

DUVAL COUNTY PUBLIC SCHOOLS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



SCHOOL DISTRICT OF DUVAL COUNTY, FLORIDA
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Duval County Public Schools

Jacksonville, Florida

Comprehensive Annual Financial Report

For the
Fiscal Year
Ended June 30, 2013

Prepared by:
Business Services

Duval County Public Schools
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2013

Table of Contents

INTRODUCTORY SECTION

| | |
|---|-------|
| Letter of Transmittal | i |
| Principal Officials – Elected | xi |
| Principal Officials – Appointed | xvi |
| Organizational Chart..... | xviii |
| Certificate of Excellence in Financial Reporting..... | xix |
| Certificate of Achievement for Excellence in Financial Reporting..... | xx |

FINANCIAL SECTION

| | |
|--|---|
| Independent Auditor’s Report | 1 |
| Management’s Discussion and Analysis | 4 |

Basic Financial Statements

Government-wide Financial Statements

| | |
|---------------------------------|----|
| Statement of Net Position | 23 |
| Statement of Activities..... | 24 |

Fund Financial Statements

| | |
|---|----|
| Balance Sheet – Governmental Funds | 26 |
| Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position | 28 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds | 30 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 34 |
| General Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual | 35 |
| Special Revenue – ARRA Economic Stimulus Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 39 |

| | |
|--|-----------|
| Special Revenue Fund – Food Service – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 41 |
| Statement of Net Position – Proprietary Funds..... | 42 |
| Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds | 43 |
| Statement of Cash Flows – Proprietary Funds..... | 44 |
| Statement of Fiduciary Net Position – Fiduciary Funds..... | 45 |
| Statement of Changes in Fiduciary Net Position | 46 |
| Notes to the Basic Financial Statements | 48 |
| | |
| Required Supplementary Information | |
| Schedule of Funding Progress – Other Postemployment Benefits Plan..... | 90 |
| | |
| Combining and Individual Fund Financial Statements and Schedules | |
| Combining Balance Sheet – Nonmajor Governmental Funds..... | 92 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds..... | 95 |
| Special Revenue Fund – Other Federal Programs – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 101 |
| Debt Service Fund – State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 103 |
| Debt Service – ARRA Economic Stimulus Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 104 |
| Debt Service – Other Debt Service Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 105 |
| Capital Projects Fund – Public Education Capital Outlay (PECO) – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual | 106 |
| Capital Projects – Local Capital Improvement Fund – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 107 |
| Capital Projects Fund – Other Capital Projects – Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 108 |
| Capital Projects Fund – Capital Outlay and Debt Service (CO&DS) – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual | 109 |
| Capital Projects – ARRA Economic Stimulus Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual..... | 110 |
| Statement of Changes in Assets and Liabilities – Fiduciary Funds – Agency Funds..... | 111 |
| Combining Statement of Net Position – Private-Purpose Trust Funds..... | 112 |
| Combining Statement of Changes in Net Position – Private-Purpose Trust Funds..... | 113 |
| Internal Service Funds – Combining Statement of Net Position | 116 |
| Internal Service Funds – Combining Statement Revenues, Expenses, and Changes in Fund Net Position..... | 117 |
| Internal Service Funds – Combining Statement of Cash Flows | 118 |
| Combining Statement of Net Position – Component Units | 120 |
| Combining Statement of Activities – Component Units | 123 |

Schedules of City Grants

| | |
|--|-----|
| Schedule of Receipts and Expenditures of City of Jacksonville Grant Funds – Budget and Actual – Out of School Suspension Centers (2012-13 Fiscal Year Grant)..... | 128 |
| Schedule of Receipts and Expenditures of City of Jacksonville Grant Funds – Budget and Actual – Driver Education Safety Trust Fund (2011-12 Fiscal Year Grant) | 129 |
| Schedule of Receipts and Expenditures of City of Jacksonville Grant Funds – Budget and Actual – Driver Education Safety Trust Fund (2012-13 Fiscal Year Grant) | 130 |

STATISTICAL SECTION

| | |
|---|-----|
| Net Position by Component – Government-wide..... | 134 |
| Changes in Net Position – Government-wide..... | 136 |
| Governmental Activities Tax Revenues by Source | 138 |
| Fund Balances of Governmental Funds | 140 |
| Fund Balances of Governmental Funds and Entity Wide Net Position..... | 142 |
| Changes in Fund Balances of Governmental Funds..... | 144 |
| Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances – General Fund | 146 |
| Summary of Revenues and Expenditures (by Functional Area) and Changes in Fund Balances – General Fund | 148 |
| Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances – Special Revenue Fund – ARRA and Other Federal Programs | 150 |
| Summary of Revenues and Expenditures (by Functional Area) and Changes in Fund Balances – Special Revenue Fund – ARRA and Other Federal Programs | 152 |
| Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances – Food Service – Special Revenue Fund..... | 154 |
| Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances – Debt Service Funds..... | 156 |
| Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balances – Capital Projects Funds..... | 158 |
| Summary of Revenues by Source and Expenditures by Function – Governmental Funds..... | 160 |
| Summary of Revenues and Expenditures – Governmental Funds..... | 162 |
| Summary of Revenues by Source and Expenses by Function – Government-wide | 164 |
| Assessed and Estimated Actual Value of Taxable Property..... | 166 |
| Property Tax Rates – Direct and Overlapping Governments (In Mills) | 167 |
| Principal Property Taxpayers..... | 168 |
| Property Tax Levies and Collections..... | 169 |
| Ratios of Outstanding Debt by Type | 170 |
| Ratios of Net General Bonded Debt Outstanding..... | 171 |

| | |
|---|-----|
| Anticipated Capital Outlay Millage Levy Required to Cover Certificates of Participation Payments | 172 |
| Computation of Legal Debt Margin on Bonded Debt | 174 |
| Demographic and Economic Statistics | 176 |
| Full-time District Employees by Function..... | 177 |
| Principal Employers – Jacksonville Metropolitan Statistical Area (MSA) | 178 |
| School Building Information and Full-time Equivalent Enrollment Data..... | 179 |
| Operational, Entitlements, and Grant Expenses – Per FTE by School..... | 185 |
| Other Properties Information | 190 |
| Teachers’ Base Salaries (10-Month)..... | 191 |
| Free and Reduced Lunch Program..... | 192 |
| Computation of Direct and Overlapping Debt..... | 193 |
| Property Value, Construction, and Bank Deposits | 194 |

OTHER REPORTS SECTION

| | |
|---|-----|
| Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> | 197 |
| Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance..... | 199 |
| Schedule of Expenditures of Federal Awards..... | 202 |
| Schedule of Findings and Questioned Costs – Federal Awards | 205 |
| Summary Schedule of Prior Audit Findings – Federal Awards | 214 |
| Exhibit A – Management’s Response..... | 215 |

INTRODUCTORY SECTION



Indeed, learning to write may be part of learning to read. For all I know, writing comes out of a superior devotion to reading.
– Eudora Welty



Dr. Nikolai P. Vitti
Superintendent

1701 Prudential Drive | Jacksonville, FL 32207
904.390.2115 | Fax 904.390.2586
vittin@duvalschools.org | www.duvalschools.org

January 28, 2014

Dear School Board Members and Citizens of Duval County:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of Duval County Public Schools (“District”) for the fiscal year ended June 30, 2013. The CAFR serves as the District’s official annual financial report and is presented in accordance with the requirements of the Governmental Accounting Standards Board (GASB) and State Board of Education Rule 6A-1.001, Florida Administrative Code. The purpose of the CAFR is to report the financial position and the operations of the school system, including the blended component unit, and provide an overview of the discretely presented component units.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position, and changes in financial position of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

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 of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the government’s assets from losses, theft, or misuse and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the District’s comprehensive framework of internal controls 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 respects.

The State of Florida Auditor General has issued an unmodified opinion on the Duval County Public Schools’ basic financial statements for the fiscal year ended June 30, 2013. Their report is located at the front of the financial section of this report.

The CAFR is presented in four sections: an introductory section, financial section, statistical section, and other reports section. The introductory section includes this letter of transmittal, a list of principal officials, and the District’s organizational chart. The financial section includes the report of independent auditors on the District’s basic financial statements, Management’s Discussion and Analysis (MD&A) of the financial statements, the government-wide financial statements, fund financial statements, and other information. Information presented in the statistical section includes selected financial and demographic data, generally presented on a

multi-year basis. The other reports section includes other required schedules and disclosures, as well as related reports issued by the State of Florida Auditor General.

This CAFR also contains the financial statements for all operations over which the School Board has oversight responsibility or is financially accountable. Potential component units were evaluated to determine whether they should be considered as part of the District's reporting entity. Based on established criteria, it was determined that 20 District-sponsored charter schools are component units of the District, requiring discrete presentation in the basic financial statements. One charter school is a component unit of Florida State College at Jacksonville and therefore not presented in this CAFR. Charter school applications and contracts are approved and monitored by the District throughout the contract periods. Charter schools are funded by the State and Federal governments, and funds pass through the District for distribution to each charter school. Charter schools may also receive grants and donations that do not pass through the District's financial system. The District receives a majority of its operating funds through a State funding formula that is intended to equalize funding received from the State and local property tax between districts within the State. Charter schools operating through a contract with the District are provided with their proportionate share of these funds, based on the number of full-time equivalent students enrolled at the charter school. The Duval School Board Leasing Corporation is identified as a component unit, requiring blended presentation in the basic financial statements. Additional information on this corporation is located on page 49 in the notes to the financial statements section.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of MD&A. The MD&A complements this letter of transmittal and should be read in conjunction with it. The District's MD&A can be found on page 4, immediately following the independent auditor's report.

PROFILE OF DUVAL COUNTY PUBLIC SCHOOLS

The District and its governing School 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 1003, Florida Statutes, *Public K-12 Education*. The School Board consists of seven elected officials responsible for the adoption of policies, which govern the operation of the District's public schools. The School Board appoints the Superintendent who is responsible for the administration and management of the schools within the applicable parameters of the State's laws, State Board of Education rules, and School Board policies. Section 1010.01, Florida Statutes, requires each school district to prepare and maintain financial records and accounts as prescribed by laws and rules of the State Board of Education.



The first school taxing district was created by Jacksonville, South Jacksonville, and adjoining suburban areas in 1914. Duval County Public Schools (DCPS) is the twenty-second (22nd) largest school district in the United States, with 126,763 students enrolled during the 2012-13 fiscal year, and encompasses the entirety of Duval County as its geographical boundaries. The

student body reflects the racial diversity of the surrounding county with 44 percent African-American, 39 percent Caucasian, 9 percent Hispanic, 4 percent Asian, and 4 percent other or biracial students. The District offers a variety of programs to students in grades K-12, including general education, exceptional student education, vocational training, and providing magnet schools and dropout prevention programs. The District also works with the juvenile justice system in order to provide educational services to children who are incarcerated or in a rehabilitation facility. During the 2012-13 year, the District operated 183 schools, including 21 charter schools, 20 of which are reported as discretely presented component units. The other schools are composed of 104 elementary schools, 2 kindergarten through eighth grade schools, 2 middle/senior high schools, 24 middle schools, 19 high schools, 7 alternative centers, 3 exceptional centers and 1 virtual school. For the 2013-14 fiscal year, the District projects it will enroll 126,849 students.

Although the charter schools receive public funds, they operate independently of public school districts. Each charter school has its own board of directors and administrators. Each of the charter schools operating during the 2012-13 school year within the District provides an alternative choice with a specific educational focus. However, State law requires that all charters be issued by the local School Board, and are under mandate that they receive no more than two consecutive “F” grades from the State Board of Education, based on the Florida Comprehensive Assessment Test (FCAT) or else become subject to closure.

The State Board of Education gave “A” grades to 43 District Elementary, Middle, and High schools. The District also had 38 Elementary, Middle, and High schools that received a “B” grade, for a total of 81 Elementary, Middle, and High schools that received an “A” or “B” grade. Overall, 16 Elementary and Middle schools improved their grades. These grades are determined by both the percentage of students that meet high standards in math, writing, and science, as determined by their scores on the FCAT, and the percentage of students that had previously been in the lowest 25 percent of students that made gains on their FCAT scores. The June 2013 edition of *Newsweek Magazine* listed three District schools in their list of the top 500 high schools in the nation. *Newsweek’s* rankings are based on the schools’ graduation rate, college matriculation rate, Advanced Placement (AP) tests taken, average standardized testing scores, average AP/International Baccalaureate/Advance International Certificate of Education scores, and AP courses offered. Stanton was ranked #10, Paxon #35, and Douglas Anderson #456.

The District owns or controls 1,391 buildings, covering 3,600 acres around the County. The average age of the facilities is 55.1 years. In the last ten years, 5 elementary schools, 1 K-8, and



1 high school have been built. During the 2012-13 fiscal year, Robert E. Lee High School renovations were completed. The District continues to renovate and expand existing facilities.

The District is the second largest employer in the Jacksonville Metropolitan Statistical Area, with an average of 12,971 full and part-time individuals employed during the 2012-13 year. Out of this total, 8,138 are instructional personnel.

GENERAL DESCRIPTION AND LOCATION



The District's boundaries correspond with those of Duval County. In 1968 Duval County consolidated its government with the City of Jacksonville, creating one of the largest cities in land area in the United States. Although there are a few small independent towns remaining, the City of Jacksonville and Duval County have become synonymous. Located on the Atlantic coast in Northeast Florida, Duval County has been consistently ranked as one of the best cities for business and trade.

The consolidated City covers over 841 square miles, which is the largest city by land area in the continental United States. The City is the 11th largest in the United States by population, with 876,075 people. Duval County is the 7th most populous county in Florida, with 4.6 percent of the State's total population.

Jacksonville's deep-water port is the largest in the South Atlantic, and the 14th largest overall in the United States. This has helped Jacksonville to become the leading transportation and distribution hub in the State. Recent initiatives are helping to expand the port, including the creation of a cruise ship port. Major exports include lumber, phosphate, paper and wood pulp, while imports include coffee and automobiles. Although the City has a significant manufacturing industry, Jacksonville is also a major Southern center for trade, financial activities, and business services. The City is also home to 2 major Naval Bases, Naval Air Station Jacksonville, and Naval Station Mayport.



As the City continues to grow, it has also developed its arts and entertainment for both the permanent population, and a growing tourist industry as well. Jacksonville is home to the NFL's Jacksonville Jaguars and also hosts the annual Florida/Georgia football rivalry. Many of the performance centers in the City allow performances by public schools in order to increase appreciation of the performing arts to the younger generation. The Times-Union Center has also been host to performances of Douglas Anderson School of the Art's annual Extravaganza. LaVilla School of the Arts has performed in multiple locations as well, including a Holiday performance by its chamber orchestra at City Hall. Other venues have hosted musicals geared towards children such as *The Wizard of Oz* and *Alice in Wonderland*.

Education is another major focus of the City with 87.2 percent of the population being high school graduates, as compared to 85.3 percent of the state population, and 24.9 percent with a bachelor's degree or higher, as compared to 25.9 percent of the state population. Some of the higher-level educational facilities in the city include the University of North Florida, Florida State College at Jacksonville, Jacksonville University, Everest College, Edward Waters College, Florida Coastal School of Law, and ITT Technical Institute. Museums such as the Museum of Science and History, Jacksonville Museum of Modern Art, and the Cummer Museum of Art and Gardens also add to educational experiences.



Because education is a top priority of the City, the Education Commissioner's Office was created. The Office serves as a bridge between City Hall and the District with a mission to increase graduation rates and better prepare Jacksonville's youths for the 21st century job market. The Office provides support to the District by fundraising, creating public-private partnerships, advocating for education throughout the City, and rallying community support.

Some of the City's educational initiatives include Mayor's Mentors, Moneywi\$e Week, College Student Aid Workshops, Learn2Earn, and Jacksonville Goes to College Week.

The Jacksonville Children's Commission is an independent agency of the City which supports prevention and early intervention programs for at-risk children and provides resource for parents and caregivers. The programs support good parenting, nutrition, early learning, high-quality afterschool activities, summer camps, and help for children with special needs. Other initiatives include quality improvement work in early learning centers, developmental screening for young children, mentoring, and mental health and case management services for children with barriers to success.

ECONOMIC CONDITIONS AND OUTLOOK OF LOCAL ECONOMY

State Economy

The State is rebounding with the increase of both the housing market and tourism. Statewide home sales prices have increased 15.1 percent over the past year. Single family homes building permits have increased 34.4 percent statewide; which indicates that the backlog of existing homes for sale is beginning to decrease. The recent recession had caused high unemployment rates in Florida, and a full economic recovery continues to depend on increasing employment. As of June 2013, the unemployment rate was 7.4 percent, which is down 3.2 percentage points from the prior year. Recovery from the severe recession is expected to be slow; however, the construction industry is improving as well as other industries such as retail which are expected to grow.

Local Economy

Like the State economy, the local economy in Jacksonville is rebounding. New housing permits have increased 35 percent over the previous year; however levels are still significantly lower than housing starts from several years ago. The sale of existing homes has increased by 9.4 percent. There is more housing than need, and the region remains affordable which has helped to attract new businesses and population to the area.

Although, the State and Local economies are growing, Florida now has the highest foreclosure rate in the nation (3.1 percent). Among U.S. metropolitan area foreclosure rates, 8 of the top 10 highest foreclosure rates are in Florida. Jacksonville has the second highest rate behind Port St. Lucie.

Population Growth

Duval County has seen a slight population increase over the past two years; however, the State's overall population has increased at a significantly greater rate. Florida is expected to break the 20 million resident mark by 2016, which would make it the 3rd most populous state.

Duval County is currently the 7th most populous county in the State, with 4.6 percent of the State's population. There was an increase in population from 869,729 in 2012 to an estimated 876,075 in 2013. Duval County is expected to have an estimated population increase of 3.5 percent from 2013 to 2017. This is lower than the State's estimated population increase of 5.5 percent for the same time period. The District is forecasting a slight increase in student enrollment of 86 students to 126,849 students in the 2013-14 fiscal year.

Employment

The City has worked to attract new businesses to the area and unemployment has decreased to 7.4 percent. Although unemployment still remains high, there was a small increase in median household income of \$579 to \$49,964. This compares favorably to the State's median household income of \$47,827.

Companies from manufacturing to banking to major retail have planned expansions into Jacksonville, with the expectation of creating hundreds of new jobs for the metro area. Citibank hired 200 new employees and plan to employ another 200. Foundation Financial Group has expanded. Deutsche Bank has shifted jobs to Jacksonville and Everbank brought its headquarters into Jacksonville's downtown. In addition, Jacksonville's health care companies are expanding. Medtronic, Mayo Clinic and Baptist Health are all expanding and adding new jobs. Incentive programs have been developed to keep Jacksonville competitive for new companies, and the United States Department of Commerce has expanded Jacksonville's foreign trade zone which will assist existing businesses and attract new business. This is critical to the school system because decreases in property values have transitioned into significant impacts on local revenue. By stimulating the economy with well-paying jobs, the corresponding increase in sales tax revenue as people spend money will help offset the lost revenue from decreasing property values.

MAJOR INITIATIVES

District Goals

The District adopted a new strategic plan on April 2, 2013, aligning all of its strategic goals around the vision and mission of the District. The District's vision statement is:

Every student is inspired and prepared for success in college or a career, and life.

The District's mission is:

To provide educational excellence in every school, in every classroom, for every student, every day.

In order to support the District vision and mission, the District has adopted five core values. These core values are:

- *Excellence.*
We expect the highest standards throughout our organization from the School Board and Superintendent to the student.
- *Integrity.*
We foster positive relationships based on mutual respect, transparency, honesty, and the consistent demonstration of actions.
- *Innovation.*
We create dynamic systems and processes that solve problems and overcome challenges.
- *Equity.*
We promote an environment that ensures equal opportunity, honors differences, and values diversity.
- *Collaboration.*
We are a community of individuals who share a collective responsibility to achieve our common mission.

Aligning with the vision, mission and core values of the strategic plan, the Superintendent developed four strategic goals, with various strategies from which all initiatives and individual goals are being developed around. The four strategic goals and strategies are:

- *Develop Great Educators and Leaders.*
Strategies –
 - Provide teachers and students with the tools and resources necessary to meet the demands of the Common Core Standards and students' individual needs.
 - Recruit, employ, and retain high quality, diverse teachers, instructional leaders, and staff.
 - Provide ongoing professional learning and support to develop all teachers, instructional leaders, and staff.
- *Engage Parents, Caregivers, and Community.*
Strategies –
 - Establish and sustain a culture that is collaborative, transparent, and child-centric.
 - Create a welcoming, respectful, and responsive environment for all stakeholders that leads to open lines of communication.
 - Expand partnerships and ensure alignment between district strategic plan and community, government, non-profit, and business initiatives.
- *Ensure Effective, Equitable, and Efficient Use of Resources.*
Strategies –
 - Ensure the use of district funds is transparent, strategic, and aligned.
 - Distribute district-wide programs and resources in an equitable manner.
 - Deploy information technology that supports the academic needs of all students, teachers, and staff.

➤ *Develop the Whole Child.*

Strategies –

- Facilitate and align effective academic, health, and social-emotional services for students based on needs.
- Address the needs of all students with multiple opportunities for enrichment.
- Encourage positive behavior, respect towards others, and ensure safe environments throughout the school district.

As the new strategic plan drives performance, the plan is expected to create significant progress in many areas with emphasis on absenteeism, graduation rates and promotion rates.



FINANCIAL INFORMATION

Long-term Financial Planning

Duval County Public Schools continues careful management of its financial resources. Maintaining adequate fund balances, solid debt ratings, and fiscal restraint are critical success factors in this endeavor. In terms of State and Local funding, the District is in the middle of all school districts in Florida (32nd out of 67 Districts).

As an intricate part of long-term financial planning the District has an ongoing five-year plan for construction and maintenance projects, which is part of a fifteen-year master work plan. The District developed the fifteen-year master plan in conjunction with consultants, which was work-shopped with the community, and accepted by the School Board. The master plan evaluated enrollment growth, class size reduction, building conditions, and program considerations, and then determined how to best deal with these factors, including building new schools, major renovations and modernizations, and additions.

The slow recovery from the economic recession, cost increases for health care, class size reduction initiative, professional development training for new teachers and staff, charter school competition, and the need to pay salaries competitive with neighboring districts including Southeastern Georgia are pressuring the operating fund. Similarly, capital funds are pressured by decreased property values, decreased capital outlay millage levies from 2.000 mills to 1.500 mills, the loss of Public Education Capital Outlay funding, the need to finish deploying technology throughout all schools, and school facilities that have the second highest average age of any regular K-12 school district in Florida.

Budgetary Controls

The District maintains comprehensive budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of all governmental fund types are included in the annual appropriated budget. Long-term financial plans are adopted for the Capital Projects Funds. Budgetary control is maintained for individual accounts or groups of accounts within each school or department through the use of an encumbrance accounting system. The process uses a test for availability of funds that precludes any requisition from becoming a purchase

order, if the account or account group would be overspent. Encumbrances are reappropriated as part of the following year's budget.

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

Internal Controls

District Management is responsible for designing and maintaining internal controls whose purpose is to ensure that the assets of the District are protected from loss, theft, or misuse, and that accounting data compiled for the formation of financial statements are in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. Both management and employees of the District are required to periodically review internal controls, and evaluate whether additions or changes are cost effective and should be made to strengthen controls.

Independent Audit

The State of Florida Auditor General's office performed the audit for the fiscal year ended June 30, 2013. The audit was conducted under the United States' Generally Accepted Auditing Standards (GAAS), and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. The Auditor General's report on the basic financial statements is included in the financial section of this report.

OTHER INFORMATION

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 Duval County Public Schools for its CAFR for the fiscal year ended June 30, 2012. This was the 12th consecutive year the District achieved these prestigious awards. To be awarded the Certificate of Achievement and the Certificate of Excellence in Financial Reporting, a government entity must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

The Certificate of Achievement and the Certificate of Excellence are valid for a one-year period. We believe that our current CAFR continues to meet the Certificate of Achievement and Certificate of Excellence Programs' requirements.

We are submitting this report to the GFOA and ASBO to determine eligibility for these prestigious awards.

Acknowledgments

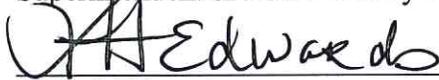
The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire Business Services staff. We give special thanks to Budget Services, Communication Services, Property Management/Printing Services, Curriculum and Instruction Services, and all other departments that provided assistance and support throughout the preparation of this report.

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

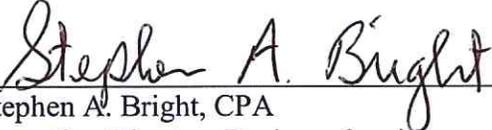
Respectfully submitted,



Nikolai P. Vitti, Ed.D.
Superintendent of Duval County Public Schools



LaTrell Edwards
Chief Financial Officer



Stephen A. Bright, CPA
Executive Director, Business Services



Cynthia D. Hill, CPA
Director, Business Services



Duval County Public Schools

BOARD MEMBERS

Non-Partisan – Elected



Ms. Becki Couch, Chairman

| | |
|-------------------------|----------------|
| Present term began | November, 2010 |
| Present term expires | November, 2014 |
| Began as a Board member | November, 2010 |

The Honorable Becki Couch is the current Chairman of the Duval County School Board. She was elected to the Duval County School Board to represent District 6 in August 2010. Ms. Couch is a native of Jacksonville and a graduate of First Coast High School. She holds a Bachelor's degree in Health Science from the University of North Florida. She left the position of Patient Services Manager for St. Luke's Hospital to begin teaching at Baldwin Middle Senior High School, where she taught for ten years. In 2009 she was elected as Baldwin's Teacher of the Year and was a semifinalist for the 2009 Duval County Teacher of the Year. In 2007, Ms. Couch was also awarded the Jacksonville's Character Counts Character Builder award. Her community involvement includes co-chair and team captain for the American Cancer Society's Relay for Life, member of the West Jacksonville Civic Association, member of the Chaffee Trail PTA, co-chair for the 2010 Duval County Teacher of the Year selection committee, and the DAILY Junior Achievement initiative. Becki is currently serving on the Board of Directors of the Jacksonville Chamber of Commerce, Schultz Center for Teaching & Leadership, and Jacksonville Public Education Fund. She has been actively engaged in lobbying for education through her service as the 2012 Chair of the Advocacy Sub-Committee for Florida School Boards Association, the 2013 Chair of the North East Florida School Board Coalition, and as the Chair of the Florida School Boards Association Legislative Committee. Ms. Couch has received the Certified Board Member Distinction for 96 points of professional development with awareness in key areas such as, boardsmanship, school finance, state/federal legislation, school law, and policymaking/policy oversight. She and her husband, James, have two children who attend Duval County Public Schools.



Ms. Cheryl Grymes, Vice-Chairman

| | |
|-------------------------|----------------|
| Present term began | November, 2012 |
| Present term expires | November, 2016 |
| Began as a Board member | November, 2012 |

The Honorable Cheryl Grymes represents District 1 and was elected to the Duval County School Board in August 2012. Ms. Grymes is a Jacksonville native who is passionate

about our community and public education. For more than 25 years, she has been involved in public schools from many perspectives and believes significant change and reform are needed to assure a quality education for all students. Ms. Grymes is a graduate of Duval County’s Wolfson High School, received a bachelor’s degree in communications from the University of North Florida, and an executive nonprofit management certificate from Georgetown University. She became involved in the public school system as the mother of four daughters who graduated from public schools. She served as the District’s PTA president and was elected to the School Board in 1992 for two terms, where she served as chairman and vice-chairman. As the executive director of the Alliance for World Class Education, she worked with top-level business executives to assist with developing leaders and improving efficiency within the business operations of the district. Ms. Grymes also helped transition the Alliance into the Jacksonville Public Education Fund. Currently, she is the vice president of development for Big Brothers Big Sisters of Northeast Florida, an organization that places caring adult mentors in the lives of children facing adversity. Over the past years, Ms. Grymes has served on numerous boards and commissions. Her current volunteer activities include serving on the Jacksonville Chamber Education & Workforce Development Committee and the Education Practices Commission. She serves as a community coach through the Nonprofit Center and provides mentoring and resources to nonprofits within the community. Her favorite volunteer activity is being with her little sister through Big Brothers Big Sisters. She lives with her husband Warren, and they have four daughters, two sons and two grandsons.



Mr. Jason Fischer

| | |
|-------------------------|----------------|
| Present term began | November, 2012 |
| Present term expires | November, 2016 |
| Began as a Board member | November, 2012 |

The Honorable Jason Fischer represents District 7 and was elected to the Duval County School Board in November 2012. Born and raised in Jacksonville, he is a product of Duval County Public Schools, having attended Hyde Grove Elementary, Lake Shore Middle and Ed White High School. He earned a bachelor’s of science in electrical engineering from the University of North Florida. After college he pursued a career as an engineer with Florida Power and Light. In 2006, he seized the opportunity to serve his country and would spend the next five years supporting the global war on terrorism as a civilian engineer with the United States Navy. As a Navy engineer he studied national security strategy at the Naval War College, worked on national security projects all across the Southeast, and spent time working on crucial policy issues in Washington, D.C. In 2011, Mr. Fischer re-entered the private sector and went to work for CSX, one of the country's largest transportation companies. As a successful businessman, Mr. Fischer believes in being an active citizen. He has participated in several Jacksonville Community Council, Inc., community studies and serves on the board of directors for Society of American Military Engineers. He is also a member of an FBI task force on security. Jason and his wife Melinda reside in Mandarin, and they have a young son.



Dr. Constance S. Hall

| | |
|-------------------------|----------------|
| Present term began | November, 2012 |
| Present term expires | November, 2016 |
| Began as a Board member | November, 2012 |

The Honorable Constance S. Hall, Ph.D. represents District 5 and was elected to the Duval County School Board in August 2012. Dr. Hall is a lifelong educator with more than three decades of service to the Duval County School System. She is a native of Jacksonville and attended the local public schools. Her education includes a B.A. degree from St. Augustine’s University, Raleigh North Carolina, an M.S. degree from Nova Southeastern University and a Ph.D. from Florida A&M University. She has worked across the Pre K-12 system as a teacher, principal, and district administrator. Dr. Hall served as principal at four schools – two elementary and two middle schools. Upon retirement from the school system she served as Campus College Chair of Education for the University of Phoenix North Florida Campus and mentored doctoral students at Capella University. She presently holds Lifetime membership with the National Alliance of Black School Educators (NABSE), the Florida PTA and the NAACP. She currently serves on the City of Jacksonville Public Service Grant Council. She is also a graduate of Leadership Jacksonville and an EVE Award Finalist in Education. Dr. Hall’s tenure and deep knowledge of the Jacksonville community led her to identify pockets of success across the district. Her interest remains in developing the cultural norms and processes that will allow success to grow, and provide every student with real opportunities for accelerated achievement.



Mr. Fred “Fel” Lee

| | |
|-------------------------|----------------|
| Present term expires | November, 2014 |
| Began as a Board member | November, 2010 |

The Honorable Fred "Fel" Lee was elected to the Duval County School Board to represent District 2 in November 2010. He is a native of Jacksonville and graduated from Terry Parker High School before going on to get a Bachelor of Science Degree in engineering at the University of Florida. As an engineer and executive, he brings a diverse management background from Fortune 500 companies such as AOL/Time Warner, Seagram Company, and CSX Corporation. In addition, he is a market investor and small business owner. Prior to his election to the School Board, he served as a Councilman and Vice Mayor of the City of Neptune Beach from 2006-10. His community involvement includes the American Heart Association's Greater Southeast Affiliate Board of Directors, Public Advocacy Subcommittee, Business Operations Subcommittee, and Chairman of First Coast Community Board. He is a Rotary Assistant District Governor, past president and an active member of Rotary Club of Jacksonville – Oceanside, along with a Rotary Benefactor and two-time Paul Harris Fellow. At the University of North Florida he serves on the Dean’s Education Advisory Council of the College of Education & Human Services. Fel is a Trustee and member of the Board of Governors of the Jacksonville Chamber of Commerce. He is also a graduate of Leadership Jacksonville, a member of the PTA and School Advisory Council for various public schools, and has been an Achievers for Life Mentor with

Communities in Schools for several years. Fel and his wife, Karen, and their four children have all attended Duval County Public Schools.



Ms. Ashley Smith Juarez

| | |
|-------------------------|----------------|
| Present term began | November, 2012 |
| Present term expires | November, 2016 |
| Began as a Board member | November, 2012 |

The Honorable Ashley Smith Juarez represents District 3 and was elected to the Duval County School Board in November 2012. Ms. Juarez is an educator, a champion for students and a leader in education reform. She is a Jacksonville native devoted to education. Ms. Juarez graduated with honors from Vanderbilt University with a bachelor's degree in secondary education and history. She serves as the executive director of the Chartrand Foundation and travels the country learning about best practices in education and works to implement them on the First Coast. She has served as a teacher in public and independent schools. She knows that children learn differently and that each child needs an excellent education to reach his/her potential. Ms. Juarez worked as a dropout prevention specialist serving 13 schools throughout the District and knows the geographic and demographic diversity of the District firsthand. Ms. Juarez has partnered with parents, guidance counselors, teachers, principals, mentors and struggling students to bring about long-term success. In addition, her experience ranges from being a middle school social studies teacher at the *Bolles School*, to serving as a soccer and track coach. Her experience also includes substitute teaching in Davidson County, Tennessee. Ms. Juarez is a three-time recipient of the DuPont Excellence in Teaching Award. Ms. Juarez serves on the boards of Family Support Services, WJCT and the Take Stock in Children Leadership Council among other volunteer positions. She lives in the San Marco area with her husband Alex, a local small-business owner, and their dog Sam.



Ms. Paula D. Wright

| | |
|-------------------------|----------------|
| Present term began | November, 2010 |
| Present term expires | November, 2014 |
| Began as a Board member | November, 2010 |

The Honorable Paula D. Wright represents District 4 and was elected to the Duval County School Board in August 2010. A Jacksonville native, Paula graduated from Edward H. White High School and Jacksonville University where she earned a Bachelors of Arts degree in English. Paula brings a rich and diverse background having experience as a manager in the corporate world, newspaper publisher, radio talk show hostess, athletic coach, and an educator in both post-secondary and public school education. Most recently, she was employed as an administrator in the High School Acceleration Programs Office in Duval County, where she transitioned from teaching 8th grade Language Arts and Reading, served as a school-based Reading Coach, and head coach of the girls' basketball and swimming teams, all at Northwestern Middle School. She also served as a District Literacy Coach and a Specialist in the Academic Services Department. Paula, as an adjunct, taught remedial English at two local colleges, Florida State College at Jacksonville (then Florida Community College at Jacksonville) and Edward Waters

College for more than ten years. As a committed educator, throughout her adult life, Paula has dedicated time to mentoring students, serving as an active PTA member at multiple schools, and being involved in the community. Paula is an experienced educator, a motivational speaker, and a member of the PTA of several schools. Publishing *The Jacksonville Chronicle Newspaper* and hosting *ViewPoint with Paula D. Wright*, a live radio talk show, afforded Paula the opportunity to not only inform citizens of important issues impacting their lives, but to keep her finger on the pulse of the community. Paula is an active member of St. Matthew Baptist Church, and she has served in many capacities including on the Springfield Preservation and Restoration Board, the TRUE Commission, the Duval County Desegregation Committee, Junior Achievement, NAACP Education Committee, as well as other community organizations.



Duval County Public Schools

PRINCIPAL OFFICIALS

Appointed

Nikolai P. Vitti, Ed.D

Superintendent of Schools



Dr. Nikolai P. Vitti was selected as Superintendent of Duval County Public Schools (DCPS), the 22nd largest district in the country, in September of 2012. Dr. Vitti and the School Board initiated a new strategic plan focusing on developing great educators and leaders; ensuring an equitable and efficient use of resources; engaging parents, caregivers, and the community; and developing the whole child. Using the new Strategic Plan as a guidepost, Dr. Vitti developed a School Allocation Plan that equally distributed resources across over 160 schools, passed a \$1.7 billion dollar budget, and completed a reorganization of the District Office shifting resources to schools, including the expansion of music and art programs at each elementary and middle school. The 2013-14 school year also brought about new programs such as overage centers to assist students who are more than two years out of their age cohort and the Guidance Remediation Academy Support Program (GRASP) Academies focusing on dyslexic students. Reading Coaches were placed in all schools and math coaches were allocated to lower performing schools. Successful legislative lobbying led to a hybrid high school diploma that aligns to the District's goal of preparing students for college and the workforce. Career Academies, culminating in Advanced Placement, Industry Certification Exams, and Dual Enrollment Courses have been expanded and internship opportunities have been increased. This was made possible through the expansion of the secondary schedule to incorporate eight periods in all middle and high schools to offer additional elective classes to all students. A revamped curriculum and assessment team developed new Curriculum Guides for all courses along with assessments directly aligned to the Guides. This was completed with teachers. A Teacher and Coach Academy were offered to build the bench of future leaders as well as to train teachers on inquiry based instruction rather than teaching to the test. An agreement was made with the Duval Teachers United, Inc., implementing Common Planning in all secondary schools which allows for job embedded professional development as well as the opportunity to share best practices. Another major initiative was the creation of the Parent Academy which offers courses throughout the county to assist parents to advocate for their children academically, become better parents, and build personal and job skills. In less than a year, Dr. Vitti has worked with the city's leading educational philanthropists to raise over \$35 million dollars through the Quality Education for All fund to focus on recruiting and developing human capital.

Prior to being named Superintendent of Duval County Public Schools, Dr. Vitti was the Chief Academic Officer of Miami-Dade County Public Schools (M-DCPS) which won the 2012 Broad Prize for Excellence in Urban Education. As the Chief Academic Officer, he led the 66 lowest performing schools in the county while also driving the work of Language Arts/Reading, Math,

Science, Social Studies, Career and Technical Education, Early Childhood Education/Head Start, School Improvement, Title I, Home Instruction for Preschool Youngsters (HIPPI), Title II and Summer Programs district-wide for over 320 schools.

Prior to serving at the District's Chief Academic Officer, Dr. Vitti was the Assistant Superintendent of the Education Transformation Office (ETO) where he autonomously led a region of 26 schools identified as "persistently lowest-achieving" by the United States Education Department (USED)/ Florida Department of Education (FLDOE). Under his leadership, the 26 ETO schools increased in almost all areas of school accountability and all previously identified Intervene Schools (lowest performing category) improved and avoided sanctions. In addition, each of the 10 high schools improved their graduation rate by an average of 12 percentage points and participation and performance in Advanced Placement, Dual Enrollment and Industry Certification courses significantly increased through an emphasis on infusing a college-going culture in secondary schools. Under his leadership, ETO was recognized as a model for urban education and turnaround by both the USED/FLDOE.

Before returning to Miami to lead ETO, Dr. Vitti served as Deputy Chancellor of Schools Improvement and Student Achievement at the FLDOE as well as Bureau Chief of School Improvement/Executive Director for Region One/Lead Director for Differentiated Accountability (DA). In these roles, he led statewide professional development for superintendents, district administrators, principals, and teachers on school improvement initiatives. He also guided the work of five regional offices that directly served the state's lowest performing schools and their districts. He managed the Bureaus of School Improvement, Federal Education Programs, Family and Community Outreach, Federal Programs, Early Learning, Just Read Florida!, and Equal Educational Opportunities.

Before joining the FLDOE, Dr. Vitti served as principal of Homestead Middle in M-DCPS, where he moved the school from a "D" to a high "B" and improved the school in each accountability area. Before his appointment as principal, Dr. Vitti joined the cabinet of M-DCPS as the Knowledge Management Officer, where he was responsible for coordinating multiple district-wide initiatives. Prior to working in Miami, Dr. Vitti played an instrumental role in transforming the educational culture of a 4,000 student high school in the Bronx, New York. Dr. Vitti began his educational career as a teacher at both the high school and middle school level in North Carolina and New York where he notably raised student achievement at each school.

Dr. Vitti received the prestigious Presidential Scholarship from the Harvard Graduate School of Education, and was a member of the Urban Superintendent Program, which has developed a number of successful superintendents throughout the country. In 2012, he completed his doctorate from Harvard in Education, Administration, Planning and Social Policy. He received his master's degree in the same field from Harvard. Dr. Vitti also holds a master's degree in Education from Wake Forest University where he was awarded a Master Teacher Fellowship, and a bachelor's degree in History. As an undergraduate, he earned Magna Cum Laude and Phi Beta Kappa recognition. Dr. Vitti is married with four school-age children who all attend public schools.

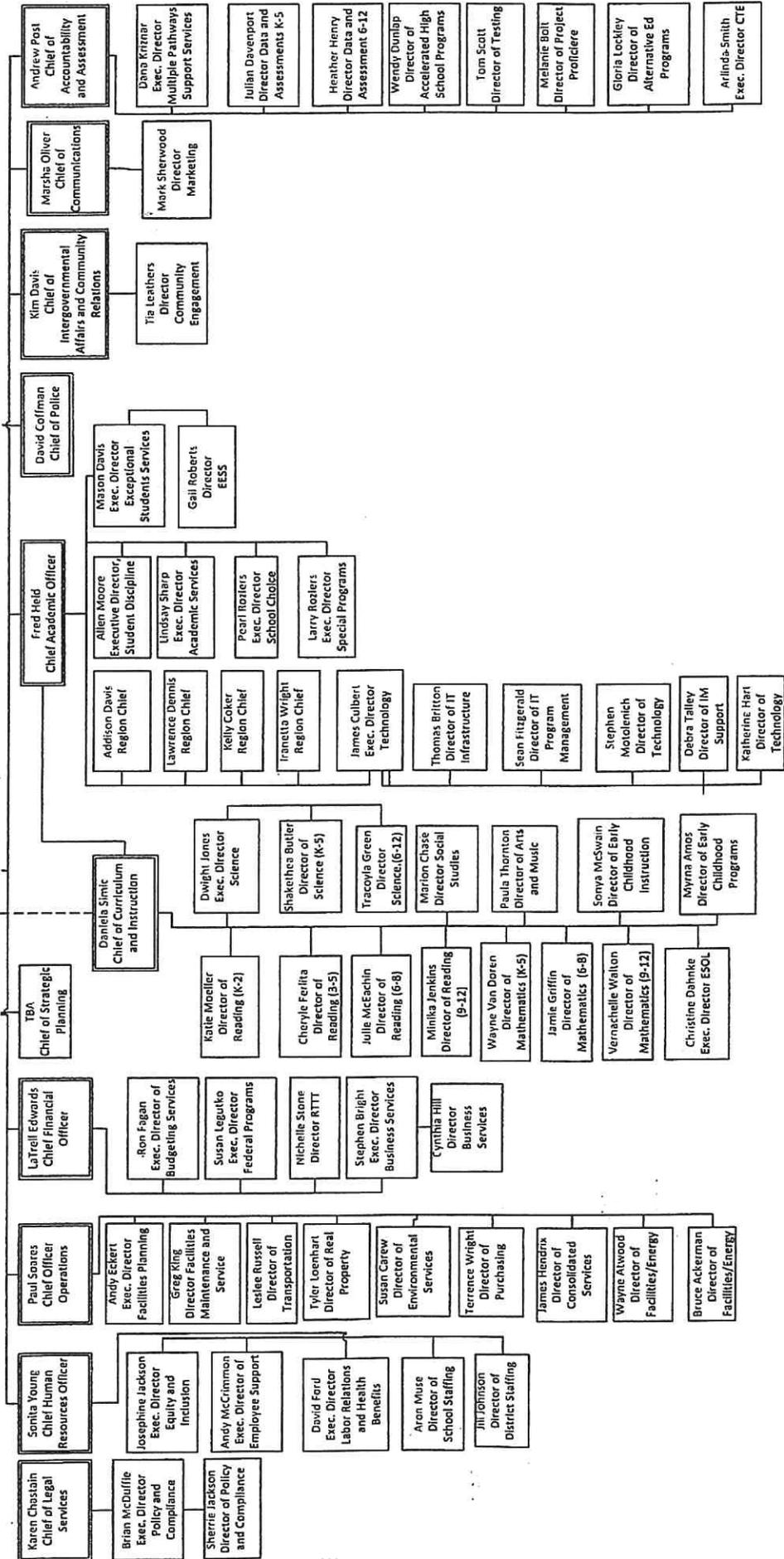
**Duval County Public Schools
Organizational Chart
November 18, 2013**

Citizens

School Board

Dr. Nikolai P. Vitti
Superintendent of Schools

Wendy LeHockey
Chief of Staff



Association of School Business Officials International



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

Duval County Public Schools

*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, reading 'Ron McCulley', written over a horizontal line.

Ron McCulley, CPPB, RSBO
President

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

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Duval County Public Schools
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

FINANCIAL SECTION



FINANCIAL SECTION



DAVID W. MARTIN, CPA
AUDITOR GENERAL

AUDITOR GENERAL STATE OF FLORIDA

G74 Claude Pepper Building
111 West Madison Street
Tallahassee, Florida 32399-1450



PHONE: 850-412-2722
FAX: 850-488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT

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 Duval County District School Board, as of and for the fiscal year ended June 30, 2013, 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, as described in note 1 to the financial statements, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units columns. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are

appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of the 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 for the Duval County District School Board 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 and major special revenue funds for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note II to the basic financial statements, the Tiger Academy was excluded as a component unit of the District in the 2011-12 fiscal year; however the Tiger Academy meets the criteria of being a component unit of the District and, therefore, is reported for the 2012-13 fiscal year. Also, the District added three new charter schools during the 2012-13 fiscal year. This affects the comparability of the 2012-13 fiscal year financial statements with the 2011-12 fiscal year financial statements.

As discussed in Note II to the basic financial statements, the District early implemented Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which affects the comparability of the 2012-13 fiscal year financial statements with the 2011-12 fiscal year financial statements.

Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **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 required 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules, and the introductory and statistical sections as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Also, the accompanying **SCHEDULES OF RECEIPTS AND EXPENDITURES OF CITY OF JACKSONVILLE GRANT FUNDS – BUDGET AND ACTUAL** and **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** are presented for purposes of additional analysis as required by the Ordinance Code of the City of Jacksonville (Section 118, Part 2) and the United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, respectively, and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules, **SCHEDULES OF RECEIPTS AND EXPENDITURES OF CITY OF JACKSONVILLE GRANT FUNDS – BUDGET AND ACTUAL**, and **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules, **SCHEDULES OF RECEIPTS AND EXPENDITURES OF CITY OF JACKSONVILLE GRANT FUNDS – BUDGET AND ACTUAL**, and **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report on our consideration of the Duval County District School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***. 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.

Respectfully submitted,



David W. Martin, CPA

Tallahassee, Florida

January 28, 2014

Audit Report No. 2014-099

The management of the District School Board of Duval County (the “District”) has prepared the following discussion and analysis of financial activities for the fiscal year ended June 30, 2013. It is intended to provide a broad overview using a short-term and long-term analysis of the District’s activities based on information presented in the financial report and fiscal policies that have been adopted by the School Board (the “Board”). The intent of this discussion and analysis is to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District’s financial activities, (c) identify changes in the District’s financial position, (d) identify material deviations from the approved budget, and (e) highlight significant issues in the individual funds.

The Management’s Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions, and should be considered in conjunction with the District’s financial statements and notes to the basic financial statements.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2012-13 fiscal year are as follows:

- The District’s total assets exceeded its total liabilities at June 30, 2013, by \$849,938,966 (net position). Of this amount, \$31,406,273 represents unrestricted net position, which may be used to meet the District’s ongoing obligation to citizens and creditors.
- In total, the District’s net position decreased by \$42,374,203, which represents a 4.7 percent decrease from the restated beginning net position of \$892,313,169 to \$849,938,966 at June 30, 2013.
- The District’s total government-wide revenues of \$1,079,060,813 were comprised of general revenues of \$1,011,229,388 or 93.7 percent of total revenues, and program specific revenues from charges for services, operating grants and contributions, and capital grants and contributions of \$67,831,425 or 6.3 percent of total revenues. This compares to the prior fiscal year with government-wide revenues of \$1,061,080,665 which were comprised of general revenues of \$997,120,762 or 94.0 percent of total revenues, and charges for services, operating grants and contributions, and capital grants and contributions of \$63,959,903 or 6.0 percent of total revenues.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

- The District's total expenses for governmental activities of \$1,121,435,016 were offset by program specific revenues of \$67,831,425. The remaining expenses were funded from general revenues and net position. In the prior fiscal year, total expenses of \$1,114,664,755 were offset with program specific revenues of \$63,959,903.
- The District's governmental funds reported combined ending fund balances of \$263,789,890, a decrease of \$10,780,852 or 3.9 percent in the 2012-13 fiscal year in comparison with the prior fiscal year's balance of \$274,570,742.
- The General Fund total fund balance was \$130,520,836 as of June 30, 2013, and represents a decrease of \$10,360,590 or 7.4 percent as compared to the prior fiscal year's balance of \$140,881,426.
- The assigned and unassigned fund balance of the General Fund totaled \$111,715,946 at June 30, 2013, or 13.5 percent of total General Fund revenues. In the 2011-12 fiscal year, the assigned and unassigned fund balance in the General Fund was \$122,138,441 or 15.3 percent of total General Fund revenues.
- The District's investment in capital assets (net of accumulated depreciation) decreased by \$6,847,432 or 0.7 percent, from \$1,004,331,577 at June 30, 2012, to \$997,484,145 at June 30, 2013.
- The District's capital asset related long-term debt increased by a net amount of \$18,372,852 or 5.2 percent from \$350,938,873 at June 30, 2012, to \$369,311,726 at June 30, 2013. This is the result of the net effect between the payment on long-term capital debt, and the issuance of \$29,000,000 in new debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's basic financial statements are comprised of three parts:

- Government-wide Financial Statements;
- Fund Financial Statements; and
- Notes to the Basic Financial Statements.

In addition to the basic financial statements, this report also contains required supplementary information.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Government-wide Financial Statements

The government-wide financial statements provide both short-term and long-term information regarding the overall financial position of the District, in a manner similar to a private-sector business. These include a statement of net position and a statement of activities designed to provide consolidated financial information about the activities of the primary government presented on the accrual basis of accounting, specifically:

- The Statement of Net Position provides information about the District's financial position, its assets and liabilities, using an economic resources measurement focus. The difference between the assets and liabilities, the net position is a measure of the financial health of the District.
- The Statement of Activities presents information about the change in the District's net position, the results of operations, during the fiscal year. An increase or decrease in net position is an indicator of whether the District's financial position is improving or deteriorating.

The government-wide statements present the District's activities in the following categories:

- Governmental activities – This represents most of the District's services, including its educational programs: basic, vocational, and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents 20 of 21 separate legal entities in this report. The 20 Charter Schools are legally separate organizations and component units that are included in this report because they meet the criteria for inclusion provided by generally accept accounting principles. Financial information for these component units is reported separately from the financial information presented for the primary government.
- The Duval School Board Leasing Corporation (Leasing Corporation), although also a legally separate entity, was formed to facilitate financing for the acquisition of facilities and equipment for the District. 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.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Fund Financial Statements

Fund financial statements are one of the components of the basic 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 and prudent fiscal management. Certain funds are established by law while others are created by legal agreements, such as bond covenants. Fund financial statements provide more detailed information about the District's financial activities, focusing on its most significant or "major" funds rather than fund types. This is in contrast to the entitywide perspective contained in the government-wide statements. All of the District's funds may be classified within one of the broad categories discussed below.

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 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 District'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 of governmental funds and governmental activities.

The governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds for this fiscal year are the General Fund; Special Revenue – ARRA Economic Stimulus Fund; Special Revenue – Food Service Fund; Debt Service – Other Debt Service Fund; Debt Service – ARRA Economic Stimulus Fund; Capital Projects – Local Capital Improvement Fund; and Capital Projects – ARRA Economic Stimulus Fund. Data from other governmental funds are combined into a single, aggregated presentation.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

The District adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule is provided in the basic financial statements for the General Fund, Special Revenue – ARRA Economic Stimulus Fund, and the Special Revenue – Food Service Fund to demonstrate compliance with their budgets. Budget schedules for the remaining governmental funds are presented in aggregate with the combining and individual fund financial statements and schedules.

Proprietary Funds: Proprietary funds may be established to account for activities in which a fee is charged for services. The District maintains proprietary funds for its Internal Service Funds. Internal Service Funds are used to accumulate and allocate costs internally among the District's various functions. The District uses its Internal Service Funds to account for its self-insurance programs, including workers' compensation, general liability, automobile liability coverage, health and hospitalization coverage, and District printing operations. The District's Internal Service Funds are included within governmental activities in the government-wide financial statements because the services predominantly benefit the District's governmental functions.

Fiduciary Funds: Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties, such as school and activity funds. 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. In its fiduciary capacity, the District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes. The District's fiduciary funds are the trust funds used to account for Robert E. Lee High School Gear Up Scholarship Trust Fund, William M. Raines High School Gear Up Scholarship Trust Fund, and the agency funds used to account for the resources held for the school internal funds.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to understanding the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statement and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide other postemployment benefits to its employees.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. 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:

| | Net Position, June 30, | | Percent Change 2012 to 2013 |
|----------------------------------|------------------------------------|-----------------------|--|
| | Governmental Activities | | |
| | <u>2013</u> | <u>2012</u> | |
| Current and Other Assets | \$ 422,461,833 | \$ 443,851,218 | -4.8% |
| Capital Assets | <u>997,484,145</u> | <u>1,004,331,577</u> | -0.7% |
| Total Assets | <u>1,419,945,978</u> | <u>1,448,182,795</u> | -1.9% |
| Long-Term Liabilities | 488,891,023 | 464,731,035 | 5.2% |
| Other Liabilities | <u>81,115,989</u> | <u>87,971,623</u> | -7.8% |
| Total Liabilities | <u>570,007,012</u> | <u>552,702,658</u> | 3.1% |
| Net Position: | | | |
| Net Investment in Capital Assets | 663,488,539 | 685,789,002 | -3.3% |
| Restricted | 155,044,154 | 153,004,628 | 1.3% |
| Unrestricted | <u>31,406,273</u> | <u>56,686,507</u> | -44.6% |
| Total Net Position | <u>\$ 849,938,966</u> | <u>\$ 895,480,137</u> | -5.1% |

A major portion of the District’s net position (78.1 percent) reflect its investment in capital assets (e.g., land, buildings, furniture, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide education and related services to the students of Duval County, Florida; consequently, these assets are not available for future spending. Although the District’s investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt are provided from other sources, since the capital assets themselves are not to be used to liquidate these liabilities.

The restricted portion of the District’s net position (18.2 percent) represents resources that are subject to external restrictions on how they may be used. The District’s unrestricted net position (3.7 percent) may be used to meet the District’s ongoing obligations to students, employees, and creditors.

At the end of the current fiscal year, the District is able to report positive balances in all reported categories of net position intended for the government as a whole, and for its separate governmental activities. Positive balances were similarly reported for the prior fiscal year.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

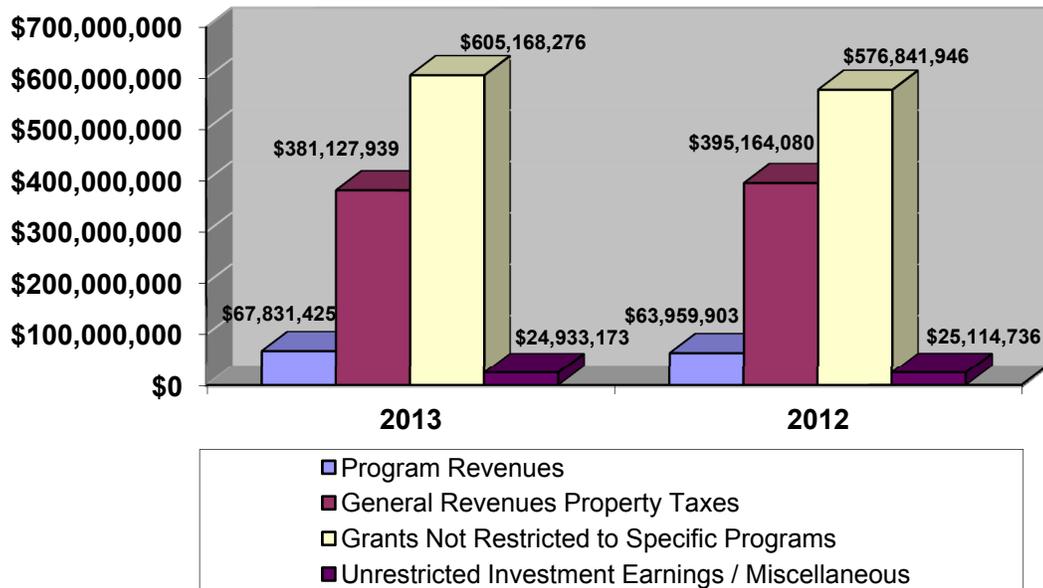
The District's total net position decreased by \$42,374,203 during the 2012-13 fiscal year. The decrease represents the degree to which ongoing expenses have exceeded ongoing revenues. Details of the revenues and expenses composing the decrease are as follows:

| | Operating Results for the Fiscal Year Ended | | |
|---|--|-----------------------|-------------------|
| | Governmental Activities | | Percent Change |
| | 6-30-13 | 6-30-12 | 2012 to 2013 |
| Program Revenues: | | | |
| Charges for Services | \$ 22,668,851 | \$ 19,972,993 | 13.5% |
| Operating Grants and Contributions | 40,781,138 | 40,288,506 | 1.2% |
| Capital Grants and Contributions | 4,381,436 | 3,698,404 | 18.5% |
| General Revenues: | | | |
| Property Taxes Levied for Operational Purposes | 305,946,518 | 316,730,910 | -3.4% |
| Property Taxes Levied for Capital Projects | 75,181,421 | 78,433,170 | -4.1% |
| Grants and Contributions Not Restricted to Specific Programs | 605,168,276 | 576,841,946 | 4.9% |
| Unrestricted Investment Earnings | 6,710,967 | 9,664,881 | -30.6% |
| Miscellaneous | 18,222,206 | 15,449,855 | 17.9% |
| Total Revenues | 1,079,060,813 | 1,061,080,665 | 1.7% |
| Functions/Program Expenses: | | | |
| Instruction | 643,793,561 | 640,179,456 | 0.6% |
| Pupil Personnel Services | 62,715,927 | 61,491,458 | 2.0% |
| Instructional Media Services | 12,298,966 | 12,321,818 | -0.2% |
| Instruction and Curriculum Development | 23,270,868 | 22,726,870 | 2.4% |
| Instructional Staff Training | 42,372,170 | 40,329,581 | 5.1% |
| Instruction Related Technology | 8,841,363 | 9,575,847 | -7.7% |
| School Board | 2,916,481 | 1,541,356 | 89.2% |
| General Administration | 8,100,896 | 9,132,466 | -11.3% |
| School Administration | 61,205,377 | 61,043,524 | 0.3% |
| Facilities Services - Noncapitalized | 19,591,500 | 21,269,469 | -7.9% |
| Fiscal Services | 4,894,444 | 5,012,872 | -2.4% |
| Food Services | 49,172,266 | 48,375,452 | 1.6% |
| Central Services | 15,503,292 | 14,729,990 | 5.2% |
| Pupil Transportation Services | 47,715,708 | 47,480,479 | 0.5% |
| Operation of Plant | 64,768,809 | 66,968,869 | -3.3% |
| Maintenance of Plant | 27,318,464 | 27,463,275 | -0.5% |
| Administrative Technology Services | 8,573,211 | 6,585,108 | 30.2% |
| Community Services | 1,385,309 | 1,528,772 | -9.4% |
| Interest on Long-Term Debt and Fiscal Fees | 16,996,404 | 16,908,093 | 0.5% |
| Total Functions/Program Expenses | 1,121,435,016 | 1,114,664,755 | 0.6% |
| Change in Net Position | (42,374,203) | (53,584,090) | 20.9% |
| Net Position - Beginning | 895,480,137 | 949,064,227 | 5.6% |
| Adjustment to Restate Beginning Net Position (see Note II) | (3,166,968) | - | - |
| Net Position - Beginning - Restated | 892,313,169 | 949,064,227 | 6.0% |
| Net Position - Ending | \$ 849,938,966 | \$ 895,480,137 | 5.1% |

DUVAL COUNTY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

The majority of the District’s revenues for current operations are provided through the State’s Florida Education Finance Program (FEFP), State educational program funding, Federal grants, and local property taxes. These revenues, for the most part, are included in general revenues, which provide 93.7 percent of total revenues, whereas program revenues provide only 6.3 percent. The largest portion of program revenues (74.5 percent) is from the food services activities.

