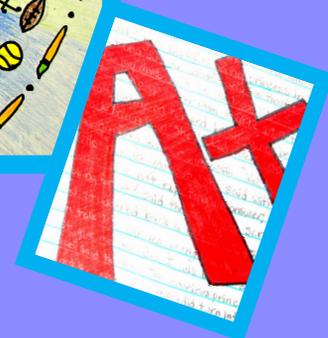
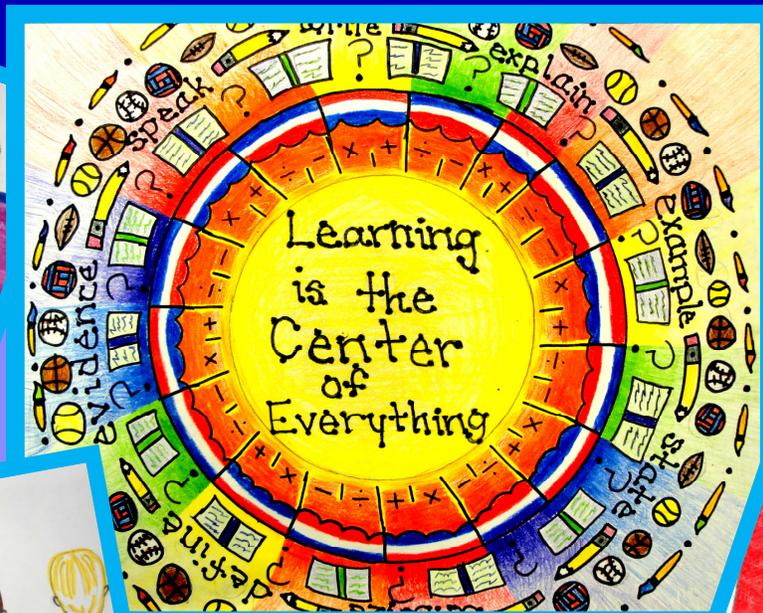


**Fiscal Year Ended
June 30, 2015**

Comprehensive Annual Financial Report

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



Cover Drawings by Volusia County Schools Middle School Art Students

Center picture:

- Emily Carrow, *Learning is the Center of Everything*, colored pencil and black marker, 7th grade
River Springs Middle School, Art Teacher – Clare Radigan

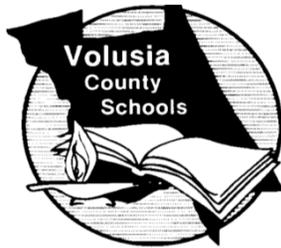
Clockwise from top right:

- Chase Wolcott, *School Time*, marker, 6th grade
Taylor Middle-High; Art Teacher – Melinda Mosley
- Kailey Poole, *A Plus Paper*, marker, 7th grade
Taylor Middle-High; Art Teacher – Melinda Mosley
- Cynthia Milan, *Every Day During School*, marker, 7th grade
Taylor Middle-High; Art Teacher – Melinda Mosley
- Sandra Hernandez, *Usage*, colored pencil, marker, 8th grade
Taylor Middle-High; Art Teacher – Melinda Mosley

District School Board of Volusia County
DeLand, Florida

Comprehensive Annual
Financial Report

For the Fiscal Year Ended
June 30, 2015



Prepared by:
Division of Financial Services

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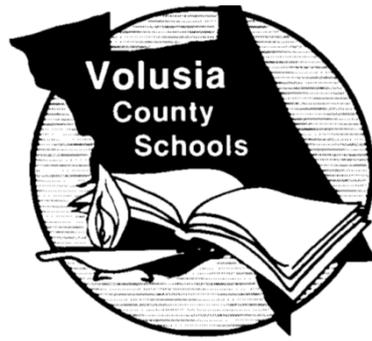
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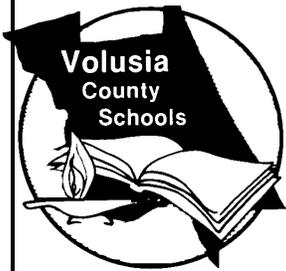
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Introductory Section



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School Board of Volusia County

Mr. James T. Russell
Superintendent of Schools

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

December 17, 2015

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

State law requires that all local governments publish, after the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited, by a firm of licensed certified public accountants or by the Florida Auditor General, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of the District School Board of Volusia County, Florida (District) for the fiscal year ended June 30, 2015. This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. This letter of transmittal is designed to complement Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

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

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

The Florida Auditor General conducted the audit of the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the

overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion on the District's financial statements for the fiscal year ended June 30, 2015. The report of the independent certified public accountants is presented as the first component of the financial section of this report.

Profile of the Government

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

The geographical boundaries of the District are those of Volusia County. Volusia County is located in the east-central region of the State of Florida. Volusia County is bordered on the west by the historic St. Johns River, and by the Atlantic Ocean to the east. Roughly the size of Rhode Island, Volusia is situated 50 miles northeast of Orlando, 60 miles north of the Kennedy Space Center, and 89 miles south of Jacksonville. Volusia County was established in 1854 and became the 30th county in the State of Florida. The 2014 population for Volusia County is estimated to be 503,851 persons. Within its borders are several incorporated areas and small, unincorporated communities.

In the 2014-15 fiscal year, the District provided general, special, and vocational education programs. The District had 69 K-12 schools, including 45 elementary schools, 12 middle schools, 1 K-8 school, 1 middle/high school, 9 high schools, and 1 alternative education center (Department of Juvenile Justice). In addition, the District sponsors 8 charter schools, 1 of which is not a component unit of the District.

Economic Condition and Outlook

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

Per capita income was \$34,321 in 2014 for Volusia County. Volusia County's 2014 Florida Price Level Index as reported by the Florida Polytechnic University is 94.75. This means that the cost of living in Volusia County is 5.25 percent below the State average of 100.

Volusia is Florida's 11th most populous county, with 2.6 percent of the population. The population of Volusia County has increased 60,508 from 2000 to 2014 and is projected to reach 507,845 by 2015, 528,311 by 2020, and 546,993 by 2025.

The School District of Volusia County reported 61,829 students (20-day enrollment) in 2014-15. The District's enrollment declined by 3,578 students, or 5.5 percent, during the ten-year period of 2005-06 through 2014-15. Based on the District's cohort projection model and economic conditions, forecasts project enrollment for 2016-17 to be 62,622, an increase of 793 students from the current fiscal year, or an increase of 1.3 percent.

According to the American Community Survey, the median age in Volusia County in 2014 was 46.5 years. The percentage of the population that was under 18 years is 18.1 percent and the percentage that was 65 and older is 23.2 percent. Families made up 61.7 percent of the households, which includes both married-couple

families (45.1 percent) and other families (16.6 percent). The percentage of people that were foreign born is 8.5 percent and 91.5 percent were native born, including 36.3 percent who were born in Florida. Among people at least 5 years old, 13.7 percent spoke a language other than English at home. Of those speaking a language other than English at home, 70.4 percent spoke Spanish. The percentage of people 25 years and older who have at least graduated from high school is 88.9 percent and the percentage of people who have a bachelor's degree or higher is 22.5 percent.

In 2014, the leading industries for the employed population 16 years and older in Volusia County were: educational services, health care, and social assistance, 22.3 percent; retail trade, 14.4 percent; and arts, entertainment, recreation, accommodation and food services, 12.8 percent. The most common occupations were: management, business, science, and arts, 31.3 percent; sales and office occupations, 25.7 percent; service occupations, 21.5 percent; natural resources, construction, and maintenance occupations, 12.1 percent; and production, transportation, and material moving occupations, 9.4 percent.

According to the Florida Department of Education's Florida Inventory of School Houses (FISH) survey, the average age of schools is 28 years.

Long-Term Financial Planning

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

The Board has established a policy requiring a minimum fund balance equal to 3 percent of the District's projected General Fund revenues, calculated in accordance with Section 1011.051, Florida Statutes. The Board's goal is to maintain a fund balance equal to 5 percent. At June 30, 2015, the financial condition ratio of the General Fund was 7.3 percent, the combined assigned and unassigned fund balances as a percentage of total General Fund revenues. The District's targeted goals are maintaining and enhancing student programs, increasing academic achievement, and maintaining compliance with the class size amendment requirements.

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

Major Initiatives

Class Size Reduction Amendment

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

The Florida Legislature enacted Chapter 2003-391, Laws of Florida, which required the number of students in each classroom be reduced by at least two students per year beginning in the 2003-04 school year, until the maximum number of students per classroom did not exceed the requirements in the law. The amendment would be calculated as follows:

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

The District was in compliance with the Class Size requirements for the 2014-15 fiscal year.

Race to the Top

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

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

The School District of Volusia County received \$11.8 million over a five year period through the 2014-15 fiscal year.

Capital Outlay Program

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

Accomplishments

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

Fourteen of the District's 35 career academies were awarded the highest honor, gold level, for their performance on 12 standards used to evaluate academies each year.

Student achievement is measured throughout a student's educational career using a variety of testing instruments that include both norm-referenced and criterion-referenced assessments. Collectively, the data derived from student achievement tests support several purposes that include School, District, and State accountability; instructional and program decision-making; student placement; and monitoring individual student progress. Major State-wide assessments include the Florida Standards Assessments (FSA), Statewide Science Assessment (FCAT 2.0), End-of-Course Assessments (EOC), Pre-Scholastic Assessment Test (PSAT), Scholastic Assessment Test (SAT), American College Test (ACT), and the Advanced Placement (AP).

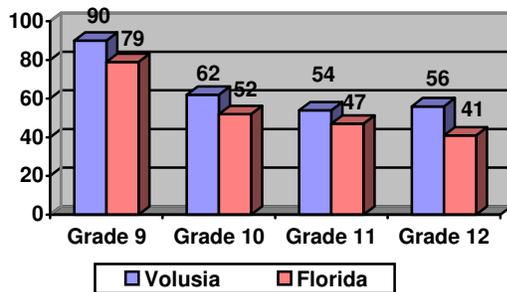
From 2011-2014, the FCAT 2.0 was used to measure student achievement of the Next Generation Sunshine State Standards (NGSSS) in reading, mathematics, writing, and science. In Spring 2015, it was replaced by the Florida Standards Assessments (FSA) in English language arts, mathematics, and three end-of-course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

The FCAT 2.0 in science is administered to students in grades 5 and 8. The FSA in English language arts is administered to students in grades 3-11. The FSA in mathematics is administered to students in grades 3-8.

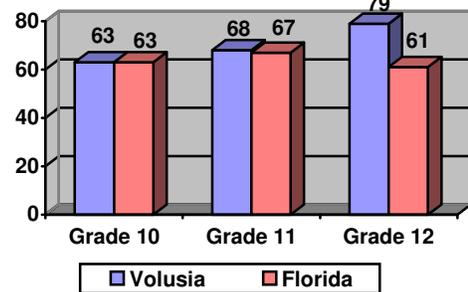
The 2015 NGSSS EOC exam results indicate outstanding achievement in all three subject areas tested. Volusia exceeds the state in percentage of students passing in nearly every subject and grade level. Volusia students exceeded the state percentage in both grade levels on the NGSSS FCAT 2.0 science assessment.

The FSA assessment results will be released later this year.

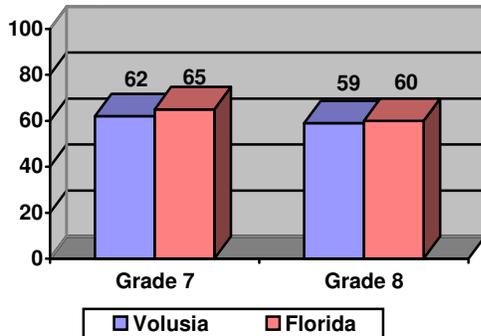
2015 NGSSS EOC Biology
(% Equal to or Greater Than Level 3)



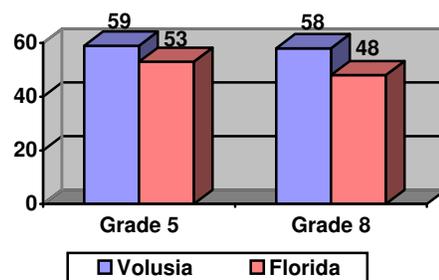
2015 NGSSS EOC US History
(% Equal to or Greater Than Level 3)



2015 NGSSS EOC Civics
(% Equal to or Greater Than Level 3)



2015 FCAT 2.0 Science
(% Equal to or Greater Than Level 3)



Budgetary Controls

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

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

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

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2014. In order to be awarded the Certificate of Achievement for Excellence in Financial Reporting and the Certificate of Excellence in Financial Reporting, the District must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

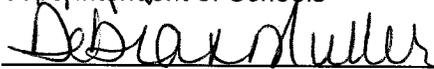
The preparation of the CAFR was made possible by the dedicated service of the entire staff of Financial Services. Each member of the division has our sincere appreciation for the contributions made in the preparation of this report.

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

Respectfully submitted,



James T. Russell
Superintendent of Schools



Debra L. Muller
Chief Financial Officer



Bertie Trawick
Director of Finance

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

Mrs. Ida D. Wright, Chairman

District 2
Member since January 2013
Current term expires November 2016



Mrs. Melody Johnson, Vice Chairman

District 5
Member since November 2014
Current term expires November 2018

Mrs. Linda Costello

District 4
Member since November 2012
Current term expires November 2016



Mrs. Linda Cuthbert

District 3
Member since November 2014
Current term expires November 2018

Dr. John Hill

District 1
Member since November 2014
Current term expires November 2018



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

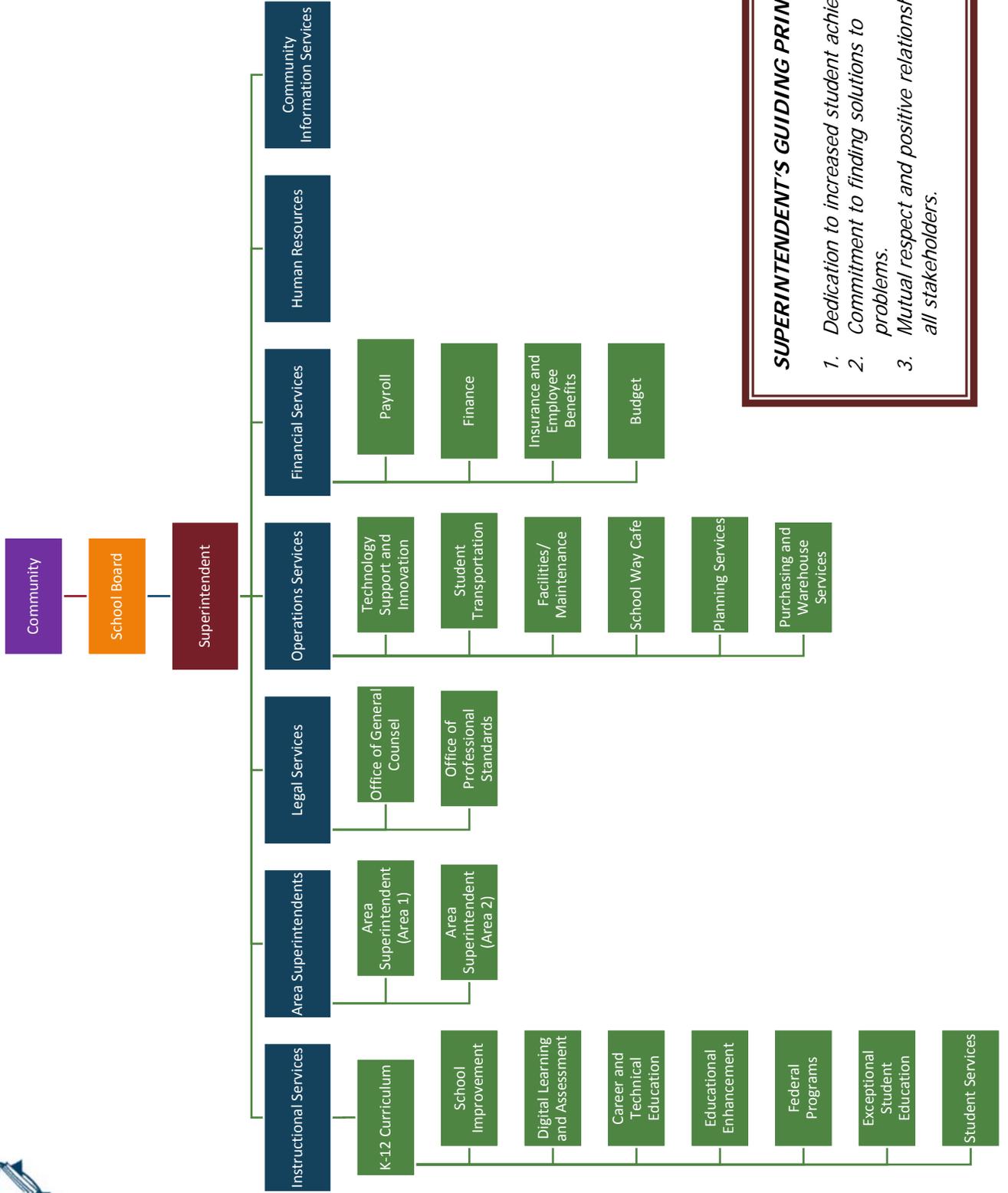


James T. Russell
Superintendent of Schools

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

DISTRICT SCHOOL BOARD OF VOLUSIA COUNTY

Organizational Chart



SUPERINTENDENT'S GUIDING PRINCIPLES

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



Government Finance Officers Association

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

Presented to

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

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

Association of School Business Officials International



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District School Board of Volusia County

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2014*

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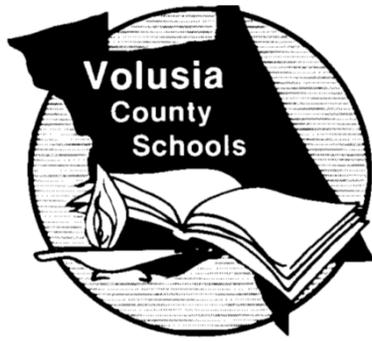


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Mark C. Pepera, MBA, RSBO, SFO
President

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

John D. Musso, CAE, RSBA
Executive Director



Financial Section



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

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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 Volusia County District School Board, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the school internal funds, which represent 14 percent of the assets and 50 percent of the liabilities of the aggregate remaining fund information. In addition, we did not audit the financial statements of the aggregate discretely presented component units, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units' columns. Those statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for the school internal funds and the aggregate discretely presented component units, are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and

perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Volusia County District School Board as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparisons for the general fund and major special revenue fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 2 to the financial statements, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27*, which is a change in accounting principle that requires an employer participating in a cost-sharing multiple employer defined benefit pension plan to report the employer's proportionate share of the net pension liability of the defined benefit pension plan. This affects the comparability of amounts reported in the 2014-15 fiscal year with the amounts reported for the 2013-14 fiscal year. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **MANAGEMENT'S DISCUSSION AND ANALYSIS, Schedule of Funding Progress - Other Postemployment Benefits Plan, Schedule of the District's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan, Schedule of District Contributions – Florida Retirement System (FRS) Pension Plan, Schedule of the District's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan, Schedule of District Contributions – Health Insurance Subsidy Pension Plan, and Notes to Required Supplementary Information**, 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 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 **SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS** is presented for purposes of additional analysis as required by the United States Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report on our consideration of the District'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 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,

A handwritten signature in blue ink that reads "Sherrill F. Norman". The signature is written in a cursive style with a large, sweeping initial 'S'.

Sherrill F. Norman, CPA
Tallahassee, Florida
December 17, 2015
Audit Report No. 2016-064

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the District School Board of Volusia County, Florida, (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with our basic financial statements and notes thereto found on pages 15 through 62.

FINANCIAL HIGHLIGHTS

- The assets plus deferred outflows of resources of the District exceeded its liabilities plus deferred inflows of resources at June 30, 2015, by \$609,326,305 (net position). Of this amount, \$749,105,541 represents investments in capital assets (net of related debt), and restricted and unrestricted net position of \$82,211,912 and (\$221,991,148), respectively.
- The District's total net position decreased \$191,136,267. The major decrease in net position resulted from implementation of Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* (see Notes 2 and 15 for more information).
- At June 30, 2015, the District's governmental funds reported combined fund balances of \$114,397,288 a decrease of \$12,024,230 in comparison with the prior year.
- At June 30, 2015, the unassigned fund balance of the General Fund was \$14,446,658, or 3.4 percent of General Fund total revenues. The General Fund total assigned and unassigned fund balance was \$31,197,481, or 7.3 percent (financial condition ratio) of General Fund total revenues.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

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

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

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

The government-wide financial statements include the District (known as the primary government), Futures, Inc., and seven charter schools; Reading Edge Academy, Inc.; Samsula Academy; The Chiles Academy, Inc.; Richard Milburn Academy of Volusia County; Richard Milburn Academy Middle School of Volusia County; Ivy Hawn Charter School of the Arts; and Burns Science and Technology Charter School, Inc.; for which the District is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government. Futures, Inc., is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the District, to promote education, and to encourage research, learning and dissemination of information. The Volusia School Board Leasing Corporation (Leasing Corporation), although also legally separate, was formed to facilitate financing for the acquisition of facilities and equipment. Due to the substantive economic relationship between the District and the Leasing Corporation, the Leasing Corporation has been included as an integral part of the primary government. The government-wide financial statements can be found on pages 15 through 17 of this report.

Fund Financial Statements

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

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

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

The District maintains 14 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the District's most significant funds. The District's major governmental funds are the General Fund; American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds – Special Revenue Fund; Sales Tax Revenue Bonds – Debt Service Fund; Local Capital Improvement – Capital Projects Fund, and Local Sales Tax – Capital Projects Fund. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

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

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

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

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

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

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The District's total assets plus deferred outflows of resources exceeded its total liabilities plus deferred inflows of resources by \$609,326,305 (net position) at June 30, 2015, which was a decrease of \$191,136,267 from the previous fiscal year.

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

The following is a summary of the District's net position as of June 30, 2015, compared to net position as of June 30, 2014:

Condensed Statement of Net Position

	Governmental Activities	
	2015	2014 (*)
ASSETS		
Current and other assets	\$ 151,582,445	\$ 158,584,638
Capital assets, net	<u>1,083,062,495</u>	<u>1,111,180,064</u>
Total assets	<u>1,234,644,940</u>	<u>1,269,764,702</u>
DEFERRED OUTFLOWS OF RESOURCES		
	<u>37,189,211</u>	<u>4,124,054</u>
LIABILITIES		
Long-term liabilities	554,277,496	453,780,633
Other liabilities	<u>24,599,049</u>	<u>19,645,551</u>
Total liabilities	<u>578,876,545</u>	<u>473,426,184</u>
DEFERRED INFLOWS OF RESOURCES		
	<u>83,631,301</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	749,105,541	739,412,668
Restricted	82,211,912	84,007,208
Unrestricted (deficit)	<u>(221,991,148)</u>	<u>(22,957,304)</u>
Total net position	<u>\$ 609,326,305</u>	<u>\$ 800,462,572</u>

(*) Balances for June 30, 2014 have not been restated for adjustments to beginning net position in the fiscal year ended June 30, 2015. See note 2 to the financial statements regarding current year adjustments to beginning net position.

The District reports a \$221,991,148 deficit in unrestricted net position at June 30, 2015, a \$199,033,844 decrease from the prior fiscal year. This is due primarily to: the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*; a decrease in the fund balance of the General Fund and an increase in the liability for other postemployment benefits obligation (OPEB). Management has every confidence that the deficit in unrestricted net position does not represent an inability to meet District obligations. Net pension liability of \$137,692,072, compensated absences, in the amount of \$55,750,606 and OPEB of \$20,330,588 are the most significant liabilities (claims) against unrestricted assets. Most of the estimated amount of the net pension liability, \$134,613,932, and the compensated absences liability, \$50,947,933, will be due more than one year from the financial statement date and does not require the use of current resources.

Restricted net position represents resources that are subject to external restrictions on how they may be used, such as for capital projects and debt service. The restricted portion of the District's net assets totals \$82,211,912, which represents a 2.1 percent decrease from the prior fiscal year due to a decrease in the School Food Service fund balance and a decrease in the amount of unexpended balances in categorical programs.

The largest portion of the District's net position \$749,105,541, reflects its investment in capital assets, less any related debt still outstanding. Investment in capital assets, less related debt, increased \$9,692,873 due to the reduction of outstanding debt.

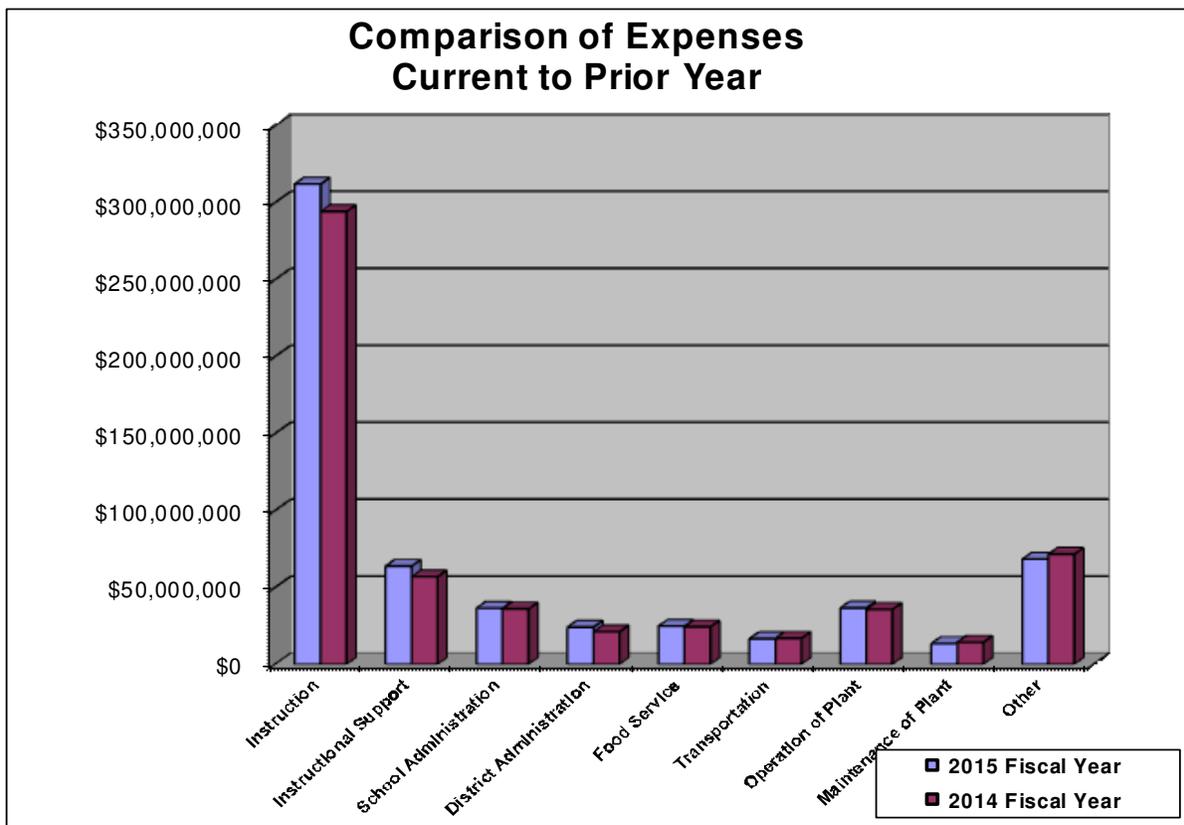
Key elements of the changes in the District's net position for the fiscal years ended June 30, 2015, and June 30, 2014, are as follows:

Change in Net Position		
	Governmental Activities	
	2015	2014 (*)
Revenues:		
Program revenues:		
Charges for services	\$ 9,947,700	\$ 10,389,881
Operating grants and contributions	21,876,050	20,258,405
Capital grants and contributions	6,466,545	3,354,042
General revenues:		
Property taxes	203,539,674	193,039,885
Local sales taxes	36,073,123	33,733,053
Grants and contributions not restricted to specific programs	300,836,959	288,648,605
Unrestricted investment earnings	207,692	188,877
Miscellaneous	8,699,924	9,221,832
Total revenues	587,647,667	558,834,580
Expenses:		
Instruction	303,980,515	294,080,341
Student personnel services	22,346,883	22,260,328
Instructional media services	5,913,231	6,050,456
Instruction and curriculum development services	22,368,194	21,532,665
Instructional staff training services	2,826,187	2,631,591
Instruction related technology	5,589,112	4,330,372
Board of education	651,313	723,554
General administration	3,711,985	2,728,798
School administration	35,271,215	35,933,954
Facilities services - non-capitalized	4,546,128	2,952,087
Fiscal services	2,279,613	2,486,442
Food services	24,371,742	24,290,574
Central services	6,573,506	6,317,948
Student transportation services	16,250,950	16,801,105
Operation of plant	36,431,503	35,562,405
Maintenance of plant	13,097,318	14,182,978
Administrative technology services	5,883,389	5,868,241
Community services	4,913,403	4,570,518
Interest on long-term debt	14,174,703	17,059,506
Unallocated depreciation expense	49,039,691	49,837,073
Total expenses	580,220,581	570,200,936
Excess (deficiency) before special item	7,427,086	(11,366,356)
Special item: loss on dissolution of joint venture	-	(7,483,242)
Change in net position	7,427,086	(18,849,598)
Net position - Beginning	800,462,572	819,312,170
Adjustment to beginning net position	(198,563,353)	-
Net position - Ending	\$ 609,326,305	\$ 800,462,572
(*) Balances for June 30, 2014 have not been restated for adjustments to beginning net position in the fiscal year ended June 30, 2015. See note 2 to the financial statements regarding current year adjustments to beginning net position.		

Governmental activities decreased the District's net position by \$191,136,267. Key elements are as follows:

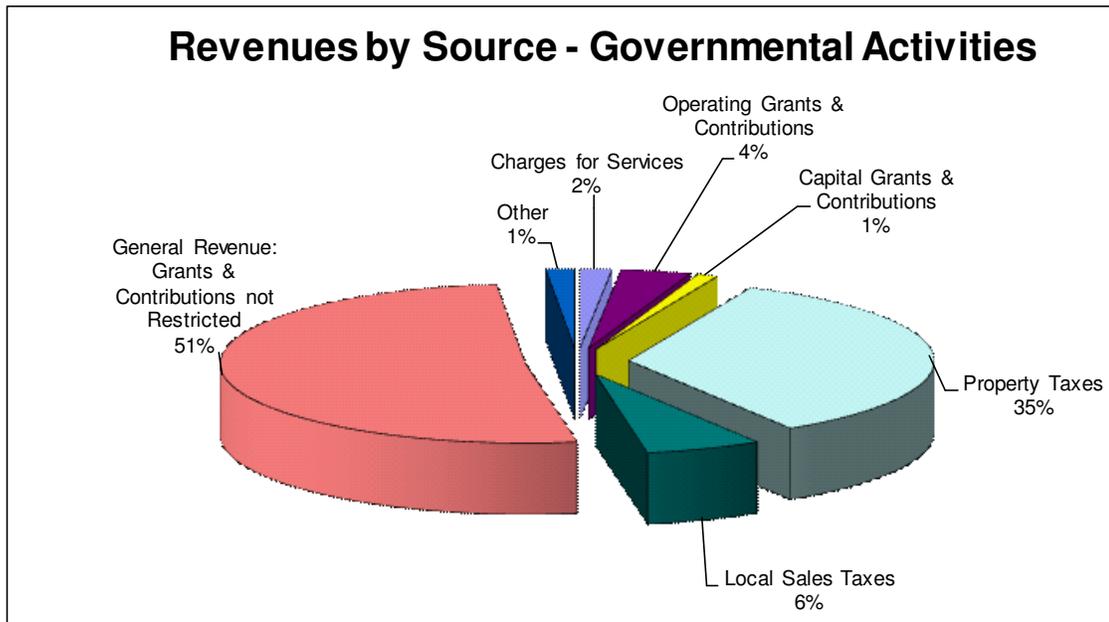
- Net Investment in Capital Assets increased \$9,692,873, due to a decrease in net capital assets of \$28,117,569; a decrease in related debt of \$39,548,769; and a decrease in the deferred amount on refundings of \$1,738,327.
- Unrestricted net position decreased \$199,033,844 due to a decrease of \$10,165,582 in the unrestricted fund balance of the General Fund; an increase in compensated absences of \$302,692; an increase in Other Postemployment Benefits Payable (OPEB) of \$2,045,681; and implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* resulted in the reporting of \$137,692,072 net pension liability, \$33,527,844 in deferred outflows of resources, and \$82,355,661 in deferred inflows of resources (see Notes 2 and 15 for more information).
- Restricted net position decreased \$1,795,296, due primarily to a decrease in the fund balance in the Special Revenue Fund - Food Service fund of \$1,167,079; a decrease in the fund balance of the Capital Projects Funds of \$130,409; and a decrease in the amount reserved for State categorical programs of \$1,084,168, which are offset by an increase in the Debt Service Funds of \$523,008.

Instruction and instructional support expenses accounted for approximately 62.6 percent of total governmental expenses. Instruction increased by \$9.9 million (3.4 percent) and instructional support expenses increased by \$2.2 million (3.9 percent) from the 2013-14 fiscal year due to salary increases and an increase in the number of teaching positions.



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

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



FINANCIAL ANALYSIS OF THE INDIVIDUAL FUNDS

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

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$114,397,288 a decrease of \$12,024,230 in comparison with the prior fiscal year. The following schedule indicates the fund balance and the total change in fund balance by major fund and other governmental funds (Nonmajor) as reported in the basic financial statements for the fiscal years ended June 30, 2015 and June 30, 2014.

Fund Balance	Governmental Activities		Increase (Decrease)	Percentage Change
	2015	2014		
General Fund	\$ 32,691,750	\$ 43,941,500	\$ (11,249,750)	-25.6%
Debt Service Funds:				
Sales Tax Revenue Bonds	22,390,119	21,826,472	563,647	2.6%
Capital Projects Funds:				
Local Capital Improvement	23,152,894	26,499,693	(3,346,799)	-12.6%
Local Sales Tax	17,911,544	15,501,959	2,409,585	15.5%
Nonmajor Governmental Funds	18,250,981	18,651,894	(400,913)	-2.1%
Total	\$ 114,397,288	\$ 126,421,518	\$ (12,024,230)	-9.5%

The General Fund is the chief operating fund of the District. During the current fiscal year, the total fund balance of the General Fund decreased by \$11,249,750. Key elements are as follows:

- Revenues increased \$14,326,181, mainly due to an increase in the Florida Education Finance Program (FEFP) and property taxes received.
- Expenditures increased \$17,705,849, the majority of which is the result of salary increases and an increase in the number of teaching positions.
- Expenditures exceeded revenues by \$23,202,331. Other financing sources, such as transfers from Capital Project Funds to reimburse expenditures in the General Fund for maintenance, property insurance, and equipment leases, totaled \$11,952,581.

The ARRA Economic Stimulus Funds – Special Revenue Fund has total revenues and expenditures of \$1,875,138 each. Because grant revenues attributed to the grant in this fund is not recognized until expenditures are incurred, this fund generally does not accumulate a fund balance.

The Sales Tax Revenue Bonds – Debt Service Fund, which is used to account for the payment of principal, interest, and related costs pertaining to the District's Local Sales Tax Revenue Bonds, has a total fund balance of \$22,390,119. The net increase in the fund balance during the current fiscal year was \$563,647.

The Local Capital Improvement – Capital Projects Fund, which is used to account for revenues produced by an ad valorem (property) tax levy authorized by the Board to support capital improvements, has a total fund balance of \$23,152,894. The net decrease in fund balance during the current fiscal year was \$3,346,799, primarily due to an increase in facilities and acquisition expenditures, a decrease in transfers out to the General Fund and Debt Service funds, offset by an increase in property taxes received.

The Local Sales Tax – Capital Projects Fund, which is used to account for revenues produced by the half cent sales tax and to account for capital project activity funded through sales tax revenue. The total fund balance was \$17,911,544. The net increase in fund balance during the current fiscal year was \$2,409,585. A key factor for this increase was a 6.9 percent increase in sales tax revenue.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget for revenues were approximately \$7.5 million (1.8 percent increase), and can be briefly summarized as follows:

- Federal revenue increased by \$2.1 million, primarily due to Medicaid funding.
- State revenue decreased by \$3.7 million. The decrease is due to a \$4.2 million decrease in FEFP funding for McKay Scholarships and a \$0.5 million increase in various other State sources.
- Local revenue increased by \$9.1 million. The District's after school age child care program generated \$4.6 million of the increase; \$4.1 million was collected through miscellaneous local grants and sources; and \$0.4 million was collected in bus fees, contributing to the increase in other revenues.

Differences between the original budget and the final amended budget for expenditures increased approximately \$3.9 million (0.8 percent), with increases in the instruction, instructional support and community services functions offset by decreases in the central services, student transportation services, and maintenance of plant functions. The final amended budget reflected an increase in fund balance of \$4,562,521 for current fiscal year operations. Many of the large fluctuations between original and amended budget are from revenues that are not known and measurable at

the time of budget adoption. These are amended into the budget during the fiscal year. Revenues and the corresponding appropriations are amended into the budget upon receipt. Annual salary increases are amended into the budget once salary negotiations have concluded. Fluctuations between amended budget and actual amounts usually occur from unused grant balances. Certain unexpended funds remain allocated and are re-budgeted in the following fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The District's investment in capital assets for its governmental activities as of June 30, 2015, amounted to \$1,083,062,495 (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; audio visual materials; and computer software. The total decrease in the District's investment in capital assets for the current fiscal year was 2.5 percent.

Major projects over \$500,000 started during the 2014-15 fiscal year included the following:

- Volusia Pines Elementary School – roof replacement,
- Sweetwater Elementary School – roof replacement, and
- Spruce Creek Elementary School – classroom renovations.

The following is a summary of capital assets as of June 30, 2015, and June 30, 2014:

Capital Assets (net of depreciation)		
	Governmental Activities	
	2015	2014
Land	\$ 56,064,483	\$ 56,064,483
Construction in progress	2,565,530	4,290,444
Improvements other than buildings	51,400,610	52,304,855
Buildings and fixed equipment	956,042,596	979,888,124
Furniture, fixtures, and equipment	7,248,321	9,000,620
Motor vehicles	8,617,357	7,738,280
Audio visual materials	-	-
Computer software	1,123,598	1,893,258
Total	<u>\$ 1,083,062,495</u>	<u>\$ 1,111,180,064</u>

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

Long-Term Debt. At the end of the current fiscal year, the District had total bonded debt outstanding of \$314,274,000, excluding premiums. Of this amount, \$51,100,000 comprises debt backed by sales tax revenue, and \$5,309,000 backed by the full faith and credit of the State of Florida. The remainder of this debt represents \$257,865,000 in certificates of participation.

In March, 2015, Fitch Ratings affirmed the District's rating on its COPS at A+ and affirmed its rating on the Sales Tax Revenue Bonds at BBB+. In addition, Fitch affirmed the District's AA-implied General Obligation rating. The rating outlook on the COPs, Sales Tax Revenue Bonds, and General Obligation is stable. In March, 2015, Moody's affirmed the District's rating on its

COPS at Aa3 and upgraded its rating on the Sales Tax Revenue Bonds from Baa1 to A3. In April, 2015, Standard and Poor's upgraded the District's rating on its Sales Tax Revenue Bonds from BBB+ to A- and affirmed the rating outlook is stable.

On December 2, 2014, the Florida Department of Education issued State Board of Education (SBE), Capital Outlay Refunding Bonds, Series 2014B. The District's portion of the Series 2014B bonds totaled \$4,549,000 and was used to refund, on a current basis, a portion of the Series 2005B bonds in order to take advantage of lower interest rates.

On May 5, 2015, the District issued Refunding Certificates of Participation (COPS), Series 2015A, in the amount of \$28,210,000 to refund, on a current basis, a portion of its outstanding COPS, Series 2005B, in order to take advantage of lower interest rates.

Additional information on the District's long-term debt can be found in Notes 6 through 9 on pages 42 to 47.

