



Annual Financial Report and GASB 34

**Santa Rosa County School Board
07/01/13 – 06/30/14**

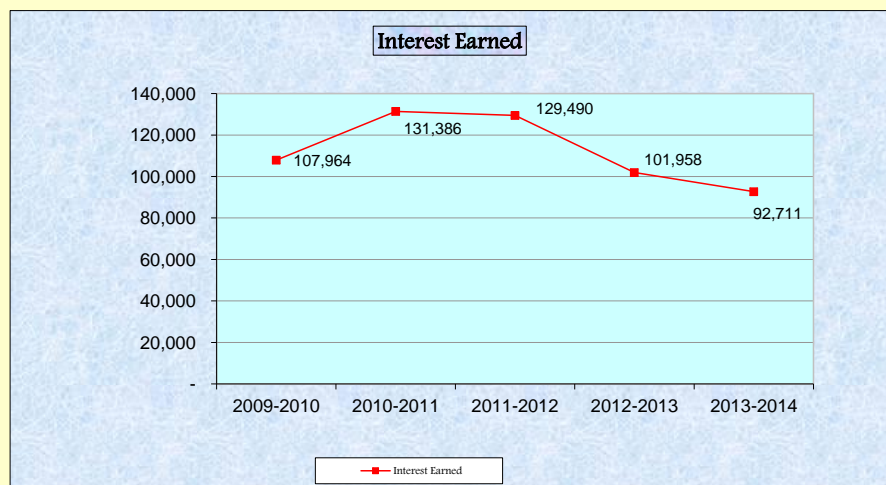
SIGNIFICANT FINANCIAL EVENTS DURING 2013-2014

A COMPARISON OF FUNDING DATA ELEMENTS:

	1	2	3	
	<u>UNWEIGHTED</u>	<u>WEIGHTED</u>	<u>BASE STUDENT</u>	
	<u>FTE</u>	<u>FTE</u>	<u>ALLOCATION</u>	
<u>2013-14</u>	<u>25,395</u>	<u>27,376</u>	<u>\$3,752</u>	
<u>2012-13-Final</u>	<u>25,283</u>	<u>27,198</u>	<u>\$3,583</u>	
<u>INCREASE (DECREASE)</u>	<u>112</u>	<u>178</u>	<u>\$169</u>	
<u>% VARIANCE</u>	<u>0.44%</u>	<u>0.65%</u>	<u>4.73%</u>	
	4	5	6	7
	<u>DISTRICT COST</u>	<u>TAX</u>	<u>MAJOR</u>	
	<u>DIFFERENTIAL</u>	<u>ROLL</u>	<u>CATEGORICALS</u>	<u>FEFP</u>
<u>2013-14</u>	<u>95.37%</u>	<u>\$8,265,329,134</u>	<u>\$35,104,689</u>	<u>\$86,599,795</u>
<u>2012-13-Final</u>	<u>94.78%</u>	<u>\$8,156,620,527</u>	<u>\$33,983,643</u>	<u>\$77,423,735</u>
<u>INCREASE (DECREASE)</u>	<u>0.59%</u>	<u>\$108,708,607</u>	<u>\$1,121,046</u>	<u>\$9,176,060</u>
<u>% VARIANCE</u>	<u>0.62%</u>	<u>1.33%</u>	<u>3.30%</u>	<u>11.85%</u>
	8	9	10	
	<u>AD VALOREM TAXES-</u>	<u>AD VALOREM TAXES-</u>	<u>GSF REVENUE</u>	
	<u>CAPITAL OUTLAY</u>	<u>GSF</u>		
<u>2013-14</u>	<u>\$11,100,012</u>	<u>\$51,494,143</u>	<u>\$177,371,869</u>	
<u>2012-13-Final</u>	<u>\$10,957,738</u>	<u>\$49,592,705</u>	<u>\$162,514,866</u>	
<u>INCREASE (DECREASE)</u>	<u>\$142,273</u>	<u>\$1,901,438</u>	<u>\$14,857,003</u>	
<u>% VARIANCE</u>	<u>1.30%</u>	<u>3.83%</u>	<u>9.14%</u>	

See attached General School Fund Balance graph on page 2.

