>	<u>\$ 11,566,811</u>	<u>\$ 11,610,127</u>	<u>\$ 5,702,368</u>

EMPLOYEE BENEFITS PROGRAM

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
ASSETS				
Investments	\$ 383,753	\$ -	\$ -	\$ 383,753
Total assets	<u>\$ 383,753</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383,753</u>
LIABILITIES				
Accounts payable	\$ 383,753	\$ -	\$ -	\$ 383,753
Total liabilities	<u>\$ 383,753</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 383,753</u>

TOTAL AGENCY FUNDS

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
ASSETS				
Cash and cash equivalents	\$ 2,466,546	\$ 11,541,011	\$ 11,443,555	\$ 2,564,002
Investments	3,662,891	-	166,572	3,496,319
Accounts receivable	-	11,000	-	11,000
Inventory	-	14,800	-	14,800
Total assets	<u>\$ 6,129,437</u>	<u>\$ 11,566,811</u>	<u>\$ 11,610,127</u>	<u>\$ 6,086,121</u>
LIABILITIES				
Accounts payable	\$ 383,753	\$ 22,625	\$ -	\$ 406,378
Deposits held for others	5,745,684	11,544,186	11,610,127	5,679,743
Total liabilities	<u>\$ 6,129,437</u>	<u>\$ 11,566,811</u>	<u>\$ 11,610,127</u>	<u>\$ 6,086,121</u>



Nonmajor Discretely Presented
Component Units

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, Volusia Elementary Charter School, Inc. d/b/a Boston Avenue Charter School (Volusia Elementary), 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 Schedule of Net Position -
Nonmajor Discretely Presented Component Units
June 30, 2013**

	Charter Schools			
	Reading Edge Academy, Inc.	Samsula Academy	The Chiles Academy, Inc.	Richard Milburn Academy of Volusia County
ASSETS				
Cash and cash equivalents	\$ 355,209	\$ 65,080	\$ 122,977	\$ 114,518
Investments	-	-	-	-
Accounts receivable	1,365	205	18,868	6,268
Due from other agencies	-	-	-	29,281
Inventories	9,390	4,276	4,086	-
Prepaid items	2,263	457	7,105	-
Other assets	1,000	7,250	17,845	36,939
Capital assets:				
Land	503,616	200,000	-	-
Leasehold improvements	-	-	56,360	3,731
Buildings and fixed equipment, net	3,984,020	1,384,047	70,406	-
Furniture, fixtures and equipment, net	91,111	13,487	32,552	6,030
Motor vehicles, net	759	-	-	-
Computer software, net	-	-	7,452	-
Total assets	<u>4,948,733</u>	<u>1,674,802</u>	<u>337,651</u>	<u>196,767</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Salaries and benefits payable	-	-	-	-
Accounts payable	10,979	10,236	9,938	264,470
Accrued liabilities	5,260	4,234	-	-
Accrued interest payable	6,435	-	-	-
Long-term liabilities:				
Portion due within one year:				
Obligations under capital leases	-	-	-	-
Notes payable	84,995	-	23,262	-
Portion due in more than one year:				
Notes payable	2,486,290	-	33,597	-
Compensated absences payable	35,332	15,834	-	-
Total liabilities	<u>2,629,291</u>	<u>30,304</u>	<u>66,797</u>	<u>264,470</u>
NET POSITION				
Net investment in capital assets	2,008,221	1,597,534	109,911	9,761
Restricted for:				
Capital projects	-	-	3,022	152,789
Other purposes	-	-	-	-
Unrestricted	311,221	46,964	157,921	(230,253)
Total net position (deficit)	<u>\$ 2,319,442</u>	<u>\$ 1,644,498</u>	<u>\$ 270,854</u>	<u>\$ (67,703)</u>

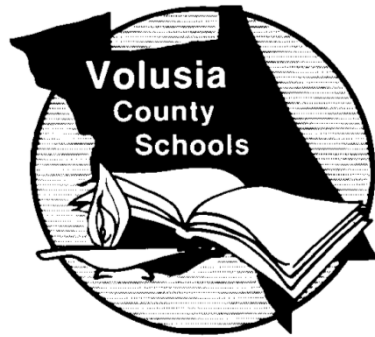
Charter Schools				
Volusia Elementary Charter School, Inc. (Unaudited)	Ivy Hawn Charter School of the Arts	Burns Science and Technology Charter School, Inc.	Futures, Inc.	Total Component Units
\$ 38,675	\$ 81,746	\$ 32,546	\$ 609,020	\$ 1,419,771
-	-	-	247,304	247,304
10,478	-	3,330	77,988	118,502
-	-	-	-	29,281
-	-	-	-	17,752
-	14,531	14,008	523,698	562,062
8,160	-	23,716	12,360	107,270
-	-	-	-	703,616
-	5,145	542,652	-	607,888
202,402	-	-	-	5,640,875
37,847	161,722	115,806	-	458,555
14,623	-	-	-	15,382
-	-	-	-	7,452
<u>312,185</u>	<u>263,144</u>	<u>732,058</u>	<u>1,470,370</u>	<u>9,935,710</u>
-	42,359	-	-	42,359
38,781	42,269	174,418	1,287	552,378
-	-	33,200	-	42,694
-	-	-	-	6,435
-	-	27,855	-	27,855
-	-	-	-	108,257
-	-	84,879	-	2,604,766
-	-	-	-	51,166
<u>38,781</u>	<u>84,628</u>	<u>320,352</u>	<u>1,287</u>	<u>3,435,910</u>
254,872	166,867	630,603	-	4,777,769
-	-	4,630	-	160,441
-	-	1,851	657,143	658,994
18,532	11,649	(225,378)	811,940	902,596
<u>\$ 273,404</u>	<u>\$ 178,516</u>	<u>\$ 411,706</u>	<u>\$ 1,469,083</u>	<u>\$ 6,499,800</u>

**District School Board of Volusia County, Florida
Combining Schedule of Activities -
Nonmajor Discretely Presented Component Units
For the Fiscal Year Ended June 30, 2013**

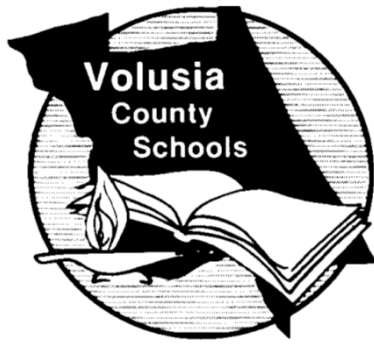
	Charter Schools			
	Reading Edge Academy, Inc.	Samsula Academy	The Chiles Academy, Inc.	Richard Milburn Academy of Volusia County
EXPENSES:				
Instruction	\$ -	\$ 875,331	\$ 774,974	\$ 764,493
Pupil personnel services	1,296,952	-	96,929	63,073
Instructional media services	-	-	1,405	-
Instruction and curriculum development services	-	-	23,548	3,243
Instructional staff training services	-	-	-	-
Instruction related technology	-	-	-	-
Board of education	-	-	-	20,035
General administration	24,854	20,915	6,054	206,865
School administration	379,578	218,669	206,378	338,710
Facilities services - non-capitalized	22,000	960	-	-
Fiscal services	151,111	34,477	96,393	307,144
Food services	162,607	107,758	207,100	900
Central services	-	-	-	-
Pupil transportation services	20,151	-	56,806	-
Operation of plant	132,913	169,351	161,835	451,688
Maintenance of plant	-	-	6,694	-
Administrative technology services	-	-	-	-
Community services	76,114	61,518	218,634	-
Interest on long-term debt	139,166	-	2,451	-
Unallocated depreciation expense	-	-	15,544	-
Total expenses	<u>2,405,446</u>	<u>1,488,979</u>	<u>1,874,745</u>	<u>2,156,151</u>
PROGRAM REVENUES				
Charges for services	273,322	184,255	202,581	-
Operating grants and contributions	-	-	651,294	12,772
Capital grants and contributions	-	-	-	-
Total program revenues	<u>273,322</u>	<u>184,255</u>	<u>853,875</u>	<u>12,772</u>
Net program expense	<u>(2,132,124)</u>	<u>(1,304,724)</u>	<u>(1,020,870)</u>	<u>(2,143,379)</u>
GENERAL REVENUES				
Grants and entitlements not restricted to specific programs	2,022,303	1,287,608	1,027,697	2,093,814
Investment earnings	-	-	-	-
Miscellaneous	-	-	11,308	660
Special Items	-	-	-	(256,643)
Total general revenues	<u>2,022,303</u>	<u>1,287,608</u>	<u>1,039,005</u>	<u>1,837,831</u>
CHANGE IN NET POSITION	(109,821)	(17,116)	18,135	(305,548)
Net position - July 1, 2012 - Restated	<u>2,429,263</u>	<u>1,661,614</u>	<u>252,719</u>	<u>237,845</u>
Net position (deficit) - June 30, 2013	<u>\$ 2,319,442</u>	<u>\$ 1,644,498</u>	<u>\$ 270,854</u>	<u>\$ (67,703)</u>

Charter Schools

Volusia Elementary Charter School, Inc. (Unaudited)	Ivy Hawn Charter School of the Arts	Burns Science and Technology Charter School, Inc.	Futures, Inc.	Total Component Units
\$ 776,562	\$ 1,159,724	\$ 1,240,148	\$ -	\$ 5,591,232
-	-	19,943	-	1,476,897
3,717	-	-	-	5,122
-	-	-	-	26,791
-	-	-	-	-
-	-	-	-	-
88,485	76,440	83,072	-	268,032
353,705	69,346	69,966	-	751,705
121,021	171,209	250,275	-	1,685,840
24,834	284,166	88,793	-	420,753
40,562	60,487	43,968	-	734,142
141,640	29,617	34,225	-	683,847
-	-	49,867	-	49,867
116,679	70,605	88,961	-	353,202
203,863	125,380	192,717	-	1,437,747
4,724	8,795	42,968	-	63,181
47,205	-	-	-	47,205
27,553	112,873	85,058	533,594	1,115,344
-	-	-	-	141,617
-	36,965	-	-	52,509
<u>1,950,550</u>	<u>2,205,607</u>	<u>2,289,961</u>	<u>533,594</u>	<u>14,905,033</u>
42,981	-	64,512	19,345	786,996
154,369	125,000	116,441	557,918	1,617,794
-	-	5,946	-	5,946
<u>197,350</u>	<u>125,000</u>	<u>186,899</u>	<u>577,263</u>	<u>2,410,736</u>
<u>(1,753,200)</u>	<u>(2,080,607)</u>	<u>(2,103,062)</u>	<u>43,669</u>	<u>(12,494,297)</u>
1,509,468	1,903,366	2,165,555	-	12,009,811
-	-	-	29,526	29,526
256	251,037	130,693	-	393,954
-	-	-	-	(256,643)
<u>1,509,724</u>	<u>2,154,403</u>	<u>2,296,248</u>	<u>29,526</u>	<u>12,176,648</u>
(243,476)	73,796	193,186	73,195	(317,649)
<u>516,880</u>	<u>104,720</u>	<u>218,520</u>	<u>1,395,888</u>	<u>6,817,449</u>
<u>\$ 273,404</u>	<u>\$ 178,516</u>	<u>\$ 411,706</u>	<u>\$ 1,469,083</u>	<u>\$ 6,499,800</u>



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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.

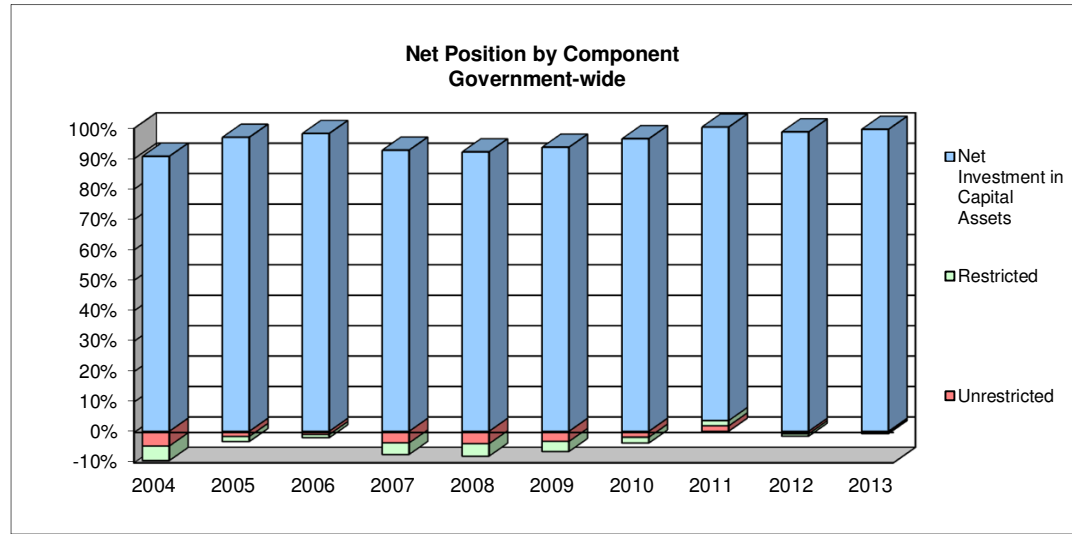
<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	92
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	105
Debt Capacity 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.	110
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	117
Operating Information 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.	119

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Primary government:										
Governmental activities:										
Net investment in capital assets	\$ 328,401,965	\$ 453,024,671	\$ 534,830,900	\$ 619,743,483	\$ 662,439,492	\$ 707,233,274	\$ 726,782,031	\$ 734,140,933	\$ 733,957,739	\$ 730,599,256
Restricted	243,348,041	186,139,004	170,067,232	167,353,947	186,113,892	156,350,990	133,946,657	110,556,480	94,921,529	91,490,476
Unrestricted	(17,474,191)	(7,903,399)	(5,767,367)	(25,499,290)	(29,443,574)	(25,131,781)	(14,566,442)	13,409,689	(5,996,529)	(2,777,562)
Total governmental activities net position	<u>\$ 554,275,815</u>	<u>\$ 631,260,276</u>	<u>\$ 699,130,765</u>	<u>\$ 761,598,140</u>	<u>\$ 819,109,810</u>	<u>\$ 838,452,483</u>	<u>\$ 846,162,246</u>	<u>\$ 858,107,102</u>	<u>\$ 822,882,739</u>	<u>\$ 819,312,170</u>

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities:										
Instruction	\$ 240,157,073	\$ 257,929,426	\$ 288,187,757	\$ 322,497,809	\$ 326,228,760	\$ 298,373,524	\$ 295,983,159	\$ 297,441,097	\$ 291,064,900	\$ 270,420,182
Pupil personnel services	20,150,550	21,124,508	23,169,573	26,248,325	26,914,771	25,522,584	28,595,805	24,692,342	21,530,239	20,956,374
Instructional media services	6,695,041	6,971,563	7,343,328	7,554,889	7,510,062	6,752,611	7,581,732	6,776,769	6,627,166	6,085,449
Instruction and curriculum development services	11,284,651	11,568,095	13,933,703	15,661,385	16,550,344	14,448,263	19,229,290	17,602,486	16,733,853	18,395,169
Instructional staff training services	4,894,301	7,001,523	8,839,340	8,839,892	5,900,382	4,786,267	5,559,960	4,756,052	3,819,069	2,566,293
Instruction related technology (a)	-	-	4,102,673	3,081,083	3,855,695	3,970,619	4,028,676	4,163,784	4,899,708	4,936,849
Board of education	366,791	466,004	519,889	447,349	714,623	667,477	570,094	799,763	745,562	697,121
General administration	3,632,266	4,030,529	3,394,346	3,675,637	3,276,095	3,005,115	4,757,016	3,875,616	2,924,365	2,942,396
School administration	31,261,978	32,892,990	36,934,562	40,476,781	39,437,633	39,120,584	38,496,856	36,505,849	34,671,162	33,747,642
Facilities services - non-capitalized	8,968,360	12,428,485	12,729,032	15,772,257	12,367,400	11,847,866	7,952,299	8,021,594	5,721,489	3,305,712
Fiscal services	2,374,602	2,473,857	2,711,616	3,071,588	3,031,626	2,875,952	2,802,078	2,706,882	2,489,673	2,391,651
Food services	19,074,392	20,888,480	21,985,268	23,438,412	25,819,083	23,086,186	22,798,479	22,396,205	23,493,765	22,479,911
Central services	11,281,131	12,029,958	5,536,321	6,495,756	7,178,652	5,103,596	5,553,004	5,587,469	6,390,653	6,547,815
Pupil transportation services	13,208,364	15,045,108	16,837,763	18,166,751	19,099,121	16,708,807	16,878,756	16,300,770	15,930,975	15,900,865
Operation of plant	30,972,833	32,543,373	37,472,736	44,983,769	43,273,381	42,508,764	43,054,229	41,657,376	40,640,438	40,843,423
Maintenance of plant	10,857,862	13,813,228	14,153,260	15,530,492	16,514,878	14,377,537	14,817,824	13,935,290	14,152,879	13,296,228
Administrative technology services (a)	-	-	3,862,846	5,855,638	5,365,149	5,466,861	5,566,867	5,168,871	4,948,558	5,335,201
Community services	1,754,829	1,668,177	1,612,862	4,660,131	5,051,357	5,117,929	4,920,377	4,574,728	4,508,252	4,334,302
Interest on long-term debt	12,666,965	14,355,846	19,501,861	25,304,753	29,004,391	28,189,824	24,569,386	22,293,945	20,363,353	18,665,687
Unallocated depreciation expense	31,441,677	29,077,484	32,275,209	36,275,249	46,509,697	46,813,575	50,022,091	50,799,821	50,843,331	50,786,976
Total primary government expenses	461,043,666	496,308,634	555,103,945	628,037,946	643,603,100	598,743,941	603,737,978	590,056,709	572,499,390	544,635,246
Program Revenues										
Governmental activities:										
Charges for services										
Instruction	2,709,105	3,086,130	3,389,212	-	-	-	-	-	-	-
Food services	8,552,228	7,687,361	8,680,020	8,588,773	8,311,879	8,274,426	7,326,776	6,633,649	6,092,067	5,724,371
Pupil transportation services	699,998	-	-	-	-	-	-	-	-	-
Community services	-	854,693	991,659	4,341,097	5,109,709	4,954,119	4,976,587	4,753,015	4,762,668	4,784,925
Operating grants and contributions	22,182,865	30,888,569	31,124,132	30,666,253	31,131,213	29,381,645	18,511,651	20,796,827	19,116,610	19,569,920
Capital grants and contributions	12,277,013	27,521,165	17,184,270	38,887,502	31,788,955	10,161,294	7,687,602	5,866,973	7,629,499	3,152,229
Total primary government program revenues	46,421,209	70,037,918	61,369,293	82,483,625	76,341,756	52,771,484	38,502,616	38,050,464	37,600,844	33,231,445
Total primary government net expense	(414,622,457)	(426,270,716)	(493,734,652)	(545,554,321)	(567,261,344)	(545,972,457)	(565,235,362)	(552,006,245)	(534,898,546)	(511,403,801)