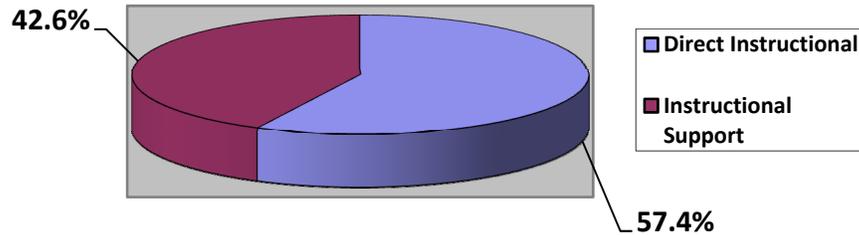
Revenues by Source - Governmental Activities



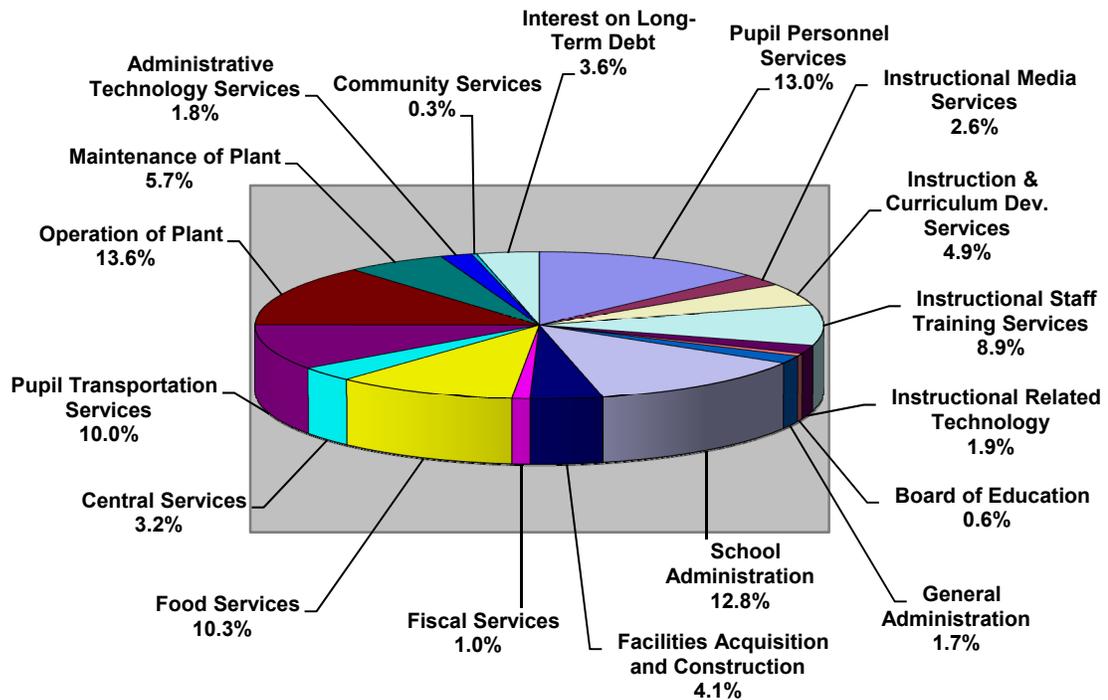
The FEFP funding formula is used to allocate State revenue sources for current District operations and, utilizing student enrollment data, is designed to maintain equity in funding across all Florida school districts recognizing varying 1) local property tax bases; 2) education program costs; 3) costs of living; and 4) costs for equivalent educational programs due to sparseness and dispersion of the student population. Student full-time equivalent (FTE) enrollment increased by 685 students, from 126,078 in the 2011-12 fiscal year to 126,763 in the 2012-13 fiscal year. The District had increases in program revenue for increased charges for before and after school programs. Revenues from property taxes have decreased as overall property values have decreased county-wide due to declining assessed home values. The District experienced an increase in grants and contributions not restricted to specific programs mainly due to an increase in state FEFP funding, which included a small increase in the base student allocation. Combined with the increased enrollment, this led to an increase in State funding. While the District is a recipient of the Race-to-the-Top Grant, other ARRA funding is ending and in the process of being spent down.

DUVAL COUNTY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

2012-13 Expenses - Governmental Activities



2012-13 Instructional Support Expenses - Governmental Activities



Instructional activities represent the majority of the District's expenses, representing approximately 57.2 and 57.4 percent, respectively, of total governmental expenses for the 2012-13 and 2011-12 fiscal years. Overall, total expenses increased by \$6,770,261 or 0.6 percent, as compared to total revenues which increased by \$17,980,148 or 1.7 percent. The increase in revenue is basically the net difference between the increase in State funding, and the decrease in property tax collections.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted previously, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management.

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. Specifically, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance that has not been limited to a particular purpose by an external party. The District, or a group or individual delegated authority by the Board to assign resources for particular purposes.

As of June 30, 2013, the District's governmental funds reported combined ending fund balances of \$263,789,890 or a decrease of \$10,780,852 in comparison with the prior fiscal year. Fund balance decreases were attributable mostly to the General Fund, Debt Service – Other Debt Service Fund and Capital Projects – Local Capital Improvement Fund. Approximately 38 percent of this amount is unassigned fund balance (\$100,296,051), which is available for spending at the District's discretion. The governmental fund balance can be broken down as follows: \$3,673,129 as nonspendable, \$148,400,815 as restricted, \$11,419,895 as assigned, and \$100,296,051 as unassigned. See Note III.L. for more detail on the breakdown and category status.

The District's total governmental fund revenues increased by \$17,964,628 or 1.7 percent in comparison to the prior fiscal year. The District's total expenditures decreased by \$3,050,085 or 0.3 percent.

Major Governmental Funds

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$100,296,051 while total fund balance was \$130,520,836. As a measure of the General Fund's liquidity, it may be useful to compare assigned and unassigned fund balance, as well as total fund balance, to total General Fund revenues. Assigned and unassigned fund balance represents 13.5 percent of total General Fund revenues, while total fund balance represents 15.8 percent of total General Fund revenues.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

The District's General Fund's total fund balance for the 2012-13 fiscal year decreased by \$10,360,590 or 7.4 percent, as compared to the prior fiscal year. Key factors for understanding this decrease are as follows:

- Revenues increased overall \$27,588,057 mainly from increases in State funding related to increases in student enrollment and the per student base funding allocation.
- Expenditures increased \$14,690,819, mainly from increases in pass-through payments to charter schools as a result of charter school growth and salaries and benefits expenditures. Although the increased revenues exceeded the increase in expenditures by \$12,897,238; overall total expenditures still exceeded total revenues by \$40,516,016. Allowable transfers in from other funds and other financing sources exceeded transfers out by \$30,155,426, which helped to offset the imbalance between total revenues to total expenditures, resulting in a decrease in fund balance of only \$10,360,590. The allowable transfers in were mainly from the Capital Projects – Local Capital Improvement Fund to fund expenditures in the General Fund for transportation, property insurance, and minor maintenance.

The Special Revenue – ARRA Economic Stimulus Fund does not maintain a fund balance. All Federal funds are received on a reimbursement basis, with revenues earned when qualifying expenditures are made. For the 2012-13 fiscal year, the ARRA Economic Stimulus Fund had \$17,149,355 each in revenue and expenditures, a decrease of \$2,759,492 from the 2011-12 fiscal year revenues and expenditures. This is the result of spend down for ARRA Economic Stimulus funding.

The Special Revenue – Food Service Fund has a total fund balance of \$10,447,920. The nonspendable portion of the fund balance of \$1,367,722 is for USDA food and supplies, and the remainder of the fund balance of \$9,080,198 is restricted for the preparation and distribution of student and adult meals. This minor increase in fund balance of \$456,239, as compared to the 2011-12 fiscal year-end fund balance, is due to the increase in the sale of reimbursable meals from the National School Lunch Program.

The Debt Service – Other Debt Service Fund has a total fund balance of \$5,654,722, which is restricted for the payment of debt service on all certificates of participation issued, except for the Series 2009B and Series 2010A Qualified School Construction Bonds (QSCBs) and Series 2012 Qualified Zone Academy Bonds (QZAB) which are accounted for in the Debt Service – ARRA

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Economic Stimulus Fund. The fund balance decreased \$6,427,587 mainly as a result of decreased transfers in from the Capital Projects – Local Capital Improvement Fund. The necessary transfers in were made to meet required debt service payments.

The Debt Service – ARRA Economic Stimulus Fund has a total fund balance of \$3,204,932, which is restricted for the payment of debt service on Series 2009B and Series 2010A Qualified School Construction Bonds issued December 30, 2009, and July 21, 2010, respectively, and Series 2012 Qualified Zone Academy Bonds issued December 19, 2012. The increase in fund balance of \$2,680,143 represents an increase in the transfers in that are necessary from the Capital Projects – Local Capital Improvement Fund to provide funding for principal and interest payments.

The Capital Projects – Local Capital Improvement Fund has a total fund balance of \$75,357,946, which is restricted for the acquisition, construction, and maintenance of capital assets. The fund balance decreased \$6,799,131 or 8.3 percent, from the prior fiscal year balance of \$82,157,077. Local property tax revenues decreased by \$3,251,748 in comparison to the prior fiscal year as a result of decreasing property values, and transfers out, when netted against transfers in, increased by an overall \$1,310,749, resulting in a lower fund balance. It should be noted that \$14,245,160 of total fund balance has been encumbered for specific projects.

The Capital Projects – ARRA Economic Stimulus Fund has a total fund balance of \$29,113,908. This is an increase of \$24,063,627 over the previous fiscal year. The increase is attributed to the issuance of Qualified Zone Academy Bonds (QZAB) Series 2012 for \$29,000,000 on December 19, 2012. The new debt was issued for various infrastructure and technology at 41 schools. The bonds were taxable interest subsidy bonds.

Proprietary Funds

The District's proprietary funds financial statements are presented on the same accounting basis as the government-wide financial statements. The Internal Service Fund's net position totaled \$53,907,199, of which \$40,591,736 was restricted for employee health insurance benefits and \$13,315,463 was unrestricted at the end of the current fiscal year. The District experienced a decrease in net position of \$1,420,948 or 2.6 percent, mainly due to insurance claims exceeding premium revenues in the District's workers' compensation self-insurance program.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Fiduciary Funds

During the 2008-09 fiscal year, the District created a private purpose trust fund for the Robert E. Lee High School Gear Up Scholarships which provides scholarships to 2008 graduating class members until all moneys are disbursed. The Lee High School trust fund net position increased by \$42,728 as a result of expense refunds and totaled \$211,525 at the end of the current fiscal year. A new private purpose trust fund was created in the 2012-13 fiscal year for the William M. Raines High School Gear Up Scholarships. The Raines High School trust fund currently has a net position of \$300,527, and \$27,825 was spent on scholarships during the 2012-13 fiscal year. The total net position for all private purpose trust funds was \$512,052.

The District also has Agency Funds which are used to account for resources held for the school internal funds. The Agency Funds currently have assets of \$7,122,574, an increase of \$95,284 or 1.4 percent in comparison to the prior fiscal year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the fiscal year, the District revises its budget to address unanticipated changes in revenues and expenditures. Differences between the General Fund original budget and the final amended budget were significant for both revenues and expenditures. Projected revenues decreased by \$13,595,603 or 1.6 percent (\$843,367,700 to \$829,772,097), mainly due to the State withholding and paying FEFP McKay Scholarships, and property tax collections not meeting projected amounts. Projected expenditures decreased by \$21,228,177 or 2.1 percent (\$993,233,601 to \$972,005,424), mainly due to the State handling McKay Scholarships, and reductions in curriculum development services and staff training.

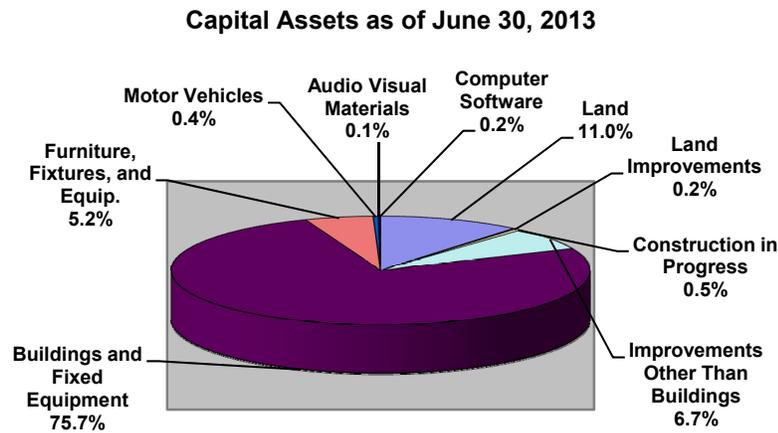
Actual General Fund revenues (\$827,919,816) were \$1,852,281 or 0.2 percent less than final budgeted amounts, and actual expenditures (\$868,435,832) were \$103,569,592 or 10.7 percent less than anticipated. The District continuously reviews cost saving measures and incremental increases in expenditures to avoid budget shortfalls. The variance between the General Fund's budgeted and actual expenditures is a reflection of the District's practice to fully appropriate all potential obligations. The actual ending fund balance exceeded the estimated fund balance in the final budget by \$101,607,488. This provides maximum flexibility in funding for the General Fund to meet near-term shortfalls in revenue that are not matching current expenditure levels, in order to stabilize District programs until revenues recover to pre-recession levels.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District’s investment in capital assets (net of accumulated depreciation and amortization) as of June 30, 2013, totaled \$997,484,145. The capital assets include land; land improvements; improvements other than buildings; buildings and fixed equipment; furniture, fixtures and equipment; motor vehicles; audio visual materials; computer software; and construction in progress. The investment in capital assets (net of accumulated depreciation and amortization) decreased during the current fiscal year by \$6,847,432 or 0.7 percent.



Capital Assets at Year-End
(Net of Accumulated Depreciation)

| | 2012-13 | 2011-12 | Increase (Decrease) |
|------------------------------------|-----------------------|-------------------------|------------------------|
| Land | \$ 109,332,163 | \$ 109,669,374 | \$ (337,211) |
| Land Improvements | 2,355,889 | 2,355,889 | - |
| Construction in Progress | 4,695,180 | 40,802,866 | (36,107,686) |
| Improvements Other Than Buildings | 67,635,807 | 60,512,352 | 7,123,455 |
| Buildings and Fixed Equipment | 755,328,770 | 726,696,746 | 28,632,024 |
| Furniture, Fixtures, and Equipment | 52,593,256 | 57,886,592 | (5,293,336) |
| Motor Vehicles | 3,837,884 | 3,393,119 | 444,765 |
| Audio Visual Materials | 2,204 | 2,529 | (325) |
| Computer Software | 1,702,992 | 3,012,110 | (1,309,118) |
| Total Capital Assets, Net | \$ 997,484,145 | \$ 1,004,331,577 | \$ (6,847,432) |

Major capital asset additions during the current fiscal year included new equipment, construction, remodeling, renovations, and site improvements at several schools and other facilities, including new classroom additions at Eugene Butler Middle School and major renovations at Robert E. Lee High School. The overall decrease of \$6,847,432 resulted from a decrease in capital assets expenditures in the current fiscal year as compared to the prior fiscal year.

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Additional information on the District’s capital assets is shown in Notes III.D. and III.J. to the financial statements.

Long-Term Debt and Short-Term Debt

The District had total long-term debt outstanding of \$369,311,726 at the end of the current fiscal year. The debt consisted of State School Bonds and Certificates of Participation, which includes Qualified Zone Academy Bonds (QZABs) and Qualified School Construction Bonds (QSCBs), as shown below:

| | 2013 | 2012 | Increase (Decrease) |
|-------------------------------------|-----------------------|-----------------------|------------------------|
| State School Bonds | \$ 13,400,000 | \$ 16,345,000 | \$ (2,945,000) |
| Certificates of Participation | 265,210,726 | 271,107,873 | (5,897,147) |
| Qualified School Construction Bonds | 55,019,000 | 56,804,000 | (1,785,000) |
| Qualified Zone Academy Bonds | 35,682,000 | 6,682,000 | 29,000,000 |
| Total Long-Term Debt | \$ 369,311,726 | \$ 350,938,873 | \$ 18,372,853 |

The District’s total long-term debt increased 5.2 percent. Changes in long-term debt were comprised of new debt, the debt issuances’ scheduled principal payments, and related amortizations. The 2012 QZAB was issued December 19, 2012, in the amount of \$29,000,000, with a principal repayment due in full on July 1, 2027. The Series Certificates are structured as taxable, interest subsidy bonds with the bondholders receiving 3.79 percent yield on investment. The District, in turn, receives a direct subsidy payment from the U.S. Treasury equal to 3.79 percent, thereby netting the District interest expense to 0.0 percent over the term of the borrowing. Interest earnings on the proceeds will further offset this expense. Both Fitch and Standard & Poors affirmed the District’s ratings of AA-, with a stable outlook, on the District’s certificates of participation during the school year.

On December 16, 2011, the District issued a Revenue Anticipation Note (“RAN”), Series 2012, for \$4,910,000 to fund energy efficient upgrades at various School sites. The initial Note due date was December 13, 2012, with the option of (4) additional one year extensions, not to exceed (5) years in total. The first year option to extend the note was executed for the full amount of \$4,910,000.

Additional information on the District’s long-term debt and short-term debt is shown in Notes III.E, III.F., and III.I. to the financial statements.

DUVAL COUNTY PUBLIC SCHOOLS
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

OTHER MATTERS OF SIGNIFICANCE

The following factors were considered in preparing the District budget for the 2013-14 fiscal year:

- The Florida Class Size Reduction Amendment requiring the reduction of class sizes at various grade configuration levels continues to have a strong impact on the District's budget. For the 2012-13 fiscal year, the District was not in compliance, and paid a fine of \$1,539,396. The District is working towards being in full compliance for the 2013-14 fiscal year by changing the District's budgeting model for schools from a School Based Weighted Full Time Equivalent Model to a Staff Allocation Model.
- The housing market within Duval County has improved during the 2012-13 fiscal year, with existing home sales increasing by 7.1 percent, and the median pricing increasing by 6.8 percent. This marks the second year of increases after five years of significant declines. Permits for new home construction increased 35.0 percent over the prior fiscal year, although the number of permits being applied for is still much lower than from the 2005 peak. Home foreclosures have remained extremely high with 1 in every 181 homes being in foreclosure as compared to 1 in every 289 homes during the 2011-12 fiscal year. This equates to 0.55 percent of homes in Duval County being in foreclosure, as compared to 0.30 percent Statewide, and 0.10 percent nationally. However, the number of homes going into the foreclosure process has decreased 51.5 percent over the prior fiscal year, signifying that many of the foreclosures have been in process for some time and the foreclosure rate should continue decreasing over the next fiscal year.
- The passage of Amendment One in January 2008 and the overall decline in property values has significantly impacted the District. Amendment One limits the assessed property values on certain home sales which restricts growth in the tax base. The combination of Amendment One and the overall decline in property values for four consecutive fiscal years has caused the tax base to decrease 19.4 percent since the 2008-09 fiscal year as shown below:

Change in Tax Base

| Year | Certified Tax Roll | Percent Change |
|---------|--------------------|----------------|
| 2012-13 | \$ 52,449,458,209 | -4.3% |
| 2011-12 | 54,829,339,484 | -6.8% |
| 2010-11 | 58,831,009,628 | -5.5% |
| 2009-10 | 62,234,425,364 | -4.4% |
| 2008-09 | 65,072,493,270 | 6.5% |

DUVAL COUNTY PUBLIC SCHOOLS
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

The District relies heavily on local property taxes collected as a major source of funding. The District is working to cut administrative costs in order to absorb the funding shortfall with as little impact on the schools as possible.

- The State legislature reduced the ceiling on the capital projects millage rate in the 2008-09 fiscal year from 2.000 mills to 1.750 mills, which lowered the District's borrowing capacity for certificates of participation from 1.500 mills to 1.3125 mills. The Florida Legislature made an additional reduction for the 2009-10 fiscal year, reducing the capital projects millage rate from 1.750 mills to 1.500 mills, which further lowered the District's borrowing capacity from 1.3125 mills to 1.125 mills. In addition, since the 2011-12 school year, Florida K-12 School Districts have not received State Public Education Capital Outlay (PECO) construction dollars, as the K-12 allocation has been reserved exclusively for charter schools. The two reductions in the Capital Outlay millage, decreasing property tax base, and the transfer of PECO funding to charter schools have negatively impacted District funding for facilities. The continued reductions in funding for construction, maintenance, technology and repairs for facilities, is a concern for the District at this time.
- The number of charter schools has continued to increase in the District from five schools in the 2007-08 fiscal year to twenty-one schools in the 2012-13 fiscal year. As the number of charter schools continues to increase, FTE dollars will flow to the charter schools based on the number of FTE students each school has, and this has left the District with various underutilized facilities. Underutilized facilities are costly to operate because they have difficulty in meeting overhead costs. As the number of charter schools that can open in a District cannot be capped under State law, the District is starting to market schools and programs to attract FTE students back to District facilities. Additionally, the District is looking at community educational programs to operate at underutilized facilities.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Duval County District School Board's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Business Services, Duval County Public Schools, 1701 Prudential Drive, Jacksonville, Florida 32207-8182.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2013

| | Primary Government | Component Units | Total |
|---|----------------------------|---------------------|-----------------------|
| | Governmental Activities | Charter Schools | |
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 81,199,280 | \$ 5,267,845 | \$ 86,467,125 |
| Investments | 324,049,856 | - | 324,049,856 |
| Accounts Receivable (net) | 4,500,781 | 615,479 | 5,116,260 |
| Due From Excess Insurers (net) | 1,143,103 | - | 1,143,103 |
| Deposits Receivable | - | 157,663 | 157,663 |
| Due From Other Agencies | 4,248,677 | 1,109,004 | 5,357,681 |
| Pledges Receivable (net) | - | 333,298 | 333,298 |
| Inventories | 3,673,129 | 13,559 | 3,686,688 |
| Prepaid Insurance | 159,901 | 226,026 | 385,927 |
| Restricted Investments | 3,487,106 | - | 3,487,106 |
| Capital Assets: | | | |
| Non-Depreciable | 116,383,232 | - | 116,383,232 |
| Depreciable (net) | 881,100,913 | 30,517,493 | 911,618,406 |
| Total Assets | <u>1,419,945,978</u> | <u>38,240,367</u> | <u>1,458,186,345</u> |
| LIABILITIES | | | |
| Salaries, Benefits, and Payroll Taxes Payable | 7,659,083 | 830,387 | 8,489,470 |
| Payroll Deductions and Withholdings | 4,282,920 | 4,500 | 4,287,420 |
| Accounts Payable | 41,483,682 | 1,528,004 | 43,011,686 |
| Construction Contracts Payable | 4,247,504 | - | 4,247,504 |
| Construction Contracts Payable - Retainage | 205,741 | - | 205,741 |
| Due to Other Agencies | 323,784 | 470,403 | 794,187 |
| Revenue Anticipation Note Payable | 4,910,000 | - | 4,910,000 |
| Matured Certificates of Participation Payable | 5,650,000 | - | 5,650,000 |
| Matured Interest Payable | 7,118,847 | - | 7,118,847 |
| Accrued Expenses | - | 272,563 | 272,563 |
| Sales Tax Payable | 137 | - | 137 |
| Unearned Revenue | 5,234,291 | 14,738 | 5,249,029 |
| Noncurrent Liabilities: | | | |
| Portion Due or Payable Within One Year | 31,572,244 | 697,794 | 32,270,038 |
| Portion Due or Payable After One Year | 457,318,779 | 30,913,583 | 488,232,362 |
| Total Liabilities | <u>570,007,012</u> | <u>34,731,972</u> | <u>604,738,984</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | 663,488,539 | 415,274 | 663,903,813 |
| Restricted for: | | | |
| Capital Projects | 78,249,287 | 648,839 | 78,898,126 |
| Debt Service | 9,255,728 | - | 9,255,728 |
| Employee Health Benefits | 40,591,736 | - | 40,591,736 |
| Special Revenue - Food Service | 10,447,920 | - | 10,447,920 |
| State Required Carryover Programs | 15,553,861 | - | 15,553,861 |
| Grants and Contracts | 945,622 | - | 945,622 |
| Unrestricted | 31,406,273 | 2,444,282 | 33,850,555 |
| Total Net Position | <u>\$ 849,938,966</u> | <u>\$ 3,508,395</u> | <u>\$ 853,447,361</u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

| Functions/Programs | Expenses | Program Revenues | | |
|--|-------------------------|----------------------|------------------------------------|----------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| Instruction | \$ 643,793,561 | \$ 12,938,232 | \$ - | \$ - |
| Pupil Personnel Services | 62,715,927 | - | - | - |
| Instructional Media Services | 12,298,966 | - | - | - |
| Instruction and Curriculum Development | 23,270,868 | - | - | - |
| Instructional Staff Training | 42,372,170 | - | - | - |
| Instruction Related Technology | 8,841,363 | - | - | - |
| School Board | 2,916,481 | - | - | - |
| General Administration | 8,100,896 | - | - | - |
| School Administration | 61,205,377 | - | - | - |
| Facilities Services - Noncapitalized | 19,591,500 | - | - | 682,115 |
| Fiscal Services | 4,894,444 | - | - | - |
| Food Services | 49,172,266 | 9,730,619 | 40,781,138 | - |
| Central Services | 15,503,292 | - | - | - |
| Pupil Transportation Services | 47,715,708 | - | - | - |
| Operation of Plant | 64,768,809 | - | - | - |
| Maintenance of Plant | 27,318,464 | - | - | - |
| Administrative Technology Services | 8,573,211 | - | - | - |
| Community Services | 1,385,309 | - | - | - |
| Interest on Long-Term Debt and Fiscal Fees | 16,996,404 | - | - | 3,699,321 |
| Total Governmental Activities | <u>\$ 1,121,435,016</u> | <u>\$ 22,668,851</u> | <u>\$ 40,781,138</u> | <u>\$ 4,381,436</u> |
| Component Units: | | | | |
| Charter Schools | <u>\$ 48,365,889</u> | <u>\$ 918,359</u> | <u>\$ 3,698,963</u> | <u>\$ 1,251,032</u> |

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes

Property Taxes, Levied for Capital Projects

Grants and Contributions Not Restricted to Specific Programs

Unrestricted Investment Income

Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning

Adjustment to Restate Beginning Net Position (see Note II)

Net Position - Beginning - Restated

Net Position - Ending

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

| Net (Expense) Revenue and Changes in Net Position | | |
|--|------------------------|------------------------|
| Primary Government | Component Units | |
| Governmental Activities | Charter Schools | Total |
| \$ (630,855,329) | \$ - | \$ (630,855,329) |
| (62,715,927) | - | (62,715,927) |
| (12,298,966) | - | (12,298,966) |
| (23,270,868) | - | (23,270,868) |
| (42,372,170) | - | (42,372,170) |
| (8,841,363) | - | (8,841,363) |
| (2,916,481) | - | (2,916,481) |
| (8,100,896) | - | (8,100,896) |
| (61,205,377) | - | (61,205,377) |
| (18,909,385) | - | (18,909,385) |
| (4,894,444) | - | (4,894,444) |
| 1,339,491 | - | 1,339,491 |
| (15,503,292) | - | (15,503,292) |
| (47,715,708) | - | (47,715,708) |
| (64,768,809) | - | (64,768,809) |
| (27,318,464) | - | (27,318,464) |
| (8,573,211) | - | (8,573,211) |
| (1,385,309) | - | (1,385,309) |
| (13,297,083) | - | (13,297,083) |
| <u>(1,053,603,591)</u> | <u>-</u> | <u>(1,053,603,591)</u> |
| - | (42,497,535) | (42,497,535) |
| 305,946,518 | - | 305,946,518 |
| 75,181,421 | - | 75,181,421 |
| 605,168,276 | 41,634,230 | 646,802,506 |
| 6,710,967 | - | 6,710,967 |
| 18,222,206 | 634,495 | 18,856,701 |
| <u>1,011,229,388</u> | <u>42,268,725</u> | <u>1,053,498,113</u> |
| <u>(42,374,203)</u> | <u>(228,810)</u> | <u>(42,603,013)</u> |
| 895,480,137 | 3,695,647 | 899,175,784 |
| <u>(3,166,968)</u> | <u>41,558</u> | <u>(3,125,410)</u> |
| <u>892,313,169</u> | <u>3,737,205</u> | <u>896,050,374</u> |
| <u>\$ 849,938,966</u> | <u>\$ 3,508,395</u> | <u>\$ 853,447,361</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013**

| | <u>General Fund</u> | <u>Special Revenue - ARRA Economic Stimulus Fund</u> | <u>Special Revenue - Food Service Fund</u> | <u>Debt Service - Other Debt Service Fund</u> |
|---|-----------------------|--|--|---|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 57,887,004 | \$ - | \$ - | \$ 12,201,959 |
| Investments | 99,229,706 | 184,380 | 15,829,786 | 2,148,317 |
| Accounts Receivable, net | 4,183,430 | - | 300,652 | - |
| Due From Other Agencies | 60,111 | 475,769 | 417,209 | - |
| Inventories | 2,305,407 | - | 1,367,722 | - |
| Restricted Investments | - | - | - | 3,487,106 |
| Total Assets | <u>\$ 163,665,658</u> | <u>\$ 660,149</u> | <u>\$ 17,915,369</u> | <u>\$ 17,837,382</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Salaries, Benefits, and Payroll Taxes Payable | \$ 7,659,083 | \$ - | \$ - | \$ - |
| Payroll Deductions and Withholdings Payable | 2,621,589 | - | - | - |
| Accounts Payable | 13,930,230 | 660,149 | 6,252,218 | - |
| Construction Contracts Payable | - | - | - | - |
| Construction Contracts Payable - Retainage | - | - | - | - |
| Due to Other Agencies | 4,723 | - | - | - |
| Revenue Anticipation Note Payable | 4,910,000 | - | - | - |
| Matured Certificates of Participation Payable | - | - | - | 5,650,000 |
| Matured Interest Payable | - | - | - | 6,532,660 |
| Sales Tax Payable | 137 | - | - | - |
| Unearned Revenue | 4,019,060 | - | 1,215,231 | - |
| Total Liabilities | <u>33,144,822</u> | <u>660,149</u> | <u>7,467,449</u> | <u>12,182,660</u> |
| Fund Balances: | | | | |
| Nonspendable | 2,305,407 | - | 1,367,722 | - |
| Restricted | 16,499,483 | - | 9,080,198 | 5,654,722 |
| Assigned | 11,419,895 | - | - | - |
| Unassigned | 100,296,051 | - | - | - |
| Total Fund Balances | <u>130,520,836</u> | <u>-</u> | <u>10,447,920</u> | <u>5,654,722</u> |
| Total Liabilities and Fund Balances | <u>\$ 163,665,658</u> | <u>\$ 660,149</u> | <u>\$ 17,915,369</u> | <u>\$ 17,837,382</u> |

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

| Debt Service - ARRA Economic Stimulus Fund | Capital Projects - Local Capital Improvement Fund | Capital Projects - ARRA Economic Stimulus Fund | Other Governmental Funds | Total Governmental Funds |
|---|--|---|---|---|
| \$ 3,791,119 | \$ - | \$ 38,501 | \$ 5,329,394 | \$ 79,247,977 |
| - | 79,483,461 | 29,075,462 | 5,830,900 | 231,782,012 |
| - | - | - | 16,698 | 4,500,780 |
| - | - | - | 2,735,459 | 3,688,548 |
| - | - | - | - | 3,673,129 |
| - | - | - | - | 3,487,106 |
| <u>\$ 3,791,119</u> | <u>\$ 79,483,461</u> | <u>\$ 29,113,963</u> | <u>\$ 13,912,451</u> | <u>\$ 326,379,552</u> |

| | | | | |
|----------------|------------------|-----------|------------------|-------------------|
| \$ - | \$ - | \$ - | \$ - | \$ 7,659,083 |
| - | - | - | - | 2,621,589 |
| - | 863,757 | - | 3,231,393 | 24,937,747 |
| - | 3,056,063 | 55 | 1,191,386 | 4,247,504 |
| - | 205,695 | - | 46 | 205,741 |
| - | - | - | - | 4,723 |
| - | - | - | - | 4,910,000 |
| - | - | - | - | 5,650,000 |
| 586,187 | - | - | - | 7,118,847 |
| - | - | - | - | 137 |
| - | - | - | - | 5,234,291 |
| <u>586,187</u> | <u>4,125,515</u> | <u>55</u> | <u>4,422,825</u> | <u>62,589,662</u> |

| | | | | |
|---------------------|----------------------|----------------------|----------------------|-----------------------|
| - | - | - | - | 3,673,129 |
| 3,204,932 | 75,357,946 | 29,113,908 | 9,489,626 | 148,400,815 |
| - | - | - | - | 11,419,895 |
| - | - | - | - | 100,296,051 |
| <u>3,204,932</u> | <u>75,357,946</u> | <u>29,113,908</u> | <u>9,489,626</u> | <u>263,789,890</u> |
| <u>\$ 3,791,119</u> | <u>\$ 79,483,461</u> | <u>\$ 29,113,963</u> | <u>\$ 13,912,451</u> | <u>\$ 326,379,552</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2013**

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

| | | |
|---|----|---------------|
| Total Fund Balances - Governmental Funds | \$ | 263,789,890 |
| Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. | | 997,484,145 |
| Prepaid insurance is not an available resource, and therefore not reported in the funds. | | 159,901 |
| Internal service funds are used by management to charge the costs of certain activities such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. | | 53,907,199 |
| 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 | \$ | (13,400,000) |
| Certificates of Participation Payable | | (355,911,726) |
| Compensated Absences Payable | | (55,566,443) |
| Other Postemployment Benefits Payable | | (40,524,000) |
| | | (465,402,169) |
| Total Net Position - Governmental Activities | \$ | 849,938,966 |

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

This page intentionally left blank

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>General Fund</u> | <u>Special Revenue - ARRA Economic Stimulus Fund</u> | <u>Special Revenue - Food Service Fund</u> | <u>Debt Service - Other Debt Service Fund</u> |
|---|---------------------|--|--|---|
| REVENUES | | | | |
| Federal Direct Sources: | | | | |
| Reserve Officer Training Corps (ROTC) | \$ 849,352 | \$ - | \$ - | \$ - |
| Federal Impact, Current Operations | 390,693 | - | - | - |
| Other Federal Direct Sources | 183,689 | - | - | - |
| Total Federal Direct Sources | <u>1,423,734</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Federal Through State Sources: | | | | |
| Food Service | - | - | 40,781,139 | - |
| Improving Teacher Quality | - | - | - | - |
| Race-to-the-Top | - | 9,389,386 | - | - |
| Individuals with Disabilities Education Act | - | - | - | - |
| Title I and School Improvement Grants | - | 7,759,794 | - | - |
| Other Federal Through State Sources | 1,064 | 175 | - | - |
| Total Federal Through State Sources | <u>1,064</u> | <u>17,149,355</u> | <u>40,781,139</u> | <u>-</u> |
| State Sources: | | | | |
| Florida Education Finance Program | 335,118,035 | - | - | - |
| Food Service | - | - | 727,617 | - |
| Categorical and Earmarked Programs | 151,349,691 | - | - | - |
| Other State Sources | 1,168,301 | - | - | - |
| Total State Sources | <u>487,636,027</u> | <u>-</u> | <u>727,617</u> | <u>-</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | 305,946,518 | - | - | - |
| Food Service Sales | - | - | 9,730,619 | - |
| Interest Income | 3,327,959 | - | 181,154 | 112,665 |
| Other Local Sources | 29,584,514 | - | 527,151 | - |
| Total Local Sources | <u>338,858,991</u> | <u>-</u> | <u>10,438,924</u> | <u>112,665</u> |
| Total Revenues | <u>827,919,816</u> | <u>17,149,355</u> | <u>51,947,680</u> | <u>112,665</u> |

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

| Debt Service - ARRA Economic Stimulus Fund | Capital Projects - Local Capital Improvement Fund | Capital Projects - ARRA Economic Stimulus Fund | Other Governmental Funds | Total Governmental Funds |
|---|--|---|---|---|
| \$ - | \$ - | \$ - | \$ - | \$ 849,352 |
| - | - | - | - | 390,693 |
| 2,192,877 | - | - | 7,809,571 | 10,186,137 |
| 2,192,877 | - | - | 7,809,571 | 11,426,182 |
| - | - | - | - | 40,781,139 |
| - | - | - | 5,685,795 | 5,685,795 |
| - | - | - | - | 9,389,386 |
| - | - | - | 33,988,688 | 33,988,688 |
| - | - | - | 40,654,115 | 48,413,909 |
| - | - | - | 5,980,099 | 5,981,338 |
| - | - | - | 86,308,697 | 144,240,255 |
| - | - | - | - | 335,118,035 |
| - | - | - | - | 727,617 |
| - | - | - | - | 151,349,691 |
| - | - | - | 6,300,769 | 7,469,070 |
| - | - | - | 6,300,769 | 494,664,413 |
| - | 75,181,421 | - | - | 381,127,939 |
| - | - | - | - | 9,730,619 |
| 169 | 1,543,624 | 197,396 | 190,792 | 5,553,759 |
| - | 531,859 | 87,360 | 207,605 | 30,938,489 |
| 169 | 77,256,904 | 284,756 | 398,397 | 427,350,806 |
| 2,193,046 | 77,256,904 | 284,756 | 100,817,434 | 1,077,681,656 |

(Continued)

| | <u>General Fund</u> | <u>Special Revenue - ARRA Economic Stimulus Fund</u> | <u>Special Revenue - Food Service Fund</u> | <u>Debt Service - Other Debt Service Fund</u> |
|--|-----------------------|--|--|---|
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction | \$ 554,307,025 | \$ 7,512,369 | \$ - | \$ - |
| Pupil Personnel Services | 40,826,835 | 1,164,680 | - | - |
| Instructional Media Services | 9,058,127 | 46,121 | - | - |
| Instruction and Curriculum Development | 9,383,685 | 2,098,555 | - | - |
| Instructional Staff Training | 16,477,070 | 3,846,418 | - | - |
| Instruction Related Technology | 7,424,945 | 979,999 | - | - |
| School Board | 2,858,310 | - | - | - |
| General Administration | 4,018,950 | 652,404 | - | - |
| School Administration | 55,560,636 | 5,132 | - | - |
| Facilities Services - Noncapitalized | 2,831,103 | - | - | - |
| Fiscal Services | 4,525,310 | - | - | - |
| Food Services | - | - | 48,910,245 | - |
| Central Services | 14,044,715 | 283,327 | - | - |
| Pupil Transportation Services | 46,632,016 | 24,466 | - | - |
| Operation of Plant | 63,521,926 | - | - | - |
| Maintenance of Plant | 25,897,699 | - | - | - |
| Administrative Technology Services | 8,224,427 | 99,795 | - | - |
| Community Services | 1,072,724 | - | - | - |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 311,813 | - | - | - |
| Other Capital Outlay | 1,403,817 | 436,089 | 1,933,335 | - |
| Debt Service: | | | | |
| Principal | - | - | - | 5,650,000 |
| Interest and Fiscal Charges | 54,699 | - | - | 13,092,196 |
| Total Expenditures | <u>868,435,832</u> | <u>17,149,355</u> | <u>50,843,580</u> | <u>18,742,196</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | |
| | <u>(40,516,016)</u> | <u>-</u> | <u>1,104,100</u> | <u>(18,629,531)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Loss Recoveries | 38,321 | - | - | - |
| Sale of Capital Assets | 419,232 | - | - | - |
| Issuance of Certificates of Participation | - | - | - | - |
| Transfers In | 30,171,882 | - | 182,634 | 12,201,944 |
| Transfers Out | (474,009) | - | (830,495) | - |
| Total Other Financing Sources (Uses) | <u>30,155,426</u> | <u>-</u> | <u>(647,861)</u> | <u>12,201,944</u> |
| Net Change in Fund Balances | | | | |
| | (10,360,590) | - | 456,239 | (6,427,587) |
| Fund Balances, Beginning | <u>140,881,426</u> | <u>-</u> | <u>9,991,681</u> | <u>12,082,309</u> |
| Fund Balances, Ending | <u>\$ 130,520,836</u> | <u>\$ -</u> | <u>\$ 10,447,920</u> | <u>\$ 5,654,722</u> |

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

| Debt Service - ARRA Economic Stimulus Fund | Capital Projects - Local Capital Improvement Fund | Capital Projects - ARRA Economic Stimulus Fund | Other Governmental Funds | Total Governmental Funds |
|---|--|---|---|---|
| \$ - | \$ - | \$ - | \$ 36,413,982 | \$ 598,233,376 |
| - | - | - | 16,334,936 | 58,326,451 |
| - | - | - | 2,255,092 | 11,359,340 |
| - | - | - | 9,982,578 | 21,464,818 |
| - | - | - | 19,275,761 | 39,599,249 |
| - | - | - | 72,555 | 8,477,499 |
| - | - | - | - | 2,858,310 |
| - | - | - | 3,057,394 | 7,728,748 |
| - | - | - | 585,605 | 56,151,373 |
| - | 14,625,005 | 98,665 | 1,470,131 | 19,024,904 |
| - | - | - | - | 4,525,310 |
| - | - | - | - | 48,910,245 |
| - | - | - | 293,624 | 14,621,666 |
| - | - | - | 951,659 | 47,608,141 |
| - | - | - | 237,118 | 63,759,044 |
| - | - | - | - | 25,897,699 |
| - | - | - | - | 8,324,222 |
| - | - | - | 247,453 | 1,320,177 |
| - | 11,997,479 | 4,946,917 | 12,625,974 | 29,882,183 |
| - | 15,049,387 | 175,547 | 3,802,553 | 22,800,728 |
| 1,785,000 | - | - | 2,945,000 | 10,380,000 |
| 2,879,263 | - | - | 907,173 | 16,933,331 |
| <u>4,664,263</u> | <u>41,671,871</u> | <u>5,221,129</u> | <u>111,458,588</u> | <u>1,118,186,814</u> |
| <u>(2,471,217)</u> | <u>35,585,033</u> | <u>(4,936,373)</u> | <u>(10,641,154)</u> | <u>(40,505,158)</u> |
| - | - | - | 6,135 | 44,456 |
| - | - | - | 250,650 | 669,882 |
| - | - | 29,000,000 | - | 29,000,000 |
| 5,151,360 | - | - | 38,922 | 47,746,742 |
| - | (42,384,164) | - | (4,048,106) | (47,736,774) |
| <u>5,151,360</u> | <u>(42,384,164)</u> | <u>29,000,000</u> | <u>(3,752,399)</u> | <u>29,724,306</u> |
| 2,680,143 | (6,799,131) | 24,063,627 | (14,393,553) | (10,780,852) |
| <u>524,789</u> | <u>82,157,077</u> | <u>5,050,281</u> | <u>23,883,179</u> | <u>274,570,742</u> |
| <u>\$ 3,204,932</u> | <u>\$ 75,357,946</u> | <u>\$ 29,113,908</u> | <u>\$ 9,489,626</u> | <u>\$ 263,789,890</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

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

| | | |
|---|---------------------|----------------------------|
| Net Change in Fund Balances - Governmental Fund: | \$ | (10,780,852) |
| <p>Capital outlays are reported in the 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 capital outlays in excess of depreciation expense in the current period:</p> | | |
| Capital Outlay Expenditures | \$ 52,167,698 | |
| Depreciation Expense | <u>(57,866,858)</u> | (5,699,160) |
| <p>Capital assets donated to the District increase net position in the government-wide financial statements, but are not financial resources and, therefore, are not reported in the governmental funds.</p> | | |
| | | 106,204 |
| <p>The undepreciated cost of the disposal of capital assets during the current period is reported in the statement of activities. In the governmental funds, the cost of these assets was recognized as an expenditure in the year purchased. Thus, the change in net position differs from the change in fund balances by the undepreciated cost of the disposed assets.</p> | | |
| | | (1,254,476) |
| <p>Issuing long-term bonded debt is an other financing source in the governmental funds, but issuing new debt increases long-term liabilities in the statement of net position. This is the long-term debt that was issued in the current period:</p> | | |
| Certificates of Participation Issued | | (29,000,000) |
| <p>Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduce long-term liabilities in the statement of net position. The following details the amount of long-term debt principal repaid in the current period:</p> | | |
| Certificates of Participation Payable | \$ 7,435,000 | |
| Bonds Payable | <u>2,945,000</u> | 10,380,000 |
| <p>Governmental funds report the effect of premiums and discounts in the year debt is issued, but these amounts are deferred and amortized over the life of the debt in the statement of activities. The following details the effects of premiums and discounts in the current period:</p> | | |
| Amortization of Premiums | \$ 291,479 | |
| Amortization of Discounts | <u>(44,332)</u> | 247,147 |
| <p>Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore are not reported as expenditures in the governmental funds.</p> | | |
| Prepaid Insurance on Certificates of Participation Issued | | (18,741) |
| <p>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 vacation and sick leave earned in excess of the amount used in the current period.</p> | | |
| | | (1,880,792) |
| <p>In the statement of activities, the cost of the early retirement incentive is measured by the amounts earned during the year, while in the governmental funds expenditures are recognized based on the financial resources used.</p> | | |
| | | 28,415 |
| <p>Other postemployment benefits costs are recorded in the statement of activities under the full accrual basis of accounting, but are not recorded in the governmental funds until paid. This is the net increase in the other postemployment benefits payable liability for the current fiscal year.</p> | | |
| | | (3,081,000) |
| <p>Internal service funds are used by management to charge the cost of certain activities, such as insurance to individual funds. The net expense of internal service funds is reported with governmental activities.</p> | | |
| | | <u>(1,420,948)</u> |
| Change in Net Position - Governmental Activities: | \$ | <u><u>(42,374,203)</u></u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> |
|---------------------------------------|-------------------------|--------------------|-----------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Federal Direct Sources: | | | | |
| Reserve Officer Training Corps (ROTC) | \$ 717,542 | \$ 767,528 | \$ 849,352 | \$ 81,824 |
| Federal Impact, Current Operations | 290,000 | 390,693 | 390,693 | - |
| Other Federal Direct Sources | 200,000 | 179,066 | 183,689 | 4,623 |
| Total Federal Direct Sources | <u>1,207,542</u> | <u>1,337,287</u> | <u>1,423,734</u> | <u>86,447</u> |
| Federal Through State Sources: | | | | |
| Other Federal Through State Sources | - | 1,064 | 1,064 | - |
| Total Federal Through State Sources | <u>-</u> | <u>1,064</u> | <u>1,064</u> | <u>-</u> |
| State Sources: | | | | |
| Florida Education Finance Program | 357,244,192 | 335,118,035 | 335,118,035 | - |
| Categorical Programs | 150,477,887 | 151,097,927 | 151,349,691 | 251,764 |
| Other State Sources | 1,055,285 | 1,332,870 | 1,168,301 | (164,569) |
| Total State Sources | <u>508,777,364</u> | <u>487,548,832</u> | <u>487,636,027</u> | <u>87,195</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | 308,772,012 | 305,980,100 | 305,946,518 | (33,582) |
| Interest Income | 4,000,000 | 3,284,649 | 3,327,959 | 43,310 |
| Other Local Sources | 20,610,782 | 31,620,165 | 29,584,514 | (2,035,651) |
| Total Local Sources | <u>333,382,794</u> | <u>340,884,914</u> | <u>338,858,991</u> | <u>(2,025,923)</u> |
| Total Revenues | <u>843,367,700</u> | <u>829,772,097</u> | <u>827,919,816</u> | <u>(1,852,281)</u> |

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

(Continued)

**DUVAL COUNTY PUBLIC SCHOOLS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | General Fund | | | |
|---|------------------|----------------|----------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Salaries | \$ 384,592,408 | \$ 388,358,885 | \$ 363,519,063 | \$ 24,839,822 |
| Benefits | 119,973,135 | 121,123,311 | 106,999,311 | 14,124,000 |
| Purchased Services | 70,660,984 | 65,331,197 | 60,429,857 | 4,901,340 |
| Energy Services | 9,965 | 42,871 | 28,541 | 14,330 |
| Materials & Supplies | 67,015,895 | 40,272,443 | 19,816,612 | 20,455,831 |
| Capital Outlay | 1,222,468 | 3,310,171 | 2,004,813 | 1,305,358 |
| Other Expenses | 303,042 | 1,735,234 | 1,508,828 | 226,406 |
| Pupil Personnel Services: | | | | |
| Salaries | 30,706,839 | 32,330,121 | 28,856,853 | 3,473,268 |
| Benefits | 9,676,832 | 10,293,560 | 9,376,726 | 916,834 |
| Purchased Services | 2,866,181 | 2,555,537 | 2,007,953 | 547,584 |
| Energy Services | 210,306 | 397,281 | 188,595 | 208,686 |
| Materials & Supplies | 827,018 | 542,540 | 308,873 | 233,667 |
| Capital Outlay | 26,900 | 76,943 | 63,495 | 13,448 |
| Other Expenses | 51,593 | 37,377 | 24,340 | 13,037 |
| Instructional Media Services: | | | | |
| Salaries | 6,299,021 | 6,982,799 | 6,157,915 | 824,884 |
| Benefits | 1,976,291 | 2,171,685 | 1,898,273 | 273,412 |
| Purchased Services | 240,772 | 624,442 | 522,860 | 101,582 |
| Materials & Supplies | 347,118 | 274,435 | 174,453 | 99,982 |
| Capital Outlay | 869,776 | 518,742 | 299,409 | 219,333 |
| Other Expenses | 4,181 | 5,217 | 5,217 | - |
| Instruction and Curriculum Development: | | | | |
| Salaries | 5,715,751 | 7,385,002 | 6,406,779 | 978,223 |
| Benefits | 1,850,885 | 2,215,238 | 1,715,031 | 500,207 |
| Purchased Services | 1,538,409 | 1,128,215 | 707,374 | 420,841 |
| Materials & Supplies | 7,415,930 | 2,215,664 | 323,289 | 1,892,375 |
| Capital Outlay | 488,086 | 94,370 | 71,586 | 22,784 |
| Other Expenses | 172,243 | 173,326 | 159,626 | 13,700 |
| Instructional Staff Training Services: | | | | |
| Salaries | 7,729,305 | 10,129,418 | 8,354,701 | 1,774,717 |
| Benefits | 2,471,678 | 3,119,074 | 2,305,524 | 813,550 |
| Purchased Services | 5,989,084 | 8,109,469 | 5,650,766 | 2,458,703 |
| Materials & Supplies | 9,004,450 | 277,020 | 55,439 | 221,581 |
| Capital Outlay | 118,130 | 57,738 | 8,609 | 49,129 |
| Other Expenses | 190,134 | 125,647 | 102,031 | 23,616 |
| Instruction Related Technology: | | | | |
| Salaries | 3,591,243 | 3,400,928 | 3,005,501 | 395,427 |
| Benefits | 1,135,177 | 994,700 | 904,591 | 90,109 |
| Purchased Services | 3,638,267 | 3,811,694 | 3,245,099 | 566,595 |
| Energy Services | 79,015 | 80,789 | 40,341 | 40,448 |
| Materials & Supplies | 204,895 | 246,583 | 203,957 | 42,626 |
| Capital Outlay | 20,324 | 38,955 | 25,456 | 13,499 |
| Other Expenses | 2,800 | 2,800 | - | 2,800 |
| School Board: | | | | |
| Salaries | 470,833 | 489,040 | 489,040 | - |
| Benefits | 148,313 | 158,225 | 157,008 | 1,217 |
| Purchased Services | 1,211,034 | 2,399,675 | 2,077,795 | 321,880 |
| Materials & Supplies | 8,043 | 8,205 | 7,898 | 307 |
| Capital Outlay | | 21 | | 21 |
| Other Expenses | 145,834 | 135,834 | 126,569 | 9,265 |

(Continued)

**DUVAL COUNTY PUBLIC SCHOOLS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | General Fund | | | |
|--------------------------------------|------------------|--------------|----------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| EXPENDITURES | | | | |
| General Administration: | | | | |
| Salaries | \$ 3,146,120 | \$ 3,091,301 | \$ 2,747,567 | \$ 343,734 |
| Benefits | 968,556 | 1,223,790 | 940,897 | 282,893 |
| Purchased Services | 203,158 | 321,837 | 181,615 | 140,222 |
| Energy Services | 19,589 | 49,771 | 32,352 | 17,419 |
| Materials & Supplies | 704,565 | 155,103 | 52,400 | 102,703 |
| Capital Outlay | 1,357 | 12,734 | 11,604 | 1,130 |
| Other Expenses | 51,719 | 56,592 | 52,515 | 4,077 |
| School Administration: | | | | |
| Salaries | 43,355,526 | 44,583,703 | 42,248,515 | 2,335,188 |
| Benefits | 13,664,603 | 13,896,439 | 12,027,305 | 1,869,134 |
| Purchased Services | 879,035 | 921,268 | 734,838 | 186,430 |
| Materials & Supplies | 448,777 | 382,126 | 324,727 | 57,399 |
| Capital Outlay | 106,844 | 225,873 | 144,889 | 80,984 |
| Other Expenses | 65,865 | 83,940 | 80,362 | 3,578 |
| Facilities Services - Noncapitalized | | | | |
| Salaries | 646,312 | 693,066 | 416,472 | 276,594 |
| Benefits | 203,587 | 215,667 | 103,339 | 112,328 |
| Purchased Services | 177,622 | 188,047 | 26,051 | 161,996 |
| Materials & Supplies | 18,056 | 13,063 | 5,600 | 7,463 |
| Capital Outlay | 2,589,036 | 3,909,153 | 2,279,391 | 1,629,762 |
| Other Expenses | 700 | 745 | 250 | 495 |
| Fiscal Services: | | | | |
| Salaries | 3,614,128 | 3,726,748 | 3,154,244 | 572,504 |
| Benefits | 1,124,713 | 550,379 | 921,340 | (370,961) |
| Purchased Services | 570,401 | 629,918 | 388,905 | 241,013 |
| Materials & Supplies | 78,378 | 61,326 | 38,947 | 22,379 |
| Capital Outlay | 4,925 | 7,190 | 6,450 | 740 |
| Other Expenses | 19,836 | 18,658 | 15,424 | 3,234 |
| Central Services: | | | | |
| Salaries | 7,461,268 | 7,705,613 | 7,347,471 | 358,142 |
| Benefits | 2,332,654 | 2,881,842 | 2,642,534 | 239,308 |
| Purchased Services | 4,666,059 | 4,867,782 | 3,623,448 | 1,244,334 |
| Energy Services | 141,747 | 142,940 | 114,337 | 28,603 |
| Materials & Supplies | 409,052 | 423,020 | 163,921 | 259,099 |
| Capital Outlay | 35,342 | 68,199 | 17,545 | 50,654 |
| Other Expenses | 187,640 | 180,447 | 135,459 | 44,988 |
| Pupil Transportation Services: | | | | |
| Salaries | 817,135 | 819,551 | 802,766 | 16,785 |
| Benefits | 257,398 | 257,505 | 223,330 | 34,175 |
| Purchased Services | 42,000,561 | 41,967,053 | 41,313,073 | 653,980 |
| Energy Services | 4,848,629 | 4,287,716 | 4,275,528 | 12,188 |
| Materials & Supplies | 16,439 | 15,672 | 12,056 | 3,616 |
| Capital Outlay | 391 | 5,263 | 5,263 | - |
| Operation of Plant: | | | | |
| Salaries | 8,590,054 | 9,318,522 | 8,798,627 | 519,895 |
| Benefits | 2,959,074 | 3,794,117 | 3,589,162 | 204,955 |
| Purchased Services | 32,172,940 | 33,196,699 | 32,185,181 | 1,011,518 |
| Energy Services | 21,632,065 | 21,658,444 | 17,851,182 | 3,807,262 |
| Materials & Supplies | 994,563 | 1,163,293 | 993,895 | 169,398 |
| Capital Outlay | 103,493 | 115,121 | 99,097 | 16,024 |
| Other Expenses | 7,407 | 8,324 | 4,782 | 3,542 |

(Continued)

**DUVAL COUNTY PUBLIC SCHOOLS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | General Fund | | | |
|--|----------------------|----------------------|-----------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| EXPENDITURES | | | | |
| Maintenance of Plant: | | | | |
| Salaries | \$ 13,266,077 | \$ 13,131,121 | \$ 12,389,560 | \$ 741,561 |
| Benefits | 4,172,072 | 3,770,811 | 3,617,885 | 152,926 |
| Purchased Services | 4,508,153 | 4,699,604 | 4,049,910 | 649,694 |
| Energy Services | 726,532 | 758,699 | 658,258 | 100,441 |
| Materials & Supplies | 5,367,485 | 5,558,883 | 5,096,286 | 462,597 |
| Capital Outlay | 3,068 | 22,706 | 21,950 | 756 |
| Other Expenses | 45,479 | 68,788 | 63,850 | 4,938 |
| Administrative Technology: | | | | |
| Salaries | 2,500,787 | 2,459,850 | 2,134,254 | 325,596 |
| Benefits | 787,747 | 774,852 | 561,312 | 213,540 |
| Purchased Services | 3,765,928 | 4,004,805 | 3,545,965 | 458,840 |
| Materials & Supplies | 11,331 | 11,243 | 10,021 | 1,222 |
| Capital Outlay | 32,956 | 2,034,751 | 1,955,053 | 79,698 |
| Other Expenses | 6,500 | 28,004 | 17,822 | 10,182 |
| Community Services: | | | | |
| Salaries | 537,865 | 565,433 | 487,238 | 78,195 |
| Benefits | 127,252 | 127,061 | 94,823 | 32,238 |
| Purchased Services | 488,027 | 521,521 | 473,982 | 47,539 |
| Materials & Supplies | 23,855 | 14,032 | 13,664 | 368 |
| Capital Outlay | 2,088 | 2,888 | 2,816 | 72 |
| Other Expenses | 977 | 250 | 201 | 49 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 311,813 | 311,813 | 311,813 | - |
| Other Capital Outlay | 1,309,635 | 1,403,817 | 1,403,817 | - |
| Debt Service: | | | | |
| Other Expenses | 1,720,067 | 56,511 | 54,699 | 1,812 |
| Total Expenditures | <u>993,233,601</u> | <u>972,005,403</u> | <u>868,435,832</u> | <u>103,569,571</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(149,865,901)</u> | <u>(142,233,306)</u> | <u>(40,516,016)</u> | <u>101,717,290</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Loss Recoveries | - | 38,321 | 38,321 | - |
| Sale of Capital Assets | - | 419,232 | 419,232 | - |
| Transfers In | 28,091,941 | 30,291,038 | 30,171,882 | (119,156) |
| Transfers Out | <u>(40,271)</u> | <u>(483,342)</u> | <u>(474,009)</u> | <u>9,333</u> |
| Total Other Financing Sources | <u>28,051,670</u> | <u>30,265,249</u> | <u>30,155,426</u> | <u>(109,823)</u> |
| Net Change in Fund Balance | (121,814,231) | (111,968,057) | (10,360,590) | 101,607,467 |
| Fund Balance, Beginning | <u>150,799,185</u> | <u>140,881,426</u> | <u>140,881,426</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 28,984,954</u> | <u>\$ 28,913,369</u> | <u>\$ 130,520,836</u> | <u>\$ 101,607,467</u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
SPECIAL REVENUE - ARRA ECONOMIC STIMULUS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | ARRA Economic Stimulus | | | |
|---|------------------------|-----------------------|-----------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| Federal Through State Sources: | | | | |
| Race-to-the-Top | \$ 26,357,775 | \$ 26,652,229 | \$ 9,389,386 | \$ (17,262,843) |
| Title I and School Improvement Grants | 816,305 | 7,957,584 | 7,759,794 | (197,790) |
| Other Federal Through State Sources | 32,465 | 32,464 | 175 | (32,289) |
| Total Federal Through State Sources | <u>27,206,545</u> | <u>34,642,277</u> | <u>17,149,355</u> | <u>(17,492,922)</u> |
| Total Revenues | <u>27,206,545</u> | <u>34,642,277</u> | <u>17,149,355</u> | <u>(17,492,922)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Salaries | 1,074,942 | 5,545,008 | 5,452,748 | 92,260 |
| Benefits | 354,632 | 825,164 | 647,456 | 177,708 |
| Purchased Services | 440,044 | 1,219,316 | 984,498 | 234,818 |
| Materials & Supplies | 502,878 | 1,097,862 | 95,905 | 1,001,957 |
| Capital Outlay | 1,099,816 | 861,327 | 277,491 | 583,836 |
| Other Expenses | 190,896 | 60,131 | 54,271 | 5,860 |
| Pupil Personnel Services: | | | | |
| Salaries | 18,938 | 128,734 | 128,733 | 1 |
| Benefits | 3,825 | 9,925 | 9,925 | - |
| Purchased Services | 75,000 | 1,178,857 | 1,026,022 | 152,835 |
| Instructional Media Services: | | | | |
| Salaries | 7,856 | 43,924 | 42,825 | 1,099 |
| Benefits | 1,587 | 3,516 | 3,296 | 220 |
| Instruction and Curriculum Development: | | | | |
| Salaries | 1,888,725 | 1,804,114 | 1,383,438 | 420,676 |
| Benefits | 705,432 | 690,707 | 319,260 | 371,447 |
| Purchased Services | 1,409,614 | 1,332,143 | 375,972 | 956,171 |
| Materials & Supplies | 13,245,340 | 10,028,940 | 5,528 | 10,023,412 |
| Capital Outlay | 36,818 | 39,738 | 50 | 39,688 |
| Other Expenses | 46,935 | 51,532 | 14,307 | 37,225 |
| Instructional Staff Training Services: | | | | |
| Salaries | 1,493,077 | 3,222,914 | 2,582,760 | 640,154 |
| Benefits | 380,315 | 666,516 | 504,978 | 161,538 |
| Purchased Services | 1,601,625 | 1,894,447 | 751,965 | 1,142,482 |
| Materials & Supplies | 166,881 | 72,152 | 635 | 71,517 |
| Capital Outlay | 54,212 | 54,212 | 6,080 | 48,132 |
| Other Expenses | 530 | 3,000 | - | 3,000 |
| Instruction Related Technology: | | | | |
| Salaries | 3,489 | 3,489 | - | 3,489 |
| Benefits | 2,312 | 2,312 | - | 2,312 |
| Purchased Services | 678,655 | 1,346,161 | 964,673 | 381,488 |
| Capital Outlay | 1 | 124,575 | 15,326 | 109,249 |
| Board: | | | | |
| Other Expenses | 108,315 | - | - | - |
| General Administration: | | | | |
| Salaries | - | 187,158 | 187,158 | - |
| Benefits | - | 39,951 | 39,951 | - |
| Purchased Services | - | 129 | 129 | - |
| Other Expenses | 192,101 | 554,743 | 425,166 | 129,577 |