The following is a summary of outstanding debt, excluding unamortized premiums, as of June 30, 2015, and June 30, 2014:

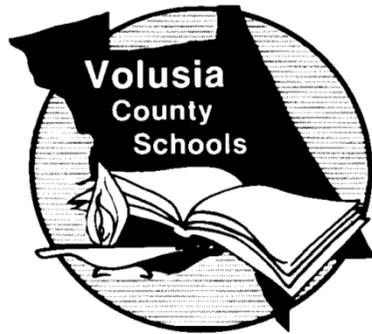
Outstanding Debt		
	Governmental Activities	
	2015	2014
Bonds payable	\$ 56,409,000	\$ 82,180,000
Certificates of participation	<u>257,865,000</u>	<u>272,010,000</u>
Total	<u>\$ 314,274,000</u>	<u>\$ 354,190,000</u>

ECONOMIC FACTORS AND NEW YEAR'S BUDGETS AND RATES

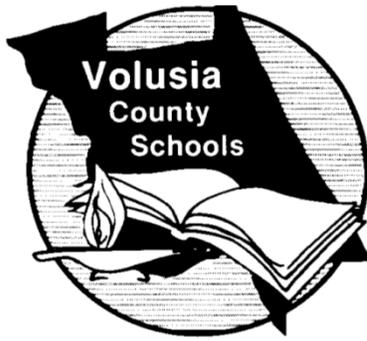
- The unemployment rate for the District (Volusia County, Florida) declined from the prior fiscal year and is currently 5.9 percent, which is slightly higher than the State's average unemployment rate of 5.6 percent and slightly higher than the national average unemployment rate of 5.3 percent.
- Although the tentative budget for fiscal year 2015-16 includes an increase in FEFP funding of \$13.9 million, increased expenditures created a revenue to appropriation deficit that was mitigated through various cost savings and an additional assignment of reserves in the amount of \$6.3 million.

REQUESTS FOR INFORMATION

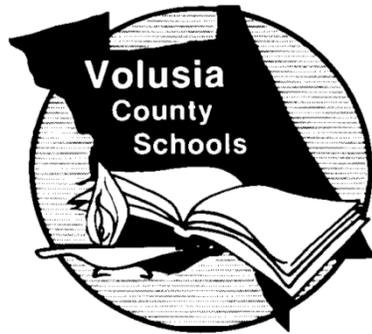
This report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate compliance and accountability for its resources. Questions concerning any of the information provided in this report or requests for additional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



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Financial Statements



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District School Board of Volusia County, Florida
Statement of Net Position
June 30, 2015

	<u>Primary Government</u>	
	<u>Governmental Activities</u>	<u>Component Units</u>
ASSETS		
Cash and cash equivalents	\$ 10,826,356	\$ 1,990,527
Investments	129,491,035	290,922
Accounts receivable	222,710	69,163
Interest receivable	95,098	-
Due from other agencies	7,986,277	117,323
Inventories	2,960,969	9,923
Prepaid items	-	711,391
Other assets	-	92,489
Capital assets:		
Land	56,064,483	703,616
Construction in progress	2,565,530	-
Leasehold improvements	-	746,428
Improvements other than buildings, net	51,400,610	-
Buildings and fixed equipment, net	956,042,596	5,157,490
Furniture, fixtures, and equipment, net	7,248,321	347,989
Motor vehicles, net	8,617,357	-
Property under capital lease, net	-	140,846
Audio visual materials, net	-	-
Computer software, net	1,123,598	970
Total assets	<u>1,234,644,940</u>	<u>10,379,077</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	33,527,844	-
Net carrying amount of debt refunding	3,661,367	-
Total deferred outflows of resources	<u>37,189,211</u>	<u>-</u>
LIABILITIES		
Salaries and benefits payable	9,095,616	108,465
Payroll deductions and withholdings	8,015	-
Accounts payable	13,214,192	238,631
Construction contracts payable	1,811,568	-
Construction contracts payable - retainage	273,808	-
Accrued liabilities	-	38,806
Accrued interest payable	-	6,155
Due to other agencies	165,370	74,226
Estimated liability for arbitrage rebate	30,480	-
Compensated absences payable	-	71,382
Long-term liabilities:		
Portion due within one year:		
Obligations under capital leases	-	56,709
Notes payable	-	145,457
Bonds payable, net	27,590,423	-
Certificates of participation payable, net	11,663,137	-
Compensated absences payable	4,802,673	-
Estimated insurance claims payable	1,725,323	-
Net pension liability	3,078,140	-
Portion due in more than one year:		
Obligations under capital leases	-	61,220
Notes payable	-	2,422,305
Bonds payable, net	30,310,424	-
Certificates of participation payable, net	266,778,697	-
Compensated absences payable	50,947,933	-
Estimated insurance claims payable	2,436,226	-
Net pension liability	134,613,932	-
Postemployment healthcare benefits payable	20,330,588	-
Total liabilities	<u>578,876,545</u>	<u>3,223,356</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pensions	82,355,661	-
Deficit net carrying amount of debt refunding	1,275,640	-
Total deferred inflows of resources	<u>83,631,301</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	749,105,541	4,425,527
Restricted for:		
State required carryover programs	443,022	-
Debt service	22,539,775	-
Capital projects	48,784,992	113,395
Food service	10,444,123	-
Other purposes	-	876,981
Unrestricted (deficit)	(221,991,148)	1,739,818
Total net position	<u>\$ 609,326,305</u>	<u>\$ 7,155,721</u>

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

District School Board of Volusia County, Florida
Statement of Activities
For the Fiscal Year Ended June 30, 2015

FUNCTIONS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Instruction	\$ 303,980,515	\$ -	\$ -	\$ -
Student personnel services	22,346,883	-	-	-
Instructional media services	5,913,231	-	-	-
Instruction and curriculum development services	22,368,194	-	-	-
Instructional staff training services	2,826,187	-	-	-
Instructional related technology	5,589,112	-	-	-
Board of education	651,313	-	-	-
General administration	3,711,985	-	-	-
School administration	35,271,215	-	-	-
Facilities services - non-capitalized	4,546,128	-	-	1,895,543
Fiscal services	2,279,613	-	-	-
Food services	24,371,742	4,868,686	20,662,778	-
Central services	6,573,506	-	-	-
Student transportation services	16,250,950	-	15,128	-
Operation of plant	36,431,503	-	-	-
Maintenance of plant	13,097,318	-	1,198,144	-
Administrative technology services	5,883,389	-	-	-
Community services	4,913,403	5,079,014	-	-
Interest on long-term debt	14,174,703	-	-	4,571,002
Unallocated depreciation expense	49,039,691	-	-	-
Total primary government	<u>\$ 580,220,581</u>	<u>\$ 9,947,700</u>	<u>\$ 21,876,050</u>	<u>\$ 6,466,545</u>
Component units:				
Charter schools	\$ 14,364,957	\$ 1,096,853	\$ 865,159	\$ 385,226
Futures, Inc.	751,358	17,946	791,072	-
Total component units	<u>\$ 15,116,315</u>	<u>\$ 1,114,799</u>	<u>\$ 1,656,231</u>	<u>\$ 385,226</u>

General revenues:

Taxes:

Property taxes, levied for operational purposes

Property taxes, levied for capital projects

Local sales taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Miscellaneous

Total general revenues

Change in net position

Net position - July 1, 2014, as previously reported

Cumulative effect of change in accounting principle

Net position - July 1, 2014, as restated

Net position - June 30, 2015

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

Net (Expense) Revenue and Changes in Net Position

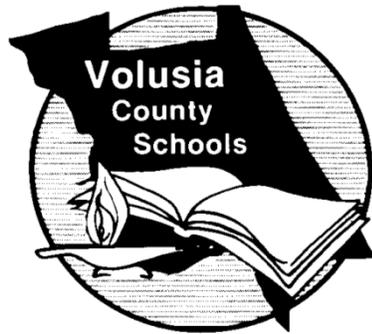
Primary Government		
Governmental Activities		Component Units
\$ (303,980,515)		\$ -
(22,346,883)		-
(5,913,231)		-
(22,368,194)		-
(2,826,187)		-
(5,589,112)		-
(651,313)		-
(3,711,985)		-
(35,271,215)		-
(2,650,585)		-
(2,279,613)		-
1,159,722		-
(6,573,506)		-
(16,235,822)		-
(36,431,503)		-
(11,899,174)		-
(5,883,389)		-
165,611		-
(9,603,701)		-
(49,039,691)		-
<u>(541,930,286)</u>		<u>-</u>
-		(12,017,719)
-		<u>57,660</u>
-		<u>(11,960,059)</u>
161,910,645		-
41,629,029		-
36,073,123		-
300,836,959		12,028,050
207,692		9,831
8,699,924		89,788
<u>549,357,372</u>		<u>12,127,669</u>
<u>7,427,086</u>		<u>167,610</u>
800,462,572		6,988,111
(198,563,353)		-
<u>601,899,219</u>		<u>6,988,111</u>
<u>\$ 609,326,305</u>		<u>\$ 7,155,721</u>

District School Board of Volusia County, Florida
Balance Sheet -
Governmental Funds
June 30, 2015

	General Fund	ARRA Economic Stimulus Funds - Special Revenue Fund	Sales Tax Revenue Bonds - Debt Service Fund
ASSETS			
Cash and cash equivalents	\$ 829,991	\$ -	\$ -
Investments	51,183,589	-	22,390,119
Accounts receivable	222,710	-	-
Interest receivable	61,222	-	-
Due from other agencies	816,008	52,252	-
Due from other funds	-	-	-
Inventories	1,051,247	-	-
Total assets	<u>\$ 54,164,767</u>	<u>\$ 52,252</u>	<u>\$ 22,390,119</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Salaries and benefits payable	\$ 8,310,991	\$ 131	\$ -
Payroll deductions and withholdings	8,015	-	-
Accounts payable	12,988,641	6,226	-
Construction contracts payable	-	-	-
Construction contracts payable-retainage	-	-	-
Due to other agencies	165,370	-	-
Due to other funds	-	45,895	-
Estimated liability for arbitrage rebate	-	-	-
Total liabilities	<u>21,473,017</u>	<u>52,252</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenue - CO&DS funds	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Inventory	1,051,247	-	-
Restricted for:			
State required carryover programs	443,022	-	-
Food service	-	-	-
Debt service	-	-	22,390,119
Capital projects	-	-	-
Assigned for:			
Subsequent fiscal year's budget:			
Appropriation of fund balance	6,338,730	-	-
State and local programs	10,412,093	-	-
Unassigned	14,446,658	-	-
Total fund balances	<u>32,691,750</u>	<u>-</u>	<u>22,390,119</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 54,164,767</u>	<u>\$ 52,252</u>	<u>\$ 22,390,119</u>

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

Local Capital Improvement - Capital Projects Fund	Local Sales Tax - Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,738,162	\$ -	\$ 6,258,203	\$ 10,826,356
21,363,707	11,550,138	10,491,527	116,979,080
-	-	-	222,710
19,842	2,025	-	83,089
36,902	6,359,622	721,493	7,986,277
-	-	283,468	283,468
-	-	1,909,722	2,960,969
<u>\$ 25,158,613</u>	<u>\$ 17,911,785</u>	<u>\$ 19,664,413</u>	<u>\$ 139,341,949</u>
\$ -	\$ -	\$ 783,673	\$ 9,094,795
-	-	-	8,015
110,515	241	108,182	13,213,805
1,647,130	-	164,438	1,811,568
248,074	-	25,734	273,808
-	-	-	165,370
-	-	237,573	283,468
-	-	30,480	30,480
<u>2,005,719</u>	<u>241</u>	<u>1,350,080</u>	<u>24,881,309</u>
-	-	63,352	63,352
-	-	63,352	63,352
-	-	1,909,722	2,960,969
-	-	-	443,022
-	-	8,534,401	8,534,401
-	-	149,656	22,539,775
23,152,894	17,911,544	7,657,202	48,721,640
-	-	-	6,338,730
-	-	-	10,412,093
-	-	-	14,446,658
<u>23,152,894</u>	<u>17,911,544</u>	<u>18,250,981</u>	<u>114,397,288</u>
<u>\$ 25,158,613</u>	<u>\$ 17,911,785</u>	<u>\$ 19,664,413</u>	<u>\$ 139,341,949</u>



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**District School Board of Volusia County, Florida
Reconciliation of the Governmental Funds Balance Sheet
to the Government-wide Statement of Net Position
June 30, 2015**

Total Fund Balances - Governmental Funds **\$ 114,397,288**

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

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

Nondepreciable assets	\$ 58,630,013	
Depreciable assets	1,585,692,037	
Less: Accumulated depreciation	(561,259,555)	1,083,062,495

The difference between the reacquisition price and the net carrying amount of refunded debt is reported as a deferred outflow of resources or deferred inflow of resources in the government-wide statements and amortized over the life of the debt, but is not reported in the governmental funds. For the 2014-15 fiscal year, the District reported deferred outflows of resources totaling \$3,661,637 and deferred inflows of resources totaling \$1,275,640 related to refunded debt. The net amount results in a deferred outflow of resources.

2,385,727

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

63,352

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

8,361,207

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

Bonds Payable	(57,900,847)	
Certificates of participation payable	(278,441,834)	
Compensated absences payable	(55,750,606)	
Postemployment healthcare benefits payable	(20,330,588)	(412,423,875)

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

Net pension liability	(137,692,072)	
Deferred outflows related to pensions	33,527,844	
Deferred inflows related to pensions	(82,355,661)	(186,519,889)

Total Net Position - Governmental Activities **\$ 609,326,305**

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

District School Board of Volusia County, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	General Fund	ARRA Economic Stimulus Funds - Special Revenue Fund	Sales Tax Revenue Bonds - Debt Service Fund
REVENUES			
Federal direct	\$ 468,447	\$ -	\$ -
Federal through State	3,511,778	1,875,138	-
Federal through local	271,169	-	-
State sources	251,055,139	-	-
Local sources:			
Ad valorem taxes	161,910,645	-	-
Sales taxes	-	-	-
Food service	-	-	-
Other local revenues	13,075,232	-	13,308
Total local sources	<u>174,985,877</u>	<u>-</u>	<u>13,308</u>
Total revenues	<u>430,292,410</u>	<u>1,875,138</u>	<u>13,308</u>
EXPENDITURES			
Current:			
Instruction	289,981,346	18,738	-
Student personnel services	18,160,117	-	-
Instructional media services	6,037,012	-	-
Instruction and curriculum development services	10,315,171	35,505	-
Instructional staff training services	1,406,499	214,176	-
Instructional related technology	4,624,857	1,008,837	-
Board of education	688,371	-	-
General administration	1,572,450	85,719	-
School administration	34,233,865	-	-
Facilities services - non-capitalized	619,267	-	-
Fiscal services	2,345,394	-	-
Food services	-	-	-
Central services	6,046,367	511,901	-
Student transportation services	16,417,838	-	-
Operation of plant	36,460,391	262	-
Maintenance of plant	13,324,599	-	-
Administrative technology services	5,940,305	-	-
Community services	4,988,109	-	-
Debt service:			
Principal	-	-	23,805,000
Interest and fiscal charges	-	-	3,109,565
Capital Outlay:			
Facilities acquisition and construction	-	-	-
Other capital outlay	332,783	-	-
Total expenditures	<u>453,494,741</u>	<u>1,875,138</u>	<u>26,914,565</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(23,202,331)</u>	<u>-</u>	<u>(26,901,257)</u>
OTHER FINANCING SOURCES (USES)			
Refunding bonds issued	-	-	-
Premium on refunding bonds issued	-	-	-
Refunding certificates of participation issued	-	-	-
Premium on refunding certificates of participation issued	-	-	-
Proceeds from sale of capital assets	330,035	-	-
Loss recoveries	15,128	-	-
Transfers in	11,607,418	-	27,464,904
Transfers out	-	-	-
Total other financing sources (uses)	<u>11,952,581</u>	<u>-</u>	<u>27,464,904</u>
Net change in fund balances	<u>(11,249,750)</u>	<u>-</u>	<u>563,647</u>
Fund balances, July 1, 2014	43,941,500	-	21,826,472
Fund balances, June 30, 2015	<u>\$ 32,691,750</u>	<u>\$ -</u>	<u>\$ 22,390,119</u>

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

Local Capital Improvement - Capital Projects Fund	Local Sales Tax - Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 1,000	\$ 469,447
-	-	63,836,224	69,223,140
-	-	-	271,169
-	-	4,626,100	255,681,239
41,629,029	-	-	203,539,674
-	36,073,123	-	36,073,123
-	-	4,877,272	4,877,272
129,016	18,803	3,362,200	16,598,559
<u>41,758,045</u>	<u>36,091,926</u>	<u>8,239,472</u>	<u>261,088,628</u>
<u>41,758,045</u>	<u>36,091,926</u>	<u>76,702,796</u>	<u>586,733,623</u>
-	-	20,262,995	310,263,079
-	-	4,733,023	22,893,140
-	-	4,389	6,041,401
-	-	12,642,350	22,993,026
-	-	1,238,548	2,859,223
-	-	10,901	5,644,595
-	-	-	688,371
-	-	2,108,569	3,766,738
-	-	1,901,120	36,134,985
3,924,352	-	-	4,543,619
-	-	-	2,345,394
-	-	24,586,862	24,586,862
-	-	104,738	6,663,006
-	-	97,183	16,515,021
-	-	24,706	36,485,359
-	-	-	13,324,599
-	-	24,445	5,964,750
-	-	-	4,988,109
-	-	48,870,000	72,675,000
-	-	13,668,429	16,777,994
12,652,262	-	1,664,529	14,316,791
4,822,245	-	1,324,248	6,479,276
<u>21,398,859</u>	<u>-</u>	<u>133,267,035</u>	<u>636,950,338</u>
<u>20,359,186</u>	<u>36,091,926</u>	<u>(56,564,239)</u>	<u>(50,216,715)</u>
-	-	4,549,000	4,549,000
-	-	432,635	432,635
-	-	28,210,000	28,210,000
-	-	4,276,214	4,276,214
-	-	-	330,035
379,473	-	-	394,601
-	-	23,116,806	62,189,128
<u>(24,085,458)</u>	<u>(33,682,341)</u>	<u>(4,421,329)</u>	<u>(62,189,128)</u>
<u>(23,705,985)</u>	<u>(33,682,341)</u>	<u>56,163,326</u>	<u>38,192,485</u>
<u>(3,346,799)</u>	<u>2,409,585</u>	<u>(400,913)</u>	<u>(12,024,230)</u>
<u>26,499,693</u>	<u>15,501,959</u>	<u>18,651,894</u>	<u>126,421,518</u>
<u>\$ 23,152,894</u>	<u>\$ 17,911,544</u>	<u>\$ 18,250,981</u>	<u>\$ 114,397,288</u>

District School Board of Volusia County, Florida
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Fiscal Year Ended June 30, 2015

Net Change in Fund Balances - Total Governmental Funds **\$ (12,024,230)**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of depreciation expense in excess of capital outlays in the current period.

Capital outlay - facilities acquisition and construction:	\$ 14,316,791	
Capital outlay - other capital outlay:	6,479,276	
Less, depreciation expense:	<u>(49,039,691)</u>	(28,243,624)

Capital assets donated to the District during the current period increase net assets on the government-wide statements, but do not provide current financial resources and are not reported as revenues in the governmental funds. 126,055

Refunding gains and losses result from the difference between the reacquisition cost of the refunded debt and the net carrying amount. Refunding gains or losses are amortized over the life of the related debt in the statement of activities. Amortization of deferred outflows of resources totaling \$462,687 and deferred inflows of resources totaling \$141,738 resulted in net expense of \$320,949 reported as interest on long-term debt. (320,949)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. 63,352

Premiums on new debt issues are reported when issued as other financing sources in the governmental funds, but are deferred and amortized as expenses over the life of the debt in the statement of activities. 2,924,240

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

Bonds payable:	25,415,000	
Certificates of participation payable:	<u>10,455,000</u>	35,870,000

Redeemed long-term debt is reported as expenditures in the governmental funds, but decreases long-term liabilities in the statement of net position.

Certificates of participation 2005B:	31,900,000	
SBE Bonds 2005B:	<u>4,905,000</u>	36,805,000

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

Refunding certificates of participation 2015A:	(28,210,000)	
Premium on Refunding certificates of participation 2015A:	(4,276,214)	
Refunding SBE Bonds 2014B:	(4,549,000)	
Premium on Refunding SBE Bonds 2014B:	<u>(432,635)</u>	(37,467,849)

The net change in the liability for postemployment healthcare benefits is reported in the government-wide statements, but not in the governmental fund statements. (2,045,681)

Governmental funds report contributions to defined benefit plans as expenditures. However, in the statement of activities, the amount contributed to defined benefit plans reduces future net pension liability and is reported as part of deferred outflows of resources. 22,254,644

In the statement of activities, pension expense is recorded for the District's proportionate share of collective pension expense of the cost-sharing defined benefit plans in which the District participates. Also included in pension expense are amounts required to be amortized in accordance with GASB Statement No. 68. (10,211,180)

In the statement of activities, the cost of compensated absences is measured by the amounts earned during the year, while in the governmental funds, expenditures are recognized based on the amounts actually paid for compensated absences. This is the net amount of compensated absences earned in excess of the amount paid in the current period. (302,692)

Change in Net Position of Governmental Activities **\$ 7,427,086**

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

District School Board of Volusia County, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
General Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct:				
Reserve Officers Training Corp (ROTC)	\$ 320,000	\$ 402,376	\$ 402,376	\$ -
Miscellaneous Federal direct	-	66,071	66,071	-
Total Federal direct	<u>320,000</u>	<u>468,447</u>	<u>468,447</u>	<u>-</u>
Federal through State:				
Medicaid	1,825,000	3,511,778	3,511,778	-
Total Federal through State	<u>1,825,000</u>	<u>3,511,778</u>	<u>3,511,778</u>	<u>-</u>
Federal through local:				
Miscellaneous Federal through local	-	271,169	271,169	-
State sources:				
Florida education finance program	183,927,052	179,762,418	179,762,418	-
Other restricted State programs	69,426,408	69,271,453	69,271,453	-
CO&DS withheld for administrative expense	34,366	34,366	34,366	-
Other State sources	1,390,664	1,986,902	1,986,902	-
Total State sources	<u>254,778,490</u>	<u>251,055,139</u>	<u>251,055,139</u>	<u>-</u>
Local sources:				
Ad valorem taxes	161,879,055	161,910,645	161,910,645	-
Interest income	150,000	130,181	130,181	-
Authorized fees	-	4,577,055	4,577,055	-
Indirect cost	1,725,000	3,049,686	3,049,686	-
Other local sources	2,108,161	5,318,310	5,318,310	-
Total local sources	<u>165,862,216</u>	<u>174,985,877</u>	<u>174,985,877</u>	<u>-</u>
Total revenues	<u>422,785,706</u>	<u>430,292,410</u>	<u>430,292,410</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	292,000,855	294,415,611	289,981,346	4,434,265
Student personnel services	17,037,827	18,189,100	18,160,117	28,983
Instructional media services	6,733,963	6,203,456	6,037,012	166,444
Instruction and curriculum development services	9,457,887	10,900,434	10,315,171	585,263
Instructional staff training services	2,443,375	1,899,179	1,406,499	492,680
Instructional related technology	3,968,038	4,723,901	4,624,857	99,044
Board of education	846,314	753,484	688,371	65,113
General administration	1,926,628	1,894,953	1,572,450	322,503
School administration	34,966,899	35,247,304	34,233,865	1,013,439
Facilities services - non-capitalized	1,090,143	621,536	619,267	2,269
Fiscal services	2,650,142	2,347,651	2,345,394	2,257
Central services	7,372,257	6,815,526	6,046,367	769,159
Student transportation services	17,923,539	16,456,811	16,417,838	38,973
Operation of plant	37,322,410	36,663,417	36,460,391	203,026
Maintenance of plant	14,692,510	13,473,232	13,324,599	148,633
Administrative technology services	7,058,931	6,740,151	5,940,305	799,846
Community services	2,784,215	6,355,472	4,988,109	1,367,363
Capital Outlay:				
Other capital outlay	184,409	648,638	332,783	315,855
Total expenditures	<u>460,460,342</u>	<u>464,349,856</u>	<u>453,494,741</u>	<u>10,855,115</u>
Deficiency of revenues under expenditures	<u>(37,674,636)</u>	<u>(34,057,446)</u>	<u>(23,202,331)</u>	<u>10,855,115</u>
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	-	330,035	330,035	-
Loss recoveries	-	15,128	15,128	-
Transfers in	11,007,250	11,607,418	11,607,418	-
Total other financing sources	<u>11,007,250</u>	<u>11,952,581</u>	<u>11,952,581</u>	<u>-</u>
Net change in fund balances	<u>(26,667,386)</u>	<u>(22,104,865)</u>	<u>(11,249,750)</u>	<u>10,855,115</u>
Fund balances, July 1, 2014	43,941,500	43,941,500	43,941,500	-
Fund balances, June 30, 2015	<u>\$ 17,274,114</u>	<u>\$ 21,836,635</u>	<u>\$ 32,691,750</u>	<u>\$ 10,855,115</u>

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

District School Board of Volusia County, Florida
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds -
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal through State:				
Race-to-the-Top-Incentive-Grants	\$ 1,923,503	\$ 2,430,021	\$ 1,875,138	\$ (554,883)
EXPENDITURES				
Current:				
Instruction	77,990	18,738	18,738	-
Instructional media services	79,600	-	-	-
Instruction and curriculum development services	50,271	35,505	35,505	-
Instructional staff training services	577,140	214,176	214,176	-
Instructional related technology	219,345	1,491,470	1,008,837	482,633
General administration	78,695	89,466	85,719	3,747
Central services	659,717	511,901	511,901	-
Student transportation services	745	-	-	-
Operation of plant	-	262	262	-
Administrative technology services	16,773	-	-	-
Capital Outlay:				
Other capital outlay	163,227	68,503	-	68,503
Total expenditures	<u>1,923,503</u>	<u>2,430,021</u>	<u>1,875,138</u>	<u>554,883</u>
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2014	-	-	-	-
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

District School Board of Volusia County, Florida
Statement of Net Position -
Proprietary Funds
June 30, 2015

	Governmental Activities - Internal Service Funds
	<u> </u>
ASSETS	
Current assets:	
Investments	\$ 12,511,955
Interest receivable	12,009
Total assets	<u>12,523,964</u>
LIABILITIES	
Current liabilities:	
Salaries and benefits payable	821
Accounts payable	387
Estimated insurance claims payable	1,725,323
Noncurrent liabilities:	
Estimated insurance claims payable	2,436,226
Total liabilities	<u>4,162,757</u>
NET POSITION	
Unrestricted	8,361,207
Total net position	<u>\$ 8,361,207</u>

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

**District School Board of Volusia County, Florida
Statement of Revenues, Expenses, and
Changes in Net Position -
Proprietary Funds
For the Fiscal Year Ended June 30, 2015**

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Premium revenue	\$ 6,791,316
OPERATING EXPENSES	
Salaries	79,684
Employee benefits	21,945
Purchased services	4,485,768
Materials and supplies	19
Insurance claims and related costs	2,281,559
Total operating expenses	6,868,975
Operating loss	(77,659)
NONOPERATING REVENUES	
Interest	77,659
Total nonoperating revenues	77,659
Change in net position	-
Net position - July 1, 2014	8,361,207
Net position - June 30, 2015	\$ 8,361,207

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

District School Board of Volusia County, Florida
Statement of Cash Flows -
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from premium revenues	\$ 6,791,316
Payments to suppliers for goods and services	(4,486,494)
Payments to employees	(101,143)
Payments for insurance claims	(2,276,372)
	(72,693)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sales and maturities of investments	253,613
Purchase of investments	(257,999)
Interest income	77,079
	72,693
Net cash provided by investing activities	72,693
Net change in cash and cash equivalents	-
Cash and cash equivalents - July 1, 2014	-
Cash and cash equivalents - June 30, 2015	\$ -
Reconciliation of operating loss to net cash used by operating activities:	
Operating loss	\$ (77,659)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Changes in assets and liabilities:	
Increase in salaries and benefits payable	203
Decrease in accounts payable	(424)
Increase in estimated insurance claims payable	5,187
	5,187
Net cash used by operating activities	\$ (72,693)

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

District School Board of Volusia County, Florida
Statement of Fiduciary Net Position -
Fiduciary Funds
June 30, 2015

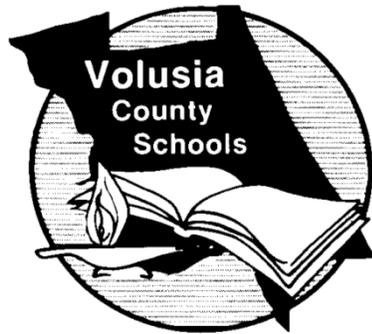
	Private-Purpose Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ -	\$ 2,348,510
Investments	819,636	3,163,842
Accounts receivable	-	11,000
Inventory	-	579
Total assets	819,636	\$ 5,523,931
LIABILITIES		
Accounts payable	\$ -	\$ 330,044
Deposits held for others	-	5,193,887
Total liabilities	-	\$ 5,523,931
NET POSITION		
Held in trust for scholarships and other purposes	\$ 819,636	

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

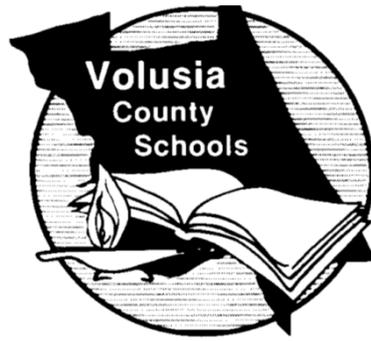
**District School Board of Volusia County, Florida
Statement of Changes in Fiduciary Net Position -
Fiduciary Funds
For the Fiscal Year Ended June 30, 2015**

	Private-Purpose Trust Funds
ADDITIONS	
Interest earnings	\$ 1,920
DEDUCTIONS	
Scholarship payments	2,100
Total deductions	2,100
Change in net position	(180)
Net position - July 1, 2014	819,816
Net position - June 30, 2015	\$ 819,636

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



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Notes to the Financial Statements

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

Criteria for determining if other entities are potential component units that should be reported within the District's basic financial statements are identified and described in the Governmental Accounting Standard Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. The application of these criteria provides for identification of any entities for which the District is financially accountable and other organizations that the nature and significance of their relationship with the District are such that exclusion would cause the District's basic financial statements to be misleading or incomplete. The District used guidance provided in a Florida Department of Education memorandum, dated October 8, 2012, in the application of these criteria for identification of any entities for which the District is financially accountable and has a financial benefit or burden relationship present and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's basic financial statements to be misleading or incomplete.

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

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

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

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

Futures is a separate not-for-profit corporation organized and operated as a direct-support organization under Section 1001.453, Florida Statutes, to provide charitable and educational aid to the District, to promote education, and to encourage research, learning and dissemination of information. Futures is considered to be a component unit of the District because the District must approve all members of Futures' Board and the District has the ability to impose its will on Futures. It is considered to be a discretely presented component unit because the two boards are not the same and Futures does not provide services entirely or nearly entirely to the District. An audit of the direct-support organization's financial statements for the fiscal year ended June 30, 2015, was conducted by an independent certified public accountant and is filed in the District's administrative office located at 200 N. Clara Avenue, DeLand, FL 32720.

The District's charter schools are separate not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not for Profit Corporation Act, and Section 1002.33, Florida Statutes. The charter schools operate

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

under a charter approved by their sponsor, the District School Board of Volusia County, and are considered to be component units of the District since they are fiscally dependent on the District for their tax levy and the majority of their budget. In addition, they create a financial burden on the District because the charter schools' full-time equivalent (FTE) student enrollment is the basis for the District to provide funding to the charter schools. 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.

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

B. Basis of Presentation

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

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

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

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

The District reports the following major governmental funds:

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

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

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

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

Local Sales Tax – Capital Projects Fund – to account for financial resources generated by the school capital outlay surtax (local sales tax) to fund capital outlay projects and debt service payments on certificates of participation.

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

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

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

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

C. Basis of Accounting

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

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

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

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

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

The Proprietary Funds and Private Purpose Trust Funds are prepared under the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

delivering goods in connection with the proprietary funds' principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for workers' compensation, general liability, and property insurance. The principal operating expenses include salaries and benefits for employees, insurance claims, and excess coverage insurance. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Net position unrestricted in the internal service funds are designated for future losses.

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

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

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

D. Deposits and Investments

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

Cash deposits are held by banks qualified as public depositories under Florida law, and at June 30, 2015, the bank balances totaled \$21,645,175. All deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes.

At June 30, 2015, the District reported as cash equivalents \$57,475 of moneys held in Florida PRIME administered by SBA, pursuant to Section 215.47, Florida Statutes. The District's investments in Florida PRIME, which SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, as of June 30, 2015, are similar to money market funds in which shares are owned in the fund rather than the underlying investments.

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

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

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

E. Inventories

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

F. Capital Assets

Expenditures for capital assets acquired or constructed for general District purposes are reported in the governmental fund that financed the acquisition or construction. The capital assets so acquired are reported at cost in the government-wide statement of net position but are not reported in the governmental fund financial statements. Capital assets are defined by the District as those costing more than \$750. Such assets are recorded at historical cost or estimated historical costs if purchased or constructed. Donated assets are recorded at fair value at the date of donation. Interest costs incurred during construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

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

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

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

G. Pensions

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

H. Long-Term Liabilities

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

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due. Governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and related premiums are reported as other financing sources

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while discounts on debt issuances and payments to refunded bond escrow agents are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

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

I. Deferred Outflows / Inflows of Resources

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

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

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

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

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

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

J. State Revenue Sources

Revenues from State sources for current operations are primarily from the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida

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

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

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

K. District Property Taxes

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

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

The School Board adopted the 2014 tax levy on September 9, 2014. Tax bills are mailed in October and taxes are payable between November 1 of the year assessed and March 31 of the following year at discounts of up to 4 percent for early payment. Taxes become an enforceable lien on January 1.

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

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

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

L. School Capital Outlay Surtax (Local Sales Tax)

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

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extension of the one-half cent sales tax that expires on December 31, 2016. The extension is authorized for another fifteen years beginning January 1, 2017.

M. Federal Revenue Sources

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

N. Budgetary Compliance and Accountability

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

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

2. ACCOUNTING CHANGES

The District participates in the FRS defined benefit pension plan and the HIS defined benefit plan administered by Florida Division of Retirement. As a participating employer, the District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities and related pension amounts of the defined benefit pension plans. The beginning net position of the District was decreased by \$198,563,353 due to the adoption of this Statement. The District's proportionate share of the net pension liabilities at July 1, 2014, totaled \$218,436,622. In addition, the District reported beginning deferred outflows of resources for contributions subsequent to the measurement date of \$19,873,269 as of July 1, 2014.

3. INVESTMENTS

As of June 30, 2015, the District had the following investments and maturities:

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Investments	Fair Value	Investment Maturities		
		< 6 Months	< 1 Year	< 3 Years
State Board of Administration (SBA):				
Prime (1)	\$ 57,475	\$ 57,475	\$ -	\$ -
Debt Service Accounts	148,906	148,906	-	-
Obligations of United States:				
Treasury	27,534,585	15,034,350	-	12,500,235
Government Agencies and Instrumentalities	42,489,473	35,495,680	803,803	6,189,990
Commercial Paper	19,695,273	19,695,273	-	-
Intergovernmental Investment Pool	8,000,052	8,000,052	-	-
Money Market Funds:				
Fidelity Institutional Government	102,692	102,692	-	-
PFM Prime	35,472,302	35,472,302	-	-
Dreyfus Government Cash Management	31,230	31,230	-	-
Total Investments-Primary Government	\$ 133,531,988	\$ 114,037,960	\$ 803,803	\$ 18,690,225

(1) Reported as cash and cash equivalents in the financial statements in the Local Capital Improvement - Capital Projects Fund

Interest Rate Risk

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

As of June 30, 2015, the District had the following investments by fund and interest rate risk:

Investments by Fund	Fair Value	Investment Maturities		
		< 6 Months	< 1 Year	< 3 Years
Major Governmental Funds:				
General Fund	\$ 51,183,589	\$ 43,850,967	\$ 803,803	\$ 6,528,819
Sales Tax Revenue Bonds - Debt Service Fund	22,390,119	22,390,119	-	-
Capital Project Funds:				
Local Capital Improvement (1)	21,421,182	20,070,198	-	1,350,984
Local Sales Tax	11,550,138	10,475,624	-	1,074,514
Nonmajor Governmental Funds	10,491,527	10,491,527	-	-
Internal Service Funds	12,511,955	2,776,047	-	9,735,908
Fiduciary Funds	3,983,478	3,983,478	-	-
Total Investments-Primary Government	\$ 133,531,988	\$ 114,037,960	\$ 803,803	\$ 18,690,225

(1) \$57,475 reported as cash and cash equivalents in the financial statements.

Credit Risk

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

Investments in negotiable direct obligations of the United States Government, Governmental agencies, and Federal instrumentalities with maturities less than five and a half years. As of June 30, 2015, the District had investments in

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United States Treasury securities with a fair value of \$27,534,585 and in obligations of the United States Government agencies and Federal instrumentalities with a fair value of \$42,489,473. Obligations of the United States Government agencies and instrumentalities were rated "AA+" and "A-1+" by Standard & Poor's.

Investments in commercial paper with maturities less than 270 days. As of June 30, 2015, the District had investments in commercial paper with a fair value of \$19,695,273. Investments in commercial paper were rated "A-1" and "A-1+" by Standard & Poor's.

Investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's. As of June 30, 2015, the District had investments in an intergovernmental investment pool rated "AAAm" by Standard & Poor's with a fair value of \$8,000,052.

Investments in money market mutual funds that are rated "AAAm" by Standard & Poor's. As of June 30, 2015, the District had investments in Fidelity Institutional Government with a fair value of \$102,692, PFM Prime with a fair value of \$35,472,302 and in Dreyfus Government Cash Management with a fair value of \$31,230 which were rated "AAAm" by Standard & Poor's.

Investments in the SBA Debt Service accounts totaling \$148,906 are administered by the SBE and the SBA to provide for debt service payments on bonded debt issued by the SBE for the benefit of the District. The District has no formal policy for managing interest rate risk or credit risk for this account, but relies on policies developed by SBA. Disclosures for these debt service accounts are included in the notes to the basic financial statements of the State of Florida's Comprehensive Annual Financial Report.

Custodial Credit Risk

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

Concentration of Credit Risk

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

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

Investments in any one issuer that represent five percent or more of the District's investments are reported below and were in investments in the General Fund, Local Capital Improvement Funds – Capital Projects Fund, Other Capital

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Projects – Capital Projects Fund, and Internal Service Funds. As of June 30, 2015, the District had the following issuer concentrations based on fair value:

Issuer	Fair Value	Percent of Total Investments
Commercial Paper:		
Toyota Motor Credit	\$ 10,547,429	7.9%
U.S. Government Agencies and Instrumentalities:		
Fannie Mae	9,998,600	7.5%
Federal Home Loan Bank	21,580,656	16.2%
Federal Home Loan Mortgage Corporation	10,910,217	8.2%
Total:	\$ 53,036,902	

Commercial paper of the Toyota Motor Credit is 7.9 percent of total District investments. The Toyota Motor Credit commercial paper represents 1.1 percent of the General Fund, 23.4 percent of the Local Capital Improvement – Capital Projects fund, and 43.3 percent of the Local Sales Tax - Capital Projects Fund investments.

Fannie Mae securities are 7.5 percent of total District investments. Fannie Mae securities represent 19.5 percent of the General Fund investments.

Federal Home Loan Bank securities are 16.2 percent of total District investments. Federal Home Loan Bank securities represent 25.0 percent of the General Fund, 21.4 percent of Internal Service Funds, and 28.6 percent of the Local Capital Improvement – Capital Projects Fund investments.

Federal Home Loan Mortgage Corporation securities are 8.2 percent of total District investments. Federal Home Loan Mortgage Corporation securities represent 20.4 percent of the General Fund and 3.6 percent of the Internal Service Funds investments.