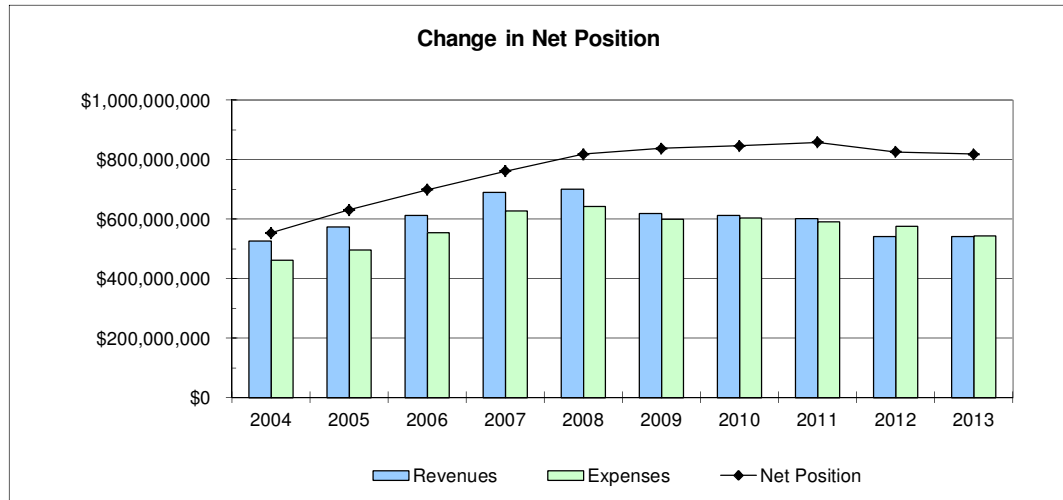
General Revenues and Other Changes in Net Position

Governmental activities:

Property taxes:											
Levied for operational purposes	131,394,434	147,307,956	172,453,066	210,137,155	217,062,977	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605	
Levied for debt service	9,980,321	10,320,982	9,434,299	32,424	9,178	-	-	-	-	-	
Levied for capital projects	42,184,063	48,357,584	58,101,772	73,914,902	79,398,963	67,596,252	48,988,701	42,854,140	38,827,686	38,453,390	
Local sales tax	34,135,494	34,774,547	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	
Unrestricted grants and contributions	244,739,157	249,925,667	254,397,184	258,468,840	264,588,398	232,196,984	278,116,363	292,423,998	254,143,163	265,934,335	
Investment earnings	4,021,869	6,320,351	12,375,391	22,416,645	19,927,969	8,468,708	2,346,711	609,669	286,316	264,894	
Miscellaneous	14,157,425	6,248,090	7,106,019	7,095,707	9,837,265	6,492,222	8,732,652	6,860,929	9,339,354	7,851,852	
Total primary government	480,612,763	503,255,177	551,605,141	608,021,696	624,773,014	565,315,130	572,945,125	563,951,101	503,170,291	507,833,232	
Change in Net Position	65,990,306	76,984,461	57,870,489	62,467,375	57,511,670	19,342,673	7,709,763	11,944,856	(31,728,255)	(3,570,569)	
Adjustment to beginning net position	-	-	10,000,000	-	-	-	-	-	(3,496,108)	-	
Total primary government	\$ 65,990,306	\$ 76,984,461	\$ 67,870,489	\$ 62,467,375	\$ 57,511,670	\$ 19,342,673	\$ 7,709,763	\$ 11,944,856	\$ (35,224,363)	\$ (3,570,569)	

(a) In the fiscal year ending June 30, 2006, two new functional expense classifications were established to report technology expenses previously reported in other functional categories.

Source: District records



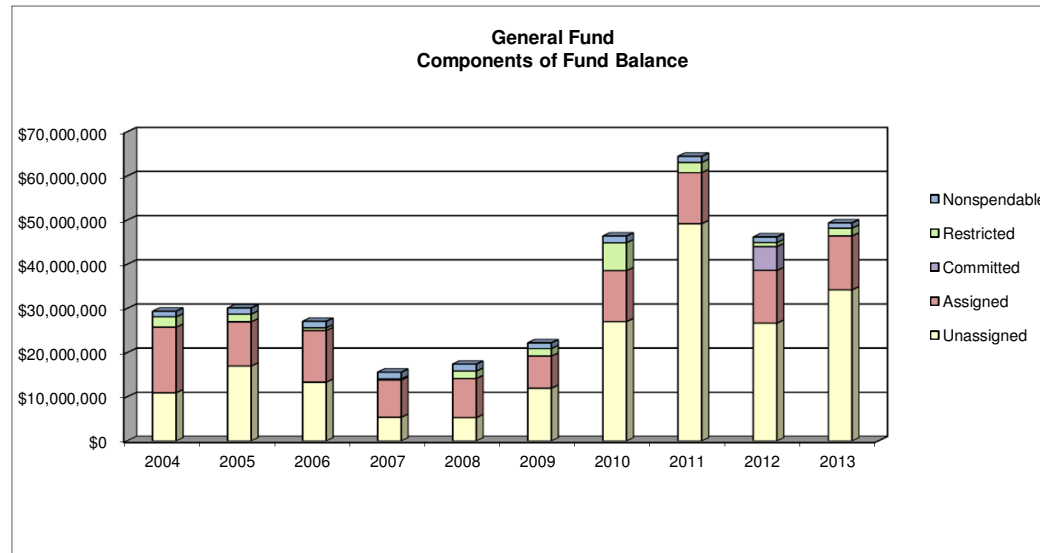
District School Board of Volusia County, Florida
Fund Balances, Governmental Funds
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

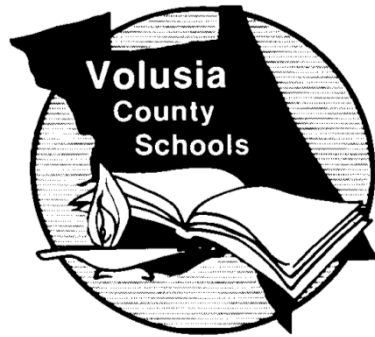
	Fiscal Year									
	Restated * 2004	Restated * 2005	Restated * 2006	Restated * 2007	Restated * 2008	Restated * 2009	2010	2011	2012	2013
General Fund										
Fund Balances:										
Nonspendable	\$ 1,283,304	\$ 1,396,388	\$ 1,464,863	\$ 1,528,053	\$ 1,581,808	\$ 1,301,033	\$ 1,520,218	\$ 1,388,556	\$ 1,289,062	\$ 1,205,740
Spendable:										
Restricted	2,345,356	1,734,620	616,443	231,824	1,662,949	1,699,856	6,311,986	2,321,758	899,163	1,755,206
Committed	-	-	-	-	-	-	-	-	5,410,429	-
Assigned	14,845,180	9,998,480	11,702,081	8,451,067	8,879,882	7,265,663	11,547,648	11,542,671	11,925,441	12,201,537
Unassigned	10,928,779	16,997,183	13,326,836	5,376,408	5,289,000	11,968,210	27,045,582	49,232,328	26,696,378	34,238,628
Total General Fund	<u>\$ 29,402,619</u>	<u>\$ 30,126,671</u>	<u>\$ 27,110,223</u>	<u>\$ 15,587,352</u>	<u>\$ 17,413,639</u>	<u>\$ 22,234,762</u>	<u>\$ 46,425,434</u>	<u>\$ 64,485,313</u>	<u>\$ 46,220,473</u>	<u>\$ 49,401,111</u>
All Other Governmental Funds										
Fund Balances:										
Nonspendable	\$ 1,587,206	\$ 1,829,153	\$ 2,702,002	\$ 2,592,729	\$ 2,092,183	\$ 1,767,481	\$ 1,775,105	\$ 1,859,599	\$ 2,437,016	\$ 3,040,058
Spendable:										
Restricted	234,806,600	267,973,442	394,891,717	420,129,837	362,134,126	266,459,932	156,471,073	115,420,028	93,919,608	86,695,212
Assigned	3,722,336	2,683,933	2,909,399	1,572,027	1,741,756	1,851,032	2,108,298	2,121,911	-	-
Total all other governmental funds	<u>\$ 240,116,142</u>	<u>\$ 272,486,528</u>	<u>\$ 400,503,118</u>	<u>\$ 424,294,593</u>	<u>\$ 365,968,065</u>	<u>\$ 270,078,445</u>	<u>\$ 160,354,476</u>	<u>\$ 119,401,538</u>	<u>\$ 96,356,624</u>	<u>\$ 89,735,270</u>

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Federal sources:										
Federal direct	\$ 239,128	\$ 978,924	\$ 606,482	\$ 623,162	\$ 396,534	\$ 416,005	\$ 745,638	\$ 771,718	\$ 765,161	\$ 485,385
Other Federal grants	37,709,400	35,381,608	36,907,293	38,736,594	37,677,314	37,602,822	80,233,229	86,656,242	45,058,921	42,636,895
Food services	11,580,478	13,004,670	13,013,357	13,466,044	14,397,459	15,269,372	16,912,474	17,844,215	18,764,344	19,578,074
Total Federal sources	49,529,006	49,365,202	50,527,132	52,825,800	52,471,307	53,288,199	97,891,341	105,272,175	64,588,426	62,700,354
State sources:										
Florida education finance program	177,191,959	171,131,377	161,012,577	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598
Categorical educational programs	35,637,333	47,742,332	60,911,160	76,287,419	88,210,563	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950
Discretionary lottery funds	3,025,560	3,525,608	3,099,587	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-
Public education capital outlay	5,113,210	4,577,767	5,721,539	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-
Capital outlay and debt service	2,410,354	2,483,709	2,516,052	2,523,822	2,494,925	2,357,301	2,319,036	2,318,904	2,316,950	2,321,153
Mobile home license tax	540,588	567,343	557,211	535,064	512,796	565,904	525,372	524,593	520,427	526,545
Food services	351,328	342,041	342,115	369,561	362,407	370,163	352,971	347,836	350,143	340,459
Classrooms first program	-	-	-	-	-	-	-	-	-	-
School infrastructure thrift program	-	-	-	-	-	-	-	-	-	-
Effort index	-	-	-	-	-	-	-	-	-	-
Classrooms for kids	4,670,960	11,241,124	1,867,621	17,488,878	10,107,881	-	-	-	-	-
Charter school capital outlay funding	82,488	73,427	77,810	136,791	132,278	390,295	405,110	334,839	420,661	248,070
State grants and other State sources	646,249	2,036,972	2,852,594	3,346,195	3,174,280	1,015,677	1,062,118	1,037,831	989,953	1,404,112
Total State sources	229,670,029	243,721,700	238,958,266	260,260,078	260,756,600	212,480,956	201,233,599	210,593,714	211,406,834	225,371,887
Local sources:										
Ad valorem taxes	183,558,818	205,986,522	239,989,137	284,084,481	296,471,118	287,857,553	253,968,179	234,172,676	208,874,733	201,775,461
Local sales tax	34,135,494	34,774,547	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156
Food service sales	8,053,476	7,711,022	8,680,020	8,592,385	8,313,123	8,274,426	7,326,777	6,633,649	6,094,271	5,734,720
Interest income and other	4,021,871	6,320,351	12,378,595	22,416,645	19,927,969	8,470,343	2,346,711	609,668	286,316	264,893
Local grants and other local sources	18,065,278	23,258,425	20,298,179	24,662,057	28,031,452	14,539,473	17,668,841	14,567,968	17,457,575	12,976,869
Total local sources	247,834,937	278,050,867	319,083,341	375,711,591	386,691,926	349,441,458	311,091,728	285,867,790	263,239,620	252,564,099
Total revenues	\$ 527,033,972	\$ 571,137,769	\$ 608,568,739	\$ 688,797,469	\$ 699,919,833	\$ 615,210,613	\$ 610,216,668	\$ 601,733,679	\$ 539,234,880	\$ 540,636,340

Expenditures

Current:

Instruction	\$ 241,406,105	\$ 259,772,444	\$ 284,772,006	\$ 318,681,634	\$ 323,606,180	\$ 295,253,902	\$ 290,923,820	\$ 300,312,990	\$ 289,320,241	\$ 270,775,461
Pupil personnel services	20,313,235	21,275,453	22,894,954	25,937,723	26,716,097	25,281,008	28,137,963	24,960,354	21,419,441	20,998,043
Instructional media services	6,749,093	7,021,378	7,256,291	7,465,491	7,449,204	6,677,055	7,447,687	6,834,659	6,585,708	6,093,585
Instruction and curriculum development services	11,375,758	11,650,755	13,768,554	15,476,061	16,474,338	14,365,621	18,951,337	17,820,078	16,699,603	18,459,540
Instructional staff training services	4,933,815	7,051,552	8,734,572	8,735,288	5,880,891	4,767,226	5,483,713	4,821,253	3,817,296	2,578,440
Instruction related technology	-	-	4,054,046	3,044,624	3,829,838	3,934,306	3,961,842	4,207,213	4,884,830	4,952,475
Board of education	369,752	469,334	513,727	442,055	711,009	663,236	561,211	809,535	744,079	699,674
General administration	3,661,591	4,059,329	3,354,107	3,632,143	3,259,092	2,985,846	4,687,782	3,924,835	2,917,392	2,953,428
School administration	31,514,372	33,128,027	36,496,795	39,997,812	39,111,109	38,692,279	37,821,537	36,821,519	34,439,101	33,782,604
Facilities services - non-capitalized	9,040,766	12,517,293	12,578,161	15,585,621	12,364,934	11,645,499	7,824,107	8,138,113	5,729,393	3,323,899
Fiscal services	2,393,773	2,491,534	2,679,477	3,035,241	3,007,082	2,845,410	2,752,829	2,730,060	2,472,566	2,393,898
Food services	19,228,389	21,037,739	21,724,687	23,161,061	25,692,680	22,947,623	22,452,464	22,659,554	23,441,712	22,560,155
Central services	11,372,209	12,115,918	5,470,702	6,418,891	7,129,390	6,241,962	5,889,957	5,643,038	6,365,540	6,566,401
Pupil transportation services	13,293,666	15,152,613	16,638,193	17,951,781	18,966,061	16,556,788	16,598,168	16,463,454	15,856,153	15,937,464
Operation of plant	31,222,892	32,775,912	37,028,590	42,560,796	43,056,783	42,251,740	42,399,942	42,143,179	40,536,873	40,978,763
Maintenance of plant	10,945,523	13,911,930	13,985,508	15,346,717	16,399,767	14,242,289	14,568,756	14,070,169	14,085,224	13,322,506
Administrative technology services	-	-	3,817,062	5,786,347	5,329,339	5,418,100	5,474,410	5,218,378	4,922,997	5,347,900
Community services	1,768,997	1,680,097	1,593,746	4,604,987	5,018,944	5,077,491	4,840,773	4,623,108	4,490,584	4,352,719

Debt Service:

Principal	24,896,362	25,832,454	30,220,700	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000
Interest and fiscal charges	14,549,585	17,333,601	23,768,678	27,806,218	29,111,606	29,513,476	25,442,385	23,928,131	22,299,852	20,219,289

Capital Outlay:

Facilities acquisition and construction	107,806,730	112,379,299	122,072,587	142,807,196	126,551,283	115,313,949	66,174,374	38,757,929	23,808,336	10,478,332
Other capital outlay	6,850,276	14,881,799	14,384,441	15,437,113	11,536,499	12,292,430	7,149,720	9,671,432	6,704,162	4,772,769
Total expenditures	573,692,889	626,538,461	687,807,584	778,749,800	757,537,126	704,272,236	648,429,777	624,668,981	582,901,083	544,312,345

Excess (deficiency) of revenues

over (under) expenditures	(46,658,917)	(55,400,692)	(79,238,845)	(89,952,331)	(57,617,293)	(89,061,623)	(38,213,109)	(22,935,302)	(43,666,203)	(3,676,005)
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Other Financing Sources (Uses)

Bonds payable	58,379,412	-	59,125,000	-	-	-	-	-	-	-
Certificates of participation	-	39,010,000	135,175,000	97,975,000	-	-	-	-	-	-
Refunding certificates of participation	-	73,910,000	-	-	-	-	-	-	-	-
Refunding bonds issued	-	-	13,575,000	-	-	-	1,390,000	-	39,425,000	-
Payment to refunding bonds escrow agent	-	(28,255,935)	(14,845,313)	-	-	-	(50,124,381)	-	(42,356,714)	-
Premiums on long-term debt issued	4,079,106	6,213,761	8,126,568	3,616,923	-	-	125,602	-	3,628,829	-
Inception of capital lease	-	635,700	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	58,459	456,010	315,000	354,652	445,120	666,901	938,591	33,565	1,657,210	234,052
Loss recoveries	-	1,525,594	2,767,732	274,360	671,932	326,225	350,000	8,678	2,124	1,237
Transfers in	39,486,771	41,366,599	53,822,417	64,310,901	65,988,949	70,813,365	71,273,913	68,161,609	70,486,789	66,080,825
Transfers out	(39,486,771)	(46,366,599)	(53,822,417)	(64,310,901)	(65,988,949)	(73,813,365)	(71,273,913)	(68,161,609)	(70,486,789)	(66,080,825)
Total other financing sources (uses)	62,516,977	88,495,130	204,238,987	102,220,935	1,117,052	(2,006,874)	(47,320,188)	42,243	2,356,449	235,289
Net change in fund balance	15,858,060	33,094,438	125,000,142	12,268,604	(56,500,241)	(91,068,497)	(85,533,297)	(22,893,059)	(41,309,754)	(3,440,716)
Fund balance, beginning	253,660,701	269,518,761	302,613,199	427,613,341	439,881,945	383,381,704	292,313,207	206,779,910	183,886,851	142,577,097
Fund balance, ending	\$ 269,518,761	\$ 302,613,199	\$ 427,613,341	\$ 439,881,945	\$ 383,381,704	\$ 292,313,207	\$ 206,779,910	\$ 183,886,851	\$ 142,577,097	\$ 139,136,381

Debt service as a percentage of noncapital expenditures

	8.6%	8.6%	9.8%	10.1%	9.0%	9.9%	9.4%	9.4%	9.7%	10.0%
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Source: District records