**DUVAL COUNTY PUBLIC SCHOOLS
SPECIAL REVENUE - ARRA ECONOMIC STIMULUS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | ARRA Economic Stimulus | | | |
|---------------------------------------|------------------------|-------------------|-------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| School Administration: | | | | |
| Salaries | \$ 250,000 | \$ 254,000 | \$ 4,000 | \$ 250,000 |
| Benefits | 27,400 | 27,716 | 316 | 27,400 |
| Purchased Services | - | 816 | 816 | - |
| Facilities Services - Noncapitalized | | | | |
| Purchased Services | - | 2,500 | - | 2,500 |
| Central Services: | | | | |
| Salaries | 195,426 | 223,254 | 163,465 | 59,789 |
| Benefits | 63,266 | 68,561 | 38,797 | 29,764 |
| Purchased Services | 192,302 | 259,657 | 80,890 | 178,767 |
| Materials & Supplies | 5,871 | 4,896 | 175 | 4,721 |
| Capital Outlay | 7,952 | 7,145 | - | 7,145 |
| Other Expenses | - | 4,767 | - | 4,767 |
| Pupil Transportation Services: | | | | |
| Purchased Services | 165,688 | 66,517 | 24,466 | 42,051 |
| Operation of Plant: | | | | |
| Purchased Services | - | 76,500 | - | 76,500 |
| Administrative Technology: | | | | |
| Purchased Services | 90,000 | 117,162 | 99,795 | 17,367 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | | | | - |
| Other Capital Outlay | 423,849 | 436,089 | 436,089 | - |
| Total Expenditures | <u>27,206,545</u> | <u>34,642,277</u> | <u>17,149,355</u> | <u>17,492,922</u> |
| Excess (Deficiency) of Revenues | | | | |
| Over (Under) Expenditures | - | - | - | - |
| Net Change in Fund Balance | - | - | - | - |
| Fund Balance, Beginning | - | - | - | - |
| Fund Balance, Ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
SPECIAL REVENUE FUND - FOOD SERVICE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Food Service | | | |
|--|---------------------|---------------------|----------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| Federal Through State Sources: | | | | |
| Food Service | \$ 38,157,865 | \$ 40,866,336 | \$ 40,781,139 | \$ (85,197) |
| Total Federal Through State Sources | <u>38,157,865</u> | <u>40,866,336</u> | <u>40,781,139</u> | <u>(85,197)</u> |
| State Sources: | | | | |
| Food Service | 793,585 | 727,617 | 727,617 | - |
| Total State Sources | <u>793,585</u> | <u>727,617</u> | <u>727,617</u> | <u>-</u> |
| Local Sources: | | | | |
| Food Service Sales | 10,967,297 | 9,730,512 | 9,730,619 | 107 |
| Interest Income | - | 178,993 | 181,154 | 2,161 |
| Other Local Sources | 400,000 | 527,093 | 527,151 | 58 |
| Total Local Sources | <u>11,367,297</u> | <u>10,436,598</u> | <u>10,438,924</u> | <u>2,326</u> |
| Total Revenues | <u>50,318,747</u> | <u>52,030,551</u> | <u>51,947,680</u> | <u>(82,871)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Salaries | 2,664,520 | 2,658,090 | 2,304,171 | 353,919 |
| Benefits | 1,281,483 | 1,284,288 | 1,046,380 | 237,908 |
| Purchased Services | 42,689,782 | 41,928,227 | 38,874,500 | 3,053,727 |
| Energy Services | 1,264,772 | 1,331,854 | 945,577 | 386,277 |
| Materials & Supplies | 2,506,955 | 3,176,877 | 3,100,405 | 76,472 |
| Capital Outlay | 4,395,801 | 3,541,252 | 908,020 | 2,633,232 |
| Other Expenses | 2,035,000 | 2,037,500 | 1,731,192 | 306,308 |
| Capital Outlay: | | | | |
| Other Capital Outlay | 1,933,335 | 1,933,335 | 1,933,335 | - |
| Total Expenditures | <u>58,771,648</u> | <u>57,891,423</u> | <u>50,843,580</u> | <u>7,047,843</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(8,452,901)</u> | <u>(5,860,872)</u> | <u>1,104,100</u> | <u>6,964,972</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | - | 182,634 | 182,634 | - |
| Transfers Out | - | (830,495) | (830,495) | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>(647,861)</u> | <u>(647,861)</u> | <u>-</u> |
| Net Change in Fund Balance | (8,452,901) | (6,508,733) | 456,239 | 6,964,972 |
| Fund Balance, Beginning | 10,107,051 | 9,991,681 | 9,991,681 | - |
| Fund Balance, Ending | <u>\$ 1,654,150</u> | <u>\$ 3,482,948</u> | <u>\$ 10,447,920</u> | <u>\$ 6,964,972</u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2013**

| | Governmental Activities - Internal Service Funds |
|--|---|
| | |
| ASSETS | |
| Current Assets: | |
| Cash and Cash Equivalents | \$ 1,951,303 |
| Investments | 92,267,844 |
| Due From Other Agencies | 560,129 |
| Due From Excess Insurers, Net of | |
| Allowance for Doubtful Accounts of \$1,373,453 | 1,143,103 |
| Total Assets | 95,922,379 |
| LIABILITIES | |
| Current Liabilities: | |
| Accounts Payable | 16,545,934 |
| Due to Other Agencies | 319,061 |
| Deposits Payable | 1,661,331 |
| Estimated Insurance Claims Payable | 13,095,467 |
| Total Current Liabilities | 31,621,793 |
| Noncurrent Liabilities: | |
| Estimated Insurance Claims Payable | 10,393,387 |
| Total Noncurrent Liabilities | 10,393,387 |
| Total Liabilities | 42,015,180 |
| NET POSITION | |
| Restricted for Employee Health Benefits | 40,591,736 |
| Unrestricted | 13,315,463 |
| Total Net Position | \$ 53,907,199 |

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

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Governmental Activities - Internal Service Funds |
|------------------------------------|---|
| OPERATING REVENUES | |
| Premium Revenues | \$ 110,436,206 |
| Charges for Services | 732,927 |
| Other Operating Revenues | 1,701,160 |
| Total Operating Revenues | 112,870,293 |
| OPERATING EXPENSES | |
| Salaries and Benefits | 443,679 |
| Purchased Services | 6,856,885 |
| Materials and Supplies | 135,851 |
| Capital Outlay | 20 |
| Insurance Claims and Related Costs | 108,002,046 |
| Total Operating Expenses | 115,438,481 |
| Operating Loss | (2,568,188) |
| NONOPERATING REVENUES | |
| Interest Income | 1,157,208 |
| Total Non-Operating Revenues | 1,157,208 |
| Loss Before Transfers | (1,410,980) |
| Transfers In | 252,454 |
| Transfers Out | (262,422) |
| Change in Net Position | (1,420,948) |
| Total Net Position - Beginning | 55,328,147 |
| Total Net Position - Ending | \$ 53,907,199 |

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

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Governmental Activities - Internal Service Funds |
|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Cash Received from Board Funds and Participants | \$ 111,169,133 |
| Cash Received from Other Operating Activities | 2,449,160 |
| Cash Payments for Employee Services | (443,679) |
| Cash Payments to Vendors for Goods and Services | (4,865,571) |
| Cash Payments for Insurance Claims | (107,148,288) |
| Net Cash Provided by Operating Activities | 1,160,755 |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | |
| Transfers In | 252,454 |
| Transfers to Other Funds | (262,422) |
| Net Cash Used by Non-Capital Financing Activities | (9,968) |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Purchases of Investments | (1,973,475) |
| Interest Income | 1,157,208 |
| Net Cash Used by Investing Activities | (816,267) |
| Net Change in Cash and Cash Equivalents | 334,520 |
| Cash and Cash Equivalents at Beginning of Year | 1,616,783 |
| Cash and Cash Equivalents at End of Year | \$ 1,951,303 |
| Reconciliation of Operating Loss to Net Cash Provided by Operating Activities: | |
| Operating Loss | \$ (2,568,188) |
| Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities: | |
| Decrease in Accounts Receivable | 353,163 |
| Decrease in Due from Excess Insurers | 326,337 |
| Decrease in Due from Other Agencies | 87,478 |
| Increase in Accounts Payable | 1,774,022 |
| Increase in Deposits Payable | 354,847 |
| Increase in Estimated Insurance Claims Payable | 853,758 |
| Decrease in Due to Other Agencies | (20,662) |
| Total Adjustments | 3,728,943 |
| Net Cash Provided by Operating Activities | \$ 1,160,755 |

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

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2013**

| | Private-Purpose Trust Funds | Agency Funds - School Internal Accounts |
|---------------------------|--|--|
| ASSETS | | |
| Current Assets: | | |
| Cash and Cash Equivalents | \$ 512,052 | \$ 7,122,574 |
| Total Assets | 512,052 | 7,122,574 |
| LIABILITIES | | |
| Current Liabilities: | | |
| Accounts Payable | - | 7,122,574 |
| Total Liabilities | - | 7,122,574 |
| NET POSITION | | |
| Restricted | 512,052 | - |
| Total Net Position | \$ 512,052 | \$ - |

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

DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

| | Private-Purpose Trust Funds |
|--------------------------|--|
| ADDITIONS | |
| Investment Earnings: | |
| Interest Income | \$ 148 |
| Other Local Sources | 48,879 |
| Scholarship Income | 328,352 |
| Total Additions | 377,379 |
| DEDUCTIONS | |
| Scholarship Payments | 34,124 |
| Total Deductions | 34,124 |
| Change in Net Position | 343,255 |
| Net Position - Beginning | 168,797 |
| Net Position - Ending | \$ 512,052 |

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

This page intentionally left blank

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees charges to external customers for support. Likewise, the primary government is reported separately from certain legally separated component units for which the primary government is financially accountable. The District has no business-type activities.

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.

B. Reporting Entity

The District School Board has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The Duval County School District (District) is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education, and is governed by State law and State Board of Education rules. The governing body of the District is the Duval County School Board (Board) which is comprised of seven elected members. The appointed Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Duval 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 Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any legally separate entities for which the Board is financially

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

accountable 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.

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

Blended Component Unit Blended component units, are in substance, part of the primary District's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District. The Duval School Board Leasing Corporation (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in Note III.F.1. Due to the substantive economic relationship between the District and the Leasing Corporation, the financial activities of the Leasing Corporation are included in the accompanying basic financial statements. Separate financial statements for the Leasing Corporation are not published.

Discretely Presented Component Units The component unit columns in the government-wide financial statements include the financial data of the District's other component units. A separate column is used to emphasize that they are legally separate from the District.

These component units consist of the following twenty charter schools: Duval Charter at Arlington; Duval Charter High School at Baymeadows; Duval Charter K-8 School at Baymeadows; Florida School for Integrated Academics and Technologies Jacksonville, Inc.; Global Outreach Charter Academy, Inc., doing business as Global Community Outreach Academy; KIPP Impact Middle School; KIPP Voice; Lone Star High School; River City Education Services, Inc., doing business as River City Science Academy Elementary School and River City Science Academy Middle/High School; S.O.C.K. Outstanding Students (S.O.S) Academy, Inc.; Somerset Academy Eagle Campus Elementary School; Somerset Academy Eagle Campus Middle School; Wayman Academy of the Arts, Inc.; Seacoast Charter Academy; Waverly Academy; Murray Hill High School; MYcroschool for Integrated Technologies; Somerset Academy High School; and Tiger Academy. The 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

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Schools operate under charters approved by their sponsor, Duval County Public Schools. The charter schools are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charters, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to provide specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District.

The financial data reported on the accompanying statements was derived from the charter schools' audited financial statements for the fiscal year ended June 30, 2013. The charter schools' financial statements are audited by independent certified public accountants and are filed in the District's administrative offices.

The District considered Pathways Academy charter school operated by Florida State College at Jacksonville for inclusion in its reporting entity; however, because Pathways Academy is an operating component of the College and is not a separate legal entity, it does not meet the criteria for inclusion as a component unit of the District.

C. Basis of Presentation: Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

The effects of interfund activity have been eliminated from the government-wide financial statements except for interfund services provided and used.

D. Basis of Presentation: Fund Financial Statements

The fund financial statements provide information about the District's funds, including the fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the 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 or City that are legally restricted to be expended for specific current operating purposes.
- Special Revenue – ARRA Economic Stimulus Fund – to account for certain Federal grant program resources related to the American Recovery and Reinvestment Act (ARRA).
- Special Revenue – Food Service Fund – to account for the financial resources related to the preparation, distribution and sale of breakfast, lunch, and snacks to District students and personnel and related Federal grant program resources.
- Debt Service – Other Debt Service Fund – to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs for the District’s Certificates of Participation (COPs) and 2003 and 2005 Qualified Zone Academy Bonds (QZABs).
- Debt Service – ARRA Economic Stimulus Fund – to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs of Qualified School Construction Bonds (QSCBs) and 2012 Qualified Zone Academy Bonds (QZABs).
- Capital Projects – Local Capital Improvement Fund – to account for the financial resources generated by the local capital improvement ad valorem tax levy to be used for educational capital outlay needs, including new construction, renovations, and remodeling projects.
- Capital Projects – ARRA Economic Stimulus Fund – to account for the financial resources of the Qualified School Construction Bonds (QSCBs) and 2012 Qualified Zone Academy Bonds (QZABs) to be used for certain capital construction and improvement projects.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

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

- Internal Service Funds – to account for the District's individual workers' compensation and health self-insurance programs and the District's printing department operations.
- Agency Funds – to account for resources of the school internal funds which are used to administer moneys collected at schools in connection with school, student athletics, class, and club activities.
- Private-Purpose Trust Fund – to account for resources of the Robert E. Lee High School Gear Up Scholarship Trust Fund which provides scholarships to 2008 graduating class members until all moneys are disbursed. Additionally to account for resources of William Raines High School Gear Up Scholarship Trust Fund effective March 20, 2013, for those scholarship recipients who are graduating seniors attending a two or four year public or private institution. These activities are excluded from the government-wide financial statements because the District cannot use these assets to finance its operations.

E. Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

available if they are collected within 60 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is made. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, other postemployment benefits, and compensated absences, are only recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The proprietary and private-purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

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

F. Budgetary Information

1. **Budgetary Basis of Accounting** The Board follows procedures established by State statutes and State Board of Education rules 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.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, pupil personnel services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 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.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and short-term highly liquid investments with original maturities of three months or less.

Cash deposits are held by banks qualified as public depositories under Florida law. 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.

2. Investments

Investments consist of amounts placed with State Board of Administration (SBA) for participation in the Florida PRIME investment pool created by Section 218.405, Florida Statutes, the State Treasury Special Purpose Investment Account (SPIA) investment pool authorized in Section 17.61(1), Florida Statutes, and those made locally.

The District's investments in Florida PRIME, which the SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. These investments are reported at fair value, which is amortized cost.

The District's investments in the State Treasury Special Purpose Investment Account (SPIA) investment pool managed by the Florida Department of Financial Services, Division of Treasury, represent ownership of a share of the pool, not the underlying securities. The

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

District's participation is voluntary, and the investments are reported at the fair value of the investment pool, with a fair value factor of 0.9975 at June 30, 2013.

Investments made locally consist of money market mutual funds, commercial paper, obligations of United States Government agencies and instrumentalities, and common stock and are reported at fair value. The District's money market mutual funds are Securities and Exchange Commission Rule 2a7 external investment pools, whereby shares are owned in the funds rather than the underlying investments. Types and amounts of investments held at fiscal year-end are described in Note III.B.

3. Inventories and Prepaid Items

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on the moving weighted-average basis, except that United States Department of Agriculture donated foods 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.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

4. Restricted Assets

Certain assets held by a trustee, in the name of the District, in connection with Qualified Zone Academy Bonds (QZABs) financing arrangements, are classified as restricted assets on the statement of net position and balance sheet because they are set aside for repayment of QZAB debt at maturity as required by applicable debt covenants.

5. Capital Assets

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined

**DUVAL COUNTY PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

by the District as those costing \$750 or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at fair value at the date of donation. Land and buildings acquired or constructed prior to July 1, 1969, were valued at appraised value when historical costs could not be determined.

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

| <u>Description</u> | <u>Estimated Lives</u> |
|------------------------------------|------------------------|
| Improvements Other Than Buildings | 10 - 40 years |
| Buildings and Fixed Equipment | 10 - 50 years |
| Furniture, Fixtures, and Equipment | 5 - 15 years |
| Motor Vehicles | 7 years |
| Audio Visual Materials | 5 years |
| Computer Software | 5 years |

Current year information relative to changes in capital assets is described in Note III.D.

6. 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. Debt premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Effective for periods beginning on or after December 15, 2012, with the adoption of GASB Statement No. 65, only prepaid insurance costs related to long term debt will be deferred and amortized over the life of the bonds.

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

Changes in long-term liabilities for the current year are reported in Note III.F.3.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

7. Net Position Flow Assumption

The District occasionally funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. To calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. Consequently, it is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Fund Balance Flow Assumptions

The District may fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board. Once adopted, the limitation imposed by the Board remains in place until a similar action is taken to remove or revise the limitation. The District did not report any committed fund balance at year end.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

assigned fund balance for specific purposes. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The Board has not adopted a stabilization arrangement or a minimum fund balance policy. Instead, the Board has adopted Policy 7.10 (Policy) which states that, in formulating the budget, the Superintendent shall take into consideration the immediate and long range needs of the District and that the Superintendent or designee is authorized to develop and implement appropriate budgetary accounting and record keeping procedures consistent with mandatory federal and state laws, rules, and regulations, and consistent with good business practice. Additionally, the Policy requires the Board to adopt a balanced budget in accordance with Florida Statutes. The Policy was established, in part, to ensure compliance with Section 1011.051, Florida Statutes, which requires that the District maintain an assigned and unassigned General Fund balance that is sufficient to address normal contingencies. As of June 30, 2013, the General Fund assigned and unassigned fund balance of \$111,715,946 was 13.5 percent of General Fund revenues.

H. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as 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. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. 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.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

2. State Revenue Sources

Significant revenues from State sources for current operations include 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 these 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 fund financial statements for the balance of categorical and earmarked educational program resources.

A schedule of revenue from State sources for the current year is presented in Note III.M.1.

3. 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 tangible personal property within the District. Property values are determined by the Duval County Property Appraiser, and property taxes are collected by the Duval County Tax Collector.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

The Board adopted the 2012 tax levy on September 18, 2012. Truth in Millage (TRIM) notices are prepared by August 15, based on the value of the property as of January 1 of that year. 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 4.0 percent for early payment.

Taxes become a lien on the property on January 1, and are delinquent on April 1 for the year following the year of assessment. Tax lien processing for delinquent taxes begins on or after May 1. State law provides for enforcement of collection of tangible 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 Duval County Tax Collector at fiscal year-end but not yet remitted to the District.

Millages and taxes levied for the current year are presented in Note III.M.2.

4. **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.

5. **Compensated Absences**

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 for these amounts is reported in the governmental fund financial statements only if it has matured, such as for

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

occurrences of employee resignations and retirements. The liability for compensated absences includes salary-related benefits, where applicable.

6. Proprietary Funds Operating and Nonoperating Revenues and Expenses

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 for self-insurance are charges to the District for health insurance, workers' compensation, general liability, and automobile liability insurance premiums. The principal operating expenses include insurance claims and administrative expenses and fees. The principal operating revenues and expenses of the District's Internal Service Funds for printing department operations are charges to District departments to recover the costs of printing operations on a cost-reimbursement basis. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

II. ACCOUNTING CHANGES

Governmental Accounting Standards Board Statement No. 61 The District implemented Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*. This Statement, in part, modifies certain requirements for inclusion of component units in the financial reporting entity, as the District is required to operate, control, supervise, and fund public schools in the District, including the charter schools. The charter schools are presented as discretely presented component units of the District. However, in prior fiscal years, the Tiger Academy charter school was excluded from the District's reporting entity, affecting the comparability of financial statements for the 2012-13 and 2011-12 fiscal years.

GASB Statement No. 63 The GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective for the 2012-13 fiscal year. This statement incorporated deferred outflows of resources and deferred inflows of resources into the definitions of the required components of residual measure and renamed that measure as net position, rather than net assets.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

GASB Statement No. 65 The District elected to early implement GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. GASB Statement No. 65 establishes accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. It also changes the treatment of debt issuance costs. With the exception of prepaid insurance, these costs relate to services provided in the current period and thus they should be expensed in the current period.

Since the provisions of this statement are applied retroactively, the beginning net position has been decreased by the amount of unamortized debt issuance costs at the beginning of the fiscal year as follows:

| | |
|---|----------------|
| Net position, beginning, as previously reported | \$ 895,480,137 |
| Adjustment to adopt GASB Statement No. 65 | (3,166,968) |
| Net position, beginning, as restated | \$ 892,313,169 |

Change in Reporting Entity During the 2012-13 fiscal year the District added three new charter schools which are discretely presented component units. The new charter schools are MYcroschool for Integrated Technologies, KIPP Voice, and Somerset Academy High School. Additionally, as discussed above, the Tiger Academy charter school was included in the District’s reporting entity for the 2012-13 fiscal year, although it was excluded in previous fiscal years. The adjustment to beginning net position as a result of this change was as follows:

| | |
|---|--------------|
| Net position, beginning, as previously reported | \$ 3,695,647 |
| Adjustment for change in reporting entity | 41,558 |
| Net position, beginning, as restated | \$ 3,737,205 |

III. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

Custodial Credit Risk-Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District does not have a policy for custodial credit risk. All bank balances of the District are fully insured or collateralized as required by Chapter 280, Florida Statutes.

Cash balances from all funds are combined and invested to extent available. Earnings are allocated monthly to each fund balance on average daily balances.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

B. Investments

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

| Investments | Maturities | Fair Value |
|--|-----------------------------|-----------------------|
| State Board of Administration (SBA): | | |
| Florida PRIME (1) | 40 Day Average | \$ 1,004 |
| Debt Service Accounts | 6 Months | 396,074 |
| State Special Purpose Investment Account (2) | 2.65 Year Average | 312,948,225 |
| Money Market Mutual Funds (1) (2) | 36 - 53 Days | 25,167,306 |
| United States Treasury Securities | October 2015-September 2017 | 6,330,759 |
| Obligations of United States Government | | |
| Agencies and Instrumentalities (3) | October 2013-July 2015 | 4,651,944 |
| Commercial Paper (3) | December 2013 | 3,092,571 |
| Other Investments | | 117,389 |
| Total Investments, Primary Government | | \$ 352,705,272 |

- Notes: (1) Investments with original maturities of three months or less are considered cash equivalents for financial reporting purposes.
- (2) Investments totaling \$51,190,106 were held under a trust agreement in connection with Certificates of Participation financing arrangements as follows: \$29,075,462 invested in State Special Purpose Investment Account and \$22,114,644 invested in the Federated Prime Obligations money market mutual fund.
- (3) Includes \$3,487,106 of restricted investments held under trust agreements in connection with Qualified Zone Academy Bonds financing arrangements to meet sinking fund requirements as follows: \$394,535 invested in Obligations of the United States Government Agencies and Instrumentalities and \$3,092,571 invested in commercial paper.

➤ Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates but generally requires shorter-term investment maturities that are matched with cash flow needs to avoid selling securities prior to maturity.

➤ Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(17), Florida Statutes, limits investments to the SBA's Florida PRIME, or any other intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; Securities and Exchange Commission (SEC) registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

time deposits in qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury. The District's investment policy limits investments to the Local Government Surplus Funds Trust Fund or similar intergovernmental investment pools, United States Treasury securities, obligations of United States Government Agencies and Instrumentalities, SEC registered money market funds, commercial paper, and interest-bearing time deposits and bankers' acceptances.

The District's investments in the State Board of Administration Debt Service accounts are to provide for debt service payments on bond debt issued by the State Board of Education for the benefit of the District. The District relies on policies developed by the State Board of Administration for managing interest rate risk and credit risk for this account.

The State Special Purpose Investment Account carried a credit rating of A+f by Standard and Poor's Ratings Services at June 30, 2013. The District relies on policies developed by the State Treasury for managing interest rate risk and credit risk for this investment pool. Disclosures for the State Treasury investment pool are included in the notes to financial statements of the State's Comprehensive Annual Financial Report.

The District's investments in money market mutual funds are as follows: Federated Prime Obligations Fund, Goldman Sachs Financial Square Government Fund, and TDAM Institutional U.S. Government Fund. As of June 30, 2013, all funds are rated AAAM by Standard and Poor's Ratings Services.

Investments of \$394,535 in Federal National Mortgage Association and \$3,092,571 in Natixis US Financial LLC commercial paper are authorized under forward delivery agreements and held by a trustee for the District's Qualified Zone Academy Bonds (QZABs) sinking fund obligations. The forward delivery agreements authorize the investment of the available sinking fund amounts in certain eligible securities, including United States Treasury securities, obligations issued by agencies of the United States Government, and short-term obligations issued by banks, corporations, or other borrowers having a rating at the time of delivery of at least A-1 by Standard and Poor's Ratings Services or P-1 by Moody's Investors Service. The District's investments in commercial paper were rated A-1 and P-1 by Standard and Poor's Ratings Services and Moody's Investors Service, respectively.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

➤ 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. Section 218.415(18), Florida Statutes, requires the District to earmark all investments and 1) if registered with the issuer or its agents, the investment must be immediately placed for safekeeping in a location that protects the governing body's interest in the security; 2) if in book entry form, the investment must be held for the credit of the governing body by a depository chartered by the Federal Government, the State, or any other state or territory of the United States which has a branch or principal place of business in this State, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in this State, and must be kept by the depository in an account separate and apart from the assets of the financial institution; or 3) if physically issued to the holder but not registered with the issuer or its agents, must be immediately placed for safekeeping in a secured vault. The District's investment policy requires that all securities purchased and collateral obtained be held by a third-party custodial institution and be properly designated as an asset of the District. As of June 30, 2013, all investments are held with an appropriate custodian or trustee or are held in accounts in the name of Duval County Public Schools and belonging to the Board.

➤ 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. The District's investment policy limits the amount the District may invest in any one issuer to \$12,500,000 or 25 percent of the entire investment portfolio. The District's investments in commercial paper represent 55 percent of the investments in the Debt Service – Other Debt Service Fund and 2 percent of the District's total investments. These investments are made pursuant to forward delivery agreements related to the District's QZABs as further discussed in Note III.F.1.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

C. Receivables

Due From Other Agencies The following is a schedule of amounts due from other agencies at June 30, 2013:

| <u>Funds/Source</u> | <u>Amount</u> |
|---|---------------------|
| Major Governmental Funds: | |
| General: | |
| Florida Department of Revenue: | |
| Fuel Tax Rebate | \$ 60,111 |
| Special Revenue - Food Service: | |
| Florida Department of Education: | |
| National School Summer Lunch Program | 415,946 |
| Operations Revenue Expected from FSMC | 1,263 |
| Special Revenue - ARRA Economic Stimulus: | |
| Florida Department of Education: | |
| Federal Grant Reimbursements | 475,769 |
| Nonmajor Governmental Funds: | |
| Special Revenue - Other Federal Programs: | |
| Florida Department of Education: | |
| Federal Grant Reimbursements | <u>2,735,459</u> |
| Total Governmental Funds | <u>3,688,548</u> |
| Proprietary Funds: | |
| Internal Service Funds - Workers' Compensation: | |
| Special Disability Trust Fund | <u>560,129</u> |
| Total Governmental Activities | <u>\$ 4,248,677</u> |

The amounts due from other agencies in the major Special Revenue - Food Service Fund represent accruals from the national school summer lunch program. The amount due from other agencies in the nonmajor Special Revenue - Other Federal Programs Fund mainly represent matching revenue as a result of expenditure accruals. The amount due from other agencies in the Proprietary Special Disability Trust Fund is paid on a first-in first-out basis whereby requests are reimbursed to the District based on available funding and may not be entirely collected within one year.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

D. Changes in Capital Assets

Changes in capital assets are presented in the table below:

| | Balance 7-1-12 | Additions | Deletions | Balance 6-30-13 |
|--|-------------------------|----------------------|----------------------|-----------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital Assets Not Being Depreciated: | | | | |
| Land | \$ 109,669,374 | \$ 23,264 | \$ 360,475 | \$ 109,332,163 |
| Land Improvements - Nondepreciable | 2,355,889 | - | - | 2,355,889 |
| Construction in Progress | 40,802,866 | 32,334,757 | 68,442,443 | 4,695,180 |
| Total Capital Assets Not Being Depreciated | 152,828,129 | 32,358,021 | 68,802,918 | 116,383,232 |
| Capital Assets Being Depreciated: | | | | |
| Improvements Other Than Buildings | 141,266,405 | 9,996,283 | 231,647 | 151,031,041 |
| Buildings and Fixed Equipment | 1,426,213,591 | 58,446,160 | 3,581,603 | 1,481,078,148 |
| Furniture, Fixtures, and Equipment | 182,130,284 | 17,672,912 | 15,365,587 | 184,437,609 |
| Motor Vehicles | 11,034,804 | 1,596,452 | 1,095,955 | 11,535,301 |
| Audio Visual Materials | 314,975 | 995 | 17,836 | 298,134 |
| Computer Software | 75,673,535 | 645,522 | 98,173 | 76,220,884 |
| Total Capital Assets Being Depreciated | 1,836,633,594 | 88,358,324 | 20,390,801 | 1,904,601,117 |
| Less Accumulated Depreciation for: | | | | |
| Improvements Other Than Buildings | 80,754,053 | 2,846,676 | 205,495 | 83,395,234 |
| Buildings and Fixed Equipment | 699,516,845 | 29,370,059 | 3,137,526 | 725,749,378 |
| Furniture, Fixtures, and Equipment | 124,243,692 | 22,549,249 | 14,948,588 | 131,844,353 |
| Motor Vehicles | 7,641,685 | 1,144,914 | 1,089,182 | 7,697,417 |
| Audio Visual Materials | 312,446 | 1,320 | 17,836 | 295,930 |
| Computer Software | 72,661,425 | 1,954,640 | 98,173 | 74,517,892 |
| Total Accumulated Depreciation | 985,130,146 | 57,866,858 | 19,496,800 | 1,023,500,204 |
| Total Capital Assets Being Depreciated, Net | 851,503,448 | 30,491,466 | 894,001 | 881,100,913 |
| Governmental Activities Capital Assets, Net | \$ 1,004,331,577 | \$ 62,849,487 | \$ 69,696,919 | \$ 997,484,145 |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Depreciation expense was charged to functions as follows for the year ended June 30, 2013:

| Function | Amount |
|--|----------------------|
| GOVERNMENTAL ACTIVITIES | |
| Instruction | \$ 40,038,503 |
| Pupil Personnel Services | 3,872,747 |
| Instructional Media Services | 826,437 |
| Instruction and Curriculum Development | 1,571,579 |
| Instructional Staff Training | 2,424,904 |
| Instruction Related Technology | 318,688 |
| School Board | 50,898 |
| General Administration | 314,185 |
| School Administration | 4,452,596 |
| Facilities Services | 43,345 |
| Fiscal Services | 328,285 |
| Food Services | 239,812 |
| Central Services | 803,464 |
| Pupil Transportation Services | 97,664 |
| Operation of Plant | 915,413 |
| Maintenance of Plant | 1,289,402 |
| Administrative Technology Services | 222,128 |
| Community Services | 56,808 |
| | <hr/> |
| Total Depreciation Expense - Governmental Activities | <u>\$ 57,866,858</u> |

E. Short-Term Debt

Revenue Anticipation Note On December 16, 2011, the District issued a Revenue Anticipation Note (Note), Series 2012, to fund energy efficient upgrades at various School sites. The Note was issued pursuant to Florida Statute 1011.14 and is repayable from certain ad valorem taxes and other legally available revenues in accordance with the Statute. The Note was issued at par, at an initial interest rate of 1.46 percent, and was funded by a series of monthly draws through January 2013 not to exceed \$4,910,000 in total.

The initial Note due date was December 13, 2012, with the option of (4) additional one year extensions, not to exceed (5) years in total. The first year option to extend the note was executed. The final Note due date is December 9, 2016, provided that the Note is extended to the final due date, it will be subject to the Mandatory Redemption Schedule below:

| <u>Redemption Dates</u> | <u>Principal</u> |
|-------------------------|---------------------|
| December 12, 2013 | \$ 1,201,017 |
| December 11, 2014 | 1,218,502 |
| December 10, 2015 | 1,236,242 |
| December 09, 2016 | 1,254,239 |
| Total Redemptions | <u>\$ 4,910,000</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

The following is a schedule of changes in short-term debt:

| | Balance 6/30/2012 | Issued | Redeemed | Balance 6/30/2013 |
|---------------------------|----------------------|---------------------|-------------|----------------------|
| Revenue Anticipation Note | \$ 1,550,000 | \$ 3,360,000 | \$ - | \$ 4,910,000 |
| Total Short-Term Debt | <u>\$ 1,550,000</u> | <u>\$ 3,360,000</u> | <u>\$ -</u> | <u>\$ 4,910,000</u> |

F. Long-Term Liabilities

1. Certificates of Participation

Certificates of Participation outstanding at June 30, 2013 are as follows:

| Series | Amount Outstanding | Interest Rates (Percent) | Lease Term Maturity | Original Amount |
|-------------------------------------|-----------------------|--------------------------------|---------------------------|--------------------|
| Series 2003-QZAB | \$ 5,667,000 | (1) | 2018 | \$ 5,667,000 |
| Series 2005-QZAB | 1,015,000 | (1) | 2021 | 1,015,000 |
| Series 2005 Refunding | 24,435,000 | 3.25 - 5.00 | 2020 | 35,355,000 |
| Series 2005A | 34,850,000 | 3.75 - 5.00 | 2025 | 38,290,000 |
| Series 2007A | 135,625,000 | 3.50 - 5.00 | 2033 | 145,575,000 |
| Series 2009A | 42,430,000 | 5.00 - 5.25 | 2035 | 42,430,000 |
| Series 2009B-QSCB | 21,945,000 | 2.10 (2) | 2025 | 27,220,000 |
| Series 2010A-QSCB | 33,074,000 | 5.40 (3) | 2027 | 33,074,000 |
| Series 2010B | 25,590,000 | 4.25 - 5.00 | 2035 | 25,590,000 |
| Series 2012 QZAB | 29,000,000 | 3.79 (4) | 2027 | 29,000,000 |
| Subtotal | <u>353,631,000</u> | | | |
| Unamortized Premiums and Discounts | <u>2,280,726</u> | | | |
| Total Certificates of Participation | <u>\$ 355,911,726</u> | | | |

Notes: (1) Interest on this debt is paid by the United States Government through the issuance of Federal income tax credits to the holder of the QZAB (Qualified Zone Academy Bond). The rate of return to the holders was established by the United States Government at the time of the sale.

(2) Series 2009B-QSCB (Qualified School Construction Bonds) is a principal only bond, with the investors receiving a tax credit in lieu of interest payments. The QSCBs also have a supplemental interest component that was necessary for marketing the bonds to investors.

(3) Series 2010A-QSCB (Qualified School Construction Bonds) is a 5.4 percent private placement issue where the District receives a direct interest subsidy payment from the United States Treasury. This subsidy reduces the District's true cost of borrowing to 0.169 percent over the duration of the lease term.

(4) The Series 2012 QZAB (Qualified Zone Academy Bond) is a 3.79 percent taxable Direct Subsidy Bond where interest expense incurred by the District is offset by an interest subsidy payment from the United States Treasury. This subsidy reduces the District's true cost of borrowing to 0 percent over the duration of the lease term.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

The District entered into a master financing arrangement on October 1, 2000, characterized as a lease-purchase agreement, with the Duval School Board Leasing Corporation (Leasing Corporation) whereby the District secured financing of various educational facilities and equipment. The financing was accomplished through the issuance of Certificates of Participation by the Leasing Corporation to third-party investors, to be repaid from the proceeds of rents paid by the District. The rents are funded from proceeds of the Capital Projects – Local Capital Improvement Fund as permitted by Statute and paid from the Debt Service – Other Debt Service Fund.

As a condition of the financing arrangement, the District gave a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. 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 to 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 the remaining term of the ground leases.

The lease terms and the District properties included in the ground lease under these arrangements include:

| Certificates | Lease Term | Description of Properties |
|-----------------------|---|--|
| Series 2003-QZAB | Earlier of date paid in full or December 23, 2018 | Technology related equipment and improvements at: John Love Elementary School Highlands Middle School Southside Middle School J.E.B. Stuart Middle School Mandarin Middle School Landmark Middle School |
| Series 2005-QZAB | Earlier of date paid in full or October 20, 2021 | Technology related equipment and improvements at: Cedar Hills Elementary School Brookview Elementary School |
| Series 2005 Refunding | Earlier of date paid in full or June 30, 2020 | Oceanway Elementary (New School) Kerman Trail Elementary (New School) Don Brewer Elementary (New School) Kernan Middle (New School) Sandalwood High School - Ten Portable Replacements to Permanent Classrooms Alfred I. DuPont Middle School - Addition of New 6th Grade Wing Paxon School for Advanced Studies - Additional Science Labs |
| Series 2005A | Earlier of date paid in full or June 30, 2025 | Arlington Middle School (Replacement) Nutrition Service Center (New Districtwide Facility) |
| Series 2007A | Earlier of date paid in full or June 30, 2033 | Atlantic Coast High School (New School) Westview K-8 School (New School) North Shore K-8 School Completion |
| Series 2009A | Earlier of date paid in full or June 30, 2035 | Bartram Springs (Reimbursement) Darnell Cookman Medical School of the Arts Renovations Comprehensive Needs at Various Schools - Technology and Information Upgrades |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

| Certificates | Lease Term | Description of Properties |
|-------------------|--|--|
| Series 2009B-QSCB | Earlier of date paid in full or December 16, 2025 | Dinsmore Elementary School Classroom Additions Ed White High School Classroom Additions Gregory Drive Elementary School Classroom Additions Robert E. Lee High School Classroom Additions New Berlin Elementary School Classroom Additions |
| Series 2010A-QSCB | Earlier of date paid in full or July 1, 2027 | Waterleaf Elementary School (New School) Eugene Butler Middle School Additions John E. Ford K-8 School Additions |
| Series 2010B | Earlier of date paid in full or July 1, 2035 | Robert E. Lee High School Replacement and Renovations |
| Series 2012-QZAB | Earlier of date paid in full or July 1, 2027 | Technology related equipment and improvements at 41 schools designated as magnet academy programs |

Series 2003, 2005, and 2012 QZAB Certificates The 2003, 2005, and 2012 Qualified Zone Academy Bonds (QZABs) were issued under a special program whereby the financing proceeds were used to acquire technology-related equipment and improvements at various designated schools, which are leased by the District from the Leasing Corporation.

The 2003 and 2005 Qualified Zone Academy Bonds (QZABs) were issued under a special program whereby the certificates mature in full for the original issue amounts. There is no interest cost for borrowing moneys under this program. The District entered into forward delivery agreements under which deposits (rent payments) are accumulated. The forward delivery agreements provide a guaranteed investment return whereby the required deposits, along with accrued interest, will be sufficient to redeem the certificates at maturity. The invested assets accumulated pursuant to the forward delivery agreements are held under trust agreements until the certificates mature. The QZAB certificates are secured by the assets held under the trust agreements in the event of cancelation or default.

The 2012 QZAB was issued December 19, 2012, in the amount of \$29,000,000, with a principal repayment due in full on July 1, 2027. The Series Certificates are structured as taxable interest subsidy bonds created under the American Recovery and Reinvestment Act of 2009 (ARRA) with the bondholders receiving 3.79 percent yield on investment. The District, in turn, receives a direct subsidy payment from the United States Treasury equal to 3.79 percent, thereby netting the District interest expense to 0.0 percent over the term of the borrowing. Interest earnings on the proceeds will further offset this expense.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Series 2009B and 2010A QSCB Certificates Qualified School Construction Bonds (QSCBs) are tax credit or direct subsidy bonds created under the American Recovery and Reinvestment Act of 2009 (ARRA) for school construction and renovation projects, and are designed to provide zero or near zero interest costs to the issuer. Issuers are responsible for repayment of principal.

In November 2009, the District issued Certificate Series 2009B-QSCB in the amount of \$27,220,000. The series was issued to finance the cost of additions at five existing education facilities. The Series Certificates are non-interest, principal only, obligations, with two investors each receiving tax credits in lieu of interest. Fifteen consecutive annual payments, totaling \$17,220,000, and sixteen annual payments totaling \$10,000,000, to be deposited in an escrow account held by a fiscal agent, in behalf of each Investor, until maturity. The Series will mature December 16, 2025.

In July 2010, the District issued Certificate Series 2010A-QSCB in the amount of \$33,074,000 to finance new school construction, classroom additions, and renovations of existing facilities. The Series Certificates were issued as taxable direct subsidy bonds, whereby the District pays the full amount of interest to the lender, and then files for a direct subsidy payment from the United States Treasury. The Series will mature July 1, 2027.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Minimum Lease Payments Except for the QZABs and the QSCBs, lease payments are payable, semiannually, on July 1 and January 1. The QZABs and the 2010A-QSCB are payable at maturity, and the 2009B-QSCB is payable annually for both principal and interest, on December 16. The following is a schedule by years of future minimum lease payments under the lease agreement together with the present value of minimum lease payments as of June 30:

| <u>Fiscal Year Ending June 30,</u> | <u>Total</u> | <u>Principal</u> | <u>Gross Interest</u> | <u>Direct Subsidy Payments (1)</u> |
|--|-----------------------|-----------------------|-----------------------|--|
| 2014 | \$ 21,016,072 | \$ 7,685,000 | \$ 16,163,250 | \$ (2,832,178) |
| 2015 | 20,972,187 | 7,945,000 | 15,859,365 | (2,832,178) |
| 2016 | 20,938,044 | 8,210,000 | 15,560,222 | (2,832,178) |
| 2017 | 20,895,284 | 8,520,000 | 15,207,462 | (2,832,178) |
| 2018 | 20,857,809 | 8,850,000 | 14,839,987 | (2,832,178) |
| 2019-2023 | 111,679,992 | 57,152,000 | 68,688,880 | (14,160,888) |
| 2024-2028 | 139,013,974 | 96,754,000 | 53,588,684 | (11,328,710) |
| 2029-2033 | 141,113,063 | 116,915,000 | 24,198,063 | - |
| 2034-2035 | 44,844,550 | 41,600,000 | 3,244,550 | - |
| Total Minimum Lease Principal Payments | <u>541,330,975</u> | <u>353,631,000</u> | <u>227,350,463</u> | <u>(39,650,488)</u> |
| Unamortized Premium | <u>2,280,726</u> | <u>2,280,726</u> | <u>-</u> | <u>-</u> |
| Total Net Certificates of Participation Payable | <u>\$ 543,611,701</u> | <u>\$ 355,911,726</u> | <u>\$ 227,350,463</u> | <u>\$ (39,650,488)</u> |

Note: (1) Represents Direct Subsidy Bond payments received from the U.S. Treasury on the District's 2010A QSCB and 2012 QZAB obligations. The subsidies are considered "Non-Exchange" grant revenue and are not pledged specifically to pay District Debt Service.

Annual requirements to amortize the net premiums and discounts are as follows:

| <u>Fiscal Year Ending June 30</u> | <u>Total</u> |
|-----------------------------------|---------------------|
| 2014 | \$ 247,147 |
| 2015 | 247,147 |
| 2016 | 247,147 |
| 2017 | 247,148 |
| 2018 | 247,148 |
| 2019-2023 | 758,795 |
| 2024-2028 | 309,773 |
| 2029-2033 | 80,218 |
| 2034-2035 | <u>(103,797)</u> |
| Total | <u>\$ 2,280,726</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

2. Bonds Payable

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

| <u>Bond Type</u> | <u>Amount Outstanding</u> | <u>Interest Rates (Percent)</u> | <u>Annual Maturity To</u> |
|-------------------------|-------------------------------|---|-----------------------------------|
| State School Bonds: | | | |
| Series 2005A, Refunding | \$ 12,010,000 | 5.00 | 2017 |
| Series 2005B, Refunding | 870,000 | 5.00 | 2018 |
| Series 2009A, Refunding | <u>520,000</u> | 5.00 | 2019 |
| Total Bonds Payable | <u>\$ 13,400,000</u> | | |

The various bonds were issued to finance capital outlay projects of the District.

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.

Annual requirements to amortize the State School Bonds debt outstanding as of June 30, 2013, are as follows:

| <u>Fiscal Year Ending June 30</u> | <u>Total</u> | <u>Principal</u> | <u>Interest</u> |
|---------------------------------------|----------------------|----------------------|---------------------|
| State School Bonds: | | | |
| 2014 | \$ 3,760,000 | \$ 3,090,000 | \$ 670,000 |
| 2015 | 3,760,500 | 3,245,000 | 515,500 |
| 2016 | 3,768,250 | 3,415,000 | 353,250 |
| 2017 | 3,487,500 | 3,305,000 | 182,500 |
| 2018 | 267,250 | 250,000 | 17,250 |
| 2019 | <u>99,750</u> | <u>95,000</u> | <u>4,750</u> |
| Total State School Bonds | <u>\$ 15,143,250</u> | <u>\$ 13,400,000</u> | <u>\$ 1,743,250</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

3. Changes in Long-term Liabilities

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

| Description | Beginning Balance | Additions | Deductions | Ending Balance | Due In One Year |
|---|-----------------------|-----------------------|-------------------------|-----------------------|----------------------|
| Governmental Activities: | | | | | |
| Certificates of Participation Payable: | | | | | |
| Certifications of Participation | \$ 332,066,000 | \$ 29,000,000 | \$ (7,435,000) | \$ 353,631,000 | \$ 7,685,000 |
| Unamortized Discounts | (1,346,692) | 44,332 | - | (1,302,360) | (44,332) |
| Unamortized Premiums | 3,874,565 | - | (291,479) | 3,583,086 | 291,479 |
| Total Certifications of Participation Payable | <u>334,593,873</u> | <u>29,044,332</u> | <u>(7,726,479)</u> | <u>355,911,726</u> | <u>7,932,147</u> |
| Bonds Payable: | | | | | |
| State School Bonds | 16,345,000 | - | (2,945,000) | 13,400,000 | 3,090,000 |
| Estimated Insurance Claims Payable | 22,635,096 | 108,002,046 | (107,148,288) | 23,488,854 | 13,095,467 |
| Retiree Incentive Payable | 28,415 | 59,120 | (87,535) | - | - |
| Other Postemployment Benefits Payable | 37,443,000 | 10,230,000 | (7,149,000) | 40,524,000 | - |
| Compensated Absences Payable | 53,685,651 | 9,619,435 | (7,738,643) | 55,566,443 | 7,454,630 |
| Total Governmental Activities | <u>\$ 464,731,035</u> | <u>\$ 156,954,933</u> | <u>\$ (132,794,945)</u> | <u>\$ 488,891,023</u> | <u>\$ 31,572,244</u> |

For the governmental activities, compensated absences and other postemployment benefits are generally liquidated with resources of the General Fund. The estimated insurance claims are generally liquidated with resources of the Proprietary Funds as discussed in Note III.K.

G. 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 the 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. The 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) with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

Employees enrolled in the Plan on or after July 1, 2001 through June 30, 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 on or after July 1, 2001 through June 30, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service except for members classified as special risk who are eligible for normal retirement

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

benefits at age 55 or at any age after 25 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 except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of 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. Currently, for employees hired on or after June 30, 2011, the credit for cost-of-living adjustments has been eliminated, and current employees hired prior to July 1, 2011 are no longer earning credit for years of service for their cost-of-living adjustment.

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 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, Elected County Officers, 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.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 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:

| Class | Percent of Gross Salary | |
|--|-------------------------|-----------------|
| | Employee | Employer (A) |
| 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 |
| Florida Retirement System, Special Risk | 3.00 | 14.90 |
| Deferred Retirement Option Program - 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 to the Pension and Investment Plans, including employee contributions for the fiscal years ended June 30, 2011, June 30, 2012, and June 30, 2013, totaled \$62,743,006, \$40,671,305, and \$43,074,760, respectively, which were equal to the required contributions for each fiscal year.

Included in the District's contributions discussed above were 2,361 District participants in the Investment Plan during the 2012-13 fiscal year. The District's contributions including employee contributions to the Investment Plan totaled \$6,712,997, which was equal to the required contribution for the 2012-13 fiscal year.

Financial statements and other supplementary information of the 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 the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services, Division of Retirement.

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

H. Other Postemployment Benefit Obligations

Plan Description The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of the Section 112.0801, Florida Statutes, employees who retire from the District, and eligible dependents, are eligible to participate in the District's health and hospitalization plans for medical and prescription drug coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These 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 OPEB Plan on average than those of active employees. The District also provides explicit subsidies for those retirees who elected to participate in the early retiree incentive plan within the 2013 fiscal year. The OPEB Plan does not issue a stand-alone report, and is not included in the report of a Public Employee Retirement System or another entity.

Funding Policy Plan contribution requirements of the District and OPEB Plan members 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, and the OPEB Plan is financed on a pay-as-you-go basis. For the 2012-13 fiscal year, 2,218 retirees received other postemployment benefits. The District's required contributions towards the annual OPEB cost are comprised of benefit payments made on behalf of retirees for claims expenses (net of excess insurance), administrative expenses, and excess insurance premiums, and net of retiree contributions. Retiree contributions represent 1.3 percent of covered payroll.

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 parameters of Governmental Accounting Standards Board 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

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation:

| <u>Description</u> | <u>Amount</u> |
|---|----------------------|
| Normal Cost (Service Cost for One Year) | \$ 4,396,000 |
| Amortization of Unfunded Actuarial Accrued Liability | 5,149,000 |
| Interest on Normal Cost | 198,000 |
| Interest on Amortization | <u>232,000</u> |
| Annual Required Contribution | 9,975,000 |
| Interest on Net OPEB Obligation | 1,685,000 |
| Adjustment to Annual Required Contribution | <u>(1,430,000)</u> |
| Annual OPEB Cost (Expense) | 10,230,000 |
| Contribution Toward the OPEB Cost | <u>(7,149,000)</u> |
| Increase in Net OPEB Obligation | 3,081,000 |
| Net OPEB Obligation, Beginning of Year | <u>37,443,000</u> |
| Net OPEB Obligation, End of Year | <u>\$ 40,524,000</u> |

The District's 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 preceding two fiscal years were as follows:

| <u>Fiscal Year</u> | <u>Annual OPEB Cost</u> | <u>Amount Contributed</u> | <u>Percentage of Annual OPEB Cost Contributed</u> | <u>Net OPEB Obligation</u> |
|------------------------|-----------------------------|-------------------------------|---|--------------------------------|
| 2010-11 | \$ 9,576,000 | \$ 3,600,000 | 37.6% | \$ 37,584,000 |
| 2011-12 | 9,889,000 | 10,030,000 | 101.4% | 37,443,000 |
| 2012-13 | 10,230,000 | 7,149,000 | 69.9% | 40,524,000 |

Funded Status and Funding Progress As of July 1, 2012, projected to June 30, 2013, the most recent valuation date, the actuarial accrued liability for benefits was \$134,836,000, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$134,836,000 and a funded ratio of 0.0 percent. The covered payroll (annual payroll of active

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

participating employees) was \$535,265,621, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 25.2 percent.

Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the OPEB 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 Other Postemployment Benefits Plan immediately following the notes to financial statements presents multiyear trend information about whether the actuarial value of OPEB 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 OPEB Plan provisions, as understood by the employer and participating members, and include the type of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and participating members. The actuarial methods and assumptions used include techniques that are designed to reduce the effect 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 most recent OPEB actuarial valuation used the projected unit credit actuarial method to estimate the unfunded actuarial liability as of July 1, 2013, and to estimate the District's 2012-13 fiscal year annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4.5 percent rate of return on invested assets, which is the District's long-term expectation of investment returns under its investment policy. The health consumer price index or inflation rate is assumed to increase 3.0 percent annually. Salary increase is assumed at 3.5 percent annually. It is assumed that 60 percent of pre 65 retirees will participate in post-retirement benefits. Once Medicare age is reached, it is assumed 40 percent of future retirees will participate in the District's health plan. The actuarial assumptions also included an annual healthcare cost trend rate assumption of 9.5 percent for pre 65 medical, 8.0 percent for post 65 medical, and 7.0 percent for prescription in the

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

2012-13 fiscal year, reduced by 0.5 percent per year, to an ultimate rate of 5.0 percent is reached. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payrolls on an open basis over a 30-year period.

I. Net Position – Net Investment in Capital Assets

In the government-wide Statement of Net Position, the difference between total assets and total liabilities is net position. Generally accepted accounting principles require that net position be subdivided into the following three categories: net investment in capital assets, restricted net position, and unrestricted net position.

The composition of net capital assets as of June 30, 2013, is shown in the table below:

| <u>Description</u> | <u>Amount</u> |
|---|-----------------------|
| Total Capital Assets, Net of Accumulated | |
| Depreciation/Amortization | \$ 997,484,145 |
| Less Related Debt, Net of Unspent Proceeds: | |
| Bonds Payable | \$ 13,400,000 |
| Certificates of Participation Payable | 355,911,726 |
| Unspent Debt Proceeds | <u>(35,316,120)</u> |
| Total Related Debt, Net of Unspent Proceeds | <u>(333,995,606)</u> |
| Net Investment in Capital Assets | <u>\$ 663,488,539</u> |

J. Construction and Other Significant Commitments

Encumbrances Appropriations in governmental funds are encumbered upon issuance of purchase orders for goods and 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 following is a schedule of encumbrances at June 30, 2013. There were no encumbrances at June 30, 2013, for the Debt Service – ARRA Economic Stimulus major fund.

| <u>Major Funds</u> | | | | | | |
|----------------------|---|---------------------------------------|---|--|------------------------------------|---------------------------------|
| <u>General</u> | <u>Special Revenue - ARRA Economic Stimulus</u> | <u>Special Revenue - Food Service</u> | <u>Capital Projects - Local Capital Improvement</u> | <u>Capital Projects - ARRA Economic Stimulus</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
| <u>\$ 11,206,916</u> | <u>\$ 932,452</u> | <u>\$ 2,776,294</u> | <u>\$ 14,245,160</u> | <u>\$ 3,746,386</u> | <u>\$ 5,898,929</u> | <u>\$ 38,806,137</u> |

DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Construction Contracts. Encumbrances consist only of miscellaneous construction contract commitments at fiscal year-end as there are no major contracts in force.

K. 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, automobile liability coverages, and health and hospitalization coverage, are being provided on a self-insured basis. The District has contracted with insurance administrators to administer the self-insurance programs, including the processing, investigation, and payment of claims. The insurance administrators have been approved by the Florida Department of Financial Services, Office of Insurance Regulation.

The District's liability for workers' compensation is limited from \$150,000 to \$425,000 per occurrence, depending on the year of occurrence, through January 31, 2003. Additionally, during the period February 1, 1997, through January 31, 2002, the District's liability is limited by aggregate excess coverage when total claims minus specific excess coverage exceed the loss fund established annually by the District. For claims occurring on or after February 1, 2003, the District retained the entire liability for workers' compensation claims. The District's liability for tort claims under the general and automobile liability coverages is limited by Florida Statute 768.28 which limits claims to \$100,000 per claim and \$200,000 per incident for claims prior to October 1, 2011. Effective October 1, 2011, the limit is \$200,000 per claim and \$300,000 per incident.

The District's liability for health and hospitalization coverage is limited by excess insurance to \$600,000 per individual per plan year. The health and hospitalization coverage provided by the District also contains high employee and dependent deductibles. The District contributes \$450 per eligible employee and an additional \$250 for dependent and family coverage to an Internal Revenue Code 125 Flexible Benefits Plan (Plan), for those employees who have elected the Contributory medical plan. Any contributions to the Medical Flexible Spending Account are subject to a use-it-or-lose-it rule whereby unspent balances remaining in the Plan after the reimbursement eligibility period are forfeited. The District held forfeited balances and interest earnings as of June 30, 2013, of \$529,295, which was for the January through December 2012 calendar year. These forfeited balances are restricted to providing employee benefits in future

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

years. The District’s Plan Document generally requires that the forfeited balances be used to provide increased benefits or compensation to employees in future years.

As of June 30, 2013, a liability in the amount of \$14,986,469 was actuarially determined to cover estimated incurred, but not reported, workers’ compensation, general liability, and automobile liability insurance claims payable, and a liability in the amount of \$8,502,385 was actuarially determined to cover estimated incurred, but not reported, health and hospitalization insurance claims payable.

The following schedule represents the changes in claims liability for the past two fiscal years for the District's self-insured workers’ compensation and health and hospitalization programs, including liabilities that have been incurred but not reported (IBNR):

| <u>Program / Year</u> | <u>Beginning-of- Fiscal-Year Liability</u> | <u>Current-Year Claims and Changes in Estimates</u> | <u>Claims Payments</u> | <u>Balance at Fiscal Year-End</u> |
|-------------------------------|--|---|----------------------------|---|
| Workers' Compensation: | | | | |
| 2011-12 | \$ 13,263,687 | \$ 6,908,110 | \$ (6,129,379) | \$ 14,042,418 |
| 2012-13 | 14,042,418 | 7,787,479 | (6,843,428) | 14,986,469 |
| Health Insurance: | | | | |
| 2011-12 | 8,190,487 | 103,137,079 | (102,734,888) | 8,592,678 |
| 2012-13 | 8,592,678 | 100,214,567 | (100,304,860) | 8,502,385 |
| Total: | | | | |
| 2011-12 | 21,454,174 | 110,045,189 | (108,864,267) | 22,635,096 |
| 2012-13 | 22,635,096 | 108,002,046 | (107,148,288) | 23,488,854 |

Liability coverage for property protection, errors and omissions, employee blanket bond, and other coverage deemed necessary by the Board are provided through purchased commercial insurance, with minimum deductibles for each line of coverage. There were no settlements in excess of commercial insurance coverage in any of the three prior fiscal years.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

L. Fund Balance Reporting

The following is a schedule of fund balances by category at June 30, 2013:

| | Major Funds | | | | | | | Nonmajor Governmental Funds | Total Governmental Funds |
|-----------------------------------|-----------------------|-----------------------------------|---|---|---|---|---------------------|-----------------------------------|--------------------------------|
| | General | Special Revenue - Food Service | Debt Service - Other Debt Service | Debt Service - ARRA Economic Stimulus | Capital Projects - Local Capital Improvement | Capital Projects - ARRA Economic Stimulus | | | |
| Fund Balances | | | | | | | | | |
| Nonspendable: | | | | | | | | | |
| Inventories | \$ 2,305,407 | \$ 1,367,722 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,673,129 |
| Restricted: | | | | | | | | | |
| State Required Carryover Programs | 15,553,861 | - | - | - | - | - | - | - | 15,553,861 |
| Hurricane Preparedness | 7,492 | - | - | - | - | - | - | - | 7,492 |
| Grants and Contracts | 938,130 | - | - | - | - | - | - | - | 938,130 |
| Special Revenue - Food Service | - | 9,080,198 | - | - | - | - | - | - | 9,080,198 |
| COPS | - | - | - | - | - | 29,113,908 | - | - | 29,113,908 |
| CO & DS | - | - | - | - | - | - | 4,967,843 | - | 4,967,843 |
| Local Capital Millage | - | - | - | - | 75,357,946 | - | - | - | 75,357,946 |
| Other Capital | - | - | - | - | - | - | 4,125,709 | - | 4,125,709 |
| Debt Service | - | - | 5,654,722 | 3,204,932 | - | - | 396,074 | - | 9,255,728 |
| Assigned: | | | | | | | | | |
| Community Education | 299,708 | - | - | - | - | - | - | - | 299,708 |
| Extended Day Program | 5,563,149 | - | - | - | - | - | - | - | 5,563,149 |
| Other Assigned | 5,557,038 | - | - | - | - | - | - | - | 5,557,038 |
| Unassigned | 100,296,051 | - | - | - | - | - | - | - | 100,296,051 |
| Total Fund Balances | \$ 130,520,836 | \$ 10,447,920 | \$ 5,654,722 | \$ 3,204,932 | \$ 75,357,946 | \$ 29,113,908 | \$ 9,489,626 | \$ - | \$ 263,789,890 |

In addition to committed and assigned fund balance categories discussed in **Fund Balance Policies** Note I.G.9, fund balances may be classified as follows:

- **Nonspendable Fund Balance** Nonspendable fund balance is the net current financial resources that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Generally, not in spendable form means that an item is not expected to be converted to cash.
- **Restricted Fund Balance** Restricted fund balance is the portion of fund balance on which constraints have been placed by creditors, grantors, contributors, laws or regulations of other governments, constitutional provisions, or enabling legislation. Restricted fund balance places the most binding level of constraint on the use of fund balance.
- **Unassigned Fund Balance** The unassigned fund balance is the portion of fund balance that is the residual classification for the General Fund. This balance represents amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned for specific purposes.

**DUVAL COUNTY PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

M. Revenues and Expenditures/Expenses

1. Schedule of State Revenue Sources

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

| <u>Source</u> | <u>Amount</u> |
|---|----------------------------------|
| Florida Education Finance Program | \$ 335,118,035 |
| Categorical Educational Programs: | |
| Class Size Reduction | 143,652,911 |
| School Recognition | 5,613,515 |
| Motor Vehicle License Tax (Capital Outlay & Debt Service) | 4,447,283 |
| Voluntary Pre-K Program | 2,016,542 |
| Charter School Capital Outlay | 1,728,094 |
| Food Service Supplement | 727,617 |
| Racing Commission Funds | 446,500 |
| State License Tax | 252,026 |
| Full Service Schools | 66,723 |
| Diagnostic & Learning Resource Centers | 39,397 |
| Miscellaneous | <u>555,770</u> |
| Total | <u><u>\$ 494,664,413</u></u> |

Accounting policies relating to certain State revenue sources are described in Note I.H.2.