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

4. DUE FROM OTHER AGENCIES

At June 30, 2015, the District had a total of \$7,986,277 due from other agencies as follows:

- General Fund - \$816,008
 \$130,630 is due from Volusia County for taxes receivable.
 \$685,378 is due from Federal, State and local governments for various grants and programs.
- ARRA Economic Stimulus Funds – Special Revenue Funds - \$52,252
 \$52,252 is due from the State for the Race to the Top grant.
- Local Capital Improvement – Capital Projects Funds – \$36,902
 \$34,902 is due from Volusia County for taxes receivable.
 \$2,000 is due from local governments for various programs.
- Local Sales Tax – Capital Projects Funds - \$6,359,622
 \$6,359,622 is due from the State for sales tax collections.
- Nonmajor Governmental Funds - \$721,493
 \$546,318 is due from State and local agencies for various programs.
 \$175,175 is due from the County for impact fees.

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5. CHANGES IN CAPITAL ASSETS

Changes in capital assets are presented in the table below:

GOVERNMENTAL ACTIVITIES	July 1, 2014 Balance	Additions	Deletions	June 30, 2015 Balance
Capital Assets Not Being Depreciated:				
Land	\$ 56,064,483	\$ -	\$ -	\$ 56,064,483
Construction in progress	4,290,444	10,537,742	12,262,656	2,565,530
Total Capital Assets Not Being Depreciated:	60,354,927	10,537,742	12,262,656	58,630,013
Capital Assets Being Depreciated:				
Improvements other than buildings	93,281,448	3,759,276	-	97,040,724
Buildings and fixed equipment	1,338,187,397	12,262,656	-	1,350,450,053
Furniture, fixtures, and equipment	79,015,596	3,182,228	2,758,569	79,439,255
Motor vehicles	37,445,819	3,419,806	1,046,561	39,819,064
Audio visual materials	93,981	-	-	93,981
Computer software	18,956,872	23,070	130,982	18,848,960
Total Capital Assets Being Depreciated:	1,566,981,113	22,647,036	3,936,112	1,585,692,037
Less Accumulated Depreciation for:				
Improvements other than buildings	40,976,593	4,663,521	-	45,640,114
Buildings and fixed equipment	358,299,273	36,108,184	-	394,407,457
Furniture, fixtures, and equipment	70,014,976	4,934,527	2,758,569	72,190,934
Motor vehicles	29,707,539	2,540,729	1,046,561	31,201,707
Audio visual materials	93,981	-	-	93,981
Computer software	17,063,614	792,730	130,982	17,725,362
Total Accumulated Depreciation	516,155,976	49,039,691	3,936,112	561,259,555
Total Capital Assets Being Depreciated, Net	1,050,825,137	(26,392,655)	-	1,024,432,482
Governmental Activities - Capital Assets, Net	\$ 1,111,180,064	\$ (15,854,913)	\$ 12,262,656	\$ 1,083,062,495

The District's capital assets serve several functions; accordingly, depreciation expense, which totaled \$49,039,691 was not charged to functions but is separately reported on the statement of activities.

6. CERTIFICATES OF PARTICIPATION

The District entered into a financing arrangement on September 1, 1999, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition and construction of facilities and equipment in the total amount of \$65,685,000. The financing was accomplished through the issuance of Certificates of Participation, Series 1999, to be repaid from the proceeds of rents paid by the District. The District entered into a crossover refunding arrangement on March 10, 2005, to advance refund the Certificates of Participation, Series 1999, which matured on or after August 1, 2010. On the crossover date, August 1, 2009, the crossover transaction met the definition of an in-substance defeasance and the liability for the Refunded Series 1999 Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated March 1, 2005. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2005B, totaling \$47,180,000. The District entered into a refunding arrangement on May 5, 2015 to refund, on a current basis, the Certificates of Participation, Series 2005B, maturing on and after August 1, 2016. The refunding transaction met the definition of a redemption and the liability for the Refunded Series 2005B Certificates was removed from the District's government-wide financial statements. The refunding issue was made pursuant to the Master Lease-Purchase Agreement dated August 1, 1991, and the Supplemental Trust Agreement dated May 1, 2015. The refunding was accomplished through the issuance of Refunding Certificates of Participation, Series 2015A, totaling \$28,210,000.

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

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

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

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

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

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

As a condition of the financing arrangement, the District has given a ground lease on District property to the Leasing Corporation, with a rental fee of \$10 per year. The term of the original lease commenced on January 1, 2006, and runs

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until the earlier of (a) the date on which the Series 2014B Certificates (or any Certificates issued to refund the Series 2014B Certificates) have been paid in full, or (b) June 30, 2031. The properties covered by the ground lease are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the lease and to provide for the rent payments through the term, the District may be required to surrender the sites included under the Ground Lease Agreement for the benefit of the securers of the Certificates for a period of time specified by the arrangement which may be up to approximately 30 years from the date of the inception of the arrangement.

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

The District entered into a financing arrangement on April 25, 2007, which was characterized as a lease-purchase agreement, with the Leasing Corporation, whereby the District secured financing for the acquisition, construction, and installation of certain education facilities in the total amount of \$97,975,000. The financing was accomplished through the issuance of Certificates of Participation, Series 2007, to be repaid from the proceeds of rents paid by the District.

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

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

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

<u>Certificate</u>	<u>Remaining Interest Rates</u>
Series 2007	4.0% to 5.0%
Series 2014A	3.0%
Series 2014B	4.0% to 5.0%
Series 2015A	3.0% to 5.0%

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

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 10,190,000	\$ 12,045,884	\$ 22,235,884
2017	10,560,000	11,680,384	22,240,384
2018	10,995,000	11,241,584	22,236,584
2019	11,485,000	10,754,984	22,239,984
2020	11,995,000	10,242,593	22,237,593
2021-2025	69,365,000	42,344,800	111,709,800
2026-2030	89,790,000	24,044,500	113,834,500
2031-2032	43,485,000	3,299,750	46,784,750
Total Minimum Lease Payments	<u>257,865,000</u>	<u>125,654,479</u>	<u>383,519,479</u>
Plus: Unamortized Net Premiums	20,576,834	-	20,576,834
Total Certificates of Participation	<u>\$ 278,441,834</u>	<u>\$ 125,654,479</u>	<u>\$ 404,096,313</u>

7. BONDS PAYABLE

Bonds payable at June 30, 2015, are as follows:

<u>Bond Type</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Remaining Interest Rates (Percent)</u>	<u>Annual Maturity To</u>
State School Bonds:				
Series 2009-A, refunding	\$ 1,390,000	\$ 490,000	5.00	2019
Series 2011-A, refunding	315,000	270,000	3.00 - 5.00	2023
Series 2014-B, refunding	4,549,000	4,549,000	2.00 - 5.00	2020
Sales Tax Revenue Bonds:				
Series 2004	57,825,000	11,605,000	4.05 - 5.25	2017
Series 2006	59,125,000	13,035,000	4.20 - 5.00	2017
Series 2011, refunding	39,110,000	26,460,000	5.00	2017
Subtotal	<u>162,314,000</u>	<u>56,409,000</u>		
Plus Unamortized Net Premiums:				
Sales Tax Revenue Bonds, Series 2004	3,835,659	295,047		
Sales Tax Revenue Bonds, Series 2006	1,322,003	120,183		
Sales Tax Revenue Bonds, Series 2011, refunding	3,580,437	716,088		
State School Bonds, Series 2014-B, refunding	432,635	360,529		
Total Unamortized Net Premiums	<u>9,170,734</u>	<u>1,491,847</u>		
Total Bonds Payable	<u>\$ 171,484,734</u>	<u>\$ 57,900,847</u>		

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

State School Bonds

These bonds are issued by the SBE 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 SBE and the SBA.

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Sales Tax Revenue Bonds

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

The District pledged a total of \$53,670,754 of discretionary sales surtax revenues (sales tax revenues) in connection with the Sales Tax Revenue Bond issues described above. During the 2014-15 fiscal year, the District recognized sales tax revenues totaling \$36,073,123 and expended \$26,914,565 (74.6 percent) of these revenues for debt service directly collateralized by these revenues. The pledged sales tax revenues are committed until final maturity of the debt, or October 1, 2016.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2015, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
State School Bonds:			
2016	\$ 1,457,000	\$ 276,214	\$ 1,733,214
2017	1,551,000	185,470	1,736,470
2018	1,636,000	107,920	1,743,920
2019	324,000	26,120	350,120
2020	216,000	9,920	225,920
2021-2023	125,000	8,450	133,450
Total State School Bonds	5,309,000	614,094	5,923,094
Sales Tax Revenue Bonds:			
2016	24,930,000	1,920,996	26,850,996
2017	26,170,000	649,758	26,819,758
Total Sales Tax Revenue Bonds	51,100,000	2,570,754	53,670,754
Subtotal	56,409,000	3,184,848	59,593,848
Plus Unamortized Net Premiums	1,491,847	-	1,491,847
Total	\$ 57,900,847	\$ 3,184,848	\$ 61,085,695

Annual requirements to amortize net premiums as of June 30, 2015, are as follows:

	Fiscal Year Ending June 30	Amortized Expense
Sales Tax Revenue Bonds:	2016	\$ 1,131,317
State School Bonds:	2016	72,106
	2017	72,106
	2018	72,106
	2019	72,106
	2020	72,106
Total		\$ 1,491,847

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8. DEFEASED DEBT

On May 5, 2015, the District issued Refunding Certificates of Participation, Series 2015A, in the amount of \$28,210,000 to refund, on a current basis, that portion of its outstanding Certificates of Participation, Series 2005B, maturing on and after August 1, 2016. The net proceeds of \$32,281,028 (including a premium of \$4,276,214 and after payment of \$205,186 in underwriting fees and issuance costs) plus an additional \$416,472 of legally available funds were placed in an irrevocable escrow until the refunded certificates are called on August 1, 2015. As a result, \$31,900,000 of the Series 2005B certificates are considered to be redeemed and the liability for those certificates has been removed from the government-wide financial statements.

The Series 2015A Refunding Certificates were issued to reduce the total debt service over the next nine years by \$4,862,805 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt net of refunding costs) of \$4,399,286.

The Department issued SBE, Capital Outlay Refunding Bonds, Series 2014B, on December 2, 2014 for \$129,880,000. A portion of these bonds, totaling 47,235,000, was used to refund, on a current basis, the SBE Capital Outlay Bonds, Series 2005A bonds and \$91,380,000 of the SBE Capital Outlay Bonds, Series 2005B bonds. The District did not participate in the Series 2005A bonds.

The District's portion of the Series 2014B bonds totaled \$4,549,000 and was used to refund, on a current basis, \$4,905,000 of the District's portion of the Series 2005B bonds. The District's pro rata share of the net proceeds of the 2014B bonds totaled \$5,076,016 (after deduction of \$7,806 by the Department for the District's pro rata share of underwriting fees, insurance, and other issuance cost) was placed in a trust account to refund the Series 2005B bonds that mature on or after January 1, 2016 and were called on January 1, 2015. As a result, \$4,905,000 of the Series 2005B bonds are considered to be redeemed and the liability for those bonds has been removed from the government-wide financial statements.

The Series 2014B bonds were issued to reduce the total debt service over the next five years by approximately \$10,453,172 and to obtain an economic gain (difference between the present value of the debt service payment on the old and new debt) of \$10,282,214. The District's portion resulted in a reduction in total debt service of \$357,856 over the next five years and \$429,939 in economic gain.

9. CHANGES IN LONG-TERM LIABILITIES

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

Description	July 1, 2014 Balance (1)	Additions	Deductions	June 30, 2015 Balance	Due in One Year
GOVERNMENTAL ACTIVITIES					
Bonds Payable	\$ 82,180,000	\$ 4,549,000	\$ 30,320,000	\$ 56,409,000	\$ 26,387,000
Plus Unamortized Net Premium	2,262,638	432,635	1,203,426	1,491,847	1,203,423
Net Bonds Payable	<u>84,442,638</u>	<u>4,981,635</u>	<u>31,523,426</u>	<u>57,900,847</u>	<u>27,590,423</u>
Certificates of Participation Payable	272,010,000	28,210,000	42,355,000	257,865,000	10,190,000
Plus Unamortized Net Premium	19,438,812	4,276,214	3,138,192	20,576,834	1,473,137
Net Certificates of Participation Payable	<u>291,448,812</u>	<u>32,486,214</u>	<u>45,493,192</u>	<u>278,441,834</u>	<u>11,663,137</u>
Compensated Absences Payable	55,447,914	5,105,365	4,802,673	55,750,606	4,802,673
Estimated Insurance Claims Payable	4,156,362	2,281,559	2,276,372	4,161,549	1,725,323
Postemployment Healthcare Benefits Payable	18,284,907	3,721,152	1,675,471	20,330,588	-
Net Pension Liability	<u>218,436,622</u>	<u>21,987,557</u>	<u>102,732,107</u>	<u>137,692,072</u>	<u>3,078,140</u>
Total Governmental Activities	<u>\$ 672,217,255</u>	<u>\$ 70,563,482</u>	<u>\$ 188,503,241</u>	<u>\$ 554,277,496</u>	<u>\$ 48,859,696</u>

(1) Balance for July 1, 2014 has been restated for Net Pension Liability due to the implementation of GASB Statement No. 68. See Note 2.

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

10. FUND BALANCE REPORTING

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

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

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

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

NONSPENDABLE: The District has inventories totaling \$2,960,969 that are classified as nonspendable.

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

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

Federal laws, Florida Statutes and local ordinances require that certain revenues be specifically designated for the purposes of State required carryover programs, food service, debt service, and capital projects. The funds have been included in the Restricted category of fund balance. Restricted fund balances total \$80,238,838 and represented \$443,022 in State required carryover programs, \$8,534,401 in food service, \$22,539,775 in debt service and \$48,721,640 in capital projects.

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

The District has set aside certain spendable fund balances to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget and for State and local programs. At year end, the assigned fund balance is \$6,338,730 for the subsequent year's appropriated budget and \$10,412,093 for State and local programs.

- **Unassigned:**

The unassigned fund balance in the General Fund is \$14,446,658.

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	Major Funds					
	General Fund	Sales Tax Revenue Bonds - Debt Service Fund	Local Capital Improvement - Capital Projects Fund	Local Sales Tax - Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances:						
Nonspendable:						
Inventories:						
General Fund	\$ 1,051,247	\$ -	\$ -	\$ -	\$ -	\$ 1,051,247
Food Service	-	-	-	-	1,909,722	1,909,722
Restricted:						
State Required						
Carryover Programs	443,022	-	-	-	-	443,022
Food Service	-	-	-	-	8,534,401	8,534,401
Debt Service	-	22,390,119	-	-	149,656	22,539,775
Capital Projects	-	-	23,152,894	17,911,544	7,657,202	48,721,640
Assigned:						
Subsequent Year's Budget	6,338,730	-	-	-	-	6,338,730
State and Local Programs	10,412,093	-	-	-	-	10,412,093
Unassigned:	14,446,658	-	-	-	-	14,446,658
Total Fund Balance:	\$ 32,691,750	\$ 22,390,119	\$ 23,152,894	\$ 17,911,544	\$ 18,250,981	\$ 114,397,288

The Board has established a policy (Board Policy 722) requiring a minimum fund balance of 3 percent with a desirability of 5 percent, calculated in accordance with Section 1011.051, Florida Statutes. At June 30, 2015, the combined assigned and unassigned fund balances for the General Fund totaled \$31,197,481, or 7.3 percent of total General Fund revenues.

11. ENCUMBRANCES

Appropriations in governmental fund types are encumbered upon issuance of purchase orders for goods and/or services. Even though appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered. The District uses encumbrance accounting for recording purchase order commitments. At June 30, 2015, the District has recorded \$12,497,090 in encumbrances as follows: \$2,335,285 for the General Fund; \$8,966,804 for the Local Capital Improvement – Capital Projects Fund; and \$1,195,001 for the Nonmajor Governmental Funds.

12. INTERFUND TRANSFERS AND INTERFUND PAYABLES AND RECEIVABLES

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

Transfers Out	Transfers In			
	General Fund	Sales Tax Revenue Bonds - Debt Service Fund	Nonmajor Governmental Funds	Total
Local Capital Improvement - Capital Projects Fund	\$ 9,810,861	\$ -	\$ 14,274,597	\$ 24,085,458
Local Sales Tax - Capital Projects Fund	-	27,464,904	6,217,437	33,682,341
Nonmajor Governmental Funds	1,796,557	-	2,624,772	4,421,329
Total	\$ 11,607,418	\$ 27,464,904	\$ 23,116,806	\$ 62,189,128

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

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

Funds	Due From Other Funds	Due To Other Funds
Major:		
ARRA Economic Stimulus Funds -		
Special Revenue Fund	\$ -	\$ 45,895
Nonmajor governmental funds	283,468	237,573
Total	\$ 283,468	\$ 283,468

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

13. SCHEDULE OF STATE REVENUE SOURCES

The following is a schedule of the District's State revenue for the 2014-15 fiscal year:

Sources	Amount
Florida Education Finance Program	\$ 179,762,418
Other Restricted State Sources:	
Class Size Reduction	66,697,584
School Recognition	1,779,099
Other	794,770
Motor Vehicle License Tax (Capital Outlay and Debt Service)	2,348,702
Public Education Capital Outlay	1,198,144
Mobile Home License Tax	520,915
Charter School Capital Outlay Funding	598,413
Food Service Supplement	330,550
Lottery Funds	218,293
State Grants and Other State Sources	1,432,351
Total	\$ 255,681,239

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

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14. PROPERTY TAXES

The following is a summary of millages and taxes levied on the 2014 tax roll for the 2014-15 fiscal year:

	<u>Millages</u>	<u>Taxes Levied</u>
<u>General Fund</u>		
Nonvoted School Tax:		
Required Local Effort	5.088	\$ 146,984,760
Basic Discretionary Local Effort	0.748	21,608,609
<u>Capital Projects Funds</u>		
Nonvoted Tax:		
Local Capital Improvements	1.500	43,332,771
Total	7.336	\$ 211,926,140

15. FLORIDA RETIREMENT SYSTEM

General Information about the Florida Retirement System (FRS)

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

Essentially all regular employees of the District are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. A comprehensive annual financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site (www.dms.myflorida.com).

The District's pension expense totaled \$10,211,180 for the fiscal year ended June 30, 2015.

FRS Pension Plan

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

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

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

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

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

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

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

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

<u>Class</u>	<u>Percent of Gross Salary</u>	
	<u>Employee</u>	<u>Employer (1)</u>
FRS, Regular	3.00	7.37
FRS, Elected County Officers	3.00	43.24
FRS, Senior Management Service	3.00	21.14
DROP - Applicable to		
Members from All of the Above Classes	0.00	12.28
FRS, Reemployed Retiree	(2)	(2)

- Notes: (1) Employer rates include 1.26 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.04 percent for administrative costs of the Investment Plan.
- (2) Contribution rates are dependent upon retirement class in which reemployed.

The District's contributions to the Plan totaled \$18,444,543 for the fiscal year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2015, the District reported a liability of \$45,999,875 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The District's proportionate share of the net pension liability was based on the District's 2013-14 fiscal year contributions relative to the 2013-14 fiscal year contributions of all participating members. At June 30, 2014, the District's proportionate share was 0.7539 percent, which was a decrease of 0.0141 percent from its proportionate share measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the District recognized pension expense of \$3,962,653 related to the Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 2,846,610
Change of assumptions	7,966,413	
Net difference between projected and actual earnings on FRS pension plan investments	-	76,735,427
Changes in proportion and differences between District FRS contributions and proportionate share of contributions	-	2,037,980
District FRS contributions subsequent to the measurement date	<u>18,444,543</u>	<u>-</u>
Total	\$ <u>26,410,956</u>	\$ <u>81,620,017</u>

The deferred outflows of resources related to pensions, totaling \$18,444,543, resulting from District contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2016	\$ (18,602,381)
2017	(18,602,381)
2018	(18,602,381)
2019	(18,602,381)
2020	581,476
Thereafter	174,444

Actuarial Assumptions. The total pension liability in the July 1, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

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

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<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.00%	3.11%	3.10%	1.65%
Intermediate-Term Bonds	18.00%	4.18%	4.05%	5.15%
High Yield Bonds	3.00%	6.79%	6.25%	10.95%
Broad US Equities	26.50%	8.51%	6.95%	18.90%
Developed Foreign Equities	21.20%	8.66%	6.85%	20.40%
Emerging Market Equities	5.30%	11.58%	7.60%	31.15%
Private Equity	6.00%	11.80%	8.11%	30.00%
Hedge Funds / Absolute Return	7.00%	5.81%	5.35%	10.00%
Real Estate (Property)	12.00%	7.11%	6.35%	13.00%
Total	<u>100.00%</u>			
Assumed inflation - Mean		2.60%		2.00%

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

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

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

	<u>1% Decrease (6.65%)</u>	<u>Current Discount Rate (7.65%)</u>	<u>1% Increase (8.65%)</u>
District's proportionate share of the net pension liability	\$ 196,747,573	\$ 45,999,875	\$ (79,393,447)

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

Payables to the Pension Plan. At June 30, 2015, the District reported a payable of \$4,924,159 for the outstanding amount of contributions to the Plan required for the fiscal year ended June 30, 2015.

HIS Pension Plan

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

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June 30, 2015

Benefits Provided. For the fiscal year ended June 30, 2015, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions. The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2015, the contribution rate was 1.26 percent of payroll pursuant to section 112.363, Florida Statutes. The District contributed 100 percent of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The District's contributions to the HIS Plan totaled \$3,810,101 for the fiscal year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2015, the District reported a net pension liability of \$91,692,197 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The District's proportionate share of the net pension liability was based on the District's 2013-14 fiscal year contributions relative to the total 2013-14 fiscal year contributions of all participating members. At June 30, 2014, the District's proportionate share was 0.9806 percent, which was a decrease of 0.0098 from its proportionate share measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the District recognized pension expense of \$6,248,527 related to the HIS Plan. In addition, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Change of assumptions	3,262,772	-
Net difference between projected and actual earnings on HIS pension plan investments	44,015	-
Changes in proportion and differences between District HIS contributions and proportionate share of HIS contributions	-	735,644
District contributions subsequent to the measurement date	3,810,101	-
Total	\$ 7,116,888	\$ 735,644

The deferred outflows of resources related to pensions, totaling \$3,810,101, resulting from District contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

Fiscal Year Ending June 30	Amount
2016	\$ 418,606
2017	418,606
2018	418,606
2019	418,605
2020	407,602
Thereafter	489,118

Actuarial Assumptions. The total pension liability in the July 1, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60 percent
Salary Increases	3.25 percent, average, including inflation
Municipal Bond Rate	4.29 percent

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

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2008, through June 30, 2013.

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 4.29 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.29 percent) or 1 percentage-point higher (5.29 percent) than the current rate:

	1% Decrease (3.29%)	Current Discount Rate (4.29%)	1% Increase (5.29%)
District's proportionate share of the net pension liability	\$ 104,292,449	\$ 91,692,197	\$ 81,174,592

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

Payables to the Pension Plan. At June 30, 2015, the District reported a payable of \$715,862 for the outstanding amount of contributions to the HIS Plan required for the fiscal year ended June 30, 2015.

FRS – Defined Contribution Pension Plan

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class (Regular Class, Elected County Officers, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Allocations to the investment member's accounts during the 2014-15 fiscal year were as follows:

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

For all membership classes, employees are immediately vested in their own contributions and are vested after 1 year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to 5 years. If the employee returns to FRS-covered employment within the 5-year period, the employee will regain control over their account. If the employee does not return within the 5-year period, the employee will forfeit the accumulated account balance. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of Investment Plan members. For the fiscal year ended June 30, 2015, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the District.

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

The District's Investment Plan pension expense totaled \$2,588,542 for the fiscal year ended June 30, 2015.

Payables to the Defined Contribution Pension Plan. At June 30, 2015, the District reported a payable of \$783,406 for the outstanding amount of contributions to the Investment Plan required for the fiscal year ended June 30, 2015.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

16. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

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

Funding Policy - For the OPEB, contribution requirements of the District are established and may be amended through recommendations of the Insurance Committee and action from the Board. The District has not advance-funded or established a funding methodology for the annual OPEB costs or the net OPEB obligation. As of July 1, 2013, there were 448 retirees and 78 eligible dependents receiving postemployment healthcare benefits. For the 2014-15 fiscal year the District provided required contributions of \$1,675,471 toward the annual OPEB costs, comprised of payments made on behalf of retirees for claims expenses, retention costs, and net of retiree contributions totaling \$1,914,906, which represents 0.6 percent of covered payroll. Required contributions are based on projected pay-as-you-go financing.

Annual OPEB Cost and Net OPEB Obligation – The District’s annual OPEB cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined, in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table shows the District’s annual OPEB cost for the fiscal year, the amount actually contributed to the OPEB, and changes in the District’s net OPEB obligation for the fiscal year ending June 30, 2015:

<u>Description</u>	<u>Amount</u>
Normal Cost (service cost for one year)	\$ 2,083,407
Amortization of Unfunded Actuarial Accrued Liability	1,419,284
Interest on Normal Cost and Amortization	140,108
Annual Required Contribution	<u>3,642,799</u>
Interest on Net OPEB Obligation	731,396
Adjustment to Annual Required Contribution	<u>(653,043)</u>
Annual OPEB Cost (Expense)	3,721,152
Contribution Toward the OPEB Cost	<u>(1,675,471)</u>
Increase in Net OPEB Obligation	2,045,681
Net OPEB Obligation, Beginning of Year	<u>18,284,907</u>
Net OPEB Obligation, End of Year	<u>\$ 20,330,588</u>

The District’s historical annual OPEB cost, the percentage of annual OPEB cost contributed to the OPEB, and the net OPEB obligation as of June 30, 2015, and the two preceding fiscal years, were as follows:

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

Valuation Date	Fiscal Year	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
7/1/2012	6/30/2013	\$ 4,360,048	\$ 2,596,106	59.5%	\$ 16,726,025
7/1/2013	6/30/2014	3,403,168	1,844,286	54.2%	18,284,907
7/1/2014	6/30/2015	3,721,152	1,675,471	45.0%	20,330,588

Funding Status and Funding Progress – As of July 1, 2014, the most recent valuation date, the actuarial accrued liability for benefits was \$29,689,306 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$29,689,306 and a funded ratio of 0 percent. The covered payroll (annual payroll of active participating employees) was \$315,849,507 for the 2014-15 fiscal year, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 9.4 percent.

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

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

The District's OPEB actuarial valuation for the 2014-15 fiscal year used the entry age normal cost actuarial method to estimate the unfunded actuarial liability and to determine the annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4 percent rate of return on invested assets, which is the District's long-term expectation of investment returns. The actuarial assumptions also included a payroll growth rate of 3.5 percent per year, general inflation of 2.5 percent, and an annual healthcare cost trend rate of 8 percent initially for the 2014-15 fiscal year, reduced to an ultimate rate of 5.25 percent for the fiscal year ending June 30, 2025. The unfunded actuarial accrued liability and gains/losses are being amortized as a level percentage of projected payroll on a closed basis. The unfunded actuarial accrued liability and gains/losses are initially amortized over 30 years in calculating the District's 2014-15 fiscal year annual required contribution.

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

17. CONSTRUCTION CONTRACT COMMITMENTS

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

Project	Contract Amount	Completed to Date	Balance Committed
VOLUSIA PINES ELEMENTARY SCHOOL - Campus Re-Roofing:			
Architect	\$ 56,325	\$ 35,041	\$ 21,284
Contractor	842,000	532,638	309,362
SWEETWATER ELEMENTARY SCHOOL - Campus Re-Roofing:			
Architect	56,325	31,285	25,040
Contractor	909,120	32,556	876,564
SPRUCE CREEK ELEMENTARY SCHOOL - Classroom Renovations:			
Architect	83,409	59,162	24,247
Contractor	943,029	153,343	789,686
Total	\$ 2,890,208	\$ 844,025	\$ 2,046,183

18. RISK MANAGEMENT PROGRAMS

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

Property and casualty coverage is obtained through purchased commercial insurance. The property insurance fund is used to track premiums and any claims expense. In the 2014-15 fiscal year, property insurance coverage amounts were \$50 million for wind and \$100 million for excess wind coverage.

A liability in the amount of \$4,161,549 was actuarially determined to cover estimated incurred, but not reported, insurance claims payable at June 30, 2015.

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

Fiscal Years	Beginning-of- Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2013-14	\$ 4,760,472	\$ 1,984,519	\$ (2,588,629)	\$ 4,156,362
2014-15	4,156,362	2,281,559	(2,276,372)	4,161,549

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

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

District School Board of Volusia County, Florida
Notes to the Financial Statements
June 30, 2015

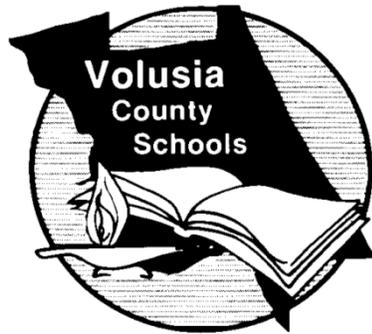
19. LITIGATION

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

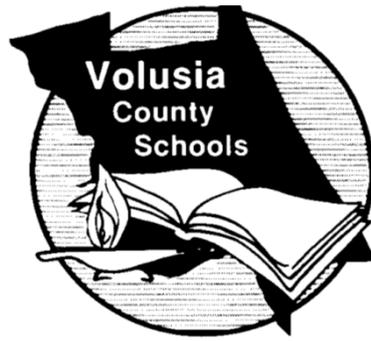
Amounts received or receivable from grantors are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed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

20. SUBSEQUENT EVENTS

On July 14, 2015, the District approved a resolution accepting a final settlement in the amount of \$1.5 million for the District's economic losses resulting from the BP Deepwater Horizon Oil Spill. On September 2, 2015, the District received a settlement payment of \$1.2 million (after attorneys' fees and costs).



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Required Supplementary Information

District School Board of Volusia County, Florida
Required Supplementary Information -
Schedule of Funding Progress -
Other Postemployment Benefits Plan
For the Fiscal Year Ended June 30, 2015

Actuarial Valuation Date	District Fiscal Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll [(b-a)/c]
July 1, 2012	June 30, 2013	-	35,569,638	35,569,638	0.0%	302,675,819	11.8%
July 1, 2013	June 30, 2014	-	29,341,289	29,341,289	0.0%	308,503,995	9.5%
July 1, 2014	June 30, 2015	-	29,689,306	29,689,306	0.0%	315,849,507	9.4%

**District School Board of Volusia County, Florida
Required Supplementary Information -
Schedule of the District's Proportionate Share of the Net Pension Liability -
Florida Retirement System Pension Plan
June 30, 2015**

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

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

**District School Board of Volusia County, Florida
Required Supplementary Information -
Schedule of District Contributions -
Florida Retirement System Pension Plan
June 30, 2015**

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

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

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

Changes of assumptions. As of June 30, 2014, the inflation rate assumption was decreased from 3.00 percent to 2.60 percent, percent, the real payroll growth assumption was decreased from 1.00 percent to 0.65 percent, and the overall payroll growth rate assumption was decreased from 4.00 percent to 3.25 percent. The long-term expected rate of return decreased from 7.75 percent to 7.65 percent.

**District School Board of Volusia County, Florida
Required Supplementary Information -
Schedule of the District's Proportionate Share of the Net Pension Liability -
Health Insurance Subsidy Pension Plan
June 30, 2015**

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

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

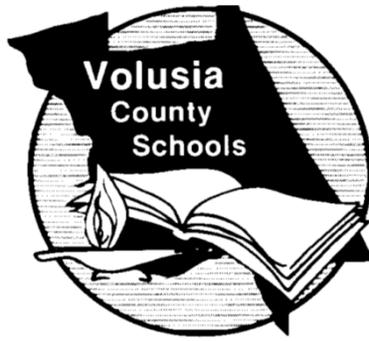
**District School Board of Volusia County, Florida
Required Supplementary Information -
Schedule of District Contributions -
Health Insurance Subsidy Pension Plan
June 30, 2015**

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

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

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

Changes of assumptions. The municipal rate used to determine total pension liability decreased from 4.63 percent to 4.29 percent.



Combining and Individual Fund Statements and Schedules

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

Debt Service Funds

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

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

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

Capital Projects Funds

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

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

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

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

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

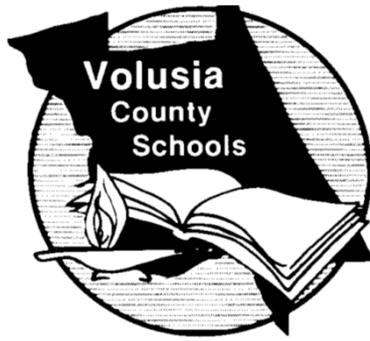
Public Education Capital Outlay Fund - Used to account for capital project activity funded through the State Public Education Capital Outlay (PECO) program. The primary funding source for PECO is the gross receipts tax on utilities.

District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Governmental Funds
June 30, 2015

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 6,258,203	\$ -	\$ -	\$ 6,258,203
Investments	3,162,678	180,136	7,148,713	10,491,527
Due from other agencies	81,761	-	639,732	721,493
Due from other funds	45,895	-	237,573	283,468
Inventories	1,909,722	-	-	1,909,722
Total assets	<u>\$ 11,458,259</u>	<u>\$ 180,136</u>	<u>\$ 8,026,018</u>	<u>\$ 19,664,413</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Salaries and benefits payable	\$ 783,673	\$ -	\$ -	\$ 783,673
Accounts payable	108,182	-	-	108,182
Construction contracts payable	110,053	-	54,385	164,438
Construction contracts payable - retainage	12,228	-	13,506	25,734
Due to other funds	-	-	237,573	237,573
Estimated liability for arbitrage rebate	-	30,480	-	30,480
Total liabilities	<u>1,014,136</u>	<u>30,480</u>	<u>305,464</u>	<u>1,350,080</u>
Deferred inflows of resources:				
Unavailable revenue - CO&DS funds	-	-	63,352	63,352
Total deferred inflows of resources:	<u>-</u>	<u>-</u>	<u>63,352</u>	<u>63,352</u>
Fund balances:				
Nonspendable	1,909,722	-	-	1,909,722
Restricted	8,534,401	149,656	7,657,202	16,341,259
Total fund balances	<u>10,444,123</u>	<u>149,656</u>	<u>7,657,202</u>	<u>18,250,981</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 11,458,259</u>	<u>\$ 180,136</u>	<u>\$ 8,026,018</u>	<u>\$ 19,664,413</u>

**District School Board of Volusia County, Florida
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2015**

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Federal direct	\$ 1,000	\$ -	\$ -	\$ 1,000
Federal through State	63,836,224	-	-	63,836,224
State sources	330,550	1,911,864	2,383,686	4,626,100
Local sources	4,877,272	4	3,362,196	8,239,472
Total revenues	<u>69,045,046</u>	<u>1,911,868</u>	<u>5,745,882</u>	<u>76,702,796</u>
EXPENDITURES				
Current:				
Instruction	20,262,995	-	-	20,262,995
Student personnel services	4,733,023	-	-	4,733,023
Instructional media services	4,389	-	-	4,389
Instruction and curriculum development services	12,642,350	-	-	12,642,350
Instructional staff training services	1,238,548	-	-	1,238,548
Instructional related technology	10,901	-	-	10,901
General administration	2,108,569	-	-	2,108,569
School administration	1,901,120	-	-	1,901,120
Food services	24,586,862	-	-	24,586,862
Central services	104,738	-	-	104,738
Student transportation services	97,183	-	-	97,183
Operation of plant	24,706	-	-	24,706
Administrative technology services	24,445	-	-	24,445
Debt service:				
Principal	-	48,870,000	-	48,870,000
Interest and fiscal charges	-	13,667,162	1,267	13,668,429
Capital Outlay:				
Facilities acquisition and construction	1,148,048	-	516,481	1,664,529
Other capital outlay	1,324,248	-	-	1,324,248
Total expenditures	<u>70,212,125</u>	<u>62,537,162</u>	<u>517,748</u>	<u>133,267,035</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(1,167,079)</u>	<u>(60,625,294)</u>	<u>5,228,134</u>	<u>(56,564,239)</u>
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	4,549,000	-	4,549,000
Premium on refunding bonds issued	-	432,635	-	432,635
Refunding certificates of participation issued	-	28,210,000	-	28,210,000
Premium on refunding certificates of participation issued	-	4,276,214	-	4,276,214
Transfers in	-	23,116,806	-	23,116,806
Transfers out	-	-	(4,421,329)	(4,421,329)
Total other financing sources (uses)	<u>-</u>	<u>60,584,655</u>	<u>(4,421,329)</u>	<u>56,163,326</u>
Net change in fund balances	<u>(1,167,079)</u>	<u>(40,639)</u>	<u>806,805</u>	<u>(400,913)</u>
Fund balances, July 1, 2014	11,611,202	190,295	6,850,397	18,651,894
Fund balances, June 30, 2015	<u>\$ 10,444,123</u>	<u>\$ 149,656</u>	<u>\$ 7,657,202</u>	<u>\$ 18,250,981</u>



Special Revenue Funds

District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Governmental Funds - Special Revenue Funds
June 30, 2015

	<u>Food Service</u>	<u>Contracted Federal Programs</u>	<u>Total Nonmajor Special Revenue Funds</u>
ASSETS			
Cash and cash equivalents	\$ 5,560,977	\$ 697,226	\$ 6,258,203
Investments	3,162,678	-	3,162,678
Due from other agencies	66,343	15,418	81,761
Due from other funds	-	45,895	45,895
Inventories	1,909,722	-	1,909,722
Total assets	<u>\$ 10,699,720</u>	<u>\$ 758,539</u>	<u>\$ 11,458,259</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Salaries and benefits payable	\$ 79,723	\$ 703,950	\$ 783,673
Accounts payable	53,593	54,589	108,182
Construction contracts payable	110,053	-	110,053
Construction contracts payable - retainage	12,228	-	12,228
Total liabilities	<u>255,597</u>	<u>758,539</u>	<u>1,014,136</u>
Fund balances:			
Nonspendable	1,909,722	-	1,909,722
Restricted	8,534,401	-	8,534,401
Total fund balances	<u>10,444,123</u>	<u>-</u>	<u>10,444,123</u>
Total liabilities and fund balances	<u>\$ 10,699,720</u>	<u>\$ 758,539</u>	<u>\$ 11,458,259</u>

**District School Board of Volusia County, Florida
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds - Special Revenue Funds
For the Fiscal Year Ended June 30, 2015**