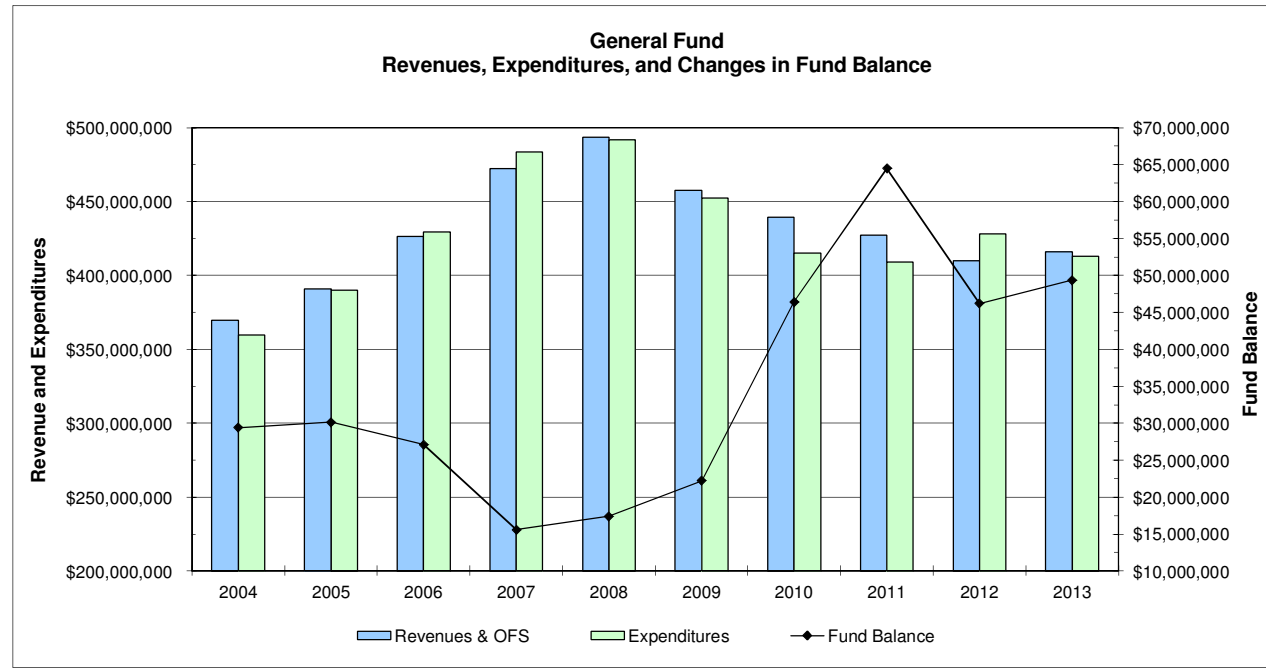
District School Board of Volusia County, Florida
Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balance -
General Fund
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Federal sources:										
Federal direct	\$ 239,128	\$ 236,903	\$ 277,674	\$ 293,716	\$ 386,899	\$ 416,005	\$ 419,952	\$ 447,912	\$ 492,607	\$ 480,685
Other Federal grants	1,349,252	931,263	1,533,963	1,972,731	1,971,257	2,164,248	3,097,023	2,434,723	2,510,606	2,867,763
Total Federal sources	<u>1,588,380</u>	<u>1,168,166</u>	<u>1,811,637</u>	<u>2,266,447</u>	<u>2,358,156</u>	<u>2,580,253</u>	<u>3,516,975</u>	<u>2,882,635</u>	<u>3,003,213</u>	<u>3,348,448</u>
State sources:										
Florida education finance program	177,191,959	171,131,377	161,012,577	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598
Categoricals	35,637,333	47,742,332	60,911,160	76,287,419	88,210,564	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950
Discretionary lottery funds	3,025,560	3,525,608	3,099,587	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-
Capital Outlay and Debt Service	35,709	36,740	37,017	36,726	36,502	34,785	34,366	34,366	34,366	34,366
Mobile Home License Tax	540,588	567,343	557,211	535,064	512,796	565,904	525,372	524,593	520,427	526,545
State grants and other State sources	545,476	1,950,581	2,744,542	3,230,496	3,056,860	905,669	957,668	955,478	882,413	865,487
Total State sources	<u>216,976,625</u>	<u>224,953,981</u>	<u>228,362,094</u>	<u>231,266,491</u>	<u>238,451,862</u>	<u>205,238,774</u>	<u>197,132,519</u>	<u>204,955,100</u>	<u>208,245,906</u>	<u>221,957,946</u>
Local sources:										
Ad valorem taxes	131,394,434	147,307,956	172,453,066	210,148,693	217,077,522	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605
Interest income	645,103	1,331,794	2,593,466	3,180,676	4,154,175	1,757,708	1,179,853	267,938	130,975	120,766
Local grants and other local sources	8,147,544	8,517,978	8,656,310	9,681,945	14,361,400	10,719,874	12,599,163	11,282,095	12,529,558	12,068,850
Total local sources	<u>140,187,081</u>	<u>157,157,728</u>	<u>183,702,842</u>	<u>223,011,314</u>	<u>235,593,097</u>	<u>232,738,883</u>	<u>218,758,494</u>	<u>202,868,569</u>	<u>182,707,580</u>	<u>175,706,221</u>
Total revenues	<u>358,752,086</u>	<u>383,279,875</u>	<u>413,876,573</u>	<u>456,544,252</u>	<u>476,403,115</u>	<u>440,557,910</u>	<u>419,407,988</u>	<u>410,706,304</u>	<u>393,956,699</u>	<u>401,012,615</u>

Expenditures: (by object)

Salaries	243,922,842	262,600,281	288,197,715	319,082,588	324,395,109	294,315,744	267,867,607	253,753,824	277,234,394	266,082,449
Employee Benefits	68,252,486	73,040,733	81,608,024	97,524,588	101,192,922	94,580,845	90,124,480	92,767,100	82,197,393	79,498,512
Purchased Services	20,202,723	22,570,438	24,576,460	28,807,862	28,143,275	29,013,330	29,265,369	29,617,364	34,054,233	36,168,602
Energy Services	9,658,643	10,672,096	13,480,448	15,408,200	15,999,810	14,360,729	13,272,839	13,778,706	13,236,703	12,471,346
Material and Supplies	11,823,202	14,341,342	14,427,880	15,023,624	14,764,697	12,773,361	8,069,811	11,993,674	14,066,841	11,936,844
Capital Outlay	1,334,263	2,298,578	1,608,353	1,578,945	1,105,556	1,570,475	586,738	828,269	1,244,726	1,186,391
Other Expenditures	4,639,383	4,548,046	5,465,514	6,311,910	5,983,774	5,965,326	5,906,717	6,507,455	6,207,739	5,480,256
Total expenditures	359,833,542	390,071,514	429,364,394	483,737,717	491,585,143	452,579,810	415,093,561	409,246,392	428,242,029	412,824,400
Excess (deficiency) of revenues over (under) expenditures	(1,081,456)	(6,791,639)	(15,487,821)	(27,193,465)	(15,182,028)	(12,021,900)	4,314,427	1,459,912	(34,285,330)	(11,811,785)
Other financing sources (OFS), net	11,122,131	7,515,691	12,471,373	15,670,594	17,008,315	16,843,023	19,876,245	16,599,967	16,020,490	14,992,423
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	10,040,675	724,052	(3,016,448)	(11,522,871)	1,826,287	4,821,123	24,190,672	18,059,879	(18,264,840)	3,180,638
Beginning fund balance	19,361,944	29,402,619	30,126,671	27,110,223	15,587,352	17,413,639	22,234,762	46,425,434	64,485,313	46,220,473
Ending fund balance	\$ 29,402,619	\$ 30,126,671	\$ 27,110,223	\$ 15,587,352	\$ 17,413,639	\$ 22,234,762	\$ 46,425,434	\$ 64,485,313	\$ 46,220,473	\$ 49,401,111

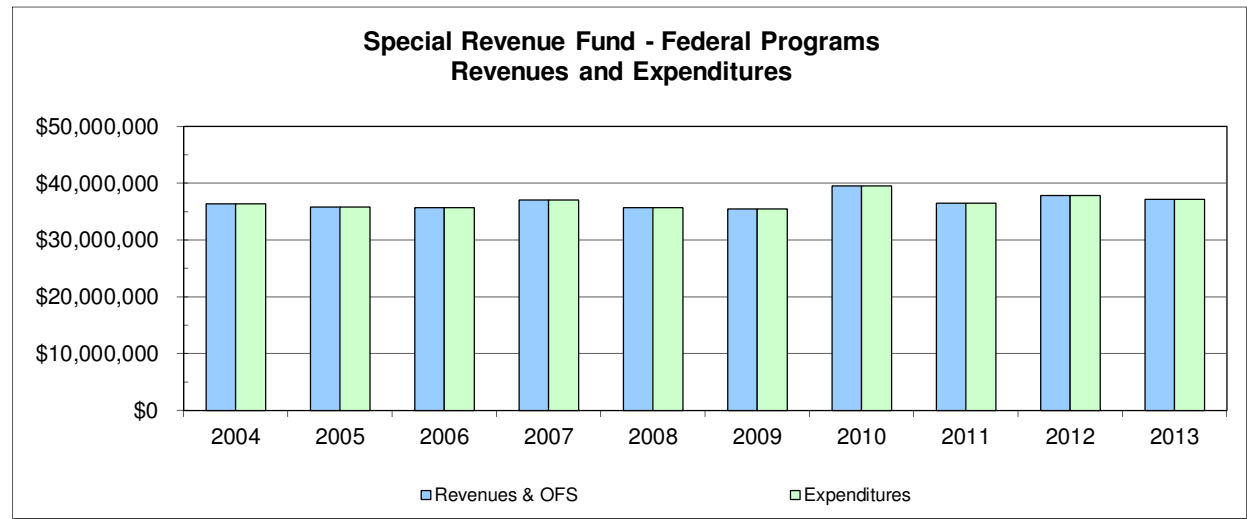
Source: District records



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)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Federal sources:										
Federal direct	\$ -	\$ 742,021	\$ 328,808	\$ 329,446	\$ 9,635	\$ -	\$ 325,686	\$ 323,806	\$ 272,554	\$ 4,700
Other Federal grants	36,360,148	34,450,345	35,373,330	36,763,863	35,706,057	35,438,574	39,234,772	36,151,062	37,614,044	37,200,554
Total Federal sources	36,360,148	35,192,366	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254
Total revenues	36,360,148	35,192,366	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254
Expenditures: (by object)										
Salaries	19,040,022	19,782,737	20,245,125	21,617,249	21,115,588	21,139,471	22,227,402	20,603,184	21,229,381	20,218,228
Employee Benefits	5,139,723	5,283,160	5,376,460	6,145,698	5,986,641	5,934,315	6,627,088	6,205,077	5,233,344	5,245,243
Purchased Services	3,801,516	3,574,909	4,421,211	5,600,147	4,821,051	5,171,420	6,776,635	6,139,180	7,332,577	5,078,445
Energy Services	6,836	5,535	4,945	6,197	15,439	8,562	3,049	2,244	15,667	13,351
Material and Supplies	2,365,753	2,222,667	2,194,212	1,330,029	1,368,600	1,011,583	1,095,870	989,722	1,419,721	1,061,531
Capital Outlay	3,526,697	2,197,162	778,488	568,212	321,640	300,635	500,195	437,093	620,710	3,417,475
Other expenditures	2,479,601	2,761,896	2,681,697	1,825,777	2,086,733	1,872,588	2,330,219	2,098,368	2,035,198	2,170,981
Total expenditures	36,360,148	35,828,066	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254
Deficiency of revenues under expenditures	-	(635,700)	-	-	-	-	-	-	-	-
Other financing sources (OFS), net	-	635,700	-	-	-	-	-	-	-	-
Excess (deficiencies) of revenues and other sources over/(under) expenditures and other uses	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	-	-	-	-	-	-	-	-	-	-
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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)

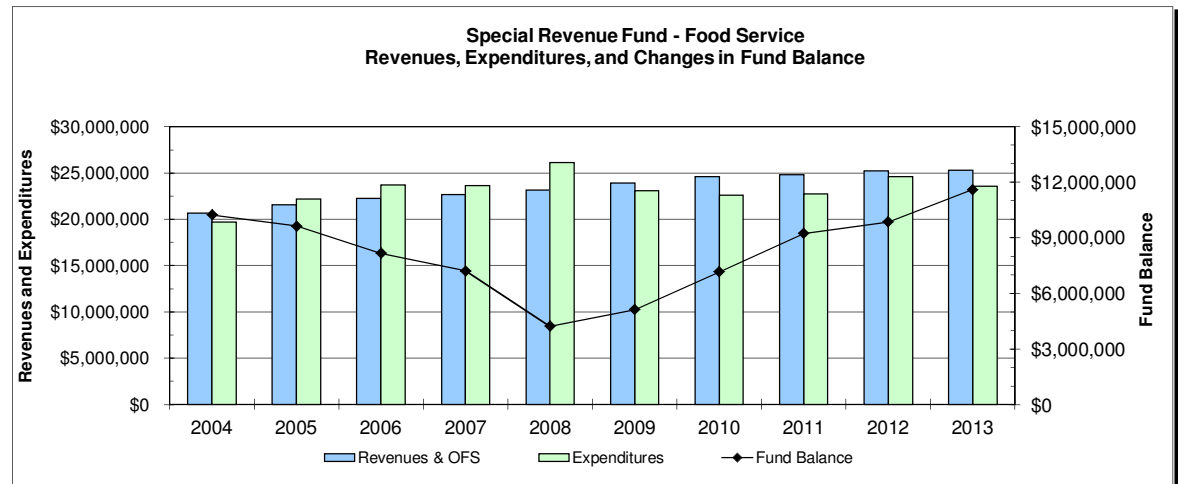
	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010 (1)	2011	2012	2013
Federal sources:										
Federal through State:										
State Fiscal Stabilization Funds - K-12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,672,418	\$ 19,558,036	\$ -	\$ -
Individuals with Disabilities Education Act (IDEA)	-	-	-	-	-	-	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
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
Total revenues	-	-	-	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428
Expenditures: (by object)										
Salaries	-	-	-	-	-	-	26,033,600	32,184,499	911,175	822,885
Employee Benefits	-	-	-	-	-	-	8,124,283	10,760,033	227,463	156,784
Purchased Services	-	-	-	-	-	-	1,395,036	1,809,156	2,833,507	1,669,682
Energy Services	-	-	-	-	-	-	9,404	14,275	1,136	315
Material and Supplies	-	-	-	-	-	-	504,544	517,307	338,360	60,584
Capital Outlay	-	-	-	-	-	-	149,820	1,124,072	373,238	21,251
Other expenditures	-	-	-	-	-	-	1,684,747	1,661,115	249,392	186,927
Total expenditures	-	-	-	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428
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	-	-	-	-	-	-	-	-	-	-
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Federal sources:										
Federal Direct	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
National School Lunch Act	9,823,863	11,088,031	11,037,592	11,581,206	12,537,272	13,496,814	15,183,409	16,227,733	16,926,114	17,226,842
U S D A donated commodities	1,390,944	1,570,255	1,557,977	1,369,881	1,433,517	1,527,981	1,287,042	1,189,369	1,465,465	1,417,293
Other	365,671	346,384	417,788	514,957	426,670	244,577	442,023	427,113	372,765	584,089
Total Federal sources	11,580,478	13,004,670	13,013,357	13,466,044	14,397,459	15,269,372	16,912,474	17,844,215	18,764,344	19,228,224
State sources:										
Food service supplements and other	351,328	342,041	342,115	369,561	362,407	370,163	352,971	347,836	355,522	349,850
Total State sources	351,328	342,041	342,115	369,561	362,407	370,163	352,971	347,836	355,522	349,850
Local sources:										
Food service sales	8,580,715	7,711,022	8,680,020	8,588,774	8,311,879	8,274,426	7,326,777	6,633,649	6,094,271	5,724,371
Interest income and other	130,846	175,809	162,134	248,174	78,636	12,795	18,214	15,968	10,266	10,349
Total local sources	8,711,561	7,886,831	8,842,154	8,836,948	8,390,515	8,287,221	7,344,991	6,649,617	6,104,537	5,734,720
Total revenues	20,643,367	21,233,542	22,197,626	22,672,553	23,150,381	23,926,756	24,610,436	24,841,668	25,224,403	25,312,794
Expenditures: (by object)										
Salaries	7,082,409	7,698,012	7,820,043	8,433,202	8,840,991	7,660,435	7,503,284	7,276,833	7,394,362	7,081,198
Employee Benefits	3,218,243	3,428,315	3,779,940	4,277,459	4,789,422	4,381,577	4,507,046	4,530,687	4,189,955	3,973,008
Purchased Services	752,833	795,948	707,022	790,928	1,113,144	840,360	854,779	824,078	981,224	1,016,034
Energy Services	69,858	76,498	90,397	99,781	102,207	105,910	92,725	101,201	100,700	103,926
Material and Supplies	7,313,436	7,595,629	8,476,973	8,763,532	9,963,537	9,227,392	8,750,485	9,088,518	9,769,437	9,658,811
Capital Outlay	618,474	1,820,130	2,212,246	686,307	676,777	146,748	139,913	244,046	1,457,695	1,067,569
Other expenditures	640,338	755,317	613,399	580,603	657,345	686,846	718,880	703,641	715,008	659,115
Total expenditures	19,695,591	22,169,849	23,700,020	23,631,812	26,143,423	23,049,268	22,567,112	22,769,004	24,608,381	23,559,661
Excess/(Deficiency) of revenues over/(under) expenditures	947,776	(936,307)	(1,502,394)	(959,259)	(2,993,042)	877,488	2,043,324	2,072,664	616,022	1,753,133
Other financing sources (OFS), net	13,460	323,960	33,714	13,439	13,598	6,955	-	-	3,000	-
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	961,236	(612,347)	(1,468,680)	(945,820)	(2,979,444)	884,443	2,043,324	2,072,664	619,022	1,753,133
Beginning fund balance	9,279,614	10,240,850	9,628,503	8,159,823	7,214,003	4,234,559	5,119,002	7,162,326	9,234,990	9,854,012
Ending fund balance	\$ 10,240,850	\$ 9,628,503	\$ 8,159,823	\$ 7,214,003	\$ 4,234,559	\$ 5,119,002	\$ 7,162,326	\$ 9,234,990	\$ 9,854,012	\$ 11,607,145