2. 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 (including prior period fund adj.) | 5.3520 | \$ 282,197,373 |
| Basic Discretionary Local Effort | 0.7480 | 39,440,141 |
| <u>CAPITAL PROJECTS FUNDS</u> | | |
| Nonvoted Tax: | | |
| Local Capital Improvements | <u>1.5000</u> | <u>79,091,192</u> |
| TOTAL | <u><u>7.6000</u></u> | <u><u>\$ 400,728,706</u></u> |

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Actual property taxes collected totaled 95.1 percent of total taxes levied. The Duval County Tax Collector is not required by law to make an accounting to the School Board of the difference between taxes levied and taxes collected. However, because of discounts allowed for early payments and other reasons for non-collection, the School Board budget estimates an anticipated 4 percent shortfall between taxes levied and taxes collected.

N. Interfund Transfers

The following is a summary of interfund transfers reported in the fund financial statements for the year ended June 30, 2013:

| Funds | Interfund | |
|---|----------------------|----------------------|
| | Transfers In | Transfers Out |
| Major: | | |
| General | \$ 30,171,882 | \$ 474,009 |
| Debt Service: | | |
| Other Debt Service | 12,201,944 | - |
| ARRA Economic Stimulus | 5,151,360 | - |
| Capital Projects: | | |
| Local Capital Improvement | - | 42,384,164 |
| Food Service | 182,634 | 830,495 |
| Nonmajor Governmental: | | |
| Special Revenue - Other Federal Programs | 38,922 | 2,320,011 |
| Capital Projects - Other Capital Projects | - | 1,728,095 |
| Proprietary - Internal Service: | | |
| Health Insurance | - | 262,422 |
| Printing | 252,454 | - |
| Total | <u>\$ 47,999,196</u> | <u>\$ 47,999,196</u> |

Interfund transfers represent permanent transfers of moneys between funds. The transfers into the General Fund were mainly to cover minor maintenance for schools, property/casualty insurance, and transportation. The transfers into the Debt Service – Other Debt Service were to cover COPS and QSCB payments. The transfers out of the Capital Projects – Local Capital Improvement Fund were to provide for debt service payments in the Debt Service – Other Debt Service Fund and to reimburse expenditures in the General Fund for minor maintenance, property/casualty insurance, and transportation. The transfers out of the Special Revenue – Other Federal Programs Fund were to reimburse the General fund for qualifying Medicaid administrative claiming expenditures. The transfers out of the General Fund were to reimburse the Special Revenue – Food Service Fund for the Florida schools recognition program. The other transfers out of the Capital Projects – Other Capital Projects Fund were for Charter School Capital Outlay. The remaining transfers between funds were operational in nature.

**DUVAL COUNTY PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

IV. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

This page intentionally left blank

**REQUIRED SUPPLEMENTARY
INFORMATION**

**DUVAL COUNTY PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS PLAN**

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) Projected Unit Credit (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll [(b-a)/c] |
|--------------------------------|--|--|---------------------------------|--------------------------|-----------------------------|--|
| July 1, 2010 | - | \$127,526,000 | \$127,526,000 | 0% | \$563,528,068 | 22.63% |
| July 1, 2011 | - | \$131,735,000 | \$131,735,000 | 0% | \$529,024,223 | 24.90% |
| July 1, 2012 | - | \$134,836,000 | \$134,836,000 | 0% | \$535,265,621 | 25.19% |

Combining and Individual Fund Financial Statements and Schedules

Combining and individual fund financial statements and schedules are comprised of information that accompanies the audited basic financial statements, but is not a required part of the basic financial statements. This subsection includes the budgetary analysis of major funds, other than the General Fund and major Special Revenue Funds, not included elsewhere and the fund financial statements and schedules of the District's nonmajor funds.

Nonmajor Governmental Funds

Special Revenue Funds

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

Other Federal Programs Fund – This fund is used to account for programs funded by various restricted resources, primarily federal and state grants, requiring separate accountability due to legal and/or regulatory restrictions.

Debt Service Funds

State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) Fund – This fund is used to account for the payment of principal, interest, and related costs on the state bonds issued by the State Board on behalf of the District. Such bonds are payable from the District's portion of the state-assessed motor vehicle license tax.

Capital Projects Funds

Public Education Capital Outlay (PECO) Fund – These funds are used for educational capital outlay needs, including new construction, remodeling, renovation, maintenance, repairs and site improvements.

Capital Outlay and Debt Service (CO&DS) Fund – This fund is used to account for capital project activity funded by the District's portion of the State CO&DS program.

Other Capital Projects Fund – This fund is used to account for capital project activity funded by COPs, 2003 QZABs, and 2005 QZABs.

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2013**

| | Special Revenue Funds | | |
|--|--|---|-----------------------------------|
| | Total Nonmajor Governmental Funds | Total Nonmajor Special Revenue Funds | Other Federal Programs |
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 5,329,394 | \$ - | \$ - |
| Investments | 5,830,900 | 466,983 | 466,983 |
| Accounts Receivable, net | 16,698 | 16,698 | 16,698 |
| Due From Other Agencies | 2,735,459 | 2,735,459 | 2,735,459 |
| Total Assets | \$ 13,912,451 | \$ 3,219,140 | \$ 3,219,140 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts Payable | \$ 3,231,393 | \$ 3,219,140 | \$ 3,219,140 |
| Construction Contracts Payable | 1,191,386 | - | - |
| Construction Contracts Payable - Retainage | 46 | - | - |
| Total Liabilities | 4,422,825 | 3,219,140 | 3,219,140 |
| Fund Balances: | | | |
| Restricted | 9,489,626 | - | - |
| Total Fund Balances | 9,489,626 | - | - |
| Total Liabilities and Fund Balances | \$ 13,912,451 | \$ 3,219,140 | \$ 3,219,140 |

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING BALANCE SHEET (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2013**

| | Debt Service Funds | |
|--|--|--|
| | Total Nonmajor Debt Service Funds | State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) |
| ASSETS | | |
| Cash and Cash Equivalents | \$ - | \$ - |
| Investments | 396,074 | 396,074 |
| Accounts Receivable, net | - | - |
| Due From Other Agencies | - | - |
| Total Assets | \$ 396,074 | \$ 396,074 |
| LIABILITIES AND FUND BALANCES | | |
| Liabilities: | | |
| Accounts Payable | \$ - | \$ - |
| Construction Contracts Payable | - | - |
| Construction Contracts Payable - Retainage | - | - |
| Total Liabilities | - | - |
| Fund Balances: | | |
| Restricted | 396,074 | 396,074 |
| Total Fund Balances | 396,074 | 396,074 |
| Total Liabilities and Fund Balances | \$ 396,074 | \$ 396,074 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2013**

| | Capital Projects Funds | | | |
|--|--|---|--|-----------------------------------|
| | Total Nonmajor Capital Projects Funds | Public Education Capital Outlay (PECO) | Capital Outlay & Debt Service (CO&DS) | Other Capital Projects |
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 5,329,394 | \$ - | \$ - | \$ 5,329,394 |
| Investments | 4,967,843 | - | 4,967,843 | - |
| Accounts Receivable, net | - | - | - | - |
| Due From Other Agencies | - | - | - | - |
| Total Assets | <u>\$ 10,297,237</u> | <u>\$ -</u> | <u>\$ 4,967,843</u> | <u>\$ 5,329,394</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts Payable | \$ 12,253 | \$ - | \$ - | \$ 12,253 |
| Construction Contracts Payable | 1,191,386 | - | - | 1,191,386 |
| Construction Contracts Payable - Retainage | 46 | - | - | 46 |
| Total Liabilities | <u>1,203,685</u> | <u>-</u> | <u>-</u> | <u>1,203,685</u> |
| Fund Balances: | | | | |
| Restricted | 9,093,552 | - | 4,967,843 | 4,125,709 |
| Total Fund Balances | <u>9,093,552</u> | <u>-</u> | <u>4,967,843</u> | <u>4,125,709</u> |
| Total Liabilities and Fund Balances | <u>\$ 10,297,237</u> | <u>\$ -</u> | <u>\$ 4,967,843</u> | <u>\$ 5,329,394</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Special Revenue Funds</u> | | |
|---|--|---|-----------------------------------|
| | <u>Total Nonmajor Governmental Funds</u> | <u>Total Nonmajor Special Revenue Funds</u> | <u>Other Federal Programs</u> |
| REVENUES | | | |
| Federal Direct Sources: | | | |
| Other Federal Direct Sources | \$ 7,809,571 | \$ 7,809,571 | \$ 7,809,571 |
| Total Federal Direct Sources | <u>7,809,571</u> | <u>7,809,571</u> | <u>7,809,571</u> |
| Federal Through State Sources: | | | |
| Improving Teacher Quality | 5,685,795 | 5,685,795 | 5,685,795 |
| Individuals with Disabilities Education Act | 33,988,688 | 33,988,688 | 33,988,688 |
| Title I and School Improvement Grants | 40,654,115 | 40,654,115 | 40,654,115 |
| Other Federal Through State Sources | <u>5,980,099</u> | <u>5,980,099</u> | <u>5,980,099</u> |
| Total Federal Through State Sources | <u>86,308,697</u> | <u>86,308,697</u> | <u>86,308,697</u> |
| State Sources: | | | |
| Other State Sources | <u>6,300,769</u> | <u>-</u> | <u>-</u> |
| Total State Sources | <u>6,300,769</u> | <u>-</u> | <u>-</u> |
| Local Sources: | | | |
| Interest Income | 190,792 | - | - |
| Other Local Sources | <u>207,605</u> | <u>-</u> | <u>-</u> |
| Total Local Sources | <u>398,397</u> | <u>-</u> | <u>-</u> |
| Total Revenues | <u>100,817,434</u> | <u>94,118,268</u> | <u>94,118,268</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2013**

| | Debt Service Funds | |
|---|--|--|
| | Total Nonmajor Debt Service Funds | State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) |
| REVENUES | | |
| Federal Direct Sources: | | |
| Other Federal Direct Sources | \$ - | \$ - |
| Total Federal Direct Sources | - | - |
| Federal Through State Sources: | | |
| Improving Teacher Quality | - | - |
| Individuals with Disabilities Education Act | - | - |
| Title I and School Improvement Grants | - | - |
| Other Federal Through State Sources | - | - |
| Total Federal Through State Sources | - | - |
| State Sources: | | |
| Other State Sources | 3,699,321 | 3,699,321 |
| Total State Sources | 3,699,321 | 3,699,321 |
| Local Sources: | | |
| Interest Income | - | - |
| Other Local Sources | - | - |
| Total Local Sources | - | - |
| Total Revenues | 3,699,321 | 3,699,321 |

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Capital Projects Funds</u> | | | |
|---|--|---|--|-----------------------------------|
| | <u>Total Nonmajor Capital Projects Funds</u> | <u>Public Education Capital Outlay (PECO)</u> | <u>Capital Outlay & Debt Service (CO&DS)</u> | <u>Other Capital Projects</u> |
| REVENUES | | | | |
| Federal Direct Sources: | | | | |
| Other Federal Direct Sources | \$ - | \$ - | \$ - | \$ - |
| Total Federal Direct Sources | - | - | - | - |
| Federal Through State Sources: | | | | |
| Improving Teacher Quality | - | - | - | - |
| Individuals with Disabilities Education Act | - | - | - | - |
| Title I and School Improvement Grants | - | - | - | - |
| Other Federal Through State Sources | - | - | - | - |
| Total Federal Through State Sources | - | - | - | - |
| State Sources: | | | | |
| Other State Sources | 2,601,448 | - | 682,115 | 1,919,333 |
| Total State Sources | 2,601,448 | - | 682,115 | 1,919,333 |
| Local Sources: | | | | |
| Interest Income | 190,792 | 142 | 65,917 | 124,733 |
| Other Local Sources | 207,605 | - | - | 207,605 |
| Total Local Sources | 398,397 | 142 | 65,917 | 332,338 |
| Total Revenues | 2,999,845 | 142 | 748,032 | 2,251,671 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Special Revenue Funds</u> | | |
|--|--|---|-----------------------------------|
| | <u>Total Nonmajor Governmental Funds</u> | <u>Total Nonmajor Special Revenue Funds</u> | <u>Other Federal Programs</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Instruction | \$ 36,413,982 | \$ 36,413,982 | \$ 36,413,982 |
| Pupil Personnel Services | 16,334,936 | 16,334,936 | 16,334,936 |
| Instructional Media Services | 2,255,092 | 2,255,092 | 2,255,092 |
| Instruction and Curriculum Development | 9,982,578 | 9,982,578 | 9,982,578 |
| Instructional Staff Training Services | 19,275,761 | 19,275,761 | 19,275,761 |
| Instruction Related Technology | 72,555 | 72,555 | 72,555 |
| General Administration | 3,057,394 | 3,057,394 | 3,057,394 |
| School Administration | 585,605 | 585,605 | 585,605 |
| Facilities Services - Noncapitalized | 1,470,131 | 303,548 | 303,548 |
| Central Services | 293,624 | 293,624 | 293,624 |
| Pupil Transportation Services | 951,659 | 951,659 | 951,659 |
| Operation of Plant | 237,118 | 237,118 | 237,118 |
| Community Services | 247,453 | 247,453 | 247,453 |
| Capital Outlay: | | | |
| Facilities Acquisition & Construction | 12,625,974 | 2,050 | 2,050 |
| Other Capital Outlay | 3,802,553 | 1,823,824 | 1,823,824 |
| Debt Service: | | | |
| Principal | 2,945,000 | - | - |
| Interest and Fiscal Charges | 907,173 | - | - |
| Total Expenditures | <u>111,458,588</u> | <u>91,837,179</u> | <u>91,837,179</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(10,641,154)</u> | <u>2,281,089</u> | <u>2,281,089</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Sale of Capital Assets | 250,650 | - | - |
| Loss Recoveries | 6,135 | - | - |
| Transfers In | 38,922 | 38,922 | 38,922 |
| Transfers Out | (4,048,106) | (2,320,011) | (2,320,011) |
| Total Other Financing Sources (Uses) | <u>(3,752,399)</u> | <u>(2,281,089)</u> | <u>(2,281,089)</u> |
| Net Change in Fund Balances | (14,393,553) | - | - |
| Fund Balances, Beginning | <u>23,883,179</u> | <u>-</u> | <u>-</u> |
| Fund Balances, Ending | <u>\$ 9,489,626</u> | <u>\$ -</u> | <u>\$ -</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Debt Service Funds | |
|--|--|--|
| | Total Nonmajor Debt Service Funds | State Board of Education (SBE) and Capital Outlay Bond Issue (COBI) |
| EXPENDITURES | | |
| Current: | | |
| Instruction | \$ - | \$ - |
| Pupil Personnel Services | - | - |
| Instructional Media Services | - | - |
| Instruction and Curriculum Development | - | - |
| Instructional Staff Training Services | - | - |
| Instruction Related Technology | - | - |
| General Administration | - | - |
| School Administration | - | - |
| Facilities Services - Noncapitalized | - | - |
| Central Services | - | - |
| Pupil Transportation Services | - | - |
| Operation of Plant | - | - |
| Community Services | - | - |
| Capital Outlay: | | |
| Facilities Acquisition & Construction | - | - |
| Other Capital Outlay | - | - |
| Debt Service: | | |
| Principal | 2,945,000 | 2,945,000 |
| Interest and Fiscal Charges | 863,902 | 863,902 |
| Total Expenditures | 3,808,902 | 3,808,902 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (109,581) | (109,581) |
| OTHER FINANCIAL SOURCES (USES) | | |
| Sale of Capital Assets | - | - |
| Loss Recoveries | - | - |
| Transfers In | - | - |
| Transfers Out | - | - |
| Total Other Financing Sources (Uses) | - | - |
| Net Change in Fund Balances | (109,581) | (109,581) |
| Fund Balances, Beginning | 505,655 | 505,655 |
| Fund Balances, Ending | \$ 396,074 | \$ 396,074 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Capital Projects Funds</u> | | | |
|--|---|---|--|-----------------------------------|
| | <u>Total Nonmajor Capital Project Funds</u> | <u>Public Education Capital Outlay (PECO)</u> | <u>Capital Outlay & Debt Service (CO&DS)</u> | <u>Other Capital Projects</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction | \$ - | \$ - | \$ - | \$ - |
| Pupil Personnel Services | - | - | - | - |
| Instructional Media Services | - | - | - | - |
| Instruction and Curriculum Development | - | - | - | - |
| Instructional Staff Training Services | - | - | - | - |
| Instruction Related Technology | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Facilities Services - Noncapitalized | 1,166,583 | 17,666 | - | 1,148,917 |
| Central Services | - | - | - | - |
| Pupil Transportation Services | - | - | - | - |
| Operation of Plant | - | - | - | - |
| Community Services | - | - | - | - |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 12,623,924 | - | - | 12,623,924 |
| Other Capital Outlay | 1,978,729 | - | - | 1,978,729 |
| Debt Service: | | | | |
| Principal | - | - | - | - |
| Interest and Fiscal Charges | 43,271 | - | 2,350 | 40,921 |
| Total Expenditures | <u>15,812,507</u> | <u>17,666</u> | <u>2,350</u> | <u>15,792,491</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(12,812,662)</u> | <u>(17,524)</u> | <u>745,682</u> | <u>(13,540,820)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Sale of Capital Assets | 250,650 | - | - | 250,650 |
| Loss Recoveries | 6,135 | - | - | 6,135 |
| Transfers In | - | - | - | - |
| Transfers Out | <u>(1,728,095)</u> | <u>-</u> | <u>-</u> | <u>(1,728,095)</u> |
| Total Other Financing Sources (Uses) | <u>(1,471,310)</u> | <u>-</u> | <u>-</u> | <u>(1,471,310)</u> |
| Net Change in Fund Balances | (14,283,972) | (17,524) | 745,682 | (15,012,130) |
| Fund Balances, Beginning | <u>23,377,524</u> | <u>17,524</u> | <u>4,222,161</u> | <u>19,137,839</u> |
| Fund Balances, Ending | <u>\$ 9,093,552</u> | <u>\$ -</u> | <u>\$ 4,967,843</u> | <u>\$ 4,125,709</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
SPECIAL REVENUE - OTHER FEDERAL PROGRAMS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Other Federal Programs | | | |
|---|------------------------|--------------------|-------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| Federal Direct Sources: | | | | |
| Other Federal Direct Sources | \$ 11,274,301 | \$ 17,252,690 | \$ 7,809,571 | \$ (9,443,119) |
| Total Federal Direct Sources | <u>11,274,301</u> | <u>17,252,690</u> | <u>7,809,571</u> | <u>(9,443,119)</u> |
| Federal Through State Sources: | | | | |
| Improving Teacher Quality | 11,554,226 | 9,636,229 | 5,685,795 | (3,950,434) |
| Individuals with Disabilities Education Act | 65,556,667 | 56,374,390 | 33,988,688 | (22,385,702) |
| Title I and School Improvement Grants | 56,646,810 | 60,756,465 | 40,654,115 | (20,102,350) |
| Other Federal Through State Sources | 4,691,166 | 6,641,599 | 5,980,099 | (661,500) |
| Total Federal Through State Sources | <u>138,448,869</u> | <u>133,408,683</u> | <u>86,308,697</u> | <u>(47,099,986)</u> |
| Total Revenues | <u>149,723,170</u> | <u>150,661,373</u> | <u>94,118,268</u> | <u>(56,543,105)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Salaries | 24,008,748 | 28,712,651 | 17,434,583 | 11,278,068 |
| Benefits | 8,973,657 | 9,287,977 | 5,398,866 | 3,889,111 |
| Purchased Services | 6,905,950 | 13,739,936 | 8,971,304 | 4,768,632 |
| Materials & Supplies | 29,716,438 | 6,099,579 | 2,851,324 | 3,248,255 |
| Capital Outlay | 3,073,423 | 5,616,265 | 1,509,571 | 4,106,694 |
| Other Expenses | 179,144 | 360,765 | 248,334 | 112,431 |
| Pupil Personnel Services: | | | | |
| Salaries | 8,917,882 | 9,749,767 | 8,295,644 | 1,454,123 |
| Benefits | 2,809,072 | 2,829,180 | 2,084,401 | 744,779 |
| Purchased Services | 6,023,394 | 8,336,671 | 5,474,568 | 2,862,103 |
| Materials & Supplies | 1,229,724 | 1,507,698 | 349,486 | 1,158,212 |
| Capital Outlay | 327,091 | 1,063,844 | 128,688 | 935,156 |
| Other Expenses | 6,665 | 10,889 | 2,149 | 8,740 |
| Instructional Media Services: | | | | |
| Salaries | 1,775,538 | 1,926,641 | 1,739,864 | 186,777 |
| Benefits | 562,386 | 568,093 | 452,745 | 115,348 |
| Purchased Services | 1,836 | 45,763 | 19,819 | 25,944 |
| Materials & Supplies | 38,546 | 17,464 | 1,797 | 15,667 |
| Capital Outlay | 20,833 | 71,348 | 38,297 | 33,051 |
| Other Expenses | 5,735 | 5,735 | 2,570 | 3,165 |
| Instruction and Curriculum Development: | | | | |
| Salaries | 8,261,196 | 9,800,484 | 7,316,487 | 2,483,997 |
| Benefits | 3,175,074 | 3,147,787 | 1,771,494 | 1,376,293 |
| Purchased Services | 572,270 | 1,096,987 | 727,085 | 369,902 |
| Materials & Supplies | 848,045 | 821,033 | 78,296 | 742,737 |
| Capital Outlay | 2,454 | 182,093 | 6,935 | 175,158 |
| Other Expenses | 35,198 | 85,594 | 82,281 | 3,313 |
| Instructional Staff Training Services: | | | | |
| Salaries | 15,297,007 | 15,174,985 | 12,439,632 | 2,735,353 |
| Benefits | 5,689,671 | 4,535,526 | 3,236,058 | 1,299,468 |
| Purchased Services | 6,316,195 | 6,193,740 | 3,115,233 | 3,078,507 |
| Materials & Supplies | 2,336,356 | 1,042,310 | 238,159 | 804,151 |
| Capital Outlay | 102,551 | 97,426 | 51,148 | 46,278 |
| Other Expenses | 145,204 | 374,847 | 195,531 | 179,316 |
| Instruction Related Technology: | | | | |
| Salaries | 97,823 | 114,318 | 56,524 | 57,794 |
| Benefits | 30,722 | 35,330 | 15,852 | 19,478 |
| Purchased Services | 2,550 | 1,920 | 179 | 1,741 |
| Board: | | | | |
| Purchased Services | 3,000 | - | - | - |
| Other Expenses | 3,113,401 | 5,826,388 | - | 5,826,388 |
| General Administration: | | | | |
| Salaries | 94,865 | 84,035 | 84,035 | - |
| Benefits | 42,806 | 14,441 | 14,441 | - |
| Purchased Services | 9,575 | 1,954 | 1,954 | - |
| Other Expenses | 2,308,669 | 4,349,667 | 2,956,964 | 1,392,703 |

(Continued)

**DUVAL COUNTY PUBLIC SCHOOLS
SPECIAL REVENUE FUND - OTHER FEDERAL PROGRAMS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Other Federal Programs | | | |
|--|------------------------|--------------------|--------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| School Administration: | | | | |
| Salaries | \$ 93,000 | \$ 612,304 | \$ 532,535 | \$ 79,769 |
| Benefits | 19,404 | 56,681 | 42,315 | 14,366 |
| Purchased Services | 15,802 | 19,438 | 10,056 | 9,382 |
| Capital Outlay | 3,642 | 699 | 699 | - |
| Facilities Services - Noncapitalized: | | | | |
| Purchased Services | 6,650 | | | - |
| Capital Outlay | 401,025 | 356,136 | 303,548 | 52,588 |
| Central Services: | | | | |
| Salaries | 281,647 | 240,192 | 208,933 | 31,259 |
| Benefits | 121,658 | 83,847 | 53,296 | 30,551 |
| Purchased Services | 19,276 | 54,810 | 30,041 | 24,769 |
| Materials & Supplies | 4,914 | 4,282 | 1,354 | 2,928 |
| Pupil Transportation Services: | | | | |
| Salaries | 141,214 | 141,914 | 135,610 | 6,304 |
| Benefits | 44,482 | 45,424 | 45,419 | 5 |
| Purchased Services | 716,938 | 1,302,501 | 727,018 | 575,483 |
| Energy Services | 103,770 | 52,970 | 43,612 | 9,358 |
| Other Expenses | 2,300 | - | - | - |
| Operation of Plant: | | | | |
| Salaries | 310 | 310 | - | 310 |
| Benefits | 122 | 122 | - | 122 |
| Purchased Services | 208,697 | 265,239 | 235,889 | 29,350 |
| Materials & Supplies | 413 | 142 | 43 | 99 |
| Capital Outlay | - | 1,186 | 1,186 | - |
| Community Services: | | | | |
| Salaries | 69,160 | 65,122 | 58,921 | 6,201 |
| Benefits | 30,205 | 20,737 | 14,423 | 6,314 |
| Purchased Services | 581,395 | 271,486 | 152,595 | 118,891 |
| Materials & Supplies | 13,522 | 27,794 | 20,222 | 7,572 |
| Capital Outlay | - | 1,229 | 1,229 | - |
| Other Expenses | - | 63 | 63 | - |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 2,050 | 2,050 | 2,050 | - |
| Other Capital Outlay | 1,821,151 | 1,823,824 | 1,823,824 | - |
| Total Expenditures | <u>147,763,441</u> | <u>148,381,633</u> | <u>91,837,179</u> | <u>56,544,454</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>1,959,729</u> | <u>2,279,740</u> | <u>2,281,089</u> | <u>1,349</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | 40,271 | 40,271 | 38,922 | (1,349) |
| Transfers Out | <u>(2,000,000)</u> | <u>(2,320,011)</u> | <u>(2,320,011)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>(1,959,729)</u> | <u>(2,279,740)</u> | <u>(2,281,089)</u> | <u>(1,349)</u> |
| Net Change in Fund Balance | - | - | - | - |
| Fund Balance, Beginning | - | - | - | - |
| Fund Balance, Ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
DEBT SERVICE -
STATE BOARD OF EDUCATION (SBE) AND CAPITAL OUTLAY BOND ISSUE (COBI) FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>State Board of Education (SBE) and Capital Outlay Bond Issue (COBI)</u> | | | |
|--|--|-------------------|-----------------------|---------------------------------------|
| | <u>Budgeted Amounts</u> | | | |
| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> |
| REVENUES | | | | |
| State Sources: | | | | |
| CO&DS Withheld for SBE/COBI Bond | \$ 3,447,695 | \$ 3,855,663 | \$ 3,699,321 | \$ (156,342) |
| Total State Sources | <u>3,447,695</u> | <u>3,855,663</u> | <u>3,699,321</u> | <u>(156,342)</u> |
| Total Revenues | <u>3,447,695</u> | <u>3,855,663</u> | <u>3,699,321</u> | <u>(156,342)</u> |
| EXPENDITURES | | | | |
| Debt Service: | | | | |
| Principal | 2,945,000 | 2,945,000 | 2,945,000 | - |
| Interest and Fiscal Charges | 743,200 | 911,163 | 863,902 | 47,261 |
| Total Expenditures | <u>3,688,200</u> | <u>3,856,163</u> | <u>3,808,902</u> | <u>47,261</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(240,505)</u> | <u>(500)</u> | <u>(109,581)</u> | <u>(109,081)</u> |
| Net Change in Fund Balances | (240,505) | (500) | (109,581) | 109,081 |
| Fund Balance, Beginning | 505,655 | 505,655 | 505,655 | - |
| Fund Balance, Ending | <u>\$ 265,150</u> | <u>\$ 505,155</u> | <u>\$ 396,074</u> | <u>\$ 109,081</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
DEBT SERVICE - ARRA ECONOMIC STIMULUS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | ARRA Economic Stimulus | | | Variance with Final Budget |
|--|------------------------|------------------------|------------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | |
| | Original | Final | | |
| REVENUES | | | | |
| Federal Direct Sources: | | | | |
| Other Federal Direct Sources | \$ 1,733,078 | \$ 2,192,877 | \$ 2,192,877 | \$ - |
| Total Federal Direct Sources | <u>1,733,078</u> | <u>2,192,877</u> | <u>2,192,877</u> | <u>-</u> |
| Local Sources: | | | | |
| Interest Income | 150 | 169 | 169 | - |
| Total Local Sources | <u>150</u> | <u>169</u> | <u>169</u> | <u>-</u> |
| Total Revenues | <u>1,733,228</u> | <u>2,193,046</u> | <u>2,193,046</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Debt Service: | | | | |
| Principal | 1,785,000 | 1,785,000 | 1,785,000 | - |
| Interest and Fiscal Charges | <u>2,293,076</u> | <u>2,879,263</u> | <u>2,879,263</u> | <u>-</u> |
| Total Expenditures | <u>4,078,076</u> | <u>4,664,263</u> | <u>4,664,263</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(2,344,848)</u> | <u>(2,471,217)</u> | <u>(2,471,217)</u> | <u>-</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | <u>2,307,363</u> | <u>5,151,360</u> | <u>5,151,360</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>2,307,363</u> | <u>5,151,360</u> | <u>5,151,360</u> | <u>-</u> |
| Net Change in Fund Balance | (37,485) | 2,680,143 | 2,680,143 | - |
| Fund Balance, Beginning | <u>524,789</u> | <u>524,789</u> | <u>524,789</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 487,304</u> | <u>\$ 3,204,932</u> | <u>\$ 3,204,932</u> | <u>\$ -</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
DEBT SERVICE - OTHER DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Other Debt Service | | | Variance with Final Budget |
|--|----------------------|---------------------|---------------------|-------------------------------|
| | Budgeted Amounts | | Actual Amounts | |
| | Original | Final | | |
| REVENUES | | | | |
| Local Sources: | | | | |
| Interest Income | \$ 96,280 | \$ 58,739 | \$ 112,665 | \$ 53,926 |
| Total Local Sources | <u>96,280</u> | <u>58,739</u> | <u>112,665</u> | <u>53,926</u> |
| EXPENDITURES | | | | |
| Debt Service: | | | | |
| Principal | 5,650,000 | 5,650,000 | 5,650,000 | - |
| Interest and Fiscal Charges | 13,092,321 | 13,092,196 | 13,092,196 | - |
| Total Expenditures | <u>18,742,321</u> | <u>18,742,196</u> | <u>18,742,196</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(18,646,041)</u> | <u>(18,683,457)</u> | <u>(18,629,531)</u> | <u>53,926</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In | 18,595,635 | 12,201,944 | 12,201,944 | - |
| Total Other Financing Sources (Uses) | <u>18,595,635</u> | <u>12,201,944</u> | <u>12,201,944</u> | <u>-</u> |
| Net Change in Fund Balance | (50,406) | (6,481,513) | (6,427,587) | 53,926 |
| Fund Balance, Beginning | 12,082,309 | 12,082,309 | 12,082,309 | - |
| Fund Balance, Ending | <u>\$ 12,031,903</u> | <u>\$ 5,600,796</u> | <u>\$ 5,654,722</u> | <u>\$ 53,926</u> |

DUVAL COUNTY PUBLIC SCHOOLS
CAPITAL PROJECTS - PUBLIC EDUCATION CAPITAL OUTLAY (PECO) FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

| | Public Education Capital Outlay | | | |
|--|--|-----------------|-----------------------|---------------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| State Sources: | | | | |
| Public Education Capital Outlay | \$ - | \$ - | \$ - | \$ - |
| Total State Sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Local Sources: | | | | |
| Interest Income | 42 | 142 | 142 | - |
| Other Local Sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Local Sources | <u>42</u> | <u>142</u> | <u>142</u> | <u>-</u> |
| Total Revenues | <u>42</u> | <u>142</u> | <u>142</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Facilities Services - Noncapitalized | - | 17,666 | 17,666 | - |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | <u>17,417</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>17,417</u> | <u>17,666</u> | <u>17,666</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(17,375)</u> | <u>(17,524)</u> | <u>(17,524)</u> | <u>-</u> |
| Net Change in Fund Balance | (17,375) | (17,524) | (17,524) | - |
| Fund Balance, Beginning | 17,524 | 17,524 | 17,524 | - |
| Fund Balance, Ending | <u>\$ 149</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
CAPITAL PROJECTS - LOCAL CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Local Capital Improvement | | | |
|--|----------------------------------|---------------------|-----------------------|---------------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| Local Sources: | | | | |
| Ad Valorem Taxes | \$ 75,927,544 | \$ 75,194,639 | \$ 75,181,421 | \$ (13,218) |
| Interest Income | 143,722 | 1,519,169 | 1,543,624 | 24,455 |
| Other Local Sources | 61,610 | 531,859 | 531,859 | - |
| Total Local Sources | <u>76,132,876</u> | <u>77,245,667</u> | <u>77,256,904</u> | <u>11,237</u> |
| Total Revenues | <u>76,132,876</u> | <u>77,245,667</u> | <u>77,256,904</u> | <u>11,237</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Facilities Services - Noncapitalized | 78,664,933 | 82,771,877 | 14,625,005 | 68,146,872 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 12,005,132 | 12,005,132 | 11,997,479 | 7,653 |
| Other Capital Outlay | 15,049,387 | 15,049,387 | 15,049,387 | - |
| Total Expenditures | <u>105,719,452</u> | <u>109,826,396</u> | <u>41,671,871</u> | <u>68,154,525</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(29,586,576)</u> | <u>(32,580,729)</u> | <u>35,585,033</u> | <u>68,165,762</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers Out | (46,602,998) | (46,859,226) | (42,384,164) | 4,475,062 |
| Total Other Financing Sources (Uses) | <u>(46,602,998)</u> | <u>(46,859,226)</u> | <u>(42,384,164)</u> | <u>4,475,062</u> |
| Net Change in Fund Balance | (76,189,574) | (79,439,955) | (6,799,131) | 72,640,824 |
| Fund Balance, Beginning | 83,460,052 | 82,157,077 | 82,157,077 | - |
| Fund Balance, Ending | <u>\$ 7,270,478</u> | <u>\$ 2,717,122</u> | <u>\$ 75,357,946</u> | <u>\$ 72,640,824</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
CAPITAL PROJECTS - OTHER CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Other Capital Projects | | | Variance with Final Budget |
|--|-------------------------------|---------------------|-----------------------|---------------------------------------|
| | Budgeted Amounts | | Actual Amounts | |
| | Original | Final | | |
| REVENUES | | | | |
| State Sources: | | | | |
| Other State Sources | \$ 317,814 | \$ 1,919,333 | \$ 1,919,333 | \$ - |
| Total State Sources | <u>317,814</u> | <u>1,919,333</u> | <u>1,919,333</u> | <u>-</u> |
| Local Sources: | | | | |
| Interest Income | 20,390 | 278,366 | 124,733 | (153,633) |
| Other Local Sources | - | 207,605 | 207,605 | - |
| Total Local Sources | <u>20,390</u> | <u>485,971</u> | <u>332,338</u> | <u>(153,633)</u> |
| Total Revenues | <u>338,204</u> | <u>2,405,304</u> | <u>2,251,671</u> | <u>(153,633)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Facilities Services - Noncapitalized | 2,807,141 | 3,268,119 | 1,148,917 | 2,119,202 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 12,623,924 | 12,623,924 | 12,623,924 | - |
| Other Capital Outlay | 1,978,729 | 1,978,729 | 1,978,729 | - |
| Debt Service: | | | | |
| Interest and Fiscal Charges | - | 40,921 | 40,921 | - |
| Total Expenditures | <u>17,409,794</u> | <u>17,911,693</u> | <u>15,792,491</u> | <u>2,119,202</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (17,071,590) | (15,506,389) | (13,540,820) | 1,965,569 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Sale of Capital Assets | - | 250,650 | 250,650 | - |
| Loss Recoveries | - | 6,135 | 6,135 | - |
| Transfers Out | (391,941) | (1,847,250) | (1,728,095) | 119,155 |
| Total Other Financing Sources (Uses) | <u>(391,941)</u> | <u>(1,590,465)</u> | <u>(1,471,310)</u> | <u>119,155</u> |
| Net Change in Fund Balance | (17,463,531) | (17,096,854) | (15,012,130) | 2,084,724 |
| Fund Balance, Beginning | 20,269,077 | 19,137,839 | 19,137,839 | - |
| Fund Balance, Ending | <u>\$ 2,805,546</u> | <u>\$ 2,040,985</u> | <u>\$ 4,125,709</u> | <u>\$ 2,084,724</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
CAPITAL PROJECTS -
CAPITAL OUTLAY AND DEBT SERVICE (CO&DS) FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | <u>Capital Outlay & Debt Service (CO&DS)</u> | | | |
|--|--|---------------------|---------------------------|---------------------------------------|
| | <u>Budgeted Amounts</u> | | <u>Actual Amounts</u> | <u>Variance with Final Budget</u> |
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| State Sources: | | | | |
| Other State Sources | \$ - | \$ 640,708 | \$ 682,115 | \$ 41,407 |
| Total State Sources | <u>-</u> | <u>640,708</u> | <u>682,115</u> | <u>41,407</u> |
| Local Sources: | | | | |
| Interest Income | 7,147 | 64,993 | 65,917 | 924 |
| Total Local Sources | <u>7,147</u> | <u>64,993</u> | <u>65,917</u> | <u>924</u> |
| Total Revenues | <u>7,147</u> | <u>705,701</u> | <u>748,032</u> | <u>42,331</u> |
| EXPENDITURES | | | | |
| Debt Service: | | | | |
| Interest and Fiscal Charges | - | 2,350 | 2,350 | - |
| Total Expenditures | <u>-</u> | <u>2,350</u> | <u>2,350</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>7,147</u> | <u>703,351</u> | <u>745,682</u> | <u>42,331</u> |
| Net Change in Fund Balance | 7,147 | 703,351 | 745,682 | 42,331 |
| Fund Balance, Beginning | 4,222,161 | 4,222,161 | 4,222,161 | - |
| Fund Balance, Ending | <u>\$ 4,229,308</u> | <u>\$ 4,925,512</u> | <u>\$ 4,967,843</u> | <u>\$ 42,331</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
CAPITAL PROJECTS - ARRA ECONOMIC STIMULUS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

| | ARRA Economic Stimulus | | | |
|--|-------------------------------|----------------------|---------------------------|---------------------------------------|
| | Budgeted Amounts | | Actual Amounts | Variance with Final Budget |
| | Original | Final | | |
| REVENUES | | | | |
| Local Sources: | | | | |
| Interest Income | \$ 17,495 | \$ 42,567 | \$ 197,396 | \$ 154,829 |
| Other Local Sources | | 87,360 | 87,360 | - |
| Total Local Sources | <u>17,495</u> | <u>129,927</u> | <u>284,756</u> | <u>154,829</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Facilities Services - Noncapitalized | 142,241 | 3,570,415.00 | 98,665 | 3,471,750 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 4,946,917 | 4,946,917 | 4,946,917 | - |
| Other Capital Outlay | 175,547 | 175,547 | 175,547 | - |
| Total Expenditures | <u>5,264,705</u> | <u>8,692,879</u> | <u>5,221,129</u> | <u>3,471,750</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(5,247,210)</u> | <u>(8,562,952)</u> | <u>(4,936,373)</u> | <u>3,626,579</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Issuance of Certificates of Participation | - | 29,000,000 | 29,000,000 | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>29,000,000</u> | <u>29,000,000</u> | <u>-</u> |
| Net Change in Fund Balance | (5,247,210) | 20,437,048 | 24,063,627 | 3,626,579 |
| Fund Balance, Beginning | <u>5,367,280</u> | <u>5,050,281</u> | <u>5,050,281</u> | <u>-</u> |
| Fund Balance, Ending | <u>\$ 120,070</u> | <u>\$ 25,487,329</u> | <u>\$ 29,113,908</u> | <u>\$ 3,626,579</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS - AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

| | <u>School Internal Accounts Balances July 1, 2012</u> | <u>Total Additions</u> | <u>Total Deductions</u> | <u>School Internal Accounts Balances June 30, 2013</u> |
|---------------------------|---|------------------------|-------------------------|--|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 6,796,148 | \$ 326,426 | \$ - | \$ 7,122,574 |
| Investments | 231,142 | - | 231,142 | - |
| Total Assets | <u>\$ 7,027,290</u> | <u>\$ 326,426</u> | <u>\$ 231,142</u> | <u>\$ 7,122,574</u> |
| LIABILITIES | | | | |
| Accounts Payable | <u>\$ 7,027,290</u> | <u>\$ 95,284</u> | <u>\$ -</u> | <u>\$ 7,122,574</u> |
| Total Liabilities | <u>\$ 7,027,290</u> | <u>\$ 95,284</u> | <u>\$ -</u> | <u>\$ 7,122,574</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
 COMBINING STATEMENT OF NET POSITION
 PRIVATE-PURPOSE TRUST FUNDS
 JUNE 30, 2013**

| | Private-Purpose Trust Fund - Lee GEAR UP | Private-Purpose Trust Fund - Raines GEAR UP | Total |
|---------------------------|---|--|-------------------|
| ASSETS | | | |
| Current Assets: | | | |
| Cash and Cash Equivalents | \$ 211,525 | \$ 300,527 | \$ 512,052 |
| Total Assets | <u>211,525</u> | <u>300,527</u> | <u>512,052</u> |
| LIABILITIES | | | |
| Current Liabilities: | | | |
| Accounts Payable | - | - | - |
| Total Liabilities | <u>-</u> | <u>-</u> | <u>-</u> |
| NET POSITION | | | |
| Restricted | 211,525 | 300,527 | 512,052 |
| Total Net Position | <u>\$ 211,525</u> | <u>\$ 300,527</u> | <u>\$ 512,052</u> |

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

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF CHANGES IN NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Private-Purpose Trust Fund - Lee GEAR UP | Private-Purpose Trust Fund - Raines GEAR UP | Total |
|--------------------------|---|--|-------------------|
| ADDITIONS | | | |
| Investment Earnings: | | | |
| Interest Income | \$ 148 | \$ - | \$ 148 |
| Other Local Sources | 48,879 | - | 48,879 |
| Scholarship Income | - | 328,352 | 328,352 |
| | <u>49,027</u> | <u>328,352</u> | <u>377,379</u> |
| Total Additions | | | |
| DEDUCTIONS | | | |
| Scholarship Payments | <u>6,299</u> | <u>27,825</u> | <u>34,124</u> |
| Total Deductions | <u>6,299</u> | <u>27,825</u> | <u>34,124</u> |
| | | | |
| Change in Net Position | 42,728 | 300,527 | 343,255 |
| Net Position - Beginning | <u>168,797</u> | <u>-</u> | <u>168,797</u> |
| Net Position - Ending | <u>\$ 211,525</u> | <u>\$ 300,527</u> | <u>\$ 512,052</u> |

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

This page intentionally left blank

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Workers' Compensation Fund – This fund is used to account for the District's workers' compensation insurance, including operating revenues and expenses as well as the liabilities incurred by the insurance.

Health Insurance Fund – This fund is used to account for the District's self-insurance program, including premiums received from employees, and payments made to the third party administrator.

District Printing Department – This fund is used to account for the District's print shop, which is used by all areas in the District, to account for the accumulation and allocation of costs associated with printing.

**DUVAL COUNTY PUBLIC SCHOOLS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2013**

| | Workers' Compensation | Health Insurance | District Printing Department | Total |
|--|----------------------------------|-----------------------------|---|----------------------|
| ASSETS | | | | |
| Current Assets: | | | | |
| Cash and Cash Equivalents | \$ 290,000 | \$ 1,661,303 | \$ - | \$ 1,951,303 |
| Investments | 26,267,131 | 65,886,792 | 113,921 | 92,267,844 |
| Due From Other Agencies | 560,129 | - | - | 560,129 |
| Due from Excess Insurers, Net of Allowance for Doubtful Accounts of \$1,373,453 | 1,143,103 | - | - | 1,143,103 |
| Total Assets | 28,260,363 | 67,548,095 | 113,921 | 95,922,379 |
| LIABILITIES | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | 71,245 | 16,473,582 | 1,107 | 16,545,934 |
| Due to Other Agencies | - | 319,061 | - | 319,061 |
| Deposits Payable | - | 1,661,331 | - | 1,661,331 |
| Estimated Insurance Claims Payable | 4,593,082 | 8,502,385 | - | 13,095,467 |
| Total Current Liabilities | 4,664,327 | 26,956,359 | 1,107 | 31,621,793 |
| Noncurrent Liabilities: | | | | |
| Estimated Insurance Claims Payable | 10,393,387 | - | - | 10,393,387 |
| Total Noncurrent Liabilities | 10,393,387 | - | - | 10,393,387 |
| Total Liabilities | 15,057,714 | 26,956,359 | 1,107 | 42,015,180 |
| NET POSITION | | | | |
| Restricted | - | 40,591,736 | - | 40,591,736 |
| Unrestricted | 13,202,649 | - | 112,814 | 13,315,463 |
| Total Net Position | \$ 13,202,649 | \$ 40,591,736 | \$ 112,814 | \$ 53,907,199 |

**DUVAL COUNTY PUBLIC SCHOOLS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013**

| | Workers' Compensation | Health Insurance | District Printing Department | Total |
|---------------------------------------|----------------------------------|-----------------------------|---|----------------------|
| OPERATING REVENUES | | | | |
| Premium Revenues | \$ 1,729,994 | \$ 108,706,212 | \$ - | \$ 110,436,206 |
| Charges for Services | - | - | 732,927 | 732,927 |
| Other Operating Revenues | 538,725 | 1,141,571 | 20,864 | 1,701,160 |
| Total Operating Revenues | 2,268,719 | 109,847,783 | 753,791 | 112,870,293 |
| OPERATING EXPENSES | | | | |
| Salaries and Benefits | - | 218,830 | 224,849 | 443,679 |
| Purchased Services | - | 6,209,038 | 647,847 | 6,856,885 |
| Materials and Supplies | - | 257 | 135,594 | 135,851 |
| Capital Outlay | - | - | 20 | 20 |
| Insurance Claims and Related Costs | 7,787,479 | 100,214,567 | - | 108,002,046 |
| Total Operating Expenses | 7,787,479 | 106,642,692 | 1,008,310 | 115,438,481 |
| Operating Income (Loss) | (5,518,760) | 3,205,091 | (254,519) | (2,568,188) |
| NONOPERATING REVENUES | | | | |
| Interest Income | 439,675 | 717,533 | - | 1,157,208 |
| Total Nonoperating Revenues | 439,675 | 717,533 | - | 1,157,208 |
| Loss Before Transfers | (5,079,085) | 3,922,624 | (254,519) | (1,410,980) |
| Transfers In | - | - | 252,454 | 252,454 |
| Transfers Out | - | (262,422) | - | (262,422) |
| Change in Net Position | (5,079,085) | 3,660,202 | (2,065) | (1,420,948) |
| Total Net Position - Beginning | 18,281,734 | 36,931,534 | 114,879 | 55,328,147 |
| Total Net Position - Ending | \$ 13,202,649 | \$ 40,591,736 | \$ 112,814 | \$ 53,907,199 |

**DUVAL COUNTY PUBLIC SCHOOLS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Workers' Compensation | Health Insurance | District Printing Department | Total |
|---|----------------------------------|-----------------------------|---|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Cash Received from Board Funds and Participants | \$ 1,729,994 | \$ 108,706,212 | \$ 732,927 | \$ 111,169,133 |
| Cash Received (Paid) from Other Operating Activities | 952,540 | 1,475,756 | 20,864 | 2,449,160 |
| Cash Payments for Employee Services | - | (218,830) | (224,849) | (443,679) |
| Cash Payments to Vendors for Goods and Services | 5,905 | (4,087,008) | (784,468) | (4,865,571) |
| Cash Payments for Insurance Claims | (6,843,428) | (100,304,860) | - | (107,148,288) |
| Net Cash Provided (Used) by Operating Activities | <u>(4,154,989)</u> | <u>5,571,270</u> | <u>(255,526)</u> | <u>1,160,755</u> |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | | | |
| Transfers In | - | - | 252,454 | 252,454 |
| Transfers to Other Funds | - | (262,422) | - | (262,422) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | <u>-</u> | <u>(262,422)</u> | <u>252,454</u> | <u>(9,968)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Proceeds from Sale (Purchases) of Investments | 3,715,314 | (5,691,861) | 3,072 | (1,973,475) |
| Interest Income | 439,675 | 717,533 | - | 1,157,208 |
| Net Cash Provided (Used) by Investing Activities | <u>4,154,989</u> | <u>(4,974,328)</u> | <u>3,072</u> | <u>(816,267)</u> |
| Net Change in Cash and Cash Equivalents | - | 334,520 | - | 334,520 |
| Cash and Cash Equivalents at Beginning of Year | 290,000 | 1,326,783 | - | 1,616,783 |
| Cash and Cash Equivalents at End of Year | <u>\$ 290,000</u> | <u>\$ 1,661,303</u> | <u>\$ -</u> | <u>\$ 1,951,303</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating Income (Loss) | \$ (5,518,760) | \$ 3,205,091 | \$ (254,519) | \$ (2,568,188) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities: | | | | |
| Decrease in Accounts Receivable | - | 353,163 | - | 353,163 |
| Decrease in Due from Excess Insurers | 326,337 | - | - | 326,337 |
| Decrease in Due from Other Agencies | 87,478 | - | - | 87,478 |
| Increase (Decrease) in Accounts Payable | 5,905 | 1,769,124 | (1,007) | 1,774,022 |
| Increase in Deposits Payable | - | 354,847 | - | 354,847 |
| Increase (Decrease) in Estimated Insurance Claims Payable | 944,051 | (90,293) | - | 853,758 |
| Decrease in Due to Other Agencies | - | (20,662) | - | (20,662) |
| Total Adjustments | <u>1,363,771</u> | <u>2,366,179</u> | <u>(1,007)</u> | <u>3,728,943</u> |
| Net Cash Provided (Used) by Operating Activities | <u>\$ (4,154,989)</u> | <u>\$ 5,571,270</u> | <u>\$ (255,526)</u> | <u>\$ 1,160,755</u> |

COMBINING FINANCIAL STATEMENTS COMPONENT UNITS

DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2013

| | S.O.C.K. Outstanding Students (S.O.S.) Academy, Inc. | Duval Charter at Arlington | Duval Charter at Baymeadows | Duval Charter at High School at Baymeadows | Duval Myrcoschool of Integrated Academics and Technologies, Inc. | Wayman Academy of the Arts, Inc. | Global Outreach Charter Academy, Inc. |
|---|---|-------------------------------|--------------------------------|--|---|--|---|
| ASSETS | | | | | | | |
| Cash and Cash Equivalents | \$ 12,897 | \$ 507,274 | \$ 1,425,738 | \$ 275,556 | \$ 183,209 | \$ 45,422 | \$ 103,239 |
| Accounts Receivable, Net | - | 323,735 | 31 | - | - | - | - |
| Inventory | - | - | - | - | - | - | - |
| Pledges Receivable | - | - | - | - | - | 72,000 | - |
| Due From Other Agencies | 18,049 | 6,309 | 250,181 | 95,916 | 315,896 | 10,466 | 8,140 |
| Deposits Receivable | - | 9,590 | 4,760 | 13,166 | 1,980 | - | - |
| Prepaid Expenses | - | - | 21,962 | 1,700 | 7,915 | - | 54,229 |
| Deferred Charges - Debt Issuance Costs | - | - | - | - | - | - | - |
| Capital Assets: | | | | | | | |
| Depreciable (Net) | 1,357,072 | 11,248,864 | 10,290,359 | 4,941,774 | 187,646 | 287,544 | 136,418 |
| Total Assets | 1,388,018 | 12,095,772 | 11,993,031 | 5,328,112 | 696,646 | 415,432 | 302,026 |
| LIABILITIES | | | | | | | |
| Current Liabilities: | | | | | | | |
| Salaries, Benefits, and Payroll Taxes Payable | - | 221,302 | 404,636 | 26,359 | - | 8,899 | - |
| Payroll Deductions and Withholdings | - | - | - | - | 4,500 | - | - |
| Accounts Payable | 20,696 | 253,857 | 76,602 | 20,333 | 304,366 | 11,281 | - |
| Due to Other Agencies | - | - | 1,248 | 223,173 | - | 4,143 | - |
| Accrued Expenses | - | - | - | - | 180,000 | - | - |
| Unearned Revenue | - | - | - | - | - | - | - |
| Note Payable | - | - | - | - | - | - | - |
| Total Current Liabilities | 20,696 | 475,159 | 482,486 | 269,865 | 488,866 | 24,323 | - |
| Noncurrent Liabilities: | | | | | | | |
| Portion Due or Payable Within One Year: | | | | | | | |
| Obligations Under Capital Lease | 6,735 | 170,000 | 276,680 | 97,211 | - | - | - |
| Notes Payable | 28,302 | - | - | - | - | - | - |
| Portion Due or Payable After One Year: | | | | | | | |
| Obligations Under Capital Lease | 10,866 | 12,625,244 | 11,036,465 | 5,194,404 | - | - | - |
| Notes Payable | 12,962 | - | - | - | - | - | - |
| Accrued Rent | - | - | - | - | - | - | - |
| Total Noncurrent Liabilities | 58,865 | 12,795,244 | 11,313,145 | 5,291,615 | - | - | - |
| Total Liabilities | 79,561 | 13,270,403 | 11,795,631 | 5,561,480 | 488,866 | 24,323 | - |
| NET POSITION (DEFICIT) | | | | | | | |
| Net Investment in Capital Assets | 1,339,471 | (1,546,380) | (1,022,786) | (303,706) | 187,646 | 287,544 | 136,418 |
| Restricted for Capital Projects | - | - | - | - | 136 | - | - |
| Restricted for Debt Service | - | - | - | - | - | - | - |
| Restricted for Special Revenue | - | - | - | - | - | - | - |
| Unrestricted | (31,014) | 371,749 | 1,220,186 | 70,338 | 19,998 | 103,565 | 165,608 |
| Total Net Position (Deficit) | \$ 1,308,457 | \$ (1,174,631) | \$ 197,400 | \$ (233,368) | \$ 207,780 | \$ 391,109 | \$ 302,026 |

DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2013

| | KIPP Impact Middle School | KIPP Voice Elementary School | Lone Star High School | Murray Hill High School | River City Science Academy Elementary | River City Science Academy | Seacoast Charter Academy, Inc. |
|---|------------------------------|------------------------------------|--------------------------|----------------------------|---|-------------------------------|-----------------------------------|
| ASSETS | | | | | | | |
| Cash and Cash Equivalents | \$ 281,722 | \$ 121,480 | \$ 238,976 | \$ 385,976 | \$ 149,740 | \$ 115,712 | \$ 284,668 |
| Accounts Receivable, Net | - | - | - | - | 4,910 | 1,752 | 1,154 |
| Inventory | - | - | - | - | - | - | - |
| Pledges Receivable | 261,298 | - | - | - | - | - | - |
| Due From Other Agencies | 240,227 | 60,341 | 515 | 7,339 | 5,060 | 17,782 | - |
| Interest receivable | - | - | - | - | - | 126,500 | - |
| Prepaid Expenses | 11,013 | 70,459 | - | 20,611 | - | - | 11,390 |
| Deferred Charges - Debt Issuance Costs | - | - | - | - | - | - | - |
| Capital Assets: | | | | | | | |
| Depreciable (Net) | 166,307 | 43,938 | 86,116 | 60,332 | 145,967 | 218,262 | 80,515 |
| Total Assets | 960,567 | 296,218 | 325,607 | 1,015,258 | 305,677 | 480,008 | 377,727 |
| LIABILITIES | | | | | | | |
| Current Liabilities: | | | | | | | |
| Salaries, Benefits, and Payroll Taxes Payable | - | - | - | - | - | - | 85,745 |
| Payroll Deductions and Withholdings | - | - | - | - | - | - | - |
| Accounts Payable | 101,861 | 15,920 | 102,052 | 222,858 | 5,104 | 19,784 | 29,265 |
| Due to Other Agencies | - | 189,827 | 24,638 | 10,007 | - | - | - |
| Accrued Expenses | 44,731 | - | - | 14,115 | - | - | - |
| Unearned Revenue | - | - | - | - | 8,035 | 6,615 | - |
| Note Payable | - | - | - | - | - | - | - |
| Total Current Liabilities | 146,592 | 205,747 | 126,690 | 246,980 | 13,139 | 26,399 | 115,010 |
| Noncurrent Liabilities: | | | | | | | |
| Portion Due or Payable Within One Year: | | | | | | | |
| Obligations Under Capital Lease | - | - | - | - | - | 13,196 | 2,872 |
| Notes Payable | - | - | - | 97,210 | - | - | - |
| Portion Due or Payable After One Year: | | | | | | | |
| Obligations Under Capital Lease | - | - | - | - | - | 18,629 | 11,556 |
| Notes Payable | - | - | - | 333,469 | - | - | - |
| Accrued Rent | 1,086,200 | 104,495 | - | 28,231 | - | - | - |
| Total Noncurrent Liabilities | 1,086,200 | 104,495 | - | 458,910 | - | 31,825 | 14,438 |
| Total Liabilities | 1,232,792 | 310,242 | 126,690 | 705,890 | 13,139 | 58,224 | 129,438 |
| NET POSITION (DEFICIT) | | | | | | | |
| Net Investment in Capital Assets | 166,307 | 43,938 | 86,116 | 170,653 | 145,967 | 186,437 | 66,087 |
| Restricted for Capital Projects | - | - | 22,178 | 32,406 | - | - | - |
| Restricted for Debt Service | - | - | - | - | - | - | - |
| Restricted for Special Revenue | - | - | - | - | - | - | - |
| Unrestricted | (438,532) | (57,962) | 90,623 | 106,309 | 146,571 | 235,347 | 182,202 |
| Total Net Position (Deficit) | \$ (272,225) | \$ (14,024) | \$ 198,917 | \$ 309,368 | \$ 292,538 | \$ 421,784 | \$ 248,289 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2013**

| | S.O.C.K. Outstanding Students (S.O.S.) Academy, Inc. | Duval Charter at Arlington | Duval Charter at Baymeadows | Duval Charter High School at Baymeadows | Duval Microsystems of Integrated Academics and Technologies, Inc. | Wayman Academy of the Arts, Inc. | Global Outreach Charter Academy, Inc. |
|---|---|-------------------------------|--------------------------------|--|---|-------------------------------------|---|
| EXPENSES | | | | | | | |
| Instruction | \$ 710,919 | \$ 2,329,792 | \$ 3,944,088 | \$ 584,599 | \$ 555,252 | \$ 988,510 | \$ 1,383,156 |
| Pupil Personnel Services | 65,148 | 179,319 | 228,093 | 14,779 | 57,571 | 52,567 | 33,956 |
| Instructional Media Services | 28,463 | - | 13,455 | - | - | - | 60,752 |
| Instruction and Curriculum Development | 36,887 | 6,646 | 10,239 | 1,052 | 11,947 | - | 1,678 |
| Instructional Staff Training Services | 47,914 | 4,713 | 12,821 | 5,250 | - | 69,619 | 63,801 |
| Instruction Related Technology | - | 46,564 | 69,139 | 20,170 | - | - | - |
| Board | 815 | 18,473 | 19,073 | 15,284 | 5,827 | - | 81 |
| General Administration | - | - | - | - | 41,157 | - | 438,222 |
| School Administration | 343,631 | 326,671 | 426,269 | 63,810 | 146,112 | 499,981 | - |
| Facilities Services - Noncapitalized | - | - | - | - | 67,323 | 360,000 | 385,089 |
| Fiscal Services | 61,697 | 166,429 | 451,973 | 51,291 | 23,699 | 73,203 | 95,460 |
| Food Services | 143,480 | 301,094 | 320,719 | 436 | - | 232,270 | 236,458 |
| Central Services | - | 29,411 | 7,969 | 623 | 39,015 | - | 9,043 |
| Pupil Transportation Services | 109,703 | 277,578 | - | - | 24,103 | 114,964 | 5,081 |
| Operation of Plant | 217,429 | 873,976 | 947,154 | 236,509 | 69,236 | 250,228 | 124,612 |
| Maintenance of Plant | 58,357 | 222,831 | 194,561 | 30,469 | - | - | 9,036 |
| Community Services | 11,067 | 41,783 | 151,282 | - | - | - | 13,891 |
| Interest on Long-Term Debt | - | 905,081 | 1,156,680 | 295,478 | - | - | - |
| Depreciation - Unallocated | - | - | - | - | 22,804 | 51,651 | - |
| Total Expenses | 1,835,510 | 5,730,361 | 7,953,515 | 1,319,750 | 1,064,046 | 2,692,993 | 2,860,316 |
| PROGRAM REVENUES | | | | | | | |
| Charges for Services | - | 64,736 | 525,685 | - | - | 2,243 | 43,684 |
| Operating Grants and Contributions | 143,769 | 697,173 | 482,378 | 194,668 | - | 199,708 | 497,253 |
| Capital Grants and Contributions | - | 188,411 | 319,299 | 73,557 | 54,376 | - | 105,825 |
| Total Program Revenues | 143,769 | 950,320 | 1,327,362 | 268,225 | 54,376 | 201,951 | 646,762 |
| Net Program Expense | (1,691,741) | (4,780,041) | (6,626,153) | (1,051,525) | (1,009,670) | (2,491,042) | (2,213,554) |
| GENERAL REVENUES | | | | | | | |
| Grants and Contributions not Restricted to | | | | | | | |
| Specific Programs | 1,583,937 | 4,246,518 | 7,211,511 | 1,023,324 | 1,146,300 | 2,505,191 | 2,338,206 |
| Miscellaneous | - | 42,107 | 8,988 | 739 | 71,150 | 6,920 | 33,940 |
| Total General Revenues | 1,583,937 | 4,288,625 | 7,220,499 | 1,024,063 | 1,217,450 | 2,512,111 | 2,372,146 |
| Change in Net Position | (107,804) | (491,416) | (594,346) | (27,462) | 207,780 | 21,069 | 158,592 |
| Net Position (Deficit) - Beginning | 1,416,261 | (683,215) | (396,946) | (205,906) | - | 370,040 | 143,434 |
| Adjustment to Restate Beginning Net Position | - | - | - | - | - | - | - |
| Net Position (Deficit) - Beginning - Restated | 1,416,261 | (683,215) | (396,946) | (205,906) | - | 370,040 | 143,434 |
| Net Position (Deficit) - Ending | 1,308,457 | (1,174,631) | (197,400) | (233,368) | 207,780 | 391,109 | 302,026 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2013**

| | KIPP Impact Middle School | KIPP Voice Elementary School | Lone Star High School | Murray Hill High School | River City Science Academy Elementary | River City Science Academy | Seacoast Charter Academy, Inc. |
|--|---------------------------|------------------------------|-----------------------|-------------------------|---------------------------------------|----------------------------|--------------------------------|
| EXPENSES | | | | | | | |
| Instruction | \$ 1,645,772 | \$ 776,720 | \$ 587,058 | \$ 536,197 | \$ 1,040,238 | \$ 2,309,475 | \$ 715,055 |
| Pupil Personnel Services | 53,348 | 7,864 | 161,677 | 155,450 | - | 94,046 | 3,783 |
| Instructional Media Services | 85,589 | 43,391 | - | - | 327 | 26,706 | 24,129 |
| Instruction and Curriculum Development | - | - | - | - | - | - | - |
| Instructional Staff Training Services | 121,331 | 41,698 | - | - | 492 | 27,572 | 2,532 |
| Instruction Related Technology | - | - | - | - | - | - | - |
| Board | - | - | - | 21,146 | - | - | - |
| General Administration | - | - | - | 467,229 | - | 50,094 | 67,041 |
| School Administration | 330,857 | 184,752 | - | 851,158 | 311,441 | 620,268 | 67,622 |
| Facilities Services - Noncapitalized | - | - | - | - | 285,114 | 650,589 | 123,488 |
| Fiscal Services | 136,397 | 59,493 | 19,497 | 19,502 | 142,110 | 123,478 | 199,957 |
| Food Services | 199,132 | 78,906 | 220 | 150 | 106,699 | 157,773 | - |
| Central Services | 81,260 | 55,694 | - | - | 7,941 | 6,672 | 52,341 |
| Pupil Transportation Services | 148,980 | 75,690 | 63,840 | 33,000 | 115,200 | 235,825 | 315 |
| Operation of Plant | 149,779 | 61,997 | 381,463 | 308,374 | 114,804 | 139,849 | 78 |
| Maintenance of Plant | 472,429 | 200,396 | 12,574 | 3,608 | 30,813 | 30,497 | 90,141 |
| Community Services | - | - | - | - | 87,421 | 133,718 | 10,575 |
| Interest on Long-Term Debt | - | - | - | 33,303 | - | 1,839 | - |
| Depreciation - Unallocated | - | - | - | - | - | 53,740 | - |
| Total Expenses | 3,424,874 | 1,586,601 | 1,714,704 | 1,962,007 | 2,277,420 | 4,662,141 | 1,357,057 |
| PROGRAM REVENUES | | | | | | | |
| Charges for Services | 9,929 | 2,435 | 1,224 | 1,123 | 94,079 | 73,932 | 16,279 |
| Operating Grants and Contributions | 413,846 | 302,572 | - | - | 78,519 | 122,720 | 133,867 |
| Capital Grants and Contributions | - | - | - | - | 81,403 | 240,503 | - |
| Total Program Revenues | 423,775 | 305,007 | 1,224 | 1,123 | 254,001 | 437,155 | 150,146 |
| Net Program Expense | (3,001,099) | (1,281,594) | (1,713,480) | (1,960,884) | (2,023,419) | (4,224,986) | (1,206,911) |
| GENERAL REVENUES | | | | | | | |
| Grants and Contributions not Restricted to Specific Programs | 2,188,274 | 1,257,762 | 1,748,568 | 2,008,243 | 2,038,472 | 4,184,258 | 1,360,885 |
| Miscellaneous | 24,022 | 9,808 | 49,397 | 818 | 68,876 | 91,319 | - |
| Total General Revenues | 2,212,296 | 1,267,570 | 1,797,965 | 2,009,061 | 2,107,348 | 4,275,577 | 1,360,885 |
| Change in Net Position | (788,803) | (14,024) | 84,485 | 48,177 | 83,929 | 50,591 | 153,974 |
| Net Position (Deficit) - Beginning | 516,578 | - | 114,432 | 261,191 | 208,609 | 371,193 | 94,315 |
| Adjustment to Restate Beginning Net Position | - | - | - | - | - | - | - |
| Net Position (Deficit) - Beginning - Restated | 516,578 | - | 114,432 | 261,191 | 208,609 | 371,193 | 94,315 |
| Net Position (Deficit) - Ending | (272,225) | (14,024) | 198,917 | 309,368 | 292,538 | 421,784 | 248,289 |