REVENUES	Food Service	Contracted Federal Programs	Total Nonmajor Special Revenue Funds
Federal direct	\$ 1,000	\$ -	\$ 1,000
Federal through State	20,332,228	43,503,996	63,836,224
State sources	330,550	-	330,550
Local sources	4,877,272	-	4,877,272
Total revenues	<u>25,541,050</u>	<u>43,503,996</u>	<u>69,045,046</u>
EXPENDITURES			
Current:			
Instruction	-	20,262,995	20,262,995
Student personnel services	-	4,733,023	4,733,023
Instructional media services	-	4,389	4,389
Instruction and curriculum development services	-	12,642,350	12,642,350
Instructional staff training services	-	1,238,548	1,238,548
Instructional related technology	-	10,901	10,901
General administration	-	2,108,569	2,108,569
School administration	-	1,901,120	1,901,120
Food services	24,586,862	-	24,586,862
Central services	-	104,738	104,738
Student transportation services	-	97,183	97,183
Operation of plant	-	24,706	24,706
Administrative technology services	-	24,445	24,445
Capital Outlay:			
Facilities acquisition and construction	1,148,048	-	1,148,048
Other capital outlay	973,219	351,029	1,324,248
Total expenditures	<u>26,708,129</u>	<u>43,503,996</u>	<u>70,212,125</u>
Deficiency of revenues under expenditures	<u>(1,167,079)</u>	<u>-</u>	<u>(1,167,079)</u>
Net change in fund balances	(1,167,079)	-	(1,167,079)
Fund balances, July 1, 2014	11,611,202	-	11,611,202
Fund balances, June 30, 2015	<u>\$ 10,444,123</u>	<u>\$ -</u>	<u>\$ 10,444,123</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct	\$ -	\$ 1,000	\$ 1,000	\$ -
Federal through State:				
School lunch reimbursement	14,000,000	14,518,362	14,518,362	-
School breakfast reimbursement	4,000,000	3,941,773	3,941,773	-
USDA donated foods	1,600,000	962,107	962,107	-
Career and Technical Education	677,217	752,369	748,699	(3,670)
Teacher and Principal Training and Recruitment, Title II, Part A	2,923,787	2,443,817	2,443,817	-
Individuals with Disabilities Education Act (IDEA)	15,517,034	15,627,809	14,510,362	(1,117,447)
Elementary and Secondary Education Act, Title I	23,714,246	29,050,639	24,837,661	(4,212,978)
Language Instruction - Title III	-	494,061	494,061	-
Twenty-First Century Schools - Title IV	-	361,396	361,396	-
Race to the Top Incentive Grants	1,923,503	2,430,021	1,875,138	(554,883)
Other Federal through State	1,409,543	1,640,001	1,017,986	(622,015)
Total Federal through State	<u>65,765,330</u>	<u>72,222,355</u>	<u>65,711,362</u>	<u>(6,510,993)</u>
State sources:				
State supplements	350,000	330,550	330,550	-
Total state sources	<u>350,000</u>	<u>330,550</u>	<u>330,550</u>	<u>-</u>
Local sources:				
Interest Income	2,500	3,187	3,187	-
Student lunches	2,200,000	1,905,134	1,905,134	-
Student breakfasts	140,000	130,480	130,480	-
Student and adult a la carte	2,300,000	2,324,608	2,324,608	-
Other food service revenues	520,000	508,464	508,464	-
Other local sources	2,100	5,399	5,399	-
Total local sources	<u>5,164,600</u>	<u>4,877,272</u>	<u>4,877,272</u>	<u>-</u>
Total revenues	<u>71,279,930</u>	<u>77,431,177</u>	<u>70,920,184</u>	<u>(6,510,993)</u>
EXPENDITURES				
Current:				
Instruction	17,850,315	24,198,087	20,281,733	3,916,354
Student personnel services	5,604,034	4,965,389	4,733,023	232,366
Instructional media services	79,600	4,389	4,389	-
Instruction and curriculum development services	14,067,201	13,559,123	12,677,855	881,268
Instructional staff training services	2,294,435	1,745,836	1,452,724	293,112
Instructional related technology	345,425	1,566,976	1,019,738	547,238
General administration	1,578,611	2,635,965	2,194,288	441,677
School administration	2,295,524	1,907,384	1,901,120	6,264
Food services	25,669,627	25,055,314	24,586,862	468,452
Central services	659,717	664,108	616,639	47,469
Student transportation services	365,745	101,709	97,183	4,526
Operation of plant	30,433	41,642	24,968	16,674
Administrative technology services	38,511	24,445	24,445	-
Capital Outlay:				
Facilities acquisition and construction	2,354,514	1,689,980	1,148,048	541,932
Other capital outlay	744,638	1,523,911	1,324,248	199,663
Total expenditures	<u>73,978,330</u>	<u>79,684,258</u>	<u>72,087,263</u>	<u>7,596,995</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,698,400)</u>	<u>(2,253,081)</u>	<u>(1,167,079)</u>	<u>1,086,002</u>
Net change in fund balances	<u>(2,698,400)</u>	<u>(2,253,081)</u>	<u>(1,167,079)</u>	<u>1,086,002</u>
Fund balances, July 1, 2014	11,611,202	11,611,202	11,611,202	-
Fund balances, June 30, 2015	<u>\$ 8,912,802</u>	<u>\$ 9,358,121</u>	<u>\$ 10,444,123</u>	<u>\$ 1,086,002</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Food Service - Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

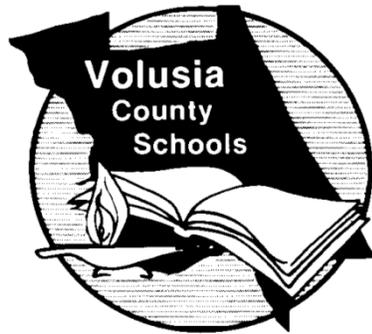
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal direct	\$ -	\$ 1,000	\$ 1,000	\$ -
Federal through State:				
School lunch reimbursement	14,000,000	14,518,362	14,518,362	-
School breakfast reimbursement	4,000,000	3,941,773	3,941,773	-
USDA donated foods	1,600,000	962,107	962,107	-
Other Federal through State	766,000	909,986	909,986	-
Total Federal through State	<u>20,366,000</u>	<u>20,332,228</u>	<u>20,332,228</u>	<u>-</u>
State sources:				
State supplements	350,000	330,550	330,550	-
Total state sources	<u>350,000</u>	<u>330,550</u>	<u>330,550</u>	<u>-</u>
Local sources:				
Interest Income	2,500	3,187	3,187	-
Student lunches	2,200,000	1,905,134	1,905,134	-
Student breakfasts	140,000	130,480	130,480	-
Student and adult a la carte	2,300,000	2,324,608	2,324,608	-
Other food service revenues	520,000	508,464	508,464	-
Other local sources	2,100	5,399	5,399	-
Total local sources	<u>5,164,600</u>	<u>4,877,272</u>	<u>4,877,272</u>	<u>-</u>
Total revenues	<u>25,880,600</u>	<u>25,541,050</u>	<u>25,541,050</u>	<u>-</u>
EXPENDITURES				
Current:				
Food services	25,669,627	25,055,314	24,586,862	468,452
Capital Outlay:				
Facilities acquisition and construction	2,354,514	1,689,980	1,148,048	541,932
Other capital outlay	554,859	1,048,837	973,219	75,618
Total expenditures	<u>28,579,000</u>	<u>27,794,131</u>	<u>26,708,129</u>	<u>1,086,002</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,698,400)</u>	<u>(2,253,081)</u>	<u>(1,167,079)</u>	<u>1,086,002</u>
Net change in fund balances	<u>(2,698,400)</u>	<u>(2,253,081)</u>	<u>(1,167,079)</u>	<u>1,086,002</u>
Fund balances, July 1, 2014	11,611,202	11,611,202	11,611,202	-
Fund balances, June 30, 2015	<u>\$ 8,912,802</u>	<u>\$ 9,358,121</u>	<u>\$ 10,444,123</u>	<u>\$ 1,086,002</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Contracted Federal Programs - Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

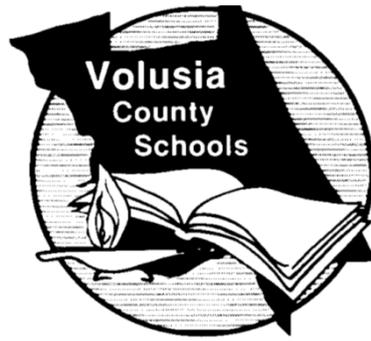
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Federal through State:				
Career and Technical Education	\$ 677,217	\$ 752,369	\$ 748,699	\$ (3,670)
Teacher and Principal Training and Recruitment, Title II, Part A	2,923,787	2,443,817	2,443,817	-
Individuals with Disabilities Education Act (IDEA)	15,517,034	15,627,809	14,510,362	(1,117,447)
Elementary and Secondary Education Act, Title I	23,714,246	29,050,639	24,837,661	(4,212,978)
Language Instruction - Title III	-	494,061	494,061	-
Twenty-First Century Schools - Title IV	-	361,396	361,396	-
Other Federal through State	643,543	730,015	108,000	(622,015)
Total Federal through State	<u>43,475,827</u>	<u>49,460,106</u>	<u>43,503,996</u>	<u>(5,956,110)</u>
Total revenues	<u>43,475,827</u>	<u>49,460,106</u>	<u>43,503,996</u>	<u>(5,956,110)</u>
EXPENDITURES				
Current:				
Instruction	17,772,325	24,179,349	20,262,995	3,916,354
Student personnel services	5,604,034	4,965,389	4,733,023	232,366
Instructional media services	-	4,389	4,389	-
Instruction and curriculum development services	14,016,930	13,523,618	12,642,350	881,268
Instructional staff training services	1,717,295	1,531,660	1,238,548	293,112
Instructional related technology	126,080	75,506	10,901	64,605
General administration	1,499,916	2,546,499	2,108,569	437,930
School administration	2,295,524	1,907,384	1,901,120	6,264
Central services	-	152,207	104,738	47,469
Student transportation services	365,000	101,709	97,183	4,526
Operation of plant	30,433	41,380	24,706	16,674
Administrative technology services	21,738	24,445	24,445	-
Capital Outlay:				
Other capital outlay	26,552	406,571	351,029	55,542
Total expenditures	<u>43,475,827</u>	<u>49,460,106</u>	<u>43,503,996</u>	<u>5,956,110</u>
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2014	-	-	-	-
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
American Recovery and Reinvestment Act (ARRA) Economic Stimulus Funds -
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Federal through State:				
Race to the Top Incentive Grants	\$ 1,923,503	\$ 2,430,021	\$ 1,875,138	\$ (554,883)
EXPENDITURES				
Current:				
Instruction	77,990	18,738	18,738	-
Instructional media services	79,600	-	-	-
Instruction and curriculum development services	50,271	35,505	35,505	-
Instructional staff training services	577,140	214,176	214,176	-
Instructional related technology	219,345	1,491,470	1,008,837	482,633
General administration	78,695	89,466	85,719	3,747
Central services	659,717	511,901	511,901	-
Student transportation services	745	-	-	-
Operation of plant	-	262	262	-
Administrative technology services	16,773	-	-	-
Capital Outlay:				
Other capital outlay	163,227	68,503	-	68,503
Total expenditures	<u>1,923,503</u>	<u>2,430,021</u>	<u>1,875,138</u>	<u>554,883</u>
Excess of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2014	-	-	-	-
Fund balances, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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Debt Service Funds

**District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Governmental Funds - Debt Service Funds
June 30, 2015**

	SBE/COBI Bonds	Certificates of Participation	Total Nonmajor Debt Service Funds
ASSETS			
Investments	\$ 148,906	\$ 31,230	\$ 180,136
Total assets	\$ 148,906	\$ 31,230	\$ 180,136
LIABILITIES AND FUND BALANCES			
Liabilities:			
Estimated liability for arbitrage rebate	\$ -	\$ 30,480	\$ 30,480
Total liabilities	-	30,480	30,480
Fund balances:			
Restricted	148,906	750	149,656
Total fund balances	148,906	750	149,656
Total liabilities and fund balances	\$ 148,906	\$ 31,230	\$ 180,136

**District School Board of Volusia County, Florida
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds - Debt Service Funds
For the Fiscal Year Ended June 30, 2015**

	SBE/COBI Bonds	Certificates of Participation	Total Nonmajor Debt Service Funds
REVENUES			
State sources	\$ 1,911,864	\$ -	\$ 1,911,864
Local sources:			
Other local sources	-	4	4
Total local sources	-	4	4
Total revenues	<u>1,911,864</u>	<u>4</u>	<u>1,911,868</u>
EXPENDITURES			
Debt service:			
Principal	6,515,000	42,355,000	48,870,000
Interest and fiscal charges	419,142	13,248,020	13,667,162
Total expenditures	<u>6,934,142</u>	<u>55,603,020</u>	<u>62,537,162</u>
Deficiency of revenues under expenditures	<u>(5,022,278)</u>	<u>(55,603,016)</u>	<u>(60,625,294)</u>
OTHER FINANCING SOURCES			
Refunding bonds issued	4,549,000	-	4,549,000
Premium on refunding bonds issued	432,635	-	432,635
Refunding certificates of participation issued	-	28,210,000	28,210,000
Premium on refunding certificates of participation issued	-	4,276,214	4,276,214
Transfers in	-	23,116,806	23,116,806
Total other financing sources	<u>4,981,635</u>	<u>55,603,020</u>	<u>60,584,655</u>
Net change in fund balances	(40,643)	4	(40,639)
Fund balances, July 1, 2014	189,549	746	190,295
Fund balances, June 30, 2015	<u>\$ 148,906</u>	<u>\$ 750</u>	<u>\$ 149,656</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -
All Debt Service Funds
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
CO&DS withheld for SBE/COBI bonds	\$ 1,972,050	\$ 1,910,264	\$ 1,910,264	\$ -
SBE/COBI bond interest	-	1,600	1,600	-
Total State sources	<u>1,972,050</u>	<u>1,911,864</u>	<u>1,911,864</u>	<u>-</u>
Local sources:				
Interest income and other	-	13,312	13,312	-
Total local sources	<u>-</u>	<u>13,312</u>	<u>13,312</u>	<u>-</u>
Total revenues	<u>1,972,050</u>	<u>1,925,176</u>	<u>1,925,176</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Principal	35,870,000	72,675,000	72,675,000	-
Interest and fiscal charges	<u>16,198,717</u>	<u>16,776,727</u>	<u>16,776,727</u>	<u>-</u>
Total expenditures	<u>52,068,717</u>	<u>89,451,727</u>	<u>89,451,727</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>(50,096,667)</u>	<u>(87,526,551)</u>	<u>(87,526,551)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Refunding bonds issued	-	4,549,000	4,549,000	-
Premium on refunding bonds issued	-	432,635	432,635	-
Refunding certificates of participation issued	-	28,210,000	28,210,000	-
Premium on refunding certificates of participation issued	-	4,276,214	4,276,214	-
Transfers in	<u>50,660,365</u>	<u>50,581,710</u>	<u>50,581,710</u>	<u>-</u>
Total other financing sources	<u>50,660,365</u>	<u>88,049,559</u>	<u>88,049,559</u>	<u>-</u>
Net change in fund balances	563,698	523,008	523,008	-
Fund balances, July 1, 2014	<u>22,016,767</u>	<u>22,016,767</u>	<u>22,016,767</u>	<u>-</u>
Fund balances, June 30, 2015	<u><u>\$ 22,580,465</u></u>	<u><u>\$ 22,539,775</u></u>	<u><u>\$ 22,539,775</u></u>	<u><u>\$ -</u></u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
SBE/COBI Bonds - Debt Service Fund
For the Fiscal Year Ended June 30, 2015

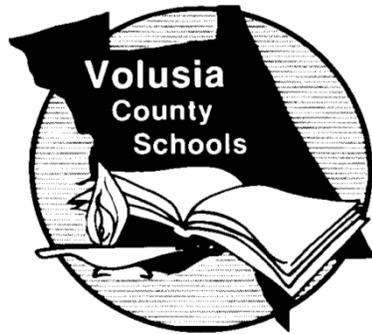
	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
CO&DS withheld for SBE/COBI bonds	\$ 1,972,050	\$ 1,910,264	\$ 1,910,264	\$ -
SBE/COBI bond interest	-	1,600	1,600	-
Total State sources	<u>1,972,050</u>	<u>1,911,864</u>	<u>1,911,864</u>	<u>-</u>
Total revenues	<u>1,972,050</u>	<u>1,911,864</u>	<u>1,911,864</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Principal	1,610,000	6,515,000	6,515,000	-
Interest and fiscal charges	362,050	419,142	419,142	-
Total expenditures	<u>1,972,050</u>	<u>6,934,142</u>	<u>6,934,142</u>	<u>-</u>
Deficiency of revenues under expenditures	<u>-</u>	<u>(5,022,278)</u>	<u>(5,022,278)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Refunding bonds issued	-	4,549,000	4,549,000	-
Premium on refunding bonds issued	-	432,635	432,635	-
Total other financing sources	<u>-</u>	<u>4,981,635</u>	<u>4,981,635</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>(40,643)</u>	<u>(40,643)</u>	<u>-</u>
Fund balances, July 1, 2014	189,549	189,549	189,549	-
Fund balances, June 30, 2015	<u>\$ 189,549</u>	<u>\$ 148,906</u>	<u>\$ 148,906</u>	<u>\$ -</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Sales Tax Revenue Bonds - Debt Service Fund
For the Fiscal Year Ended June 30, 2015

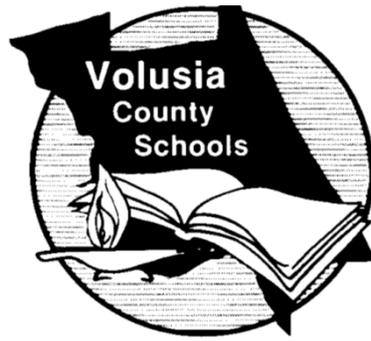
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Interest income	\$ -	\$ 13,308	\$ 13,308	\$ -
Total local sources	-	13,308	13,308	-
Total revenues	-	13,308	13,308	-
EXPENDITURES				
Debt Service:				
Principal	23,805,000	23,805,000	23,805,000	-
Interest and fiscal charges	3,102,683	3,109,565	3,109,565	-
Total expenditures	26,907,683	26,914,565	26,914,565	-
Deficiency of revenues under expenditures	(26,907,683)	(26,901,257)	(26,901,257)	-
OTHER FINANCING SOURCES				
Transfers in	27,471,381	27,464,904	27,464,904	-
Total other financing sources	27,471,381	27,464,904	27,464,904	-
Net change in fund balances	563,698	563,647	563,647	-
Fund balances, July 1, 2014	21,826,472	21,826,472	21,826,472	-
Fund balances, June 30, 2015	<u>\$ 22,390,170</u>	<u>\$ 22,390,119</u>	<u>\$ 22,390,119</u>	<u>\$ -</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Certificates of Participation - Debt Service Fund
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Interest income	\$ -	\$ 4	\$ 4	\$ -
Total local sources	-	4	4	-
Total revenues	-	4	4	-
EXPENDITURES				
Debt Service:				
Principal	10,455,000	42,355,000	42,355,000	-
Interest and fiscal charges	12,733,984	13,248,020	13,248,020	-
Total expenditures	23,188,984	55,603,020	55,603,020	-
Deficiency of revenues under expenditures	(23,188,984)	(55,603,016)	(55,603,016)	-
OTHER FINANCING SOURCES				
Refunding certificates of participation issued	-	28,210,000	28,210,000	-
Premium on refunding certificates of participation issued	-	4,276,214	4,276,214	-
Transfers in	23,188,984	23,116,806	23,116,806	-
Total other financing sources	23,188,984	55,603,020	55,603,020	-
Net change in fund balances	-	4	4	-
Fund balances, July 1, 2014	746	746	746	-
Fund balances, June 30, 2015	\$ 746	\$ 750	\$ 750	\$ -



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Capital Projects Funds

**District School Board of Volusia County, Florida
Combining Balance Sheet -
Nonmajor Capital Projects Funds
June 30, 2015**

	Capital Outlay and Debt Service	Impact Fees	State and Local Miscellaneous	Charter Schools' Capital Outlay	Public Education Capital Outlay	Total Nonmajor Capital Projects Funds
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	6,133,272	1,015,441	-	-	7,148,713
Due from other agencies	464,557	175,175	-	-	-	639,732
Due from other funds	-	-	237,573	-	-	237,573
Total assets	<u>\$ 464,557</u>	<u>\$ 6,308,447</u>	<u>\$ 1,253,014</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,026,018</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Construction contracts payable	\$ -	\$ -	\$ 54,385	\$ -	\$ -	\$ 54,385
Construction contracts payable - retainage	-	-	13,506	-	-	13,506
Due to other funds	237,573	-	-	-	-	237,573
Total liabilities:	<u>237,573</u>	<u>-</u>	<u>67,891</u>	<u>-</u>	<u>-</u>	<u>305,464</u>
Deferred inflows of resources:						
Unavailable revenue - CO&DS funds	63,352	-	-	-	-	63,352
Total deferred inflows of resources:	<u>63,352</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,352</u>
Fund balances:						
Restricted	163,632	6,308,447	1,185,123	-	-	7,657,202
Total fund balances	<u>163,632</u>	<u>6,308,447</u>	<u>1,185,123</u>	<u>-</u>	<u>-</u>	<u>7,657,202</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 464,557</u>	<u>\$ 6,308,447</u>	<u>\$ 1,253,014</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,026,018</u>

District School Board of Volusia County, Florida
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2015

	Capital Outlay and Debt Service	Impact Fees	State and Local Miscellaneous	Charter Schools' Capital Outlay	Pubic Education Capital Outlay	Total Nonmajor Capital Projects Funds
REVENUES						
State sources:						
Public Education Capital Outlay (PECO)	\$ -	\$ -	\$ -	\$ -	\$ 1,198,144	\$ 1,198,144
Other state revenues	402,472	-	184,657	598,413	-	1,185,542
Total state sources	<u>402,472</u>	<u>-</u>	<u>184,657</u>	<u>598,413</u>	<u>1,198,144</u>	<u>2,383,686</u>
Local sources:						
Impact fees	-	3,076,605	-	-	-	3,076,605
Other local revenues	-	6,482	279,109	-	-	285,591
Total local sources	<u>-</u>	<u>3,083,087</u>	<u>279,109</u>	<u>-</u>	<u>-</u>	<u>3,362,196</u>
Total revenues	<u>402,472</u>	<u>3,083,087</u>	<u>463,766</u>	<u>598,413</u>	<u>1,198,144</u>	<u>5,745,882</u>
EXPENDITURES						
Debt Service:						
Interest and fiscal charges	1,267	-	-	-	-	1,267
Capital Outlay:						
Facilities acquisition and construction	260,647	-	255,834	-	-	516,481
Total expenditures	<u>261,914</u>	<u>-</u>	<u>255,834</u>	<u>-</u>	<u>-</u>	<u>517,748</u>
Excess of revenues over expenditures	140,558	3,083,087	207,932	598,413	1,198,144	5,228,134
OTHER FINANCING USES						
Transfers out						
Total other financing (uses)	-	(2,624,772)	-	(598,413)	(1,198,144)	(4,421,329)
Net change in fund balances	140,558	458,315	207,932	-	-	806,805
Fund balances, July 1, 2014	23,074	5,850,132	977,191	-	-	6,850,397
Fund balances, June 30, 2015	<u>\$ 163,632</u>	<u>\$ 6,308,447</u>	<u>\$ 1,185,123</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,657,202</u>

District School Board of Volusia County, Florida
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -
All Capital Project Funds
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
CO&DS distributed	\$ 310,000	\$ 387,439	\$ 387,439	-
Interest on undistributed CO&DS	20,000	15,033	15,033	-
Public Education Capital Outlay	1,198,144	1,198,144	1,198,144	-
Charter school capital outlay funding	-	598,413	598,413	-
Other State sources	-	184,657	184,657	-
Total State sources	<u>1,528,144</u>	<u>2,383,686</u>	<u>2,383,686</u>	<u>-</u>
Local sources:				
Ad valorem taxes	41,607,022	41,629,029	41,629,029	-
Local sales tax	33,347,170	36,073,123	36,073,123	-
Impact fees	1,500,000	3,076,605	3,076,605	-
Interest income	-	61,013	61,013	-
Other local sources	-	372,397	372,397	-
Total local sources	<u>76,454,192</u>	<u>81,212,167</u>	<u>81,212,167</u>	<u>-</u>
Total revenues	<u>77,982,336</u>	<u>83,595,853</u>	<u>83,595,853</u>	<u>-</u>
EXPENDITURES				
Current:				
Facilities services - non-capitalized	631,855	4,937,019	3,924,352	1,012,667
Debt Service:				
Interest and fiscal charges	-	1,267	1,267	-
Capital Outlay:				
Facilities acquisition and construction	16,514,254	26,077,120	13,168,743	12,908,377
Other capital outlay	9,970,893	6,742,044	4,822,245	1,919,799
Total expenditures	<u>27,117,002</u>	<u>37,757,450</u>	<u>21,916,607</u>	<u>15,840,843</u>
Excess of revenues over expenditures	<u>50,865,334</u>	<u>45,838,403</u>	<u>61,679,246</u>	<u>15,840,843</u>
OTHER FINANCING USES				
Loss recoveries	-	379,473	379,473	-
Transfers out	(61,667,615)	(62,189,128)	(62,189,128)	-
Total other financing uses	<u>(61,667,615)</u>	<u>(61,809,655)</u>	<u>(61,809,655)</u>	<u>-</u>
Net change in fund balances	<u>(10,802,281)</u>	<u>(15,971,252)</u>	<u>(130,409)</u>	<u>15,840,843</u>
Fund balances, July 1, 2014	48,852,049	48,852,049	48,852,049	-
Fund balances, June 30, 2015	<u>\$ 38,049,768</u>	<u>\$ 32,880,797</u>	<u>\$ 48,721,640</u>	<u>\$ 15,840,843</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Local Capital Improvement - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local sources:				
Ad valorem taxes	\$ 41,607,022	\$ 41,629,029	\$ 41,629,029	\$ -
Interest income	-	38,196	38,196	-
Other local sources	-	90,820	90,820	-
Total local sources	<u>41,607,022</u>	<u>41,758,045</u>	<u>41,758,045</u>	<u>-</u>
Total revenues	<u>41,607,022</u>	<u>41,758,045</u>	<u>41,758,045</u>	<u>-</u>
EXPENDITURES				
Current:				
Facilities services - non-capitalized	631,855	4,936,734	3,924,352	1,012,382
Capital Outlay:				
Facilities acquisition and construction	16,160,006	25,383,764	12,652,262	12,731,502
Other capital outlay	9,970,893	6,742,044	4,822,245	1,919,799
Total expenditures	<u>26,762,754</u>	<u>37,062,542</u>	<u>21,398,859</u>	<u>15,663,683</u>
Excess of revenues over expenditures	<u>14,844,268</u>	<u>4,695,503</u>	<u>20,359,186</u>	<u>15,663,683</u>
OTHER FINANCING USES				
Loss recoveries	-	379,473	379,473	-
Transfers out	<u>(24,254,076)</u>	<u>(24,085,458)</u>	<u>(24,085,458)</u>	<u>-</u>
Total other financing uses	<u>(24,254,076)</u>	<u>(23,705,985)</u>	<u>(23,705,985)</u>	<u>-</u>
Net change in fund balances	(9,409,808)	(19,010,482)	(3,346,799)	15,663,683
Fund balances, July 1, 2014	26,499,693	26,499,693	26,499,693	-
Fund balances, June 30, 2015	<u>\$ 17,089,885</u>	<u>\$ 7,489,211</u>	<u>\$ 23,152,894</u>	<u>\$ 15,663,683</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Capital Outlay and Debt Service - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
State sources:				
CO&DS distributed	\$ 310,000	\$ 387,439	\$ 387,439	\$ -
Interest on undistributed CO&DS	20,000	15,033	15,033	-
Total State sources	<u>330,000</u>	<u>402,472</u>	<u>402,472</u>	<u>-</u>
Total revenues	<u>330,000</u>	<u>402,472</u>	<u>402,472</u>	<u>-</u>
EXPENDITURES				
Debt Service:				
Interest and fiscal charges	-	1,267	1,267	-
Capital Outlay:				
Facilities acquisition and construction	-	260,647	260,647	-
Total expenditures	<u>-</u>	<u>261,914</u>	<u>261,914</u>	<u>-</u>
Excess of revenues over expenditures	<u>330,000</u>	<u>140,558</u>	<u>140,558</u>	<u>-</u>
Net change in fund balances	<u>330,000</u>	<u>140,558</u>	<u>140,558</u>	<u>-</u>
Fund balances, July 1, 2014	<u>23,074</u>	<u>23,074</u>	<u>23,074</u>	<u>-</u>
Fund balances, June 30, 2015	<u><u>\$ 353,074</u></u>	<u><u>\$ 163,632</u></u>	<u><u>\$ 163,632</u></u>	<u><u>\$ -</u></u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Impact Fees - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Impact fees	\$ 1,500,000	\$ 3,076,605	\$ 3,076,605	\$ -
Interest income	-	6,482	6,482	-
Total local sources	<u>1,500,000</u>	<u>3,083,087</u>	<u>3,083,087</u>	<u>-</u>
Total revenues	<u>1,500,000</u>	<u>3,083,087</u>	<u>3,083,087</u>	<u>-</u>
OTHER FINANCING USES				
Transfers out	<u>(2,624,772)</u>	<u>(2,624,772)</u>	<u>(2,624,772)</u>	<u>-</u>
Total other financing uses	<u>(2,624,772)</u>	<u>(2,624,772)</u>	<u>(2,624,772)</u>	<u>-</u>
Net change in fund balances	<u>(1,124,772)</u>	458,315	458,315	-
Fund balances, July 1, 2014	5,850,132	5,850,132	5,850,132	-
Fund balances, June 30, 2015.	<u>\$ 4,725,360</u>	<u>\$ 6,308,447</u>	<u>\$ 6,308,447</u>	<u>\$ -</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Local Sales Tax - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources:				
Local sales tax	\$ 33,347,170	\$ 36,073,123	\$ 36,073,123	\$ -
Interest income	-	15,679	15,679	-
Other local sources	-	3,124	3,124	-
Total local sources	<u>33,347,170</u>	<u>36,091,926</u>	<u>36,091,926</u>	<u>-</u>
Total revenues	<u>33,347,170</u>	<u>36,091,926</u>	<u>36,091,926</u>	<u>-</u>
Excess of revenues over expenditures	<u>33,347,170</u>	<u>36,091,926</u>	<u>36,091,926</u>	<u>-</u>
OTHER FINANCING USES				
Transfers out	(33,688,767)	(33,682,341)	(33,682,341)	-
Total other financing uses	<u>(33,688,767)</u>	<u>(33,682,341)</u>	<u>(33,682,341)</u>	<u>-</u>
Net change in fund balances	(341,597)	2,409,585	2,409,585	-
Fund balances, July 1, 2014	15,501,959	15,501,959	15,501,959	-
Fund balances, June 30, 2015	<u>\$ 15,160,362</u>	<u>\$ 17,911,544</u>	<u>\$ 17,911,544</u>	<u>\$ -</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
State and Local Miscellaneous - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

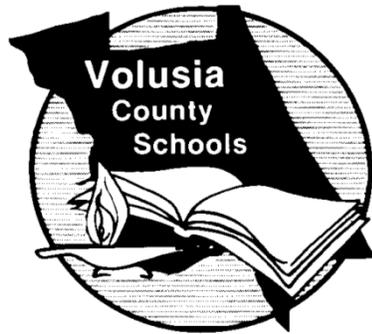
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
Other State sources	\$ -	\$ 184,657	\$ 184,657	\$ -
Total State sources	-	184,657	184,657	-
Local sources:				
Interest income	-	656	656	-
Other local sources	-	278,453	278,453	-
Total local sources	-	279,109	279,109	-
Total revenues	-	463,766	463,766	-
EXPENDITURES				
Current:				
Facilities services - non-capitalized	-	285	-	285
Capital Outlay:				
Facilities acquisition and construction	354,248	432,709	255,834	176,875
Total expenditures	354,248	432,994	255,834	177,160
Excess (deficiency) of revenues over (under) expenditures	(354,248)	30,772	207,932	177,160
Net change in fund balances	(354,248)	30,772	207,932	177,160
Fund balances, July 1, 2014	977,191	977,191	977,191	-
Fund balances, June 30, 2015	<u>\$ 622,943</u>	<u>\$ 1,007,963</u>	<u>\$ 1,185,123</u>	<u>\$ 177,160</u>

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Charter Schools' Capital Outlay - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

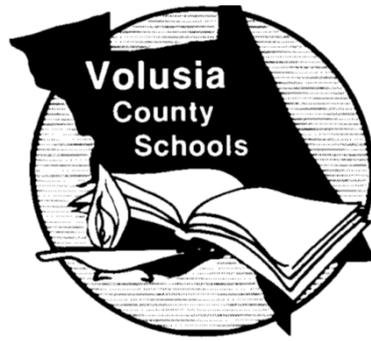
	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
Charter school capital outlay funding	\$ -	\$ 598,413	\$ 598,413	\$ -
Total State sources	-	598,413	598,413	-
Total revenues	-	598,413	598,413	-
Excess of revenues over expenditures	-	598,413	598,413	-
OTHER FINANCING USES				
Transfers out	-	(598,413)	(598,413)	-
Total other financing uses	-	(598,413)	(598,413)	-
Net change in fund balances	-	-	-	-
Fund balances, July 1, 2014	-	-	-	-
Fund balances, June 30, 2015	\$ -	\$ -	\$ -	\$ -

District School Board of Volusia County, Florida
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
Public Education Capital Outlay - Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State sources:				
Public Education Capital Outlay (PECO)	\$ 1,198,144	\$ 1,198,144	\$ 1,198,144	\$ -
Excess of revenues over expenditures	1,198,144	1,198,144	1,198,144	-
OTHER FINANCING USES				
Transfers out	(1,100,000)	(1,198,144)	(1,198,144)	-
Total other financing uses	(1,100,000)	(1,198,144)	(1,198,144)	-
Net change in fund balances	98,144	-	-	-
Fund balances, July 1, 2014	-	-	-	-
Fund balances, June 30, 2015	<u>\$ 98,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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Internal Service Funds

Internal Service Funds

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

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

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

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

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

District School Board of Volusia County, Florida
Combining Statement of Net Position -
Internal Service Funds
June 30, 2015

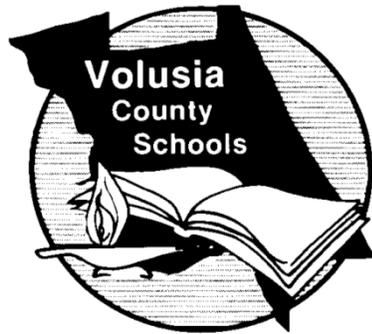
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
ASSETS					
Current assets:					
Investments	\$ 3,015,323	\$ 5,091,996	\$ 2,507,690	\$ 1,896,946	\$ 12,511,955
Interest receivable	-	10,308	745	956	12,009
Total assets	<u>3,015,323</u>	<u>5,102,304</u>	<u>2,508,435</u>	<u>1,897,902</u>	<u>12,523,964</u>
LIABILITIES					
Current liabilities:					
Salaries and benefits payable	\$ 821	\$ -	\$ -	\$ -	\$ 821
Accounts payable	99	165	81	42	387
Estimated insurance claims payable	1,215,569	-	111,121	398,633	1,725,323
Total current liabilities	<u>1,216,489</u>	<u>165</u>	<u>111,202</u>	<u>398,675</u>	<u>1,726,531</u>
Noncurrent liabilities:					
Estimated liability for long-term claims	1,232,806	-	704,193	499,227	2,436,226
Total noncurrent liabilities	<u>1,232,806</u>	<u>-</u>	<u>704,193</u>	<u>499,227</u>	<u>2,436,226</u>
Total liabilities	<u>2,449,295</u>	<u>165</u>	<u>815,395</u>	<u>897,902</u>	<u>4,162,757</u>
NET POSITION					
Unrestricted	566,028	5,102,139	1,693,040	1,000,000	8,361,207
Total net position	<u>\$ 566,028</u>	<u>\$ 5,102,139</u>	<u>\$ 1,693,040</u>	<u>\$ 1,000,000</u>	<u>\$ 8,361,207</u>

District School Board of Volusia County, Florida
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position -
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

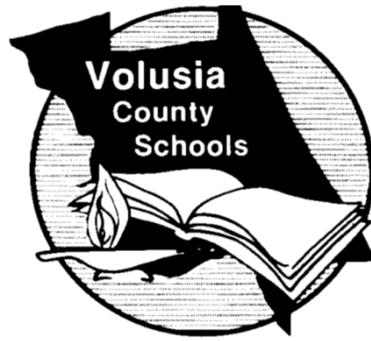
	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
OPERATING REVENUES					
Premium revenue	\$ 2,394,256	\$ 3,167,774	\$ 676,931	\$ 552,355	\$ 6,791,316
Total operating revenues	<u>2,394,256</u>	<u>3,167,774</u>	<u>676,931</u>	<u>552,355</u>	<u>6,791,316</u>
OPERATING EXPENSES					
Salaries	79,401	-	-	283	79,684
Employee benefits	21,945	-	-	-	21,945
Purchased services	754,034	3,201,162	334,731	195,841	4,485,768
Materials and supplies	-	-	-	19	19
Insurance claims and related costs	1,562,867	-	355,303	363,389	2,281,559
Total operating expenses	<u>2,418,247</u>	<u>3,201,162</u>	<u>690,034</u>	<u>559,532</u>	<u>6,868,975</u>
Operating loss	<u>(23,991)</u>	<u>(33,388)</u>	<u>(13,103)</u>	<u>(7,177)</u>	<u>(77,659)</u>
NONOPERATING REVENUES					
Interest	23,991	33,388	13,103	7,177	77,659
Total nonoperating revenues	<u>23,991</u>	<u>33,388</u>	<u>13,103</u>	<u>7,177</u>	<u>77,659</u>
Change in net position	-	-	-	-	-
Net position- July 1, 2014	566,028	5,102,139	1,693,040	1,000,000	8,361,207
Net position - June 30, 2015	<u>\$ 566,028</u>	<u>\$ 5,102,139</u>	<u>\$ 1,693,040</u>	<u>\$ 1,000,000</u>	<u>\$ 8,361,207</u>

District School Board of Volusia County, Florida
Combining Statement of Cash Flows -
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

	<u>Workers'</u> <u>Compensation</u>	<u>Property</u> <u>Insurance</u>	<u>General</u> <u>Liability</u>	<u>Fleet</u> <u>Insurance</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from premium revenue	\$ 2,394,256	\$ 3,167,774	\$ 676,931	\$ 552,355	\$ 6,791,316
Payments to suppliers for goods and services	(754,187)	(3,201,349)	(334,790)	(196,168)	(4,486,494)
Payments to employees	(101,143)	-	-	-	(101,143)
Payments for insurance claims	(1,814,543)	-	(239,375)	(222,454)	(2,276,372)
Net cash provided (used) by operating activities	<u>(275,617)</u>	<u>(33,575)</u>	<u>102,766</u>	<u>133,733</u>	<u>(72,693)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sales and maturities of investments	247,845	5,768	-	-	253,613
Purchase of investments	-	-	(117,100)	(140,899)	(257,999)
Interest	27,772	27,807	14,334	7,166	77,079
Net cash provided (used) by investing activities	<u>275,617</u>	<u>33,575</u>	<u>(102,766)</u>	<u>(133,733)</u>	<u>72,693</u>
Net increase in cash and cash equivalents	-	-	-	-	-
Cash and cash equivalents - July 1, 2014	-	-	-	-	-
Cash and cash equivalents - June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:					
Operating loss	\$ (23,991)	\$ (33,388)	\$ (13,103)	\$ (7,177)	\$ (77,659)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:					
Change in Assets and Liabilities:					
Increase in salaries and benefits payable	203	-	-	-	203
Decrease in accounts payable	(153)	(187)	(59)	(25)	(424)
Increase (decrease) in estimated insurance claims payable	(251,676)	-	115,928	140,935	5,187
Net cash provided (used) by operating activities	<u>\$ (275,617)</u>	<u>\$ (33,575)</u>	<u>\$ 102,766</u>	<u>\$ 133,733</u>	<u>\$ (72,693)</u>



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Fiduciary Funds

Fiduciary Funds

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

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

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

**District School Board of Volusia County, Florida
Combining Statement of Fiduciary Net Position -
Private-Purpose Trust Funds
June 30, 2015**

	<u>Spruce Creek High</u>	<u>Seabreeze High</u>	<u>Samsula Scholars</u>	<u>Total Private-Purpose Trust Funds</u>
ASSETS				
Investments	\$ 27,805	\$ 766,329	\$ 25,502	\$ 819,636
NET POSITION				
Held in trust for scholarships and other purposes	<u>\$ 27,805</u>	<u>\$ 766,329</u>	<u>\$ 25,502</u>	<u>\$ 819,636</u>

**District School Board of Volusia County, Florida
Combining Statement of Changes in Fiduciary Net Position -
Private-Purpose Trust Funds
For the Fiscal Year Ended June 30, 2015**