Source: District records



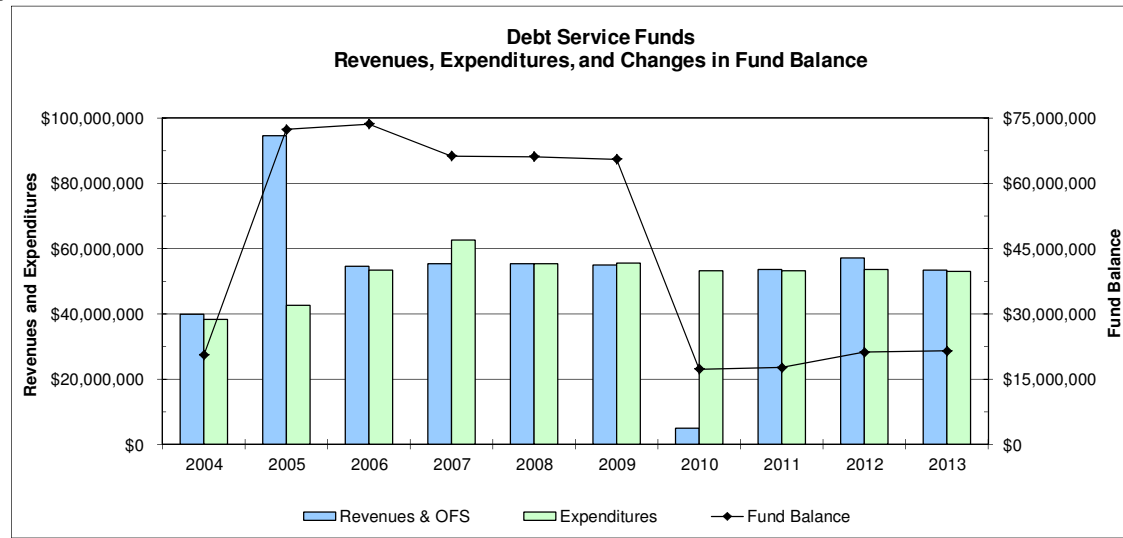
District School Board of Volusia County, Florida
Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances -
Debt Service Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
State sources:										
CO&DS withheld for SBE/COBI bonds	\$ 2,054,986	\$ 2,043,049	\$ 2,045,260	\$ 1,990,350	\$ 1,989,012	\$ 1,967,429	\$ 1,958,867	\$ 1,944,130	\$ 1,925,052	\$ 1,940,709
SBE/COBI bond interest	4,385	4,303	16,031	15,054	17,551	586	1,142	281	-	8,479
Total State sources	<u>2,059,371</u>	<u>2,047,352</u>	<u>2,061,291</u>	<u>2,005,404</u>	<u>2,006,563</u>	<u>1,968,015</u>	<u>1,960,009</u>	<u>1,944,411</u>	<u>1,925,052</u>	<u>1,949,188</u>
Local sources:										
Ad valorem taxes	9,980,321	10,320,982	9,434,299	32,424 ^(b)	9,178	-	-	-	-	-
Interest income and other	221,697	1,312,935	904,357	4,108,075	4,185,999	1,351,878	22,418	16,068	15,780	22,587
Other local sources	-	-	-	-	-	-	-	-	-	-
Total local sources	<u>10,202,018</u>	<u>11,633,917</u>	<u>10,338,656</u>	<u>4,140,499</u>	<u>4,195,177</u>	<u>1,351,878</u>	<u>22,418</u>	<u>16,068</u>	<u>15,780</u>	<u>22,587</u>
Total revenues	<u>12,261,389</u>	<u>13,681,269</u>	<u>12,399,947</u>	<u>6,145,903</u>	<u>6,201,740</u>	<u>3,319,893</u>	<u>1,982,427</u>	<u>1,960,479</u>	<u>1,940,832</u>	<u>1,971,775</u>
Expenditures: (by object)										
Debt service:										
Principal	23,812,191	25,360,000	29,585,000	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000
Interest and fiscal charges	14,519,995	17,313,309	23,728,844	27,804,895	29,062,071	28,140,292	24,382,958	23,069,380	22,298,997	20,218,062
Total expenditures	<u>38,332,186</u>	<u>42,673,309</u>	<u>53,313,844</u>	<u>62,639,895</u>	<u>55,397,071</u>	<u>55,445,292</u>	<u>53,267,958</u>	<u>53,179,380</u>	<u>53,658,997</u>	<u>52,983,062</u>
Deficiency of revenues under expenditures	<u>(26,070,797)</u>	<u>(28,992,040)</u>	<u>(40,913,897)</u>	<u>(56,493,992)</u>	<u>(49,195,331)</u>	<u>(52,125,399)</u>	<u>(51,285,531)</u>	<u>(51,218,901)</u>	<u>(51,718,165)</u>	<u>(51,011,287)</u>
Other financing sources (OFS), net	<u>27,626,603</u>	<u>80,869,258</u> ^(a)	<u>42,151,345</u>	<u>49,115,032</u>	<u>49,083,346</u>	<u>51,532,893</u>	<u>3,043,190</u> ^(a)	<u>51,603,885</u>	<u>55,219,783</u>	<u>51,323,690</u>
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	1,555,806	51,877,218	1,237,448	(7,378,960)	(111,985)	(592,506)	(48,242,341)	384,984	3,501,618	312,403
Beginning fund balances	<u>18,942,621</u>	<u>20,498,427</u>	<u>72,375,645</u>	<u>73,613,093</u>	<u>66,234,133</u>	<u>66,122,148</u>	<u>65,529,642</u>	<u>17,287,301</u>	<u>17,672,285</u>	<u>21,173,903</u>
Ending fund balances	<u>\$ 20,498,427</u>	<u>\$ 72,375,645</u>	<u>\$ 73,613,093</u>	<u>\$ 66,234,133</u>	<u>\$ 66,122,148</u>	<u>\$ 65,529,642</u>	<u>\$ 17,287,301</u>	<u>\$ 17,672,285</u>	<u>\$ 21,173,903</u>	<u>\$ 21,486,306</u>

^(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.

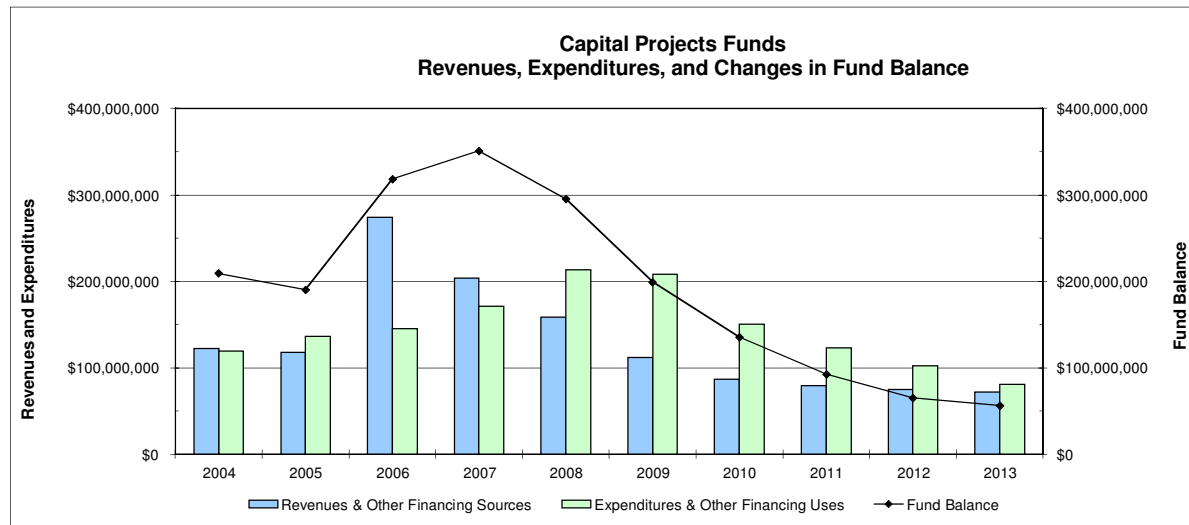
Source: District records



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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
State sources:										
CO&DS distributed to district	\$ 292,487	\$ 369,562	\$ 385,554	\$ 421,331	\$ 395,223	\$ 329,530	\$ 297,831	\$ 312,568	\$ 331,646	\$ 315,989
Interest on undistributed CO&DS	22,789	30,055	32,190	60,361	56,636	24,971	26,830	27,559	25,886	21,610
Public Education Capital Outlay	5,113,210	4,577,767	5,721,539	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-
Class size reduction	4,670,960	11,241,124	1,867,621	17,488,878	10,107,881	-	-	-	-	-
Charter school capital outlay funding	82,488	73,427	77,810	136,791	132,278	390,295	405,110	334,839	420,661	248,070
Other State sources	100,771	86,391	108,052	115,699	117,420	110,008	104,450	82,353	102,161	529,234
Total State sources	10,282,705	16,378,326	8,192,766	26,618,622	19,935,768	4,904,004	1,788,100	3,346,367	880,354	1,114,903
Local sources:										
Ad valorem taxes	42,184,063	48,357,584	58,101,772	73,918,961	79,404,284	67,599,348	48,988,701	42,854,140	38,827,686	38,453,390
Sales tax	34,135,494	34,774,547	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156
Interest income and other	3,024,225	3,499,816	8,711,023	14,883,331	11,510,403	5,347,962	1,127,524	311,234	129,295	113,346
Impact fees	8,256,841	13,722,905	10,452,455	14,662,357	13,608,727	3,779,704	4,840,676	3,213,229	4,892,107	583,005
Contribution	416,666	416,666	416,666	-	-	-	-	-	-	-
Local grants and other local sources	716,988	600,873	780,363	302,158	41,459	36,799	227,704	71,104	35,910	138,674
Total local sources	88,734,277	101,372,391	116,199,689	139,722,830	138,513,137	107,063,476	84,965,825	76,333,536	74,411,723	71,100,571
Total revenues	99,016,982	117,750,717	124,392,455	166,341,452	158,448,905	111,967,480	86,753,925	79,679,903	75,292,077	72,215,474
Expenditures: (by object)										
Capital Outlay										
Library books	72,315	174,716	469,601	172,693	351,478	89,210	224,201	29	141,880	-
Audio visual materials	21,384	31,770	99,599	71,483	201,706	334,032	123,773	255,702	77,174	15,636
Buildings and fixed equipment	59,576,859	62,543,427	80,794,147	104,916,867	90,182,821	78,418,224	41,696,420	30,571,342	14,570,389	2,422,586
Furniture, fixtures, and equipment	14,388,824	17,922,772	13,314,589	18,717,198	12,838,913	15,714,906	9,780,120	14,107,526	8,119,423	4,023,003
Motor vehicles	3,675,665	5,044,651	4,498,042	5,440,798	5,165,325	3,221,560	-	40,701	20,202	35,597
Land	3,531,905	9,415,481	6,965,387	1,603,444	237,454	202,436	617,612	-	-	600
Improvements other than buildings	4,822,451	8,378,969	11,077,559	6,354,182	14,781,022	15,968,740	13,539,009	2,915,523	1,297,527	1,497,452
Remodeling and renovations	31,865,736	31,692,317	27,657,705	32,090,156	24,267,829	23,389,723	12,531,166	6,329,994	8,953,464	6,753,539
Computer software	1,515,037	591,620	849,452	2,278,923	668,093	419,274	1,525,756	706,812	389,893	71,900
Debt service	1,246	-	1,107	1,323	1,156	1,187	1,197	1,251	855	1,227
Total expenditures	119,471,422	135,795,723	145,727,188	171,647,067	148,695,797	137,759,292	80,039,254	54,928,880	33,570,807	14,821,540
Excess (deficiency) of revenues over/(under) expenditures	(20,454,440)	(18,045,006)	(21,334,733)	(5,305,615)	9,753,108	(25,791,812)	6,714,671	24,751,023	41,721,270	57,393,934
Other financing sources (uses), net	23,754,783	(849,479)	149,582,555	37,421,870	(64,988,207)	(70,389,745)	(70,239,623)	(68,161,609)	(68,886,824)	(66,080,825)
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	3,300,343	(18,894,485)	128,247,822	32,116,255	(55,235,099)	(96,181,557)	(63,524,952)	(43,410,586)	(27,165,554)	(8,686,891)
Beginning fund balances	206,076,522	209,376,865	190,482,380	318,730,202	350,846,457	295,611,358	199,429,801	135,904,849	92,494,263	65,328,709
Ending fund balances	\$ 209,376,865	\$ 190,482,380	\$ 318,730,202	\$ 350,846,457	\$ 295,611,358	\$ 199,429,801	\$ 135,904,849	\$ 92,494,263	\$ 65,328,709	\$ 56,641,818

Source: District records

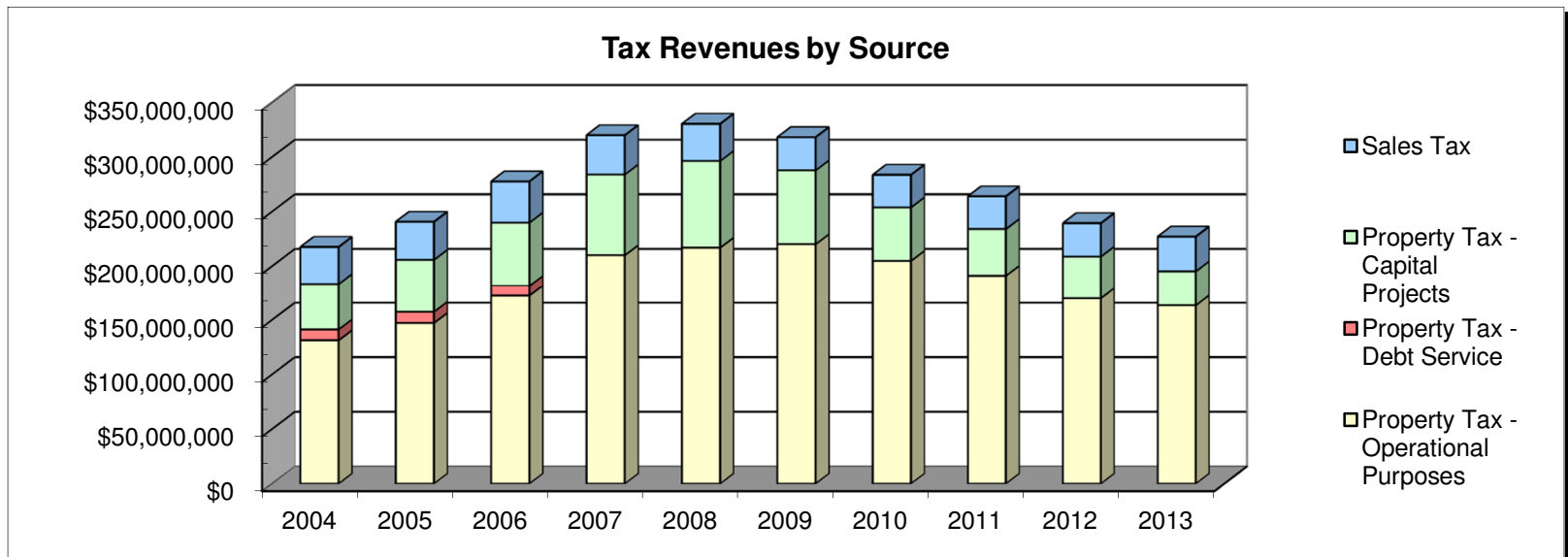


District School Board of Volusia County, Florida
General Governmental Tax Revenues by Source
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

Fiscal Year	Property Tax			Sales Tax	Total
	Operational Purposes	Debt Service	Capital Projects		
2004	\$ 131,394,434	\$ 9,980,321	\$ 42,184,063	\$ 34,135,494	\$ 217,694,312
2005	147,307,956	10,320,982	48,357,584	34,774,547	240,761,069
2006	172,453,066	9,434,299	58,101,772	37,737,410	277,726,547
2007	210,137,155	32,424 ^(a)	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	-	31,812,156	31,812,156	227,140,917

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

Source: District records



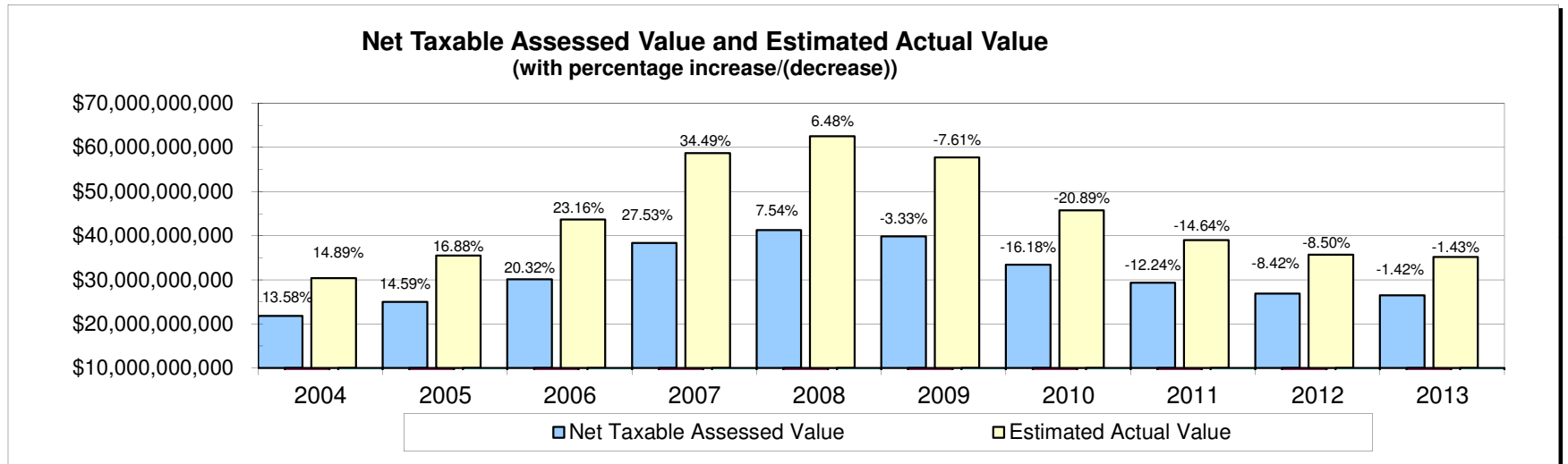
District School Board of Volusia County, Florida
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated Actual Value				Net Taxable Assessed Value	Assessed Value as a percentage of Actual Value	Direct Tax Rate ^(a)
	Real Property	Personal Property	Centrally Assessed Property	Total			
2004	\$ 28,045,286,601	\$ 2,253,282,007	\$ 41,430,814	\$ 30,339,999,422	\$ 21,812,579,151	71.89%	8.699
2005	32,848,427,751	2,569,352,100	44,757,397	35,462,537,248	24,995,770,922	70.49%	8.517
2006	40,950,203,731	2,687,197,220	38,987,947	43,676,388,898	30,073,908,112	68.86%	8.259
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

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

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

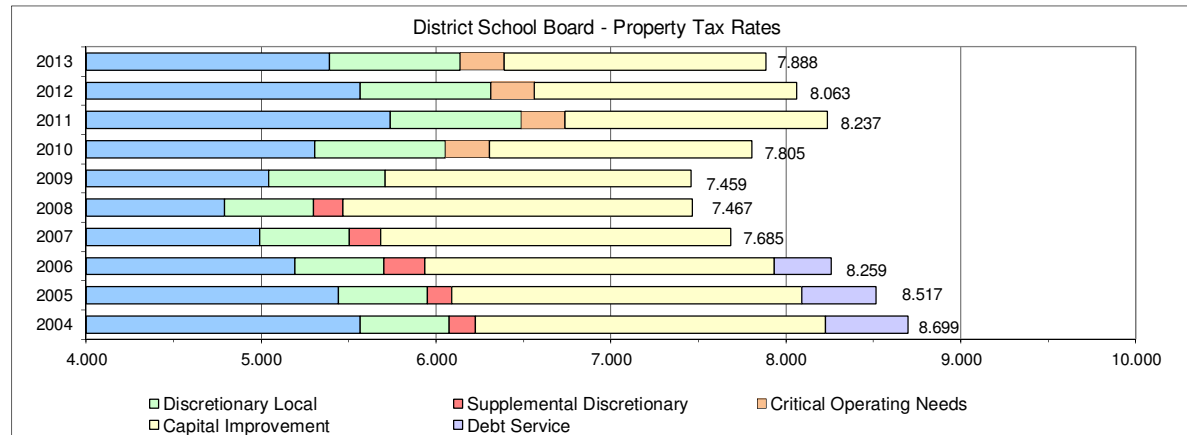
Source: Volusia County Property Appraiser