**DUVAL COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2013**

| | Somerset Academy Eagle Campus Elementary | Somerset Academy Eagle Campus Middle | Somerset Academy Eagle Campus High | Tiger Academy | Waverly Academy | School for Accelerated Learning and Technologies | Totals |
|---|--|---|---------------------------------------|---------------|-----------------|--|---------------|
| EXPENSES | | | | | | | |
| Instruction | \$ 1,227,094 | \$ 484,069 | \$ 70,863 | \$ 1,251,732 | \$ 482,621 | \$ 422,599 | \$ 22,045,809 |
| Pupil Personnel Services | - | - | - | 4,070 | - | - | 1,111,671 |
| Instructional Media Services | - | - | - | 173,448 | 442 | - | 456,702 |
| Instruction and Curriculum Development | - | - | - | - | 22,805 | 40,184 | 131,438 |
| Instructional Staff Training Services | 8,947 | 5,283 | 501 | - | 28,592 | - | 441,066 |
| Instruction Related Technology | - | - | - | - | - | - | 135,873 |
| Board | 24,868 | 11,281 | 622 | - | - | 16,324 | 277,504 |
| General Administration | - | - | - | - | 2,457 | 41,780 | 591,238 |
| School Administration | 360,591 | 113,877 | 9,667 | 236,609 | 260,852 | 282,569 | 5,959,832 |
| Facilities Services - Noncapitalized | 583 | - | - | - | 7,629 | 40,684 | 1,996,968 |
| Fiscal Services | 43,425 | 20,625 | 3,450 | - | 16,803 | 2,544 | 1,511,076 |
| Food Services | 136,016 | 64,667 | 10,800 | 134,835 | 9,048 | - | 2,185,044 |
| Central Services | 85,461 | 40,304 | 5,333 | 265,869 | - | 3,889 | 638,799 |
| Pupil Transportation Services | - | - | - | - | 29,261 | - | 1,233,303 |
| Operation of Plant | 455,710 | 158,399 | 27,975 | 505,562 | 148,178 | 16,781 | 5,278,156 |
| Maintenance of Plant | 57,211 | 2,403 | 467 | - | 2,344 | - | 1,338,571 |
| Community Services | 2,965 | - | - | - | 3,008 | - | 445,135 |
| Interest on Long-Term Debt | - | - | - | - | 564 | - | 2,392,945 |
| Depreciation - Unallocated | - | - | - | - | - | 37,054 | 194,759 |
| Total Expenses | 2,402,871 | 900,908 | 129,678 | 2,572,125 | 1,014,604 | 904,408 | 48,365,889 |
| PROGRAM REVENUES | | | | | | | |
| Charges for Services | 50,951 | 30,190 | 1,869 | - | - | - | 918,359 |
| Operating Grants and Contributions | 130,786 | 114,597 | 62,309 | - | 124,798 | - | 3,698,963 |
| Capital Grants and Contributions | 82,901 | 38,679 | 8,566 | - | - | - | 1,251,032 |
| Total Program Revenues | 264,638 | 183,466 | 72,744 | - | 124,798 | 57,512 | 5,868,354 |
| Net Program Expense | (2,138,233) | (717,442) | (56,934) | (2,572,125) | (889,806) | (846,896) | (42,497,535) |
| GENERAL REVENUES | | | | | | | |
| Grants and Contributions not Restricted to | | | | | | | |
| Specific Programs | 1,768,636 | 729,756 | 124,178 | 2,559,135 | 772,865 | 838,211 | 41,634,230 |
| Miscellaneous | 131,602 | - | - | - | 93,904 | 905 | 634,495 |
| Total General Revenues | 1,900,238 | 729,756 | 124,178 | 2,559,135 | 866,769 | 839,116 | 42,268,725 |
| Change in Net Position | (237,995) | 12,314 | 67,244 | (12,990) | (23,037) | (7,780) | (228,810) |
| Net Position (Deficit) - Beginning | 274,284 | 255,357 | - | - | 55,815 | 900,205 | 3,695,647 |
| Adjustment to Restate Beginning Net Position | - | - | - | 41,558 | - | - | 41,558 |
| Net Position (Deficit) - Beginning - Restated | 274,284 | 255,357 | - | 41,558 | 55,815 | 900,205 | 3,737,205 |
| Net Position (Deficit) - Ending | \$ 36,289 | \$ 267,671 | \$ 67,244 | \$ 28,568 | \$ 32,778 | \$ 892,425 | \$ 3,508,395 |

This page intentionally left blank

**CITY OF JACKSONVILLE
GRANT FUNDS**

**DUVAL COUNTY PUBLIC SCHOOLS
SCHEDULE OF RECEIPTS AND EXPENDITURES OF
CITY OF JACKSONVILLE GRANT FUNDS - BUDGET AND ACTUAL
OUT OF SCHOOL SUSPENSION CENTERS (2012-13 FY GRANT)
FOR THE YEAR ENDED JUNE 30, 2013**

| | 7-1-2012 City of Jacksonville Grant #9768 Budget (a) | 2012-13 Fiscal Year Receipts and Expenditures (1) (b) | Variance (2) (a) - (b) |
|-------------------------------------|---|--|---------------------------|
| Receipts: | | | |
| City of Jacksonville Grant Award | \$ 961,423.00 | \$ 641,567.91 | \$ 319,855.09 |
| Expenditures: | | | |
| Salaries and Wages: | | | |
| Salaries | 413,125.00 | 413,125.00 | - |
| Payroll Taxes and Benefits: | | | |
| Payroll Taxes - FICA | 32,307.00 | 32,307.00 | - |
| Retirement | 23,163.00 | 23,163.00 | - |
| Insurance | 71,023.00 | 71,023.00 | - |
| Workers' Compensation | 1,198.00 | 1,198.00 | - |
| Unemployment | 1,257.00 | 1,257.00 | - |
| Total Payroll Taxes and Benefits | 128,948.00 | 128,948.00 | - |
| Other Current Expenditures: | | | |
| Program Consultants and Contractual | 394,119.00 | 390,023.88 | 4,095.12 |
| Office Expenses - Supplies | 10,852.00 | 7,863.70 | 2,988.30 |
| Lease/Rent - Building | 14,379.00 | 11,405.64 | 2,973.36 |
| Total Other Current Expenditures | 419,350.00 | 409,293.22 | 10,056.78 |
| Total Expenditures | \$ 961,423.00 | \$ 951,366.22 | \$ 10,056.78 |

Notes: (1) From July through September 2013, there were additional receipts of \$309,798.31 and no additional expenditures, resulting in total receipts and expenditures of \$951,366.21 and \$951,366.21, respectively.

(2) There were no additional expenditures from the unexpended variance of \$10,056.78 because the grant period expired on June 30, 2013.

**DUVAL COUNTY PUBLIC SCHOOLS
SCHEDULE OF RECEIPTS AND EXPENDITURES OF
CITY OF JACKSONVILLE GRANT FUNDS - BUDGET AND ACTUAL
DRIVER EDUCATION SAFETY TRUST FUND (2011-12 FISCAL YEAR GRANT)
FOR THE YEAR ENDED JUNE 30, 2013**

| | City of Jacksonville Grant #7391-96 Budget (a) | 2011-12 Fiscal Year Receipts and Expenditures (b) | 2012-13 Fiscal Year Receipts and Expenditures (1) (b) | Variance (2) (a) - (b) |
|--|---|--|--|---------------------------|
| Receipts: | | | | |
| City of Jacksonville Grant Award | \$ 300,000.00 | \$ 191,606.38 | \$ 63,717.98 | \$ 44,675.64 |
| Expenditures: | | | | |
| Salaries and Wages: | | | | |
| Full-Time Day School Resource Teacher | \$ 75,599.00 | \$ 57,776.30 | \$ 17,795.40 | \$ 27.30 |
| Part-Time Instructors for Free Classes | 36,255.00 | 35,883.51 | - | 371.49 |
| Part-Time Instructors for Day School Driving | 80,231.82 | 69,775.08 | 8,253.66 | 2,203.08 |
| Total Salaries and Wages | 192,085.82 | 163,434.89 | 26,049.06 | 2,601.87 |
| Payroll Taxes and Benefits: | | | | |
| FICA and Medicare Tax | 14,529.00 | 12,361.89 | 1,983.79 | 183.32 |
| Health Insurance | 6,000.00 | 5,050.72 | 947.01 | 2.27 |
| Retirement | 8,876.00 | 7,492.97 | 1,273.44 | 109.59 |
| Workers' Compensation | 610.00 | 531.16 | 78.23 | 0.61 |
| Unemployment | 660.00 | 566.44 | 83.43 | 10.13 |
| Other Benefits | 700.00 | 572.16 | 107.28 | 20.56 |
| Total Payroll Taxes and Benefits | 31,375.00 | 26,575.34 | 4,473.18 | 326.48 |
| Other Current Expenditures: | | | | |
| Vehicle Fuel and Maintenance | 67,000.00 | 49,162.09 | 17,831.61 | 6.30 |
| Teaching Supplies | 3,056.18 | 3,007.40 | 48.78 | - |
| Simulator Maintenance | 6,483.00 | 6,483.00 | - | - |
| Total Other Current Expenditures | 76,539.18 | 58,652.49 | 17,880.39 | 6.30 |
| Total Expenditures | \$ 300,000.00 | \$ 248,662.72 | \$ 48,402.63 | \$ 2,934.65 |

Notes: (1) There were no additional receipts and expenditures after June 30, 2013, resulting in total receipts and expenditures of \$255,324.36 and \$297,065.35, respectively, for the contract period.

(2) The variance between the receipts and expenditures, totaling \$41,740.99, represents unreimbursed expenditures because of insufficient Driver Education Safety Trust Fund fee collections.

**DUVAL COUNTY PUBLIC SCHOOLS
SCHEDULE OF RECEIPTS AND EXPENDITURES OF
CITY OF JACKSONVILLE GRANT FUNDS - BUDGET AND ACTUAL
DRIVER EDUCATION SAFETY TRUST FUND (2012-13 FISCAL YEAR GRANT)
FOR THE YEAR ENDED JUNE 30, 2013**

| | City of Jacksonville Grant #9768-01 Budget | 2012-13 Fiscal Year Receipts and Expenditures (1) (b) | Variance (2) (a) - (b) |
|---|--|--|---------------------------|
| Receipts: | | | |
| City of Jacksonville Grant Award | \$ 265,000.00 | \$ 147,042.38 | \$ 117,957.62 |
| Expenditures: | | | |
| Salaries and Wages: | | | |
| Full-Time Day School Resource Teacher | \$ 77,112.00 | \$ 58,218.71 | \$ 18,893.29 |
| Part-Time Instructors | 71,878.00 | 57,720.87 | 14,157.13 |
| Total Salaries and Wages | 148,990.00 | 115,939.58 | 33,050.42 |
| Payroll Taxes and Benefits: | | | |
| FICA and Medicare Tax | 11,397.74 | 8,808.30 | 2,589.44 |
| Health Insurance | 11,558.31 | 5,366.39 | 6,191.92 |
| Retirement | 9,250.00 | 5,793.91 | 3,456.09 |
| Workers' Compensation | 611.97 | 347.78 | 264.19 |
| Unemployment | 688.64 | 370.99 | 317.65 |
| Other Benefits | 702.67 | 607.92 | 94.75 |
| Total Payroll Taxes and Benefits | 34,209.33 | 21,295.29 | 12,914.04 |
| Other Current Expenditures: | | | |
| Vehicle Fuel and Maintenance | 80,000.00 | 42,143.86 | 37,856.14 |
| Teaching Supplies | 1,800.67 | 1,511.04 | 289.63 |
| Total Other Current Expenditures | 81,800.67 | 43,654.90 | 38,145.77 |
| Total Expenditures | \$ 265,000.00 | \$ 180,889.77 | \$ 84,110.23 |

Notes: (1) From July through September 2013, there were additional receipts of \$48,789.37 and additional expenditures of \$14,944.98, resulting in total receipts and expenditures of \$195,831.75 and \$195,834.75, respectively.

(2) Variance represents the remaining budget carried forward as of June 30, 2013.

STATISTICAL SECTION



STATISTICAL SECTION

Statistical Section Contents

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

This section includes information on:

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.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenues source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.

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.

Operating Information

These schedules contain service 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. Statistical data on some of the schedules may be less than 10 years because the data was not tracked prior to GASB Statement No. 34.

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
NET POSITION BY COMPONENT - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|----------------------------------|---------------------------|-----------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| Net Investment in Capital Assets | \$ 663,488,539 | \$ 685,789,002 | \$ 721,326,373 | \$ 731,775,343 |
| Restricted | 155,044,154 | 153,004,628 | 158,047,626 | 181,232,971 |
| Unrestricted | <u>31,406,273</u> | <u>56,686,507</u> | <u>69,690,228</u> | <u>24,197,218</u> |
| Total Net Position | <u>\$ 849,938,966</u> | <u>\$ 895,480,137</u> | <u>\$ 949,064,227</u> | <u>\$ 937,205,532</u> |

Source: District Records - Statement of Net Assets/Statement of Net Position

Fiscal Year Ending

| <u>June 30, 2009</u> | <u>June 30, 2008</u> | <u>June 30, 2007</u> | <u>June 30, 2006</u> | <u>June 30, 2005</u> | <u>June 30, 2004</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 725,545,184 | \$ 546,439,801 | \$ 614,326,140 | \$ 549,729,072 | \$ 524,174,412 | \$ 501,040,960 |
| 169,795,109 | 394,715,303 | 280,886,334 | 247,345,800 | 237,476,291 | 230,456,426 |
| <u>55,772,718</u> | <u>31,370,217</u> | <u>19,250,401</u> | <u>29,160,155</u> | <u>16,393,403</u> | <u>(1,333,218)</u> |
| <u>\$ 951,113,011</u> | <u>\$ 972,525,321</u> | <u>\$ 914,462,875</u> | <u>\$ 826,235,027</u> | <u>\$ 778,044,106</u> | <u>\$ 730,164,168</u> |

DUVAL COUNTY PUBLIC SCHOOLS
CHANGES IN NET POSITION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|---------------------------|------------------------|------------------------|------------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Expenses | | | | |
| Governmental Activities: | | | | |
| Instruction | \$ 643,793,561 | \$ 640,179,456 | \$ 674,830,307 | \$ 659,597,750 |
| Pupil Personnel Services | 62,715,927 | 61,491,458 | 65,822,061 | 65,980,376 |
| Instructional Media Services | 12,298,966 | 12,321,818 | 14,914,114 | 16,528,513 |
| Instruction and Curriculum Developmental Services | 23,270,868 | 22,726,870 | 23,351,149 | 20,429,671 |
| Instructional Staff Training | 42,372,170 | 40,329,581 | 39,813,522 | 41,379,437 |
| Instruction Related Technology | 8,841,363 | 9,575,847 | 9,617,092 | 11,674,604 |
| School Board | 2,916,481 | 1,541,356 | 1,529,524 | 2,240,293 |
| General Administration | 8,100,896 | 9,132,466 | 9,880,230 | 9,122,272 |
| School Administration | 61,205,377 | 61,043,524 | 63,702,612 | 61,236,117 |
| Facilities Services - Noncapitalized | 19,591,500 | 21,269,469 | 28,851,616 | 41,235,790 |
| Fiscal Services | 4,894,444 | 5,012,872 | 5,535,949 | 6,286,009 |
| Food Services | 49,172,266 | 48,375,452 | 45,254,785 | 46,352,857 |
| Central Services | 15,503,292 | 14,729,990 | 16,202,320 | 19,244,331 |
| Pupil Transportation Services | 47,715,708 | 47,480,479 | 52,657,276 | 48,618,958 |
| Operation of Plant | 64,768,809 | 66,968,869 | 68,931,720 | 67,171,088 |
| Maintenance of Plant | 27,318,464 | 27,463,275 | 31,217,307 | 31,247,081 |
| Administrative Technology Services | 8,573,211 | 6,585,108 | 6,859,004 | 6,778,330 |
| Community Services | 1,385,309 | 1,528,772 | 1,329,747 | 1,011,480 |
| Interest on Long-Term Debt | 16,996,404 | 16,908,093 | 16,983,640 | 12,692,749 |
| Loss on Disposal of Capital Assets | - | - | - | - |
| Total Governmental Activities Expenses | 1,121,435,016 | 1,114,664,755 | 1,177,283,975 | 1,168,827,706 |
| Program Revenues | | | | |
| Governmental Activities: | | | | |
| Charges for Services: | | | | |
| Instruction | 12,938,232 | 9,417,580 | 11,869,975 | 11,562,139 |
| Food Service | 9,730,619 | 10,555,413 | 11,209,829 | 12,814,977 |
| Operating Grants and Contributions | 40,781,138 | 40,288,506 | 36,975,197 | 33,615,281 |
| Capital Grants and Contributions | 4,381,436 | 3,698,404 | 11,643,834 | 8,614,699 |
| Total Governmental Activities Program Revenues | 67,831,425 | 63,959,903 | 71,698,835 | 66,607,096 |
| Net Expenses: | | | | |
| Total Governmental Activities Net Expenses | (1,053,603,591) | (1,050,704,852) | (1,105,585,140) | (1,102,220,610) |
| General Revenues | | | | |
| Governmental Activities: | | | | |
| Property Tax Levied for Operational Purposes | 305,946,518 | 316,730,910 | 354,541,347 | 365,687,203 |
| Property Tax Levied for Debt Service | - | - | - | - |
| Property Tax Levied for Capital Projects | 75,181,421 | 78,433,170 | 85,768,983 | 90,267,326 |
| Grants and Contributions Not Restricted to Specific Programs | 605,168,276 | 576,841,946 | 651,039,204 | 605,409,093 |
| Unrestricted Investment Earnings | 6,710,967 | 9,664,881 | 9,875,060 | 9,787,364 |
| Miscellaneous | 18,222,206 | 15,449,855 | 16,219,241 | 17,162,145 |
| Total Governmental Activities General Revenues | 1,011,229,388 | 997,120,762 | 1,117,443,835 | 1,088,313,131 |
| Changes in Net Position | | | | |
| Total Governmental Activities Changes in Net Position | \$ (42,374,203) | \$ (53,584,090) | \$ 11,858,695 | \$ (13,907,479) |

Source: District Records - Statement of Activities

| Fiscal Year Ending | | | | | |
|------------------------|------------------------|----------------------|----------------------|----------------------|--------------------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 (As Restated) |
| \$ 665,632,648 | \$ 631,191,635 | \$ 617,619,961 | \$ 560,826,730 | \$ 521,647,595 | \$ 494,981,865 |
| 63,572,186 | 61,514,280 | 60,271,038 | 62,701,243 | 54,564,530 | 51,208,753 |
| 17,374,411 | 18,082,649 | 17,502,009 | 17,220,291 | 17,502,704 | 16,886,188 |
| 18,635,571 | 19,242,697 | 21,544,786 | 21,785,102 | 19,124,906 | 18,408,077 |
| 39,551,353 | 37,628,230 | 34,975,813 | 33,292,113 | 30,941,004 | 19,963,200 |
| 8,766,767 | 9,098,712 | 10,409,163 | 9,587,351 | - | - |
| 1,887,237 | 1,626,588 | 2,017,645 | 1,683,054 | 1,550,414 | 1,898,992 |
| 6,213,310 | 7,005,815 | 6,995,107 | 7,661,149 | 6,370,396 | 5,667,320 |
| 60,741,577 | 60,716,323 | 58,392,208 | 40,733,928 | 38,346,686 | 36,869,152 |
| 45,758,548 | 74,034,812 | 46,642,063 | 34,893,677 | 31,372,931 | 51,247,146 |
| 6,122,408 | 5,901,306 | 6,014,874 | 5,819,582 | 6,026,873 | 5,773,933 |
| 44,161,346 | 43,237,893 | 45,293,724 | 43,767,714 | 43,087,583 | 43,206,944 |
| 18,365,564 | 19,010,633 | 20,986,324 | 20,276,104 | 32,276,413 | 31,043,914 |
| 48,210,174 | 47,088,344 | 47,271,858 | 45,782,751 | 43,235,947 | 34,577,185 |
| 66,812,174 | 62,727,643 | 60,709,214 | 61,200,190 | 52,600,847 | 50,470,803 |
| 31,113,118 | 31,569,835 | 32,502,883 | 30,734,973 | 28,663,143 | 12,067,088 |
| 8,724,254 | 8,675,009 | 6,846,454 | 6,570,050 | - | - |
| 1,205,819 | 502,083 | 774,638 | 1,381,756 | 1,476,452 | 1,034,541 |
| 14,152,689 | 11,743,128 | 9,882,476 | 10,670,426 | 8,309,461 | 9,147,519 |
| - | - | - | - | - | 749,764 |
| <u>1,167,001,154</u> | <u>1,150,597,615</u> | <u>1,106,652,238</u> | <u>1,016,588,184</u> | <u>937,097,885</u> | <u>885,202,384</u> |
| 11,747,663 | 12,466,117 | 11,872,657 | 11,224,176 | 10,559,560 | 10,584,301 |
| 15,046,170 | 14,564,168 | 13,827,393 | 14,897,271 | 15,175,542 | 15,534,715 |
| 48,694,522 | 47,986,456 | 47,997,638 | 45,770,657 | 47,517,131 | 46,121,047 |
| 23,916,703 | 27,596,693 | 45,528,727 | 20,852,077 | 30,048,615 | 20,494,468 |
| <u>99,405,058</u> | <u>102,613,434</u> | <u>119,226,415</u> | <u>92,744,181</u> | <u>103,300,848</u> | <u>92,734,531</u> |
| <u>(1,067,596,096)</u> | <u>(1,047,984,181)</u> | <u>(987,425,823)</u> | <u>(923,844,003)</u> | <u>(833,797,037)</u> | <u>(792,467,853)</u> |
| 365,289,998 | 330,935,738 | 287,708,806 | 272,216,105 | 237,686,909 | 235,979,646 |
| 69,868 | 9,029,712 | 17,273,770 | 19,491,295 | 18,404,609 | 18,549,791 |
| 109,260,092 | 118,009,348 | 100,934,394 | 90,456,276 | 77,669,872 | 72,274,442 |
| 546,902,673 | 609,182,872 | 632,065,979 | 565,831,277 | 523,077,944 | 487,398,902 |
| 11,964,773 | 20,816,939 | 22,143,346 | 13,728,006 | 11,909,874 | 1,275,387 |
| 12,696,384 | 18,072,018 | 18,510,517 | 10,311,965 | 12,476,504 | 15,168,225 |
| <u>1,046,183,788</u> | <u>1,106,046,627</u> | <u>1,078,636,812</u> | <u>972,034,924</u> | <u>881,225,712</u> | <u>830,646,393</u> |
| <u>\$ (21,412,308)</u> | <u>\$ 58,062,446</u> | <u>\$ 91,210,989</u> | <u>\$ 48,190,921</u> | <u>\$ 47,428,675</u> | <u>\$ 38,178,540</u> |

DUVAL COUNTY PUBLIC SCHOOLS
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

| Fiscal Year Ending | Property Tax | | | Total |
|-----------------------------------|-----------------------------|-------------------------|-----------------------------|----------------|
| | General Purposes | Debt Service | Capital Projects | |
| June 30, 2013 | \$ 305,946,518 | \$ - | \$ 75,181,421 | \$ 381,127,939 |
| June 30, 2012 | 316,730,910 | - | 78,433,170 | 395,164,080 |
| June 30, 2011 | 354,541,347 | - | 85,768,983 | 440,310,330 |
| June 30, 2010 | 365,687,203 | - | 90,267,326 | 455,954,529 |
| June 30, 2009 | 365,289,998 | 69,868 | 109,260,092 | 474,619,958 |
| June 30, 2008 | 330,935,738 | 9,029,712 | 118,009,348 | 457,974,798 |
| June 30, 2007 | 287,708,806 | 17,273,770 | 100,934,394 | 405,916,970 |
| June 30, 2006 | 272,216,105 | 19,491,295 | 90,456,276 | 382,163,676 |
| June 30, 2005 | 237,686,909 | 18,404,609 | 77,669,872 | 333,761,390 |
| June 30, 2004 | 235,979,646 | 18,549,791 | 72,274,442 | 326,803,879 |

Source: District Records - Statement of Activities

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

Post-GASB 54

| | Fiscal Year Ending | | |
|---|---------------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 |
| General Fund | | | |
| Nondisposable | \$ 2,305,407 | \$ 2,412,909 | \$ 2,433,344 |
| Restricted | 16,499,483 | 16,330,076 | 26,097,220 |
| Assigned | 11,419,895 | 12,835,964 | 13,809,715 |
| Unassigned | 100,296,051 | 109,302,477 | 122,334,632 |
| Total General Fund | \$ 130,520,836 | \$ 140,881,426 | \$ 164,674,911 |
| All Other Governmental Funds | | | |
| Nondisposable | \$ 1,367,722 | \$ 1,685,562 | \$ 1,359,904 |
| Restricted | 131,901,332 | 132,003,754 | 170,244,651 |
| Assigned | - | - | - |
| Total All Other Governmental Funds | \$ 133,269,054 | \$ 133,689,316 | \$ 171,604,555 |

Pre-GASB 54

| | Fiscal Year Ending | | |
|---|---------------------------|-----------------------|-----------------------|
| | June 30, 2009 | June 30, 2008 | June 30, 2007 |
| General Fund | | | |
| Reserved for: | | | |
| State Categorical Programs | \$ 51,331,565 | \$ 55,984,239 | \$ 41,797,883 |
| Encumbrances | 5,662,605 | 11,735,189 | 12,182,344 |
| Employee Benefits | 5,349,984 | 5,349,984 | 2,049,058 |
| Inventories | 2,474,733 | 3,287,018 | 3,207,000 |
| Other Purposes | - | - | - |
| Unreserved | 58,030,946 | 39,570,696 | 41,238,344 |
| Total General Fund | \$ 122,849,833 | \$ 115,927,126 | \$ 100,474,629 |
| All Other Governmental Funds | | | |
| Reserved for: | | | |
| Encumbrances | \$ 63,989,690 | \$ 90,341,394 | \$ 46,870,034 |
| Inventories | 507,427 | 992,588 | 1,051,080 |
| Debt Services | 10,566,265 | 57,258,986 | 61,787,460 |
| Unreserved, Reported in: | | | |
| Special Revenue Funds | 495,116 | 99,160 | 633,584 |
| Capital Project Funds | 102,052,179 | 186,292,871 | 124,283,148 |
| Total All Other Governmental Funds | \$ 177,610,677 | \$ 334,984,999 | \$ 234,625,306 |

Source: District Records - Balance Sheet

Fiscal Year Ending
June 30, 2010

\$ 2,228,351
47,560,142
13,142,220
71,167,899

\$ 134,098,612

\$ 1,008,281
179,625,627
4,058,781

\$ 184,692,689

Fiscal Year Ending

June 30, 2006 **June 30, 2005** **June 30, 2004**

| | | |
|---------------|---------------|---------------|
| \$ 17,774,251 | \$ 11,341,877 | \$ 21,241,608 |
| 12,596,513 | 21,718,652 | 13,268,747 |
| - | - | - |
| 3,212,409 | 2,587,629 | 3,161,590 |
| - | 13,053,350 | 2,837,854 |
| 51,878,881 | 28,046,230 | 29,805,590 |

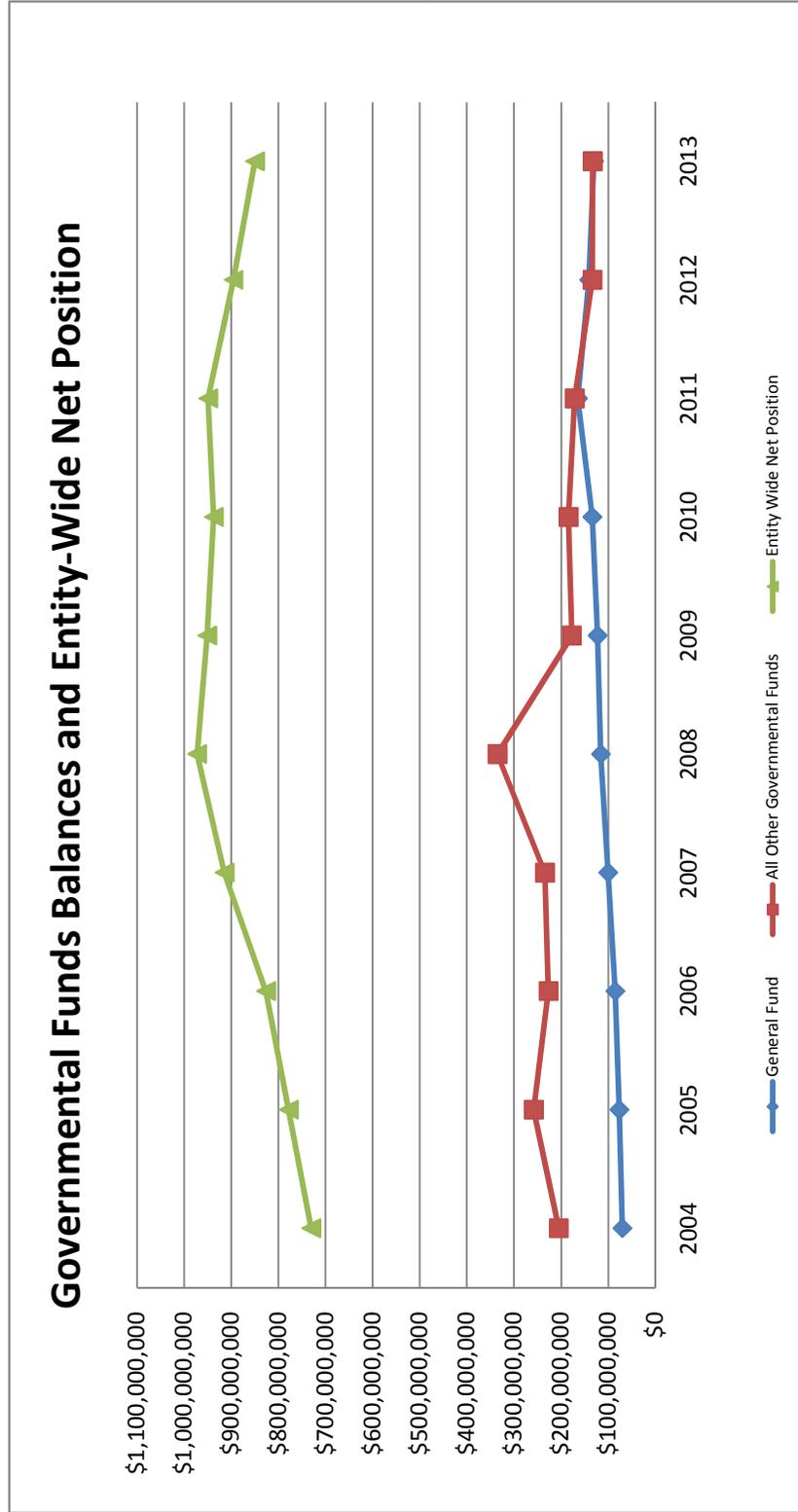
| | | |
|----------------------|----------------------|----------------------|
| <u>\$ 85,462,054</u> | <u>\$ 76,747,738</u> | <u>\$ 70,315,389</u> |
|----------------------|----------------------|----------------------|

| | | |
|---------------|---------------|---------------|
| \$ 36,115,043 | \$ 44,589,575 | \$ 36,853,155 |
| 670,948 | 1,025,780 | 1,014,594 |
| 61,307,794 | 56,596,581 | 18,389,889 |

| | | |
|--------------------|--------------------|--------------------|
| 2,973,999 | 8,174,872 | 7,354,264 |
| <u>125,928,831</u> | <u>147,778,591</u> | <u>141,633,168</u> |

| | | |
|-----------------------|-----------------------|-----------------------|
| <u>\$ 226,996,615</u> | <u>\$ 258,165,399</u> | <u>\$ 205,245,070</u> |
|-----------------------|-----------------------|-----------------------|

DUVAL COUNTY PUBLIC SCHOOLS
FUND BALANCES OF GOVERNMENTAL FUNDS AND ENTITY-WIDE NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)



Source: District Records

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues | | | | |
| Federal Direct Sources: | | | | |
| Reserve Officers Training Corps (ROTC) | \$ 849,352 | \$ 717,097 | \$ 671,942 | \$ 658,656 |
| Federal Impact, Current Operations | 390,693 | 314,675 | 437,139 | 332,356 |
| Other Federal Direct Sources | 10,186,137 | 12,347,407 | 9,669,767 | 8,504,680 |
| Total Federal Direct | <u>11,426,182</u> | <u>13,379,179</u> | <u>10,778,848</u> | <u>9,495,692</u> |
| Federal Through State Sources: | | | | |
| Food Service | 40,781,139 | 38,835,972 | 36,103,109 | 32,665,186 |
| Improving Teacher Quality | 5,685,795 | 5,498,058 | 5,776,651 | 6,080,635 |
| State Fiscal Stabilization Funding | - | - | 41,962,084 | 43,344,361 |
| Race-to-the-Top | 9,389,386 | 7,024,153 | - | - |
| Education Jobs | - | 388,671 | 26,301,008 | - |
| Individuals with Disabilities Education Act | 33,988,688 | 40,002,744 | 38,261,711 | 34,793,249 |
| Title I and School Improvement Grants | 48,413,909 | 45,320,640 | 56,626,042 | 50,406,438 |
| Other Federal Through State Sources | 5,981,338 | 9,802,957 | 12,897,041 | 14,922,454 |
| Total Federal Through State Sources | <u>144,240,255</u> | <u>146,873,195</u> | <u>217,927,646</u> | <u>182,212,323</u> |
| State Sources: | | | | |
| Florida Education Finance Program | 335,118,035 | 300,862,691 | 306,382,372 | 299,726,302 |
| Food Service | 727,617 | 709,372 | - | - |
| Categorical Programs | 151,349,691 | 148,316,756 | 149,277,858 | 144,181,327 |
| District Discretionary Lottery Funds | - | 419,337 | 483,961 | 354,457 |
| CO&DS Withheld for Administrative Expense | 65,847 | 677,315 | 661,445 | 657,993 |
| Public Education Capital Outlay | - | - | 7,197,968 | 4,169,609 |
| Other State Sources | 7,403,223 | 6,692,013 | 6,948,137 | 6,841,370 |
| Total State Sources | <u>494,664,413</u> | <u>457,677,484</u> | <u>470,951,741</u> | <u>455,931,058</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | 381,127,939 | 395,164,079 | 440,310,330 | 455,954,529 |
| Food Service | 9,730,619 | 10,538,982 | 11,209,829 | 13,749,140 |
| Interest Income | 5,553,759 | 8,057,953 | 8,376,073 | 8,072,602 |
| Other Local Sources | 30,938,489 | 28,026,156 | 27,648,670 | 27,751,600 |
| Total Local Sources | <u>427,350,806</u> | <u>441,787,170</u> | <u>487,544,902</u> | <u>505,527,871</u> |
| Total Revenues | <u>1,077,681,656</u> | <u>1,059,717,028</u> | <u>1,187,203,137</u> | <u>1,153,166,944</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 598,233,376 | 594,064,853 | 639,297,544 | 619,651,912 |
| Pupil Personnel Services | 58,326,451 | 56,931,425 | 62,031,967 | 62,196,000 |
| Instructional Media Services | 11,359,340 | 11,381,298 | 14,155,149 | 15,558,722 |
| Instruction and Curriculum Development | 21,464,818 | 20,960,288 | 21,848,272 | 19,170,711 |
| Instructional Staff Training | 39,599,249 | 38,045,883 | 38,046,412 | 39,418,042 |
| Instruction Related Technology | 8,477,499 | 9,149,881 | 9,278,399 | 11,304,029 |
| School Board | 2,858,310 | 1,485,172 | 1,483,326 | 2,194,038 |
| General Administrative | 7,728,748 | 8,782,498 | 9,572,651 | 8,858,780 |
| School Administration | 56,151,373 | 55,997,238 | 59,834,580 | 57,200,455 |
| Facilities Services - Noncapitalized | 19,024,904 | 21,212,839 | 24,320,926 | 41,043,735 |
| Fiscal Services | 4,525,310 | 4,613,110 | 5,201,701 | 5,886,635 |
| Food Services | 48,910,245 | 48,053,215 | 45,814,243 | 46,035,725 |
| Central Services | 14,621,666 | 13,830,500 | 15,455,019 | 18,411,084 |
| Pupil Transportation Services | 47,608,141 | 47,366,153 | 52,564,450 | 48,514,938 |
| Operation of Plant | 63,759,044 | 65,859,989 | 68,253,814 | 66,102,596 |
| Maintenance of Plant | 25,897,699 | 25,930,928 | 29,930,729 | 29,834,520 |
| Administrative Technology Services | 8,324,222 | 6,294,292 | 6,875,635 | 6,519,983 |
| Community Services | 1,320,177 | 1,464,809 | 1,279,387 | 959,602 |
| Capital Outlay | | | | |
| Facilities Acquisition & Construction | 29,882,183 | 38,784,020 | 66,122,285 | 42,454,492 |
| Other Capital Outlay | 22,800,728 | 24,363,029 | 29,670,388 | 38,993,733 |
| Debt Service: | | | | |
| Principal | 10,380,000 | 10,005,000 | 9,620,000 | 7,620,000 |
| Interest and Fiscal Charges | 16,933,331 | 16,660,479 | 17,165,343 | 14,116,144 |
| Total Expenditures | <u>1,118,186,814</u> | <u>1,121,236,899</u> | <u>1,227,822,220</u> | <u>1,202,045,876</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(40,505,158)</u> | <u>(61,519,871)</u> | <u>(40,619,083)</u> | <u>(48,878,932)</u> |
| Other Financing Sources (Uses) | | | | |
| Loss Recoveries | 44,456 | 148,705 | 13,815 | 50,956 |
| Issuance of Refunding Bonds | - | - | - | 870,000 |
| Issuance of Certificates of Participation | 29,000,000 | - | 58,664,000 | 69,650,000 |
| Discount on Certificates of Participation | - | - | (335,933) | (1,125,217) |
| Loans Incurred | - | - | - | - |
| Payment to Refunded Bond Escrow Agent | - | - | - | (944,813) |
| Premium on Debt Issuances | - | - | - | 82,713 |
| Sale of Capital Assets | 669,882 | - | 53,700 | 370,000 |
| Transfers In | 47,746,742 | 51,417,898 | 71,188,543 | 68,888,513 |
| Transfers Out | (47,736,774) | (51,755,456) | (71,476,875) | (70,632,429) |
| Total Other Financing Sources (Uses) | <u>29,724,306</u> | <u>(188,853)</u> | <u>58,107,250</u> | <u>67,209,723</u> |
| Net Change in Fund Balance | <u>(10,780,852)</u> | <u>(61,708,724)</u> | <u>17,488,167</u> | <u>18,330,791</u> |
| Fund Balance, Beginning | 274,570,742 | 336,279,466 | 318,791,299 | 300,460,510 |
| Adjustment to Fund Balance | - | - | - | - |
| Fund Balance, Ending | <u>\$ 263,789,890</u> | <u>\$ 274,570,742</u> | <u>\$ 336,279,466</u> | <u>\$ 318,791,301</u> |
| Debt Service as a percentage of noncapital expenditures | 2.63% | 2.44% | 2.30% | 1.98% |

Source: District Records - Statement of Revenues, Expenditures, and Changes in Fund Balances

| Fiscal Year Ending | | | | | |
|--------------------|----------------|----------------|----------------|----------------|----------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 672,494 | \$ 551,904 | \$ 599,254 | \$ 611,595 | \$ 523,145 | \$ 521,436 |
| - | - | - | - | - | - |
| 11,113,571 | 5,098,867 | 6,367,012 | 7,172,266 | 6,104,080 | 8,094,062 |
| 11,786,065 | 5,650,771 | 6,966,266 | 7,783,861 | 6,627,225 | 8,615,498 |
| - | - | - | - | - | - |
| 27,595,743 | 25,970,956 | 26,413,308 | 25,747,831 | 26,340,335 | 24,739,426 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 76,110,467 | 75,280,878 | 86,077,011 | 83,369,420 | 70,621,325 | 69,107,915 |
| 103,706,210 | 101,251,834 | 112,490,319 | 109,117,251 | 96,961,660 | 93,847,341 |
| - | - | - | - | - | - |
| 300,105,949 | 368,237,774 | 406,893,709 | 369,910,723 | 366,998,649 | 353,656,624 |
| - | - | - | - | - | - |
| 173,876,874 | 171,584,636 | 144,768,951 | 116,348,913 | 87,406,310 | 67,748,165 |
| 3,146,217 | 6,186,777 | 5,104,410 | 6,163,916 | 6,987,657 | 5,989,700 |
| 688,630 | 550,439 | 65,847 | 66,615 | 66,587 | - |
| 13,123,000 | 17,027,463 | 15,950,720 | 13,065,125 | 10,311,465 | 7,953,151 |
| 13,080,953 | 14,276,329 | 33,352,122 | 9,997,607 | 25,093,635 | 16,412,317 |
| 504,021,623 | 577,863,418 | 606,135,759 | 515,552,899 | 496,864,303 | 451,759,957 |
| - | - | - | - | - | - |
| 474,619,957 | 457,974,797 | 405,916,970 | 382,163,677 | 333,761,389 | 326,803,879 |
| - | - | - | - | - | - |
| 10,116,165 | 17,565,891 | 18,817,387 | 11,970,992 | 10,697,056 | 1,184,615 |
| 37,138,802 | 44,459,897 | 39,200,868 | 37,213,136 | 37,237,947 | 39,621,140 |
| 521,874,924 | 520,000,585 | 463,935,225 | 431,347,805 | 381,696,392 | 367,609,634 |
| 1,141,388,822 | 1,204,766,608 | 1,189,527,569 | 1,063,801,816 | 982,149,580 | 921,832,430 |
| - | - | - | - | - | - |
| 622,562,608 | 615,631,284 | 586,868,272 | 537,481,426 | 494,469,391 | 468,847,337 |
| 59,657,123 | 58,863,516 | 57,452,625 | 59,953,495 | 51,867,559 | 48,714,041 |
| 16,239,584 | 17,330,708 | 16,575,528 | 16,473,867 | 16,539,892 | 15,832,818 |
| 17,452,787 | 18,507,567 | 20,590,303 | 20,814,671 | 18,172,068 | 17,478,384 |
| 37,614,376 | 36,751,591 | 33,344,557 | 31,960,506 | 29,590,129 | 19,106,001 |
| 8,371,698 | 8,874,100 | 9,861,119 | 10,165,915 | - | - |
| 1,839,959 | 1,601,194 | 1,982,971 | 1,652,634 | 1,863,730 | 1,872,029 |
| 5,929,195 | 6,739,466 | 6,799,950 | 7,488,723 | 6,186,819 | 5,544,301 |
| 56,502,515 | 57,960,533 | 55,438,330 | 38,829,829 | 36,346,501 | 34,906,993 |
| 49,399,280 | 58,882,991 | 46,595,260 | 34,573,151 | 33,657,074 | 51,422,141 |
| 5,705,132 | 5,648,763 | 5,714,963 | 5,519,393 | 5,658,042 | 5,481,737 |
| 43,724,118 | 43,037,043 | 44,059,671 | 47,225,059 | 41,689,256 | 41,854,782 |
| 17,361,827 | 18,423,076 | 19,853,438 | 19,532,668 | 30,266,003 | 29,567,129 |
| 48,084,782 | 47,013,444 | 47,129,256 | 45,797,920 | 43,128,295 | 34,611,295 |
| 65,590,163 | 62,110,897 | 60,045,477 | 60,723,061 | 52,091,590 | 49,760,074 |
| 29,563,507 | 30,556,675 | 31,834,568 | 30,254,052 | 28,274,212 | 11,777,366 |
| 8,403,105 | 8,428,369 | 6,570,005 | 6,375,648 | - | - |
| 1,157,203 | 483,167 | 726,478 | 1,276,258 | 1,315,889 | 961,759 |
| 103,654,266 | 89,709,221 | 69,796,114 | 82,025,761 | 72,800,492 | 72,468,847 |
| 28,320,393 | 15,118,384 | 10,523,383 | - | 5,194,168 | 8,215,215 |
| 50,840,000 | 21,960,000 | 20,735,000 | 19,580,000 | 19,910,624 | 18,418,808 |
| 14,246,847 | 13,586,332 | 9,874,966 | 10,640,410 | 10,583,804 | 9,456,902 |
| 1,292,220,468 | 1,237,218,321 | 1,162,372,234 | 1,088,344,447 | 999,605,538 | 946,297,959 |
| (150,831,646) | (32,451,713) | 27,155,335 | (24,542,631) | (17,455,958) | (24,465,529) |
| 54,485 | 9,896 | 9,072 | 12,371 | 453,479 | 45,720 |
| - | 148,331,808 | - | 1,015,000 | 73,645,000 | 5,667,000 |
| - | 118,190 | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | 2,963,488 | - |
| 782,500 | 415,000 | - | 1,860,792 | 230,000 | 420,814 |
| 77,638,509 | 52,345,907 | 54,464,049 | 33,544,953 | 33,048,445 | 7,778,267 |
| (78,095,461) | (52,956,898) | (54,464,049) | (34,344,953) | (33,848,445) | (7,778,267) |
| 380,033 | 148,263,903 | 9,072 | 2,088,163 | 76,491,967 | 6,133,534 |
| (150,451,613) | 115,812,190 | 27,164,407 | (22,454,468) | 59,036,009 | (18,331,995) |
| 450,912,123 | 335,099,935 | 312,458,669 | 334,913,137 | 275,560,458 | 293,892,454 |
| - | - | (4,523,141) | - | 316,670 | - |
| \$ 300,460,510 | \$ 450,912,125 | \$ 335,099,935 | \$ 312,458,669 | \$ 334,913,137 | \$ 275,560,459 |
| 5.94% | 3.24% | 2.91% | 3.10% | 3.42% | 3.33% |

DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND EXPENDITURES (by Major Object)
AND CHANGES IN FUND BALANCES - GENERAL FUND
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|---------------------------|-----------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Direct Sources: | | | | |
| Reserve Officer Training Corps (ROTC) | \$ 849,352 | \$ 717,097 | \$ 671,942 | \$ 658,656 |
| Federal Impact, Current Operations | 390,693 | 314,675 | 437,139 | 332,356 |
| Other Federal Sources | 183,689 | 238,909 | 233,881 | 202,046 |
| Total Federal Direct Sources | <u>1,423,734</u> | <u>1,270,681</u> | <u>1,342,962</u> | <u>1,193,058</u> |
| Federal Through State Sources: | | | | |
| Other Federal Through State Sources | 1,064 | 1,043 | 9,841 | 843 |
| Total Federal Through State Sources | <u>1,064</u> | <u>1,043</u> | <u>9,841</u> | <u>843</u> |
| State Sources: | | | | |
| Florida Education Finance Program | 335,118,035 | 300,862,691 | 306,382,372 | 299,726,302 |
| Categorical Programs | 151,349,691 | 148,316,756 | 149,277,858 | 144,181,327 |
| Other State Sources | 1,168,301 | 1,543,944 | 1,810,691 | 1,578,468 |
| Total State Sources | <u>487,636,027</u> | <u>450,723,391</u> | <u>457,470,921</u> | <u>445,486,097</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | 305,946,518 | 316,730,910 | 354,541,347 | 365,687,203 |
| Interest Income | 3,327,959 | 4,778,990 | 4,264,112 | 4,386,219 |
| Other Local Sources | 29,584,514 | 26,826,744 | 27,009,741 | 27,688,568 |
| Total Local Sources | <u>338,858,991</u> | <u>348,336,644</u> | <u>385,815,200</u> | <u>397,761,990</u> |
| Total Revenues | <u>827,919,816</u> | <u>800,331,759</u> | <u>844,638,924</u> | <u>844,441,988</u> |
| Expenditures: (by object) | | | | |
| Salaries | 497,316,566 | 502,082,871 | 475,976,965 | 491,976,884 |
| Employee Benefits | 148,078,391 | 140,460,137 | 168,488,217 | 171,016,872 |
| Purchased Services | 161,164,672 | 149,868,067 | 145,844,993 | 139,525,961 |
| Energy Services | 23,189,134 | 25,356,829 | 26,375,271 | 25,152,704 |
| Materials and Supplies | 27,602,038 | 28,075,813 | 31,850,859 | 29,008,026 |
| Capital Outlay | 8,733,056 | 5,399,554 | 4,877,754 | 5,339,124 |
| Other Expenditures | 2,351,975 | 2,501,742 | 1,979,184 | 2,059,231 |
| Total Expenditures | <u>868,435,832</u> | <u>853,745,013</u> | <u>855,393,243</u> | <u>864,078,802</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (40,516,016) | (53,413,254) | (10,754,319) | (19,636,814) |
| Other Financing Sources, Net | <u>30,155,426</u> | <u>29,619,769</u> | <u>41,330,618</u> | <u>30,885,593</u> |
| Net Change in Fund Balance | (10,360,590) | (23,793,485) | 30,576,299 | 11,248,779 |
| Beginning Fund Balances | 140,881,426 | 164,674,911 | 134,098,612 | 122,849,833 |
| Adjustment to Fund Balance | - | - | - | - |
| Ending Fund Balances | <u>\$ 130,520,836</u> | <u>\$ 140,881,426</u> | <u>\$ 164,674,911</u> | <u>\$ 134,098,612</u> |

Source: District Records - Statement of Revenues, Expenditures, and Changes in Fund Balances

| Fiscal Year Ending | | | | | |
|--------------------|----------------|----------------|---------------|---------------|---------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 672,494 | \$ 551,904 | \$ 599,254 | \$ 611,595 | \$ 523,145 | \$ 521,436 |
| - | - | - | - | - | - |
| 1,457,462 | 689,160 | 959,890 | 1,518,193 | 1,053,327 | 1,077,077 |
| 2,129,956 | 1,241,064 | 1,559,144 | 2,129,788 | 1,576,472 | 1,598,513 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 300,105,949 | 368,237,774 | 406,893,709 | 369,910,723 | 366,998,649 | 353,656,624 |
| 173,876,874 | 171,584,636 | 144,768,951 | 116,348,913 | 94,393,967 | 73,737,865 |
| 4,565,854 | 8,931,939 | 7,203,202 | 8,898,134 | 4,053,374 | 2,814,857 |
| 478,548,677 | 548,754,349 | 558,865,862 | 495,157,770 | 465,445,990 | 430,209,346 |
| 365,302,534 | 330,935,738 | 287,708,806 | 272,216,105 | 236,838,885 | 235,979,646 |
| 4,495,027 | 7,799,382 | 6,176,951 | 5,389,201 | 4,388,524 | (147,681) |
| 20,576,255 | 28,908,379 | 23,689,460 | 21,382,775 | 21,901,689 | 23,324,669 |
| 390,373,816 | 367,643,499 | 317,575,217 | 298,988,081 | 263,129,098 | 259,156,634 |
| 871,052,449 | 917,638,912 | 878,000,223 | 796,275,639 | 730,151,560 | 690,964,493 |
| 553,829,747 | 557,259,203 | 522,909,791 | 484,026,522 | 454,419,528 | 412,287,954 |
| 178,770,130 | 179,266,705 | 172,577,790 | 149,225,289 | 138,574,416 | 123,924,515 |
| 131,876,816 | 124,045,888 | 121,168,644 | 112,434,528 | 92,824,269 | 84,127,893 |
| 24,230,963 | 22,463,281 | 21,499,075 | 21,417,704 | 16,788,509 | 14,717,391 |
| 31,236,677 | 31,845,077 | 35,100,290 | 31,281,712 | 27,814,000 | 24,760,243 |
| 3,889,215 | 18,326,081 | 10,076,849 | 9,763,794 | 8,196,479 | 8,395,919 |
| 2,009,195 | 2,475,906 | 2,090,270 | 1,989,322 | 10,087,164 | 10,576,037 |
| 925,842,743 | 935,682,141 | 885,422,709 | 810,138,871 | 748,704,365 | 678,789,952 |
| (54,790,294) | (18,043,229) | (7,422,486) | (13,863,232) | (18,552,805) | 12,174,541 |
| 61,713,003 | 33,495,726 | 27,601,797 | 22,577,548 | 24,996,203 | 403,700 |
| 6,922,709 | 15,452,497 | 20,179,311 | 8,714,316 | 6,443,398 | 12,578,241 |
| 115,927,124 | 100,474,629 | 85,462,054 | 76,747,738 | 70,315,389 | 57,737,148 |
| - | - | (5,166,736) | - | (11,049) | - |
| \$ 122,849,833 | \$ 115,927,126 | \$ 100,474,629 | \$ 85,462,054 | \$ 76,747,738 | \$ 70,315,389 |

DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND EXPENDITURES (by Functional Area)
AND CHANGES IN FUND BALANCES - GENERAL FUND
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|---------------------------|-----------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Direct Sources | \$ 1,423,734 | \$ 1,270,681 | \$ 1,342,962 | \$ 1,193,058 |
| Federal Through State Sources | 1,064 | 1,043 | 9,841 | 843 |
| State Sources | 487,636,027 | 450,723,391 | 457,470,921 | 445,486,097 |
| Local Sources | 338,858,991 | 348,336,644 | 385,815,200 | 397,761,990 |
| Total Revenues | 827,919,816 | 800,331,759 | 844,638,924 | 844,441,988 |
| Expenditures (by functional area): | | | | |
| Instruction | 554,307,025 | 543,668,453 | 537,484,891 | 530,092,379 |
| Pupil Personnel Services | 40,826,835 | 37,846,869 | 42,473,564 | 43,323,671 |
| Instructional Media Services | 9,058,127 | 11,203,239 | 12,374,900 | 13,401,255 |
| Instruction and Curriculum Development | 9,383,685 | 8,372,415 | 10,570,091 | 8,337,106 |
| Instructional Staff Training | 16,477,070 | 18,601,306 | 18,154,268 | 18,358,550 |
| Instruction Related Technology | 7,424,945 | 8,157,835 | 9,083,541 | 10,953,454 |
| School Board | 2,858,310 | 1,485,172 | 1,483,326 | 2,194,038 |
| General Administrative | 4,018,950 | 4,061,427 | 4,537,582 | 3,737,244 |
| School Administration | 55,560,636 | 55,508,934 | 39,293,028 | 56,093,925 |
| Facilities Services - Noncapitalized | 2,831,103 | 1,497,255 | 942,426 | 1,272,457 |
| Fiscal Services | 4,525,310 | 4,585,878 | 5,189,842 | 5,809,313 |
| Central Services | 14,044,715 | 13,429,982 | 14,944,741 | 18,025,431 |
| Pupil Transportation Services | 46,632,016 | 44,032,093 | 51,545,084 | 47,753,811 |
| Operation of Plant | 63,521,926 | 65,570,027 | 68,061,699 | 66,100,179 |
| Maintenance of Plant | 25,897,699 | 25,930,928 | 29,930,729 | 29,834,520 |
| Administrative Technology Services | 8,224,427 | 6,294,292 | 6,171,518 | 6,181,358 |
| Community Services | 1,072,724 | 997,038 | 1,008,791 | 751,167 |
| Debt Service | 54,699 | 33,526 | - | - |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 311,813 | 1,061,140 | - | - |
| Other Capital Outlay | 1,403,817 | 1,407,204 | 2,143,222 | 1,858,944 |
| Total Expenditures | 868,435,832 | 853,745,013 | 855,393,243 | 864,078,802 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (40,516,016) | (53,413,254) | (10,754,319) | (19,636,814) |
| Other Financing Sources, Net | 30,155,426 | 29,619,769 | 41,330,618 | 30,885,593 |
| Net Change in Fund Balance | (10,360,590) | (23,793,485) | 30,576,299 | 11,248,779 |
| Beginning Fund Balances | 140,881,426 | 164,674,911 | 134,098,612 | 122,849,833 |
| Adjustment to Fund Balance | - | - | - | - |
| Ending Fund Balances | \$ 130,520,836 | \$ 140,881,426 | \$ 164,674,911 | \$ 134,098,612 |