	Spruce Creek High	Seabreeze High	Samsula Scholars	Total Private-Purpose Trust Funds
ADDITIONS				
Interest earnings	\$ 21	\$ 1,880	\$ 19	\$ 1,920
Total additions	<u>21</u>	<u>1,880</u>	<u>19</u>	<u>1,920</u>
DEDUCTIONS				
Scholarship payments	-	500	1,600	2,100
Total deductions	<u>-</u>	<u>500</u>	<u>1,600</u>	<u>2,100</u>
Change in net position	21	1,380	(1,581)	(180)
Net position - July 1, 2014	<u>27,784</u>	<u>764,949</u>	<u>27,083</u>	<u>819,816</u>
Net position - June 30, 2015	<u><u>\$ 27,805</u></u>	<u><u>\$ 766,329</u></u>	<u><u>\$ 25,502</u></u>	<u><u>\$ 819,636</u></u>

**District School Board of Volusia County, Florida
Combining Statement of Assets and Liabilities -
Agency Funds
June 30, 2015**

	School Internal Funds	Employee Benefits Program	Total Agency Funds
ASSETS			
Cash and cash equivalents	\$ 2,348,510	\$ -	\$ 2,348,510
Investments	3,027,365	136,477	3,163,842
Accounts receivable	11,000	-	11,000
Inventory	579	-	579
Total assets	<u>\$ 5,387,454</u>	<u>\$ 136,477</u>	<u>\$ 5,523,931</u>
LIABILITIES			
Accounts payable	\$ 193,567	\$ 136,477	\$ 330,044
Deposits held for others	5,193,887	-	5,193,887
Total liabilities	<u>\$ 5,387,454</u>	<u>\$ 136,477</u>	<u>\$ 5,523,931</u>

District School Board of Volusia County, Florida
Combining Statement of Changes in Assets and Liabilities -
Agency Funds
For the Fiscal Year Ended June 30, 2015

SCHOOL INTERNAL FUNDS

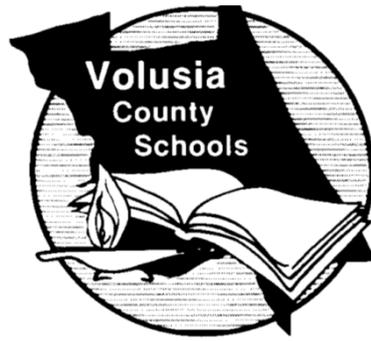
	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash and cash equivalents	\$ 2,533,242	\$ 11,954,689	\$ 12,139,421	\$ 2,348,510
Investments	3,029,883	-	2,518	3,027,365
Accounts receivable	13,898	-	2,898	11,000
Inventory	13,543	-	12,964	579
Total assets	<u>\$ 5,590,566</u>	<u>\$ 11,954,689</u>	<u>\$ 12,157,801</u>	<u>\$ 5,387,454</u>
LIABILITIES				
Accounts payable	\$ 293,297	\$ -	\$ 99,730	\$ 193,567
Deposits held for others	5,297,269	11,954,689	12,058,071	5,193,887
Total liabilities	<u>\$ 5,590,566</u>	<u>\$ 11,954,689</u>	<u>\$ 12,157,801</u>	<u>\$ 5,387,454</u>

EMPLOYEE BENEFITS PROGRAM

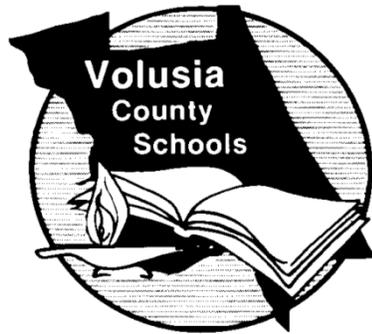
	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Investments	\$ 136,477	\$ -	\$ -	\$ 136,477
Total assets	<u>\$ 136,477</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,477</u>
LIABILITIES				
Accounts payable	\$ 136,477	\$ -	\$ -	\$ 136,477
Total liabilities	<u>\$ 136,477</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,477</u>

TOTAL AGENCY FUNDS

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash and cash equivalents	\$ 2,533,242	\$ 11,954,689	\$ 12,139,421	\$ 2,348,510
Investments	3,166,360	-	2,518	3,163,842
Accounts receivable	13,898	-	2,898	11,000
Inventory	13,543	-	12,964	579
Total assets	<u>\$ 5,727,043</u>	<u>\$ 11,954,689</u>	<u>\$ 12,157,801</u>	<u>\$ 5,523,931</u>
LIABILITIES				
Accounts payable	\$ 429,774	\$ -	\$ 99,730	\$ 330,044
Deposits held for others	5,297,269	11,954,689	12,058,071	5,193,887
Total liabilities	<u>\$ 5,727,043</u>	<u>\$ 11,954,689</u>	<u>\$ 12,157,801</u>	<u>\$ 5,523,931</u>



Nonmajor Discretely Presented
Component Units



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Nonmajor Discretely Presented Component Units

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

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

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

District School Board of Volusia County, Florida
Combining Statement of Net Position -
Nonmajor Discretely Presented Component Units
June 30, 2015

Charter Schools

ASSETS	Reading Edge Academy, Inc.	Samsula Academy	The Chiles Academy, Inc.	Richard Milburn Academy of Volusia County
Cash and cash equivalents	\$ 501,271	\$ 155,784	\$ 138,909	\$ 294,508
Investments	-	-	-	-
Accounts receivable	14,374	5,789	25,071	-
Due from other agencies	-	-	-	94,571
Inventories	3,503	3,024	3,396	-
Prepaid items	-	-	6,183	-
Other assets	1,000	7,250	18,182	29,703
Capital assets:				
Land	503,616	200,000	-	-
Leasehold improvements	-	-	47,911	-
Buildings and fixed equipment, net	3,764,477	1,323,919	69,094	-
Furniture, fixtures and equipment, net	79,857	21,375	35,860	1,405
Property under capital lease, net	-	-	-	-
Computer software, net	-	-	970	-
Total assets	<u>4,868,098</u>	<u>1,717,141</u>	<u>345,576</u>	<u>420,187</u>
LIABILITIES AND NET POSITION				
LIABILITIES				
Salaries and benefits payable	-	-	-	-
Accounts payable	9,590	12,562	10,647	116,429
Accrued liabilities	25,716	13,090	-	-
Accrued interest payable	6,155	-	-	-
Due to other agencies	-	-	-	-
Compensated absences payable	51,918	19,464	-	-
Long-term liabilities:				
Portion due within one year:				
Obligations under capital leases	-	-	-	-
Notes payable	94,271	-	14,140	-
Portion due in more than one year:				
Obligations under capital leases	-	-	-	-
Notes payable	2,306,212	-	6,096	-
Total liabilities	<u>2,493,862</u>	<u>45,116</u>	<u>30,883</u>	<u>116,429</u>
NET POSITION				
Net investment in capital assets	1,947,467	1,545,294	133,599	1,405
Restricted for:				
Capital projects	-	-	-	113,395
Other purposes	-	-	-	-
Unrestricted (deficit)	426,769	126,731	181,094	188,958
Total net position	<u>\$ 2,374,236</u>	<u>\$ 1,672,025</u>	<u>\$ 314,693</u>	<u>\$ 303,758</u>

Charter Schools

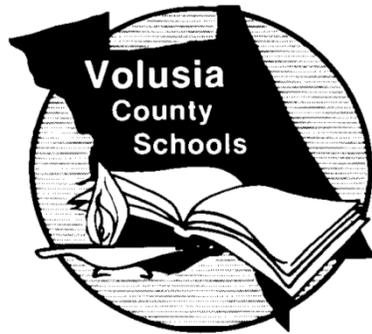
Richard Milburn Academy Middle School of Volusia County	Ivy Hawn Charter School of the Arts	Burns Science and Technology Charter School, Inc.	Futures, Inc.	Total Component Units
\$ 58,855	\$ 34,633	\$ 129,088	\$ 677,479	\$ 1,990,527
-	-	-	290,922	290,922
-	-	-	23,929	69,163
4,402	9,053	9,297	-	117,323
-	-	-	-	9,923
-	57,687	-	647,521	711,391
-	-	23,716	12,638	92,489
-	-	-	-	703,616
-	166,575	531,942	-	746,428
-	-	-	-	5,157,490
11,792	129,215	68,485	-	347,989
-	80,492	60,354	-	140,846
-	-	-	-	970
<u>75,049</u>	<u>477,655</u>	<u>822,882</u>	<u>1,652,489</u>	<u>10,379,077</u>
-	54,739	53,726	-	108,465
33,199	27,517	4,097	24,590	238,631
-	-	-	-	38,806
-	-	-	-	6,155
74,226	-	-	-	74,226
-	-	-	-	71,382
-	32,143	24,566	-	56,709
-	23,167	13,879	-	145,457
-	34,498	26,722	-	61,220
-	109,997	-	-	2,422,305
<u>107,425</u>	<u>282,061</u>	<u>122,990</u>	<u>24,590</u>	<u>3,223,356</u>
11,792	176,477	609,493	-	4,425,527
-	-	-	-	113,395
-	-	-	876,981	876,981
(44,168)	19,117	90,399	750,918	1,739,818
<u>\$ (32,376)</u>	<u>\$ 195,594</u>	<u>\$ 699,892</u>	<u>\$ 1,627,899</u>	<u>\$ 7,155,721</u>

District School Board of Volusia County, Florida
Combining Statement of Activities -
Nonmajor Discretely Presented Component Units
For the Fiscal Year Ended June 30, 2015

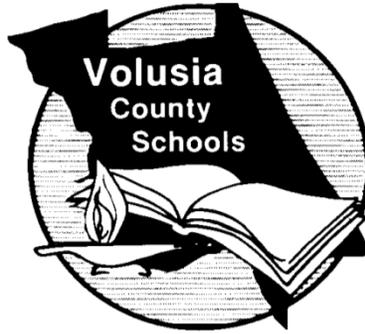
	Charter Schools			
	Reading Edge Academy, Inc.	Samsula Academy	The Chiles Academy, Inc.	Richard Milburn Academy of Volusia County
EXPENSES:				
Instruction	\$ 1,361,233	\$ 978,564	\$ 834,868	\$ 734,401
Student personnel services	-	-	84,658	49,056
Instructional staff training services	-	-	30,719	-
Board of education	-	-	-	42,429
General administration	27,382	23,884	3,984	147,427
School administration	327,306	239,579	233,222	437,627
Facilities services - non-capitalized	-	-	-	-
Fiscal services	147,293	29,304	104,918	295,572
Food services	146,681	116,396	235,096	-
Central services	-	-	-	-
Student transportation services	22,890	744	39,681	-
Operation of plant	166,173	170,131	201,306	470,704
Maintenance of plant	-	-	1,755	-
Community services	85,428	94,537	266,024	-
Interest on long-term debt	131,445	-	1,595	-
Unallocated depreciation expense	-	-	16,404	-
Total expenses	<u>2,415,831</u>	<u>1,653,139</u>	<u>2,054,230</u>	<u>2,177,216</u>
PROGRAM REVENUES				
Charges for services	256,825	192,285	315,035	-
Operating grants and contributions	-	-	729,175	3,805
Capital grants and contributions	-	-	-	151,732
Total program revenues	<u>256,825</u>	<u>192,285</u>	<u>1,044,210</u>	<u>155,537</u>
Net program expense	<u>(2,159,006)</u>	<u>(1,460,854)</u>	<u>(1,010,020)</u>	<u>(2,021,679)</u>
GENERAL REVENUES				
Grants and entitlements not restricted to specific programs	2,129,415	1,522,521	1,048,465	2,020,822
Investment earnings	-	-	-	-
Miscellaneous	-	-	1,272	-
Total general revenues	<u>2,129,415</u>	<u>1,522,521</u>	<u>1,049,737</u>	<u>2,020,822</u>
CHANGE IN NET POSITION	(29,591)	61,667	39,717	(857)
Net position - July 1, 2014	<u>2,403,827</u>	<u>1,610,358</u>	<u>274,976</u>	<u>304,615</u>
Net position (deficit) - June 30, 2015	<u>\$ 2,374,236</u>	<u>\$ 1,672,025</u>	<u>\$ 314,693</u>	<u>\$ 303,758</u>

Charter Schools

Richard Milburn Academy Middle School of Volusia County	Ivy Hawn Charter School of the Arts	Burns Science and Technology Charter School, Inc.	Futures, Inc.	Total Component Units
\$ 246,898	\$ 1,416,855	\$ 1,452,614	\$ -	\$ 7,025,433
16,903	-	20,328	-	170,945
-	-	-	-	30,719
34,679	147,970	113,144	-	338,222
46,233	5,950	-	-	254,860
155,991	231,716	252,410	-	1,877,851
-	399,000	87,538	-	486,538
76,796	106,621	55,852	-	816,356
-	21,869	46,650	-	566,692
-	-	24,347	-	24,347
-	67,256	91,382	-	221,953
51,378	168,479	212,649	-	1,440,820
-	989	18,463	-	21,207
-	270,775	125,138	751,358	1,593,260
-	13,556	4,002	-	150,598
-	80,110	-	-	96,514
628,878	2,931,146	2,504,517	751,358	15,116,315
-	207,570	125,138	17,946	1,114,799
2,141	53,365	76,673	791,072	1,656,231
-	123,088	110,406	-	385,226
2,141	384,023	312,217	809,018	3,156,256
(626,737)	(2,547,123)	(2,192,300)	57,660	(11,960,059)
543,688	2,511,611	2,251,528	-	12,028,050
-	-	-	9,831	9,831
1,024	-	87,492	-	89,788
544,712	2,511,611	2,339,020	9,831	12,127,669
(82,025)	(35,512)	146,720	67,491	167,610
49,649	231,106	553,172	1,560,408	6,988,111
\$ (32,376)	\$ 195,594	\$ 699,892	\$ 1,627,899	\$ 7,155,721



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Statistical Section

Statistical Section

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

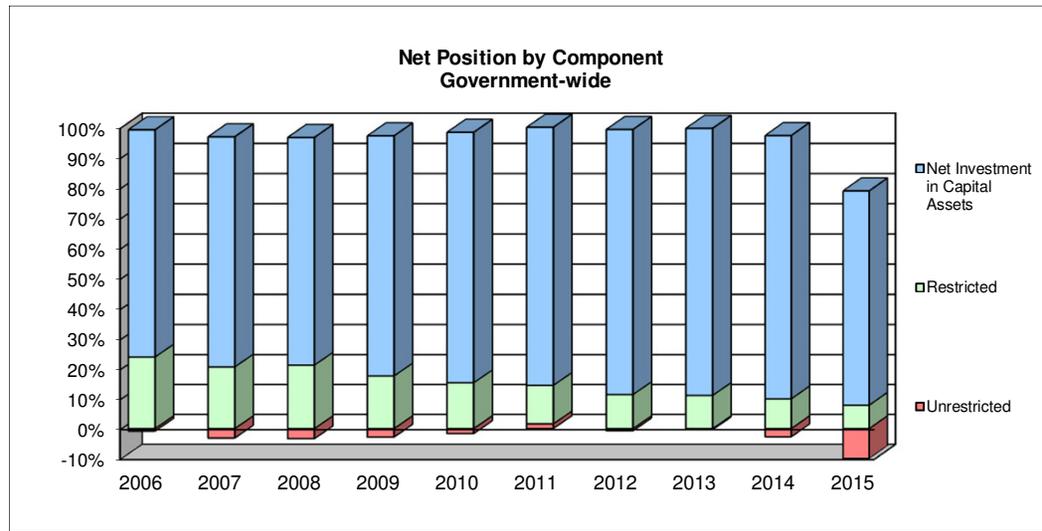
<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	101
Revenue Capacity These schedules contain information to help the reader assess the District's most significant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

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

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Primary government:										
Governmental activities:										
Net investment in capital assets	\$ 534,830,900	\$ 619,743,483	\$ 662,439,492	\$ 707,233,274	\$ 726,782,031	\$ 734,140,933	\$ 733,957,739	\$ 730,599,256	\$ 739,412,668	\$ 749,105,541
Restricted	170,067,232	167,353,947	186,113,892	156,350,990	133,946,657	110,556,480	94,921,529	91,490,476	84,007,208	82,211,912
Unrestricted	(5,767,367)	(25,499,290)	(29,443,574)	(25,131,781)	(14,566,442)	13,409,689	(5,996,529)	(2,777,562)	(22,957,304)	(221,991,148) (a)
Total governmental activities net position	<u>\$ 699,130,765</u>	<u>\$ 761,598,140</u>	<u>\$ 819,109,810</u>	<u>\$ 838,452,483</u>	<u>\$ 846,162,246</u>	<u>\$ 858,107,102</u>	<u>\$ 822,882,739</u>	<u>\$ 819,312,170</u>	<u>\$ 800,462,572</u>	<u>\$ 609,326,305</u>

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



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
Instruction	\$ 288,187,757	\$ 322,497,809	\$ 326,228,760	\$ 298,373,524	\$ 295,983,159	\$ 297,441,097	\$ 291,064,900	\$ 270,420,182	\$ 294,080,341	\$ 303,980,515
Student personnel services	23,169,573	26,248,325	26,914,771	25,522,584	28,595,805	24,692,342	21,530,239	20,956,374	22,260,328	22,346,883
Instructional media services	7,343,328	7,554,889	7,510,062	6,752,611	7,581,732	6,776,769	6,627,166	6,085,449	6,050,456	5,913,231
Instruction and curriculum development services	13,933,703	15,661,385	16,550,344	14,448,263	19,229,290	17,602,486	16,733,853	18,395,169	21,532,665	22,368,194
Instructional staff training services	8,839,340	8,839,892	5,900,382	4,786,267	5,559,960	4,756,052	3,819,069	2,566,293	2,631,591	2,826,187
Instruction related technology	4,102,673	3,081,083	3,855,695	3,970,619	4,028,676	4,163,784	4,899,708	4,936,849	4,330,372	5,589,112
Board of education	519,889	447,349	714,623	667,477	570,094	799,763	745,562	697,121	723,554	651,313
General administration	3,394,346	3,675,637	3,276,095	3,005,115	4,757,016	3,875,616	2,924,365	2,942,396	2,728,798	3,711,985
School administration	36,934,562	40,476,781	39,437,633	39,120,584	38,496,856	36,505,849	34,671,162	33,747,642	35,933,954	35,271,215
Facilities services - non-capitalized	12,729,032	15,772,257	12,367,400	11,847,866	7,952,299	8,021,594	5,721,489	3,305,712	2,952,087	4,546,128
Fiscal services	2,711,616	3,071,588	3,031,626	2,875,952	2,802,078	2,706,882	2,489,673	2,391,651	2,486,442	2,279,613
Food services	21,985,268	23,438,412	25,819,083	23,086,186	22,798,479	22,396,205	23,493,765	22,479,911	24,290,574	24,371,742
Central services	5,536,321	6,495,756	7,178,652	5,103,596	5,553,004	5,587,469	6,390,653	6,547,815	6,317,948	6,573,506
Student transportation services	16,837,763	18,166,751	19,099,121	16,708,807	16,878,756	16,300,770	15,930,975	15,900,865	16,801,105	16,250,950
Operation of plant	37,472,736	44,983,769	43,273,381	42,508,764	43,054,229	41,657,376	40,640,438	40,843,423	35,562,405	36,431,503
Maintenance of plant	14,153,260	15,530,492	16,514,878	14,377,537	14,817,824	13,935,290	14,152,879	13,296,228	14,182,978	13,097,318
Administrative technology services	3,862,846	5,855,638	5,365,149	5,466,861	5,566,867	5,168,871	4,948,558	5,335,201	5,868,241	5,883,389
Community services	1,612,862	4,660,131	5,051,357	5,117,929	4,920,377	4,574,728	4,508,252	4,334,302	4,570,518	4,913,403
Interest on long-term debt	19,501,861	25,304,753	29,004,391	28,189,824	24,569,386	22,293,945	20,363,353	18,665,687	17,059,506	14,174,703
Unallocated depreciation expense	32,275,209	36,275,249	46,509,697	46,813,575	50,022,091	50,799,821	50,843,331	50,786,976	49,837,073	49,039,691
Total primary government expenses	555,103,945	628,037,946	643,603,100	598,743,941	603,737,978	590,056,709	572,499,390	544,635,246	570,200,936	580,220,581
Program Revenues										
Governmental activities:										
Charges for services										
Instruction	3,389,212	-	-	-	-	-	-	-	-	-
Food services	8,680,020	8,588,773	8,311,879	8,274,426	7,326,776	6,633,649	6,092,067	5,724,371	5,470,108	4,868,686
Community services	991,659	4,341,097	5,109,709	4,954,119	4,976,587	4,753,015	4,762,668	4,784,925	4,919,773	5,079,014
Operating grants and contributions	31,124,132	30,666,253	31,131,213	29,381,645	18,511,651	20,796,827	19,116,610	19,569,920	20,258,405	21,876,050
Capital grants and contributions	17,184,270	38,887,502	31,788,955	10,161,294	7,687,602	5,866,973	7,629,499	3,152,229	3,354,042	6,466,545
Total primary government program revenues	61,369,293	82,483,625	76,341,756	52,771,484	38,502,616	38,050,464	37,600,844	33,231,445	34,002,328	38,290,295
Total primary government net expense	(493,734,652)	(545,554,321)	(567,261,344)	(545,972,457)	(565,235,362)	(552,006,245)	(534,898,546)	(511,403,801)	(536,198,608)	(541,930,286)

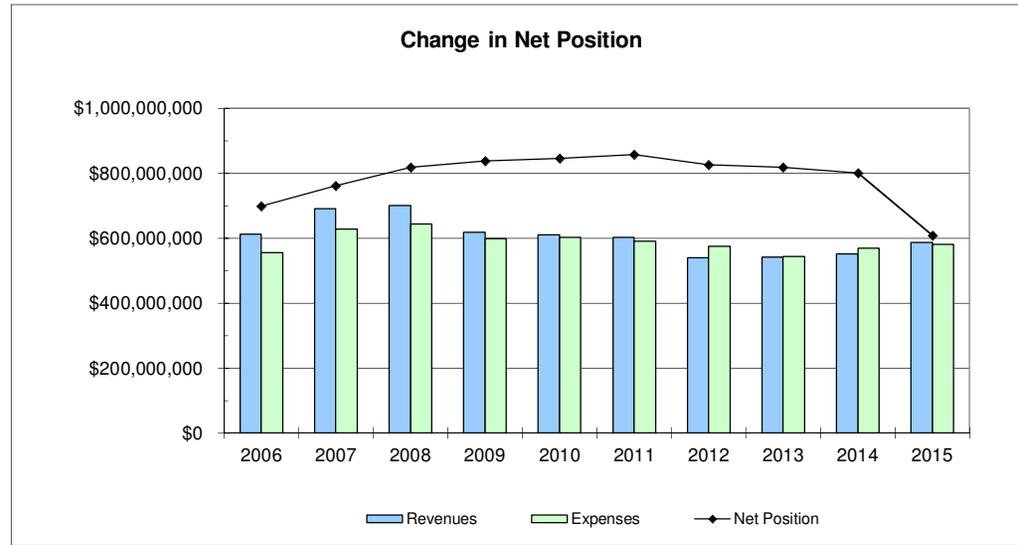
General Revenues and Other Changes in Net Position

Governmental activities:

Property taxes:											
Levied for operational purposes	172,453,066	210,137,155	217,062,977	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605	153,698,333	161,910,645	
Levied for debt service	9,434,299	32,424	9,178	-	-	-	-	-	-	-	
Levied for capital projects	58,101,772	73,914,902	79,398,963	67,596,252	48,988,701	42,854,140	38,827,686	38,453,390	39,341,552	41,629,029	
Local sales tax	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123	
Unrestricted grants and contributions	254,397,184	258,468,840	264,588,398	232,196,984	278,116,363	292,423,998	254,143,163	265,934,335	288,648,605	300,836,959	
Investment earnings	12,375,391	22,416,645	19,927,969	8,468,708	2,346,711	609,669	286,316	264,894	188,877	207,692	
Miscellaneous	7,106,019	7,095,707	9,837,265	6,492,222	8,732,652	6,860,929	9,339,354	7,851,852	9,221,832	8,699,924	
Special items	-	-	-	-	-	-	-	-	(7,483,242)	-	
Total primary government	551,605,141	608,021,696	624,773,014	565,315,130	572,945,125	563,951,101	503,170,291	507,833,232	517,349,010	549,357,372	
Change in Net Position	57,870,489	62,467,375	57,511,670	19,342,673	7,709,763	11,944,856	(31,728,255)	(3,570,569)	(18,849,598)	7,427,086	
Adjustment to beginning net position	10,000,000	-	-	-	-	-	(3,496,108)	-	-	(198,563,353)	(a)
Total primary government	\$ 67,870,489	\$ 62,467,375	\$ 57,511,670	\$ 19,342,673	\$ 7,709,763	\$ 11,944,856	\$ (35,224,363)	\$ (3,570,569)	\$ (18,849,598)	\$ (191,136,267)	

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

Source: District records



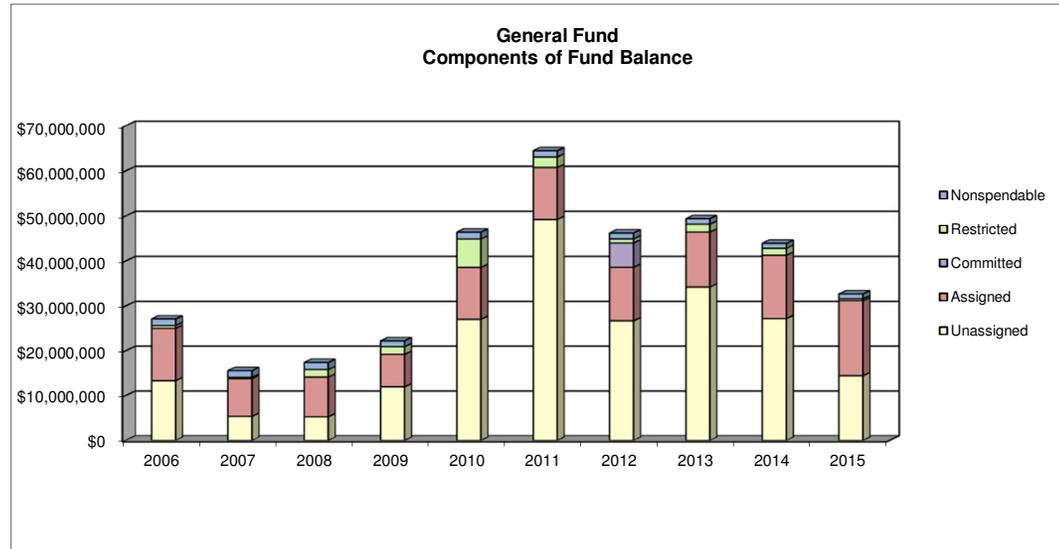
District School Board of Volusia County, Florida
Fund Balances, Governmental Funds
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

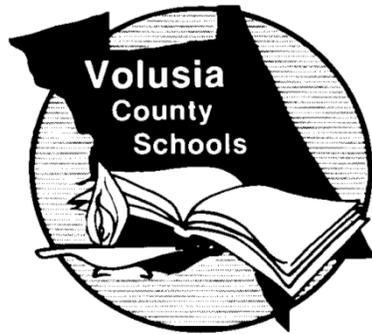
	Fiscal Year									
	Restated * 2006	Restated * 2007	Restated * 2008	Restated * 2009	2010	2011	2012	2013	2014	2015
General Fund										
Fund Balances:										
Nonspendable	\$ 1,464,863	\$ 1,528,053	\$ 1,581,808	\$ 1,301,033	\$ 1,520,218	\$ 1,388,556	\$ 1,289,062	\$ 1,205,740	\$ 1,104,890	\$ 1,051,247
Spendable:										
Restricted	616,443	231,824	1,662,949	1,699,856	6,311,986	2,321,758	899,163	1,755,206	1,527,190	443,022
Committed	-	-	-	-	-	-	5,410,429	-	-	-
Assigned	11,702,081	8,451,067	8,879,882	7,265,663	11,547,648	11,542,671	11,925,441	12,201,537	14,108,741	16,750,823
Unassigned	13,326,836	5,376,408	5,289,000	11,968,210	27,045,582	49,232,328	26,696,378	34,238,628	27,200,679	14,446,658
Total General Fund	\$ 27,110,223	\$ 15,587,352	\$ 17,413,639	\$ 22,234,762	\$ 46,425,434	\$ 64,485,313	\$ 46,220,473	\$ 49,401,111	\$ 43,941,500	\$ 32,691,750
All Other Governmental Funds										
Fund Balances:										
Nonspendable	\$ 2,702,002	\$ 2,592,729	\$ 2,092,183	\$ 1,767,481	\$ 1,775,105	\$ 1,859,599	\$ 2,437,016	\$ 3,040,058	\$ 2,718,193	\$ 1,909,722
Spendable:										
Restricted	394,891,717	420,129,837	362,134,126	266,459,932	156,471,073	115,420,028	93,919,608	86,695,212	79,761,825	79,795,816
Assigned	2,909,399	1,572,027	1,741,756	1,851,032	2,108,298	2,121,911	-	-	-	-
Total all other governmental funds	\$ 400,503,118	\$ 424,294,593	\$ 365,968,065	\$ 270,078,445	\$ 160,354,476	\$ 119,401,538	\$ 96,356,624	\$ 89,735,270	\$ 82,480,018	\$ 81,705,538

Note:

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

Source: District records





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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Federal sources:										
Federal direct	\$ 606,482	\$ 623,162	\$ 396,534	\$ 416,005	\$ 745,638	\$ 771,718	\$ 765,161	\$ 485,385	\$ 480,066	\$ 469,447
Other Federal grants	36,907,293	38,736,594	37,677,314	37,602,822	80,233,229	86,656,242	45,058,921	42,636,895	40,576,752	49,162,081
Food services	13,013,357	13,466,044	14,397,459	15,269,372	16,912,474	17,844,215	18,764,344	19,578,074	19,911,467	20,332,228
Total Federal sources	50,527,132	52,825,800	52,471,307	53,288,199	97,891,341	105,272,175	64,588,426	62,700,354	60,968,285	69,963,756
State sources:										
Florida education finance program	161,012,577	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598	177,127,790	179,762,418
Categorical educational programs	60,911,160	76,287,419	88,210,563	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950	68,324,034	69,271,453
Discretionary lottery funds	3,099,587	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-	589,639	218,293
Public education capital outlay	5,721,539	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-	-	1,198,144
Capital outlay and debt service	2,516,052	2,523,822	2,494,925	2,357,301	2,319,036	2,318,904	2,316,950	2,321,153	2,302,127	2,348,702
Mobile home license tax	557,211	535,064	512,796	565,904	525,372	524,593	520,427	526,545	507,516	520,915
Food services	342,115	369,561	362,407	370,163	352,971	347,836	350,143	340,459	342,820	330,550
Classrooms for kids	1,867,621	17,488,878	10,107,881	-	-	-	-	-	-	-
Charter school capital outlay funding	77,810	136,791	132,278	390,295	405,110	334,839	420,661	248,070	370,889	598,413
State grants and other State sources	2,852,594	3,346,195	3,174,280	1,015,677	1,062,118	1,037,831	989,953	1,404,112	1,042,808	1,432,351
Total State sources	238,958,266	260,260,078	260,756,600	212,480,956	201,233,599	210,593,714	211,406,834	225,371,887	250,607,623	255,681,239
Local sources:										
Ad valorem taxes	239,989,137	284,084,481	296,471,118	287,857,553	253,968,179	234,172,676	208,874,733	201,775,461	193,039,885	203,539,674
Local sales tax	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123
Food service sales	8,680,020	8,592,385	8,313,123	8,274,426	7,326,777	6,633,649	6,094,271	5,734,720	5,475,935	4,877,272
Interest income and other	12,378,595	22,416,645	19,927,969	8,470,343	2,346,711	609,668	286,316	264,893	188,877	207,693
Local grants and other local sources	20,298,179	24,662,057	28,031,452	14,539,473	17,668,841	14,567,968	17,457,575	12,976,869	12,258,141	16,390,866
Total local sources	319,083,341	375,711,591	386,691,926	349,441,458	311,091,728	285,867,790	263,239,620	252,564,099	244,695,891	261,088,628
Total revenues	\$ 608,568,739	\$ 688,797,469	\$ 699,919,833	\$ 615,210,613	\$ 610,216,668	\$ 601,733,679	\$ 539,234,880	\$ 540,636,340	\$ 556,271,799	\$ 586,733,623

Expenditures

Current:

Instruction	\$ 284,772,006	\$ 318,681,634	\$ 323,606,180	\$ 295,253,902	\$ 290,923,820	\$ 300,312,990	\$ 289,320,241	\$ 270,775,461	\$ 291,036,540	\$ 310,263,079
Student personnel services	22,894,954	25,937,723	26,716,097	25,281,008	28,137,963	24,960,354	21,419,441	20,998,043	22,040,983	22,893,140
Instructional media services	7,256,291	7,465,491	7,449,204	6,677,055	7,447,687	6,834,659	6,585,708	6,093,585	5,986,204	6,041,401
Instruction and curriculum development services	13,768,554	15,476,061	16,474,338	14,365,621	18,951,337	17,820,078	16,699,603	18,459,540	21,348,479	22,993,026
Instructional staff training services	8,734,572	8,735,288	5,880,891	4,767,226	5,483,713	4,821,253	3,817,296	2,578,440	2,611,707	2,859,223
Instruction related technology	4,054,046	3,044,624	3,829,838	3,934,306	3,961,842	4,207,213	4,884,830	4,952,475	4,290,328	5,644,595
Board of education	513,727	442,055	711,009	663,236	561,211	809,535	744,079	699,674	717,419	688,371
General administration	3,354,107	3,632,143	3,259,092	2,985,846	4,687,782	3,924,835	2,917,392	2,953,428	2,705,634	3,766,738
School administration	36,496,795	39,997,812	39,111,109	38,692,279	37,821,537	36,821,519	34,439,101	33,782,604	35,550,371	36,134,985
Facilities services - non-capitalized	12,578,161	15,585,621	12,364,934	11,645,499	7,824,107	8,138,113	5,729,393	3,323,899	2,932,068	4,543,619
Fiscal services	2,679,477	3,035,241	3,007,082	2,845,410	2,752,829	2,730,060	2,472,566	2,393,898	2,459,976	2,345,394
Food services	21,724,687	23,161,061	25,692,680	22,947,623	22,452,464	22,659,554	23,441,712	22,560,155	24,085,332	24,586,862
Central services	5,470,702	6,418,891	7,129,390	6,241,962	5,889,957	5,643,038	6,365,540	6,566,401	6,259,190	6,663,006
Student transportation services	16,638,193	17,951,781	18,966,061	16,556,788	16,598,168	16,463,454	15,856,153	15,937,464	16,639,111	16,515,021
Operation of plant	37,028,590	42,560,796	43,056,783	42,251,740	42,399,942	42,143,179	40,536,873	40,978,763	35,307,939	36,485,359
Maintenance of plant	13,985,508	15,346,717	16,399,767	14,242,289	14,568,756	14,070,169	14,085,224	13,322,506	14,044,006	13,324,599
Administrative technology services	3,817,062	5,786,347	5,329,339	5,418,100	5,474,410	5,218,378	4,922,997	5,347,900	5,813,486	5,964,750
Community services	1,593,746	4,604,987	5,018,944	5,077,491	4,840,773	4,623,108	4,490,584	4,352,719	4,527,437	4,988,109

Debt Service:

Principal	30,220,700	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000	34,005,000	72,675,000 (a)
Interest and fiscal charges	23,768,678	27,806,218	29,111,606	29,513,476	25,442,385	23,928,131	22,299,852	20,219,289	19,370,016	16,777,994

Capital Outlay:

Facilities acquisition and construction	122,072,587	142,807,196	126,551,283	115,313,949	66,174,374	38,757,929	23,808,336	10,478,332	11,861,416	14,316,791
Other capital outlay	14,384,441	15,437,113	11,536,499	12,292,430	7,149,720	9,671,432	6,704,162	4,772,769	7,246,014	6,479,276
Total expenditures	687,807,584	778,749,800	757,537,126	704,272,236	648,429,777	624,668,981	582,901,083	544,312,345	570,838,656	636,950,338

Excess (deficiency) of revenues over (under) expenditures

	(79,238,845)	(89,952,331)	(57,617,293)	(89,061,623)	(38,213,109)	(22,935,302)	(43,666,203)	(3,676,005)	(14,566,857)	(50,216,715)
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Other Financing Sources (Uses)

Bonds payable	59,125,000	-	-	-	-	-	-	-	-	-
Certificates of participation	135,175,000	97,975,000	-	-	-	-	-	-	-	-
Refunding certificates of participation	-	-	-	-	-	-	-	-	142,805,000	28,210,000
Refunding bonds issued	13,575,000	-	-	-	1,390,000	-	39,425,000	-	-	4,549,000
Payment to refunding bonds escrow agent	(14,845,313)	-	-	-	(50,124,381)	-	(42,356,714)	-	(158,210,258)	-
Premiums on long-term debt issued	8,126,568	3,616,923	-	-	125,602	-	3,628,829	-	16,215,089	4,708,849
Inception of capital lease	-	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	315,000	354,652	445,120	666,901	938,591	33,565	1,657,210	234,052	1,038,047	330,035
Loss recoveries	2,767,732	274,360	671,932	326,225	350,000	8,678	2,124	1,237	4,116	394,601
Transfers in	53,822,417	64,310,901	65,988,949	70,813,365	71,273,913	68,161,609	70,486,789	66,080,825	64,474,303	62,189,128
Transfers out	(53,822,417)	(64,310,901)	(65,988,949)	(73,813,365)	(71,273,913)	(68,161,609)	(70,486,789)	(66,080,825)	(64,474,303)	(62,189,128)
Total other financing sources (uses)	204,238,987	102,220,935	1,117,052	(2,006,874)	(47,320,188)	42,243	2,356,449	235,289	1,851,994	38,192,485
Net change in fund balance	125,000,142	12,268,604	(56,500,241)	(91,068,497)	(85,533,297)	(22,893,059)	(41,309,754)	(3,440,716)	(12,714,863)	(12,024,230)
Fund balance, beginning	302,613,199	427,613,341	439,881,945	383,381,704	292,313,207	206,779,910	183,886,851	142,577,097	139,136,381	126,421,518
Fund balance, ending	\$ 427,613,341	\$ 439,881,945	\$ 383,381,704	\$ 292,313,207	\$ 206,779,910	\$ 183,886,851	\$ 142,577,097	\$ 139,136,381	\$ 126,421,518	\$ 114,397,288

Debt service as a percentage of noncapital expenditures

	9.8%	10.1%	9.0%	9.9%	9.4%	9.4%	9.7%	10.0%	9.7%	14.5% (a)
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Source: District records

(a) Current refunding of COPS 2005B and SBE Bond 2005B.