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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
District School Board:										
Local Required Effort	5.56500	5.44100	5.19300	4.99300	4.79100	5.04500	5.30700	5.7390	5.5650	5.3900
Discretionary Local	0.51000	0.51000	0.51000	0.51000	0.51000	0.51000	0.66400	0.74800	0.7480	0.7480
Supplemental Discretionary	0.15200	0.14000	0.23200	0.18200	0.16600	0.00000	0.00000	0.00000	0.0000	0.0000
Critical Operating Needs	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.25000	0.2500	0.2500	0.2500
Capital Improvement	2.00000	2.00000	2.00000	2.00000	2.00000	1.75000	1.50000	1.5000	1.5000	1.5000
Debt Service	0.47200	0.42600	0.32400	0.00000	0.00000	0.00000	0.00000	0.0000	0.0000	0.0000
Total District School Board	8.69900	8.51700	8.25900	7.68500	7.46700	7.45900	7.80500	8.2370	8.0630	7.8880
St. Johns River Water Management	0.46200	0.46200	0.46200	0.46200	0.41580	0.41580	0.41580	0.4158	0.3313	0.3313
Florida Inland Navigation District	0.03850	0.03850	0.03850	0.03850	0.03450	0.03450	0.03450	0.0345	0.0345	0.0345
County of Volusia	6.60400	6.60400	6.29400	5.13330	4.70334	5.40373	6.37434	6.3025	6.7791	6.8809
Municipalities:										
Daytona Beach	6.70279	7.11333	7.08746	6.29458	5.46952	5.73347	5.79829	6.7467	6.7396	7.0304
Daytona Beach Shores	4.08231	4.08231	3.83700	3.83700	4.02230	4.97985	6.39720	7.8220	8.6900	8.4619
Ormond Beach	3.33842	3.89438	4.15316	3.88240	3.44350	3.80968	3.80968	3.8096	4.2014	4.3262
Holly Hill	4.08002	4.08002	4.08002	4.08000	3.68177	4.88720	5.72580	6.5595	6.9500	7.3500
South Daytona	4.63900	5.65000	5.54659	4.80000	4.24930	4.92003	5.77810	5.9000	5.9000	5.9000
Deltona	4.19800	4.19800	4.15000	4.01451	3.28370	4.15329	5.43755	6.3776	8.2995	7.9900
Port Orange	4.37904	4.86479	4.85850	5.08508	4.41780	5.02140	5.10020	5.5109	5.5145	5.3720
New Smyrna Beach	5.10000	5.10000	4.81189	3.74303	3.47811	3.51304	3.99990	4.0740	4.1011	4.0575
Edgewater	6.95000	6.45000	6.51000	5.73170	5.22710	5.93304	6.39820	6.6385	6.5304	6.5612
Ponce Inlet	4.57800	4.57800	4.37800	4.09500	3.74400	4.17500	4.03000	4.4555	4.7618	5.5000
Oak Hill	4.68590	5.26790	5.26790	5.06260	4.74950	4.57400	5.79900	6.4579	6.3927	5.9669
Pierson	4.70124	4.34024	3.80904	3.06694	2.83586	3.60575	4.80240	5.3414	5.8000	5.8000
DeLand	6.46900	6.46900	6.03770	5.78770	4.75549	5.25118	6.23940	6.2846	6.9575	7.3641
Orange City	4.87506	4.87508	4.87506	4.87506	4.38237	4.48000	5.19530	6.3445	7.0757	7.5100
Lake Helen	5.20000	5.20000	5.20000	5.20000	4.20000	4.20000	5.21800	5.2180	5.9870	6.2833
Debary	2.50746	2.50746	2.50746	3.00000	2.57279	2.57279	2.57279	2.8707	2.9900	3.0935
Unincorporated Areas:										
Municipal Service District	1.69100	1.69100	1.69100	1.00880	1.21825	1.40228	1.87829	1.8610	2.0155	2.0553
Special Other Districts:										
Independent	7.42000	8.15000	7.90000	7.22810	6.93068	7.57018	8.59370	8.3318	8.4364	7.7466
Dependent	3.22100	3.71780	3.58730	3.27330	3.04139	3.50185	3.98568	3.9487	3.9487	3.9324

Source: Volusia County Finance Department



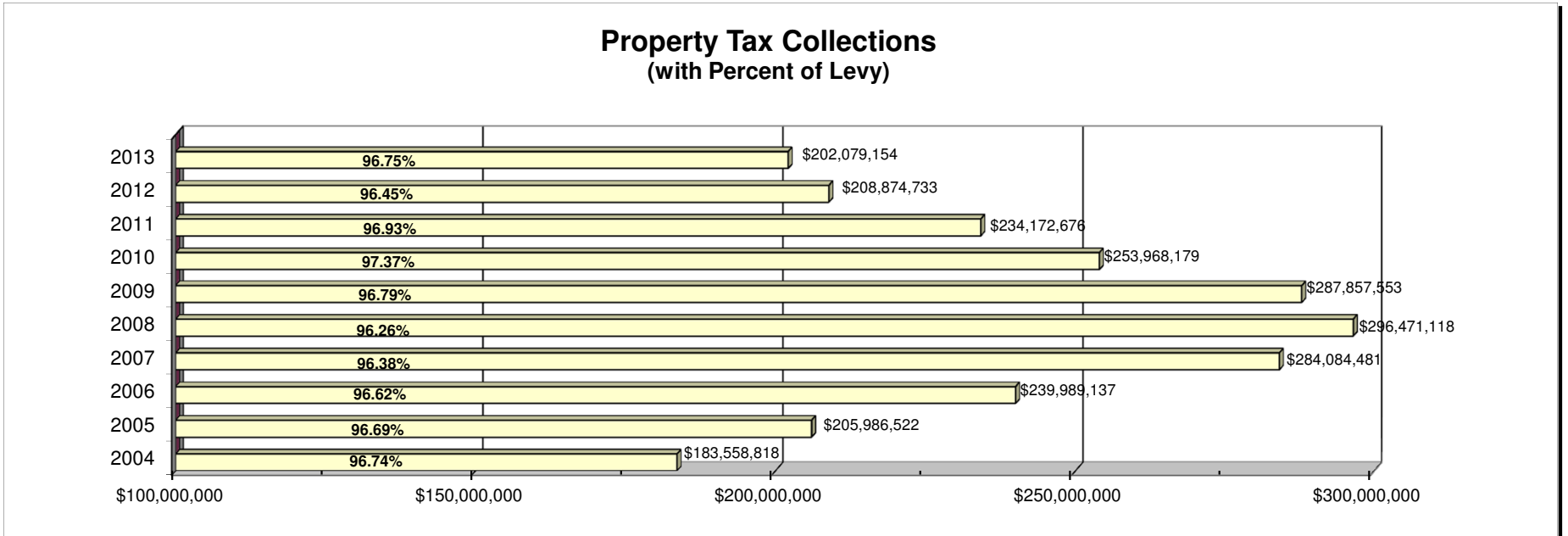
**District School Board of Volusia County, Florida
Principal Property Tax Payers
Current Year and Nine Years Ago
(Unaudited)**

Taxpayer	Type of Business	Fiscal Year					
		2012-2013			2003-2004		
		2012 Taxable Value	Rank	Percent of Total Taxable Value	2003 Taxable Value	Rank	Percent of Total Taxable Value
Florida Power and Light Co.	Electric Utility	\$ 851,481,372	1	3.22%	\$ 590,332,928	1	2.71%
Florida Power Corporation	Electric Utility	241,458,671	2	0.91%	192,272,470	2	0.88%
BellSouth Telecommunication, Inc.	Telephone	104,238,247	3	0.39%	167,403,504	3	0.77%
International Speedway Corp.	Recreation	101,130,190	4	0.38%	66,537,334	5	0.31%
Wal Mart Stores East, LP	Retail Sales	98,572,040	5	0.37%	-	-	-
Ocean Walk II Condo Assoc.	Timeshare Investments	92,925,349	6	0.35%	-	-	-
Bright House Networks, LLC	Entertainment/Cablevision	80,287,588	7	0.30%	-	-	-
Covidien, Ltd.	Manufacturing	63,906,073	8	0.24%	-	-	-
HHA Borrower, LLC	Real Estate Developer	56,369,147	9	0.21%	-	-	-
Volusia Mall, LLC	Retail Sales/Mall	45,653,083	10	0.17%	-	-	-
Aqua Sun Investments	Investments	-	-	-	73,178,525	4	0.34%
HBE Florida Corporation	Hotel	-	-	-	58,785,701	7	0.27%
Bray & Gillespie	Timeshare Investments	-	-	-	64,814,293	6	0.30%
Highway 92, LLC	Retail Sales/Mall	-	-	-	52,210,190	9	0.24%
Walmart Stores, Inc.	Retail Sales	-	-	-	49,516,915	10	0.23%
Fairfield Communities, Inc.	Timeshare Investments	-	-	-	53,408,062	8	0.24%
All Other		<u>24,741,737,278</u>		<u>93.46%</u>	<u>20,444,119,229</u>		<u>93.71%</u>
Total		<u>\$ 26,477,759,038</u>		<u>100.00%</u>	<u>\$ 21,812,579,151</u>		<u>100.00%</u>

**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	Delinquent Collections	Total Collections	Percent of Levy
2004	\$ 189,747,625	\$ 182,469,968	96.16%	\$ 1,088,850	\$ 183,558,818	96.74%
2005	213,028,390	204,916,363	96.19%	1,070,159	205,986,522	96.69%
2006	248,380,407	239,054,613	96.25%	934,524	239,989,137	96.62%
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%

Source: District records



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

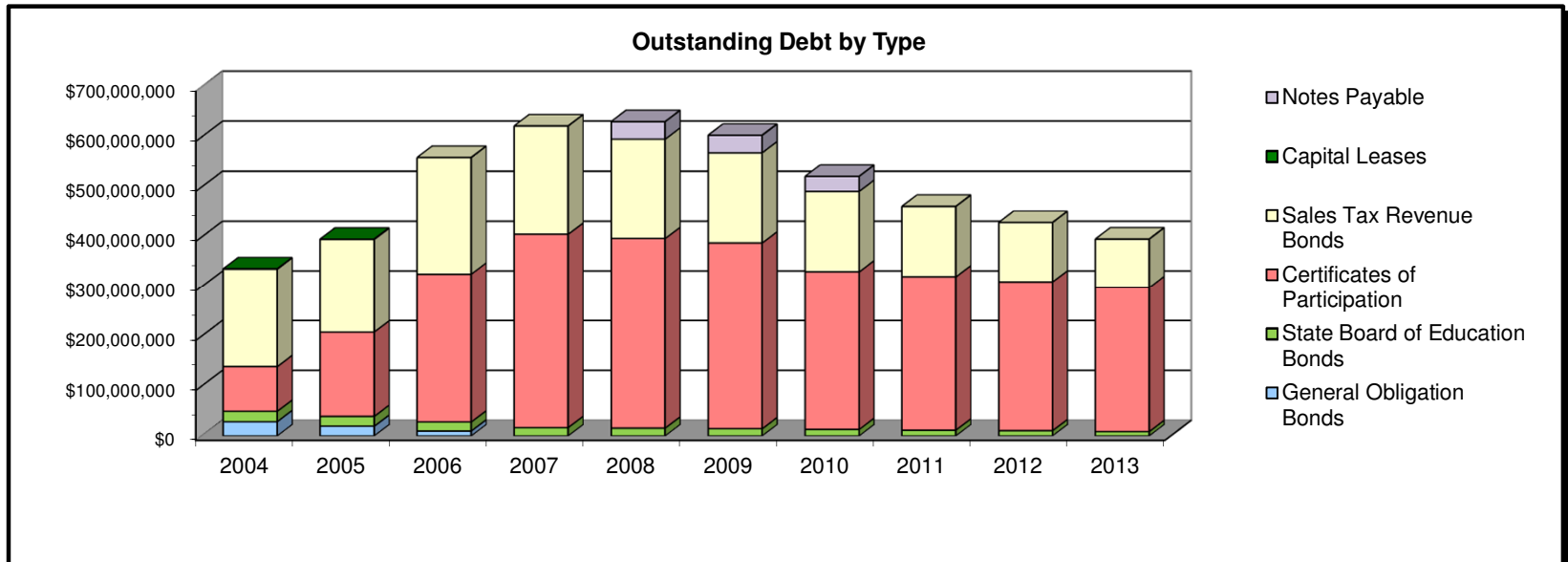
Fiscal Year	Governmental Activities ^(A)						Total Primary Government Debt Outstanding	Percentage of Personal Income ^(B)	Per Capita ^(C)
	General Obligation Bonds	State Board of Education Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Capital Leases	Notes Payable			
2004	\$ 28,621,970	\$ 20,775,000	\$ 89,305,000	\$ 196,650,000	\$ 472,454	\$ -	\$ 335,824,424	2.87%	\$ 693
2005	19,423,485	19,735,000	168,850,000	186,835,000	635,700	-	395,479,185	3.16%	800
2006	9,780,000	18,045,000	297,430,000	233,450,000	-	-	558,705,000	4.19%	1,106
2007	-	16,890,000	388,380,000	216,575,000	-	-	621,845,000	4.20%	1,224
2008	-	15,685,000	381,045,000	198,780,000	-	35,000,000	630,510,000	4.08%	1,236
2009	-	14,445,000	373,375,000	180,385,000	-	35,000,000	603,205,000	3.91%	1,186
2010	-	13,035,000	316,770,000	161,260,000	-	30,000,000	521,065,000	3.34%	1,029
2011	-	11,700,000	307,940,000	141,315,000	-	-	460,955,000	2.82%	932
2012	-	10,635,000	298,740,000	119,310,000	-	-	428,685,000	2.69%	866
2013	-	8,800,000	289,220,000	97,535,000	-	-	395,555,000	2.39%	796

Source:

(A) District records

(B) Total Primary Government Debt Outstanding divided by Personal Income from Page 117.

(C) Total Primary Government Debt Outstanding divided by Population from Page 117.



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

Fiscal Year	Population ⁽¹⁾	Net Taxable Assessed Value ⁽²⁾	Gross Bonded Debt ⁽³⁾	Less Debt Service Funds ⁽⁴⁾	Net Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2004	484,261	\$ 21,812,579,151	\$ 28,621,970	\$ 10,569,734	\$ 18,052,236	0.083%	\$ 37
2005	494,649	24,995,770,922	19,423,485	10,785,306	8,638,179	0.035%	17
2006	504,963	30,073,908,112	9,780,000	9,780,000	-	0.000%	-
2007	508,227	38,353,888,285	-	(a) -	-	0.000%	-
2008	510,109	41,247,558,469	-	-	-	0.000%	-
2009	508,764	39,872,969,741	-	-	-	0.000%	-
2010	506,528	33,419,579,301	-	-	-	0.000%	-
2011	494,593	29,330,354,760	-	-	-	0.000%	-
2012	494,804	26,859,774,090	-	-	-	0.000%	-
2013	496,832	26,477,759,038	-	-	-	0.000%	-

(a) Final bond payment made August 1, 2006

Sources:

- ⁽¹⁾ Florida Research & Economic Database
- ⁽²⁾ Volusia County Property Appraiser
- ⁽³⁾ Includes General Obligation Bonds only
- ⁽⁴⁾ Reserved for Debt Service - General Obligation Bonds only

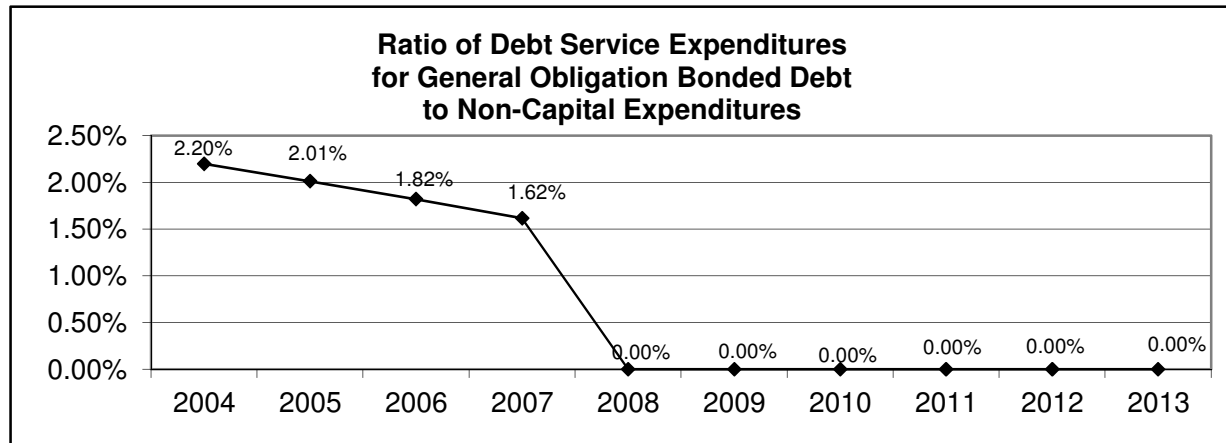
District School Board of Volusia County, Florida
Ratio of Annual Debt Service Expenditures
For General Obligation Bonded Debt
To Total General Governmental Non-Capital Expenditures
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Non-Capital Expenditures ⁽¹⁾	Ratio of Debt Service to General Governmental Non-Capital Expenditures
2004	\$ 8,510,000	\$ 1,579,088	\$ 10,089,088	\$ 459,035,883	2.20%
2005	8,870,000	1,176,500	10,046,500	499,277,363	2.01%
2006	9,315,000	721,875	10,036,875	551,350,556	1.82%
2007	9,780,000 ⁽²⁾	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%

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

⁽²⁾ 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, 2013
(Unaudited)

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Direct Debt</u>		<u>Direct and Overlapping Debt</u>	
		<u>Percentage Applicable to School Board of Volusia County</u>	<u>Amount Applicable to School Board of Volusia County</u>	<u>Percentage Applicable to County of Volusia</u>	<u>Amount Applicable to County of Volusia</u>
School District of Volusia County	\$ -	100%	\$ 395,555,000	100%	\$ -
County of Volusia	25,430,000	0%	-	100%	25,430,000
City of Daytona Beach	18,810,000	0%	-	100%	18,810,000
City of Daytona Beach Shores	23,748,000	0%	-	100%	23,748,000
City of DeLand	2,359,425	0%	-	100%	2,359,425
City of Edgewater	375,000	0%	-	100%	375,000
City of New Smyrna Beach	12,990,000	0%	-	100%	12,990,000
City of Ormond Beach	7,446,000	0%	-	100%	7,446,000
City of Port Orange	15,290,000	0%	-	100%	15,290,000
Totals	<u><u>\$ 106,448,425</u></u>		<u><u>\$ 395,555,000</u></u>		<u><u>\$ 106,448,425</u></u>

Source: County of Volusia and 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)

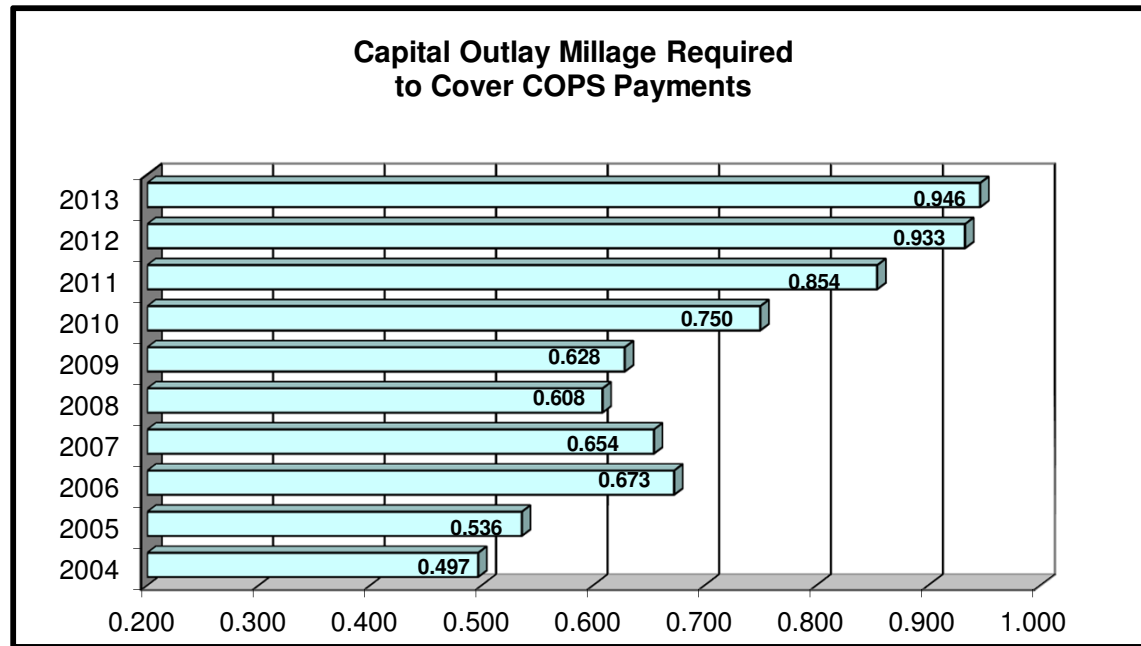
Fiscal Year	Net Taxable Assessed Value	Total Annual Lease Payment	Amount Held in Escrow for Payment ⁽²⁾	Net Annual Lease Payment	Millage Levy to Provide 1.00 x Coverage ⁽¹⁾
2004	\$ 21,812,579,151	\$ 10,294,317	\$ -	\$ 10,294,317	0.497 Mills
2005	24,995,770,922	14,861,896	2,133,944	12,727,952	0.536 Mills
2006	30,073,908,112	21,347,781	2,133,944	19,213,837	0.673 Mills
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	0.854 Mills
2012	26,859,774,090	23,798,246	-	23,798,246	0.933 Mills
2013	26,477,759,038	23,799,528	-	23,799,528	0.946 Mills

⁽¹⁾ Millage rate calculated using 95% of the taxable assessed valuation.