Source: District Records - Statement of Revenues, Expenditures, and Changes in Fund Balances

| Fiscal Year Ending | | | | | |
|---------------------------|-----------------------|-----------------------|----------------------|----------------------|----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 2,129,956 | \$ 1,241,064 | \$ 1,559,144 | \$ 2,129,788 | \$ 1,576,472 | \$ 1,598,513 |
| - | - | - | - | - | - |
| 478,548,677 | 548,754,349 | 558,865,862 | 495,157,770 | 465,445,990 | 430,209,346 |
| 390,373,816 | 367,643,499 | 317,575,217 | 298,988,081 | 263,129,098 | 259,156,634 |
| 871,052,449 | 917,638,912 | 878,000,223 | 796,275,639 | 730,151,560 | 690,964,493 |
| 584,828,182 | 581,189,857 | 549,654,367 | 498,205,329 | 461,350,992 | 432,737,020 |
| 46,384,368 | 41,906,771 | 40,484,716 | 44,585,808 | 40,586,141 | 38,350,853 |
| 16,161,378 | 17,298,386 | 16,414,343 | 16,263,294 | 16,367,404 | 15,718,331 |
| 9,032,797 | 12,448,313 | 10,840,900 | 13,929,612 | 12,620,675 | 12,734,330 |
| 22,118,727 | 22,794,144 | 22,866,135 | 15,934,387 | 13,503,602 | 6,596,924 |
| 8,371,698 | 8,874,100 | 9,861,119 | 10,165,915 | - | - |
| 1,839,959 | 1,601,194 | 1,982,971 | 1,652,634 | 1,863,730 | 1,872,029 |
| 3,919,931 | 4,707,481 | 4,131,829 | 4,443,882 | 3,631,186 | 2,819,990 |
| 56,474,010 | 57,953,252 | 55,376,968 | 38,798,885 | 36,337,072 | 34,901,601 |
| 1,395,490 | 2,258,691 | 1,550,045 | 1,933,685 | 2,069,512 | 824,550 |
| 5,638,704 | 5,648,763 | 5,714,963 | 5,519,393 | 5,658,042 | 5,481,737 |
| 16,753,319 | 18,096,690 | 19,525,280 | 19,180,435 | 29,990,715 | 29,207,927 |
| 47,275,478 | 45,058,374 | 43,167,447 | 41,123,738 | 39,777,497 | 30,547,311 |
| 65,557,764 | 61,952,588 | 59,889,445 | 60,640,637 | 52,089,340 | 49,753,608 |
| 29,563,507 | 30,556,675 | 31,834,568 | 30,254,052 | 28,274,212 | 11,777,366 |
| 8,403,105 | 8,428,369 | 6,570,005 | 6,375,648 | - | - |
| 629,055 | 326,978 | 494,972 | 745,456 | 647,894 | 632,031 |
| 237,111 | 640,444 | - | - | - | 942,700 |
| - | 126,207 | 218,683 | 386,081 | 603,108 | 113,083 |
| 1,258,160 | 13,814,864 | 4,843,953 | - | 3,333,243 | 3,778,561 |
| 925,842,743 | 935,682,141 | 885,422,709 | 810,138,871 | 748,704,365 | 678,789,952 |
| (54,790,294) | (18,043,229) | (7,422,486) | (13,863,232) | (18,552,805) | 12,174,541 |
| 61,713,003 | 33,495,726 | 27,601,797 | 22,577,548 | 24,996,203 | 403,700 |
| 6,922,709 | 15,452,497 | 20,179,311 | 8,714,316 | 6,443,398 | 12,578,241 |
| 115,927,124 | 100,474,629 | 85,462,054 | 76,747,738 | 70,315,389 | 57,737,148 |
| - | - | (5,166,736) | - | (11,049) | - |
| <u>\$ 122,849,833</u> | <u>\$ 115,927,126</u> | <u>\$ 100,474,629</u> | <u>\$ 85,462,054</u> | <u>\$ 76,747,738</u> | <u>\$ 70,315,389</u> |

DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND EXPENDITURES (by Major Object)
AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND - ARRA AND OTHER FEDERAL PROGRAMS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|--------------------|--------------------|--------------------|--------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Direct Sources: | | | | |
| Other Federal Direct Sources | \$ 7,809,571 | \$ 10,375,420 | \$ 7,799,090 | \$ 8,302,634 |
| Federal Through State Sources: | | | | |
| State Fiscal Stabilization Funding | - | - | 41,962,084 | 43,344,361 |
| Education Jobs | - | 388,671 | 26,301,008 | - |
| Improving Teacher Quality | 5,685,795 | 5,498,058 | 5,776,651 | 6,080,635 |
| Race-to-the-Top | 9,389,386 | 7,024,153 | - | - |
| Individuals with Disabilities Education Act | 33,988,688 | 40,002,744 | 38,261,711 | 34,793,249 |
| Title I and School Improvement Grants | 48,413,909 | 45,320,640 | 56,626,042 | 50,406,438 |
| Other Federal Through State Sources | 5,980,274 | 9,801,914 | 12,887,200 | 14,921,611 |
| Total Revenues | 111,267,623 | 118,411,600 | 189,613,786 | 157,848,928 |
| Expenditures: (by object) | | | | |
| Salaries | 58,247,896 | 58,404,610 | 109,808,488 | 85,260,545 |
| Employee Benefits | 14,693,290 | 14,584,999 | 35,480,128 | 27,502,714 |
| Purchased Services | 23,774,964 | 28,137,365 | 24,541,511 | 24,259,012 |
| Energy Services | 43,612 | 14,678 | 57,113 | 42,558 |
| Materials and Supplies | 5,983,172 | 4,832,643 | 4,828,465 | 5,876,572 |
| Capital Outlay | 2,261,963 | 3,788,375 | 3,844,823 | 6,333,752 |
| Other Expenditures | 3,981,637 | 5,115,038 | 6,002,114 | 5,674,626 |
| Total Expenditures | 108,986,534 | 114,877,708 | 184,562,642 | 154,949,779 |
| Excess (Deficiency) of Revenues Over Expenditures | 2,281,089 | 3,533,892 | 5,051,144 | 2,899,149 |
| Other Financing Sources (Uses), Net | (2,281,089) | (3,533,892) | (5,051,144) | (2,899,149) |
| Net Change in Fund Balance | - | - | - | - |
| Beginning Fund Balances | - | - | - | - |
| Ending Fund Balances | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

Source: District Records - ARRA and Federal Projects Trial Balance

| Fiscal Year Ending | | | | | |
|---------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 10,235,150 | \$ 4,409,707 | \$ 5,581,362 | \$ 6,428,014 | \$ 5,050,753 | \$ 7,018,189 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 75,281,040 | 75,280,878 | 85,902,771 | 82,595,479 | 70,621,325 | 69,106,711 |
| 85,516,190 | 79,690,585 | 91,484,133 | 89,023,493 | 75,672,078 | 76,124,900 |
| 36,621,781 | 37,941,232 | 40,614,902 | 40,685,352 | 36,542,713 | 35,036,427 |
| 11,895,916 | 12,708,380 | 13,381,443 | 12,854,690 | 11,279,335 | 10,368,047 |
| 20,227,388 | 19,387,286 | 21,071,975 | 19,801,125 | 15,313,205 | 15,828,569 |
| 42,153 | 52,196 | - | - | - | - |
| 5,456,515 | 2,798,273 | 2,819,303 | 4,610,802 | 5,353,957 | 5,272,634 |
| 2,987,867 | 2,242,976 | 5,790,232 | 5,407,002 | 3,121,047 | 5,349,271 |
| 3,046,949 | 2,258,771 | 2,936,616 | 3,405,500 | 3,177,902 | 3,421,761 |
| 80,278,569 | 77,389,114 | 86,614,471 | 86,764,471 | 74,788,159 | 75,276,709 |
| 5,237,621 | 2,301,471 | 4,869,662 | 2,259,022 | 883,919 | 848,191 |
| (5,237,621) | (2,301,471) | (4,869,662) | (2,259,022) | (883,919) | (848,191) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND EXPENDITURES (by Functional Area)
AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND - ARRA AND OTHER FEDERAL PROGRAMS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|---------------------------|----------------------|----------------------|----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Direct Sources | \$ 7,809,571 | \$ 10,375,420 | \$ 7,799,090 | \$ 8,302,634 |
| Federal Through State Sources | 103,458,052 | 108,036,180 | 181,814,696 | 149,546,294 |
| Total Revenues | 111,267,623 | 118,411,600 | 189,613,786 | 157,848,928 |
| Expenditures (by functional area): | | | | |
| Instruction | 43,926,351 | 50,396,400 | 101,812,653 | 89,559,533 |
| Pupil Personnel Services | 17,499,616 | 19,084,556 | 19,558,403 | 18,872,329 |
| Instructional Media Services | 2,301,213 | 178,059 | 1,780,249 | 2,157,467 |
| Instruction and Curriculum Development | 12,081,133 | 12,587,873 | 11,278,181 | 10,833,605 |
| Instructional Staff Training | 23,122,179 | 19,444,577 | 19,892,144 | 21,059,492 |
| Instruction Related Technology | 1,052,554 | 992,046 | 194,858 | 350,575 |
| General Administrative | 3,709,798 | 4,721,071 | 5,035,069 | 5,121,536 |
| School Administration | 590,737 | 488,304 | 20,541,552 | 1,106,530 |
| Facilities Services - Noncapitalized | 303,548 | 844,246 | 2,827 | 1,253,699 |
| Fiscal Services | - | 27,232 | 11,859 | 77,322 |
| Food Services | - | 40,159 | 992 | 1,918 |
| Central Services | 576,951 | 400,518 | 510,278 | 385,653 |
| Pupil Transportation Services | 976,125 | 3,334,060 | 1,019,366 | 761,127 |
| Operation of Plant | 237,118 | 289,962 | 192,115 | 2,417 |
| Administrative Technology Services | 99,795 | - | 704,117 | 338,625 |
| Community Services | 247,453 | 467,771 | 270,596 | 208,435 |
| Capital Outlay: | | | | |
| Facilities Acquisition & Construction | 2,050 | 35,490 | - | - |
| Other Capital Outlay | 2,259,913 | 1,545,384 | 1,757,383 | 2,859,516 |
| Total Expenditures | 108,986,534 | 114,877,708 | 184,562,642 | 154,949,779 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 2,281,089 | 3,533,892 | 5,051,144 | 2,899,149 |
| Other Financing Sources, Net | (2,281,089) | (3,533,892) | (5,051,144) | (2,899,149) |
| Net Change in Fund Balance | - | - | - | - |
| Beginning Fund Balances | - | - | - | - |
| Adjustment to Fund Balance | - | - | - | - |
| Ending Fund Balances | \$ - | \$ - | \$ - | \$ - |

Source: District Records - ARRA and Federal Projects Trial Balance

| Fiscal Year Ending | | | | | |
|---------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 10,235,150 | \$ 4,409,707 | \$ 5,581,362 | \$ 6,428,014 | \$ 5,050,753 | \$ 7,018,189 |
| 75,281,040 | 75,280,878 | 85,902,771 | 82,595,479 | 70,621,325 | 69,106,711 |
| 85,516,190 | 79,690,585 | 91,484,133 | 89,023,493 | 75,672,078 | 76,124,900 |
| 37,633,549 | 34,441,427 | 37,213,905 | 39,276,097 | 33,118,399 | 36,110,317 |
| 13,219,476 | 16,956,745 | 16,967,909 | 15,367,687 | 11,281,418 | 10,363,188 |
| 78,206 | 32,322 | 161,185 | 210,573 | 172,488 | 114,487 |
| 8,419,990 | 6,059,254 | 9,749,403 | 6,885,059 | 5,551,393 | 4,744,054 |
| 15,482,147 | 13,957,447 | 10,478,422 | 16,026,119 | 16,086,527 | 12,509,077 |
| - | - | - | - | - | - |
| 2,009,264 | 2,031,985 | 2,668,121 | 3,044,841 | 2,555,633 | 2,724,311 |
| 28,505 | 7,281 | 61,362 | 30,944 | 9,429 | 5,392 |
| 106,475 | 469 | 39,312 | 39,710 | 15,932 | 943,197 |
| 66,428 | - | - | - | - | - |
| - | - | - | - | - | - |
| 608,508 | 326,386 | 328,158 | 352,233 | 275,288 | 359,202 |
| 809,304 | 1,955,070 | 3,961,809 | 4,674,182 | 3,350,798 | 4,063,984 |
| 32,399 | 158,309 | 156,032 | 82,424 | 2,250 | 6,466 |
| - | - | - | - | - | - |
| 528,148 | 156,189 | 231,506 | 530,802 | 667,995 | 329,728 |
| - | 2,710 | 8,905 | 243,800 | - | 176,889 |
| 1,256,170 | 1,303,520 | 4,588,442 | - | 1,700,609 | 2,826,417 |
| 80,278,569 | 77,389,114 | 86,614,471 | 86,764,471 | 74,788,159 | 75,276,709 |
| 5,237,621 | 2,301,471 | 4,869,662 | 2,259,022 | 883,919 | 848,191 |
| (5,237,621) | (2,301,471) | (4,869,662) | (2,259,022) | (883,919) | (848,191) |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

DUVAL COUNTY PUBLIC SCHOOLS
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 Ending | | | |
|--|---------------------------|----------------------|----------------------|----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Through State Sources: | | | | |
| National School Lunch Act | \$ 38,220,709 | \$ 32,969,416 | \$ 30,962,331 | \$ 30,474,960 |
| Donated Food | 2,560,430 | 5,866,556 | 5,140,778 | 2,190,226 |
| Total Federal Through State Sources | <u>40,781,139</u> | <u>38,835,972</u> | <u>36,103,109</u> | <u>32,665,186</u> |
| State Sources: | | | | |
| Food Service Supplements | 727,617 | 709,372 | 793,585 | 824,476 |
| Other State Sources | - | - | - | - |
| Total State Sources | <u>727,617</u> | <u>709,372</u> | <u>793,585</u> | <u>824,476</u> |
| Local Sources: | | | | |
| Food Service Sales | 9,730,619 | 10,538,982 | 11,209,829 | 13,749,140 |
| Interest Income | 181,154 | 224,635 | 240,917 | 154,085 |
| Other Local Sources | 527,151 | 312,440 | 444,049 | - |
| Total Local Sources | <u>10,438,924</u> | <u>11,076,057</u> | <u>11,894,795</u> | <u>13,903,225</u> |
| Total Revenues | <u>51,947,680</u> | <u>50,621,401</u> | <u>48,791,489</u> | <u>47,392,887</u> |
| Expenditures: | | | | |
| Salaries | 2,304,171 | 2,608,131 | 2,987,604 | 3,208,008 |
| Employee Benefits | 1,046,380 | 1,138,869 | 1,557,905 | 1,634,336 |
| Purchased Services | 38,874,500 | 38,188,002 | 35,774,180 | 35,989,251 |
| Energy Services | 945,577 | 926,797 | 917,837 | 955,573 |
| Materials and Supplies | 3,100,405 | 2,543,098 | 2,482,785 | 1,837,290 |
| Capital Outlay | 2,841,355 | 2,608,471 | 893,867 | 482,063 |
| Other (includes indirect cost) | 1,731,192 | 2,075,917 | 1,914,749 | 2,080,779 |
| Total Expenditures | <u>50,843,580</u> | <u>50,089,285</u> | <u>46,528,927</u> | <u>46,187,300</u> |
| Excess (Deficiency) of Revenues | | | | |
| Over (Under) Expenditures | 1,104,100 | 532,116 | 2,262,562 | 1,205,587 |
| Other Financing Sources (Uses), Net | <u>(647,861)</u> | <u>168,711</u> | <u>681,311</u> | <u>4,070,390</u> |
| Net Change in Fund Balance | 456,239 | 700,827 | 2,943,873 | 5,275,977 |
| Beginning Fund Balances | 9,991,681 | 9,290,854 | 6,346,981 | 1,071,004 |
| Ending Fund Balances | <u>\$ 10,447,920</u> | <u>\$ 9,991,681</u> | <u>\$ 9,290,854</u> | <u>\$ 6,346,981</u> |

Source: District Records - Food Service Trial Balance

| Fiscal Year Ending | | | | | |
|---------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 26,823,770 | \$ 25,184,997 | \$ 24,251,910 | \$ 23,894,659 | \$ 23,744,361 | \$ 22,769,515 |
| 808,719 | 785,959 | 2,161,398 | 1,853,172 | 2,595,973 | 1,969,911 |
| <u>27,632,489</u> | <u>25,970,956</u> | <u>26,413,308</u> | <u>25,747,831</u> | <u>26,340,334</u> | <u>24,739,426</u> |
| 857,567 | 850,950 | 822,779 | 798,710 | 833,736 | 840,497 |
| 5,406 | - | 17,219 | 18,077 | 19,253 | 19,662 |
| <u>862,973</u> | <u>850,950</u> | <u>839,998</u> | <u>816,787</u> | <u>852,989</u> | <u>860,159</u> |
| 15,046,170 | 14,564,168 | 13,827,393 | 15,554,366 | 15,175,542 | 15,534,715 |
| 72,941 | 66,124 | 140,452 | - | - | - |
| 726,888 | 35,456 | 1,090,515 | 242,438 | 205,100 | 170,376 |
| <u>15,845,999</u> | <u>14,665,748</u> | <u>15,058,360</u> | <u>15,796,804</u> | <u>15,380,642</u> | <u>15,705,091</u> |
| <u>44,341,461</u> | <u>41,487,654</u> | <u>42,311,666</u> | <u>42,361,422</u> | <u>42,573,965</u> | <u>41,304,676</u> |
| 3,543,563 | 3,995,364 | 4,284,113 | 4,477,582 | 13,611,136 | 13,864,031 |
| 1,688,211 | 1,936,859 | 2,232,985 | 2,194,333 | 4,845,972 | 4,015,568 |
| 34,358,416 | 33,608,968 | 32,584,462 | 30,871,775 | 3,370,415 | 2,588,620 |
| 987,152 | 1,082,869 | 982,012 | 783,143 | 733,235 | 711,008 |
| 2,625,712 | 2,200,914 | 3,343,214 | 3,851,883 | 17,904,064 | 19,381,800 |
| 18,950 | 58,375 | 1,094,348 | 4,457,918 | 385,127 | 1,773,118 |
| 516,784 | 153,694 | 629,525 | 588,425 | 999,623 | 1,130,874 |
| <u>43,738,788</u> | <u>43,037,043</u> | <u>45,150,659</u> | <u>47,225,059</u> | <u>41,849,572</u> | <u>43,465,019</u> |
| 602,673 | (1,549,389) | (2,838,993) | (4,863,637) | 724,393 | (2,160,343) |
| <u>(691,237)</u> | <u>923,626</u> | <u>109,170</u> | <u>178,139</u> | <u>79,332</u> | <u>125,199</u> |
| (88,564) | (625,763) | (2,729,823) | (4,685,498) | 803,725 | (2,035,144) |
| 1,159,568 | 1,785,331 | 4,515,154 | 9,200,652 | 8,396,927 | 10,432,071 |
| <u>\$ 1,071,004</u> | <u>\$ 1,159,568</u> | <u>\$ 1,785,331</u> | <u>\$ 4,515,154</u> | <u>\$ 9,200,652</u> | <u>\$ 8,396,927</u> |

DUVAL COUNTY PUBLIC SCHOOLS
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 Ending | | | |
|--|---------------------------|----------------------|----------------------|----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Direct Sources: | | | | |
| Other Federal Direct Sources | \$ 2,192,877 | \$ 1,733,078 | \$ 1,636,796 | \$ - |
| Total Federal Direct Sources | <u>2,192,877</u> | <u>1,733,078</u> | <u>1,636,796</u> | <u>-</u> |
| State Sources: | | | | |
| CO&DS Withheld for SBE/COBI Bond | 3,699,321 | 3,698,404 | 3,718,036 | 3,719,082 |
| Other State Sources | - | - | 538 | 2,168 |
| Total State Sources | <u>3,699,321</u> | <u>3,698,404</u> | <u>3,718,574</u> | <u>3,721,250</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | - | - | - | - |
| Interest Income | 112,834 | 104,632 | 88,599 | 67,483 |
| Other Local Sources | - | - | - | - |
| Total Local Sources | <u>112,834</u> | <u>104,632</u> | <u>88,599</u> | <u>67,483</u> |
| Total Revenues | <u>6,005,032</u> | <u>5,536,114</u> | <u>5,443,969</u> | <u>3,788,733</u> |
| Expenditures: (by object) | | | | |
| Debt Service: | | | | |
| Principal | 10,380,000 | 10,005,000 | 9,620,000 | 7,620,000 |
| Interest and Fiscal Charges | 16,835,361 | 16,622,672 | 16,716,221 | 12,898,448 |
| Total Expenditures | <u>27,215,361</u> | <u>26,627,672</u> | <u>26,336,221</u> | <u>20,518,448</u> |
| Excess (Deficiency) of Revenues Over Expenditures | (21,210,329) | (21,091,558) | (20,892,252) | (16,729,715) |
| Other Financing Sources, Net | <u>17,353,304</u> | <u>16,306,498</u> | <u>24,865,528</u> | <u>20,087,987</u> |
| Net Change in Fund Balance | (3,857,025) | (4,785,060) | 3,973,276 | 3,358,272 |
| Beginning Fund Balances | 13,112,753 | 17,897,813 | 13,924,537 | 10,566,265 |
| Adjustment to Fund Balances | - | - | - | - |
| Ending Fund Balances | <u>\$ 9,255,728</u> | <u>\$ 13,112,753</u> | <u>\$ 17,897,813</u> | <u>\$ 13,924,537</u> |

Source: District Records - Debt Service Trial Balance

| Fiscal Year Ending | | | | | |
|---------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 3,707,139 | 3,781,980 | 3,784,098 | 3,897,516 | 3,907,397 | 3,907,227 |
| 1,105 | 32,968 | 27,285 | - | 8,024 | 8,284 |
| <u>3,708,244</u> | <u>3,814,948</u> | <u>3,811,383</u> | <u>3,897,516</u> | <u>3,915,421</u> | <u>3,915,511</u> |
| 57,331 | 9,029,712 | 17,273,770 | 19,192,779 | 18,615,555 | 18,549,791 |
| 574,749 | 1,902,631 | 2,070,627 | 2,108,922 | 1,080,781 | 133,143 |
| - | 454 | - | - | - | - |
| <u>632,080</u> | <u>10,932,797</u> | <u>19,344,397</u> | <u>21,301,701</u> | <u>19,696,336</u> | <u>18,682,934</u> |
| <u>4,340,324</u> | <u>14,747,745</u> | <u>23,155,780</u> | <u>25,199,217</u> | <u>23,611,757</u> | <u>22,598,445</u> |
| 50,840,000 | 21,960,000 | 20,735,000 | 19,580,000 | 19,910,623 | 17,479,506 |
| <u>14,007,427</u> | <u>12,943,780</u> | <u>9,872,620</u> | <u>10,640,410</u> | <u>10,583,803</u> | <u>9,453,503</u> |
| <u>64,847,427</u> | <u>34,903,780</u> | <u>30,607,620</u> | <u>30,220,410</u> | <u>30,494,426</u> | <u>26,933,009</u> |
| (60,507,103) | (20,156,035) | (7,451,840) | (5,021,193) | (6,882,669) | (4,334,564) |
| <u>13,814,382</u> | <u>15,627,561</u> | <u>7,287,911</u> | <u>9,732,406</u> | <u>45,089,362</u> | <u>4,689,663</u> |
| (46,692,721) | (4,528,474) | (163,929) | 4,711,213 | 38,206,693 | 355,099 |
| 57,258,986 | 61,787,460 | 61,307,794 | 56,596,581 | 18,389,888 | 18,034,789 |
| - | - | 643,595 | - | - | - |
| <u>\$ 10,566,265</u> | <u>\$ 57,258,986</u> | <u>\$ 61,787,460</u> | <u>\$ 61,307,794</u> | <u>\$ 56,596,581</u> | <u>\$ 18,389,888</u> |

DUVAL COUNTY PUBLIC SCHOOLS
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 Ending | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| State Sources: | | | | |
| PECO | \$ - | \$ - | \$ 7,197,968 | \$ 4,169,609 |
| CO&DS Distribution | 640,709 | 625,113 | 605,902 | 604,856 |
| Interest on Undistributed CO&DS | 41,406 | 52,202 | 55,543 | 53,137 |
| Effort Index | - | - | - | - |
| Charter Schools | 1,728,094 | 1,676,524 | 1,061,547 | 761,889 |
| Other State Sources | 191,239 | 192,478 | 47,701 | 309,744 |
| Total State Sources | 2,601,448 | 2,546,317 | 8,968,661 | 5,899,235 |
| Local Sources: | | | | |
| Ad Valorem Taxes | 75,181,421 | 78,433,169 | 85,768,983 | 90,267,326 |
| Interest | 1,931,812 | 2,949,696 | 3,782,445 | 3,464,815 |
| Other Local Sources | 826,824 | 886,972 | 194,880 | 63,032 |
| Total Local Sources | 77,940,057 | 82,269,837 | 89,746,308 | 93,795,173 |
| Total Revenues | 80,541,505 | 84,816,154 | 98,714,969 | 99,694,408 |
| Expenditures: (by object) | | | | |
| Library Books | - | 45,023 | 197,180 | 862,636 |
| Audio Visual Materials | - | 4,381 | 25,507 | 23,447 |
| Buildings and Fixed Equipment | 12,464,976 | 20,990,684 | 51,872,031 | 28,636,759 |
| Furniture, Fixtures, and Equipment | 19,027,393 | 18,861,636 | 25,160,883 | 36,094,941 |
| Motor Vehicles | 1,453,976 | 1,499,734 | 1,442,961 | 1,350,502 |
| Land | 23,264 | 29,216 | 471,068 | 527,672 |
| Remodel & Renovations | 29,116,960 | 34,450,917 | 34,963,494 | 46,801,051 |
| Computer Software | 575,666 | 11,349 | 418,941 | 796,843 |
| Dues and Fees | 43,272 | 4,281 | 449,122 | 1,217,696 |
| Total Expenditures | 62,705,507 | 75,897,221 | 115,001,187 | 116,311,547 |
| Excess(Deficiency) of Revenues Over Expenditures | 17,835,998 | 8,918,933 | (16,286,218) | (16,617,139) |
| Other Financing Sources (Uses), Net | (14,855,474) | (42,749,939) | (3,719,063) | 15,064,902 |
| Net Change in Fund Balance | 2,980,524 | (33,831,006) | (20,005,281) | (1,552,237) |
| Beginning Fund Balances | 110,584,882 | 144,415,888 | 164,421,169 | 165,973,408 |
| Adjustment to Fund Balances | - | - | - | - |
| Ending Fund Balances | \$ 113,565,406 | \$ 110,584,882 | \$ 144,415,888 | \$ 164,421,171 |

Source: District Records - Capital Projects Trial Balance

| Fiscal Year Ending | | | | | |
|---------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 13,123,000 | \$ 17,027,463 | \$ 15,950,720 | \$ 14,710,125 | \$ 10,311,465 | \$ 7,953,151 |
| 640,084 | 550,439 | 508,071 | 476,885 | 519,624 | 461,957 |
| 48,546 | 103,303 | 107,052 | 55,936 | - | 42,464 |
| - | - | - | - | - | 1,244,861 |
| 500,953 | 602,875 | 678,509 | 319,342 | - | 716,520 |
| 6,589,146 | 6,159,091 | 25,374,164 | 118,538 | 15,818,814 | 6,355,988 |
| <u>20,901,729</u> | <u>24,443,171</u> | <u>42,618,516</u> | <u>15,680,826</u> | <u>26,649,903</u> | <u>16,774,941</u> |
| 109,260,092 | 118,009,347 | 100,934,394 | 90,754,793 | 78,306,949 | 72,274,442 |
| 4,973,448 | 7,797,754 | 10,429,357 | 5,558,177 | 5,078,167 | 1,110,513 |
| 789,490 | 951,440 | 593,500 | (1,051,751) | 105,200 | 680,019 |
| <u>115,023,030</u> | <u>126,758,541</u> | <u>111,957,251</u> | <u>95,261,219</u> | <u>83,490,316</u> | <u>74,064,974</u> |
| <u>135,924,759</u> | <u>151,201,712</u> | <u>154,575,767</u> | <u>110,942,045</u> | <u>110,140,219</u> | <u>90,839,915</u> |
| 107,888 | 120,743 | 186,890 | 80,768 | 1,088,005 | 3,530,506 |
| 5,120 | 25,458 | 39,820 | 35,016 | 62,605 | 85,696 |
| 91,048,313 | 40,511,718 | 27,399,682 | 37,670,469 | 43,394,849 | 24,330,436 |
| 21,954,107 | 18,800,954 | 20,954,147 | 10,227,843 | 13,950,405 | 12,291,202 |
| - | - | 619,237 | 1,098,769 | 615,902 | 7,032,858 |
| 123,002 | 20,628,147 | 3,592,528 | 10,592,407 | 8,128,355 | 1,277,932 |
| 63,727,929 | 65,655,284 | 50,927,701 | 53,512,292 | 33,082,267 | 64,678,171 |
| 330,633 | 461,831 | 10,856,771 | 778,072 | 3,446,626 | 8,606,469 |
| 2,309 | 2,108 | - | - | - | - |
| <u>177,299,301</u> | <u>146,206,243</u> | <u>114,576,776</u> | <u>113,995,636</u> | <u>103,769,014</u> | <u>121,833,270</u> |
| (41,374,542) | 4,995,469 | 39,998,991 | (3,053,591) | 6,371,205 | (30,993,355) |
| <u>(69,218,494)</u> | <u>100,518,461</u> | <u>(30,120,144)</u> | <u>(28,140,908)</u> | <u>7,210,988</u> | <u>1,763,162</u> |
| (110,593,036) | 105,513,930 | 9,878,847 | (31,194,499) | 13,582,193 | (29,230,193) |
| 276,566,444 | 171,052,514 | 161,173,667 | 192,368,166 | 178,458,253 | 207,688,446 |
| - | - | - | - | 327,720 | - |
| <u>\$ 165,973,408</u> | <u>\$ 276,566,444</u> | <u>\$ 171,052,514</u> | <u>\$ 161,173,667</u> | <u>\$ 192,368,166</u> | <u>\$ 178,458,253</u> |

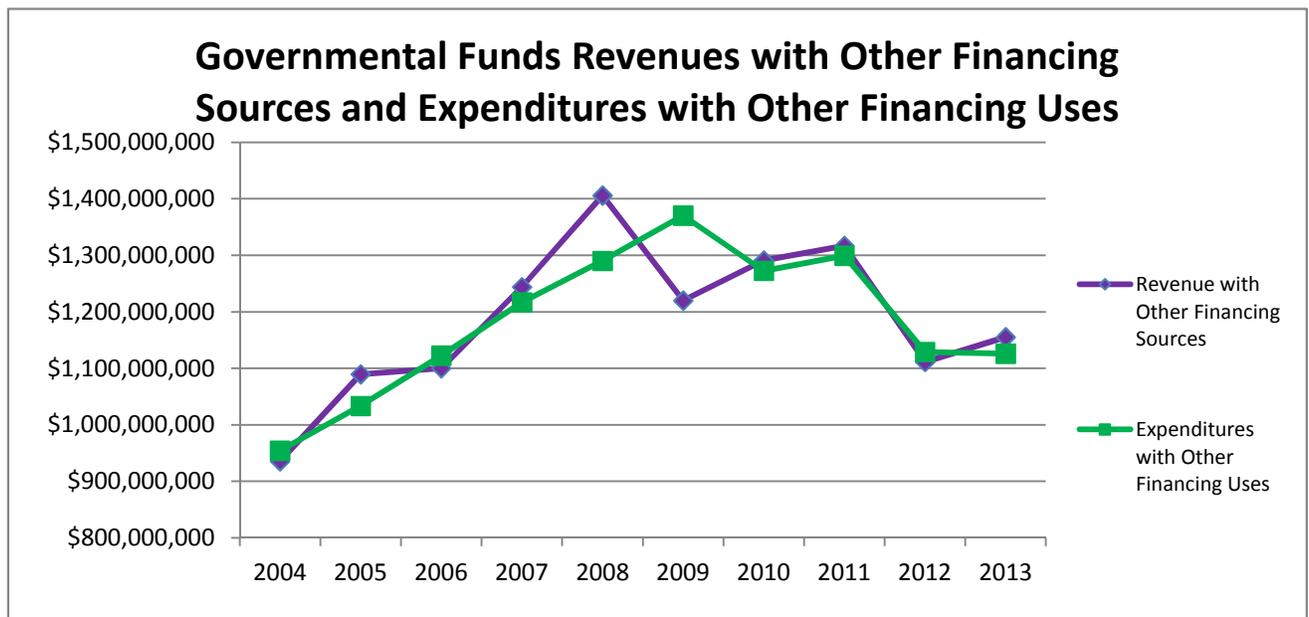
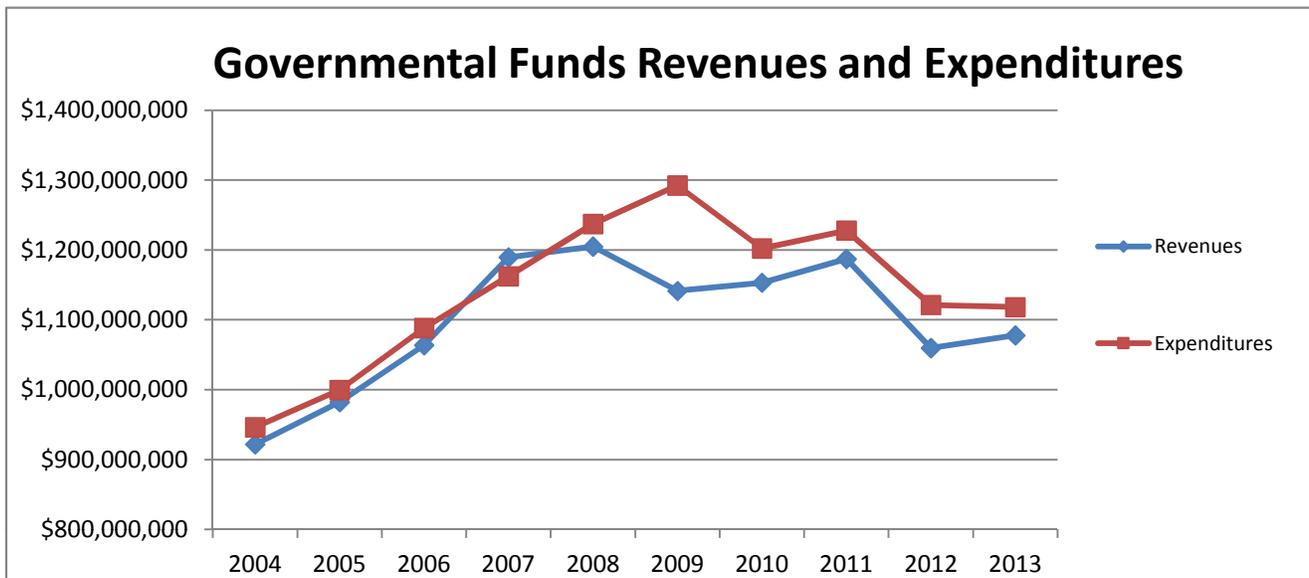
DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES BY SOURCE
AND EXPENDITURES BY FUNCTION - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Revenues: | | | | |
| Federal Sources: | | | | |
| Federal Direct | \$ 11,426,182 | \$ 13,379,179 | \$ 10,778,848 | \$ 9,495,692 |
| Other Federal Grants | 103,459,116 | 108,037,223 | 181,824,537 | 149,547,137 |
| Food Services | 40,781,139 | 38,835,972 | 36,103,109 | 32,665,186 |
| Total Federal Sources | <u>155,666,437</u> | <u>160,252,374</u> | <u>228,706,494</u> | <u>191,708,015</u> |
| State Sources: | | | | |
| Florida Education Finance Program | 335,118,035 | 300,862,691 | 306,382,372 | 299,726,302 |
| Categorical Programs | 151,349,691 | 148,316,756 | 149,277,858 | 144,181,327 |
| Public Education Capital Outlay | - | - | 7,197,968 | 4,169,609 |
| Food Services | 727,617 | 709,372 | 793,585 | 824,476 |
| State Grants and Other | - | - | - | - |
| District Discretionary Lottery Funds | - | 419,337 | 483,961 | 354,457 |
| Other State Sources | 7,469,070 | 7,369,328 | 6,815,997 | 6,674,887 |
| Total State Sources: | <u>494,664,413</u> | <u>457,677,484</u> | <u>470,951,741</u> | <u>455,931,058</u> |
| Local Sources: | | | | |
| Ad Valorem Taxes | 381,127,939 | 395,164,079 | 440,310,330 | 455,954,529 |
| Food Service Sales | 9,730,619 | 10,538,982 | 11,209,829 | 13,749,140 |
| Interest Income | 5,553,759 | 8,057,953 | 8,376,073 | 8,072,602 |
| Other Local Sources | 30,938,489 | 28,026,156 | 27,648,670 | 27,751,600 |
| Total Local Sources | <u>427,350,806</u> | <u>441,787,170</u> | <u>487,544,902</u> | <u>505,527,871</u> |
| Total Revenues | <u>\$ 1,077,681,656</u> | <u>\$ 1,059,717,028</u> | <u>\$ 1,187,203,137</u> | <u>\$ 1,153,166,944</u> |
| Expenditures: | | | | |
| Instructional Services | \$ 598,233,376 | \$ 594,064,853 | \$ 639,297,544 | \$ 619,651,912 |
| Instructional Support Services | 147,551,579 | 142,763,067 | 152,235,834 | 154,167,487 |
| Pupil Transportation Services | 47,608,141 | 47,366,153 | 52,564,450 | 48,514,938 |
| Operation and Maintenance of Plant | 89,656,743 | 91,790,917 | 98,184,543 | 95,937,116 |
| School Administration | 56,151,373 | 55,997,238 | 59,834,580 | 57,200,455 |
| General Administration and Central Services | 29,734,034 | 28,711,280 | 31,712,697 | 35,350,537 |
| Food Services | 48,910,245 | 48,053,215 | 45,814,243 | 46,035,725 |
| Capital Outlay | 71,707,815 | 84,359,888 | 120,113,599 | 122,491,960 |
| Debt Service | 27,313,331 | 26,665,479 | 26,785,343 | 21,736,144 |
| Community Services | 1,320,177 | 1,464,809 | 1,279,387 | 959,602 |
| Total Expenditures | <u>\$ 1,118,186,814</u> | <u>\$ 1,121,236,899</u> | <u>\$ 1,227,822,220</u> | <u>\$ 1,202,045,876</u> |

Source: District Records - Statement of Revenues, Expenditures, and Changes in Fund Balances

| Fiscal Year Ending | | | | | |
|---------------------------|-------------------------|-------------------------|-------------------------|-----------------------|-----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 11,786,065 | \$ 5,650,771 | \$ 6,966,266 | \$ 7,783,861 | \$ 6,627,225 | \$ 8,615,498 |
| 76,110,467 | 75,280,878 | 86,077,011 | 83,369,420 | 70,621,325 | 69,107,915 |
| 27,595,743 | 25,970,956 | 26,413,308 | 25,747,831 | 26,340,335 | 24,739,426 |
| <u>115,492,275</u> | <u>106,902,605</u> | <u>119,456,585</u> | <u>116,901,112</u> | <u>103,588,885</u> | <u>102,462,839</u> |
| 300,105,949 | 368,237,774 | 406,893,709 | 369,910,723 | 366,998,649 | 353,656,624 |
| 173,876,874 | 171,584,636 | 144,768,951 | 116,348,913 | 94,393,967 | 73,737,865 |
| 13,123,000 | 17,027,463 | 15,950,720 | 14,710,125 | 10,311,465 | 7,953,151 |
| 862,973 | 850,950 | 839,998 | 816,787 | 852,989 | 860,159 |
| - | - | 37,575,329 | 13,710,415 | 24,252,762 | 15,501,410 |
| 3,146,217 | 6,186,777 | - | - | - | - |
| 12,906,610 | 13,975,818 | 107,052 | 55,936 | 54,471 | 50,748 |
| <u>504,021,623</u> | <u>577,863,418</u> | <u>606,135,759</u> | <u>515,552,899</u> | <u>496,864,303</u> | <u>451,759,957</u> |
| 474,619,957 | 457,974,797 | 405,916,970 | 382,163,677 | 333,761,389 | 326,803,879 |
| 15,046,170 | 14,564,168 | 13,827,393 | 14,897,270 | 15,175,542 | 15,534,715 |
| 10,116,165 | 17,565,891 | 18,817,387 | 11,970,992 | 10,697,056 | 1,184,615 |
| 22,092,632 | 29,895,729 | 25,373,475 | 22,315,866 | 22,062,405 | 24,086,425 |
| <u>521,874,924</u> | <u>520,000,585</u> | <u>463,935,225</u> | <u>431,347,805</u> | <u>381,696,392</u> | <u>367,609,634</u> |
| <u>\$ 1,141,388,822</u> | <u>\$ 1,204,766,608</u> | <u>\$ 1,189,527,569</u> | <u>\$ 1,063,801,816</u> | <u>\$ 982,149,580</u> | <u>\$ 921,832,430</u> |
| \$ 622,562,608 | \$ 615,631,284 | \$ 586,868,272 | \$ 537,481,426 | \$ 494,469,391 | \$ 468,847,337 |
| 147,738,673 | 148,755,851 | 144,394,137 | 139,368,454 | 116,169,648 | 101,131,244 |
| 48,084,782 | 47,013,444 | 47,129,256 | 45,797,920 | 43,128,295 | 34,611,295 |
| 95,153,670 | 92,667,572 | 91,880,045 | 90,977,113 | 80,365,802 | 61,537,440 |
| 56,502,515 | 57,960,533 | 55,438,330 | 46,858,111 | 36,346,501 | 34,906,993 |
| 30,836,113 | 32,412,499 | 34,351,322 | 32,540,784 | 43,974,594 | 42,465,196 |
| 43,724,118 | 43,037,043 | 44,059,671 | 47,225,059 | 41,689,256 | 41,854,782 |
| 181,373,939 | 163,710,596 | 126,914,757 | 116,598,912 | 111,651,734 | 132,106,203 |
| 65,086,847 | 35,546,332 | 30,609,966 | 30,220,410 | 30,494,428 | 27,875,710 |
| 1,157,203 | 483,167 | 726,478 | 1,276,258 | 1,315,889 | 961,759 |
| <u>\$ 1,292,220,468</u> | <u>\$ 1,237,218,321</u> | <u>\$ 1,162,372,234</u> | <u>\$ 1,088,344,447</u> | <u>\$ 999,605,538</u> | <u>\$ 946,297,959</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND
EXPENDITURES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Unaudited)**



Source: District Records

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES BY SOURCE AND EXPENSES
BY FUNCTION - GOVERNMENT-WIDE
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(Unaudited)

| | Fiscal Year Ending | | | |
|--|---------------------------|-------------------------|-------------------------|-------------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Primary Government: | | | | |
| Program Revenues: | | | | |
| Charges for Services | \$ 22,668,851 | \$ 19,972,993 | \$ 23,079,804 | \$ 24,377,116 |
| Operating Grants and Contributions | 40,781,138 | 40,288,506 | 36,975,197 | 33,615,281 |
| Capital Grants and Contributions | 4,381,436 | 3,698,404 | 11,643,834 | 8,614,699 |
| Total Program Revenues | 67,831,425 | 63,959,903 | 71,698,835 | 66,607,096 |
| General Revenues: | | | | |
| Property Taxes: | | | | |
| Levied for Operational Purposes | 305,946,518 | 316,730,910 | 354,541,347 | 365,687,203 |
| Levied for Debt Service | - | - | - | - |
| Levied for Capital Projects | 75,181,421 | 78,433,170 | 85,768,983 | 90,267,326 |
| Grants and Contributions Not Restricted to Specific Programs | 605,168,276 | 576,841,946 | 651,039,204 | 605,409,093 |
| Investment Income | 6,710,967 | 9,664,881 | 9,875,060 | 9,787,364 |
| Miscellaneous | 18,222,206 | 15,449,855 | 16,219,241 | 17,162,145 |
| Total General Revenues | 1,011,229,388 | 997,120,762 | 1,117,443,835 | 1,088,313,131 |
| Total Revenues | \$ 1,079,060,813 | \$ 1,061,080,665 | \$ 1,189,142,670 | \$ 1,154,920,227 |
| Current: | | | | |
| Primary Government: | | | | |
| Instruction | \$ 643,793,561 | \$ 640,179,456 | \$ 674,830,307 | \$ 659,597,750 |
| Pupil Personnel Services | 62,715,927 | 61,491,458 | 65,822,061 | 65,980,376 |
| Instructional Media Services | 12,298,966 | 12,321,818 | 14,914,114 | 16,528,513 |
| Instruction and Curriculum Development Services | 23,270,868 | 22,726,870 | 23,351,149 | 20,429,671 |
| Instructional Staff Training | 42,372,170 | 40,329,581 | 39,813,522 | 41,379,437 |
| Instruction Related Technology | 8,841,363 | 9,575,847 | 9,617,092 | 11,674,604 |
| School Board | 2,916,481 | 1,541,356 | 1,529,524 | 2,240,293 |
| General Administration | 8,100,896 | 9,132,466 | 9,880,230 | 9,122,272 |
| School Administration | 61,205,377 | 61,043,524 | 63,702,612 | 61,236,117 |
| Facilities Services - Noncapitalized | 19,591,500 | 21,269,469 | 28,851,616 | 41,235,790 |
| Fiscal Services | 4,894,444 | 5,012,872 | 5,535,949 | 6,286,009 |
| Food Services | 49,172,266 | 48,375,452 | 45,254,785 | 46,352,857 |
| Central Services | 15,503,292 | 14,729,990 | 16,202,320 | 19,244,331 |
| Pupil Transportation Services | 47,715,708 | 47,480,479 | 52,657,276 | 48,618,958 |
| Operation of Plant | 64,768,809 | 66,968,869 | 68,931,720 | 67,171,088 |
| Maintenance of Plant | 27,318,464 | 27,463,275 | 31,217,307 | 31,247,081 |
| Administrative Technology Services | 8,573,211 | 6,585,108 | 6,859,004 | 6,778,330 |
| Community Services | 1,385,309 | 1,528,772 | 1,329,747 | 1,011,480 |
| Interest on Long-Term Debt and Fiscal Fees | 16,996,404 | 16,908,093 | 16,983,640 | 12,692,749 |
| Loss on Disposal of Capital Assets | - | - | - | - |
| Total Expenses | \$ 1,121,435,016 | \$ 1,114,664,755 | \$ 1,177,283,975 | \$ 1,168,827,706 |

Source: District Records - Statement of Activities

| Fiscal Year Ending | | | | | |
|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------|-----------------------|
| June 30, 2009 | June 30, 2008 | June 30, 2007 | June 30, 2006 | June 30, 2005 | June 30, 2004 |
| \$ 26,793,833 | \$ 27,030,285 | \$ 25,700,050 | \$ 26,121,447 | \$ 25,735,102 | \$ 26,119,016 |
| 48,694,522 | 47,986,856 | 47,997,638 | 45,770,657 | 47,517,131 | 46,121,047 |
| 23,916,703 | 27,596,693 | 45,528,727 | 20,852,077 | 30,048,615 | 20,494,468 |
| <u>99,405,058</u> | <u>102,613,834</u> | <u>119,226,415</u> | <u>92,744,181</u> | <u>103,300,848</u> | <u>92,734,531</u> |
| 365,289,998 | 330,935,738 | 287,708,806 | 272,216,105 | 237,686,909 | 235,979,646 |
| 69,868 | 9,029,712 | 17,273,770 | 19,491,295 | 18,404,609 | 18,549,791 |
| 109,260,092 | 118,009,348 | 100,934,394 | 90,456,276 | 77,669,872 | 72,274,442 |
| 546,902,673 | 609,182,872 | 632,065,979 | 565,831,277 | 523,077,944 | 487,398,902 |
| 11,964,773 | 20,816,939 | 22,143,346 | 13,728,006 | 11,909,874 | 1,275,387 |
| 12,696,384 | 18,072,018 | 18,510,517 | 10,311,966 | 12,476,504 | 15,168,225 |
| <u>1,046,183,788</u> | <u>1,106,046,627</u> | <u>1,078,636,812</u> | <u>972,034,925</u> | <u>881,225,712</u> | <u>830,646,393</u> |
| <u>\$ 1,145,588,846</u> | <u>\$ 1,208,660,461</u> | <u>\$ 1,197,863,227</u> | <u>\$ 1,064,779,106</u> | <u>\$ 984,526,560</u> | <u>\$ 923,380,924</u> |
| \$ 665,632,648 | \$ 631,191,635 | \$ 617,619,961 | \$ 560,826,730 | \$ 521,647,595 | \$ 494,981,865 |
| 63,572,186 | 61,514,280 | 60,271,038 | 62,701,243 | 54,564,530 | 51,208,753 |
| 17,374,411 | 18,082,649 | 17,502,009 | 17,220,291 | 17,502,704 | 16,886,188 |
| 18,635,571 | 19,242,697 | 21,544,786 | 21,785,102 | 19,124,906 | 18,408,077 |
| 39,551,353 | 37,628,230 | 34,975,813 | 33,292,113 | 30,941,004 | 19,963,200 |
| 8,766,767 | 9,098,712 | 10,409,163 | 9,587,351 | - | - |
| 1,887,237 | 1,626,588 | 2,017,645 | 1,683,054 | 1,550,414 | 1,898,992 |
| 6,213,310 | 7,005,815 | 6,995,107 | 7,661,149 | 6,370,396 | 5,667,320 |
| 60,741,577 | 60,716,323 | 58,392,208 | 40,733,928 | 38,346,686 | 36,869,152 |
| 45,758,548 | 74,034,812 | 46,642,063 | 34,893,677 | 31,372,931 | 51,247,146 |
| 6,122,408 | 5,901,306 | 6,014,874 | 5,819,582 | 6,026,873 | 5,773,933 |
| 44,161,346 | 43,437,893 | 45,293,724 | 43,767,714 | 43,087,583 | 43,206,944 |
| 18,365,564 | 19,010,633 | 20,986,324 | 20,276,104 | 32,276,413 | 31,043,914 |
| 48,210,174 | 47,088,344 | 47,271,858 | 45,782,751 | 43,235,947 | 34,577,185 |
| 66,812,174 | 62,727,643 | 60,709,214 | 61,200,190 | 52,600,847 | 50,470,803 |
| 31,113,118 | 31,569,835 | 32,502,883 | 30,734,973 | 28,663,143 | 12,067,088 |
| 8,724,254 | 8,675,009 | 6,846,454 | 6,570,050 | - | - |
| 1,205,819 | 502,083 | 774,638 | 1,381,756 | 1,476,452 | 1,034,541 |
| 14,152,689 | 11,743,128 | 9,882,476 | 10,670,426 | 8,309,461 | 9,147,519 |
| - | - | - | - | - | 749,764 |
| <u>\$ 1,167,001,154</u> | <u>\$ 1,150,797,615</u> | <u>\$ 1,106,652,238</u> | <u>\$ 1,016,588,184</u> | <u>\$ 937,097,885</u> | <u>\$ 885,202,384</u> |

DUVAL COUNTY PUBLIC SCHOOLS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(Unaudited)

| <u>Fiscal Year Ending</u> | <u>Taxable Assessed Value</u> | | | | <u>Total Direct Tax Rate (3)</u> | <u>Estimated Actual Values (4)</u> | <u>Ratio of Assessed to Actual Values</u> |
|-------------------------------|-------------------------------|----------------------------------|--|---------------------------------------|--|--|---|
| | <u>Real Property</u> | <u>Personal Property (1)</u> | <u>Centrally Assessed Property (2)</u> | <u>Total Taxable Property</u> | | | |
| June 30, 2013 | \$ 47,769,066 | \$ 4,520,181 | \$ 160,211 | \$ 52,449,458 | 7.6000 | \$ 79,014,361 | 66.38% |
| June 30, 2012 | 50,074,135 | 4,598,607 | 156,597 | 54,829,339 | 7.5530 | 82,238,363 | 66.67% |
| June 30, 2011 | 53,876,356 | 4,814,626 | 140,027 | 58,831,009 | 7.8440 | 88,693,400 | 66.33% |
| June 30, 2010 | 57,194,144 | 4,844,087 | 196,194 | 62,234,425 | 7.5820 | 92,957,955 | 66.95% |
| June 30, 2009 | 60,150,228 | 4,745,482 | 176,783 | 65,072,493 | 7.5610 | 95,707,463 | 67.99% |
| June 30, 2008 | 55,944,510 | 5,093,426 | 171,758 | 61,209,694 | 7.7550 | 92,412,916 | 66.23% |
| June 30, 2007 | 46,764,105 | 5,032,337 | 154,700 | 51,951,142 | 8.0420 | 77,477,171 | 67.05% |
| June 30, 2006 | 40,587,166 | 5,117,180 | 148,323 | 45,852,669 | 8.4250 | 68,661,525 | 66.78% |
| June 30, 2005 | 35,588,575 | 4,488,617 | 189,987 | 40,267,179 | 8.5650 | 61,676,160 | 65.29% |
| June 30, 2004 | 32,580,744 | 4,624,319 | 169,546 | 37,374,609 | 9.0510 | 56,409,622 | 66.26% |

- (1) Personal property values are also net of certain allowable exemptions, primarily for government property.
- (2) Centrally assessed property is primarily railroad property and private car line property, which must be separately assessed.
- (3) Tax rates are per \$1,000 of assessed value.
- (4) Estimated actual values are the total "just" values of property subject to taxation, as defined by Section 193.011 of the Florida Statutes.

Source: Duval County Property Appraiser's Office

**DUVAL COUNTY PUBLIC SCHOOLS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS (IN MILLS)
LAST TEN FISCAL YEARS
(Per Assessed Valuation)
(Unaudited)**

| Fiscal Year Ending | Duval County Public Schools | | | | City of Jacksonville | | | Other Taxing Authorities | | Combined Millage Total | |
|--------------------|-----------------------------|------------------|---------------|------------------|-----------------------------------|-----------|------|----------------------------|---------------------------|------------------------|---------------|
| | District (Note 1) | General (Note 2) | Debt (Note 2) | Capital (Note 2) | Duval County Public Schools Total | Operating | Debt | City of Jacksonville Total | Water Management District | | FIND (Note 3) |
| June 30, 2013 | GSD | 6.1000 | - | 1.5000 | 7.6000 | 10.0353 | - | 10.0353 | 0.3313 | 0.0345 | 18.0011 |
| June 30, 2012 | GSD | 6.0530 | - | 1.5000 | 7.5530 | 10.0353 | - | 10.0353 | 0.3313 | 0.0345 | 17.9541 |
| June 30, 2011 | GSD | 6.3440 | - | 1.5000 | 7.8440 | 10.0353 | - | 10.0353 | 0.4158 | 0.0345 | 18.3296 |
| June 30, 2010 | GSD | 6.0820 | - | 1.5000 | 7.5820 | 9.2727 | - | 9.2727 | 0.4158 | 0.0345 | 17.3050 |
| June 30, 2009 | GSD | 5.8110 | - | 1.7500 | 7.5610 | 8.4841 | - | 8.4841 | 0.4158 | 0.0345 | 16.4954 |
| June 30, 2008 | GSD | 5.6040 | 0.1510 | 2.0000 | 7.7550 | 8.4841 | - | 8.4841 | 0.4158 | 0.0345 | 16.6894 |
| June 30, 2007 | GSD | 5.7000 | 0.3420 | 2.0000 | 8.0420 | 9.6400 | - | 9.6400 | 0.4620 | 0.0385 | 18.1825 |
| June 30, 2006 | GSD | 6.0040 | 0.4210 | 2.0000 | 8.4250 | 9.6500 | - | 9.6500 | 0.4620 | 0.0385 | 18.5755 |
| June 30, 2005 | GSD | 6.0920 | 0.4730 | 2.0000 | 8.5650 | 9.6879 | - | 9.6879 | 0.4620 | 0.0385 | 18.7534 |
| June 30, 2004 | GSD | 6.5400 | 0.5110 | 2.0000 | 9.0510 | 9.8398 | - | 9.8398 | 0.4620 | 0.0385 | 19.3913 |

(1) The GSD (General Services District) millage rate is the one which applies to most taxpayers in the City of Jacksonville, and it is effectively a county-wide rate. Due to the existence of six other taxing districts, a total of seven combined millage rates apply to taxpayers within the City of Jacksonville.

(2) The breakdown between General, Debt, and Capital is not available.

(3) Florida Inland Navigational District

Source: Duval County Tax Collector

**DUVAL COUNTY PUBLIC SCHOOLS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

| Taxpayer | Type of Business | Fiscal Year Ending | | | | | |
|--|-----------------------|------------------------|------|--------------------------------------|------------------------|------|--------------------------------------|
| | | June 30, 2013 | | | June 30, 2004 | | |
| | | Net Assessed Valuation | Rank | Percentage of Net Assessed Valuation | Net Assessed Valuation | Rank | Percentage of Net Assessed Valuation |
| AT&T/Bellsouth Communications | Communications | \$ 314,780,954 | 1 | 0.60% | \$ 398,576,581 | 1 | 1.07% |
| Flagler Development Lands Company | Real Estate Mgmt/ Dev | 245,549,222 | 2 | 0.47% | 202,071,722 | 3 | 0.54% |
| Anheuser-Busch/Metal Container Corp | Manufacturing | 238,222,590 | 3 | 0.45% | 281,165,116 | 2 | 0.75% |
| Wal-Mart Properties/Stores | Retail | 221,712,281 | 4 | 0.42% | | | |
| Stone Mountain Industrial | Storage | 204,893,618 | 5 | 0.39% | | | |
| Vistakon/Johnson & Johnson Vision | Manufacturing | 202,290,337 | 6 | 0.39% | 193,267,145 | 5 | 0.52% |
| Mid America Apartment Communities | Apartment | 189,616,565 | 7 | 0.36% | | | |
| Blue Cross & Blue Shield | Insurance | 186,623,410 | 8 | 0.36% | 194,848,730 | 4 | 0.52% |
| St. Johns Town Center, LLC | Real Estate Mgmt/ Dev | 182,810,022 | 9 | 0.35% | | | |
| Florida Power and Light | Electric Utility | 155,573,101 | 10 | 0.30% | | | |
| Gate Petroleum/Maritime/Lands | Petroleum | | | | 190,316,456 | 6 | 0.51% |
| Liberty Property Limited Partnership | Real Estate Mgmt/Dev | | | | 185,188,293 | 7 | 0.50% |
| Cedar Bay Generating Co | Utilities | | | | 173,781,092 | 8 | 0.46% |
| CSX Railroad | Transportation | | | | 157,416,517 | 9 | 0.42% |
| Comcast Cable | Communications | | | | 153,027,514 | 10 | 0.41% |
| Total Taxable Assessed Value of 10 Largest Taxpayers | | 2,142,072,100 | | 4.08% | 2,129,659,166 | | 5.70% |
| Total Taxable Assessed Value of Other Taxpayers | | 50,307,385,900 | | 95.92% | 35,244,949,834 | | 94.30% |
| Total Taxable Assessed Value of All Taxpayers | | \$ 52,449,458,000 | | 100.00% | \$ 37,374,609,000 | | 100.00% |

Source: City of Jacksonville Property Appraiser's Office

**DUVAL COUNTY PUBLIC SCHOOLS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

| Fiscal Year Ending | General Fund | Debt Service Funds | Capital Projects Funds | Total Levy | Total Tax Collections | Percent of Total Tax Collections to Tax Levy |
|---------------------------|---------------------|---------------------------|-------------------------------|-------------------|------------------------------|---|
| June 30, 2013 | \$ 321,637,514 | \$ - | \$ 79,091,192 | \$ 400,728,706 | \$ 381,127,939 | 95.11% |
| June 30, 2012 | 321,968,883 | - | 79,787,432 | 401,756,315 | 395,164,080 | 98.36% |
| June 30, 2011 | 375,218,656 | - | 88,717,684 | 463,936,340 | 440,310,330 | 94.91% |
| June 30, 2010 | 378,509,775 | - | 93,351,638 | 471,861,413 | 455,954,529 | 96.63% |
| June 30, 2009 | 378,136,259 | - | 113,876,863 | 492,013,122 | 474,619,958 | 96.46% |
| June 30, 2008 | 344,288,380 | 9,276,864 | 122,872,370 | 476,437,614 | 457,974,798 | 96.12% |
| June 30, 2007 | 300,292,206 | 18,017,532 | 105,365,686 | 423,675,424 | 405,916,970 | 95.81% |
| June 30, 2006 | 275,227,744 | 19,298,947 | 91,681,460 | 386,208,151 | 382,163,676 | 98.95% |
| June 30, 2005 | 247,645,384 | 19,227,884 | 81,301,833 | 348,175,101 | 333,761,390 | 95.86% |
| June 30, 2004 | 246,188,416 | 19,235,823 | 75,286,977 | 340,711,216 | 326,803,879 | 95.92% |

| Fiscal Year Ending | Total Tax Levy | Collected to End of Tax Year | | Subsequent (Delinquent) Collections | Collected in Fiscal Year | |
|---------------------------|-----------------------|-------------------------------------|------------------------|--|---------------------------------|------------------------|
| | | Current Tax Collections (a) | Percent of Levy | | Total Collections (a) | Percent of Levy |
| June 30, 2013 | \$ 400,728,706 | \$ 378,529,076 | 94.46% | \$ 2,598,863 | \$ 381,127,939 | 95.11% |
| June 30, 2012 | 401,756,315 | 393,084,820 | 97.84% | 2,079,260 | 395,164,080 | 98.36% |
| June 30, 2011 | 463,936,340 | 437,617,261 | 94.33% | 2,693,069 | 440,310,330 | 94.91% |
| June 30, 2010 | 471,861,413 | 451,982,558 | 95.79% | 3,971,971 | 455,954,529 | 96.63% |
| June 30, 2009 | 492,013,122 | 470,423,204 | 95.61% | 4,196,754 | 474,619,958 | 96.46% |
| June 30, 2008 | 476,437,614 | 454,119,230 | 95.32% | 3,855,568 | 457,974,798 | 96.12% |
| June 30, 2007 | 423,675,424 | 404,115,217 | 95.38% | 1,801,753 | 405,916,970 | 95.81% |
| June 30, 2006 | 386,208,151 | 380,220,096 | 98.45% | 1,943,580 | 382,163,676 | 98.95% |
| June 30, 2005 | 348,175,101 | 333,132,819 | 95.68% | 628,571 | 333,761,390 | 95.86% |
| June 30, 2004 | 340,711,216 | N/A | N/A | N/A | 326,803,879 | 95.92% |

(a) Net of allowable discounts

(N/A) Information not available prior to 2005

Note: Property taxes become due and payable on November 1st of each year. A four percent (4%) discount is allowed if taxes are paid in November, with the discounts declining by one percent (1%) each month thereafter. Accordingly, tax collected will never be 100% of the tax levy. Taxes become delinquent of April 1st of each year and tax certificates for the full amount of any unpaid taxes and assessments must be sold not later than June 1st of each year. Accordingly, the majority of taxes are collected in the fiscal year levied.