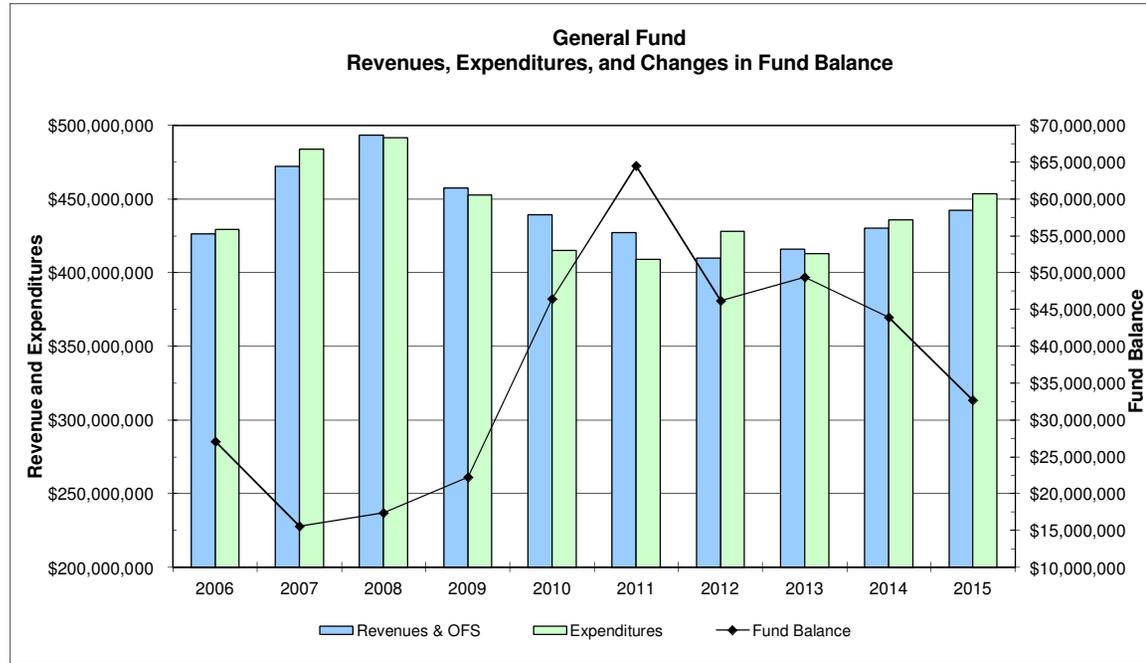
District School Board of Volusia County, Florida
Summary of Revenues and Expenditures (by Major Object) and Changes in Fund Balance -
General Fund
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Federal sources:										
Federal direct	\$ 277,674	\$ 293,716	\$ 386,899	\$ 416,005	\$ 419,952	\$ 447,912	\$ 492,607	\$ 480,685	\$ 480,066	\$ 468,447
Other Federal grants	1,533,963	1,972,731	1,971,257	2,164,248	3,097,023	2,434,723	2,510,606	2,867,763	2,670,906	3,782,947
Total Federal sources	<u>1,811,637</u>	<u>2,266,447</u>	<u>2,358,156</u>	<u>2,580,253</u>	<u>3,516,975</u>	<u>2,882,635</u>	<u>3,003,213</u>	<u>3,348,448</u>	<u>3,150,972</u>	<u>4,251,394</u>
State sources:										
Florida education finance program	161,012,577	148,629,296	143,589,001	115,155,112	127,316,297	134,059,374	138,706,251	152,760,598	177,127,790	179,762,418
Categoricals	60,911,160	76,287,419	88,210,564	87,065,364	68,128,224	69,156,413	67,907,677	67,770,950	68,324,034	69,271,453
Discretionary lottery funds	3,099,587	2,547,490	3,046,139	1,511,940	170,592	224,876	194,772	-	589,639	218,293
Capital Outlay and Debt Service	37,017	36,726	36,502	34,785	34,366	34,366	34,366	34,366	34,366	34,366
Mobile Home License Tax	557,211	535,064	512,796	565,904	525,372	524,593	520,427	526,545	507,516	520,915
State grants and other State sources	2,744,542	3,230,496	3,056,860	905,669	957,668	955,478	882,413	865,487	902,302	1,247,694
Total State sources	<u>228,362,094</u>	<u>231,266,491</u>	<u>238,451,862</u>	<u>205,238,774</u>	<u>197,132,519</u>	<u>204,955,100</u>	<u>208,245,906</u>	<u>221,957,946</u>	<u>247,485,647</u>	<u>251,055,139</u>
Local sources:										
Ad valorem taxes	172,453,066	210,148,693	217,077,522	220,261,301	204,979,478	191,318,536	170,047,047	163,516,605	153,698,333	161,910,645
Interest income	2,593,466	3,180,676	4,154,175	1,757,708	1,179,853	267,938	130,975	120,766	111,159	130,181
Local grants and other local sources	8,656,310	9,681,945	14,361,400	10,719,874	12,599,163	11,282,095	12,529,558	12,068,850	11,520,118	12,945,051
Total local sources	<u>183,702,842</u>	<u>223,011,314</u>	<u>235,593,097</u>	<u>232,738,883</u>	<u>218,758,494</u>	<u>202,868,569</u>	<u>182,707,580</u>	<u>175,706,221</u>	<u>165,329,610</u>	<u>174,985,877</u>
Total revenues	<u>413,876,573</u>	<u>456,544,252</u>	<u>476,403,115</u>	<u>440,557,910</u>	<u>419,407,988</u>	<u>410,706,304</u>	<u>393,956,699</u>	<u>401,012,615</u>	<u>415,966,229</u>	<u>430,292,410</u>

Expenditures: (by object)

Salaries	288,197,715	319,082,588	324,395,109	294,315,744	267,867,607	253,753,824	277,234,394	266,082,449	269,093,264	276,611,819
Employee Benefits	81,608,024	97,524,588	101,192,922	94,580,845	90,124,480	92,767,100	82,197,393	79,498,512	85,575,930	91,794,421
Purchased Services	24,576,460	28,807,862	28,143,275	29,013,330	29,265,369	29,617,364	34,054,233	36,168,602	48,583,512	50,742,913
Energy Services	13,480,448	15,408,200	15,999,810	14,360,729	13,272,839	13,778,706	13,236,703	12,471,346	12,920,470	13,315,221
Material and Supplies	14,427,880	15,023,624	14,764,697	12,773,361	8,069,811	11,993,674	14,066,841	11,936,844	11,490,919	12,761,910
Capital Outlay	1,608,353	1,578,945	1,105,556	1,570,475	586,738	828,269	1,244,726	1,186,391	1,958,024	1,752,895
Other Expenditures	5,465,514	6,311,910	5,983,774	5,965,326	5,906,717	6,507,455	6,207,739	5,480,256	6,166,773	6,515,562
Total expenditures	429,364,394	483,737,717	491,585,143	452,579,810	415,093,561	409,246,392	428,242,029	412,824,400	435,788,892	453,494,741
Excess (deficiency) of revenues over (under) expenditures	(15,487,821)	(27,193,465)	(15,182,028)	(12,021,900)	4,314,427	1,459,912	(34,285,330)	(11,811,785)	(19,822,663)	(23,202,331)
Other financing sources (OFS), net	12,471,373	15,670,594	17,008,315	16,843,023	19,876,245	16,599,967	16,020,490	14,992,423	14,363,052	11,952,581
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	(3,016,448)	(11,522,871)	1,826,287	4,821,123	24,190,672	18,059,879	(18,264,840)	3,180,638	(5,459,611)	(11,249,750)
Beginning fund balance	30,126,671	27,110,223	15,587,352	17,413,639	22,234,762	46,425,434	64,485,313	46,220,473	49,401,111	43,941,500
Ending fund balance	\$ 27,110,223	\$ 15,587,352	\$ 17,413,639	\$ 22,234,762	\$ 46,425,434	\$ 64,485,313	\$ 46,220,473	\$ 49,401,111	\$ 43,941,500	\$ 32,691,750

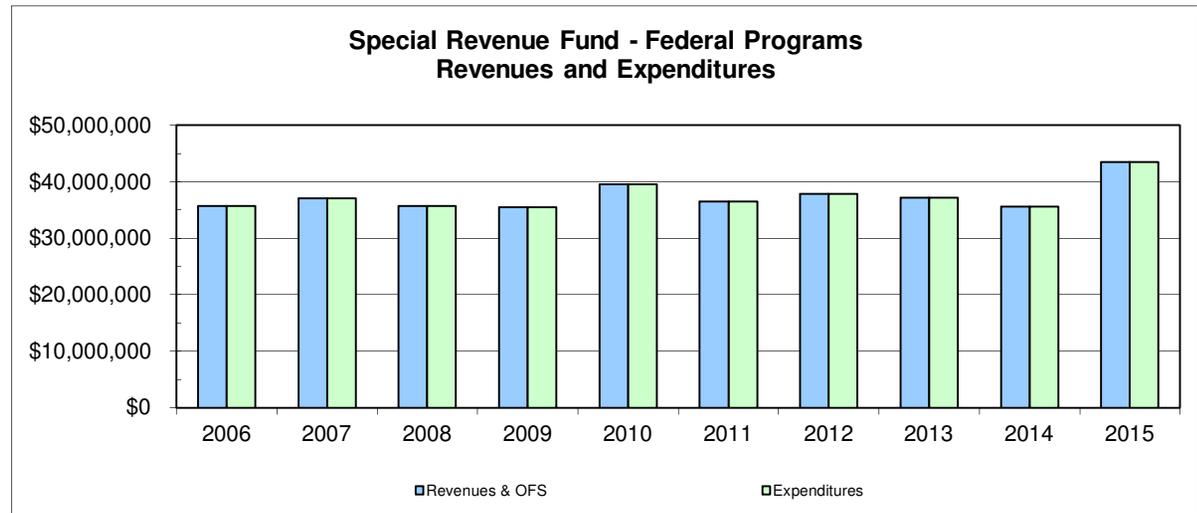
Source: District records



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Federal sources:										
Federal direct	\$ 328,808	\$ 329,446	\$ 9,635	\$ -	\$ 325,686	\$ 323,806	\$ 272,554	\$ 4,700	\$ -	\$ -
Other Federal grants	35,373,330	36,763,863	35,706,057	35,438,574	39,234,772	36,151,062	37,614,044	37,200,554	35,594,133	43,503,996
Total Federal sources	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254	35,594,133	43,503,996
Total revenues	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254	35,594,133	43,503,996
Expenditures: (by object)										
Salaries	20,245,125	21,617,249	21,115,588	21,139,471	22,227,402	20,603,184	21,229,381	20,218,228	20,891,622	23,310,936
Employee Benefits	5,376,460	6,145,698	5,986,641	5,934,315	6,627,088	6,205,077	5,233,344	5,245,243	5,858,772	6,822,057
Purchased Services	4,421,211	5,600,147	4,821,051	5,171,420	6,776,635	6,139,180	7,332,577	5,078,445	3,658,052	4,332,800
Energy Services	4,945	6,197	15,439	8,562	3,049	2,244	15,667	13,351	13,848	12,063
Material and Supplies	2,194,212	1,330,029	1,368,600	1,011,583	1,095,870	989,722	1,419,721	1,061,531	1,256,278	1,505,624
Capital Outlay	778,488	568,212	321,640	300,635	500,195	437,093	620,710	3,417,475	2,095,770	4,695,616
Other expenditures	2,681,697	1,825,777	2,086,733	1,872,588	2,330,219	2,098,368	2,035,198	2,170,981	1,819,791	2,824,900
Total expenditures	35,702,138	37,093,309	35,715,692	35,438,574	39,560,458	36,474,868	37,886,598	37,205,254	35,594,133	43,503,996
Deficiency of revenues under expenditures	-	-	-	-	-	-	-	-	-	-
Other financing sources (OFS), net	-	-	-	-	-	-	-	-	-	-
Excess (deficiencies) of revenues and other sources over/(under) expenditures and other uses	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	-	-	-	-	-	-	-	-	-	-
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Source: District records



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

	Fiscal Year									
	2006	2007	2008	2009	2010 (1)	2011	2012	2013	2014	2015
Federal sources:										
Federal through State:										
State Fiscal Stabilization Funds - K-12	\$ -	\$ -	\$ -	\$ -	\$ 20,672,418	\$ 19,558,036	\$ -	\$ -	\$ -	\$ -
Individuals with Disabilities Education Act (IDEA)	-	-	-	-	7,632,332	7,112,763	295,571	-	-	-
Elementary and Secondary Education Act, Title I	-	-	-	-	7,837,593	7,008,488	421,250	-	-	-
Race to the Top Incentive Grants	-	-	-	-	-	1,015,333	3,962,891	2,918,428	2,311,713	1,875,138
Education Jobs Act	-	-	-	-	-	12,436,516	183,785	-	-	-
Other Federal through State	-	-	-	-	1,759,091	939,321	70,774	-	-	-
Total Federal sources	-	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138
Total revenues	-	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138
Expenditures: (by object)										
Salaries	-	-	-	-	26,033,600	32,184,499	911,175	822,885	613,636	125,049
Employee Benefits	-	-	-	-	8,124,283	10,760,033	227,463	156,784	153,000	16,796
Purchased Services	-	-	-	-	1,395,036	1,809,156	2,833,507	1,669,682	1,112,237	1,570,272
Energy Services	-	-	-	-	9,404	14,275	1,136	315	-	-
Material and Supplies	-	-	-	-	504,544	517,307	338,360	60,584	63,194	40,855
Capital Outlay	-	-	-	-	149,820	1,124,072	373,238	21,251	272,051	327
Other expenditures	-	-	-	-	1,684,747	1,661,115	249,392	186,927	97,595	121,839
Total expenditures	-	-	-	-	37,901,434	48,070,457	4,934,271	2,918,428	2,311,713	1,875,138
Deficiency of revenues under expenditures	-	-	-	-	-	-	-	-	-	-
Other financing sources (OFS), net	-	-	-	-	-	-	-	-	-	-
Excess (deficiencies) of revenues and other sources over/(under) expenditures and other uses	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	-	-	-	-	-	-	-	-	-	-
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

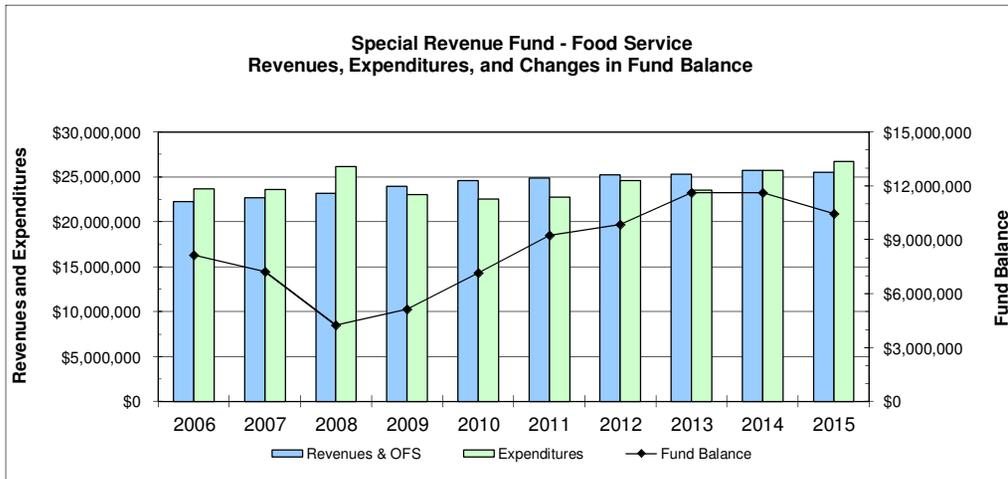
(1) Fiscal year ending June 30, 2010, was the first year the District received ARRA Economic Stimulus Funds.

Source: District records

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Federal sources:										
Federal Direct	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000
National School Lunch Act	11,037,592	11,581,206	12,537,272	13,496,814	15,183,409	16,227,733	16,926,114	17,226,842	17,722,370	18,460,135
U S D A donated commodities	1,557,977	1,369,881	1,433,517	1,527,981	1,287,042	1,189,369	1,465,465	1,417,293	1,486,835	962,107
Other	417,788	514,957	426,670	244,577	442,023	427,113	372,765	584,089	702,262	909,986
Total Federal sources	13,013,357	13,466,044	14,397,459	15,269,372	16,912,474	17,844,215	18,764,344	19,228,224	19,911,467	20,333,228
State sources:										
Food service supplements and other	342,115	369,561	362,407	370,163	352,971	347,836	355,522	349,850	342,820	330,550
Total State sources	342,115	369,561	362,407	370,163	352,971	347,836	355,522	349,850	342,820	330,550
Local sources:										
Food service sales	8,680,020	8,588,774	8,311,879	8,274,426	7,326,777	6,633,649	6,094,271	5,724,371	5,470,109	4,868,686
Interest income and other	162,134	248,174	78,636	12,795	18,214	15,968	10,266	10,349	5,826	8,586
Total local sources	8,842,154	8,836,948	8,390,515	8,287,221	7,344,991	6,649,617	6,104,537	5,734,720	5,475,935	4,877,272
Total revenues	22,197,626	22,672,553	23,150,381	23,926,756	24,610,436	24,841,668	25,224,403	25,312,794	25,730,222	25,541,050
Expenditures: (by object)										
Salaries	7,820,043	8,433,202	8,840,991	7,660,435	7,503,284	7,276,833	7,394,362	7,081,198	7,348,648	7,163,809
Employee Benefits	3,779,940	4,277,459	4,789,422	4,381,577	4,507,046	4,530,687	4,189,955	3,973,008	4,241,389	4,393,397
Purchased Services	707,022	790,928	1,113,144	840,360	854,779	824,078	981,224	1,016,034	1,470,018	1,488,144
Energy Services	90,397	99,781	102,207	105,910	92,725	101,201	100,700	103,926	92,104	88,885
Material and Supplies	8,476,973	8,763,532	9,963,537	9,227,392	8,750,485	9,088,518	9,769,437	9,658,811	10,264,439	10,510,131
Capital Outlay	2,212,246	686,307	676,777	146,748	139,913	244,046	1,457,695	1,067,569	1,726,091	2,268,964
Other expenditures	613,399	580,603	657,345	686,846	718,880	703,641	715,008	659,115	583,476	794,799
Total expenditures	23,700,020	23,631,812	26,143,423	23,049,268	22,567,112	22,769,004	24,608,381	23,559,661	25,726,165	26,708,129
Excess/(Deficiency) of revenues over/(under) expenditures	(1,502,394)	(959,259)	(2,993,042)	877,488	2,043,324	2,072,664	616,022	1,753,133	4,057	(1,167,079)
Other financing sources (OFS), net	33,714	13,439	13,598	6,955	-	-	3,000	-	-	-
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	(1,468,680)	(945,820)	(2,979,444)	884,443	2,043,324	2,072,664	619,022	1,753,133	4,057	(1,167,079)
Beginning fund balance	9,628,503	8,159,823	7,214,003	4,234,559	5,119,002	7,162,326	9,234,990	9,854,012	11,607,145	11,611,202
Ending fund balance	\$ 8,159,823	\$ 7,214,003	\$ 4,234,559	\$ 5,119,002	\$ 7,162,326	\$ 9,234,990	\$ 9,854,012	\$ 11,607,145	\$ 11,611,202	\$ 10,444,123

Source: District records



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

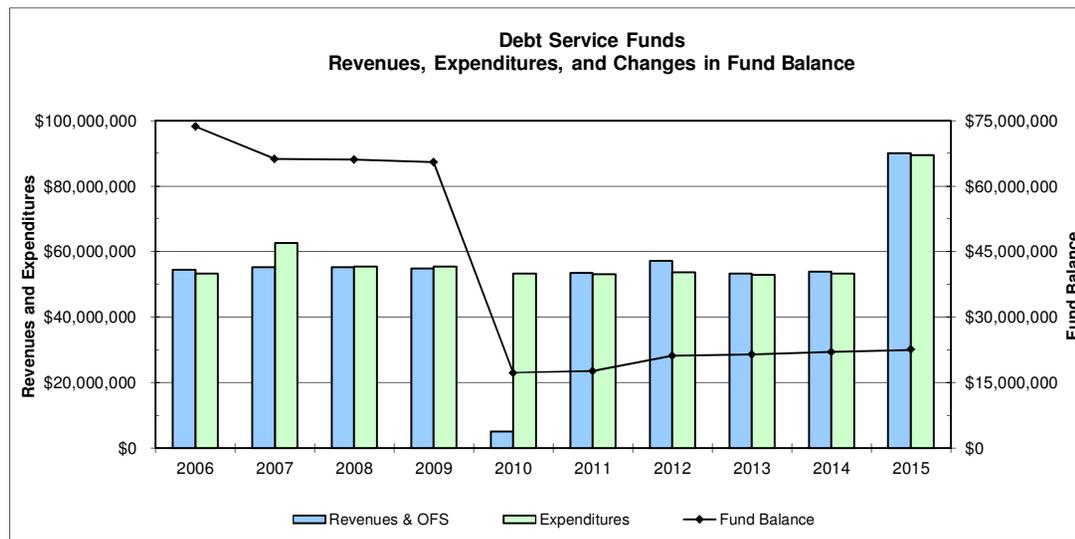
	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
State sources:										
CO&DS withheld for SBE/COBI bonds	\$ 2,045,260	\$ 1,990,350	\$ 1,989,012	\$ 1,967,429	\$ 1,958,867	\$ 1,944,130	\$ 1,925,052	\$ 1,940,709	\$ 1,925,882	\$ 1,910,264
SBE/COBI bond interest	16,031	15,054	17,551	586	1,142	281	-	8,479	84	1,600
Total State sources	2,061,291	2,005,404	2,006,563	1,968,015	1,960,009	1,944,411	1,925,052	1,949,188	1,925,966	1,911,864
Local sources:										
Ad valorem taxes	9,434,299	32,424 ^(b)	9,178	-	-	-	-	-	-	-
Interest income and other	904,357	4,108,075	4,185,999	1,351,878	22,418	16,068	15,780	22,587	14,983	13,312
Other local sources	-	-	-	-	-	-	-	-	-	-
Total local sources	10,338,656	4,140,499	4,195,177	1,351,878	22,418	16,068	15,780	22,587	14,983	13,312
Total revenues	12,399,947	6,145,903	6,201,740	3,319,893	1,982,427	1,960,479	1,940,832	1,971,775	1,940,949	1,925,176
Expenditures: (by object)										
Debt service:										
Principal	29,585,000	34,835,000	26,335,000	27,305,000	28,885,000	30,110,000	31,360,000	32,765,000	34,005,000	72,675,000 ^(c)
Interest and fiscal charges	23,728,844	27,804,895	29,062,071	28,140,292	24,382,958	23,069,380	22,298,997	20,218,062	19,368,734	16,776,727
Total expenditures	53,313,844	62,639,895	55,397,071	55,445,292	53,267,958	53,179,380	53,658,997	52,983,062	53,373,734	89,451,727
Deficiency of revenues under expenditures	(40,913,897)	(56,493,992)	(49,195,331)	(52,125,399)	(51,285,531)	(51,218,901)	(51,718,165)	(51,011,287)	(51,432,785)	(87,526,551)
Other financing sources (OFS), net	42,151,345	49,115,032	49,083,346	51,532,893	3,043,190 ^(a)	51,603,885	55,219,783	51,323,691	51,963,245	88,049,559
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	1,237,448	(7,378,960)	(111,985)	(592,506)	(48,242,341)	384,984	3,501,618	312,404	530,460	523,008
Beginning fund balances	72,375,645	73,613,093	66,234,133	66,122,148	65,529,642	17,287,301	17,672,285	21,173,903	21,486,307	22,016,767
Ending fund balances	\$ 73,613,093	\$ 66,234,133	\$ 66,122,148	\$ 65,529,642	\$ 17,287,301	\$ 17,672,285	\$ 21,173,903	\$ 21,486,307	\$ 22,016,767	\$ 22,539,775

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

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

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

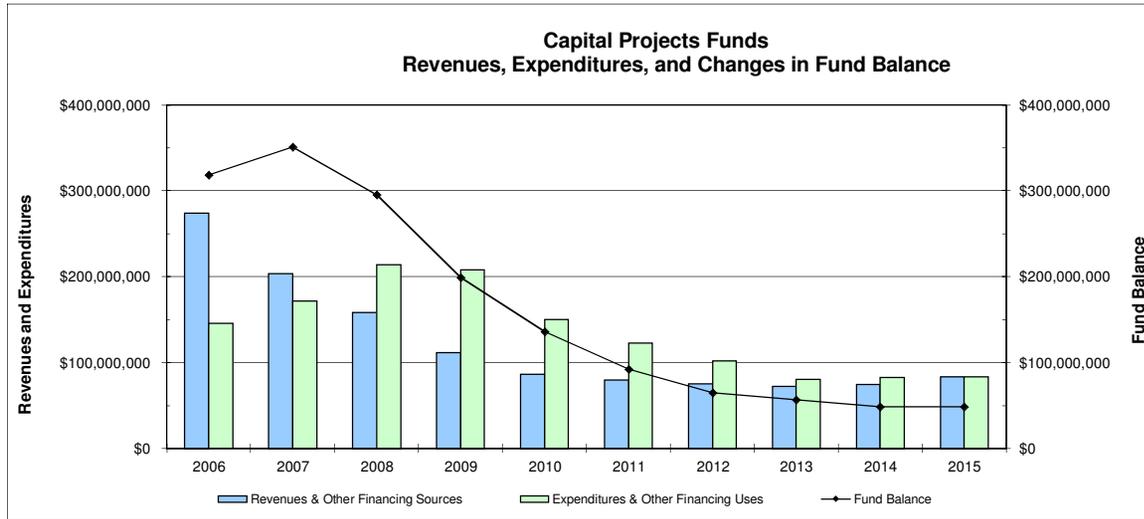
Source: District records



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
State sources:										
CO&DS distributed to district	\$ 385,554	\$ 421,331	\$ 395,223	\$ 329,530	\$ 297,831	\$ 312,568	\$ 331,646	\$ 315,989	\$ 330,816	\$ 387,439
Interest on undistributed CO&DS	32,190	60,361	56,636	24,971	26,830	27,559	25,886	21,610	10,979	15,033
Public Education Capital Outlay	5,721,539	8,395,562	9,126,330	4,049,200	953,879	2,589,048	-	-	-	1,198,144
Class size reduction	1,867,621	17,488,878	10,107,881	-	-	-	-	-	-	-
Charter school capital outlay funding	77,810	136,791	132,278	390,295	405,110	334,839	420,661	248,070	370,889	598,413
Other State sources	108,052	115,699	117,420	110,008	104,450	82,353	102,161	529,234	140,506	184,657
Total State sources	8,192,766	26,618,622	19,935,768	4,904,004	1,788,100	3,346,367	880,354	1,114,903	853,190	2,383,686
Local sources:										
Ad valorem taxes	58,101,772	73,918,961	79,404,284	67,599,348	48,988,701	42,854,140	38,827,686	38,453,390	39,341,552	41,629,029
Sales tax	37,737,410	35,956,023	33,948,264	30,299,663	29,781,220	29,883,829	30,526,725	31,812,156	33,733,053	36,073,123
Interest income and other	8,711,023	14,883,331	11,510,403	5,347,962	1,127,524	311,234	129,295	113,346	59,109	61,013
Impact fees	10,452,455	14,662,357	13,608,727	3,779,704	4,840,676	3,213,229	4,892,107	583,005	681,026	3,076,605
Contribution	416,666	-	-	-	-	-	-	-	-	-
Local grants and other local sources	780,363	302,158	41,459	36,799	227,704	71,104	35,910	138,674	60,623	372,397
Total local sources	116,199,689	139,722,830	138,513,137	107,063,476	84,965,825	76,333,536	74,411,723	71,100,571	73,875,363	81,212,167
Total revenues	124,392,455	166,341,452	158,448,905	111,967,480	86,753,925	79,679,903	75,292,077	72,215,474	74,728,553	83,595,853
Expenditures: (by object)										
Capital Outlay										
Library books	469,601	172,693	351,478	89,210	224,201	29	141,880	-	-	-
Audio visual materials	99,599	71,483	201,706	334,032	123,773	255,702	77,174	15,636	-	-
Buildings and fixed equipment	80,794,147	104,916,867	90,182,821	78,418,224	41,696,420	30,571,342	14,570,389	2,422,586	322,301	213,099
Furniture, fixtures, and equipment	13,314,589	18,717,198	12,838,913	15,714,906	9,780,120	14,107,526	8,119,423	4,023,003	4,156,599	4,689,972
Motor vehicles	4,498,042	5,440,798	5,165,325	3,221,560	-	40,701	20,202	35,597	2,278,166	3,471,387
Land	6,965,387	1,603,444	237,454	202,436	617,612	-	-	600	600	600
Improvements other than buildings	11,077,559	6,354,182	14,781,022	15,968,740	13,539,009	2,915,523	1,297,527	1,497,452	1,532,477	3,779,212
Remodeling and renovations	27,657,705	32,090,156	24,267,829	23,389,723	12,531,166	6,329,994	8,953,464	6,753,539	9,733,718	9,755,560
Computer software	849,452	2,278,923	668,093	419,274	1,525,756	706,812	389,893	71,900	18,876	5,510
Debt service	1,107	1,323	1,156	1,187	1,197	1,251	855	1,227	1,282	1,267
Total expenditures	145,727,188	171,647,067	148,695,797	137,759,292	80,039,254	54,928,880	33,570,807	14,821,540	18,044,019	21,916,607
Excess (deficiency) of revenues over/(under) expenditures	(21,334,733)	(5,305,615)	9,753,108	(25,791,812)	6,714,671	24,751,023	41,721,270	57,393,934	56,684,534	61,679,246
Other financing sources (uses), net	149,582,555	37,421,870	(64,988,207)	(70,389,745)	(70,239,623)	(68,161,609)	(68,886,824)	(66,080,825)	(64,474,303)	(61,809,655)
Excess (deficiency) of revenues and other sources over/(under) expenditures and other uses	128,247,822	32,116,255	(55,235,099)	(96,181,557)	(63,524,952)	(43,410,586)	(27,165,554)	(8,686,891)	(7,789,769)	(130,409)
Beginning fund balances	190,482,380	318,730,202	350,846,457	295,611,358	199,429,801	135,904,849	92,494,263	65,328,709	56,641,818	48,852,049
Ending fund balances	\$ 318,730,202	\$ 350,846,457	\$ 295,611,358	\$ 199,429,801	\$ 135,904,849	\$ 92,494,263	\$ 65,328,709	\$ 56,641,818	\$ 48,852,049	\$ 48,721,640

Source: District records

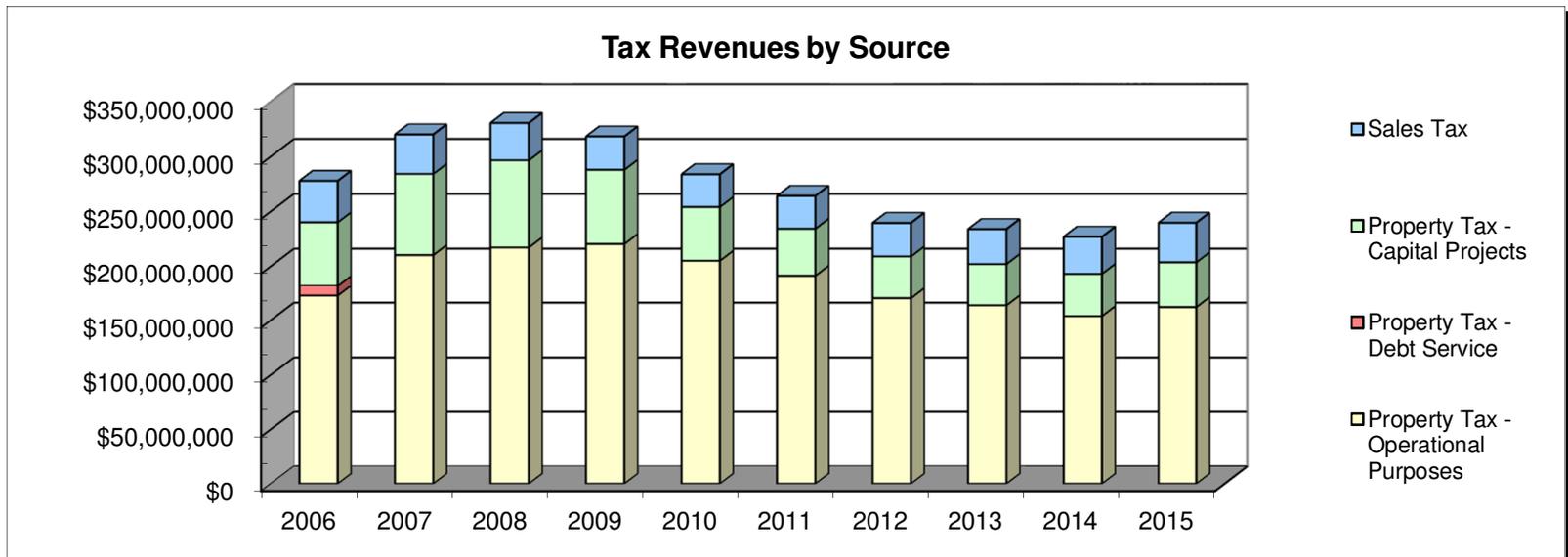


District School Board of Volusia County, Florida
General Governmental Tax Revenues by Source
Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting)
 (Unaudited)

Fiscal Year	Property Tax			Sales Tax	Total
	Operational Purposes	Debt Service	Capital Projects		
2006	\$ 172,453,066	\$ 9,434,299	\$ 58,101,772	\$ 37,737,410	\$ 277,726,547
2007	210,137,155	32,424 ^(a)	73,914,902	35,956,023	320,040,504
2008	217,062,977	9,178	79,398,963	33,948,264	330,419,382
2009	220,261,301	-	67,596,252	30,299,663	318,157,216
2010	204,979,478	-	48,988,701	29,781,220	283,749,399
2011	191,318,536	-	42,854,140	29,883,829	264,056,505
2012	170,047,047	-	38,827,686	30,526,725	239,401,458
2013	163,516,605	-	38,453,390	31,812,156	233,782,151
2014	153,698,333	-	39,341,552	33,733,053	226,772,938
2015	161,910,645	-	41,629,029	36,073,123	239,612,797

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

Source: District records



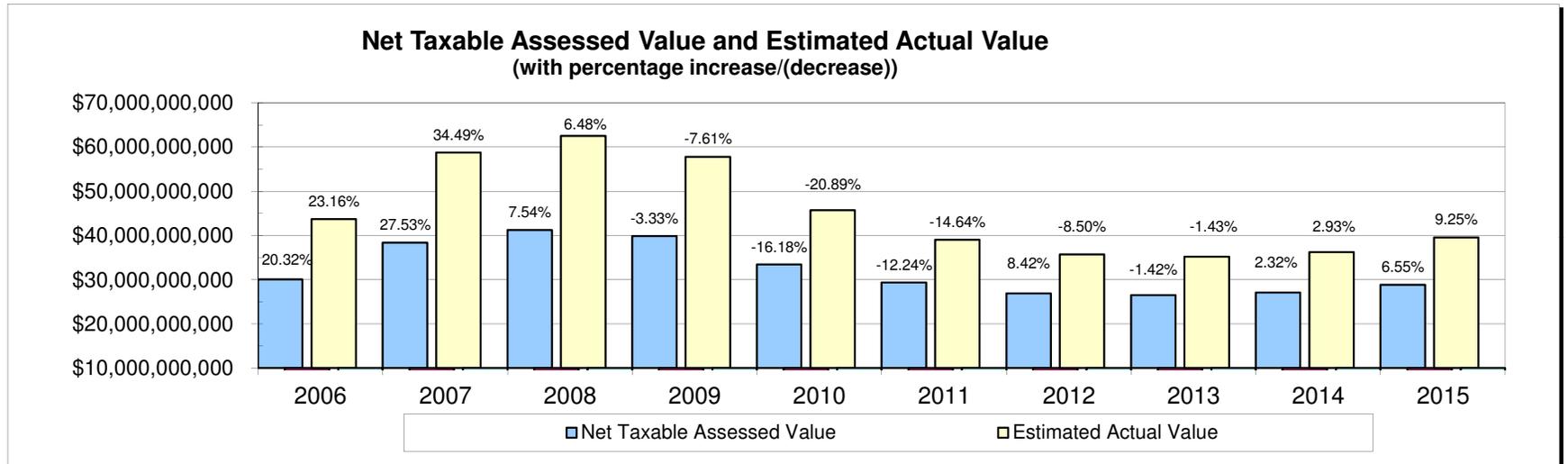
District School Board of Volusia County, Florida
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated Actual Value				Net Taxable Assessed Value	Assessed Value as a percentage of Actual Value	Direct Tax Rate ^(a)
	Real Property	Personal Property	Centrally Assessed Property	Total			
2006	\$ 40,950,203,731	\$ 2,687,197,220	\$ 38,987,947	\$ 43,676,388,898	\$ 30,073,908,112	68.86%	8.259
2007	55,873,967,198	2,824,246,237	42,622,990	58,740,836,425	38,353,888,285	65.29%	7.685
2008	59,551,507,024	2,950,223,431	48,157,003	62,549,887,458	41,247,558,469	65.94%	7.467
2009	54,604,763,576	3,121,575,534	60,794,680	57,787,133,790	39,872,969,741	69.00%	7.459
2010	42,628,835,879	3,039,004,503	49,409,346	45,717,249,728	33,419,579,301	73.10%	7.805
2011	35,993,959,513	2,988,529,982	41,005,429	39,023,494,924	29,330,354,760	75.16%	8.237
2012	32,734,084,855	2,926,719,941	47,616,812	35,708,421,608	26,859,774,090	75.22%	8.063
2013	32,239,343,294	2,913,902,837	44,230,758	35,197,476,889	26,477,759,038	75.23%	7.888
2014	33,236,858,818	2,946,640,258	45,256,736	36,228,755,812	27,091,310,355	74.78%	7.358
2015	36,539,331,571	2,984,673,361	55,728,534	39,579,733,466	28,866,429,963	72.93%	7.336

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

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

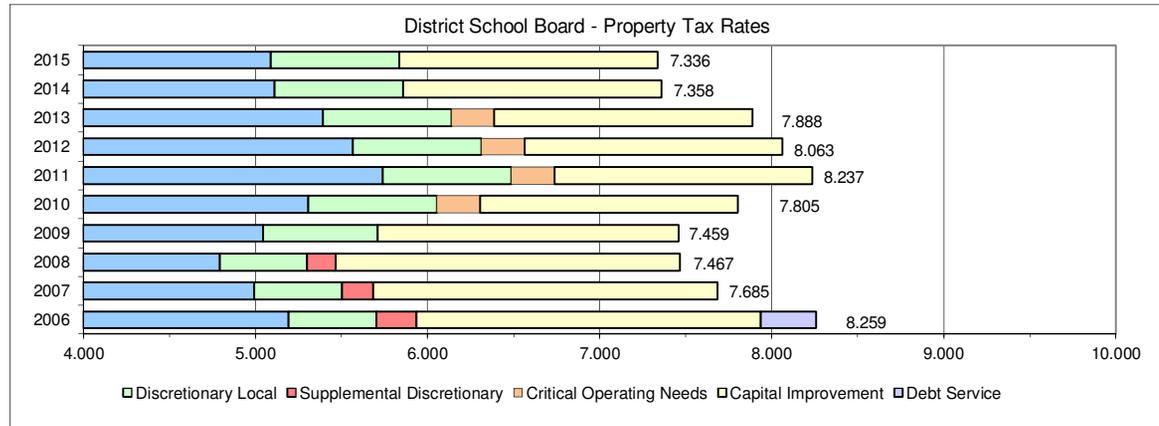
Source: Volusia County Property Appraiser