⁽²⁾ 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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Assessed Value	\$ 21,812,579,151	\$ 24,995,770,922	\$ 30,073,908,112	\$ 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
Debt Limit: 10% of Assessed Value	\$ 2,181,257,915	\$ 2,499,577,092	\$ 3,007,390,811	\$ 3,835,388,829	\$ 4,124,755,847	\$ 3,987,296,974	\$ 3,341,957,930	\$ 2,933,035,476	\$ 2,685,977,409	\$ 2,647,775,904
Bond Payable	\$ 28,621,970	\$ 19,423,485	\$ 9,780,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less:										
Amount Available for Debt Service	10,569,734	10,785,306	9,780,000	-	-	-	-	-	-	-
Total Net Debt Applicable to Limit	<u>18,052,236</u>	<u>8,638,179</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal Debt Margin	<u>\$ 2,163,205,679</u>	<u>\$ 2,490,938,913</u>	<u>\$ 3,007,390,811</u>	<u>\$ 3,835,388,829</u>	<u>\$ 4,124,755,847</u>	<u>\$ 3,987,296,974</u>	<u>\$ 3,341,957,930</u>	<u>\$ 2,933,035,476</u>	<u>\$ 2,685,977,409</u>	<u>\$ 2,647,775,904</u>
Total Debt Applicable to the Debt										
Limit as a Percentage of Debt Limit	0.83%	0.35%	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

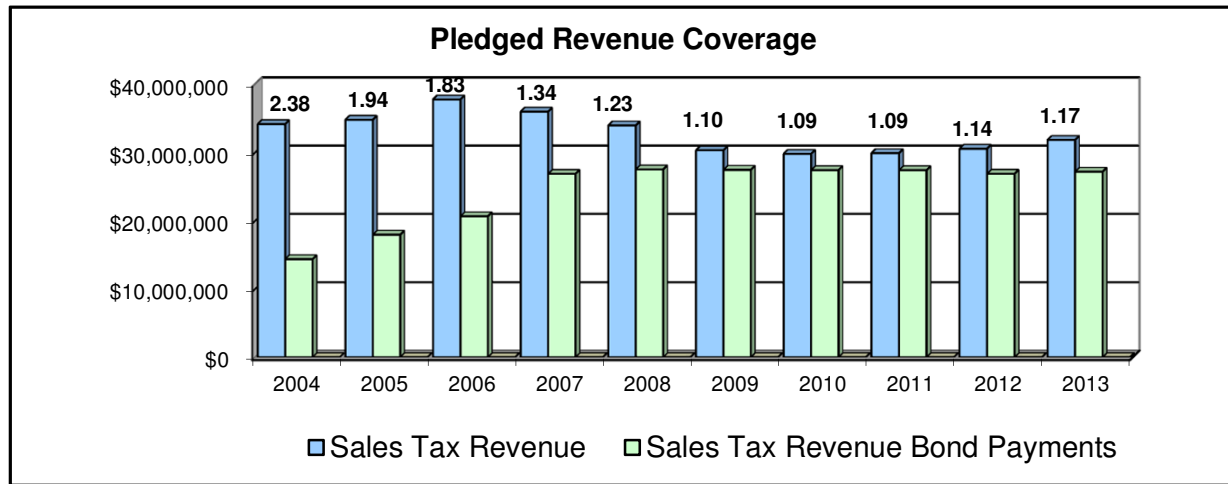
**District School Board of Volusia County, Florida
Pledged Revenue Coverage
Last Ten Fiscal Years
(Unaudited)**

Sales Tax Revenue Bonds

Fiscal Year	Sales Tax Revenue	Debt Service		Coverage ^(a)
		Principal	Interest	
2004	\$ 34,135,494	\$ 8,020,000	\$ 6,338,608	2.38
2005	34,774,547	9,815,000	8,124,705	1.94
2006	37,737,410	12,510,000	8,128,240	1.83
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

^(a) The additional bonds test requires 1.25 coverage. Currently, the District has no legal capacity for additional bonds.

Source: District records



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

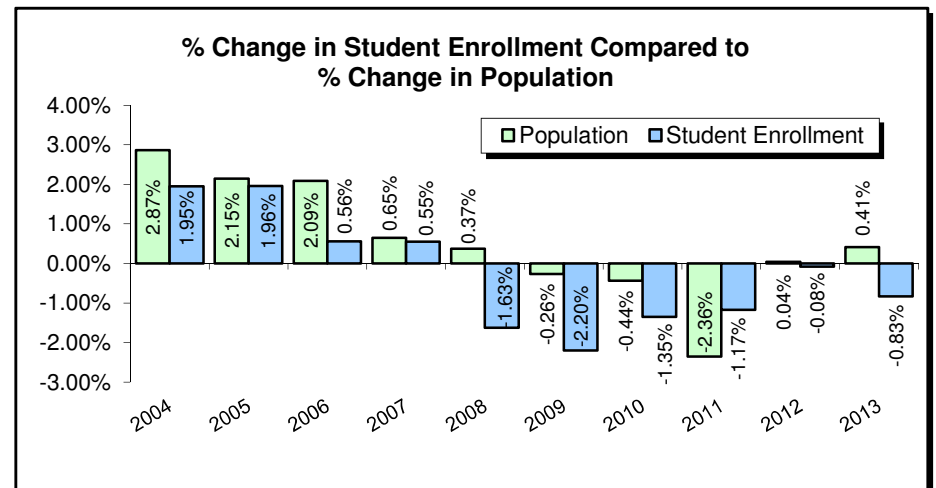
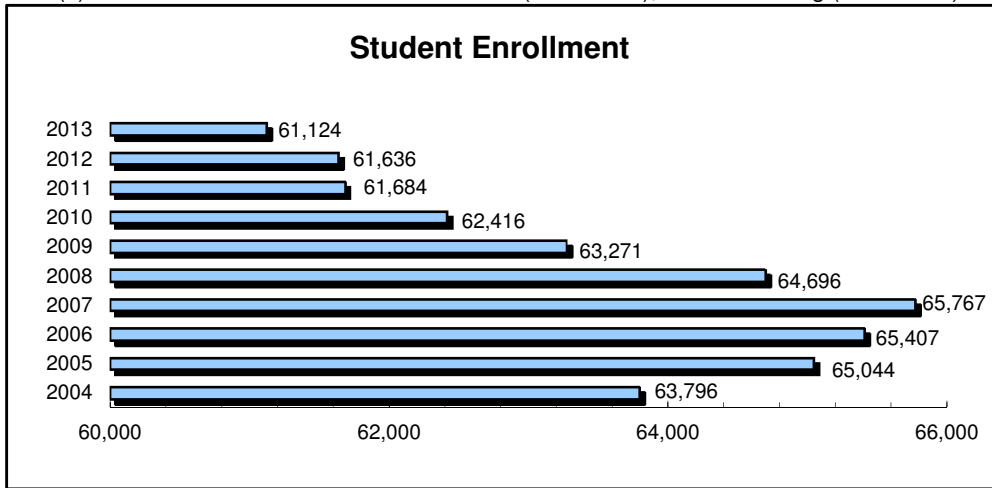
Fiscal Year	Population ⁽¹⁾	Personal Income ⁽²⁾ <i>(thousands of dollars)</i>	Per Capita Personal Income ⁽⁵⁾	Unemployment Rate (Percent) ⁽⁴⁾	Student Enrollment ⁽³⁾	Government-wide Governmental Activities Expense	Cost per Student ⁽⁶⁾
2004	484,261	\$ 11,719,100	\$ 24,200	4.3%	63,796	\$ 461,043,666	\$ 7,227
2005	494,649	12,509,255	25,289	3.8%	65,044	496,308,634	7,630
2006	504,963	13,335,000	26,408	3.1%	65,407	555,103,945	8,487
2007	508,227	14,789,000	29,099	3.9%	65,767	628,037,946	9,549
2008	510,109	15,465,223	30,317	6.2%	64,696	643,603,100	9,948
2009	508,764	15,416,739	30,302	11.3%	63,271	598,743,941	9,463
2010	506,528	15,610,183	30,818	12.1%	62,416	603,737,978	9,673
2011	494,593	16,373,000	33,104	11.0%	61,684	590,056,709	9,566
2012	494,804	15,933,933	32,203	9.1%	61,636	572,499,390	9,288
2013	496,832	16,544,186	33,299	7.3%	61,124	544,635,246	8,910

Sources:

- (1) Florida Research & Economic Database (2004-2010, 2013); US Census Bureau (2011-2012)
- (2) United States Department of Commerce, Bureau of Economic and Business Research (2004-2012); Florida Research & Economic Database (2013)
- (3) District records (20 day Membership Report)
- (4) Florida Research & Economic Database (2004-2010); FloridaJobs.org (2011-2013)

Notes:

- (5) Calculated by dividing Personal Income by the Population
- (6) 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	2013			Employer	2004		
	Employees	Rank	Percentage of Total County Employment		Employees	Rank	Percentage of Total County Employment
Volusia County School Board	7,648	1	3.01%	Volusia County School Board	8,341	1	3.88%
Halifax Health	4,037	2	1.59%	Halifax Community Health System	5,062	2	2.35%
Florida Hospital - All Divisions	3,723	3	1.46%	County of Volusia	3,510	3	1.63%
County of Volusia	3,314	4	1.30%	Publix Supermarkets Incorporated	2,796	4	1.30%
Publix Supermarkets Incorporated	2,841	5	1.12%	Embry Riddle Aeronautical University	2,189	5	1.02%
Wal-Mart Stores Incorporated	2,769	6	1.09%	Memorial Health Systems	1,398	6	0.65%
State of Florida	2,178	7	0.86%	City of Daytona Beach	1,126	7	0.52%
Daytona State College	1,702	8	0.67%	Daytona Beach Community College	899	8	0.42%
U.S. Government	1,274	9	0.50%	Tyco Healthcare Kendall Products	770	9	0.36%
Embry Riddle Aeronautical University	1,125	10	0.44%	United States Post Office	733	10	0.34%
	<u>30,611</u>		<u>12.04%</u>		<u>26,824</u>		<u>12.47%</u>
Estimated total workforce	254,489			Estimated total workforce	215,045		

Source: County of Volusia, Comprehensive Annual Financial Report for the year ended September 30, 2012.

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

Fiscal Year	(1) Instructional	(2) Administrative	(3) Support Services	Total	(4) Ratio of Students to Instructional Personnel	(5) Ratio of Instructional Personnel to School Level Administrators
2004	4,306	281	3,660	8,247	14.82	20.70
2005	4,586	258	3,735	8,579	14.18	23.89
2006	4,789	280	3,952	9,021	13.66	22.70
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

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

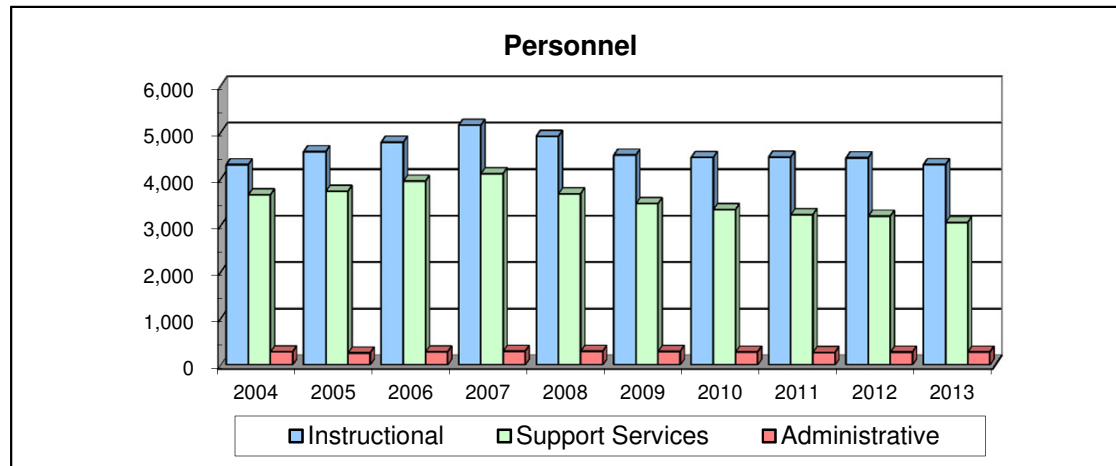
(2) Principals, Assistant Principals, Superintendent, Assistant Superintendents, Curriculum Coordinators, Supervisors of Instruction, Community Education Coordinators (In FY13: School Level = 195; District Level = 82)

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

(4) Calculated using student enrollment data on page 117.

(5) Calculated using school level administrators.

Source: District records



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

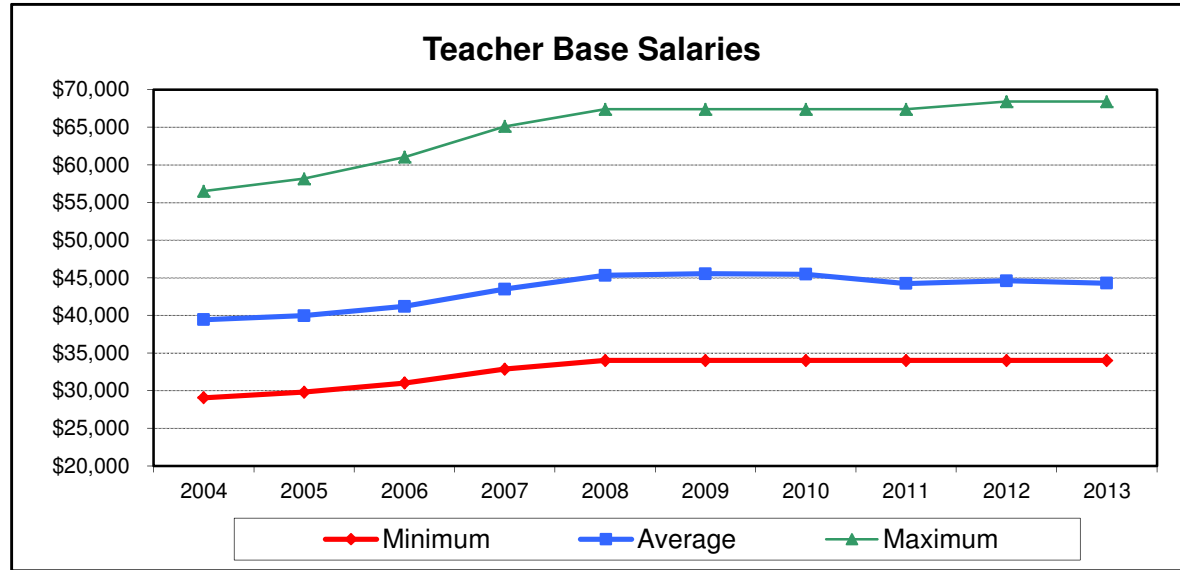
Fiscal Year	Minimum Salary ^{(1)(a)}	Maximum Salary ^{(2)(a)}	Average Salary ^{(3)(b)}
2004	\$ 29,050	\$ 56,490	\$ 39,436
2005	29,790	58,156	39,967
2006	31,000	61,035	41,186
2007	32,860	65,115	43,485
2008	34,010	67,393	45,325
2009	34,010	67,393	45,529
2010	34,010	67,393	45,464
2011	34,010	67,393	44,234
2012	34,010	68,404	44,585
2013	34,010	68,404	44,275

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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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Days meals were served	180	171	180	179	180	180	180	180	180	180
Average number of free and reduced meals served daily	19,426	22,674	19,708	19,921	20,792	22,442	24,688	25,629	26,128	25,686
Percentage of free and reduced students in the lunch program	40%	42%	44%	43%	45%	49%	55%	57%	59%	62%
Number of free and reduced lunches served	3,496,718	3,877,337	3,547,523	3,565,774	3,742,642	4,039,584	4,443,850	4,613,138	4,703,059	4,623,541
Average daily total lunch subsidy received (paid free/reduced)	\$ 43,855	\$ 52,304	\$ 47,342	\$ 47,497	\$ 53,187	\$ 59,831	\$ 67,592	\$ 71,130	\$ 73,632	\$75,518
Total federal lunch subsidy received	\$ 7,893,913	\$ 8,943,929	\$ 8,521,512	\$ 8,858,570	\$ 9,573,728	\$ 10,769,592	\$ 12,166,508	\$ 12,803,391	\$ 13,371,905	\$13,593,275
Average number of lunches served daily	29,905	32,410	31,499	31,944	33,159	32,718	33,924	33,681	33,458	31,575
Total lunches served	5,382,986	5,542,064	5,669,796	5,717,992	5,968,618	5,889,265	6,106,392	6,062,535	6,022,386	5,683,468
Average number of full-paid lunches served daily	10,479	9,735	11,790	12,024	12,367	10,276	9,236	8,052	7,330	5,888
Number of full-paid lunches served	1,886,278	1,664,727	2,122,273	2,152,218	2,225,976	1,849,681	1,662,542	1,449,397	1,319,327	1,059,927
Average daily total revenue	\$ 113,234	\$ 126,067	\$ 123,507	\$ 113,301	\$ 128,613	\$ 132,926	\$ 136,725	\$ 138,009	\$ 140,136	\$ 140,627
Total revenue	\$ 20,382,090	\$ 21,557,503	\$ 22,197,626	\$ 20,280,822	\$ 23,150,380	\$ 23,926,756	\$ 24,610,436	\$ 24,841,668	\$ 25,224,403	\$ 25,312,794
Average daily total cost	\$ 109,420	\$ 135,413	\$ 131,667	\$ 135,929	\$ 150,302	\$ 128,051	\$ 125,373	\$ 124,056	\$ 136,713	\$ 130,887
Total cost	\$ 19,695,591	\$ 23,155,672	\$ 23,700,020	\$ 24,331,315	\$ 27,054,414	\$ 23,049,268	\$ 22,567,112	\$ 22,330,114	\$ 24,608,381	\$ 23,559,661
Included in total cost:										
Capital outlay	\$ 501,866	\$ 1,730,704	\$ 1,975,333	\$ 713,541	\$ 1,087,224	\$ 101,645	\$ 114,648	\$ 209,393	\$ 1,359,535	\$ 1,067,569
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lunch reimbursement rates:										
Free	\$2.19-\$2.21	\$2.24-\$2.26	\$2.32-\$2.34	\$2.40-\$2.42	\$2.47-\$2.49	\$ 2.59	\$ 2.70	\$ 2.70	\$ 2.79	\$ 2.94
Reduced	\$1.79-\$1.81	\$1.84-\$1.86	\$1.92-\$1.94	\$2.00-\$2.02	\$2.07-\$2.09	\$ 2.19	\$ 2.30	\$ 2.30	\$ 2.39	\$ 2.54
Paid	\$.21-\$.23	\$.21-\$.23	\$.22-\$.24	\$.23-\$.25	\$.23-\$.25	\$ 0.26	\$ 0.27	\$ 0.27	\$ 0.28	\$ 0.35
Lunch prices:										
Elementary	\$ 1.35	\$ 1.35	\$ 1.35	\$ 1.35	\$ 1.35	\$ 1.75	\$ 1.75	\$ 1.75	\$ 2.00	\$ 2.00
Middle	\$ 1.45	\$ 1.45	\$ 1.45	\$ 1.45	\$ 1.45	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
High	\$ 1.50	\$ 1.50	\$ 1.50	\$ 1.50	\$ 1.50	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.25	\$ 2.25
Breakfast prices:	\$ 0.75	\$ 0.75	\$ 0.75	(a)	(a)	\$ 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)