Source: District Records - Governmental Funds' Trial Balance

**DUVAL COUNTY PUBLIC SCHOOLS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

| Governmental Activities (a) | | | | | | | | | | |
|-----------------------------|--------------------------------|--------------------------|---|--|-------------------------------------|-----------|-------------------|-----------------------------|---|-------------------|
| Fiscal Year Ending | General Obligation Bonds | State School Bonds | Certificates of Participation (b) | Qualified Academy Zone Bonds (b) | Qualified School Construction | | Capital Leases | Total Primary Government | Percentage of Personal Income (c) | Per Capita (c) |
| | | | | | Bonds (b) | Bonds (b) | | | | |
| June 30, 2013 | \$ - | \$ 13,400,000 | \$ 262,930,000 | \$ 35,682,000 | \$ 55,019,000 | - | - | \$ 367,031,000 | 1.058% | \$ 418.95 |
| June 30, 2012 | - | 16,345,000 | 268,580,000 | 6,682,000 | 56,804,000 | - | - | 348,411,000 | 1.033% | 402.38 |
| June 30, 2011 | - | 19,155,000 | 273,990,000 | 6,682,000 | 58,589,000 | - | - | 358,416,000 | 1.074% | 414.54 |
| June 30, 2010 | - | 21,850,000 | 253,620,000 | 6,682,000 | 27,220,000 | - | - | 309,372,000 | 0.919% | 343.92 |
| June 30, 2009 | - | 24,485,000 | 216,240,000 | 6,682,000 | - | - | - | 247,407,000 | 0.802% | 272.96 |
| June 30, 2008 | 8,300,000 | 26,935,000 | 256,330,000 | 6,682,000 | - | - | - | 298,247,000 | 1.101% | 353.24 |
| June 30, 2007 | 25,310,000 | 29,340,000 | 113,300,000 | 6,682,000 | - | - | - | 174,632,000 | 0.601% | 194.56 |
| June 30, 2006 | 41,325,000 | 33,165,000 | 115,735,000 | 6,682,000 | - | - | - | 196,907,000 | 0.711% | 220.95 |
| June 30, 2005 | 56,410,000 | 35,325,000 | 118,070,000 | 5,667,000 | - | - | - | 215,472,000 | 0.817% | 250.74 |
| June 30, 2004 | 70,645,000 | 37,380,000 | 46,395,000 | 5,667,000 | - | 1,650,623 | - | 161,737,623 | 0.652% | 193.23 |

Source:

(a) District Records - Notes to the Basic Financial Statements

(b) Premiums and discounts are excluded.

(c) Total Primary Government Debt divided by Personal Income and Population from Statistical Table "Demographics and Economic Statistics".

DUVAL COUNTY PUBLIC SCHOOLS
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

| Fiscal Year Ending | Population (1) | Pupils (2) | Assessed Value (3) | Gross General Obligation Bonded Debt (4) | Less Respective Debt Service Funds | Net General Obligation Bonded Debt | Ratio to Assessed Value | Net Bonded Debt Per Capita | Net Bonded Debt Per Pupil |
|-------------------------------|---------------------------|-------------------|---------------------------|---|---|---|--|---|--|
| June 30, 2013 | 876,075 | 126,763 | \$ 52,449,458,000 | \$ - | \$ - | \$ - | 0.00% | \$ - | \$ - |
| June 30, 2012 | 869,729 | 126,078 | 54,829,339,000 | - | - | - | 0.00% | - | - |
| June 30, 2011 | 864,601 | 125,176 | 58,831,009,000 | - | - | - | 0.00% | - | - |
| June 30, 2010 | 899,535 | 124,044 | 62,234,425,000 | - | - | - | 0.00% | - | - |
| June 30, 2009 | 906,372 | 123,716 | 65,072,493,000 | - | - | - | 0.00% | - | - |
| June 30, 2008 | 906,587 | 124,834 | 61,209,694,000 | 8,300,000 | 9,817,818 | (1,517,818) | 0.00% | (2) | (12) |
| June 30, 2007 | 897,597 | 126,030 | 51,951,142,000 | 25,310,000 | 18,632,581 | 6,677,419 | 0.01% | 7 | 53 |
| June 30, 2006 | 891,192 | 127,218 | 45,852,669,000 | 41,325,000 | 18,971,081 | 22,353,919 | 0.05% | 25 | 176 |
| June 30, 2005 | 859,361 | 127,748 | 40,267,179,000 | 56,410,000 | 17,541,848 | 38,868,152 | 0.10% | 45 | 304 |
| June 30, 2004 | 837,037 | 127,482 | 37,374,609,000 | 70,645,000 | 16,833,075 | 53,811,925 | 0.14% | 64 | 422 |

- (1) Population estimates for Duval County from the Florida Legislature, Office of Economic and Demographic Research, as revised after the 2000 census analysis. General obligation bonded debt applies to all of Duval County.
- (2) Student enrollment figures provided by Duval County Public Schools
- (3) Assessed values are the final adjusted appraisals as reported by the Duval County Property Appraiser.
- (4) Gross general obligation bonded debt represents bonds payable from ad valorem taxes only.

**DUVAL COUNTY PUBLIC SCHOOLS
 ANTICIPATED CAPITAL OUTLAY MILLAGE LEVY
 REQUIRED TO COVER
 CERTIFICATES OF PARTICIPATION PAYMENTS
 LAST TEN FISCAL YEARS
 (amounts expressed in thousands)
 (Unaudited)**

| Fiscal Year Ending | Assessed Taxable Valuation (in thousands) | Minimum Annual Lease Payment | Millage Levy to Provide 1.00x Coverage (1) |
|-------------------------------|--|---|---|
| June 30, 2013 | \$ 52,449,458 | \$ 21,016,072 | 0.417 mills |
| June 30, 2012 | 54,829,339 | 21,051,569 | 0.404 mills |
| June 30, 2011 | 58,831,009 | 21,090,714 | 0.377 mills |
| June 30, 2010 | 62,234,425 | 19,749,226 | 0.334 mills |
| June 30, 2009 | 65,072,493 | 16,877,625 | 0.273 mills |
| June 30, 2008 | 61,209,694 | 8,023,475 | 0.138 mills |
| June 30, 2007 | 51,951,142 | 5,700,326 | 0.115 mills |
| June 30, 2006 | 45,852,669 | 4,843,886 | 0.111 mills |
| June 30, 2005 | 40,267,179 | 4,387,694 | 0.115 mills |
| June 30, 2004 | 37,374,609 | 4,387,301 | 0.124 mills |

(1) This number calculated using 96 percent of the assessed taxable valuation.

Source: City and District Records

This page intentionally left blank

DUVAL COUNTY PUBLIC SCHOOLS
COMPUTATION OF LEGAL DEBT MARGIN ON BONDED DEBT
LAST TEN FISCAL YEARS
(Unaudited)

| | Fiscal Year Ending | | | |
|---|--------------------|-------------------|-------------------|-------------------|
| | June 30, 2013 | June 30, 2012 | June 30, 2011 | June 30, 2010 |
| Assessed Value (1) | \$ 52,449,458,000 | \$ 54,829,339,000 | \$ 58,831,009,000 | \$ 62,234,425,000 |
| Debt Limit - 10 % of Net Assessed Taxable Property Value | \$ 5,244,945,800 | \$ 5,482,933,900 | \$ 5,883,100,900 | \$ 6,223,442,500 |
| Debt Applicable to Limit: | | | | |
| Bonds Payable | \$ - | \$ - | \$ - | \$ - |
| Less: Amount available for Debt Service | - | - | - | - |
| Debt Applicable to Debt Limit | \$ - | \$ - | \$ - | \$ - |
| Legal Debt Margin | \$ 5,244,945,800 | \$ 5,482,933,900 | \$ 5,883,100,900 | \$ 6,223,442,500 |
| Applicable Debt as a Percentage of Debt Limit | 0.00% | 0.00% | 0.00% | 0.00% |

(1) Assessed values are the final adjusted appraisals as reported by the Duval County Property Appraiser.

Note: This schedule was previously presented as a requirement of Rule 6A-1.037(2) State Board of Education, Florida Administration Code, which established a legal debt limit of 10 percent of the assessed valuation of the District. Rule 6A-1.037(2) was repealed in March 2006, however, management believes this information may still be of value to users.

Fiscal Year Ending

| <u>June 30, 2009</u> | <u>June 30, 2008</u> | <u>June 30, 2007</u> | <u>June 30, 2006</u> | <u>June 30, 2005</u> | <u>June 30, 2004</u> |
|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| <u>\$ 65,072,493,000</u> | <u>\$ 61,209,694,000</u> | <u>\$ 51,951,142,000</u> | <u>\$ 45,852,669,000</u> | <u>\$ 40,267,179,000</u> | <u>\$ 37,374,609,000</u> |
| <u>\$ 6,507,249,300</u> | <u>\$ 6,120,969,400</u> | <u>\$ 5,195,114,200</u> | <u>\$ 4,585,266,900</u> | <u>\$ 4,026,717,900</u> | <u>\$ 3,737,460,900</u> |
| <u>\$ -</u> | <u>\$ 8,300,000</u> | <u>\$ 25,310,000</u> | <u>\$ 41,325,000</u> | <u>\$ 56,410,000</u> | <u>\$ 70,645,000</u> |
| <u>-</u> | <u>(9,817,818)</u> | <u>(18,632,581)</u> | <u>(18,971,081)</u> | <u>(17,541,848)</u> | <u>(16,833,075)</u> |
| <u>\$ -</u> | <u>\$ (1,517,818)</u> | <u>\$ 6,677,419</u> | <u>\$ 22,353,919</u> | <u>\$ 38,868,152</u> | <u>\$ 53,811,925</u> |
| <u>\$ 6,507,249,300</u> | <u>\$ 6,122,487,218</u> | <u>\$ 5,188,436,781</u> | <u>\$ 4,562,912,981</u> | <u>\$ 3,987,849,748</u> | <u>\$ 3,683,648,975</u> |
| <u>0.00%</u> | <u>0.00%</u> | <u>0.13%</u> | <u>0.49%</u> | <u>0.97%</u> | <u>1.46%</u> |

**DUVAL COUNTY PUBLIC SCHOOLS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)**

| Fiscal Year Ending | Population (1) | Personal Income (amts in thousands) (1) | Per Capita Personal Income (1) | Median Age (1) | School Enrollment (2) | Cost Per Student | Unemployment Rate (1) |
|-------------------------------|-----------------------|--|---|---------------------------|----------------------------------|-----------------------------|----------------------------------|
| June 30, 2013 | 876,075 | \$ 34,704,611 | \$ 39,614 | 35.8 | 126,763 | \$ 8,820 | 7.4% |
| June 30, 2012 | 869,729 | 33,872,506 | 38,946 | 35.8 | 126,078 | 8,841 | 10.6% |
| June 30, 2011 | 864,601 | 33,370,358 | 38,596 | 35.8 | 125,176 | 9,405 | 11.7% |
| June 30, 2010 | 899,535 | 33,675,423 | 37,436 | 35.8 | 124,044 | 9,423 | 10.6% |
| June 30, 2009 | 906,372 | 32,575,928 | 35,941 | 35.5 | 123,716 | 9,433 | 10.6% |
| June 30, 2008 | 906,372 | 30,844,161 | 34,030 | 34.1 | 124,834 | 9,217 | 4.1% |
| June 30, 2007 | 897,597 | 29,074,347 | 32,391 | 35.5 | 126,030 | 8,781 | 3.0% |
| June 30, 2006 | 891,192 | 27,689,855 | 31,071 | 35.4 | 127,218 | 7,991 | 4.2% |
| June 30, 2005 | 859,361 | 26,371,290 | 30,687 | 35.0 | 127,748 | 7,336 | 5.2% |
| June 30, 2004 | 837,037 | 24,788,824 | 29,615 | 34.6 | 127,482 | 6,944 | 5.5% |

Sources:

- (1) The Florida Legislature's Office of Economic and Demographic Research
- (2) District Records - Budget Department's Full Time Equivalency Report

**DUVAL COUNTY PUBLIC SCHOOLS
FULL-TIME DISTRICT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)**

| Fiscal Year Ending | (1) Instructional | (2) Administrative | (3) Support Services | Total | Students | Ratio Students to Instructional Personnel | Ratio of Instructional Personnel to School Administrators |
|-------------------------------|------------------------------|-------------------------------|-------------------------------------|--------------|-----------------|--|--|
| June 30, 2013 | 8,138 | 659 | 2,892 | 11,689 | 126,763 | 15.58 | 12.35 |
| June 30, 2012 | 7,756 | 717 | 2,915 | 11,388 | 126,078 | 16.26 | 10.82 |
| June 30, 2011 | 9,386 | 719 | 2,023 | 12,128 | 125,176 | 13.34 | 13.05 |
| June 30, 2010 | 9,487 | 686 | 2,092 | 12,265 | 124,044 | 13.08 | 13.83 |
| June 30, 2009 | 9,459 | 683 | 2,127 | 12,269 | 123,716 | 13.08 | 13.85 |
| June 30, 2008 | 9,901 | 701 | 2,221 | 12,823 | 124,834 | 12.61 | 14.12 |
| June 30, 2007 | 10,200 | 652 | 2,269 | 13,121 | 126,030 | 12.36 | 15.64 |
| June 30, 2006 | 8,920 | 649 | 3,745 | 13,314 | 127,218 | 14.26 | 13.74 |
| June 30, 2005 | 8,645 | 609 | 3,665 | 12,919 | 127,748 | 14.78 | 14.20 |
| June 30, 2004 | 8,044 | 571 | 3,746 | 12,361 | 127,482 | 15.85 | 14.09 |

- (1) Classroom teachers, Guidance/Psychologists, Exceptional Education Teachers, Media Specialists, Other Professional Instructional Staff
- (2) Principals, Assistant Principals, Deans, Superintendent, Asst./Area Superintendents, Directors/Managers/Coordinators
- (3) Bus Drivers/Attendants, Cafeteria, Custodial, Executive/Administrative/Professional, Clerical, Crafts and Services

Source: Duval County Public Schools - Human Resource Services (Employees) & Budget Services (Students)

**DUVAL COUNTY PUBLIC SCHOOLS
PRINCIPAL EMPLOYERS
JACKSONVILLE METROPOLITAN STATISTICAL AREA (MSA)
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

| Employer | Fiscal Year Ending | | | |
|---------------------------------|---------------------------|-------------|----------------------|-------------|
| | June 30, 2013 | | June 30, 2004 | |
| | Employees | Rank | Employees | Rank |
| Naval Air Station, Jacksonville | 25,240 | 1 | 19,537 | 1 |
| Duval County Public Schools (1) | 12,971 | 2 | 14,647 | 3 |
| Mayport Naval Station | 9,000 | 3 | 14,442 | 4 |
| City of Jacksonville | 8,820 | 4 | 6,761 | 8 |
| Baptist Health Systems | 8,270 | 5 | | |
| Bank of America Merrill Lynch | 8,000 | 6 | 5,500 | 10 |
| Florida Blue | 6,500 | 7 | 9,000 | 5 |
| Citi | 5,000 | 8 | | |
| Mayo Clinic | 4,970 | 9 | | |
| JP Morgan Chase | 4,200 | 10 | | |
| Winn Dixie Stores, Inc. | | | 16,000 | 2 |
| State of Florida | | | 7,056 | 6 |
| Publix Supermarkets, Inc. | | | 7,000 | 7 |
| Walmart | | | 5,800 | 9 |

(1) Includes full and part-time employees

Source: City of Jacksonville and Chamber of Commerce Records

DUVAL COUNTY PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

| Place in Service | Square Footage | Portables | Full-Time Equivalent Enrollment Data | | | | | | | | | |
|-----------------------|----------------|-----------|--------------------------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| | | | 2012-13 | 2011-12 | 2010-11 | 2009-10 | 2008-09 | 2007-08 | 2006-07 | 2005-06 | 2004-05 | 2003-04 |
| Stonewall Jackson | 35,311 | - | 279,54 | 291,35 | 271,56 | 304,50 | 322,34 | 279,31 | 317,06 | 334,56 | 340,68 | 329,05 |
| Jacksonville Beach | 74,744 | - | 613,12 | 630,19 | 614,14 | 619,58 | 624,00 | 616,58 | 612,70 | 619,18 | 621,14 | 619,64 |
| Jacksonville Heights | 84,374 | 7 | 774,65 | 848,25 | 851,17 | 888,28 | 882,72 | 959,36 | 891,63 | 886,56 | 873,45 | 839,58 |
| Thomas Jefferson | 56,144 | 5 | 561,40 | 555,86 | 533,65 | 540,76 | 518,98 | 533,88 | 598,36 | 577,10 | 561,18 | 510,97 |
| John C. Stockton | 47,822 | 8 | 521,11 | 546,24 | 530,62 | 494,91 | 551,55 | 563,37 | 554,37 | 499,86 | 493,97 | 488,75 |
| Mamie Agnes Jones | 49,299 | - | 405,36 | 406,73 | 385,84 | 391,48 | 369,15 | 333,24 | 378,18 | 356,20 | 391,81 | 402,31 |
| Justina Road | 46,265 | 1 | 273,07 | 245,84 | 260,05 | 301,84 | 304,55 | 317,80 | 340,02 | 326,28 | 346,76 | 373,39 |
| Kernan Trail | 87,462 | 1 | 630,10 | 617,48 | 818,13 | 808,58 | 797,18 | 774,08 | 745,58 | 786,73 | 788,91 | 764,73 |
| Marrin Luther King | 62,459 | 2 | 412,11 | 431,64 | 402,52 | 398,54 | 440,50 | 532,50 | 485,58 | 543,00 | 622,02 | 651,69 |
| Kings Trail | 49,209 | 4 | 485,86 | 461,24 | 454,51 | 432,29 | 385,45 | 379,64 | 476,74 | 493,97 | 453,13 | 479,64 |
| Henry F. Kite | 75,262 | - | 440,04 | 454,40 | 465,91 | 457,46 | 403,08 | 386,56 | 461,26 | 477,17 | 381,69 | 401,05 |
| Lake Forest | 38,060 | 1 | 309,26 | 340,26 | 379,34 | 347,02 | 332,02 | 402,05 | 413,83 | 353,66 | 381,69 | 488,45 |
| Lake Lucina | 54,971 | 4 | 335,99 | 340,66 | 392,02 | 398,30 | 458,40 | 493,92 | 503,08 | 507,83 | 509,91 | 515,81 |
| Smart Pope Livingston | 109,525 | - | 449,58 | 420,08 | 379,08 | 437,00 | 528,16 | 571,58 | 571,58 | 532,50 | 563,56 | 594,89 |
| Lone Star | 66,025 | 5 | 675,97 | 693,90 | 681,23 | 726,99 | 796,93 | 771,68 | 780,93 | 767,23 | 819,35 | 795,86 |
| Long Branch | 46,282 | - | 247,52 | 206,58 | 174,42 | 213,72 | 209,50 | 271,50 | 293,04 | 289,00 | 277,50 | 302,06 |
| Loretto | 104,114 | 13 | 1,109,50 | 1,166,54 | 1,158,25 | 1,195,84 | 1,201,44 | 1,235,23 | 1,209,99 | 1,209,99 | 1,273,59 | 1,253,87 |
| Love Grove | 71,565 | - | 447,99 | 453,97 | 465,73 | 467,86 | 445,50 | 448,05 | 467,06 | 475,95 | 483,70 | 559,38 |
| John Love | 38,494 | - | 184,24 | 158,14 | 183,34 | 179,78 | 216,18 | 248,12 | 256,08 | 246,00 | 243,60 | 264,00 |
| Mandarin Oaks | 143,091 | - | 1,163,15 | 1,213,11 | 1,159,60 | 1,175,80 | 1,173,56 | 1,130,76 | 1,174,60 | 1,216,89 | 1,218,78 | 1,208,25 |
| Sallye B. Mathis | 66,546 | - | 345,91 | 379,73 | 369,04 | 321,38 | 323,22 | 268,57 | 286,02 | 321,46 | 293,00 | 308,50 |
| Mayport | 80,889 | - | 378,63 | 399,66 | 366,46 | 391,39 | 363,06 | 406,06 | 559,70 | 664,66 | 754,25 | 859,79 |
| Merrill Road | 72,463 | - | 642,38 | 649,94 | 618,46 | 642,41 | 546,89 | 541,04 | 581,45 | 548,93 | 574,28 | 543,58 |
| Annie R. Morgan | 52,194 | 4 | 387,25 | 368,05 | 376,39 | 381,54 | 377,81 | 388,06 | 442,45 | 412,09 | 383,10 | 365,92 |
| Neptune Beach | 117,547 | - | 846,89 | 891,14 | 927,11 | 948,14 | 955,33 | 919,89 | 976,12 | 1,008,34 | 1,001,62 | 1,023,06 |
| New Berlin | 135,148 | 8 | 1,086,51 | 1,025,48 | 1,003,17 | 982,12 | 970,24 | 888,18 | 689,28 | - | - | - |
| Normandy Village | 60,967 | 3 | 429,16 | 446,83 | 525,73 | 574,91 | 620,82 | 632,38 | 614,34 | 601,70 | 625,66 | 624,08 |
| Oak Hill | 76,214 | - | 591,01 | 561,51 | 576,25 | 620,63 | 591,84 | 480,28 | 498,34 | 498,70 | 496,58 | 485,46 |
| Oceanway | 81,801 | - | 559,50 | 611,08 | 626,18 | 634,08 | 634,08 | 659,81 | 635,71 | 732,33 | 693,99 | 661,09 |
| Ortega | 33,993 | 6 | 414,02 | 366,30 | 326,24 | 323,82 | 383,58 | 402,68 | 343,98 | 344,55 | 369,99 | 399,18 |
| Parkwood Heights | 47,944 | 3 | 394,60 | 416,60 | 456,66 | 521,26 | 529,43 | 520,82 | 519,74 | 524,86 | 531,62 | 550,11 |
| Rufus E. Payne | 55,077 | - | 345,40 | 382,32 | 402,90 | 391,30 | 380,56 | 335,50 | 388,50 | 395,02 | 388,56 | 384,46 |
| Rutledge H. Pearson | 55,537 | - | 277,32 | 275,50 | 224,26 | 262,00 | 235,00 | 231,00 | 251,50 | 258,00 | 270,62 | 268,90 |
| Pickett | 30,856 | - | 203,26 | 229,67 | 243,10 | 230,92 | 233,52 | 262,00 | 278,31 | 259,58 | 252,06 | 246,69 |
| Pine Estates | 31,949 | 3 | 311,24 | 283,00 | 306,54 | 321,51 | 309,12 | 360,13 | 318,03 | 302,89 | 334,67 | 334,67 |
| Pine Forest | 50,292 | 1 | 496,34 | 505,02 | 505,53 | 490,08 | 512,66 | 468,25 | 458,16 | 461,26 | 448,23 | 489,80 |
| Pinedale | 96,339 | - | 338,64 | 335,18 | 380,61 | 403,07 | 366,68 | 354,58 | 437,00 | 505,17 | 476,99 | 562,36 |
| Ramona Boulevard | 54,228 | 2 | 331,00 | 411,98 | 429,92 | 480,18 | 478,90 | 561,16 | 556,56 | 573,72 | 476,12 | 462,36 |
| Reynolds Lane | 76,109 | - | 292,00 | 310,03 | 302,78 | 275,60 | 357,50 | 365,62 | 400,45 | 364,42 | 377,49 | 319,08 |
| Andrew Robinson | 124,289 | - | 719,08 | 715,61 | 782,41 | 743,56 | 778,54 | 859,02 | 817,84 | 616,00 | 507,40 | 617,85 |
| Sabal Palm | 144,731 | 2 | 1,022,25 | 1,042,83 | 1,197,23 | 1,276,00 | 1,326,75 | 1,289,14 | 1,264,68 | 1,314,44 | 1,320,61 | 1,291,95 |
| San Jose | 74,963 | 11 | 818,97 | 776,10 | 774,49 | 738,02 | 691,13 | 702,68 | 734,37 | 716,60 | 649,04 | 772,50 |
| San Mateo | 53,657 | 10 | 748,67 | 742,40 | 728,81 | 714,69 | 732,59 | 717,20 | 639,94 | 684,35 | 700,38 | 675,14 |

(continued)

DUVAL COUNTY PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

| Place in Service | Square Footage | Portables | Full-Time Equivalent Enrollment Data | | | | | | | | | |
|-------------------|----------------|-----------|--------------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | | | 2012-13 | 2011-12 | 2010-11 | 2009-10 | 2008-09 | 2007-08 | 2006-07 | 2005-06 | 2004-05 | 2003-04 |
| San Pablo | 61,382 | 2 | 531.52 | 501.26 | 475.20 | 446.74 | 468.62 | 478.65 | 500.41 | 480.18 | 469.64 | 497.70 |
| Seabreeze | 648,950 | 6 | 623.58 | 645.88 | 618.13 | 578.16 | 545.17 | 538.25 | 541.07 | 563.48 | 557.23 | 531.32 |
| Louis Sheffield | 64,799 | 16 | 841.16 | 837.20 | 850.76 | 840.21 | 796.99 | 765.30 | 720.83 | 1,020.87 | 899.02 | 770.62 |
| Southside Estates | 75,295 | - | 492.67 | 438.02 | 478.62 | 514.92 | 511.24 | 534.14 | 612.04 | 643.66 | 647.87 | 595.94 |
| Spring Park | 50,976 | - | 368.28 | 307.30 | 277.26 | 262.17 | 251.19 | 260.82 | 312.99 | 365.81 | 384.04 | 365.08 |
| Sadie Tillis | 61,199 | - | 611.52 | 535.00 | 532.14 | 587.58 | 473.50 | 484.90 | 477.68 | 454.31 | 432.85 | 404.83 |
| Timucuan | 71,737 | 9 | 564.57 | 621.82 | 649.89 | 590.32 | 648.18 | 675.94 | 717.27 | 735.74 | 695.91 | 637.38 |
| Susie Tolbert | 58,707 | - | 322.00 | 366.00 | 356.00 | 392.00 | 404.50 | 393.02 | 402.04 | 588.50 | 576.00 | 576.00 |
| Twin Lakes | 133,649 | 10 | 1,015.97 | 1,177.64 | 1,306.84 | 1,216.04 | 1,172.23 | 1,124.26 | 1,092.60 | 1,061.16 | 1,212.56 | 1,266.25 |
| Ruth N. Upson | 53,884 | - | 405.17 | 401.04 | 355.92 | 334.88 | 341.02 | 319.52 | 374.75 | 393.19 | 432.32 | 431.44 |
| Venetia | 46,434 | 2 | 383.97 | 421.33 | 402.43 | 408.26 | 347.00 | 349.81 | 335.91 | 402.09 | 426.99 | 417.67 |
| Waterleaf 2011 | 99,811 | - | 634.62 | 550.32 | - | - | - | - | - | - | - | - |
| West Jacksonville | 44,610 | 1 | 211.50 | 227.56 | 234.14 | 225.50 | 233.51 | 241.10 | 237.00 | 300.08 | 310.16 | 370.64 |
| West Riverside | 37,092 | - | 330.11 | 340.86 | 322.68 | 354.55 | 322.13 | 336.04 | 399.21 | 387.80 | 396.39 | 333.49 |
| Whitehouse | 70,704 | 5 | 450.62 | 442.08 | 507.25 | 539.77 | 573.40 | 570.19 | 798.75 | 746.44 | 690.73 | 637.30 |
| Windy Hill | 64,440 | 9 | 602.74 | 535.11 | 572.28 | 577.46 | 594.66 | 623.96 | 649.66 | 689.28 | 711.16 | 709.83 |
| Woodland Acres | 58,567 | - | 632.27 | 603.48 | 531.54 | 565.40 | 615.12 | 554.63 | 512.52 | 581.11 | 575.00 | 650.38 |
| Carter G. Woodson | 58,365 | 4 | 507.18 | 432.00 | 440.00 | 429.50 | 428.00 | 424.56 | 487.02 | 528.88 | 512.98 | 529.20 |
| North Shore | 154,113 | - | 592.11 | 525.61 | 931.35 | 979.98 | 992.06 | 354.54 | 378.04 | 403.50 | 386.86 | 425.04 |
| Total Elementary | | | 57,026.39 | 57,321.32 | 58,145.17 | 58,961.30 | 59,485.64 | 58,848.14 | 59,595.70 | 59,669.66 | 59,280.60 | 59,073.66 |

Kindergarten - Grade 8 Schools

| | | | | | | | | | | | | |
|--------------------------------------|---------|---|----------|----------|----------|----------|--------|--------|--------|--------|--------|--------|
| John E. Ford | 114,060 | - | 711.14 | 696.78 | 727.64 | 759.80 | 782.79 | 811.93 | 838.24 | 925.47 | 640.66 | 635.70 |
| Westview | 166,199 | - | 1,172.52 | 1,187.16 | 1,008.98 | 829.62 | - | - | - | - | - | - |
| Total Kindergarten - Grade 8 Schools | | | 1,883.66 | 1,883.94 | 1,736.62 | 1,589.42 | 782.79 | 811.93 | 838.24 | 925.47 | 640.66 | 635.70 |

Middle Schools

| | | | | | | | | | | | | |
|----------------------|---------|----|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Arlington | 156,309 | - | 794.50 | 820.39 | 835.50 | 854.25 | 875.50 | 850.50 | 911.59 | 820.00 | 895.50 | 1,007.17 |
| Eugene J. Butler | 162,395 | - | 722.00 | 686.50 | 331.00 | 337.50 | 339.00 | 388.50 | 499.02 | 564.50 | 542.00 | 537.50 |
| Jefferson Davis | 118,043 | 4 | 1,144.50 | 1,177.00 | 1,233.50 | 1,276.02 | 1,417.96 | 1,505.10 | 1,522.25 | 1,491.01 | 1,559.21 | 1,502.00 |
| Alfred I. duPont | 141,510 | 2 | 818.54 | 847.00 | 881.00 | 860.54 | 862.92 | 881.50 | 953.51 | 1,055.51 | 1,143.50 | 1,125.52 |
| Duncan U. Fletcher | 151,113 | - | 1,150.00 | 1,147.50 | 1,186.01 | 1,202.53 | 1,277.50 | 1,312.00 | 1,302.00 | 1,384.76 | 1,400.50 | 1,433.50 |
| Ft. Caroline | 101,957 | 4 | 742.50 | 751.50 | 819.50 | 904.01 | 874.50 | 813.00 | 863.55 | 980.50 | 1,097.50 | 1,068.30 |
| Matthew Gilbert | 123,099 | - | 535.50 | 529.00 | 535.50 | 547.00 | 568.01 | 615.00 | 616.46 | 622.54 | 627.00 | 692.00 |
| Highlands | 146,689 | 7 | 893.52 | 854.54 | 896.03 | 883.88 | 961.00 | 1,181.71 | 1,119.96 | 995.78 | 995.78 | 1,539.26 |
| James Weldon Johnson | 138,235 | - | 1,076.00 | 1,076.50 | 1,043.50 | 1,050.50 | 1,102.00 | 1,086.50 | 1,105.00 | 1,101.00 | 1,137.50 | 1,212.50 |
| Kernan | 169,696 | - | 1,247.24 | 1,285.52 | 1,301.50 | 1,232.16 | 1,154.65 | 1,167.46 | 1,210.78 | 1,248.42 | 1,349.50 | 1,292.82 |
| Kirby-Smith | 199,726 | - | 936.00 | 893.00 | 878.52 | 960.50 | 957.00 | 972.50 | 968.50 | 971.00 | 934.00 | 979.50 |
| Lake Shore | 129,479 | 18 | 1,211.50 | 1,252.94 | 1,169.50 | 1,166.00 | 1,094.00 | 977.30 | 1,057.46 | 1,154.50 | 1,179.47 | 1,276.42 |

(continued)

DUVAL COUNTY PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

| Place in Service | Square Footage | Portables | Full-Time Equivalent Enrollment Data | | | | | | | | | |
|--|----------------|-----------|--------------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | | | 2012-13 | 2011-12 | 2010-11 | 2009-10 | 2008-09 | 2007-08 | 2006-07 | 2005-06 | 2004-05 | 2003-04 |
| Landmark | 234,514 | - | 1,279.92 | 1,353.92 | 1,378.00 | 1,249.00 | 1,232.00 | 1,235.30 | 1,339.09 | 1,571.59 | 1,613.50 | 1,597.56 |
| Julia E. Landon | 111,430 | - | 714.28 | 728.00 | 722.00 | 664.48 | 549.40 | 531.50 | 559.39 | 589.88 | 791.64 | 883.12 |
| Lavilla School of the Arts | 118,017 | - | 1,096.00 | 1,089.50 | 1,092.00 | 1,115.44 | 1,103.32 | 1,103.50 | 1,060.50 | 1,078.50 | 1,067.72 | 1,057.81 |
| Mandarin | 225,034 | - | 1,448.10 | 1,499.08 | 1,612.96 | 1,596.33 | 1,619.90 | 1,570.80 | 1,576.99 | 1,637.00 | 1,708.84 | 1,710.61 |
| Mayport | 142,154 | - | 829.51 | 825.53 | 758.00 | 719.02 | 695.00 | 667.26 | 730.40 | 802.00 | 895.30 | 921.94 |
| Northwestern | 108,795 | - | 502.00 | 539.50 | 437.00 | 430.50 | 474.00 | 568.00 | 758.95 | 777.24 | 899.50 | 979.00 |
| Oceanway | 139,143 | - | 1,252.01 | 1,262.03 | 1,222.95 | 1,259.50 | 1,252.49 | 1,204.00 | 1,169.51 | 1,165.50 | 1,287.50 | - |
| Jean Ribault | 115,760 | - | 643.00 | 600.51 | 574.52 | 607.00 | 611.00 | 600.00 | 680.00 | 654.27 | 636.32 | 740.00 |
| Southside | 133,330 | 10 | 906.50 | 909.96 | 970.04 | 1,006.02 | 1,147.50 | 992.96 | 1,010.58 | 1,086.51 | 1,116.02 | 1,135.50 |
| Joseph Stihwell | 113,053 | 12 | 993.46 | 1,141.20 | 1,028.96 | 1,031.44 | 1,113.46 | 1,199.48 | 1,207.00 | 1,270.79 | 1,449.01 | 1,250.08 |
| JEB Stuart | 124,383 | - | 843.00 | 880.69 | 792.00 | 767.50 | 840.13 | 929.41 | 1,041.80 | 1,127.50 | 1,109.63 | 1,109.00 |
| Twin Lakes | 201,473 | - | 1,387.52 | 1,486.81 | 1,511.51 | 1,388.51 | 1,269.50 | 1,270.00 | 1,363.60 | 1,479.33 | 1,719.50 | 1,603.00 |
| Total Middle Schools | | | 23,167.10 | 23,638.12 | 23,211.00 | 23,109.63 | 23,393.74 | 23,609.57 | 24,689.64 | 25,753.81 | 27,175.94 | 26,654.11 |
| Middle/Senior - Grade 6-12 | | | | | | | | | | | | |
| Darnell-Cookman | 149,181 | 8 | 1,191.43 | 1,099.27 | 1,056.52 | 1,099.50 | 1,110.42 | 1,126.00 | 1,093.51 | 1,138.50 | 1,239.00 | 1,234.50 |
| Baldwin Middle/Senior | 113,942 | 7 | 1,103.73 | 1,125.69 | 1,116.01 | 1,134.57 | 1,154.80 | 1,182.65 | 1,042.59 | 1,031.86 | 926.47 | 917.00 |
| Total Middle/Senior Schools | | | 2,295.16 | 2,224.96 | 2,172.53 | 2,234.07 | 2,265.22 | 2,308.65 | 2,136.10 | 2,170.36 | 2,165.47 | 2,151.50 |
| High Schools | | | | | | | | | | | | |
| Atlantic Coast | 302,640 | - | 2,040.72 | 2,009.83 | 1,315.57 | - | - | - | - | - | - | - |
| Douglas Anderson School of the Arts | 141,550 | 13 | 1,179.02 | 1,138.24 | 1,158.33 | 1,192.48 | 1,133.93 | 1,024.56 | 1,047.14 | 1,028.36 | 1,051.52 | 1,024.14 |
| Englewood | 220,580 | 1 | 1,778.34 | 1,733.48 | 1,832.23 | 1,758.81 | 1,722.60 | 1,884.14 | 1,940.52 | 2,003.92 | 2,026.35 | 1,843.06 |
| First Coast | 327,516 | 7 | 2,254.23 | 2,095.26 | 2,090.80 | 2,006.94 | 2,156.83 | 2,380.14 | 2,162.96 | 2,149.61 | 2,010.42 | 1,920.01 |
| Duncan U. Fletcher | 202,575 | 9 | 2,160.90 | 2,200.02 | 2,203.53 | 2,283.98 | 2,296.55 | 2,430.82 | 2,536.24 | 2,519.90 | 2,358.70 | 2,317.87 |
| Nathan B. Forrest | 190,831 | 16 | 1,266.19 | 1,165.31 | 1,287.32 | 1,601.63 | 1,727.48 | 1,693.61 | 1,650.77 | 1,650.77 | 1,611.25 | 1,530.23 |
| Andrew Jackson | 161,314 | 6 | 798.00 | 806.52 | 1,000.79 | 1,087.32 | 1,195.44 | 1,505.03 | 1,585.79 | 1,582.66 | 1,467.51 | 1,479.82 |
| Robert E. Lee | 218,101 | - | 1,785.58 | 1,677.74 | 1,739.21 | 1,796.48 | 1,791.66 | 1,822.37 | 1,870.52 | 1,837.81 | 1,910.82 | 1,810.62 |
| Mandarin | 331,565 | 20 | 2,600.22 | 2,759.35 | 2,763.16 | 2,937.20 | 2,892.63 | 2,846.34 | 2,822.34 | 2,843.71 | 2,843.94 | 2,753.07 |
| Terry Parker | 206,890 | 11 | 1,558.35 | 1,607.95 | 1,531.65 | 1,672.30 | 1,736.89 | 1,819.54 | 1,855.15 | 1,936.53 | 2,010.60 | 2,104.83 |
| Paxon School for Advanced Studies | 171,623 | 3 | 1,415.46 | 1,454.08 | 1,529.54 | 1,529.31 | 1,486.05 | 1,510.52 | 1,491.02 | 1,470.48 | 1,492.52 | 1,541.17 |
| Frank H. Peterson Academies of Technology | 374,611 | - | 1,052.53 | 1,011.95 | 1,151.55 | 1,180.52 | 1,157.81 | 1,170.17 | 1,224.19 | 1,225.37 | 1,234.04 | 1,234.04 |
| William Raines | 216,423 | 1 | 990.01 | 947.73 | 975.28 | 979.15 | 1,019.14 | 1,215.44 | 1,349.31 | 1,386.35 | 1,350.26 | 1,528.00 |
| A. Philip Randolph Academies of Technology | 240,629 | - | 562.53 | 649.34 | 838.56 | 895.53 | 916.03 | 947.29 | 751.35 | 681.92 | 734.99 | 884.72 |
| Jean Ribault | 210,567 | 1 | 1,076.53 | 973.17 | 995.51 | 973.34 | 1,099.22 | 924.82 | 949.33 | 998.57 | 925.87 | 1,144.42 |
| Sandalwood | 309,634 | 21 | 2,896.48 | 3,002.59 | 2,768.67 | 3,071.95 | 2,820.26 | 2,948.54 | 2,861.60 | 3,078.20 | 3,189.84 | 3,038.88 |
| Stanton College Preparatory | 156,883 | 8 | 1,528.89 | 1,572.07 | 1,605.12 | 1,538.03 | 1,480.50 | 1,440.08 | 1,433.50 | 1,490.94 | 1,512.00 | 1,512.00 |
| Edward White | 220,970 | 9 | 1,718.06 | 1,791.46 | 1,947.85 | 1,852.50 | 1,953.88 | 2,090.33 | 2,109.98 | 2,053.41 | 2,023.52 | 1,966.01 |
| Samuel W. Wolfson | 207,964 | 18 | 1,369.05 | 1,460.89 | 1,596.06 | 1,754.74 | 1,826.00 | 1,855.08 | 1,845.36 | 1,827.97 | 1,960.90 | 1,988.94 |
| Total High Schools | | | 30,031.09 | 30,146.98 | 30,330.73 | 30,112.21 | 30,167.91 | 31,542.69 | 31,529.91 | 31,766.48 | 31,673.69 | 31,633.96 |

(continued)

DUVAL COUNTY PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

| | Place in Service | Square Footage | Portables | Full-Time Equivalent Enrollment Data | | | | | | | | | |
|---------------------------------------|------------------|----------------|-----------|--------------------------------------|----------|----------|----------|----------|----------|----------|---------|---------|---------|
| | | | | 2012-13 | 2011-12 | 2010-11 | 2009-10 | 2008-09 | 2007-08 | 2006-07 | 2005-06 | 2004-05 | 2003-04 |
| Specialty Schools | | | | | | | | | | | | | |
| Alden Road Exceptional Child Center | 1973 | 49,799 | 3 | 162.50 | 177.50 | 192.50 | 205.46 | 228.66 | 224.95 | 218.69 | 214.42 | 192.48 | 192.86 |
| Grand Park Career Center | 1915 | 31,202 | 12 | 212.53 | 175.50 | 166.00 | 156.00 | 210.01 | 188.58 | 112.05 | 127.19 | 100.50 | 91.00 |
| Marine Science Center | 1927 | 13,510 | - | 43.00 | 39.00 | 37.50 | 38.00 | 42.50 | 38.20 | 34.00 | 34.50 | 34.00 | 33.50 |
| Mt. Herman Exceptional Child Center | 1964 | 75,760 | - | 139.44 | 149.95 | 147.50 | 149.50 | 150.00 | 152.00 | 150.65 | 132.00 | 141.00 | 146.00 |
| Palm Avenue Exceptional Child Center | 1970 | 41,553 | 4 | 137.00 | 139.00 | 136.82 | 155.91 | 154.47 | 159.00 | 160.50 | 153.00 | 153.00 | 172.00 |
| Mattie V. Rutherford Alternative | 1898 | 40,118 | 3 | 108.50 | 104.00 | 124.00 | 113.50 | 158.50 | 176.50 | 156.23 | 226.04 | 168.00 | 160.00 |
| Total Specialty Schools | | | | 802.97 | 784.95 | 804.32 | 818.37 | 944.14 | 939.23 | 832.12 | 887.15 | 788.98 | 795.36 |
| Charter Schools | | | | | | | | | | | | | |
| Baymeadows Charter High | (a) | (a) | N/A | 197.50 | 53.84 | - | - | - | - | - | - | - | - |
| Duval Charter at Baymeadows | (a) | (a) | N/A | 1,242.00 | 807.98 | - | - | - | - | - | - | - | - |
| Duval Charter at Arlington | (a) | (a) | N/A | 733.00 | 713.00 | 567.45 | - | - | - | - | - | - | - |
| Duval Myerschool | (a) | (a) | N/A | 146.00 | - | - | - | - | - | - | - | - | - |
| Global Village Outreach Academy | (a) | (a) | N/A | 413.00 | 400.50 | 370.50 | 214.52 | - | - | - | - | - | - |
| KIPP Impact Middle | (a) | (a) | N/A | 259.50 | 168.50 | 91.50 | - | - | - | - | - | - | - |
| KIPP Voice Elementary | (a) | (a) | N/A | 100.00 | - | - | - | - | - | - | - | - | - |
| Lone Star High | (a) | (a) | N/A | 260.00 | 325.50 | 210.46 | - | - | - | - | - | - | - |
| Murray Hill High | (a) | (a) | N/A | 320.50 | 206.00 | - | - | - | - | - | - | - | - |
| Pathways Academy | (a) | (a) | N/A | 165.97 | 135.94 | 127.50 | 178.04 | 120.98 | 109.50 | 171.85 | - | - | - |
| River City Science Academy | (a) | (a) | N/A | 750.86 | 587.00 | 550.50 | 523.51 | 281.50 | 171.50 | - | - | - | - |
| River City Science Academy Elementary | (a) | (a) | N/A | 332.00 | 238.50 | 222.00 | - | - | - | - | - | - | - |
| Seacoast Charter Academy | (a) | (a) | N/A | 220.38 | 181.72 | - | - | - | - | - | - | - | - |
| SIA Tech | (a) | (a) | N/A | 153.55 | 165.54 | 183.53 | 196.05 | 209.99 | 202.05 | 201.00 | 182.49 | 147.05 | - |
| Somerset Academy Elementary | (a) | (a) | N/A | 289.10 | 226.04 | 206.52 | - | - | - | - | - | - | - |
| Somerset Academy Middle | (a) | (a) | N/A | 137.50 | 106.50 | 89.00 | - | - | - | - | - | - | - |
| Somerset Eagle High School | (a) | (a) | N/A | 23.00 | - | - | - | - | - | - | - | - | - |
| SOS Academy Middle | (a) | (a) | N/A | 217.50 | 281.00 | 297.53 | 286.52 | 257.50 | 213.50 | 240.00 | 267.50 | 311.50 | 349.50 |
| Tiger Academy | (a) | (a) | N/A | 221.00 | 186.14 | 144.00 | 100.00 | - | - | - | - | - | - |
| Waverly Academy | (a) | (a) | N/A | 150.51 | 83.00 | - | - | - | - | - | - | - | - |
| Wayman Academy | (a) | (a) | N/A | 337.00 | 336.54 | 266.00 | 333.50 | 320.50 | 428.00 | 431.00 | 334.00 | 375.50 | 259.50 |
| Total Charter Schools | | | | 6,669.87 | 5,203.24 | 3,326.49 | 1,832.14 | 1,190.47 | 1,124.55 | 1,043.85 | 783.99 | 834.05 | 609.00 |
| Other Programs | | | | | | | | | | | | | |
| District Virtual Instruction | (a) | (a) | N/A | 114.45 | 58.00 | 103.57 | 160.79 | - | - | - | - | - | - |
| Duval Virtual Academy Franchise | (a) | (a) | N/A | 221.00 | 229.57 | 200.73 | - | - | - | - | - | - | - |
| Drop Back In Academy of Duval | (a) | (a) | N/A | 495.53 | 606.02 | 646.53 | 688.01 | 817.53 | 709.67 | 408.04 | - | - | - |
| Duval Regional Juvenile Detention | (a) | (a) | N/A | 130.69 | 130.48 | 129.27 | 147.18 | 154.61 | 148.29 | 161.54 | 175.17 | 155.88 | 174.78 |
| Duval Halfway House | (a) | (a) | N/A | 22.47 | 30.47 | 27.51 | 30.67 | 24.43 | 29.18 | 29.11 | 31.05 | 34.49 | 36.03 |
| ESE Pre Kindergarten Disability | (a) | (a) | N/A | 18.44 | 14.32 | 10.68 | 9.12 | 7.95 | 7.48 | - | - | - | - |

(continued)

DUVAL COUNTY PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION AND FULL-TIME EQUIVALENT ENROLLMENT DATA
LAST TEN FISCAL YEARS
(Unaudited)

| Place in Service | Square Footage | Portables | Full-Time Equivalent Enrollment Data | | | | | | | | | |
|--|----------------|-----------|--------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | | | 2012-13 | 2011-12 | 2010-11 | 2009-10 | 2008-09 | 2007-08 | 2006-07 | 2005-06 | 2004-05 | 2003-04 |
| Gateway Community Services | (a) | N/A | 27.00 | 24.00 | 20.00 | 29.50 | 25.00 | 29.79 | 27.50 | 27.08 | 21.00 | 29.50 |
| Hospital/Homebound | (a) | N/A | 88.52 | 43.87 | 28.97 | 38.48 | 51.73 | 44.99 | 43.16 | 44.25 | 55.48 | 54.73 |
| Impact Halfway House | (a) | N/A | 26.26 | 25.81 | 29.89 | 31.45 | 28.56 | 21.32 | 24.96 | 32.53 | 34.18 | 30.59 |
| James Weldon Johnson Academic | (a) | N/A | 87.00 | 42.00 | - | - | - | - | - | - | - | - |
| AMI Kids Jacksonville | (a) | N/A | 31.72 | 63.23 | 72.96 | 64.66 | 78.48 | 68.76 | 82.84 | 103.07 | 113.94 | 121.29 |
| McKay | (a) | N/A | 3,032.00 | 2,820.00 | 2,691.90 | 2,713.20 | 2,556.09 | 2,379.64 | 2,324.50 | 2,127.00 | 1,929.50 | 1,550.50 |
| PACE Center for Girls | (a) | N/A | 90.17 | 98.42 | 107.10 | 107.99 | 105.01 | 100.25 | 104.73 | 102.97 | 107.01 | 108.50 |
| Pre-Trial Detention Center | (a) | N/A | 72.00 | 93.50 | 106.00 | 116.00 | 83.50 | 58.30 | 43.50 | 32.46 | 45.00 | 42.00 |
| School for the Future | (a) | N/A | 122.00 | 90.00 | - | - | - | - | - | - | - | - |
| Teen Parent Service Center | (a) | N/A | 247.50 | 273.00 | 303.50 | 269.00 | 300.50 | 240.50 | 216.50 | 223.00 | 249.00 | 263.00 |
| Tiger S.H.O.P. | (a) | N/A | 26.85 | 27.02 | 26.96 | 29.71 | 28.59 | 27.77 | 25.54 | 28.82 | 23.75 | 20.49 |
| Youth Development Programs | (a) | N/A | 33.00 | 47.51 | 34.51 | 31.00 | 30.00 | 36.21 | 25.69 | 23.25 | 26.00 | 25.00 |
| Total Other Programs | | | 4,886.60 | 4,717.22 | 4,540.08 | 4,466.76 | 4,291.98 | 3,902.15 | 3,517.61 | 2,950.65 | 2,795.23 | 2,456.41 |
| Closed | | | | | | | | | | | | |
| J. Allen Axson Elementary (old) | 1910 | N/A | - | - | - | - | - | - | - | - | - | 289.84 |
| Jacksonville Youth Center | (a) | N/A | - | - | 12.43 | 28.22 | 26.78 | 18.68 | 20.78 | 25.39 | 19.52 | 20.03 |
| Bank of America | (a) | N/A | - | 157.44 | 170.96 | 193.62 | 204.74 | 185.69 | 179.10 | 173.20 | 203.58 | 199.29 |
| Beulah Beal Young Parents | 1911 | N/A | - | - | - | - | - | - | - | - | 70.50 | 157.50 |
| Lola M Culver | 1917 | N/A | - | - | - | - | - | 264.84 | 232.32 | 260.32 | 249.28 | 268.50 |
| Daniel Payne Academy Charter School | (a) | N/A | - | - | - | - | - | - | - | - | - | 178.50 |
| Destiny Education Academy Charter School | (a) | N/A | - | - | - | - | - | - | - | - | - | 144.00 |
| Duval Start Center | (a) | N/A | - | - | - | - | - | - | - | - | - | 1.16 |
| Horizons Unlimited | (a) | N/A | - | - | - | - | - | - | - | - | - | 320.50 |
| Lackawanna Alternative | 1890 | N/A | - | - | - | - | - | - | 105.87 | 102.00 | 134.00 | 97.50 |
| Norwood | 1926 | N/A | - | - | - | - | - | 204.88 | 202.89 | 228.58 | 203.56 | 218.78 |
| Opportunity Scholarships | (a) | N/A | - | - | - | - | - | - | - | 60.50 | 90.00 | 6.00 |
| Patterson Academy of the Arts | (a) | N/A | - | - | 725.98 | 662.00 | 695.02 | 783.93 | 829.63 | 845.97 | 792.50 | 890.00 |
| Paxon | 1955 | 3 | - | - | - | - | - | - | - | - | - | 108.00 |
| Radar Learning Academy Charter School | (a) | N/A | - | - | - | - | - | - | - | - | - | 108.00 |
| Oceanway Elementary (old) | (a) | N/A | - | - | - | - | - | - | - | - | - | 154.00 |
| Sojourner Truth | (a) | N/A | - | - | - | - | - | - | - | 118.87 | 100.50 | - |
| SOS Academy High | (a) | N/A | - | - | - | - | - | - | - | 139.51 | 148.50 | 153.54 |
| Wesconnett | 1927 | - | - | - | - | - | 267.75 | 289.56 | 276.07 | 285.89 | 264.62 | 265.49 |
| Total Closed | | | - | 157.44 | 909.37 | 920.34 | 1,194.29 | 1,747.58 | 1,846.66 | 2,310.73 | 2,393.06 | 3,472.63 |
| Total District FTE Data | | | 126,762.84 | 126,078.17 | 125,176.31 | 124,044.24 | 123,716.18 | 124,834.49 | 126,029.83 | 127,218.30 | 127,747.68 | 127,482.33 |

Source: District Records - Facilities' FISH Report and Budget Department's Full Time Equivalency Report

(a) information not available

**DUVAL COUNTY PUBLIC SCHOOLS
OPERATIONAL, ENTITLEMENTS, AND GRANT EXPENSES
PER FTE BY SCHOOL
FOR THE YEAR ENDED JUNE 30, 2013**

| | Expenses | FTE | Expenses Per FTE | Grade |
|-----------------------------|-----------------|----------|------------------|-------|
| Elementary Schools | | | | |
| Abess Park | \$ 4,930,636.78 | 765.52 | \$ 6,440.90 | B |
| Alimacani | 4,835,503.63 | 836.45 | 5,780.98 | A |
| Arlington | 1,923,148.53 | 237.90 | 8,083.85 | B |
| Arlington Heights | 2,822,690.79 | 467.72 | 6,035.00 | A |
| Atlantic Beach | 3,173,724.06 | 458.04 | 6,928.92 | A |
| Bartram Springs Elementary | 4,887,929.53 | 829.30 | 5,894.04 | A |
| Bayview | 2,688,693.58 | 345.00 | 7,793.31 | C |
| Beauclerc | 6,840,174.04 | 1,142.86 | 5,985.14 | B |
| Biltmore | 3,558,397.77 | 337.90 | 10,530.92 | B |
| Biscayne | 4,154,013.87 | 590.29 | 7,037.24 | C |
| Brentwood | 2,521,030.60 | 300.28 | 8,395.60 | C |
| Brookview | 3,886,130.91 | 752.90 | 5,161.55 | B |
| Richard L. Brown | 3,441,107.52 | 513.18 | 6,705.46 | D |
| George W. Carver | 2,734,950.63 | 332.54 | 8,224.43 | C |
| Cedar Hills | 2,714,377.87 | 376.26 | 7,214.10 | B |
| Central Riverside | 2,523,950.71 | 337.02 | 7,489.02 | B |
| Chaffee Trail | 4,567,996.47 | 778.05 | 5,871.08 | C |
| Chet's Creek | 6,344,283.57 | 1,258.38 | 5,041.63 | A |
| Chimney Lakes | 6,168,993.37 | 1,183.09 | 5,214.31 | A |
| Crown Point | 5,942,778.79 | 1,055.18 | 5,632.00 | B |
| Crystal Springs | 6,564,563.54 | 1,100.32 | 5,966.05 | C |
| R. V. Daniels | 1,620,766.03 | 250.50 | 6,470.12 | (a) |
| Dinsmore | 2,744,572.85 | 513.44 | 5,345.46 | C |
| Don Brewer | 3,051,038.80 | 518.39 | 5,885.61 | B |
| Englewood | 2,822,125.30 | 431.14 | 6,545.73 | A |
| Enterprise Learning Academy | 4,116,635.92 | 765.18 | 5,379.96 | D |
| St. Clair Evans Academy | 3,046,335.03 | 464.04 | 6,564.81 | D |
| Joseph Finegan | 2,775,367.13 | 423.49 | 6,553.56 | A |
| Fishweir | 2,538,641.92 | 410.54 | 6,183.67 | A |
| Ft. Caroline | 3,417,813.00 | 533.06 | 6,411.69 | C |
| Garden City | 2,794,963.57 | 515.38 | 5,423.11 | C |
| Greenfield | 3,672,870.06 | 523.27 | 7,019.07 | B |
| Greenland Pines | 5,929,305.09 | 894.43 | 6,629.14 | A |
| Gregory Drive | 4,359,425.74 | 801.18 | 5,441.26 | D |
| Hendricks Avenue | 3,948,844.07 | 682.41 | 5,786.62 | A |
| Highlands | 3,678,607.73 | 369.63 | 9,952.14 | B |
| Hogan-Spring Glen | 2,502,563.82 | 336.74 | 7,431.74 | C |
| Holiday Hill | 4,442,175.60 | 656.79 | 6,763.46 | C |
| S. A. Hull | 2,143,063.49 | 221.81 | 9,661.71 | C |
| Hyde Grove | 3,829,591.31 | 459.66 | 8,331.36 | F |
| Hyde Park | 3,039,110.63 | 399.14 | 7,614.15 | D |
| J. Allen Axson | 3,419,200.70 | 436.84 | 7,827.12 | A |

(continued)

| | Expenses | FTE | Expenses Per FTE | Grade |
|-----------------------|-----------------|----------|------------------|-------|
| Stonewall Jackson | \$ 1,996,218.11 | 279.54 | \$ 7,141.08 | C |
| Jacksonville Beach | 3,660,526.69 | 613.12 | 5,970.33 | A |
| Jacksonville Heights | 5,268,157.44 | 774.65 | 6,800.69 | F |
| Thomas Jefferson | 2,921,414.46 | 561.40 | 5,203.80 | B |
| John C. Stockton | 3,142,454.32 | 521.11 | 6,030.31 | A |
| Mamie Agnes Jones | 2,431,628.62 | 405.36 | 5,998.69 | B |
| Justina Road | 2,406,319.46 | 273.07 | 8,812.10 | F |
| Kernan Trail | 3,986,223.84 | 630.10 | 6,326.34 | A |
| Martin Luther King | 2,983,524.72 | 412.11 | 7,239.63 | D |
| Kings Trail | 2,661,989.11 | 485.86 | 5,478.92 | B |
| Henry F. Kite | 2,195,054.35 | 309.26 | 7,097.76 | C |
| Lake Forest | 3,215,180.96 | 440.04 | 7,306.57 | D |
| Lake Lucina | 2,106,052.59 | 335.99 | 6,268.20 | C |
| Smart Pope Livingston | 4,778,051.96 | 449.58 | 10,627.81 | D |
| Lone Star | 4,262,706.19 | 675.97 | 6,306.06 | B |
| Long Branch | 2,362,930.45 | 247.52 | 9,546.42 | C |
| Loretto | 6,897,057.11 | 1,109.50 | 6,216.37 | A |
| Love Grove | 3,767,055.06 | 447.99 | 8,408.79 | D |
| John Love | 1,751,305.06 | 184.24 | 9,505.56 | C |
| Mandarin Oaks | 7,653,485.69 | 1,163.15 | 6,579.96 | A |
| Sallye B. Mathis | 4,018,627.48 | 345.91 | 11,617.55 | C |
| Mayport | 3,984,160.65 | 378.63 | 10,522.57 | A |
| Merrill Road | 3,843,652.01 | 642.38 | 5,983.46 | (a) |
| Annie R. Morgan | 2,701,762.58 | 387.25 | 6,976.79 | C |
| Neptune Beach | 6,497,079.67 | 846.89 | 7,671.69 | A |
| New Berlin | 5,573,708.82 | 1,086.51 | 5,129.92 | A |
| Normandy Village | 3,052,574.96 | 429.16 | 7,112.91 | D |
| Oak Hill | 4,266,794.56 | 591.01 | 7,219.50 | F |
| Oceanway | 3,233,868.19 | 559.50 | 5,779.93 | C |
| Ortega | 2,318,390.35 | 414.02 | 5,599.71 | C |
| Parkwood Heights | 2,272,218.55 | 394.60 | 5,758.28 | C |
| Rufus E. Payne | 2,348,542.09 | 345.40 | 6,799.48 | D |
| Rutledge H. Pearson | 2,579,080.64 | 277.32 | 9,300.02 | B |
| Pickett | 2,313,840.48 | 203.26 | 11,383.65 | C |
| Pine Estates | 2,012,462.83 | 311.24 | 6,465.95 | D |
| Pine Forest | 2,946,125.01 | 496.34 | 5,935.70 | B |
| Pinedale | 4,818,590.59 | 338.64 | 14,229.24 | B |
| Ramona Boulevard | 2,910,293.22 | 331.00 | 8,792.43 | D |
| Reynolds Lane | 2,703,837.47 | 292.00 | 9,259.72 | B |
| Andrew Robinson | 5,000,639.81 | 719.08 | 6,954.22 | F |
| Sabal Palm | 7,054,774.48 | 1,022.25 | 6,901.22 | B |
| San Jose | 4,510,037.60 | 818.97 | 5,506.96 | C |
| San Mateo | 3,729,029.56 | 748.67 | 4,980.87 | C |
| San Pablo | 2,898,700.48 | 531.52 | 5,453.61 | A |
| Seabreeze | 3,570,636.44 | 623.58 | 5,726.03 | A |
| Louis Sheffield | 4,618,555.65 | 841.16 | 5,490.70 | B |
| Southside Estates | 3,728,211.49 | 492.67 | 7,567.36 | D |
| Spring Park | 2,857,094.28 | 368.28 | 7,757.94 | B |
| Sadie Tillis | 3,809,008.38 | 611.52 | 6,228.76 | F |