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
District School Board:										
Local Required Effort	5.19300	4.99300	4.79100	5.04500	5.30700	5.7390	5.5650	5.3900	5.1100	5.0880
Discretionary Local	0.51000	0.51000	0.51000	0.66400	0.74800	0.7480	0.7480	0.7480	0.7480	0.7480
Supplemental Discretionary	0.23200	0.18200	0.16600	0.00000	0.00000	0.0000	0.0000	0.0000	0.0000	0.0000
Critical Operating Needs	0.00000	0.00000	0.00000	0.00000	0.25000	0.2500	0.2500	0.2500	0.0000	0.0000
Capital Improvement	2.00000	2.00000	2.00000	1.75000	1.50000	1.5000	1.5000	1.5000	1.5000	1.5000
Debt Service	0.32400	0.00000	0.00000	0.00000	0.00000	0.0000	0.0000	0.0000	0.0000	0.0000
Total District School Board	8.25900	7.68500	7.46700	7.45900	7.80500	8.2370	8.0630	7.8880	7.3580	7.3360
St. Johns River Water Management	0.46200	0.46200	0.41580	0.41580	0.41580	0.4158	0.3313	0.3313	0.3283	0.3164
Florida Inland Navigation District	0.03850	0.03850	0.03450	0.03450	0.03450	0.0345	0.0345	0.0345	0.0345	0.0345
County of Volusia	6.29400	5.13330	4.70334	5.40373	6.37434	6.3025	6.7791	6.8809	7.2709	7.2709
Municipalities:										
Daytona Beach	7.08746	6.29458	5.46952	5.73347	5.79829	6.7467	6.7396	7.0304	7.6831	7.3517
Daytona Beach Shores	3.83700	3.83700	4.02230	4.97985	6.39720	7.8220	8.6900	8.4619	8.7200	8.1733
Ormond Beach	4.15316	3.88240	3.44350	3.80968	3.80968	3.8096	4.2014	4.3262	4.4241	4.4060
Holly Hill	4.08002	4.08000	3.68177	4.88720	5.72580	6.5595	6.9500	7.3500	7.5300	7.1304
South Daytona	5.54659	4.80000	4.24930	4.92003	5.77810	5.9000	5.9000	5.9000	7.4000	7.4000
Deltona	4.15000	4.01451	3.28370	4.15329	5.43755	6.3776	8.2995	7.9900	7.9900	7.9900
Port Orange	4.85850	5.08508	4.41780	5.02140	5.10020	5.5109	5.5145	5.3720	5.1901	4.9209
New Smyrna Beach	4.81189	3.74303	3.47811	3.51304	3.99990	4.0740	4.1011	4.0575	4.1763	4.0283
Edgewater	6.51000	5.73170	5.22710	5.93304	6.39820	6.6385	6.5304	6.5612	6.9340	6.7530
Ponce Inlet	4.37800	4.09500	3.74400	4.17500	4.03000	4.4555	4.7618	5.5000	6.5000	6.1536
Oak Hill	5.26790	5.06260	4.74950	4.57400	5.79900	6.4579	6.3927	5.9669	5.9706	5.8131
Pierson	3.80904	3.06694	2.83586	3.60575	4.80240	5.3414	5.8000	5.8000	5.5703	5.8000
DeLand	6.03770	5.78770	4.75549	5.25118	6.23940	6.2846	6.9575	7.3641	7.5837	7.4000
Orange City	4.87506	4.87506	4.38237	4.48000	5.19530	6.3445	7.0757	7.5100	7.5900	7.4900
Lake Helen	5.20000	5.20000	4.20000	4.20000	5.21800	5.2180	5.9870	6.2833	6.3685	6.3685
Debary	2.50746	3.00000	2.57279	2.57279	2.57279	2.8707	2.9900	3.0935	3.0550	2.9247
Unincorporated Areas:										
Municipal Service District	1.69100	1.00880	1.21825	1.40228	1.87829	1.8610	2.0155	2.0553	2.2549	2.2549
Special Other Districts:										
Independent	7.90000	7.22810	6.93068	7.57018	8.59370	8.3318	8.4364	7.7466	7.3150	6.7079
Dependent	3.58730	3.27330	3.04139	3.50185	3.98568	3.9487	3.9487	3.9324	3.9324	3.9124

Source: Volusia County Property Appraiser



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

Taxpayer	Type of Business	Fiscal Year					
		2014-2015			2005-2006		
		2014 Taxable Value	Rank	Percent of Total Taxable Value	2005 Taxable Value	Rank	Percent of Total Taxable Value
Florida Power and Light Co.	Electric Utility	\$ 945,117,794	1	3.27%	\$ 863,537,999	1	2.87%
Duke Energy Florida, Inc. (1)	Electric Utility	245,034,615	2	0.85%	198,131,410	2	0.66%
International Speedway Corp.	Recreation	101,018,863	3	0.35%	84,502,077	7	0.28%
Bellsouth Telecommunication LLC	Telephone	100,197,514	4	0.35%	149,432,968	3	0.50%
Ocean Walk I & II Condo Assoc.	Timeshare Investments	92,925,349	5	0.32%	-		
Wal Mart Stores East LP	Retail Sales	91,353,524	6	0.32%	82,914,977	8	0.28%
Bright House Networks LLC	Entertainment/Cablevision	77,856,263	7	0.27%	69,195,632	9	0.23%
HHA Borrower, LLC	Real Estate Developer	68,013,100	8	0.24%	-		
Covidien Ltd	Manufacturing	57,243,181	9	0.20%	-		
NS CS Hammock Creek LLC	Real Estate Investment	51,855,590	10	0.18%	-		
Bray & Gillespie	Timeshare Investments	-			103,535,941	4	0.34%
Tower II Development Co LLC	Timeshare Investments	-			90,361,982	5	0.30%
Tyco Healthcare Group LP	Manufacturing	-			85,663,026	6	0.28%
Fairfield Resorts, Inc.	Timeshare Investments	-			67,960,418	10	0.23%
All Other		<u>27,035,814,170</u>		<u>93.65%</u>	<u>28,278,671,682</u>		<u>94.03%</u>
Total		<u>\$ 28,866,429,963</u>		<u>100.00%</u>	<u>\$ 30,073,908,112</u>		<u>100.00%</u>

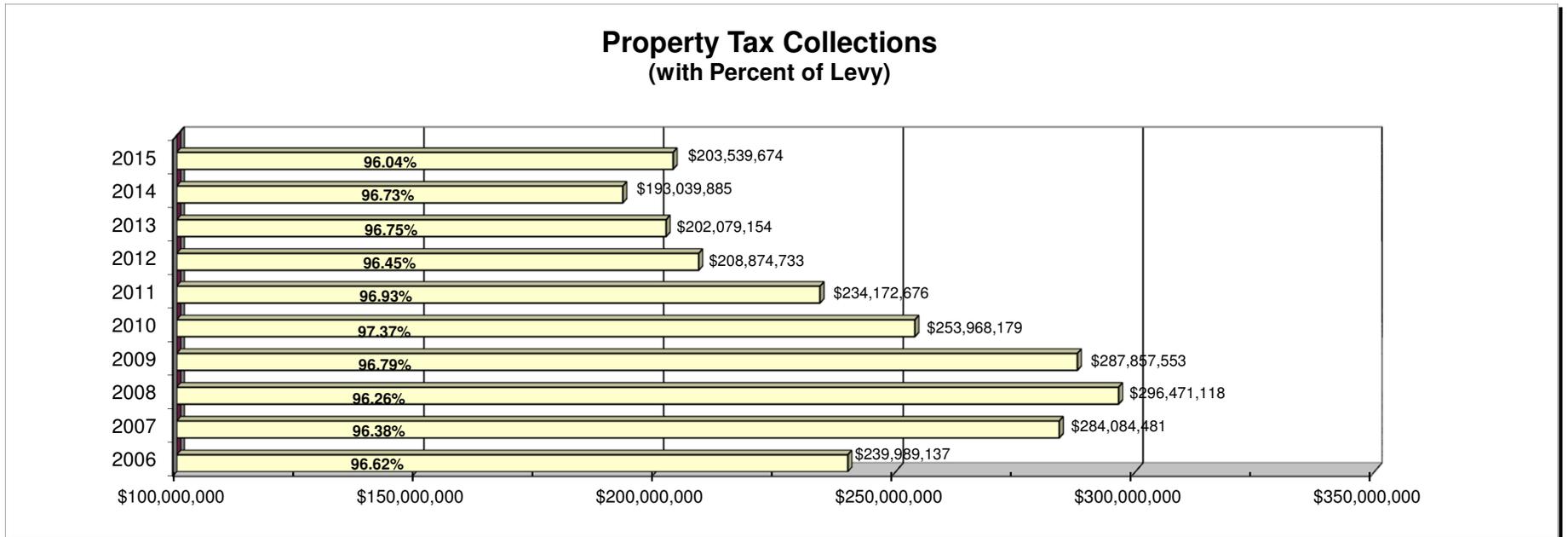
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(1) Duke Energy combined with the successor of Florida Power Corp. The amount reported for 2005 was the taxable value for Florida Power Corp.

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

Fiscal Year	Total Tax Levy	Collected to End of Tax Year			Collected in Fiscal Year	
		Current Tax Collections	Percent of Levy	Collections in Subsequent Years	Total Collections	Percent of Levy
2006	\$ 248,380,407	\$ 239,054,613	96.25%	\$ 934,524	\$ 239,989,137	96.62%
2007	294,749,632	283,541,002	96.20%	543,479	284,084,481	96.38%
2008	307,995,520	296,033,719	96.12%	437,399	296,471,118	96.26%
2009	297,412,481	285,800,043	96.10%	2,057,510	287,857,553	96.79%
2010	260,839,816	251,851,164	96.55%	2,117,015	253,968,179	97.37%
2011	241,594,132	232,965,649	96.43%	1,207,027	234,172,676	96.93%
2012	216,570,359	207,880,208	95.99%	994,525	208,874,733	96.45%
2013	208,856,564	201,060,750	96.27%	1,018,404	202,079,154	96.75%
2014	199,558,923	192,003,609	96.21%	1,036,276	193,039,885	96.73%
2015	211,926,140	202,662,183	95.63%	877,491	203,539,674	96.04%

Source: District records

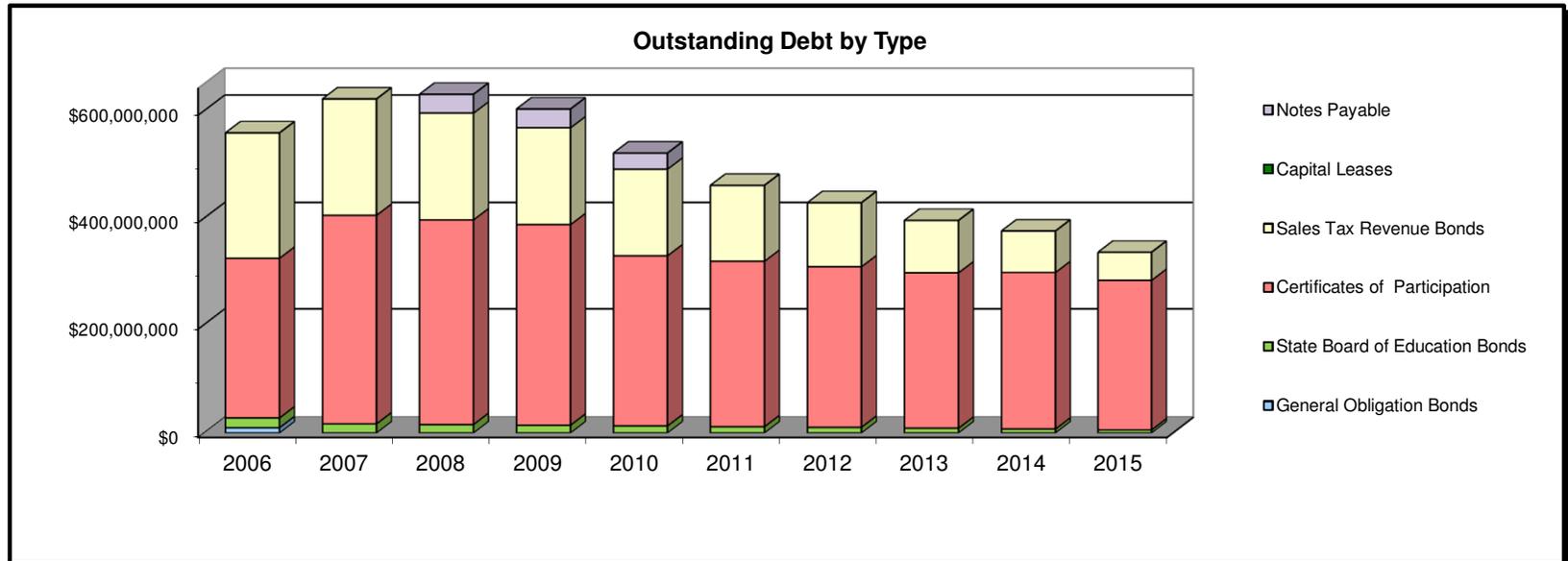


District School Board of Volusia County, Florida
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Governmental Activities ^(A)						Total Primary Government Debt Outstanding	Percentage of Personal Income ^(B)	Per Capita ^(C)
	General Obligation Bonds	State Board of Education Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Capital Leases	Notes Payable			
2006	\$ 9,780,000	\$ 18,045,000	\$ 307,359,568	\$ 240,545,596	\$ -	\$ -	\$ 575,730,164	4.32%	\$ 1,140
2007	-	16,890,000	401,146,585	222,961,036	-	-	640,997,621	4.33%	1,261
2008	-	15,685,000	393,031,679	204,456,476	-	35,000,000	648,173,155	4.19%	1,271
2009	-	14,445,000	384,581,773	199,796,916	-	35,000,000	633,823,689	4.11%	1,246
2010	-	13,035,000	327,196,870	165,517,356	-	30,000,000	535,749,226	3.43%	1,058
2011	-	11,700,000	317,806,542	144,862,796	-	-	474,369,338	2.90%	959
2012	-	10,635,000	308,046,214	124,259,109	-	-	442,940,323	2.78%	895
2013	-	8,800,000	297,965,886	101,246,831	-	-	408,012,717	2.47%	821
2014	-	7,275,000	291,448,812	77,167,638	-	-	375,891,450	2.20%	753
2015	-	5,669,529	278,441,834	52,231,318	-	-	336,342,681	1.95%	668

Source:

- (A) District records - amounts from 2006-2014 restated to include unamortized premiums.
- (B) Total Primary Government Debt Outstanding divided by Personal Income from Page 126.
- (C) Total Primary Government Debt Outstanding divided by Population from Page 126.



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

Fiscal Year	Population ⁽¹⁾	Net Taxable Assessed Value ⁽²⁾	Gross Bonded Debt ⁽³⁾	Less Debt Service Funds ⁽⁴⁾	Net Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2006	504,963	\$ 30,073,908,112	\$ 9,780,000	\$ 9,780,000	\$ -	0%	\$ -
2007	508,227	38,353,888,285	-	- (a)	-	0%	-
2008	510,109	41,247,558,469	-	-	-	0%	-
2009	508,764	39,872,969,741	-	-	-	0%	-
2010	506,528	33,419,579,301	-	-	-	0%	-
2011	494,593	29,330,354,760	-	-	-	0%	-
2012	494,804	26,859,774,090	-	-	-	0%	-
2013	496,832	26,477,759,038	-	-	-	0%	-
2014	498,978	27,091,310,355	-	-	-	0%	-
2015	503,851	28,866,429,963	-	-	-	0%	-

(a) Final bond payment made August 1, 2006

Sources:

⁽¹⁾ Florida Research & Economic Database (2006-2010, 2013-15); US Census Bureau (2011-2012)

⁽²⁾ Volusia County Property Appraiser

⁽³⁾ Includes General Obligation Bonds only

⁽⁴⁾ Reserved for Debt Service - General Obligation Bonds only

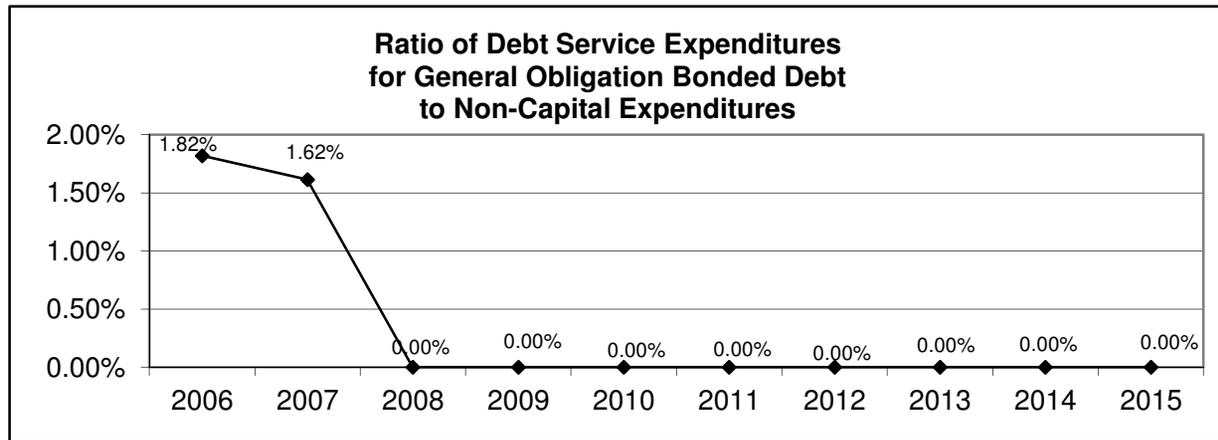
District School Board of Volusia County, Florida
Ratio of Annual Debt Service Expenditures
For General Obligation Bonded Debt
to Total General Governmental Non-Capital Expenditures
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Non-Capital Expenditures ⁽¹⁾	Ratio of Debt Service to General Governmental Non-Capital Expenditures
2006	\$ 9,315,000	\$ 721,875	\$ 10,036,875	\$ 551,350,556	1.82%
2007	9,780,000 ⁽²⁾	244,500	10,024,500	620,505,491	1.62%
2008	-	-	-	619,449,344	0.00%
2009	-	-	-	576,665,857	0.00%
2010	-	-	-	575,105,683	0.00%
2011	-	-	-	576,239,620	0.00%
2012	-	-	-	552,388,585	0.00%
2013	-	-	-	529,061,244	0.00%
2014	-	-	-	551,731,226	0.00%
2015	-	-	-	616,154,272	0.00%

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

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

Source: District records



District School Board of Volusia County, Florida
Direct and Overlapping Governmental Activities Debt
June 30, 2015
(Unaudited)

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Direct Debt		Overlapping Debt		Direct and Overlapping Debt	
		Percentage Applicable to School District of Volusia County	Amount Applicable to School District of Volusia County	Percentage Applicable to School District of Volusia County	Amount Applicable to School District of Volusia County	Percentage Applicable to County of Volusia	Amount Applicable to County of Volusia
School District of Volusia County	\$ -	100%	\$ 336,342,681	0%	\$ -	100%	\$ 336,342,681
County of Volusia	23,025,000	0%	-	0%	-	100%	23,025,000
City of Daytona Beach	16,975,000	0%	-	0%	-	100%	16,975,000
City of Daytona Beach Shores	19,957,000	0%	-	0%	-	100%	19,957,000
City of DeLand	1,761,687	0%	-	0%	-	100%	1,761,687
City of Edgewater	335,000	0%	-	0%	-	100%	335,000
City of New Smyrna Beach	10,595,000	0%	-	0%	-	100%	10,595,000
City of Ormond Beach	6,453,000	0%	-	0%	-	100%	6,453,000
City of Port Orange	<u>14,440,000</u>	0%	<u>-</u>	0%	<u>-</u>	100%	<u>14,440,000</u>
Totals	<u>\$ 93,541,687</u>		<u>\$ 336,342,681</u>		<u>\$ -</u>		<u>\$ 429,884,368</u>

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

Source: Information obtained from the Comprehensive Annual Financial Reports of the County, the cities, and from District records.

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

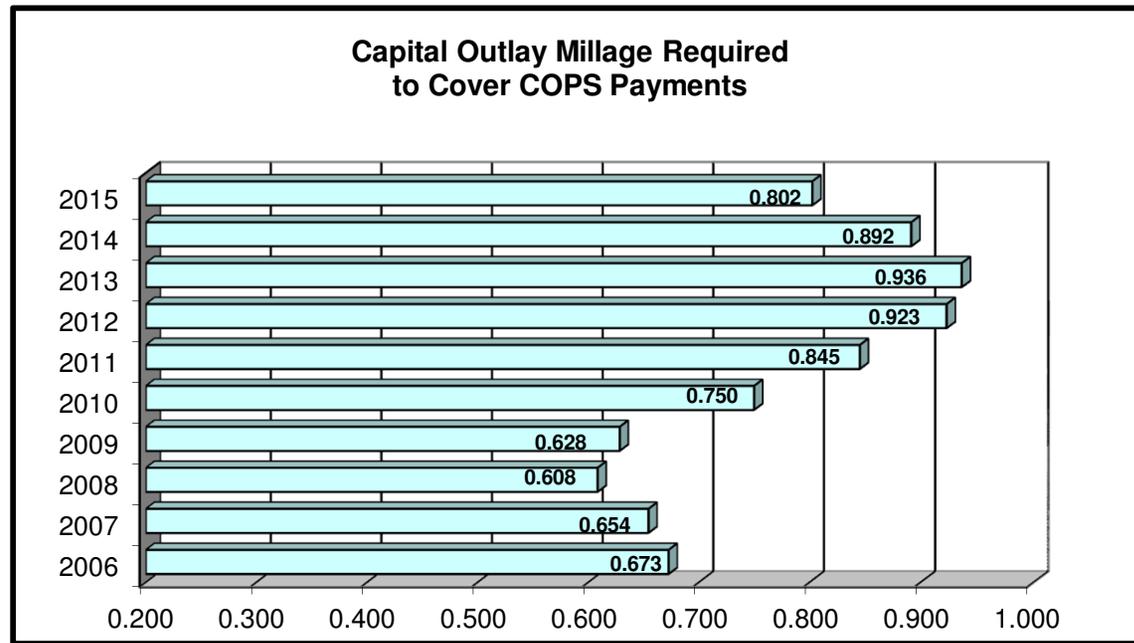
Fiscal Year	Net Taxable Assessed Value	Total Annual Lease Payment	Amount Held in Escrow for Payment ⁽²⁾	Net Annual Lease Payment	Millage Levy to Provide 1.00 x Coverage ⁽¹⁾
2006	\$ 30,073,908,112	\$ 21,347,781	\$ 2,133,944	\$ 19,213,837	0.673 Mills
2007	38,353,888,285	25,975,634	2,133,944	23,841,690	0.654 Mills
2008	41,247,558,469	25,970,254	2,133,944	23,836,310	0.608 Mills
2009	39,872,969,741	24,865,461	1,066,972	23,798,489	0.628 Mills
2010	33,419,579,301	23,803,001	-	23,803,001	0.750 Mills
2011	29,330,354,760	23,800,751	-	23,800,751	0.845 Mills
2012	26,859,774,090	23,798,246	-	23,798,246	0.923 Mills
2013	26,477,759,038	23,799,528	-	23,799,528	0.936 Mills
2014	27,091,310,355	23,188,984	-	23,188,984	0.892 Mills
2015	28,866,429,963	22,235,884	-	22,235,884	0.802 Mills

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

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

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

Source: District records



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessed Value	<u>\$ 30,073,908,112</u>	<u>\$ 38,353,888,285</u>	<u>\$ 41,247,558,469</u>	<u>\$ 39,872,969,741</u>	<u>\$ 33,419,579,301</u>	<u>\$ 29,330,354,760</u>	<u>\$ 26,859,774,090</u>	<u>\$ 26,477,759,038</u>	<u>\$ 27,091,310,355</u>	<u>\$ 28,866,429,963</u>
Debt Limit: 10% of Assessed Value	<u>n/a</u>									
Bond Payable	\$ 9,780,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less:										
Amount Available for Debt Service	<u>9,780,000</u>	<u>-</u>								
Total Net Debt Applicable to Limit	<u>-</u>									
Legal Debt Margin	<u>\$ -</u>									
Total Debt Applicable to the Debt Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Source: District records

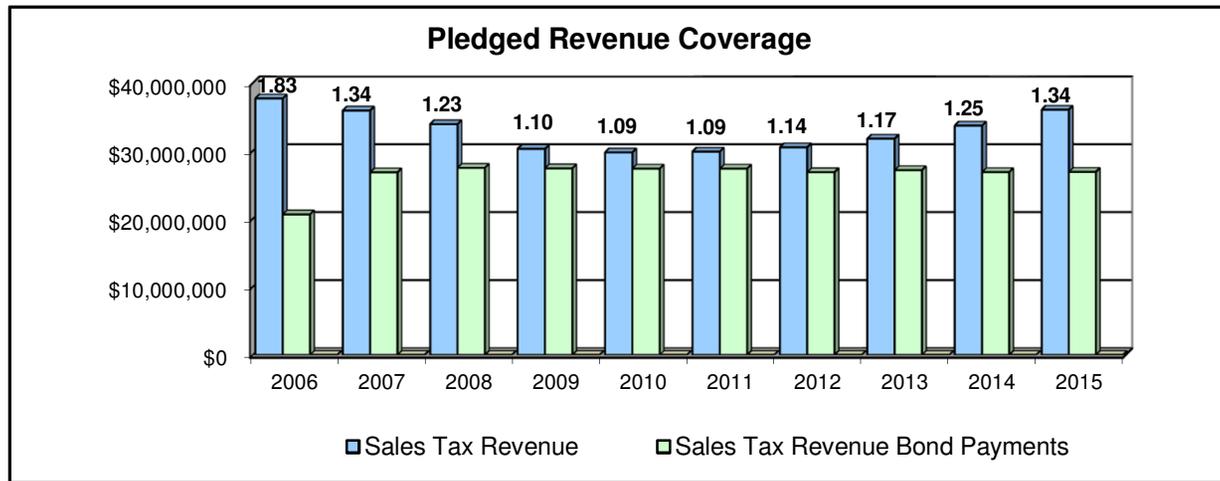
**District School Board of Volusia County, Florida
Pledged Revenue Coverage
Last Ten Fiscal Years
(Unaudited)**

Sales Tax Revenue Bonds

Fiscal Year	Sales Tax Revenue	Debt Service		Coverage ^(a)
		Principal	Interest	
2006	\$ 37,737,410	\$ 12,510,000	\$ 8,128,240	1.83
2007	35,956,023	16,875,000	9,969,663	1.34
2008	33,948,264	17,795,000	9,705,528	1.23
2009	30,299,663	18,395,000	9,040,020	1.10
2010	29,781,220	19,125,000	8,266,035	1.09
2011	29,883,829	19,945,000	7,437,516	1.09
2012	30,526,725	20,780,000	6,083,080	1.14
2013	31,812,156	21,775,000	5,391,925	1.17
2014	33,733,053	22,630,000	4,249,719	1.25
2015	36,073,123	23,805,000	3,102,683	1.34

^(a) The additional bonds test requires 1.25 coverage.

Source: District records



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

Fiscal Year	Population ⁽¹⁾	Personal Income ⁽²⁾ <i>(thousands of dollars)</i>	Per Capita Personal Income ^(a)	Unemployment Rate (Percent) ⁽³⁾	Student Enrollment ⁽⁴⁾	Government-wide Governmental Activities Expense	Cost per Student ^(b)
2006	504,963	\$ 13,335,000	\$ 26,408	3.1%	65,407	\$ 555,103,945	\$ 8,487
2007	508,227	14,789,000	29,099	3.9%	65,767	628,037,946	9,549
2008	510,109	15,465,223	30,317	6.2%	64,696	643,603,100	9,948
2009	508,764	15,416,739	30,302	11.3%	63,271	598,743,941	9,463
2010	506,528	15,610,183	30,818	12.1%	62,416	603,737,978	9,673
2011	494,593	16,373,000	33,104	11.0%	61,684	590,056,709	9,566
2012	494,804	15,933,933	32,203	9.1%	61,636	572,499,390	9,288
2013	496,832	16,544,186	33,299	7.3%	61,124	544,635,246	8,910
2014	498,978	17,117,508	34,305	6.1%	61,234	570,200,936	9,312
2015	503,851	17,292,604	34,321	5.9%	61,829	580,220,581	9,384

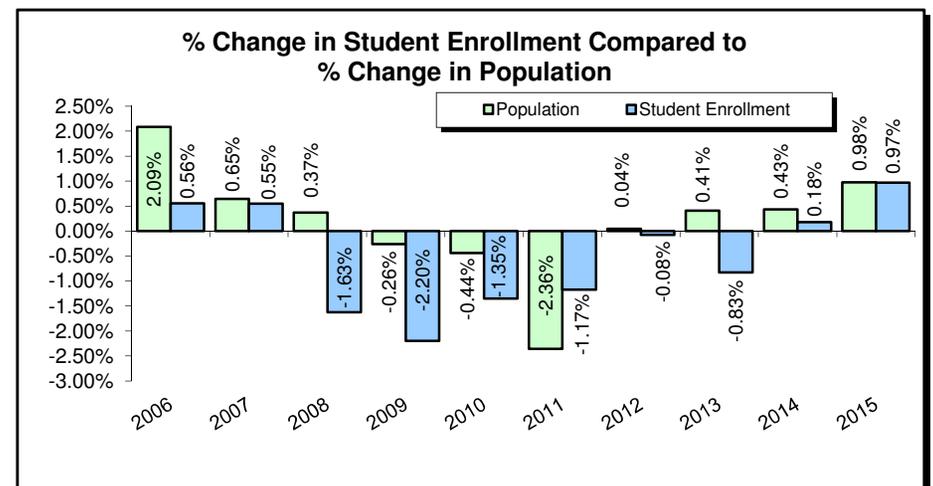
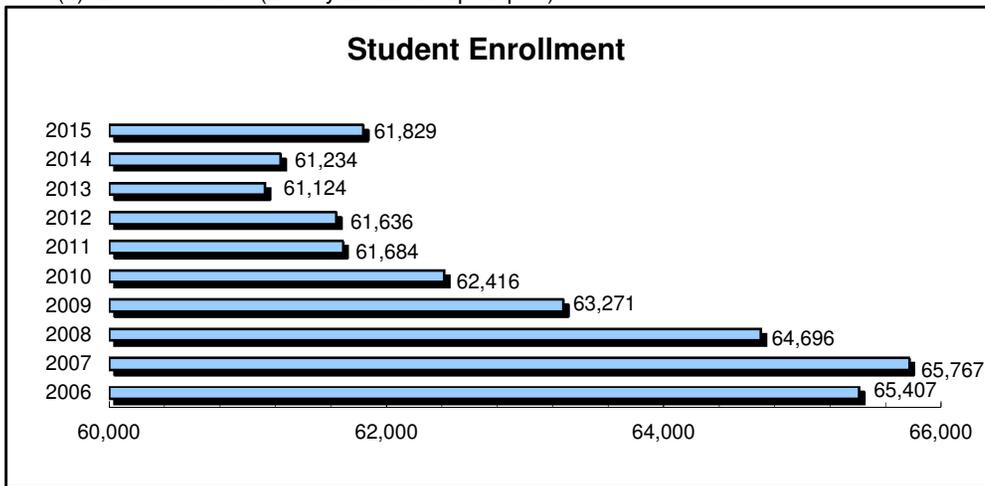
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Sources:

- (1) Florida Research & Economic Database (2006-2010, 2013-15); US Census Bureau (2011-2012)
- (2) United States Department of Commerce, Bureau of Economic and Business Research (2006-2012); Florida Research & Economic Database (2013-2015)
- (3) Florida Research & Economic Database (2006-2010); FloridaJobs.org (2011-2015)
- (4) District records (20 day Membership Report)

Notes:

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



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

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Employer	2015			Employer	2006		
	Employees	Rank	Percentage of Total County Employment		Employees	Rank	Percentage of Total County Employment
Volusia County School Board	7,506	1	2.90%	Volusia County School Board	9,021	1	3.72%
Halifax Health	4,090	2	1.58%	Halifax Community Health System	4,998	2	2.06%
County of Volusia	3,285	3	1.27%	County of Volusia	2,884	3	1.19%
Florida Hospital - All Divisions	3,834	4	1.48%	Publix Supermarkets Incorporated	2,717	4	1.12%
Publix Supermarkets Incorporated	3,046	5	1.18%	Florida Hospital Ormond Memorial	2,000	5	0.82%
State of Florida	2,661	6	1.03%	NASCAR	1,700	6	0.70%
Wal-Mart Stores Incorporated	1,873	7	0.72%	John B. Stetson University	1,584	7	0.65%
Daytona State College	1,558	8	0.60%	Embry Riddle Aeronautical University	1,120	8	0.46%
Embry Riddle Aeronautical University	1,465	9	0.57%	United States Postal Service	956	9	0.39%
U.S. Government	1,450	10	0.56%	City of Daytona Beach	952	10	0.39%
	<u>30,768</u>		<u>11.89%</u>		<u>27,932</u>		<u>11.50%</u>
Estimated total workforce	258,685			Estimated total workforce	242,699		

Source: County of Volusia, Comprehensive Annual Financial Report for the year ended September 30, 2014.

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

Fiscal Year	(1) Instructional	(2) Administrative	(3) Support Services	Total	(4) Ratio of Students to Instructional Personnel	(5) Ratio of Instructional Personnel to School Level Administrators
2006	4,789	280	3,952	9,021	13.66	22.70
2007	5,154	294	4,113	9,561	12.76	23.97
2008	4,914	294	3,681	8,889	13.17	23.51
2009	4,513	291	3,469	8,273	14.02	21.29
2010	4,461	278	3,341	8,080	13.99	21.76
2011	4,469	270	3,232	7,971	13.80	23.65
2012	4,454	276	3,199	7,929	13.84	22.72
2013	4,308	277	3,063	7,648	14.19	22.09
2014	4,482	280	2,547	7,309	13.66	22.41
2015	4,626	290	2,590	7,506	13.37	21.72

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

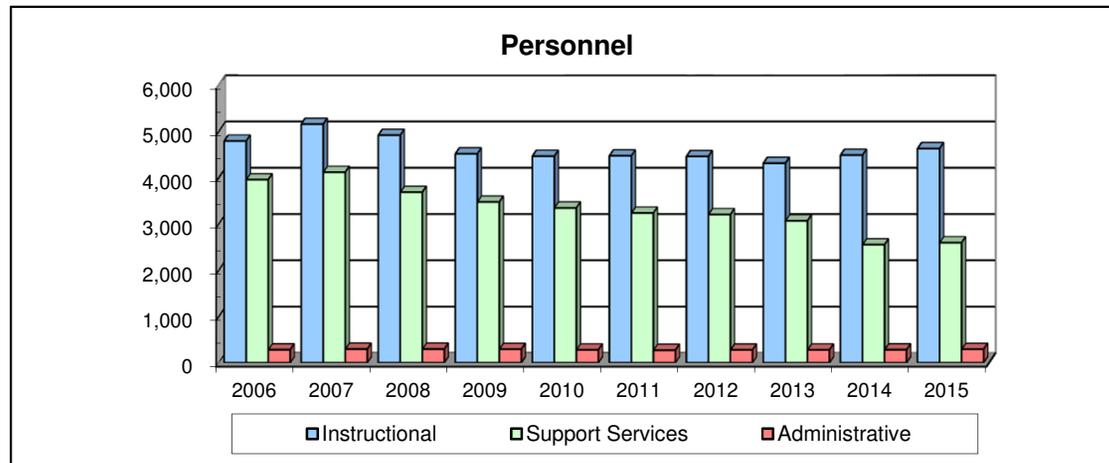
(2) Principals, Assistant Principals, Superintendent, Assistant Superintendents, Curriculum Coordinators, Supervisors of Instruction, Community Education Coordinators (In FY15: School Level = 213; District Level = 77)

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

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

(5) Calculated using school level administrators.

Source: District records



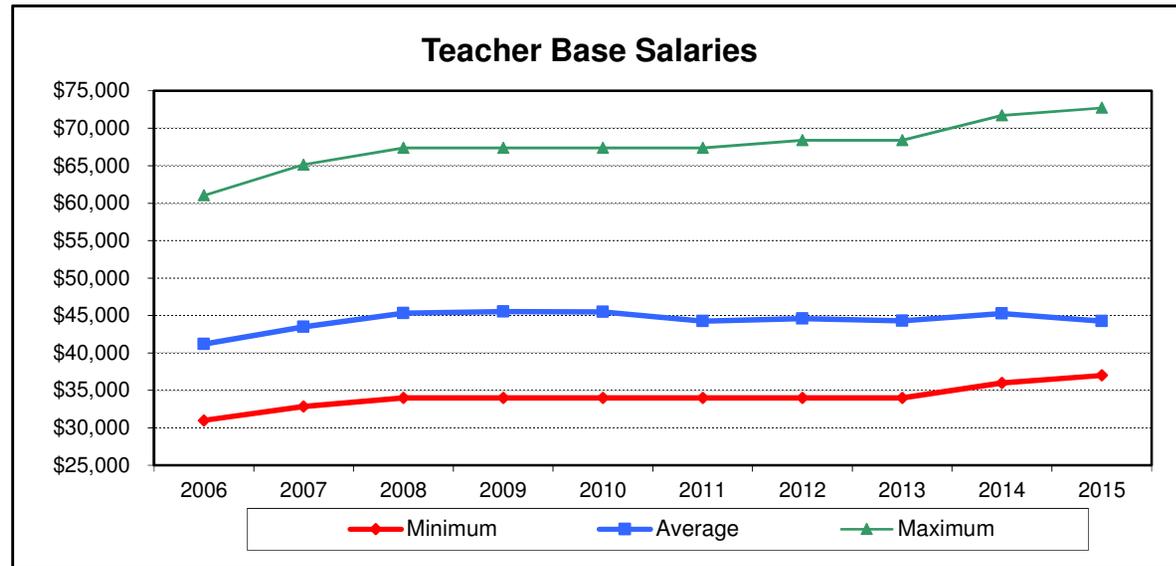
District School Board of Volusia County, Florida
Teacher Base Salaries
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Minimum Salary ^{(1)(a)}	Maximum Salary ^{(2)(a)}	Average Salary ^{(3)(b)}
2006	\$ 31,000	\$ 61,035	\$ 41,186
2007	32,860	65,115	43,485
2008	34,010	67,393	45,325
2009	34,010	67,393	45,529
2010	34,010	67,393	45,464
2011	34,010	67,393	44,234
2012	34,010	68,404	44,585
2013	34,010	68,404	44,275
2014	36,000	71,725	45,273
2015	37,000	72,725	44,250

Note: Salaries are for 10 month teachers.