Performance Measures	Current Benchmark	District Statistics - Fiscal Year									
		2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Total annual transportation cost per student	\$571.50 - \$698.50	\$596	\$536	\$516	\$689	\$767	\$664	\$638	\$641	\$623	\$619
Total annual transportation cost per special education student	\$1,500 - \$3,000	\$1,612	\$1,904	\$1,890	\$1,726	\$3,056	\$2,822	\$2,156	\$2,466	\$3,191	\$3,255
Average total cost per mile	\$4.50 - \$5.50	\$2.74	\$2.91	\$3.98	\$3.37	\$3.63	\$3.88	\$3.68	\$3.58	\$3.56	\$3.50
Percent of District budget spent on student transportation	4% - 5%	3.6%	3.8%	3.2%	3.6%	3.8%	3.6%	3.7%	3.3%	3.6%	3.20%
Average buses used to transport 100 students	0.95 - 1.10	0.95	1.01	1.02	0.99	0.96	1.05	1.06	1.04	1.08	1.05
Span of control: buses managed by transportation supervisor	75 - 100	61.5	64.25	44	45.3	44.7	39.2	47	39	38	38
Spare bus ratio (by District)	10% - 12%	21%	15%	14%	14%	17%	26%	22%	20%	22%	23%
Average school bus fleet age (years)	6.5	6	5.1	4.2	3.8	3.3	3.4	4.4	5.4	6.4	7.2
Average school bus fleet age (meter miles)	65,000	113,624	98,034	84,167	76,575	68,039	67,419	80,409	93,958	106,258	118,525
Annual maintenance and repair cost per vehicle equivalent	\$800 - \$1,100	\$778	\$734	\$809	\$766	\$828	\$712	\$716	\$872	\$885	\$840
Average vehicle equivalent units maintained by each	90 - 100	81	82	82	85	83.5	83.7	79	79	79	75.3
Annual parts consumption per vehicle equivalent unit	\$200 - \$300	\$331	\$372	\$406	\$403	\$425	\$349	\$383	\$425	\$424	\$526
Average parts inventory value per vehicle equivalent unit	\$75 - \$150	\$122	\$111	\$120	\$98	\$111	\$86	\$96	\$98	\$95	\$120
Annual parts inventory turnover rate	4 - 8	4.8	3.4	3.4	4.1	3.9	4.1	4	4.3	4.5	4.4
Span of control: technicians to maintenance supervisors	8-10 to 1	7.5 to 1	7.5 to 1	7.5 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
Span of control: technicians to fleet parts personnel	8-10 to 1	6.5 to 1	6.5 to 1	6.5 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

Source: District records

**District School Board of Volusia County, Florida
Schedule of Insurance in Force
as of June 30, 2013
(Unaudited)**

Coverage Type	Name of Company	Policy Number	Coverage		Coverage Details	Limit of Coverage	Annual Premium	
			From	To				
Boiler & Machinery	Travelers Insurance Company	M5J-BM21-6020X789-TIL-12	7/1/2012	7/1/2013	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	\$	23,288
Employee Crime Bond	Westfield Companies	CBP 5 259 162	7/1/2012	7/1/2013	Covered property (money, securities) resulting directly from covered cause of loss (employee dishonesty)	Public employee theft \$250,000 Deductible \$1,000 Forgery or alteration \$1,000,000 Deductible \$1,000 \$750,000 excess for Directors of Finance, Payroll, & Purchasing	\$	4,466 45 SC
Catastrophic Sports Insurance	Mutual of Omaha	SB20CC-079324	7/1/2012	7/1/2013	All school activities and sports including interscholastic football	\$5,000,000 maximum medical \$25,000 deductible	\$	26,805
Fleet Insurance	Preferred Governmental Insurance Trust	PX FL 40645064 10-10	7/1/2012	7/1/2013	Coverage for all District owned vehicles including buses, vans and automobiles	*SIR \$200,000 per claimant SIR \$300,000 per occurrence \$1,000,000 Coverage (any one accident)	\$	90,481
Flood Insurance	Fidelity National	Various	9/13/2012 4/18/2013 5/19/2013	9/13/2013 4/18/2014 5/19/2014	Flood coverage for various locations	Coverage on each building and content vary with each building based on building value and content	\$	145,027
Property Insurance	Lexington	37068846	5/1/2012	5/1/2013	Primary layer - Wind \$10,000,000	Buldings & contents, earthquake, extra expense, valuable papers, auto physical damage while parked. SIR 5% of the total value of loss at each location, \$1M minimum per occurrence (named storm - wind deductible) \$100,000 AOP	\$	1,480,000 34,080 SC
	Landmark	LHD376231	5/1/2012	5/1/2013	AOP Layer \$100,000,000	Flood-5% of the TIV at each location Subject to \$500,000 minimum per occurrence TIV per schedule is \$1,635,247,588	\$	125,000 2,915 SC
	Westchester	D36053446006	5/1/2012	5/1/2013	Wind - Second Buffer \$10,000,000 part of \$15,000,000 layer	Total Coverage: \$40M wind; \$100M Excess of wind	\$	600,000 13,839 SC
	Arch Specialty	ESP0049621-00	5/1/2012	5/1/2013	Wind - Second Buffer \$2,500,000 part of \$15,000,000 layer		\$	150,000 3,489 SC
	Colony Insurance Company	XP260697	5/1/2012	5/1/2013	Wind - Second Buffer \$2,500,000 part of \$15,000,000 layer		\$	150,000 3,489 SC
	Landmark	LHD376230	5/1/2012	5/1/2013	Wind - Third Buffer \$5,000,000 part of \$15,000,000 layer		\$	158,335 3,681 SC
	First Specialty Insurance Corp.	03000208	5/1/2012	5/1/2013	Wind - Third Buffer \$7,500,000 part of \$15,000,000 layer		\$	242,500 6,128 SC
	Arch Specialty	ESP0049632-00	5/1/2012	5/1/2013	Wind - Third Buffer \$2,500,000 part of \$15,000,000 layer		\$	79,168 1,860 SC
Student Accident	National Union Fire	SRG9492334	8/1/2012	8/1/2013	Voluntary student accident insurance	Varies based on coverage elected		Varies based on coverage elected
Excess Workers' Comp	Preferred Governmental Insurance Trust	PX FL 40645064 10-10	7/1/2012	7/1/2013	Provides coverage for excessive claims expense	Retention \$350,000 Each accident/disease \$1,000,000 Coverage \$1,000,000	\$	345,651
Pollution Liability	Commerce & Industry Insurance	FPL7508698	1/8/2013	1/8/2014	Covers loss, corrective action and clean up cost	\$1,000,000 each incident \$10,000,000 each aggregate \$25,000 deductible	\$	11,817
General Liability	Preferred Governmental Insurance Trust	PX FL 40645064 10-10	7/1/2012	7/1/2013	Coverage for excess claims	\$1M per occurrence SIR \$100,000/\$200,000 \$2,000,000 aggregate	\$	100,044

Source: District records

SC = Fees/Surcharge

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
ELEMENTARY SCHOOLS										
Blue Lake (1983)										
Square Feet	89,170	89,890	89,890	89,890	89,890	89,890	98,030	98,030	97,329	98,276
Capacity	699	664	703	703	703	703	838	835	835	835
Enrollment	549	568	644	585	621	615	604	576	611	683
Champion (2009)										
Square Feet	-	-	-	-	-	94,229	94,229	95,041	96,115	96,115
Capacity	-	-	-	-	-	736	739	757	757	757
Enrollment	-	-	-	-	-	488	483	565	584	581
Chisholm (1954)										
Square Feet	58,718	58,572	58,572	70,261	69,137	69,137	68,417	68,525	68,696	68,696
Capacity	408	400	453	591	591	591	573	573	573	573
Enrollment	433	430	406	380	413	402	367	372	363	383
Citrus Grove (2010)										
Square Feet	-	-	-	-	-	-	-	98,842	98,842	98,842
Capacity	-	-	-	-	-	-	-	765	764	764
Enrollment	-	-	-	-	-	-	-	655	760	805
Coronado (1961)										
Square Feet	39,304	40,888	41,456	44,499	43,635	42,915	42,051	42,091	46,906	47,426
Capacity	299	297	374	392	370	348	326	326	326	326
Enrollment	345	338	319	309	258	282	298	303	272	292
Cypress Creek (2007)										
Square Feet	-	-	-	94,346	94,346	97,946	97,946	99,035	99,035	99,035
Capacity	-	-	-	742	739	739	739	754	754	764
Enrollment	-	-	-	630	729	715	741	757	762	761
DeBary (1995)										
Square Feet	102,020	103,880	103,880	107,480	107,480	115,837	115,837	116,087	116,087	116,087
Capacity	716	706	791	791	791	877	877	895	895	895
Enrollment	1,033	1,114	1,154	779	793	810	836	775	774	778
Deltona Lakes (1980)										
Square Feet	113,570	115,298	115,298	128,752	127,024	125,296	126,160	121,466	122,674	122,674
Capacity	914	901	1,004	1,186	1,142	1,098	1,116	1,010	992	992
Enrollment	1,000	1,021	1,011	993	870	823	774	763	762	731
Discovery (1987)										
Square Feet	111,368	112,088	112,088	124,864	124,065	124,065	122,726	125,846	124,008	124,008
Capacity	702	692	729	911	845	867	867	955	955	955
Enrollment	850	847	866	841	798	735	711	643	667	673
Edgewater (1965)										
Square Feet	78,155	78,155	79,883	79,559	78,695	80,718	80,718	80,758	79,797	79,797
Capacity	765	762	795	795	773	751	751	751	751	751
Enrollment	679	643	638	646	665	637	655	609	570	588
Enterprise (1929)										
Square Feet	70,101	72,273	72,273	78,672	83,022	83,022	77,979	83,406	82,266	82,662
Capacity	552	547	639	771	771	771	771	803	803	803
Enrollment	604	660	676	659	642	599	616	561	564	577
Forest Lake (1995)										
Square Feet	98,358	98,358	98,358	98,358	98,358	111,768	106,192	106,192	106,676	106,676
Capacity	620	614	677	677	677	871	733	733	733	733
Enrollment	817	720	726	712	704	703	717	731	725	654

Source: District records (prior year)

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
ELEMENTARY SCHOOLS (cont'd)										
Freedom (2001)										
Square Feet	92,457	92,457	92,457	104,141	104,141	104,141	109,221	109,559	109,559	109,559
Capacity	545	518	600	782	782	782	826	826	826	826
Enrollment	619	682	739	790	800	867	878	718	643	678
Friendship (1992)										
Square Feet	100,444	100,444	101,174	101,894	96,422	93,542	92,822	93,062	93,546	93,546
Capacity	848	830	876	898	766	681	659	659	659	659
Enrollment	868	799	768	753	537	495	494	458	460	452
Holly Hill Elem (1982) - converted to K-8 School Conversion 2010										
Square Feet	91,652	91,652	91,652	92,516	91,125	90,261	90,261	(f)	-	-
Capacity	671	664	675	675	657	657	657	(f)	-	-
Enrollment	702	655	648	568	579	559	515	(f)	-	-
Horizon (1989)										
Square Feet	94,584	94,584	98,904	98,904	104,762	100,442	99,642	105,379	104,089	104,329
Capacity	699	690	817	945	945	835	835	857	857	857
Enrollment	814	879	918	880	933	657	628	592	615	683
Indian River (1989)										
Square Feet	88,757	90,485	92,213	95,093	95,093	108,673	108,673	105,217	110,385	110,385
Capacity	559	558	634	722	722	948	948	860	860	860
Enrollment	707	708	722	679	684	816	778	648	654	672
Longstreet (1954)										
Square Feet	56,859	56,859	58,299	58,299	63,549	60,669	60,669	60,497	60,120	60,120
Capacity	522	518	576	576	576	536	536	536	536	536
Enrollment	395	439	419	383	343	350	379	399	402	426
Manatee Cove (2006)										
Square Feet	-	-	-	99,775	101,227	102,888	107,244	110,541	110,206	110,546
Capacity	-	-	-	750	794	818	950	950	950	950
Enrollment	-	-	-	786	838	859	859	791	747	739
Marks (1953)										
Square Feet	74,958	77,118	78,558	82,449	84,117	83,313	83,313	74,625	73,985	74,951
Capacity	738	727	939	1,009	1,009	987	987	731	735	735
Enrollment	872	876	914	942	890	833	780	519	522	561
McInnis (1940)										
Square Feet	56,308	56,308	57,034	66,181	69,637	69,637	69,637	65,833	66,972	67,222
Capacity	500	495	537	603	647	647	647	636	636	636
Enrollment	460	458	469	449	450	428	412	397	392	367
Orange City (1926)										
Square Feet	74,760	76,200	76,200	76,200	76,200	78,840	78,840	77,394	77,175	77,403
Capacity	682	671	775	775	775	775	775	783	805	805
Enrollment	797	799	865	639	614	614	594	599	603	622
Ormond Beach (1910)										
Square Feet	39,721	40,585	40,585	41,305	41,305	44,905	44,905	45,058	45,136	45,136
Capacity	324	321	370	392	392	392	392	426	426	426
Enrollment	323	320	337	342	348	324	301	307	261	297
Ortona (1952)										
Square Feet	40,394	40,394	42,112	41,850	41,850	41,850	41,850	40,326	39,841	40,326
Capacity	276	274	330	330	330	330	330	330	330	330
Enrollment	274	288	261	319	294	253	240	227	221	225
Osceola (1954)										
Square Feet	63,476	63,476	63,476	65,204	64,484	64,484	64,484	62,237	62,237	62,237
Capacity	502	498	507	573	555	555	555	555	555	555
Enrollment	477	420	433	450	453	453	461	459	463	421

Source: District records (prior year)

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

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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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
ELEMENTARY SCHOOLS (cont'd)										
Osteen (1983)										
Square Feet	80,271	80,997	80,997	95,371	95,371	95,371	95,371	99,094	99,094	99,094
Capacity	613	608	631	764	764	764	764	764	764	764
Enrollment	736	789	809	758	600	623	591	587	514	526
Palm Terrace (1991)										
Square Feet	107,555	108,485	110,213	112,373	115,509	115,474	115,474	118,569	117,405	118,569
Capacity	806	804	854	920	975	975	975	1,008	1,008	1,008
Enrollment	677	697	702	519	794	786	789	500	549	574
Pathways (1998)										
Square Feet	93,133	94,997	94,997	109,302	108,438	108,438	108,438	112,038	112,740	112,740
Capacity	554	553	575	747	725	725	725	725	725	725
Enrollment	629	616	626	658	649	613	591	610	698	717
Pierson (1925)										
Square Feet	70,768	71,488	71,488	79,693	83,323	83,323	83,323	80,540	80,592	82,170
Capacity	532	523	558	606	694	694	694	838	882	882
Enrollment	449	454	449	495	580	583	542	578	555	558
Pine Trail (1982)										
Square Feet	102,115	105,811	105,811	117,940	117,940	116,296	116,296	116,056	114,089	114,085
Capacity	666	661	761	951	951	911	911	918	918	918
Enrollment	796	807	813	792	751	754	792	807	699	687
Port Orange (1925)										
Square Feet	45,296	46,160	46,160	44,954	44,954	44,090	44,090	43,523	44,699	45,043
Capacity	432	427	456	438	438	416	416	454	498	498
Enrollment	481	493	470	398	382	372	351	408	415	409
Pride (2007)										
Square Feet	-	-	-	-	98,653	98,653	98,653	98,653	98,653	98,653
Capacity	-	-	-	-	761	765	765	765	765	765
Enrollment	-	-	-	-	600	649	558	537	523	583
Read-Pattillo (1958)										
Square Feet	63,064	63,064	63,064	64,504	66,914	66,914	66,914	66,638	66,638	66,638
Capacity	522	519	528	573	573	573	573	625	625	625
Enrollment	479	483	476	492	452	470	435	428	429	426
Small (1953)										
Square Feet	66,081	66,801	68,529	68,529	68,529	72,129	71,395	73,976	74,254	74,254
Capacity	598	590	664	664	664	664	664	738	738	738
Enrollment	468	494	408	473	484	479	376	355	426	478
South Daytona (1963)										
Square Feet	87,212	89,666	89,666	122,310	106,580	106,580	106,580	107,540	107,540	107,540
Capacity	751	737	865	978	978	978	978	978	978	978
Enrollment	884	880	864	737	755	864	888	906	796	781

(Continued on page 127)

Source: District records (prior year)

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
ELEMENTARY SCHOOLS (cont'd)										
Spirit (2004)										
Square Feet	-	92,457	92,457	105,139	105,139	105,139	108,739	109,099	116,714	117,054
Capacity	-	518	600	988	988	988	988	988	988	988
Enrollment	-	638	750	887	878	820	782	724	658	686
Spruce Creek (1979)										
Square Feet	94,615	98,438	101,318	117,756	113,436	113,436	113,436	113,436	111,504	111,504
Capacity	636	634	795	1,021	889	889	889	889	871	871
Enrollment	775	826	793	676	647	724	724	723	659	678
Starke (1956)										
Square Feet	65,581	65,581	65,581	65,581	65,541	64,861	64,861	69,126	69,126	69,126
Capacity	569	563	573	573	573	555	555	555	555	555
Enrollment	438	388	392	410	424	392	395	363	367	390
Sugar Mill (1982)										
Square Feet	103,514	103,514	106,394	107,834	107,834	107,834	108,359	108,999	110,111	110,191
Capacity	651	648	747	791	791	791	791	821	819	821
Enrollment	849	857	800	723	699	678	626	625	610	617
Sunrise (1992)										
Square Feet	102,390	105,414	107,574	107,430	107,286	100,806	109,321	108,353	110,662	110,702
Capacity	726	716	893	893	871	703	831	819	819	819
Enrollment	897	909	978	943	688	608	608	572	535	510
Sweetwater (1992)										
Square Feet	89,936	92,528	92,528	82,016	82,016	94,109	94,109	94,109	94,274	94,274
Capacity	752	740	825	587	543	725	725	725	725	725
Enrollment	1,013	975	968	556	541	649	674	658	602	636
Timbercrest (1989)										
Square Feet	109,206	109,206	106,326	116,078	116,078	115,358	117,565	118,402	119,213	114,376
Capacity	916	895	876	1,058	1,058	1,036	1,036	1,040	930	930
Enrollment	1,128	856	854	928	870	877	871	774	758	738
Tomoka (1967)										
Square Feet	86,907	88,347	90,075	94,007	93,271	93,997	92,269	92,601	91,062	92,276
Capacity	856	845	990	1,100	1,082	1,104	1,060	1,084	1,062	1,062
Enrollment	901	907	892	815	759	773	746	730	715	735
Volusia Pines (1995)										
Square Feet	86,907	93,966	97,278	97,998	98,724	102,324	102,324	102,324	102,324	102,324
Capacity	422	521	651	673	695	695	695	695	695	695
Enrollment	546	681	712	710	692	663	662	626	596	618
Westside (1966)										
Square Feet	74,519	74,519	75,239	75,659	78,159	78,159	77,439	79,470	78,889	78,369
Capacity	536	533	579	579	579	579	623	685	685	663
Enrollment	430	471	487	448	434	397	392	493	481	526
Woodward (1966)										
Square Feet	84,762	85,624	86,490	87,354	88,680	86,952	86,952	83,003	82,657	83,027
Capacity	807	797	862	888	888	844	844	772	772	772
Enrollment	716	793	817	839	706	660	684	561	585	603