(continued)

| | Expenses | FTE | Expenses Per FTE | Grade |
|---|-----------------------|------------------|------------------|-------|
| Timucuan | \$ 3,687,750.01 | 564.57 | \$ 6,531.96 | D |
| Susie Tolbert | 1,993,250.17 | 322.00 | 6,190.22 | D |
| Twin Lakes | 5,385,546.77 | 1,015.97 | 5,300.89 | B |
| Ruth N. Upson | 2,844,297.04 | 405.17 | 7,020.01 | B |
| Venetia | 2,714,693.83 | 383.97 | 7,070.07 | B |
| Waterleaf | 4,352,011.44 | 634.62 | 6,857.67 | A |
| West Jacksonville | 2,282,133.87 | 211.50 | 10,790.23 | F |
| West Riverside | 2,427,271.03 | 330.11 | 7,352.92 | D |
| Whitehouse | 2,587,108.75 | 450.62 | 5,741.22 | B |
| Windy Hill | 3,656,381.10 | 602.74 | 6,066.27 | C |
| Woodland Acres | 4,003,278.10 | 632.27 | 6,331.60 | C |
| Carter G. Woodson | 3,765,901.00 | 507.18 | 7,425.18 | B |
| North Shore | 4,727,627.54 | 592.11 | 7,984.37 | C |
| Total Elementary | 378,164,979.51 | 57,026.39 | | |
| Kindergarten - Grade 8 Schools | | | | |
| John E. Ford | 5,049,347.67 | 711.14 | 7,100.36 | C |
| Westview | 7,467,197.85 | 1,172.52 | 6,368.50 | B |
| Total Kindergarten - Grade 8 Schools | 12,516,545.52 | 1,883.66 | | |
| Middle Schools | | | | |
| Arlington | 4,897,642.61 | 794.50 | 6,164.43 | C |
| Eugene J. Butler | 6,121,357.82 | 722.00 | 8,478.33 | F |
| Jefferson Davis | 5,956,189.89 | 1,144.50 | 5,204.19 | D |
| Alfred I. duPont | 5,016,079.51 | 818.54 | 6,128.08 | C |
| Duncan U. Fletcher | 6,186,261.42 | 1,150.00 | 5,379.36 | A |
| Ft. Caroline | 4,098,013.58 | 742.50 | 5,519.21 | C |
| Matthew Gilbert | 4,634,023.55 | 535.50 | 8,653.64 | D |
| Highlands | 5,010,034.31 | 893.52 | 5,607.08 | D |
| James Weldon Johnson | 5,231,132.49 | 1,076.00 | 4,861.65 | A |
| Kernan | 7,591,658.68 | 1,247.24 | 6,086.77 | A |
| Kirby-Smith | 4,817,448.13 | 936.00 | 5,146.85 | A |
| Lake Shore | 6,822,108.45 | 1,211.50 | 5,631.13 | C |
| Landmark | 7,025,477.84 | 1,279.92 | 5,489.00 | C |
| Julia E. Landon | 3,811,393.49 | 714.28 | 5,335.99 | A |
| Lavilla School of the Arts | 6,158,804.15 | 1,096.00 | 5,619.35 | A |
| Mandarin | 7,983,961.74 | 1,448.10 | 5,513.40 | A |
| Mayport | 4,793,597.40 | 829.51 | 5,778.83 | B |
| Northwestern | 4,879,851.62 | 502.00 | 9,720.82 | D |
| Oceanway | 6,028,584.34 | 1,252.01 | 4,815.12 | C |
| Jean Ribault | 5,248,961.81 | 643.00 | 8,163.24 | F |
| Southside | 5,454,135.54 | 906.50 | 6,016.70 | F |
| Joseph Stilwell | 5,791,685.60 | 993.46 | 5,829.81 | D |

(continued)

| | Expenses | FTE | Expenses Per FTE | Grade |
|--|-----------------------|------------------|------------------|-------|
| JEB Stuart | \$ 4,913,488.07 | 843.00 | \$ 5,828.57 | C |
| Twin Lakes | 6,480,877.84 | 1,387.52 | 4,670.84 | B |
| Total Middle Schools | 134,952,769.88 | 23,167.10 | | |
| Middle/Senior - Grade 6-12 | | | | |
| Darnell-Cookman | 6,313,884.79 | 1,191.43 | 5,299.42 | A |
| Baldwin Middle/Senior | 5,563,389.02 | 1,103.73 | 5,040.53 | C |
| Total Middle/Senior Schools | 11,877,273.81 | 2,295.16 | | |
| High Schools | | | | |
| Atlantic Coast | 10,262,228.00 | 2,040.72 | 5,028.73 | A |
| Douglas Anderson School of the Arts | 6,705,050.52 | 1,179.02 | 5,686.97 | A |
| Englewood | 10,989,630.46 | 1,778.34 | 6,179.71 | C |
| First Coast | 10,709,193.27 | 2,254.23 | 4,750.71 | B |
| Duncan U. Fletcher | 11,347,940.83 | 2,160.90 | 5,251.49 | A |
| Nathan B. Forrest | 9,340,099.53 | 1,266.19 | 7,376.54 | C |
| Andrew Jackson | 7,758,899.44 | 798.00 | 9,722.93 | C |
| Robert E. Lee | 8,677,226.41 | 1,785.58 | 4,859.61 | A |
| Mandarin | 12,353,622.75 | 2,600.22 | 4,750.99 | A |
| Terry Parker | 8,915,914.44 | 1,558.35 | 5,721.38 | C |
| Paxon School for Advanced Studies | 7,724,667.89 | 1,415.46 | 5,457.36 | A |
| Frank H. Peterson Academies of Technology | 7,834,936.99 | 1,052.53 | 7,443.91 | A |
| William Raines | 8,679,382.26 | 990.01 | 8,766.96 | D |
| A. Philip Randolph Academies of Technology | 7,445,722.50 | 562.53 | 13,236.13 | B |
| Jean Ribault | 8,959,912.32 | 1,076.53 | 8,322.96 | B |
| Sandalwood | 13,328,425.64 | 2,896.48 | 4,601.59 | B |
| Stanton College Preparatory | 8,970,291.42 | 1,528.89 | 5,867.19 | A |
| Edward White | 12,268,311.56 | 1,718.06 | 7,140.79 | C |
| Samuel W. Wolfson | 7,437,371.60 | 1,369.05 | 5,432.51 | B |
| Total High Schools | 179,708,827.83 | 30,031.09 | | |
| Specialty Schools | | | | |
| Alden Road Exceptional Child Center | 4,575,808.40 | 162.50 | 28,158.82 | (a) |
| Grand Park Career Center | 2,919,266.42 | 212.53 | 13,735.79 | (a) |
| Marine Science Center | 518,204.34 | 43.00 | 12,051.26 | (a) |
| Mt. Herman Exceptional Child Center | 4,307,456.44 | 139.44 | 30,891.11 | (a) |
| Palm Avenue Exceptional Child Center | 3,203,075.97 | 137.00 | 23,380.12 | (a) |
| Mattie V. Rutherford Alternative | 2,659,358.46 | 108.50 | 24,510.22 | (a) |
| Total Specialty Schools | 18,183,170.03 | 802.97 | | |
| Charter Schools | | | | |
| Duval Charter Arlington | 4,782,853.42 | 733.00 | 6,525.04 | D |
| Duval Charter at Baymeadows | 7,832,353.15 | 1,242.00 | 6,306.24 | A |
| Duval Charter High | 1,299,997.54 | 197.50 | 6,582.27 | B |

(continued)

| | Expenses | FTE | Expenses Per FTE | Grade |
|---------------------------------|--------------------------|-------------------|------------------|-------|
| Duval Mycroschool | \$ 836,893.28 | 146.00 | \$ 5,732.15 | (a) |
| Global Outreach Charter | 2,727,037.39 | 413.00 | 6,603.00 | D |
| KIPP Impact Middle | 1,532,221.77 | 259.50 | 5,904.52 | C |
| Kipp Voice Elementary | 669,210.35 | 100.00 | 6,692.10 | (a) |
| Lone Star High School | 1,577,180.00 | 260.00 | 6,066.08 | (a) |
| Murray Hill High | 1,887,671.65 | 320.50 | 5,889.77 | (a) |
| Pathways Academy High | 873,462.79 | 165.97 | 5,262.78 | (a) |
| River City Science Academy | 4,390,655.97 | 750.86 | 5,847.50 | A |
| River City Science Elementary | 2,044,293.48 | 332.00 | 6,157.51 | B |
| School of Success Academy | 1,511,806.50 | 217.50 | 6,950.83 | F |
| Seacoast Charter Academy | 1,382,703.57 | 220.38 | 6,274.18 | A |
| Siatech | 851,798.77 | 153.55 | 5,547.37 | (a) |
| Somerset Academy - Elementary | 1,845,887.66 | 289.10 | 6,384.95 | B |
| Somerset Academy - Middle | 907,961.75 | 137.50 | 6,603.36 | A |
| Somerset Eagle High | 126,546.36 | 23.00 | 5,502.02 | (a) |
| Tiger Academy | 1,508,078.39 | 221.00 | 6,823.88 | D |
| Waverly Academy | 891,702.95 | 150.51 | 5,924.54 | C |
| Wayman Academy | 2,357,560.46 | 337.00 | 6,995.73 | D |
| Total Charter Schools | 41,837,877.20 | 6,669.87 | | |
| Other Programs | | | | |
| AMI Kids Jacksonville | 185,738.77 | 31.72 | 5,855.57 | (a) |
| Drop Back In Academy of Duval | 2,609,097.96 | 495.53 | 5,265.27 | (a) |
| Duval Detention | 927,808.16 | 130.69 | 7,099.30 | (a) |
| Duval Halfway House | 334,459.55 | 22.47 | 14,884.72 | (a) |
| Duval Virtual Instruction | 378,615.14 | 114.45 | 3,308.13 | (a) |
| Duval Virtual Academy Franchise | 1,292,595.39 | 221.00 | 5,848.85 | C |
| Gateway Community Services | 162,397.41 | 27.00 | 6,014.72 | (a) |
| Hospital/Homebound | 2,245,947.55 | 88.52 | 25,372.20 | (a) |
| Impact Halfway House | 166,607.96 | 26.26 | 6,344.55 | (a) |
| James Weldon Johnson Academic | 824,627.44 | 87.00 | 9,478.48 | (a) |
| McKay | 0.00 | 3,032.00 | 0.00 | (a) |
| PACE Center for Girls | 462,263.54 | 90.17 | 5,126.58 | (a) |
| ESE Pre Kindergarten Disability | 1,320,477.87 | 18.44 | 71,609.43 | (a) |
| Pre-Trial Detention Center | 406,901.93 | 72.00 | 5,651.42 | (a) |
| School for the Future | 1,136,102.26 | 122.00 | 9,312.31 | (a) |
| Teen Parent Service Center | 2,060,765.16 | 247.50 | 8,326.32 | (a) |
| Tiger S.H.O.P. | 241,873.46 | 26.85 | 9,008.32 | (a) |
| Youth Development Programs | 178,913.52 | 33.00 | 5,421.62 | (a) |
| Total Other Programs | 14,935,193.07 | 4,886.60 | | |
| Total District FTE Data | \$ 792,176,636.85 | 126,762.84 | | |

Source: District Records - Budget/Committed/Actual Report & State's School Grades Report

(a) information not available

**DUVAL COUNTY PUBLIC SCHOOLS
OTHER PROPERTIES INFORMATION
(Unaudited)**

| | <u>Year Acquired</u> | <u>Square Footage</u> |
|---|--------------------------|---------------------------|
| Administrative Buildings | | |
| ADMINISTRATION BUILDING KING STREET | 1942 | 56,450 |
| ADMINISTRATIVE OFFICES ARLINGTON | 1990 | 30,336 |
| MAINTENANCE #1 LIBERTY STREET | 1937 | 28,434 |
| MAINTENANCE #2 POWERS AVENUE | 1972 | 5,527 |
| CENTRAL ADMINISTATIVE OFFICE PRUDENTIAL DRIVE | 1980 | 104,701 |
| TEAM CENTER-SHULTZ CENTER | 1995 | 105,945 |
| CONSOLIDATED SERVICE CENTER BULLS BAY | 1994 | 203,120 |
| MAINTENANCE #3 STRICKLAND | 1968 | 22,116 |
| MAINTENANCE SUBSTATION #13 | 1961 | 2,286 |
| SOUTHSIDE ADMINISTRATION | 1975 | 25,249 |
| NORTHEAST SPRINGFIELD ELEMENTARY | 1910 | 38,674 |
| NUTRITION SERVICE CENTER | 2005 | 65,852 |
| Closed | | |
| JAMES WELDON JOHNSON OLD | 1952 | 101,168 |
| | <u>Year Acquired</u> | <u>Total Acreage</u> |
| Vacant Land | | |
| U.S HWY 301 AND FIFONE ROAD | 1901 | 1 |
| 1923 PERRY STREET | 1901 | 2 |
| PICKETTVILLE ROAD AND OLD KINGS ROAD | 1901 | 5 |
| NORTH DINSMORE FARMS | 1901 | 10 |
| NORTH CAMPUS BLVD AND CAPPER | 1901 | 6 |
| 9735 R.G. SKINNER PARKWAY | 2007 | 60 |
| CONSOLIDATED SERVICE CENTER PHILIPS INDUSTRIAL BLVD | 2005 | 44 |

Source: District Records - Facilities' FISH Report

**DUVAL COUNTY PUBLIC SCHOOLS
TEACHERS' BASE SALARIES (10-MONTH)
LAST TEN FISCAL YEARS
(Unaudited)**

| Fiscal Year Ending | Minimum Salary | Maximum Salary | Average Salary |
|-------------------------------|---------------------------|---------------------------|---------------------------|
| June 30, 2013 | \$37,300 | \$72,391 | \$45,930 |
| June 30, 2012 | 37,300 | 71,891 | 49,200 |
| June 30, 2011 | 37,300 | 71,891 | 48,700 |
| June 30, 2010 | 37,300 | 71,891 | 46,892 |
| June 30, 2009 | 37,300 | 71,391 | 48,267 |
| June 30, 2008 | 37,000 | 70,891 | 48,300 |
| June 30, 2007 | 35,200 | 67,566 | 48,649 |
| June 30, 2006 | 32,750 | 63,816 | 45,895 |
| June 30, 2005 | 31,000 | 60,489 | 42,813 |
| June 30, 2004 | 30,000 | 57,648 | 41,513 |

Source: District Records - Payroll Records

Note: The salary schedules for the 2009-10 and 2010-11 fiscal years were the same because the teachers moved a step but there was no money added to the salary schedule. In the 2011-12 fiscal year, teachers received a bonus but no step increase.

**DUVAL COUNTY PUBLIC SCHOOLS
FREE AND REDUCED LUNCH PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

| District | | | Charter | | |
|---------------------------|---|---|---------------------------|---|---|
| Fiscal Year Ending | Number of Students on Free and Reduced Lunch Program | Percentage of Students on Free and Reduced Lunch | Fiscal Year Ending | Number of Students on Free and Reduced Lunch Program | Percentage of Students on Free and Reduced Lunch |
| June 30, 2013 | 61,659 | 51.34% | June 30, 2013 | 2,286 | 34.27% |
| June 30, 2012 | 60,366 | 49.94% | June 30, 2012 | 2,359 | 45.34% |
| June 30, 2011 | 72,625 | 59.60% | June 30, 2011 | 1,978 | 59.46% |
| June 30, 2010 | 57,075 | 46.72% | June 30, 2010 | 558 | 29.86% |
| June 30, 2009 | 52,457 | 42.81% | June 30, 2009 | 627 | 52.67% |
| June 30, 2008 | 52,775 | 42.66% | June 30, 2008 | 400 | 35.57% |
| June 30, 2007 | 52,477 | 41.99% | June 30, 2007 | 547 | 52.40% |
| June 30, 2006 | 54,863 | 43.48% | June 30, 2006 | 550 | 52.76% |
| June 30, 2005 | 57,206 | 45.19% | June 30, 2005 | 642 | 55.18% |
| June 30, 2004 | 55,458 | 44.03% | June 30, 2004 | 1,084 | 71.62% |

Source: DCPS Economic Report February 2013

**DUVAL COUNTY PUBLIC SCHOOLS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2013
(Unaudited)**

| Name of Governmental Unit | Debt Outstanding | Estimated Percentage Applicable | Estimated Share of Overlapping Debt |
|---------------------------------------|---------------------|---------------------------------------|--|
| Debt repaid with property taxes: | | | |
| City of Jacksonville | \$ 2,477,974 | 100% | \$ 2,477,974 |
| Duval County Public Schools | | | |
| District direct debt: | | | |
| Certificates of Participation Payable | 262,930,000 | 100% | 262,930,000 |
| Quailified Academy Zone Bonds | 35,682,000 | 100% | 35,682,000 |
| Quailified School Construction Bonds | 55,019,000 | 100% | 55,019,000 |
| | | | <u>353,631,000</u> |
| | | | <u><u>\$ 356,108,974</u></u> |

Source: Duval County Public Schools - Business Services
City of Jacksonville Single Audit Report for the period ending September 30, 2012

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

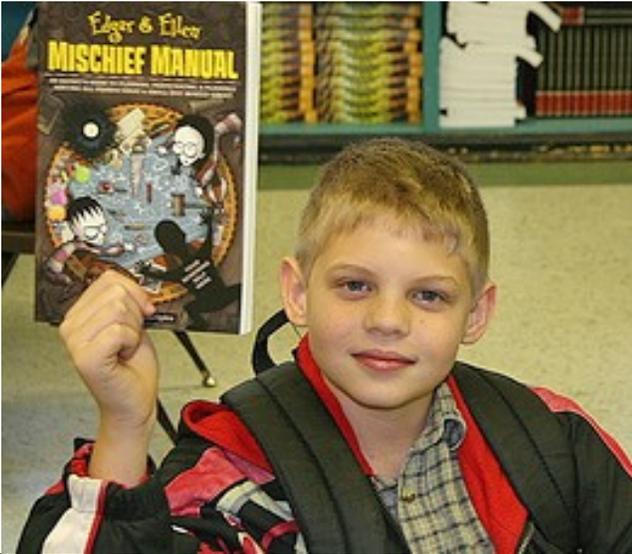
The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the City's taxable assessed value that is within the District's boundaries and dividing it by the City's total taxable assessed value.

DUVAL COUNTY PUBLIC SCHOOLS
PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS
LAST TEN FISCAL YEARS (in thousands)
(Unaudited)

| Fiscal Year Ending | New Construction (1) | | | Bank Deposits(2) | Real Property (3) | | |
|-------------------------------|-----------------------------|-------------------|------------------------|-----------------------------|--------------------------|--------------------|-------------------|
| | Residential | Commercial | Alterations (1) | | Commercial | Residential | Nontaxable |
| June 30, 2013 | \$ 489,910 | \$ 119,693 | \$ 184,197 | \$ 42,563,544 | \$ 17,250,799 | \$ 39,302,409 | \$ 8,649,119 |
| June 30, 2012 | 133,391 | 163,355 | 13,051 | 40,734,466 | 17,240,918 | 40,526,553 | 8,388,444 |
| June 30, 2011 | 223,210 | 542,712 | 122,472 | 41,531,525 | 17,424,262 | 43,921,296 | 8,356,087 |
| June 30, 2010 | 219,120 | 206,805 | 68,269 | 38,310,282 | 18,922,405 | 48,483,434 | 8,706,046 |
| June 30, 2009 | 383,221 | 353,913 | 440,295 | 30,357,000 | 20,626,935 | 53,920,650 | 8,412,552 |
| June 30, 2008 | 2,128,046 | 246,919 | 225,193 | 29,901,000 | 20,598,197 | 59,421,928 | 7,343,672 |
| June 30, 2007 | 1,192,561 | 346,009 | 317,990 | 8,042,402 | 19,236,094 | 57,791,533 | 6,969,653 |
| June 30, 2006 | 2,004,095 | 463,362 | 218,872 | 7,597,361 | 16,379,010 | 48,187,874 | 5,629,953 |
| June 30, 2005 | 1,635,353 | 342,124 | 1,156,223 | 21,334,437 | 14,915,831 | 40,299,325 | 5,212,968 |
| June 30, 2004 | 959,906 | 293,540 | 465,506 | 16,284,725 | 13,431,483 | 34,800,077 | 4,956,996 |

Source: (1) City Building and Zoning Division
(2) Federal Deposit Insurance Corporation
(3) The Property Appraiser's Office

OTHER REPORTS



OTHER REPORTS SECTION

This page intentionally left blank



DAVID W. MARTIN, CPA
AUDITOR GENERAL

AUDITOR GENERAL STATE OF FLORIDA

G74 Claude Pepper Building
111 West Madison Street
Tallahassee, Florida 32399-1450



PHONE: 850-412-2722
FAX: 850-488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

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

Report on the Financial Statements

We have audited, 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, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Duval County District School Board as of and for the fiscal 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 January 28, 2014, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the aggregate discretely presented component units, as described in our report on the Duval County District School Board'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 District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, rules, 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 is required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to District management in our operational audit report No. 2014-076, dated January 2014.

Purpose of this Report

The purpose of the **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*** is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



David W. Martin, CPA

Tallahassee, Florida

January 28, 2014

Audit Report No. 2014-099



DAVID W. MARTIN, CPA
AUDITOR GENERAL

AUDITOR GENERAL STATE OF FLORIDA

G74 Claude Pepper Building
111 West Madison Street
Tallahassee, Florida 32399-1450



PHONE: 850-412-2722
FAX: 850-488-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Report on Compliance for Each Major Federal Program

We have audited the Duval County District School Board's compliance with the types of compliance requirements described in the *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 fiscal year ended June 30, 2013. The District's major Federal programs are identified in the **SUMMARY OF AUDITOR'S RESULTS** section of the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**.

Management's 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.

Basis for Qualified Opinion on the Teacher Incentive Fund Program

As described in the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** section of this report, the District did not comply with requirements regarding CFDA No. 84.374 Teacher Incentive Fund as described in Federal Awards Finding No. 6 for Allowable Costs/Cost Principles. Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

Qualified Opinion on the Teacher Incentive Fund Program

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, 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 the Teacher Incentive Fund program for the year ended June 30, 2013.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major Federal programs identified in the **SUMMARY OF AUDITOR'S RESULTS** section of the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** for the fiscal year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** section of this report as Federal Awards Finding Nos. 1 through 5. Our opinion on each major Federal program is not modified with respect to these matters.

The District's response to the noncompliance findings identified in our audit is included in Exhibit A. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

District management 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.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 control 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. We consider the deficiency in internal control over compliance described in the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** section of this report as Federal Awards Finding No. 6 to be a material weakness.

A *significant deficiency in internal control over compliance* is a deficiency, or 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. We consider the deficiencies in internal control over compliance described in the **SCHEDULE OF FINDINGS AND QUESTIONED COSTS** section of this report as Federal Awards Finding Nos. 1 through 5 to be significant deficiencies.

The District's response to the internal control over compliance findings identified in our audit is included as Exhibit A. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of this Report

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.

Respectfully submitted,



David W. Martin, CPA

Tallahassee, Florida

January 28, 2014

Audit Report No. 2014-099

**DUVAL COUNTY
DISTRICT SCHOOL BOARD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2013**

| Federal Grantor/Pass-Through Grantor/Program Title | Catalog of Federal Domestic Assistance Number | Pass - Through Grantor Number | Amount of Expenditures (1) | Amount Provided to Subrecipients |
|---|---|--|----------------------------------|---|
| United States Department of Agriculture: | | | | |
| Indirect: | | | | |
| Child Nutrition Cluster: | | | | |
| Florida Department of Agriculture and Consumer Services: | | | | |
| School Breakfast Program | 10.553 | 321 | \$ 9,407,311 | \$ - |
| National School Lunch Program | 10.555 (2) | 300,350 | 28,077,695 | - |
| Summer Food Service Program for Children | 10.559 | 323 | 1,148,908 | - |
| Total Child Nutrition Cluster | | | 38,633,914 | - |
| Florida Department of Agriculture and Consumer Services: | | | | |
| Fresh Fruit and Vegetable Program | 10.582 | 330 | 157,267 | - |
| Jacksonville Children's Commission: | | | | |
| Child and Adult Care Food Program | 10.588 | JCFS192MS | 1,989,958 | - |
| Total United States Department of Agriculture | | | 40,781,139 | - |
| United States National Science Foundation: | | | | |
| Indirect: | | | | |
| New York University: | | | | |
| Education and Human Resources | 47.076 | F6989-02 | 72,834 | - |
| Total United States National Science Foundation | | | 72,834 | - |
| United States Department of Energy: | | | | |
| Indirect: | | | | |
| City of Jacksonville: | | | | |
| ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG) | 81.128 | 7391-85 | 45,601 | - |
| Total United States Department of Energy | | | 45,601 | - |
| United States Department of Education: | | | | |
| Direct: | | | | |
| Impact Aid | 84.041 | N/A | 390,693 | - |
| Magnet Schools Assistance | 84.165 | N/A | 3,085,660 | - |
| Fund for the Improvement of Education | 84.215 | N/A | 1,298,110 | - |
| Advanced Placement Program | 84.330 | N/A | 245,357 | - |
| Gaining Early Awareness and Readiness for Undergraduate Programs | 84.334 | N/A | 1,272,137 | - |
| Transition to Teaching | 84.350 | N/A | 185,075 | - |
| Teacher Incentive Fund | 84.374 | N/A | 1,685,438 | - |
| Total Direct | | | 8,162,470 | - |
| Indirect: | | | | |
| Special Education Cluster: | | | | |
| Florida Department of Education: | | | | |
| Special Education - Grants to States | 84.027 | 262,263 | 32,813,145 | - |
| Special Education - Preschool Grants | 84.173 | 266,267 | 1,175,543 | - |
| Total Special Education Cluster | | | 33,988,688 | - |

**DUVAL COUNTY
DISTRICT SCHOOL BOARD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2013**

| Federal Grantor/Pass-Through Grantor/Program Title | Catalog of Federal Domestic Assistance Number | Pass - Through Grantor Number | Amount of Expenditures (1) | Amount Provided to Subrecipients |
|---|---|---|----------------------------------|---|
| Title I, Part A Cluster: | | | | |
| Florida Department of Education: | | | | |
| Title I Grants to Local Educational Agencies | 84.010 | 212, 222, 223, 226, 228 | \$ 37,946,045 | \$ - |
| ARRA - Title I Grants to Local Educational Agencies, Recovery Act | 84.389 | 226 | 295 | - |
| Total Title I, Part A Cluster | | | 37,946,340 | - |
| School Improvement Grants Cluster: | | | | |
| Florida Department of Education: | | | | |
| School Improvement Grants | 84.377 | 126 | 2,808,070 | - |
| ARRA - School Improvement Grants, Recovery Act | 84.388 | 126 | 7,759,499 | - |
| Total School Improvement Grants Cluster | | | 10,567,569 | - |
| Florida Department of Education: | | | | |
| Career and Technical Education - Basic Grants to States | 84.048 | 161 | 1,265,373 | - |
| Safe and Drug-Free Schools and Communities - State Grants | 84.186 | 103 | 1,432 | - |
| Education for Homeless Children and Youth | 84.196 | 127 | 63,987 | - |
| Charter Schools | 84.282 | 298 | 960,008 | 960,008 |
| Twenty-First Century Community Learning Centers | 84.287 | 244 | 440,420 | 440,420 |
| English Language Acquisition Grants | 84.365 | 102 | 585,061 | - |
| Improving Teacher Quality State Grants | 84.367 | 224 | 5,685,795 | - |
| ARRA - Education Technology State Grants, Recovery Act | 84.386 | 121 | 175 | - |
| ARRA - State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act | 84.395 | RA2, RD3, RG3, RL1, RS1, RS6, RS7, RS8, RS9 | 9,389,386 | - |
| University of South Florida: | | | | |
| Education Research, Development and Dissemination | 84.305 (3) | 1205-1053-00-C | 10 | - |
| Florida Atlantic University: | | | | |
| Education Research, Development and Dissemination | 84.305 (3) | None | 199 | - |
| Florida State University: | | | | |
| Education Research, Development and Dissemination | 84.305 (3) | R01554 | 64,482 | - |
| Mathematics and Science Partnerships | 84.366 | 235 | 61,373 | - |
| Total Indirect | | | 100,920,298 | 1,400,428 |
| Total United States Department of Education | | | 109,082,768 | 1,400,428 |

**DUVAL COUNTY
DISTRICT SCHOOL BOARD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2013**

| Federal Grantor/Pass-Through Grantor/Program Title | Catalog of Federal Domestic Assistance Number | Pass - Through Grantor Number | Amount of Expenditures (1) | Amount Provided to Subrecipients |
|---|---|--|----------------------------------|---|
| United States Department of Health and Human Services: | | | | |
| Direct: | | | | |
| Cooperative Agreements to Support Comprehensive Health Programs to Prevent the Spread of HIV and Other Important Health Problems | 93.938 | N/A | \$ 29,930 | \$ - |
| Indirect: | | | | |
| Early Learning Coalition of Duval County; Child Care and Development Block Grant | 93.575 | None | 183,689 | - |
| Total United States Department of Health and Human Services | | | | |
| | | | 213,619 | - |
| United States Department of Defense: | | | | |
| Direct: | | | | |
| Air Force Junior Reserve Officers Training Corps | None | N/A | 181,976 | - |
| Army Junior Reserve Officers Training Corps | None | N/A | 235,254 | - |
| Marine Corps Reserve Junior Officers Training Corps | None | N/A | 49,619 | - |
| Navy Junior Reserve Officers Training Corps | None | N/A | 382,502 | - |
| Competitive Grants; Promoting K-12 Student Achievement at Military-Connected Schools | 12.556 | N/A | 83,763 | - |
| Total United States Department of Defense | | | | |
| | | | 933,114 | - |
| Total Expenditures of Federal Awards | | | <u>\$ 151,129,075</u> | <u>\$ 1,400,428</u> |

Notes: (1) Basis of Presentation. The Schedule of Expenditures of Federal Awards represents amounts expended from Federal programs during the 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 reported.

(2) Noncash Assistance - National School Lunch Program. Includes \$2,660,430 of donated food received during the fiscal year. Donated foods are valued at fair value as determined at the time of donation.

(3) Education, Research, Development and Dissemination. Total CFDA No. 84.305 expenditures: \$64,691.

**DUVAL COUNTY
DISTRICT SCHOOL BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

| | |
|---|---------------|
| Type of auditor's report issued: | Unmodified |
| Internal control over financial reporting: | |
| Material weakness(es) identified? | No |
| Significant deficiency(ies) identified? | None reported |
| Noncompliance material to financial statements noted? | No |

Federal Awards

| | |
|--|---|
| Internal control over major programs: | |
| Material weakness(es) identified? | Yes |
| Significant deficiency(ies) identified? | Yes |
| Type of auditor's report issued on compliance for major programs: | Unmodified for all major programs except for the Teacher Incentive Fund (CFDA No. 84.374), which was qualified. |
| Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? | Yes |
| Identification of major programs: | |
| CFDA Number(s): | Name of Federal Program or Cluster: |
| 10.553, 10.555, and 10.559 | Child Nutrition Cluster |
| 84.027 and 84.173 | Special Education Cluster |
| 84.374 | Teacher Incentive Fund |
| 84.377 and 84.388 | School Improvement Grant Cluster |
| 84.395 | ARRA – State Fiscal Stabilization Fund (SFSF) – Race-to-the-Top Incentive Grants, Recovery Act |
| Dollar threshold used to distinguish between Type A and Type B programs: | \$3,000,000 |
| Auditee qualified as low-risk auditee? | No |

FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Federal Awards Finding No. 1:

Federal Agency: United States Department of Education

Federal Direct Program: Teacher Incentive Fund (CFDA No. 84.374)

Award Number: S374A100014

Pass-Through Entity: Florida Department of Education

Pass-Through Programs: Child Nutrition Cluster (CFDA Nos. 10.553, 10.555, and 10.559); Special Education Cluster (CFDA Nos. 84.027 and 84.173); School Improvement Grants Cluster (CFDA Nos. 84.377 and 84.388-ARRA); ARRA - State Fiscal Stabilization Fund - Race-to-the-Top Incentive Grants, Recovery Act (CFDA No. 84.395)

Finding Type: Noncompliance and Significant Deficiency

Questioned Costs: Not Applicable

Allowable Costs/Cost Principles – Rebate Credits. Attachments A and B of United States Office of Management and Budget (OMB) Circular A-87 establish cost principles to be applied and guidance for determining allowable costs and applicable credits to Federal awards. Also, Section C of Attachment A specifies that, to be allowable costs under a grant program, the costs must be net of all applicable credits, and defines applicable credits as receipts or reductions of expenditure-type transactions that offset or reduce expense items allocable to Federal awards as direct or indirect costs, including insurance refunds or rebates.

The District maintains a purchasing card (P-card) program, provided through a financial institution, as an available procurement option for its purchasing process. The District also maintains an e-Payables program with the financial institution as a convenient option for vendors to receive payments. As an incentive, the District receives annual rebates from the financial institution for each program, with the amounts determined based on the dollar amount of P-card purchases and e-Payables payments during annual periods. For the 2012 calendar year, the District received \$337,694 in rebates, including \$58,361 generated by purchases using Federally-restricted moneys in the special revenue fund. However, the rebates were not allocated to the funds from which the P-card purchases and e-Payables payments were made. Instead, the rebates were recognized as revenue and applied to the General Fund, which is used for general operating purposes.

District personnel indicated that, in their opinion, OMB Circular A-87 does not apply to these transactions because the rebates are from an arm's length agreement entered into with a third party (bank) and the income generated by the bank from electronic payment processing fees does not represent a deduction from the cost of goods or services. Notwithstanding the District's justification, as certain Federal resources are typically restricted by Federal law, rebates generated by expenditures of those funds may be subject to the same restrictions. Without procedures to allocate rebates to appropriate Federal programs, there is an increased risk that rebates generated by Federally-restricted sources may be used for purposes inconsistent with the restrictions on the resources and District records may not evidence that costs are net of all applicable credits, contrary to OMB Circular A-87.

Recommendation: The District should consult with the United States Department of Education and the Florida Department of Education for resolution on the use and allocation of rebates received on P-card purchases and e-Payables payments.

District Contact Person and Title: Stephen Bright, Executive Director, Business Services

Federal Awards Finding No. 2:

Federal Agency: United States Department of Education

Pass-Through Entity: Florida Department of Education

Pass-Through Programs: Title I Grants to Local Educational Agencies (CFDA No. 84.010) and School Improvement Grants, Recovery Act (CFDA No. 84.388-ARRA)

Finding Type: Noncompliance and Significant Deficiency

Questioned Costs: \$22,658 (CFDA No. 84.388) and \$92,386 (CFDA No. 84.010)

Allowable Costs/Cost Principles - Project Budget Amendments. OMB Circular A-87 provides that costs are allowable and allocable to a Federal cost objective if they are reasonable and necessary for the proper and efficient performance of the cost objective, allocable if the services are in accordance with the benefits received, and are adequately documented. Title 34, Section 80.30, Code of Federal Regulations, provides that grantees may rebudget within the approved direct cost budget to meet unanticipated requirements and may make limited program changes to the approved project.

The Florida Department of Education (FDOE), as the pass-through agency for the Title I Grants to Local Educational Agencies (Title I) and School Improvement Grants (SIG) programs, developed the *Project Application and Amendment Procedures for Federal and State Grants (Green Book)*, which sets forth the types of changes in grant activities or budgetary changes subject to prior approval by the grantor agency. The *Green Book* provides that where statutes or rules governing a program do not expressly stipulate program or budget amendment requirements, project recipients must obtain prior approval in writing for changes to the approved project application, involving issues such as changes in project scope, goals, or objectives, work tasks, types of personnel employed, and contracting or sub-granting. In addition, Section B of the *Green Book* provides that a project recipient may not begin to expend or obligate funds under a project amendment until the FDOE receives the amendment in substantially approvable form or the date the amendment is approved by the FDOE program manager, whichever is later.

For the 2012-13 fiscal year, the District reported expenditures of \$7,759,261 for the SIG program and we tested the propriety of expenditures totaling \$888,851 to determine whether the charges were appropriate. Although not tested as a major program, we also tested expenditures of \$1,120,055 for the Title I program because the payments were included in other tests. Our tests disclosed the following:

- Effective May 31, 2013, the FDOE approved a \$1,577,845 amendment for the SIG program to reallocate budgeted expenditures, such as \$249,539 for partial funding of administrative salaries and benefits of five administrative positions to implement certain SIG program initiatives. However, from July 7, 2012, to May 30, 2013, the District paid \$219,423 in salaries and benefits for these five administrative positions, which were not preapproved by FDOE, contrary to the *Green Book* requirements. Although FDOE subsequently approved these expenditures, the District paid \$20,902 in salaries and benefits for a sixth administrative position that was not part of the original or amended project budget, contrary to the *Green Book* requirements. Because the District made the expenditures for the sixth administrative position that were not initially or subsequently approved by the FDOE, these program expenditures totaling \$20,902 represent questioned costs subject to disallowance by the grantor (FDOE).
- The District submitted a budget amendment for its Title I program to FDOE on May 30, 2013, requesting approval to fund eight new administrative positions at 0.4 full-time equivalent with salaries and benefits costs of \$104,159 to expand services to Title I schools and provide instructional support. However, FDOE did not approve the amendment and the District paid salaries and benefits of \$89,887 for these eight positions from January 28, 2013, to June 30, 2013. As these new employees represented a change in the types of personnel employed by the project, without FDOE approval of the project amendment, these program expenditures totaling \$89,887 represent questioned costs subject to disallowance by the grantor (FDOE).
- In addition, the District paid salaries and benefits of \$2,499 for two administrative employees from Title I program funds and \$1,756 from SIG program funds for three of the six SIG program administrative

employees discussed above after they were reassigned to schools as principals; however, the schools the employees were reassigned to were non-Title I and non-SIG program schools. In these circumstances, expenditures of \$2,499 and \$1,756 for the Title I and SIG programs, respectively, do not appear to be necessary and reasonable program charges and, therefore, represent questioned costs subject to disallowance by the grantor (FDOE).

Recommendation: The District should enhance its procedures to ensure that expenditures are for allowable grant purposes as provided in the FDOE-approved original or amended program budget. In addition, the District should document the allowability of questioned costs totaling \$22,658 for the SIG program and \$92,386 for the Title I program to the grantor (FDOE) or restore these amounts to the Title I and SIG programs.

District Contact Person and Title: Susan Legutko, Executive Director, Federal Programs/Title I

**Federal Awards Finding No. 3:
Federal Agency: United States Department of Education
Pass-Through Entity: Florida Department of Education
Pass-Through Programs: Title I Grants to Local Educational Agencies (CFDA No. 84.010) and School Improvement Grants, Recovery Act (CFDA No. 84.388-ARRA)
Finding Type: Noncompliance and Significant Deficiency
Questioned Costs: \$247,458 (CFDA No. 84.388) and \$367,519 (CFDA No. 84.010)**

Matching, Level of Effort, Earmarking - Supplement not Supplant. Title 20, Section 6314(a)(1), United States Code (USC), authorizes the use of Title I program funds to carry out a project to upgrade the entire educational program in schools that meet schoolwide program requirements. Title 20, Section 6314(a)(2)(B), USC, provides that schools operating a schoolwide program shall use funds available under Title I to supplement the total amount of funds that would, in the absence of Federal funds, be available from non-Federal sources for that school, including funds needed to provide services that are required by law for children with disabilities and children with limited English proficiency. The OMB *Circular A-133 Compliance Supplement* provides that SIG program funds may be used only to supplement that amount of non-Federal funds that a school would otherwise have received if it were not operating a Title I schoolwide program. Volume 75, Federal Register No. 13 (January 21, 2010), page 3379, provides that a local educational agency must provide a Title I school operating a schoolwide program all of the non-Federal funds the school would have received were it not a schoolwide school, and SIG funds, like Title I funds, must supplement those non-Federal funds.

As noted in Federal Awards Finding No. 2, we tested the propriety of \$888,851 of \$7,759,261 SIG program total expenditures, and \$1,120,055 of Title I program expenditures included in other tests. Our tests disclosed the following:

- The District paid 100 percent of the salaries and benefits for three District-level administrative positions, totaling \$367,519, that were each responsible for overseeing a number of schools within their assigned region. Although the administrative positions were paid 100 percent from the Title I program, the schools within the assigned regions included both Title I and non-Title I schools. In these circumstances, because these administrators provided essentially the same services to both Title I and non-Title I schools, these expenditures, totaling \$367,519, did not supplement non-Federal funds and, therefore, represent questioned costs subject to disallowance by the grantor (FDOE).
- In addition, the six administrators discussed in Federal Awards Finding No. 2 that were partially paid from SIG program funds prior to the May 31, 2013, effective budget amendment date with costs of \$240,325, were also responsible for overseeing a number of schools within their assigned region, including SIG and non-SIG program schools. Further, five of these administrators had the same responsibilities for the month of June 2013 and were paid an additional \$7,133. In these circumstances, because these administrators provided

essentially the same services to both SIG and non-SIG program schools, these expenditures, totaling \$247,458 (including costs of \$20,902 that were previously questioned in Federal Awards Finding No. 2), did not supplement non-Federal funds and, therefore, represent questioned costs subject to disallowance by the grantor (FDOE).

Recommendation: The District should enhance its procedures to ensure that SIG and Title I program funds are used only to supplement non-Federal funds that a school would otherwise have received if it were not operating a Title I schoolwide program. In addition, the District should document the allowability of questioned costs totaling \$247,458 for the SIG program and \$367,519 for the Title I program to the grantor (FDOE) or restore these amounts to the SIG and Title I programs.

District Contact Person and Title: Susan Legutko, Executive Director, Federal Programs/Title I

**Federal Awards Finding No. 4:
Federal Agency: United States Department of Education
Pass-Through Entity: Florida Department of Education
Pass-Through Programs: Title I Grants to Local Educational Agencies (CFDA No. 84.010); School Improvement Grants, Recovery Act (CFDA No. 84.388-ARRA)
Finding Type: Noncompliance and Significant Deficiency
Questioned Costs: \$249,214 (CFDA No. 84.388) and \$459,905 (CFDA No. 84.010)**

Allowable Costs/Cost Principles - Documentation of Time and Effort. OMB Circular A-87 provides, for charges to Federal awards for salaries and wages, that where employees are expected to work on multiple cost activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation. These reports must reflect an after-the-fact distribution of the actual activity of each employee and must be signed by the employee. Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employee worked solely on that program for the period covered by the certification. These certifications will be prepared at least semiannually and signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee. District procedures provide that the required semiannual certifications be prepared for January and July.

For the eight new administrative positions and two administrators reassigned as principals that were paid partially from the Title I program and the six positions that were paid partially from the SIG program, discussed in Federal Awards Finding No. 2, the District did not maintain the required monthly personnel activity reports or equivalent documentation. Although Title I program costs of the two administrators reassigned as principals were the result of oversights, District management indicated that the eight new administrative positions were allocated 40 percent from the Title I program and the six positions partially-funded from the SIG program were allocated from 13 to 80 percent based on the ratio of the number of SIG schools to the total number of schools assigned to the administrator. District personnel prepared semiannual certifications attesting to the accuracy of the percentage allocations attributable to the Federal programs; however, absent personnel activity reports or equivalent documentation reflecting an after-the-fact distribution of the actual activity of each employee, District records did not evidence that these allocations represented the actual time and effort associated with the respective Federal program activity.

In response to our inquiries regarding the appropriateness of the salary allocations for these employees, District personnel indicated that each of these administrators was responsible for overseeing a number of schools; however, none of the administrators or others with first-hand knowledge of the time and effort associated with Title I and SIG program schools, duties, and responsibilities were currently employed by the District at the time of our inquiry in November 2013. Also, the three administrators paid 100 percent from the Title I program discussed in Federal

Awards Finding No. 3 prepared semiannual certifications attesting to the accuracy of the 100 percent allocation; however, because their job responsibilities included both Title I and non-Title I schools, the 100 percent allocations to the Title I program were not appropriate. In these circumstances, the questioned costs of \$249,214 (includes costs of \$1,756 that were previously questioned in Federal Awards Finding No. 2 and \$247,458 that were previously questioned in Federal Awards Finding No. 3) for the SIG program and \$459,905 (includes costs of \$89,887 and \$2,499 that were previously questioned in Federal Awards Finding No. 2 and \$367,519 that were previously questioned in Federal Awards Finding No. 3) for the Title I program also represent questioned costs for lack of documentation of time and effort.

Absent the required personnel activity reports or equivalent documentation to demonstrate actual time devoted to Federal program activities, there is an increased risk that personnel costs may be inappropriately charged to a Federal program.

Recommendation: The District should enhance its procedures to ensure that required documentation is maintained to support salary and benefits charges to Federal programs. In addition, the District should document the allowability of questioned costs totaling \$249,214 for the SIG program and \$459,905 for the Title I program to the grantor (FDOE) or restore these amounts to the SIG and Title I programs.

District Contact Person and Title: Susan Legutko, Executive Director, Federal Programs/Title I

Federal Awards Finding No. 5:
Federal Agency: United States Department of Education
Pass-Through Entity: Florida Department of Education
Program: Title I Grants to Local Educational Entities (CFDA No. 84.010); Improving Teacher Quality State Grants (CFDA No. 84.367); and School Improvement Grants (CFDA No. 84.377)
Finding Type: Noncompliance and Significant Deficiency
Questioned Costs: \$182,500 (CFDA No. 84.367); Unknown (CFDA Nos. 84.010 and 84.377)

Allowable Costs/Cost Principles. OMB Circular A-87, Attachment A, Section C, provides that for an expenditure to be allowable under Federal awards, costs must be necessary and reasonable for proper and efficient performance and administration of the Federal award and must be adequately documented. Additionally, OMB Circular A-87, Attachment B, Section 32.b.(8), requires adequate contractual agreements for professional service costs that include such information as description of the service, estimate of the time required, rate of compensation, and termination provisions.

The District reported expenditures of \$2,808,070 for the SIG program and we tested the propriety of expenditures totaling \$1,635,016 to determine whether the charges were appropriate. Although not tested as major programs, we also tested one expenditure of \$182,500 for the Improving Teacher Quality State Grants (ITQ) and one expenditure totaling \$200,000 for Title I Grants to Local Educational Agencies (Title I) because the payments were included in other tests. Our tests disclosed the following:

- **Contracted Professional Development Training.** The Board approved a consultant agreement with a vendor for professional development services totaling \$182,500 paid from the ITQ program on August 7, 2012. The scope of work included in the agreement provided for 19 seminars and webinars to be conducted from September 1, 2012, through May 1, 2013, with 14 of the 19 seminars and webinars scheduled in December 2012 and later. However, the District paid the entire invoice on December 11, 2012, prior to a significant portion of the seminars and webinars services. In addition, District records did not evidence that any of the seminar and webinar services were performed. Without such, the \$182,500 payment represents questioned costs subject to disallowance by the grantor.

- **Contracted Academic Management Services.** On August 7, 2012, the Board approved a consultant agreement with a vendor for academic management services totaling \$1,200,000 to be paid from SIG (\$1,000,000) and Title I (\$200,000) programs. The agreement provided for \$200,000 to be paid upon execution of the agreement followed by ten monthly payments of \$100,000 each. The scope of work included in the agreement provided for three tiers of service, with a minimum number of on-site service days required depending on the respective school's tier level (119 days for the tier 1; 49 days for tier 2; and 18 days for tier 3). The vendor was required to provide a total of 565 on-site service days and provided monthly reports and invoices to the District detailing the services provided at each school, including the number of on-site service days. Payments were made as scheduled in the agreement and District records evidenced monitoring procedures performed through April 2013, including verification of the number of service days provided; however, District records did not evidence monitoring after April 2013 to confirm that verification of the minimum number of service days was received.

Our review disclosed differences between the vendor's monthly reports and the District's monitoring reports. For example, the April 2013 monthly report provided by the vendor for one school scheduled to receive 115 service days indicated that 118 service days were provided and the monitoring report indicated that 112 days of service were received. For another school, the April 2013 monthly report provided by the vendor indicated the school was scheduled to receive 49 service days and that 54 service days were provided; however, the monitoring report indicated that 44 service days were received. District records did not evidence that these differences had been investigated or resolved. As such, District records did not demonstrate that the services were performed in accordance with contract terms and District intentions.

In response to our inquiries, District personnel indicated employee turnover without appropriate training of new employees contributed to the monitoring deficiencies. Without appropriate procedures to adequately monitor compliance with agreement terms and conditions, and satisfactory receipt of services prior to payment, there is an increased risk of errors, fraud, and noncompliance with Federal grant requirements.

Recommendation: The District should enhance procedures to ensure that District personnel confirm and document that services are satisfactorily received prior to payment. In addition, the District should document to the grantor (FDOE) the allowability of the \$182,500 of questioned costs for contracted professional development training to the ITQ program. The District should also document to the grantor the allowability of any other questioned costs disclosed by District review procedures for contracted academic management services or restore these amounts to the SIG and Title I programs.

District Contact Person and Title: Susan Legutko, Executive Director, Federal Programs/Title I

Federal Awards Finding No. 6:
Federal Agency: United States Department of Education
Award Number: S374A100014
Program: Teacher Incentive Fund (CFDA No. 84.374)
Finding Type: Material Noncompliance and Material Weakness
Questioned Costs: \$109,510

Allowable Costs/Cost Principles. OMB Circular A-87, Attachment A, Section C, provides that for expenditures to be allowable under Federal awards, costs must be necessary and reasonable for proper and efficient performance and administration of the Federal award, and must be adequately documented.

The District reported expenditures of \$1,685,438 for the Teacher Incentive Fund (TIF) grant program for the 2012-13 fiscal year and we performed testing of expenditures totaling \$330,189. Our tests disclosed the following:

- **Contracted Program Training.** The Board approved entering into an agreement for professional development services funded from the TIF program with the Schultz Center for Teaching and Leadership (Center), a related-party professional development academy. The agreement provided that the District would pay the Center an amount not to exceed \$126,540 and the Center would submit all invoices, receipts, and

other documentation and information reasonably required evidencing the costs, fees, and expenses incurred by or charged to the Center in connection with the agreement. The District paid the Center \$108,010 for professional development services based upon quarterly invoices submitted by the Center supported by expense ledgers printed from the Center's accounting system; however, the quarterly invoices were not supported by documentation, such as employee timesheets and vendor invoices. Absent detailed documentation evidencing that all charges were necessary and reasonable for proper and efficient performance and administration of the agreement, these expenditures, totaling \$108,010, represent questioned costs subject to disallowance by the grantor.

- **Mentor Bonuses.** The grant required that the District develop and implement a mentorship training program to provide professional development training to experienced teachers who would mentor teachers at participating TIF schools. Mentors were eligible for a bonus upon successful completion of the training program provided they attended five workshop sessions, maintained and completed certain training documentation, and submitted a portfolio for evaluation by the TIF Project Coordinator responsible for approving bonuses. The District paid mentor bonuses of \$750 each to four mentors during the 2012-13 fiscal year. However, the portfolios submitted for two mentors indicated that only four of the required five workshop sessions were completed. Subsequent to our inquiries, District personnel provided typed rosters from the workshops listing the employees scheduled to attend; however, the rosters did not contain initials or signatures of the participants that attended the workshops. Without such, mentor bonuses totaling \$1,500 represent questioned costs subject to disallowance by the grantor.
- **Performance-based Compensation System (PBCS).** The grant required that the District develop and implement a PBCS for teachers, principals, and other personnel to increase educator effectiveness and student achievement based mainly on student growth in high-need schools. The grant also required that the PBCS include the following five core elements: (1) a communication plan about the PBCS; (2) involvement and support between the District and unions for the PBCS; (3) evaluation systems for teachers and principals; (4) a data management system linking student achievement across systems; and (5) a professional development plan for improved outcomes.

The District paid performance-based bonuses of \$1,000, plus benefits, totaling \$106,953 to 98 District employees during the 2012-13 fiscal year, of which \$37,780 was funded from the Federal TIF funds and \$69,173 was funded from non-Federal matching funds, based on employees achieving certain performance measures during the 2011-12 fiscal year. However, District records did not evidence the District's progress in developing and implementing the required core elements of the PBCS. In response to our inquiries, District personnel indicated that several different District employees worked in the program from October 1, 2010, to the date the performance-based bonuses were paid on March 22, 2013, and correspondence from the United States Department of Education (ED) and documentation of the District's PBCS implementation could not be located. Subsequent to our inquiries, District personnel contacted ED and were provided earlier correspondence confirming that the District met the required five core elements of the PBCS.

Reporting and Records Retention. Title 34, Section 80.42, Code of Federal Regulations, requires grantees to maintain records for three years from the day the grantee submits its expenditure report for the reporting period. The grant agreement required that the District submit annual performance reports to the grantor that included both financial expenditures and progress in achieving required performance measures. The report submitted for the Federal fiscal year ended September 30, 2012, included target and actual performance data; however, District records did not support the target and actual performance data reported. In response to our inquiries, District personnel indicated that information obtained from the teacher evaluation system database was as of a point in time and copies were not maintained. Also, as noted above, we noted instances where correspondence from ED and documentation of the District's PBCS implementation could not be located in District records, contrary to Title 34, Section 80.42, Code of Federal Regulations. When records supporting grant activities and performance reports are not retained, District records may not evidence compliance with grant terms and conditions and the grantor's ability to evaluate the achievement of program objectives may be limited.

Professional auditing standards require that when an auditee does not comply, in all material respects, with a compliance requirement that could have a direct and material effect on one of its major Federal programs, appropriate disclosures (qualifications) should be made in the auditor's report. As the District did not comply with the requirement regarding Allowable Costs/Cost Principles that is applicable to the TIF program, our report on the District's compliance with this requirement includes a qualification to that effect.

Recommendation: The District should enhance its procedures to ensure that Federal program expenditures are properly approved, documented, and supported. The District should also document to the grantor the allowability of questioned costs of \$108,010 for contracted training and \$1,500 for mentor bonuses. In addition, the District should ensure that required performance reports are accurately prepared and supported and that all records supporting grant activities and reporting are retained in accordance with Federal regulations.

District Contact Person and Title: Sonita Young, Chief Human Resource Officer

PRIOR AUDIT FOLLOW-UP

There were no findings disclosed in the prior financial audit report.

MANAGEMENT'S RESPONSE

Management's response is included as Exhibit A.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS – FEDERAL AWARDS

*DUVAL COUNTY
 DISTRICT SCHOOL BOARD
 SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS - FEDERAL AWARDS
 For the Fiscal Year Ended June 30, 2013*

Listed below is the District's summary of the status of prior audit findings on Federal programs:

| Audit Report No. and Federal Awards Finding No. | Program/Area | Brief Description | Status | Comments |
|---|--------------|---|--------|----------|
| Cherry Bekaert, LLP | | There were no prior Federal audit findings. | | |

EXHIBIT A
MANAGEMENT'S RESPONSE



Nikolai P. Vitti, Ed.D.
Superintendent of Schools

1701 Prudential Drive
Jacksonville, FL 32207-8182
904.390.2115
www.duvalschools.org

December 20, 2013

David W. Martin, CPA
Auditor General
3974 Woodcock Drive, Suite 101A
Jacksonville, Florida 32207

Dear Mr. Martin:

Attached is Duval County Public Schools' response to the preliminary and tentative federal audit findings for the fiscal year ended June 30, 2013.

Please note that corrective measures have been taken to incorporate processes to prevent a repeat of these audit findings. I would like to express our appreciation for the manner in which the audit was conducted. Your staff conducted themselves in a professional manner throughout the audit and has been helpful in identifying and discussing the areas addressed in the audit.

Very truly yours,

A handwritten signature in black ink, appearing to read "N. Vitti", is positioned above the printed name of the Superintendent of Schools.

Nikolai P. Vitti, Ed.D.
Superintendent of Schools

CH/vp

CC: Stephen Bright
LaTrell Edwards
Cindy Hill

EXHIBIT A (CONTINUED)
MANAGEMENT'S RESPONSE

Federal Awards Finding No. 1: The District did not allocate purchasing card and e-Payable program rebates generated by Federal resources to the appropriate Federal programs.

Recommendation: The District should consult with the United States Department of Education and the Florida Department of Education for resolution on the use and allocation of rebates received on P-card purchases and e-Payables payments.

District Response: The District concurs with the recommendation. The District will contact the appropriate Federal cognizant agency and the Florida Department of Education for technical assistance in the proper accounting (use and allocation) of revenue received on P-card purchases and E-payable payments.

Federal Awards Finding No. 2: The District did not always obtain grantor approval of budget amendments prior to incurring Federal expenditures for the School Improvement Grants and Title I programs, resulting in questioned costs of \$22,658 and \$92,386, respectively.

Recommendation: The District should enhance its procedures to ensure that expenditures are for allowable grant purposes as provided in the FDOE-approved original or amended program budget. In addition, the District should document the allowability of questioned costs totaling \$22,658 for the SIG program and \$92,386 for the Title I program to the grantor (FDOE) or restore these amounts to the Title I and SIG programs.

District Response: The District concurs with the recommendation and will ensure that projected project amendments will be preapproved prior to expenditures. For 2013-14 the questioned costs of \$22,658 for the SIG program and \$92,386 for the Title I program were either preapproved prior to the issuance of an approved project extension of unused funds or will comply with preapproval prior to expenditures.

Federal Awards Finding No. 3: The District did not comply with the supplement not supplant compliance requirement for the School Improvement Grants and Title I programs, resulting in questioned costs of \$247,458 and \$367,519, respectively.

Recommendation: The District should enhance its procedures to ensure that SIG and Title I program funds are used only to supplement non-Federal funds that a school would otherwise have received if it were not operating a Title I schoolwide program. In addition, the District should document the allowability of questioned costs totaling \$247,458 for the SIG program and \$367,519 for the Title I program to the grantor (FDOE) or restore these amounts to the SIG and Title I programs.

District Response: The District concurs with the recommendation and the District will enhance its procedures to ensure that the SIG and Title I program funds will be used to supplement non-Federal funds. In addition, the District will work with the Department of Education (FDOE) to resolve the questioned costs totaling \$247,458 for the SIG program and \$367,519 for the Title I program.

Federal Awards Finding No. 4: The District did not maintain required documentation to support salary and benefit charges for several District administrators to the School Improvement Grants and Title I programs, resulting in questioned costs of \$249,214 and \$459,905, respectively.

Recommendation: The District should enhance its procedures to ensure that required documentation is maintained to support salary and benefits charges to Federal programs. In addition, the District should

EXHIBIT A (CONTINUED)
MANAGEMENT'S RESPONSE

document the allowability of questioned costs totaling \$249,214 for the SIG program and \$459,905 for the Title I program to the grantor (FDOE) or restore these amounts to the SIG and Title I programs.

District Response: The District concurs with the recommendation and the District will enhance its procedures to ensure that the required documentation is maintained to support salary and benefits charges to Federal programs. In addition, the District will work with the Department of Education (FDOE) to resolve the questioned costs totaling \$249,214 for SIG program and \$459,905 for the Title I program.

Federal Awards Finding No. 5: District records did not always evidence satisfactory receipt of services prior to payment, resulting in \$182,500 of Improving Teacher Quality program questioned costs.

Recommendation: The District should enhance procedures to ensure that District personnel confirm and document that services are satisfactorily received prior to payment. In addition, the District should document to the grantor (FDOE) the allowability of the \$182,500 of questioned costs for contracted professional development training to the ITQ program. The District should also document to the grantor the allowability of any other questioned costs disclosed by District review procedures for contracted academic management services or restore these amounts to the SIG and Title I programs.

District Response: The District concurs with the recommendation and the District will enhance its procedures to ensure that appropriate procedures are in place to confirm and document that services are satisfactorily received prior to payment. In addition, the District will work with the Schultz Center to provide respective meeting agendas to ensure that the cost totaling \$182,500 for professional development training is allowable through the Title II program.

Federal Awards Finding No. 6: District records did not evidence contracted training services were received and mentor bonuses were earned, resulting in \$109,510 of Teacher Incentive Fund program questioned costs.

Recommendation: The District should enhance its procedures to ensure that Federal program expenditures are properly approved, documented, and supported. The District should also document to the grantor the allowability of questioned costs of \$108,010 for contracted training and \$1,500 for mentor bonuses. In addition, the District should ensure that required performance reports are accurately prepared and supported and that all records supporting grant activities and reporting are retained in accordance with Federal regulations.

District Response: The District concurs with the recommendation and will review current procedures to ensure compliance with Federal regulations regarding the documentation, approval, and support of all Federal program expenditures. In addition, the District will work with the United States Department of Education (ED) to resolve the questioned costs.

This page intentionally left blank

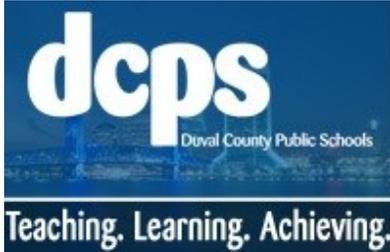


Vision

Every student is inspired and prepared for success in college or a career, and life.

Mission

To provide educational excellence in every school, in every classroom, for every student, every day.



**1701 Prudential Drive
Jacksonville, FL
904-390-2000
www.duvalschools.org**