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

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



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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Days meals were served	180	179	180	180	180	180	180	180	180	180
Average number of free and reduced lunches served daily	19,708	19,921	20,792	22,442	24,688	25,629	26,128	25,686	25,481	26,037
Percentage of free and reduced students in the lunch program	44%	43%	45%	49%	55%	57%	59%	62%	65%	64%
Number of free and reduced lunches served	3,547,523	3,565,774	3,742,642	4,039,584	4,443,850	4,613,138	4,703,059	4,623,541	4,586,600	4,686,713
Average daily total lunch subsidy received (paid free/reduced)	\$ 47,342	\$ 47,497	\$ 53,187	\$ 59,831	\$ 67,592	\$ 71,130	\$ 73,632	\$ 75,518	\$ 77,580	\$ 81,520
Total federal lunch subsidy received	\$ 8,521,512	\$ 8,858,570	\$ 9,573,728	\$ 10,769,592	\$ 12,166,508	\$ 12,803,391	\$ 13,371,905	\$ 13,593,275	\$ 13,964,483	\$ 14,673,651
Average number of lunches served daily	31,499	31,944	33,159	32,718	33,924	33,681	33,458	31,575	30,573	30,966
Total lunches served	5,669,796	5,717,992	5,968,618	5,889,265	6,106,392	6,062,535	6,022,386	5,683,468	5,503,225	5,573,946
Average number of full-paid lunches served daily	11,790	12,024	12,367	10,276	9,236	8,052	7,330	5,888	5,092	4,929
Number of full-paid lunches served	2,122,273	2,152,218	2,225,976	1,849,681	1,662,542	1,449,397	1,319,327	1,059,927	916,625	887,233
Average daily total revenue	\$ 123,507	\$ 113,301	\$ 128,613	\$ 132,926	\$ 136,725	\$ 138,009	\$ 140,136	\$ 140,627	\$ 142,945	\$ 141,895
Total revenue	\$ 22,197,626	\$ 20,280,822	\$ 23,150,380	\$ 23,926,756	\$ 24,610,436	\$ 24,841,668	\$ 25,224,403	\$ 25,312,794	\$ 25,730,222	\$ 25,541,050
Average daily total cost	\$ 131,667	\$ 135,929	\$ 150,302	\$ 128,051	\$ 125,373	\$ 124,056	\$ 136,713	\$ 130,887	\$ 142,923	\$ 148,378
Total cost	\$ 23,700,020	\$ 24,331,315	\$ 27,054,414	\$ 23,049,268	\$ 22,567,112	\$ 22,330,114	\$ 24,608,381	\$ 23,559,661	\$ 25,726,165	\$ 26,708,129
Included in total cost:										
Capital outlay	\$ 1,975,333	\$ 713,541	\$ 1,087,224	\$ 101,645	\$ 114,648	\$ 209,393	\$ 1,359,535	\$ 1,067,569	\$ 1,640,833	\$ 2,121,267
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lunch reimbursement rates:										
Free	\$2.32-\$2.34	\$2.40-\$2.42	\$2.47-\$2.49	\$ 2.59	\$ 2.70	\$ 2.70	\$ 2.79	\$ 2.94	\$ 3.01	\$ 3.06
Reduced	\$1.92-\$1.94	\$2.00-\$2.02	\$2.07-\$2.09	\$ 2.19	\$ 2.30	\$ 2.30	\$ 2.39	\$ 2.54	\$ 2.61	\$ 2.66
Paid	\$.22-\$.24	\$.23-\$.25	\$.23-\$.25	\$ 0.26	\$ 0.27	\$ 0.27	\$ 0.28	\$ 0.35	\$ 0.36	\$ 0.36
Lunch prices:										
Elementary	\$ 1.35	\$ 1.35	\$ 1.35	\$ 1.75	\$ 1.75	\$ 1.75	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
Middle	\$ 1.45	\$ 1.45	\$ 1.45	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00
High	\$ 1.50	\$ 1.50	\$ 1.50	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.25	\$ 2.25	\$ 2.25	\$ 2.25
Breakfast prices:	\$ 0.75	(a)	(a)	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00

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

Source: District records

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

Performance Measures	Current Benchmark	District Statistics - Fiscal Year									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Total annual transportation cost per student	\$571.50 - \$698.50	\$ 516	\$ 689	\$ 767	\$ 664	\$ 638	\$ 641	\$ 623	\$ 619	\$ 694	\$ 693
Total annual transportation cost per special education student	\$1,500 - \$3,000	\$ 1,890	\$ 1,726	\$ 3,056	\$ 2,822	\$ 2,156	\$ 2,466	\$ 3,191	\$ 3,255	\$ 1,954	\$ 1,726
Average total cost per mile	\$4.50 - \$5.50	\$ 3.98	\$ 3.37	\$ 3.63	\$ 3.88	\$ 3.68	\$ 3.58	\$ 3.56	\$ 3.50	\$ 4.12	\$ 4.05
Percent of District budget spent on student transportation	4% - 5%	3.2%	3.6%	3.8%	3.6%	3.7%	3.3%	3.6%	3.2%	3.8%	3.6%
Average buses used to transport 100 students	0.95 - 1.10	1.02	0.99	0.96	1.05	1.06	1.04	1.08	1.05	1.10	1.08
Span of control: buses managed by transportation supervisor	75 - 100	44	45	45	39	47	39	38	38	36	37
Spare bus ratio (by District)	10% - 12%	14%	14%	17%	26%	22%	20%	22%	23%	26%	26%
Average school bus fleet age (years)	6.5	4.2	3.8	3.3	3.4	4.4	5.4	6.4	7.2	8.1	8.0
Average school bus fleet age (meter miles)	65,000	84,167	76,575	68,039	67,419	80,409	93,958	106,258	118,525	131,684	131,712
Annual maintenance and repair cost per vehicle equivalent	\$800 - \$1,100	\$ 809	\$ 766	\$ 828	\$ 712	\$ 716	\$ 872	\$ 885	\$ 840	\$ 956	\$ 1,033
Average vehicle equivalent units maintained by each technician	90 - 100	82	85	84	84	79	79	79	75	75	75
Annual parts consumption per vehicle equivalent unit	\$200 - \$300	\$ 406	\$ 403	\$ 425	\$ 349	\$ 383	\$ 425	\$ 424	\$ 526	\$ 520	\$ 491
Average parts inventory value per vehicle equivalent unit	\$75 - \$150	\$ 120	\$ 98	\$ 111	\$ 86	\$ 96	\$ 98	\$ 95	\$ 120	\$ 96	\$ 102
Annual parts inventory turnover rate	4 - 8	3.4	4.1	3.9	4.1	4.0	4.3	4.5	4.4	5.4	4.8
Span of control: technicians to maintenance supervisors	8-10 to 1	7.5 to 1	7.8 to 1	7.8 to 1	7.5 to 1	7.5 to 1	11.1 to 1	11 to 1	11 to 1	9.6 to 1	9.6 to 1
Span of control: technicians to fleet parts personnel	8-10 to 1	6.5 to 1	6.8 to 1	6.8 to 1	6.5 to 1	6.5 to 1	6.5 to 1	8.6 to 1	11 to 1	8.6 to 1	8.6 to 1

Source: District records

District School Board of Volusia County, Florida
Schedule of Insurance in Force
as of June 30, 2015
(Unaudited)

Coverage Type	Name of Company	Policy Number	Coverage		Coverage Details	Limit of Coverage	Annual Premium	
			From	To				
Boiler & Machinery	Travelers Insurance Company	BME-6020X789	7/1/2014	7/1/2015	Comprehensive covering boilers, pressure vessels & electrical machines including A/C and refrigeration	Limit per breakdown \$100,000,000 Deductible \$50,000 Water damage, ammonia contamination, hazardous substance \$500,000	\$ 22,666	\$ 499 SC
Employee Crime Bond	Travelers Insurance Company	105957582	7/1/2014	7/1/2015	Covered property (money, securities) resulting directly from covered cause of loss (employee dishonesty)	Public employee theft \$1,000,000 Deductible \$5,000	\$ 4,959	\$ 64 SC
Catastrophic Sports Insurance	Gerber Life	09-060513-14	7/1/2014	7/1/2015	All school activities and sports including interscholastic football	\$5,000,000 Medical expense \$600,000 CAT cash benefit \$25,000 deductible	\$ 17,192	
Fleet Insurance	Preferred Governmental Insurance Trust	PX FL 40645064 13-12	7/1/2014	7/1/2015	Coverage for all District owned vehicles including buses, vans and automobiles	SIR \$200,000 per claimant SIR \$300,000 per occurrence \$2,000,000 Coverage (any one accident)	\$ 87,776	
Flood Insurance	Wright National Flood Insurance Company	Various	10/22/2014 9/13/2013 4/18/2014 5/19/2014	10/22/2015 9/13/2014 4/18/2015 5/19/2015	Flood coverage for various locations	Coverage on each building and content vary with each building based on building value and content	\$ 178,604	
Property Insurance	Lexington	3706884603	5/1/2014	5/1/2015	Primary layer \$7,500,000 of \$10,000,000	Buldings & contents, earthquake, extra expense, valuable papers, auto physical damage while parked. SIR 5% of the total value of loss at each location, \$1M minimum per occurrence (named storm - wind deductible) \$100,000 AOP	\$ 1,099,120	\$ 25,319 SC
	AM Risk	AMR-37388	5/1/2014	5/1/2015	25% of \$50,000,000 or \$12,500,000	Flood-\$25M \$100,000 deductible TIV per schedule = \$1,638,389,387	\$ 705,000	\$ 23,754 SC
	Westchester	D36053446008	5/1/2014	5/1/2015	\$15M excess of \$10M	\$50M Wind \$100M Excess of wind	\$ 491,750	\$ 11,349 SC
	Colony Insurance Company	XP262162	5/1/2014	5/1/2015	\$25M excess of \$25M		\$ 142,500	\$ 3,566 SC
	Arch Specialty	ESP0054691-01	5/1/2014	5/1/2015	\$25M excess of \$25M		\$ 93,750	\$ 2,195 SC
	Landmark	LHD387223	5/1/2014	5/1/2015	\$25M excess of \$25M		\$ 125,000	\$ 2,914 SC
	First Specialty Insurance Corp.	ESP00752402	5/1/2014	5/1/2015	\$25M excess of \$25M		\$ 224,000	\$ 5,191 SC
	Mitsui Sumitomo	EXP7000167	5/1/2014	5/1/2015	\$75M excess of \$50M		\$ 65,000	\$ 2,149 SC
Student Accident	Gerber Life	09-1678-14	8/1/2014	8/1/2015	Voluntary student accident insurance	Varies based on coverage elected	Varies based on coverage elected	
Excess Workers' Comp	Preferred Governmental Insurance Trust	PX FL 40645064 13-12	7/1/2014	7/1/2015	Provides coverage for excessive claims expense	Retention \$350,000 Each accident/disease \$1,000,000 Coverage \$1,000,000	\$ 455,193	
Pollution Liability	Commerce & Industry Insurance	FPL7508698	1/8/2015	1/8/2016	Covers loss, corrective action and clean up cost	\$1,000,000 each incident \$10,000,000 each aggregate \$25,000 deductible	\$ 9,556	
General Liability	Preferred Governmental Insurance Trust	PX FL 40645064 13-12	7/1/2014	7/1/2015	Coverage for excess claims	\$2M per occurrence SIR \$200,000/\$300,000 \$2,000,000 aggregate	\$ 108,028	SC = Fees/Surcharge

Source: District records

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

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
ELEMENTARY SCHOOLS										
Blue Lake (1983)										
Square Feet	89,890	89,890	89,890	89,890	98,030	98,030	97,329	98,276	98,276	98,779
Capacity	703	703	703	703	838	835	835	835	835	835
Enrollment	644	585	621	615	604	576	611	683	683	696
Champion (2009)										
Square Feet	-	-	-	94,229	94,229	95,041	96,115	96,115	96,115	96,115
Capacity	-	-	-	736	739	757	757	757	757	744
Enrollment	-	-	-	488	483	565	584	581	581	598
Chisholm (1954)										
Square Feet	58,572	70,261	69,137	69,137	68,417	68,525	68,696	68,696	68,696	68,696
Capacity	453	591	591	591	573	573	573	573	573	573
Enrollment	406	380	413	402	367	372	363	383	383	383
Citrus Grove (2010)										
Square Feet	-	-	-	-	-	98,842	98,842	98,842	98,842	104,602
Capacity	-	-	-	-	-	765	764	764	764	940
Enrollment	-	-	-	-	-	655	760	805	805	898
Coronado (1961)										
Square Feet	41,456	44,499	43,635	42,915	42,051	42,091	46,906	47,426	47,426	47,426
Capacity	374	392	370	348	326	326	326	326	326	326
Enrollment	319	309	258	282	298	303	272	292	292	269
Cypress Creek (2007)										
Square Feet	-	94,346	94,346	97,946	97,946	99,035	99,035	99,035	99,035	101,955
Capacity	-	742	739	739	739	754	754	764	764	834
Enrollment	-	630	729	715	741	757	762	761	761	783
DeBary (1995)										
Square Feet	103,880	107,480	107,480	115,837	115,837	116,087	116,087	116,087	116,087	116,087
Capacity	791	791	791	877	877	895	895	895	895	895
Enrollment	1,154	779	793	810	836	775	774	778	778	764
Deltona Lakes (1980)										
Square Feet	115,298	128,752	127,024	125,296	126,160	121,466	122,674	122,674	122,674	122,674
Capacity	1,004	1,186	1,142	1,098	1,116	1,010	992	992	992	992
Enrollment	1,011	993	870	823	774	763	762	731	731	826
Discovery (1987)										
Square Feet	112,088	124,864	124,065	124,065	122,726	125,846	124,008	124,008	124,008	124,088
Capacity	729	911	845	867	867	955	955	955	955	955
Enrollment	866	841	798	735	711	643	667	673	673	643
Edgewater (1965)										
Square Feet	79,883	79,559	78,695	80,718	80,718	80,758	79,797	79,797	79,797	81,277
Capacity	795	795	773	751	751	751	751	751	751	779
Enrollment	638	646	665	637	655	609	570	588	588	598
Enterprise (1929)										
Square Feet	72,273	78,672	83,022	83,022	77,979	83,406	82,266	82,662	82,662	82,662
Capacity	639	771	771	771	771	803	803	803	803	803
Enrollment	676	659	642	599	616	561	564	577	577	577
Forest Lake (1995)										
Square Feet	98,358	98,358	98,358	111,768	106,192	106,192	106,676	106,676	106,676	106,676
Capacity	677	677	677	871	733	733	733	733	733	733
Enrollment	726	712	704	703	717	731	725	654	654	653

Source: District records

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

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	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
ELEMENTARY SCHOOLS (cont'd)										
Freedom (2001)										
Square Feet	92,457	104,141	104,141	104,141	109,221	109,559	109,559	109,559	109,559	109,559
Capacity	600	782	782	782	826	826	826	826	826	826
Enrollment	739	790	800	867	878	718	643	678	678	714
Friendship (1992)										
Square Feet	101,174	101,894	96,422	93,542	92,822	93,062	93,546	93,546	93,546	93,586
Capacity	876	898	766	681	659	659	659	659	659	659
Enrollment	768	753	537	495	494	458	460	452	452	416
Holly Hill Elem (1982) - converted to K-8 School (2010)										
Square Feet	91,652	92,516	91,125	90,261	90,261	(f)	-	-	-	-
Capacity	675	675	657	657	657	(f)	-	-	-	-
Enrollment	648	568	579	559	515	(f)	-	-	-	-
Horizon (1989)										
Square Feet	98,904	98,904	104,762	100,442	99,642	105,379	104,089	104,329	104,329	104,329
Capacity	817	945	945	835	835	857	857	857	857	857
Enrollment	918	880	933	657	628	592	615	683	683	718
Indian River (1989)										
Square Feet	92,213	95,093	95,093	108,673	108,673	105,217	110,385	110,385	110,385	110,385
Capacity	634	722	722	948	948	860	860	860	860	860
Enrollment	722	679	684	816	778	648	654	672	672	618
Longstreet (1954)										
Square Feet	58,299	58,299	63,549	60,669	60,669	60,497	60,120	60,120	60,120	60,880
Capacity	576	576	576	536	536	536	536	536	536	558
Enrollment	419	383	343	350	379	399	402	426	426	441
Manatee Cove (2006)										
Square Feet	-	99,775	101,227	102,888	107,244	110,541	110,206	110,546	110,546	110,546
Capacity	-	750	794	818	950	950	950	950	950	950
Enrollment	-	786	838	859	859	791	747	739	739	743
Marks (1953)										
Square Feet	78,558	82,449	84,117	83,313	83,313	74,625	73,985	74,951	74,951	74,951
Capacity	939	1,009	1,009	987	987	731	735	735	735	735
Enrollment	914	942	890	833	780	519	522	561	561	589
McInnis (1940)										
Square Feet	57,034	66,181	69,637	69,637	69,637	65,833	66,972	67,222	67,222	67,222
Capacity	537	603	647	647	647	636	636	636	636	636
Enrollment	469	449	450	428	412	397	392	367	367	372
Orange City (1926)										
Square Feet	76,200	76,200	76,200	78,840	78,840	77,394	77,175	77,403	77,403	75,675
Capacity	775	775	775	775	775	783	805	805	805	761
Enrollment	865	639	614	614	594	599	603	622	622	579
Ormond Beach (1910)										
Square Feet	40,585	41,305	41,305	44,905	44,905	45,058	45,136	45,136	45,136	44,192
Capacity	370	392	392	392	392	426	426	426	426	404
Enrollment	337	342	348	324	301	307	261	297	297	302
Ortona (1952)										
Square Feet	42,112	41,850	41,850	41,850	41,850	40,326	39,841	40,326	40,326	40,326
Capacity	330	330	330	330	330	330	330	330	330	330
Enrollment	261	319	294	253	240	227	221	225	225	251
Osceola (1954)										
Square Feet	63,476	65,204	64,484	64,484	64,484	62,237	62,237	62,237	62,237	62,237
Capacity	507	573	555	555	555	555	555	555	555	555
Enrollment	433	450	453	453	461	459	463	421	421	431

Source: District records

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

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

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	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
ELEMENTARY SCHOOLS (cont'd)										
Osteen (1983)										
Square Feet	80,997	95,371	95,371	95,371	95,371	99,094	99,094	99,094	99,094	99,094
Capacity	631	764	764	764	764	764	764	764	764	764
Enrollment	809	758	600	623	591	587	514	526	526	516
Palm Terrace (1991)										
Square Feet	110,213	112,373	115,509	115,474	115,474	118,569	117,405	118,569	118,569	118,569
Capacity	854	920	975	975	975	1,008	1,008	1,008	1,008	1,008
Enrollment	702	519	794	786	789	500	549	574	574	705
Pathways (1998)										
Square Feet	94,997	109,302	108,438	108,438	108,438	112,038	112,740	112,740	112,740	115,780
Capacity	575	747	725	725	725	725	725	725	725	813
Enrollment	626	658	649	613	591	610	698	717	717	724
Pierson (1925)										
Square Feet	71,488	79,693	83,323	83,323	83,323	80,540	80,592	82,170	82,170	82,170
Capacity	558	606	694	694	694	638	682	682	682	662
Enrollment	449	495	580	583	542	578	555	558	558	575
Pine Trail (1982)										
Square Feet	105,811	117,940	117,940	116,296	116,296	116,056	114,089	114,085	114,085	114,085
Capacity	761	951	951	911	911	918	918	918	918	918
Enrollment	813	792	751	754	792	807	699	687	687	707
Port Orange (1925)										
Square Feet	46,160	44,954	44,954	44,090	44,090	43,523	44,699	45,043	45,043	45,043
Capacity	456	438	438	416	416	454	498	498	498	498
Enrollment	470	398	382	372	351	408	415	409	409	414
Pride (2007)										
Square Feet	-	-	98,653	98,653	98,653	98,653	98,653	98,653	98,653	98,653
Capacity	-	-	761	765	765	765	765	765	765	765
Enrollment	-	-	600	649	558	537	523	583	583	575
Read-Pattillo (1958)										
Square Feet	63,064	64,504	66,914	66,914	66,914	66,638	66,638	66,638	66,638	66,752
Capacity	528	573	573	573	573	625	625	625	625	625
Enrollment	476	492	452	470	435	428	429	426	426	459
Small (1953)										
Square Feet	68,529	68,529	68,529	72,129	71,395	73,976	74,254	74,254	74,254	74,254
Capacity	664	664	664	664	664	738	738	738	738	738
Enrollment	408	473	484	479	376	355	426	478	478	479
South Daytona (1963)										
Square Feet	89,666	122,310	106,580	106,580	106,580	107,540	107,540	107,540	107,540	107,540
Capacity	865	978	978	978	978	978	978	978	978	978
Enrollment	864	737	755	864	888	906	796	781	781	817

(Continued on page 136)

Source: District records

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

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	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
ELEMENTARY SCHOOLS (cont'd)										
Spirit (2004)										
Square Feet	92,457	105,139	105,139	105,139	108,739	109,099	116,714	117,054	117,054	117,054
Capacity	600	988	988	988	988	988	988	988	988	988
Enrollment	750	887	878	820	782	724	658	686	686	753
Spruce Creek (1979)										
Square Feet	101,318	117,756	113,436	113,436	113,436	113,436	111,504	111,504	111,504	111,504
Capacity	795	1,021	889	889	889	889	871	871	871	871
Enrollment	793	676	647	724	724	723	659	678	678	768
Starke (1956)										
Square Feet	65,581	65,581	65,541	64,861	64,861	69,126	69,126	69,126	69,126	69,126
Capacity	573	573	573	555	555	555	555	555	555	555
Enrollment	392	410	424	392	395	363	367	390	390	406
Sugar Mill (1982)										
Square Feet	106,394	107,834	107,834	107,834	108,359	108,999	110,111	110,191	110,191	110,191
Capacity	747	791	791	791	791	821	819	821	821	821
Enrollment	800	723	699	678	626	625	610	617	617	654
Sunrise (1992)										
Square Feet	107,574	107,430	107,286	100,806	109,321	108,353	110,662	110,702	110,702	110,702
Capacity	893	893	871	703	831	819	819	819	819	819
Enrollment	978	943	688	608	608	572	535	510	510	543
Sweetwater (1992)										
Square Feet	92,528	82,016	82,016	94,109	94,109	94,109	94,274	94,274	94,274	94,274
Capacity	825	587	543	725	725	725	725	725	725	725
Enrollment	968	556	541	649	674	658	602	636	636	641
Timbercrest (1989)										
Square Feet	106,326	116,078	116,078	115,358	117,565	118,402	119,213	114,376	114,376	114,100
Capacity	876	1,058	1,058	1,036	1,036	1,040	930	930	930	930
Enrollment	854	928	870	877	871	774	758	738	738	743
Tomoka (1967)										
Square Feet	90,075	94,007	93,271	93,997	92,269	92,601	91,062	92,276	92,276	92,276
Capacity	990	1,100	1,082	1,104	1,060	1,084	1,062	1,062	1,062	1,062
Enrollment	892	815	759	773	746	730	715	735	735	735
Volusia Pines (1995)										
Square Feet	97,278	97,998	98,724	102,324	102,324	102,324	102,324	102,324	102,324	102,324
Capacity	651	673	695	695	695	695	695	695	695	695
Enrollment	712	710	692	663	662	626	596	618	618	603
Westside (1966)										
Square Feet	75,239	75,659	78,159	78,159	77,439	79,470	78,889	78,369	78,369	77,505
Capacity	579	579	579	579	623	685	685	663	663	641
Enrollment	487	448	434	397	392	493	481	526	526	616
Woodward (1966)										
Square Feet	86,490	87,354	88,680	86,952	86,952	83,003	82,657	83,027	83,027	85,159
Capacity	862	888	888	844	844	772	772	772	772	826
Enrollment	817	839	706	660	684	561	585	603	603	678

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Source: District records

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

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	Fiscal Year										
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
MIDDLE SCHOOLS											
Campbell (1961)(2003)*											
Square Feet	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379	163,379
Capacity	1,178	1,178	1,178	1,178	1,178	1,108	1,251	1,125	1,251	1,251	1,251
Enrollment	823	771	801	740	681	1,014	943	939	939	939	874
Creekside (2000)											
Square Feet	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243	159,243	162,283
Capacity	1,131	1,131	1,131	1,131	1,131	1,132	1,132	1,258	1,258	1,258	1,434
Enrollment	1,279	1,191	1,213	1,218	1,150	1,160	1,146	1,149	1,149	1,149	1,206
DeLand (1982)											
Square Feet	222,611	222,611	213,233	212,921	212,921	214,363	214,007	214,363	214,363	214,363	214,363
Capacity	1,599	1,589	1,452	1,452	1,452	1,514	1,513	1,682	1,682	1,682	1,682
Enrollment	1,667	1,599	1,180	1,130	1,126	1,097	1,078	1,093	1,093	1,093	1,023
Deltona (1968)											
Square Feet	152,208	151,378	152,839	152,411	152,411	156,526	155,952	156,526	156,526	156,526	156,526
Capacity	1,575	1,516	1,555	1,555	1,555	1,575	1,575	1,751	1,751	1,751	1,751
Enrollment	1,473	1,471	1,239	1,217	1,190	1,212	1,215	1,137	1,137	1,137	1,037
Galaxy (1989)											
Square Feet	180,405	180,405	182,572	170,610	171,336	170,835	170,479	170,835	170,835	170,835	170,835
Capacity	1,741	1,741	1,780	1,503	1,503	1,523	1,523	1,693	1,693	1,693	1,693
Enrollment	1,848	1,763	1,254	1,160	1,123	1,087	1,114	1,067	1,067	1,067	1,009
Heritage (2000)											
Square Feet	175,107	177,971	177,971	173,651	173,651	173,931	174,189	174,189	174,189	174,189	174,189
Capacity	1,447	1,467	1,467	1,328	1,328	1,348	1,348	1,498	1,498	1,498	1,498
Enrollment	1,424	1,450	1,312	1,261	1,225	1,224	1,195	1,210	1,210	1,210	1,155
Hinson (2006)											
Square Feet	162,930	162,930	178,160	178,160	178,160	178,160	181,049	181,049	181,049	181,049	181,049
Capacity	1,029	1,071	1,071	1,071	1,071	1,058	1,065	1,184	1,184	1,184	1,184
Enrollment	925	1,063	1,068	1,040	1,065	971	900	875	875	875	945
Holly Hill K-8 (2010)											
Square Feet	-	-	-	-	-	139,694	147,336	148,320	148,320	148,320	148,320
Capacity	-	-	-	-	-	1,160	1,179	1,311	1,311	1,311	1,311
Enrollment	-	-	-	-	-	919	964	937	937	937	971
New Smyrna (1981)											
Square Feet	197,018	194,132	194,132	191,748	191,748	200,105	198,225	200,105	200,105	200,105	198,625
Capacity	1,472	1,413	1,413	1,404	1,404	1,553	1,553	1,726	1,726	1,726	1,672
Enrollment	1,538	1,391	1,330	1,309	1,314	1,275	1,215	1,160	1,160	1,160	1,159
Ormond Beach (1960)											
Square Feet	175,915	169,816	178,456	175,353	175,353	170,938	173,648	165,909	165,909	165,909	165,909
Capacity	1,250	1,162	1,502	1,463	1,463	1,528	1,486	1,414	1,414	1,414	1,414
Enrollment	1,039	925	935	924	912	1,076	1,100	1,108	1,108	1,108	1,022
River Springs (2007)											
Square Feet	-	-	198,686	199,566	206,290	203,622	190,073	190,073	190,073	190,073	190,073
Capacity	-	-	1,265	1,322	1,322	1,540	1,540	1,700	1,700	1,700	1,700
Enrollment	-	-	1,222	1,235	1,346	1,404	1,419	1,365	1,365	1,365	1,330
Silver Sands (1982)											
Square Feet	171,073	171,073	171,246	171,246	171,246	177,518	163,914	174,526	174,526	174,526	174,346
Capacity	1,306	1,306	1,297	1,297	1,297	1,517	1,438	1,598	1,598	1,598	1,598
Enrollment	1,278	1,280	1,282	1,277	1,302	1,173	1,197	1,130	1,130	1,130	1,165
Southwestern (1961)											
Square Feet	108,054	114,998	112,406	112,406	114,074	111,626	124,862	124,902	124,902	124,902	124,902
Capacity	1,038	985	959	959	959	918	1,177	1,308	1,308	1,308	1,308
Enrollment	673	730	688	646	643	688	725	688	688	688	737

Source: District records

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

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

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	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
HIGH SCHOOLS										
Atlantic (1992)										
Square Feet	209,085	208,509	208,509	203,369	203,369	209,726	213,209	215,699	215,689	212,649
Capacity	1,747	1,843	1,758	1,670	1,670	1,825	1,812	1,908	1,908	1,808
Enrollment	1,548	1,370	1,206	1,123	1,142	1,120	1,034	1,048	1,048	1,109
DeLand (1962)(2004)*										
Square Feet	357,538	369,302	388,370	373,934	373,934	363,060	361,458	362,688	362,688	362,828
Capacity	3,407	3,865	4,006	3,619	3,619	3,398	3,374	3,552	3,552	3,502
Enrollment	3,282	3,466	3,348	3,286	2,717	2,506	2,489	2,382	2,382	2,458
Deltona (1986)										
Square Feet	342,912	348,809	350,803	348,211	354,562	323,502	322,895	316,935	316,935	310,945
Capacity	3,378	3,402	3,316	3,245	3,314	2,483	2,491	2,423	2,423	2,248
Enrollment	2,898	2,949	2,873	2,981	1,951	1,669	1,633	1,686	1,686	1,781
Mainland (1962)(2006)*										
Square Feet	230,119	328,372	332,493	332,493	333,291	333,291	333,291	333,291	333,291	333,291
Capacity	2,214	2,344	2,375	2,375	2,375	2,375	2,375	2,501	2,501	2,501
Enrollment	1,906	1,825	1,814	1,834	1,724	1,761	1,832	1,904	1,904	1,986
New Smyrna (1963)(2006)*										
Square Feet	219,238	311,232	311,232	311,232	311,232	312,030	315,287	315,287	315,287	315,287
Capacity	2,055	2,334	2,271	2,271	2,271	2,275	2,308	2,430	2,430	2,430
Enrollment	2,060	2,027	1,970	2,011	1,932	1,904	1,938	1,911	1,911	1,977
Pine Ridge (1992)										
Square Feet	257,801	264,704	265,430	247,760	250,143	250,143	253,724	254,804	254,804	254,804
Capacity	2,453	2,582	2,520	2,045	2,110	2,138	2,124	2,236	2,236	2,236
Enrollment	2,621	2,426	2,262	2,179	1,865	1,765	1,699	1,634	1,634	1,746
Seabreeze (1962)(2004)*										
Square Feet	245,641	245,641	245,641	245,641	245,641	271,164	271,164	271,164	271,164	271,164
Capacity	1,827	1,827	1,741	1,741	1,741	1,747	1,747	1,839	1,839	1,839
Enrollment	2,009	1,955	1,858	1,799	1,818	1,707	1,660	1,672	1,672	1,664
Spruce Creek (1974)(2005)*										
Square Feet	268,063	266,623	267,019	364,289	264,177	266,412	269,174	269,174	269,174	269,190
Capacity	3,069	3,021	2,976	2,905	2,934	2,942	3,010	3,169	3,169	3,169
Enrollment	2,797	2,741	2,750	2,808	2,874	2,874	2,846	2,742	2,742	2,691
Taylor (middle / high) (1961)										
Square Feet	129,821	196,362	206,435	206,435	206,435	206,435	197,768	197,768	197,768	197,768
Capacity	1,073	1,284	1,305	1,305	1,305	1,305	1,305	1,450	1,450	1,450
Enrollment	919	970	998	998	978	1,020	1,081	1,086	1,086	1,118
University (2010)										
Square Feet	-	-	-	-	332,493	250,862	350,862	350,862	350,862	350,862
Capacity	-	-	-	-	2,734	2,561	2,667	2,808	2,808	2,808
Enrollment	-	-	-	-	1,931	2,569	2,639	2,806	2,806	2,863

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

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

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
OTHER CENTERS										
Bonner (1926)										
Square Feet	61,365	61,365	55,839	55,839	55,839	55,839	55,839	55,839	55,839	55,839
Capacity	650	650	650	(a)	(a)	(a)	(a)	(a)	(a)	(a)
Enrollment	425	362	360	(a)	(a)	(a)	(a)	(a)	(a)	(a)
Boston Ave (1926)										
Square Feet	36,572	34,942	34,942	(d)	-	-	-	-	34,942	34,942
Capacity	144	120	120	(d)	-	-	-	-	(g)	-
Enrollment	44	29	27	(d)	-	-	-	-	(g)	-
Burns-Oak Hill (1960)										
Square Feet	35,449	35,449	35,449	35,449	(b)	-	-	-	-	-
Capacity	316	338	316	316	(b)	-	-	-	-	-
Enrollment	212	231	192	192	(b)	-	-	-	-	-
Euclid (1936)										
Square Feet	18,345	18,345	19,065	19,065	19,065	19,065	(b)	-	-	-
Capacity	90	90	95	95	95	95	(b)	-	-	-
Enrollment	75	64	71	73	36	36	(b)	-	-	-
Highbanks Learning Center (2006)										
Square Feet	-	21,616	21,616	21,616	21,616	21,616	21,616	17,681	17,681	17,681
Capacity	-	150	150	150	150	150	124	124	124	124
Enrollment	-	106	97	101	87	87	39	29	29	19
Holly Hill Middle (1956)										
Square Feet	115,551	116,895	116,895	116,895	116,175	(e)	(b)	-	-	-
Capacity	992	992	992	992	992	(e)	(b)	-	-	-
Enrollment	686	620	586	575	554	(e)	(b)	-	-	-
Herbert Street (2007)										
Square Feet	-	15,819	15,819	15,819	15,819	15,819	15,819	15,721	15,721	15,721
Capacity	-	185	185	185	185	185	-	-	-	-
Enrollment	-	90	97	78	64	64	-	-	-	-
Hurst (1960)										
Square Feet	74,908	74,908	74,908	70,085	70,085	70,085	70,085	70,085	70,085	70,085
Capacity	731	731	731	(c)	-	-	-	-	-	-
Enrollment	433	480	465	(c)	-	-	-	-	-	-
Riverview (1926)										
Square Feet	18,845	18,845	18,845	18,845	18,845	18,845	18,845	18,695	18,695	18,659
Capacity	60	63	63	63	63	63	63	63	63	63
Enrollment	69	60	60	45	41	41	25	25	25	13
Samsula (1925)										
Square Feet	30,140	31,589	31,583	(d)	-	-	-	-	-	-
Capacity	254	298	598	(d)	-	-	-	-	-	-
Enrollment	280	215	213	(d)	-	-	-	-	-	-
Seville (1915)										
Square Feet	24,751	24,751	18,587	(b)	-	-	-	-	-	-
Capacity	144	144	144	(b)	-	-	-	-	-	-
Enrollment	121	110	118	(b)	-	-	-	-	-	-

Source: District records

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

(Continued on page 140)

*Second year denotes the year the facility was replaced.

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

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

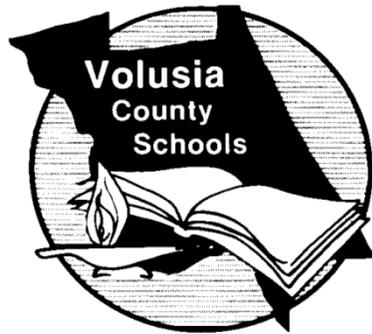
	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
ANCILLARY FACILITIES										
Brewster Center (1925) Square Feet	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136	30,136
Central Warehouse/Transp. (1964) Square Feet	54,279	54,279	54,279	54,279	56,987	56,987	56,987	56,987	56,987	56,987
Daytona Transportation (1964)(2010)* Square Feet	30,323	30,323	30,323	30,323	44,629	44,629	47,167	47,167	47,167	47,167
DeLand Administration (1939) Square Feet	49,690	49,690	49,690	49,630	55,486	55,486	55,486	55,486	55,486	55,486
Deltona Maint./Transport. (1991) Square Feet	26,025	26,025	26,025	26,025	26,025	26,025	26,025	27,065	27,065	28,109
Educational Development Ctr (1961) Square Feet	46,225	46,225	46,225	46,225	(b)	-	-	-	-	-
Facilities Services (2002) Square Feet	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016	94,016
Ormond Transportation (2007) Square Feet	-	-	2,261	2,261	2,261	2,358	2,358	2,358	2,358	2,358
Turnbull Bay Transportation (1989) Square Feet	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637	4,637

(b) School/facility sold.

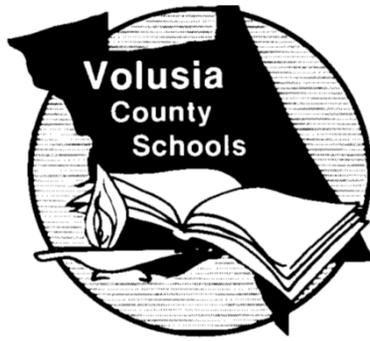
Source: District records

*Second year denotes the year the facility was replaced.

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



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Single Audit Section

**District School Board of Volusia County, Florida
Schedule of Expenditures of Federal Awards
For the Period Ended June 30, 2015**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>		<u>Pass - Through Grantor Number</u>	<u>Amount of Expenditures (1)</u>	<u>Amount Provided to Subrecipients</u>
United States Department of Agriculture:					
Indirect:					
Child Nutrition Cluster:					
Florida Department of Agriculture and Consumer Services:					
School Breakfast Program	10.553		14002	\$ 3,941,773	\$ -
National School Lunch Program	10.555	(2)	14001, 14003	15,480,469	-
Summer Food Service Program for Children	10.559		14006, 14007	224,116	-
Total Child Nutrition Cluster				<u>19,646,358</u>	<u>-</u>
Florida Department of Agriculture and Consumer Services:					
Fresh Fruit and Vegetable Program	10.582		14004	89,283	-
Florida Department of Health:					
Child and Adult Care Food Program	10.558		A-4478	596,587	-
Total United States Department of Agriculture				<u>20,332,228</u>	<u>-</u>
United States Department of Education:					
Indirect:					
Special Education Cluster:					
Florida Department of Education:					
Special Education - Grants to States	84.027	(3a)	262,263	14,218,625	11,389
Special Education - Preschool Grants	84.173		267	291,737	-
University of South Florida:					
Special Education - Grants to States	84.027	(3a)	None	111,767	-
Total Special Education Cluster				<u>14,622,129</u>	<u>11,389</u>
Florida Department of Education:					
Title I Grants to Local Educational Agencies	84.010		212,223,226	24,022,400	92,755
Migrant Education State Grant Program	84.011		217	168,834	-
Career and Technical Education - Basic Grants to States	84.048		161	748,699	-
Education for Homeless Children and Youth	84.196		127	108,000	-
Twenty-First Century Community Learning Centers	84.287		244	361,396	-
English Language Acquisition State Grants	84.365		102	494,061	-
Improving Teacher Quality State Grants	84.367		224	2,443,817	7,102
School Improvement Grants	84.377		126	646,428	-
ARRA - State Fiscal Stabilization Fund (SFSF) - Race to the Top Incentive Grants, Recovery Act	84.395	(3b)	RL111, RG311, RA111	1,875,138	-
University of Central Florida:					
ARRA - State Fiscal Stabilization Fund (SFSF) - Race to the Top Incentive Grants, Recovery Act	84.395	(3b)	None	6,104	-
Daytona State College:					
ARRA - State Fiscal Stabilization Fund (SFSF) - Race to the Top Incentive Grants, Recovery Act	84.395	(3b)	None	23,243	-
Florida State University:					
Research in Special Education	84.324		None	12,949	-
Total Indirect				<u>45,533,198</u>	<u>111,246</u>
Total United States Department of Education				<u>45,533,198</u>	<u>111,246</u>
United States Department of Defense:					
Direct:					
Air Force Junior Reserve Officers Training Corps	None		NA	209,201	-
Army Junior Reserve Officers Training Corps	None		NA	193,175	-
Total United States Department of Defense				<u>402,376</u>	<u>-</u>
Total Expenditures of Federal Awards				<u>\$ 66,267,802</u>	<u>\$ 111,246</u>

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

District School Board of Volusia County, Florida
Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

1. Summary of Significant Accounting Policies

Basis of Presentation

The Schedule of Expenditures of Federal Awards represents amounts expended from Federal programs during the 2014-2015 fiscal year as determined based on the modified accrual basis of accounting. The amounts reported on the Schedule have been reconciled to and are in material agreement with amounts recorded in the District's accounting records from which the basic financial statements have been prepared.

Contingency

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

2. Noncash Assistance - National School Lunch Program

Included in the amount reported for National School Lunch Program was \$962,107 of donated food received during the 2014-15 fiscal year. Donated food is valued at fair value as determined at the time of donation.

3. CFDA Totals

- (a) Total expenditures for CFDA 84.027 were \$14,330,392.
- (b) Total expenditures for CFDA 84.395 were \$1,904,485.



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

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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 FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

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 Volusia County District School Board, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 17, 2015, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the school internal funds and the aggregate discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine 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 are required to be reported under *Government Auditing Standards*.

The results of our operational audit of the District will be presented in a separate report.

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 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,



Sherrill F. Norman, CPA
Tallahassee, Florida
December 17, 2015
Audit Report No. 2016-064



Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL STATE OF FLORIDA

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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 REQUIRED BY OMB CIRCULAR A-133

Report on Compliance for Each Major Federal Program

We have audited the Volusia County District School Board's compliance with the types of compliance requirements described in the *OMB 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, 2015. The District's major Federal programs are identified in the **Summary of Auditor's Results** section of the accompanying **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**.

Management'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.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the fiscal year ended June 30, 2015.

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.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in blue ink that reads "Sherrill F. Norman". The signature is written in a cursive style with a large, sweeping initial "S".

Sherrill F. Norman, CPA
Tallahassee, Florida
December 17, 2015
Audit Report No. 2016-064

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

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 Federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	No
Identification of major Federal programs:	
CFDA Numbers:	Name of Federal Program or Cluster:
10.553, 10.555, and 10.559	Child Nutrition Cluster
84.367	Improving Teacher Quality State Grants
Dollar threshold used to distinguish between Type A and Type B programs:	\$1,988,034
Auditee qualified as low-risk auditee?	Yes

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS – FEDERAL AWARDS

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

<u>Audit Report No. and Federal Awards Finding No.</u>	<u>Program/Area</u>	<u>Brief Description</u>	<u>Status</u>	<u>Comments</u>
Moore Stephens Lovelace, P.A.		There were no prior Federal audit findings.		