(Continued on page 128)

Source: District records (prior year)

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
MIDDLE SCHOOLS										
Campbell (1961)(2003)*										
Square Feet	175,243	175,243	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379
Capacity	1,084	1,034	1,178	1,178	1,178	1,178	1,108	1,251	1,125	1,251
Enrollment	1,034	1,014	823	771	801	740	681	1,014	943	939
Creekside (2000)										
Square Feet	159,743	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243
Capacity	1,040	1,028	1,131	1,131	1,131	1,131	1,131	1,132	1,132	1,258
Enrollment	1,270	1,340	1,279	1,191	1,213	1,218	1,150	1,160	1,146	1,149
DeLand (1982)										
Square Feet	222,611	222,611	222,611	222,611	213,233	212,921	212,921	214,363	214,007	214,363
Capacity	1,491	1,469	1,599	1,589	1,452	1,452	1,452	1,514	1,513	1,682
Enrollment	1,553	1,647	1,667	1,599	1,180	1,130	1,126	1,097	1,078	1,093
Deltona (1968)										
Square Feet	149,616	152,208	152,208	151,378	152,839	152,411	152,411	156,526	155,952	156,526
Capacity	1,460	1,441	1,575	1,516	1,555	1,555	1,555	1,575	1,575	1,751
Enrollment	1,411	1,456	1,473	1,471	1,239	1,217	1,190	1,212	1,215	1,137
Galaxy (1989)										
Square Feet	172,289	176,805	180,405	180,405	182,572	170,610	171,336	170,835	170,479	170,835
Capacity	1,490	1,471	1,741	1,741	1,780	1,503	1,503	1,523	1,523	1,693
Enrollment	1,765	1,860	1,848	1,763	1,254	1,160	1,123	1,087	1,114	1,067
Heritage (2000)										
Square Feet	172,515	172,515	175,107	177,971	177,971	173,651	173,651	173,931	174,189	174,189
Capacity	1,317	1,303	1,447	1,467	1,467	1,328	1,328	1,348	1,348	1,498
Enrollment	1,416	1,451	1,424	1,450	1,312	1,261	1,225	1,224	1,195	1,210
Hinson (2006)										
Square Feet	-	-	162,930	162,930	178,160	178,160	178,160	178,160	181,049	181,049
Capacity	-	-	1,029	1,071	1,071	1,071	1,071	1,058	1,065	1,184
Enrollment	-	-	925	1,063	1,068	1,040	1,065	971	900	875
Holly Hill K-8 (2010)										
Square Feet	-	-	-	-	-	-	-	139,694	147,336	148,320
Capacity	-	-	-	-	-	-	-	1,160	1,179	1,311
Enrollment	-	-	-	-	-	-	-	919	964	937
New Smyrna (1981)										
Square Feet	199,190	199,190	197,018	194,132	194,132	191,748	191,748	200,105	198,225	200,105
Capacity	1,485	1,463	1,472	1,413	1,413	1,404	1,404	1,553	1,553	1,726
Enrollment	1,552	1,557	1,538	1,391	1,330	1,309	1,314	1,275	1,215	1,160
Ormond Beach (1960)										
Square Feet	181,755	181,755	175,915	169,816	178,456	175,353	175,353	170,938	173,648	165,909
Capacity	1,495	1,482	1,250	1,162	1,502	1,463	1,463	1,528	1,486	1,414
Enrollment	1,732	1,714	1,039	925	935	924	912	1,076	1,100	1,108
River Springs (2007)										
Square Feet	-	-	-	-	198,686	199,566	206,290	203,622	190,073	190,073
Capacity	-	-	-	-	1,265	1,322	1,322	1,540	1,540	1,700
Enrollment	-	-	-	-	1,222	1,235	1,346	1,404	1,419	1,365
Silver Sands (1982)										
Square Feet	171,001	171,073	171,073	171,073	171,246	171,246	171,246	177,518	163,914	174,526
Capacity	1,339	1,326	1,306	1,306	1,297	1,297	1,297	1,517	1,438	1,598
Enrollment	1,360	1,314	1,278	1,280	1,282	1,277	1,302	1,173	1,197	1,130
Southwestern (1961)										
Square Feet	102,582	104,166	108,054	114,998	112,406	112,406	114,074	111,626	124,862	124,902
Capacity	745	734	1,038	985	959	959	959	918	1,177	1308
Enrollment	642	649	673	730	688	646	643	688	725	688

Source: District records (prior year)

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
HIGH SCHOOLS										
Atlantic (1992)										
Square Feet	208,365	209,085	209,085	208,509	208,509	203,369	203,369	209,726	213,209	215,689
Capacity	1,643	1,627	1,747	1,843	1,758	1,670	1,670	1,825	1,812	1,908
Enrollment	1,551	1,564	1,548	1,370	1,206	1,123	1,142	1,120	1,034	1,048
DeLand (1962)(2004)*										
Square Feet	345,295	354,370	357,538	369,302	388,370	373,934	373,934	363,060	361,458	362,688
Capacity	2,662	2,610	3,407	3,865	4,006	3,619	3,619	3,398	3,374	3,552
Enrollment	2,918	3,079	3,282	3,466	3,348	3,286	2,717	2,506	2,489	2,382
Deltona (1986)										
Square Feet	312,637	339,009	342,912	348,809	350,803	348,211	354,562	323,502	322,895	316,935
Capacity	2,536	2,488	3,378	3,402	3,316	3,245	3,314	2,483	2,491	2,423
Enrollment	2,813	2,844	2,898	2,949	2,873	2,981	1,951	1,669	1,633	1,686
Mainland (1962)(2006)*										
Square Feet	235,587	230,119	230,119	328,372	332,493	332,493	333,291	333,291	333,291	333,291
Capacity	2,166	2,112	2,214	2,344	2,375	2,375	2,375	2,375	2,375	2,501
Enrollment	2,163	2,062	1,906	1,825	1,814	1,834	1,724	1,761	1,832	1,904
New Smyrna (1963)(2006)*										
Square Feet	219,238	219,238	219,238	311,232	311,232	311,232	311,232	312,030	315,287	315,287
Capacity	1,931	1,901	2,055	2,334	2,271	2,271	2,271	2,275	2,308	2,430
Enrollment	2,020	2,025	2,060	2,027	1,970	2,011	1,932	1,904	1,938	1,911
Pine Ridge (1992)										
Square Feet	251,753	253,481	257,801	264,704	265,430	247,760	250,143	250,143	253,724	254,804
Capacity	2,204	2,177	2,453	2,582	2,520	2,045	2,110	2,138	2,124	2,236
Enrollment	2,411	2,593	2,621	2,426	2,262	2,179	1,865	1,765	1,699	1,634
Seabreeze (1962)(2004)*										
Square Feet	245,641	245,641	245,641	245,641	245,641	245,641	245,641	271,164	271,164	271,164
Capacity	1,739	1,731	1,827	1,827	1,741	1,741	1,741	1,747	1,747	1,839
Enrollment	1,874	1,902	2,009	1,955	1,858	1,799	1,818	1,707	1,660	1,672
Spruce Creek (1974)(2005)*										
Square Feet	214,635	214,635	268,063	266,623	267,019	364,289	264,177	266,412	269,174	269,174
Capacity	2,447	2,390	3,069	3,021	2,976	2,905	2,934	2,942	3,010	3,169
Enrollment	2,627	2,683	2,797	2,741	2,750	2,808	2,874	2,874	2,846	2,742
Taylor (1961)										
Square Feet	129,821	129,821	129,821	196,362	206,435	206,435	206,435	206,435	197,768	197,768
Capacity	934	923	1,073	1,284	1,305	1,305	1,305	1,305	1,305	1,450
Enrollment	968	950	919	970	998	998	978	1,020	1,081	1,086
University (2010)										
Square Feet	-	-	-	-	-	-	332,493	250,862	350,862	350,862
Capacity	-	-	-	-	-	-	2,734	2,561	2,667	2,808
Enrollment	-	-	-	-	-	-	1,931	2,569	2,639	2,806

(Continued on page 130)

Source: District records (prior year)

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.

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
OTHER CENTERS										
Bonner (1926)										
Square Feet	62,091	62,091	61,365	61,365	55,839	55,839	55,839	55,839	55,839	55,839
Capacity	594	589	650	650	650	(a)	(a)	(a)	(a)	(a)
Enrollment	468	450	425	362	360	(a)	(a)	(a)	(a)	(a)
Boston Ave (1926)										
Square Feet	38,097	38,052	36,572	34,942	34,942	(d)	-	-	-	-
Capacity	143	93	144	120	120	(d)	-	-	-	-
Enrollment	67	53	44	29	27	(d)	-	-	-	-
Burns-Oak Hill (1960)										
Square Feet	33,721	33,721	35,449	35,449	35,449	35,449	(b)	-	-	-
Capacity	250	249	316	338	316	316	(b)	-	-	-
Enrollment	177	186	212	231	192	192	(b)	-	-	-
Euclid (1936)										
Square Feet	18,345	18,345	18,345	18,345	19,065	19,065	19,065	19,065	(b)	-
Capacity	112	74	90	90	95	95	95	95	(b)	-
Enrollment	114	62	75	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
Capacity	-	-	-	150	150	150	150	150	124	124
Enrollment	-	-	-	106	97	101	87	87	39	29
Holly Hill Middle (1956)										
Square Feet	117,991	117,991	115,551	116,895	116,895	116,895	116,175	(e)	(b)	-
Capacity	1,017	1,030	992	992	992	992	992	(e)	(b)	-
Enrollment	959	956	686	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
Capacity	-	-	-	185	185	185	185	185	-	-
Enrollment	-	-	-	90	97	78	64	64	-	-
Hurst (1960)										
Square Feet	74,908	74,908	74,908	74,908	74,908	70,085	70,085	70,085	70,085	70,085
Capacity	706	701	731	731	731	(c)	-	-	-	-
Enrollment	482	454	433	480	465	(c)	-	-	-	-
Riverview (1926)										
Square Feet	18,845	18,845	18,845	18,845	18,845	18,845	18,845	18,845	18,845	18,695
Capacity	41	39	60	63	63	63	63	63	63	63
Enrollment	114	104	69	60	60	45	41	41	25	25
Samsula (1925)										
Square Feet	27,766	30,140	30,140	31,589	31,583	(d)	-	-	-	-
Capacity	196	194	254	298	598	(d)	-	-	-	-
Enrollment	247	254	280	215	213	(d)	-	-	-	-
Seville (1915)										
Square Feet	23,023	24,751	24,751	24,751	18,587	(b)	-	-	-	-
Capacity	88	84	144	144	144	(b)	-	-	-	-
Enrollment	126	119	121	110	118	(b)	-	-	-	-

(Continued on page 131)

Source: District records (prior year)

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

*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)

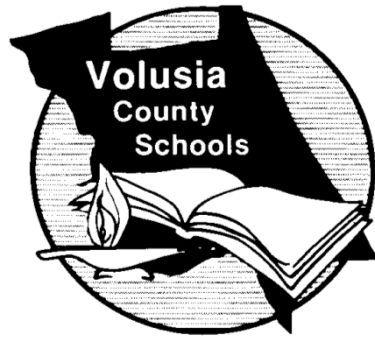
	Fiscal Year										
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	
ANCILLARY FACILITIES											
Brewster Center (1925) Square Feet	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136
Central Warehouse/Transp. (1964) Square Feet	54,279	54,279	54,279	54,279	54,279	54,279	56,987	56,987	56,987	56,987	56,987
Daytona Transportation (1964)(2010)* Square Feet	30,323	30,323	30,323	30,323	30,323	30,323	44,629	44,629	47,167	47,167	47,167
DeLand Administration (1939) Square Feet	49,690	49,690	49,690	49,690	49,690	49,630	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	26,025	26,025	26,025	26,025	27,065
Educational Development Ctr (1961) Square Feet	46,225	46,225	46,225	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	94,016
Ormond Transportation (2007) Square Feet	-	-	-	-	2,261	2,261	2,261	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	4,637

(b) School/facility sold.

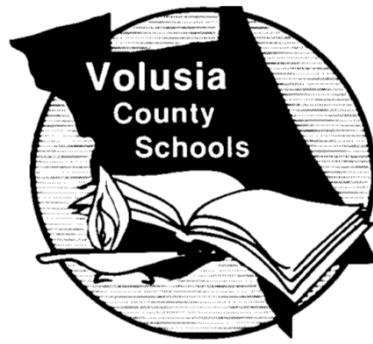
Source: District records (prior year)

*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, 2013**

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass - Through Grantor Number	Amount of Expenditures	Amount Provided to Subrecipients
United States Department of Agriculture:				
Indirect:				
Child Nutrition Cluster:				
Florida Department of Agriculture and Consumer Services:				
Noncash Assistance (Commodities):				
National School Lunch Program	10.555	None	\$ 1,417,293	\$ -
Florida Department of Education:				
Cash Assistance:				
School Breakfast Program	10.553	321	3,633,567	-
National School Lunch Program	10.555	300	13,593,275	-
Summer Food Service Program for Children	10.559	323	184,540	-
Cash Assistance Subtotal			<u>17,411,382</u>	<u>-</u>
Total Child Nutrition Cluster			<u>18,828,675</u>	<u>-</u>
Child and Adult Care Food Program	10.558	302	345,988	-
Fresh Fruit and Vegetable Program	10.582	N/A	53,561	-
Total United States Department of Agriculture			<u>19,228,224</u>	<u>-</u>
United States Department of Energy:				
Indirect:				
University of Central Florida:				
ARRA State Energy Program	81.041	None	<u>80,366</u>	<u>-</u>
United States Department of Education:				
Direct:				
Fund for the Improvement of Education	84.215	N/A	4,700	-
Total Direct			<u>4,700</u>	<u>-</u>
Indirect:				
Florida Department of Education:				
Special Education Cluster:				
Special Education - Grants to States	84.027	262,263	14,241,769	5,915
Special Education - Preschool Grants	84.173	267	292,997	-
University of South Florida:				
Special Education - Grants to States	84.027	None	98,790	-
Putnam County District School Board:				
Special Education - Grants to States	84.027	None	2,821	-
Total Special Education Cluster			<u>14,636,377</u>	<u>5,915</u>
Title I Grants to Local Educational Agencies	84.010	212,222,223,226,228	17,802,993	226,796
Migrant Education - State Grant Program	84.011	217	260,545	-
Career and Technical Education - Basic Grants to States	84.048	161	658,753	-
Education for Homeless Children and Youth	84.196	127	114,006	-
Charter Schools	84.282	298	255,968	255,968
Twenty-First Century Community Learning Centers	84.287	244	547,459	-
English Language Acquisition Grants	84.365	102	444,024	630
Improving Teacher Quality State Grants	84.367	224	2,582,040	-
ARRA - State Fiscal Stabilization Fund - Race to the Top Incentive Grants, Recovery Act	84.395	RL111	2,918,428	5,096
University of Central Florida:				
ARRA - State Fiscal Stabilization Fund - Race to the Top Incentive Grants, Recovery Act	84.395	None	125,926	-
Florida State University:				
Research in Special Education	84.324	None	15,765	-
Mathematics and Science Partnerships	84.366	None	86,792	-
Total Indirect			<u>40,449,076</u>	<u>494,405</u>
Total United States Department of Education			<u>40,453,776</u>	<u>494,405</u>
United States Department of Defense:				
Direct:				
Air Force Junior Reserve Officers Training Corps	None	NA	217,202	-
Army Junior Reserve Officers Training Corps	None	NA	182,655	-
Total United States Department of Defense			<u>399,857</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 60,162,223</u>	<u>\$ 494,405</u>

District School Board of Volusia County, Florida
Notes to Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2013

1. Summary of Significant Accounting Policies

Basis of Presentation

The Schedule of Expenditures of Federal Awards represents amounts expended from Federal programs during the 2012-2013 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.

Noncash Assistance

National School Lunch Program:

The amount reported for food donation represents the amount of donated food used during the 2012-2013 fiscal year. Commodities are valued at fair value as determined at the time of donation.

ARRA State Energy Program:

Represents noncash assistance provided for the acquisition and installation costs for solar photovoltaic systems at four schools designated as emergency shelters.

2. 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.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Chairman and Members of
The District School Board of Volusia County, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District School Board of Volusia County, Florida (the "District"), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 21, 2013. Our report includes a reference to other auditors who audited the financial statements of 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in 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.

Chairman and Members of
The District School Board of Volusia County, Florida

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive, flowing style.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
November 21, 2013



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133**

Chairman and Members of
The District School Board of Volusia County, Florida

Report on Compliance for Each Major Federal Program

We have audited the compliance of the District School Board of Volusia County, Florida (the "District"), with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") Circular A-133 *Compliance Supplement*, that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2013. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 each 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 each of its major federal programs for the year ended June 30, 2013.

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 the types of requirements that could have a direct and material effect on each 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 OMB Circular A-133, 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 a 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the basic financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 21, 2013, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by OMB Circular A-133, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

Chairman and Members of
The District School Board of Volusia County, Florida

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 (Cont.)

The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A." The signature is written in a cursive style.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
November 21, 2013

DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended June 30, 2013

Section I - Summary of Independent Auditor's Results

Financial Statements

Type of Auditor's Report Issued:

Unmodified Opinion

Internal control over financial reporting:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified? ___ Yes X None reported

Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies)? ___ Yes X None reported

Type of report issued on compliance for major federal program: **Unmodified Opinion**

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? ___ Yes X No

Identification of Major Programs:

CFDA Numbers

Name of Federal Program or Cluster

84.010	Title I - Grants to Local Educational Agencies
84.367	ARRA - Race To The Top Incentive Grants

Dollar threshold used to distinguish between Type A and Type B programs: \$1,804,867

Auditee qualified as low-risk auditee? X Yes ___ No

DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)

For The Year Ended June 30, 2013

Section II - Findings Related to the Financial Statement Audit, as required to be reported in accordance with *Government Auditing Standards*.

No matters are reported.

Section III - Federal Award Findings and Questioned Costs Section reported in accordance with OMB Circular A-133.

No matters are reported.

DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY, FLORIDA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For The Year Ended June 30, 2013

FEDERAL AUDIT FINDINGS

One matter was reported in the prior year affecting federal financial assistance programs, Federal Awards Finding No.1: Allowable Costs / Cost Principles - Documentation of Time and Effort, CFDA No. 84.395.

Based on procedures performed in the current year, this matter is considered resolved, however, as of the date of this report, the Florida Department of Education, Office of Audit Resolution and Monitoring, has not issued its management decision (i.e., program determinations) as to whether or not corrective action plans and audit recommendations were fully implemented.