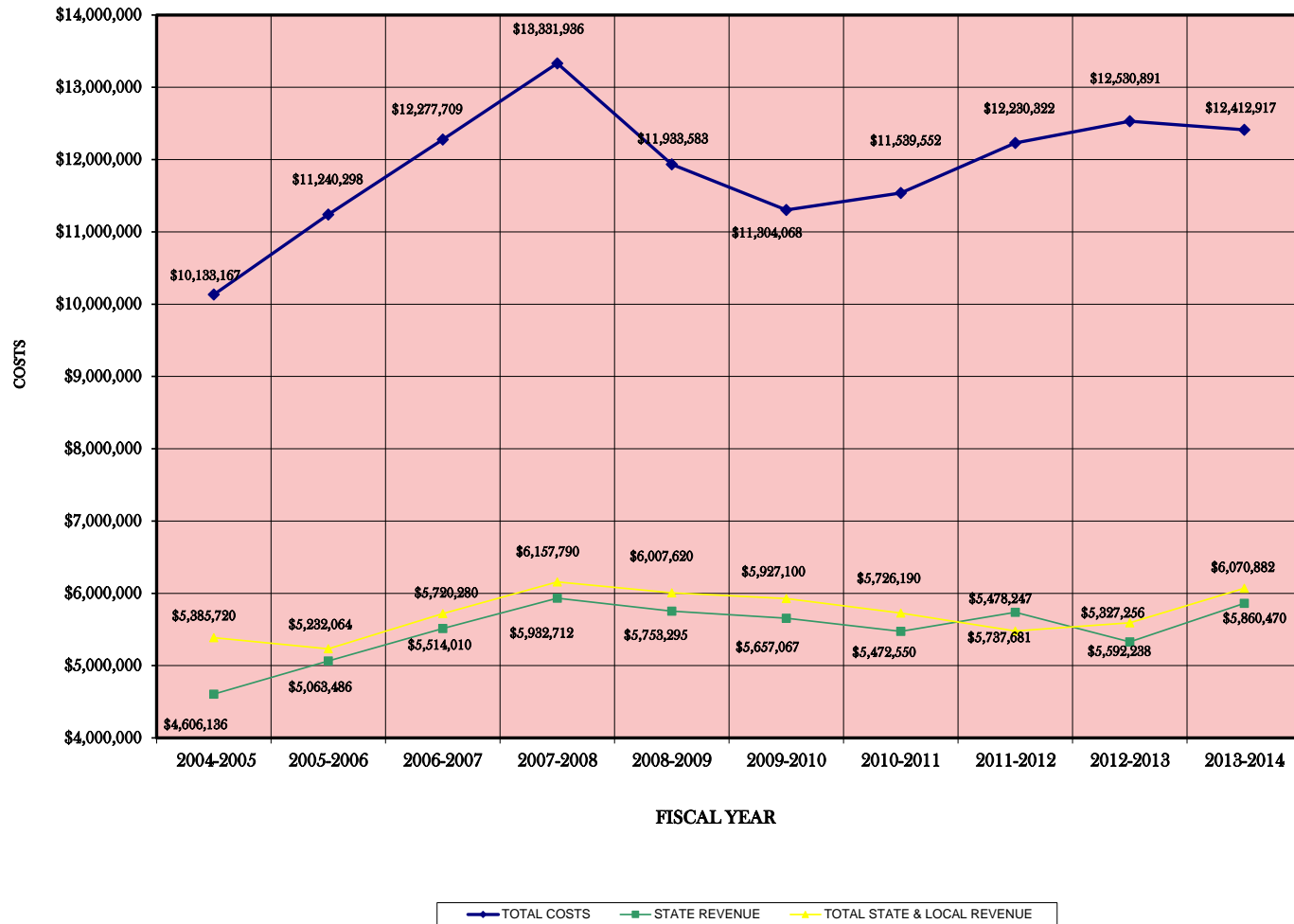
- B** The Board is contracted with Durham, Inc. to provide Transportation Services for the Santa Rosa County School Board. Durham operates the program with Board oversight for a fee certain modified by growth and inflation. See page 3.
- C** Over the past seventeen years, the School Board has contracted with Sodexo to provide food services for the School District. Sodexo continues being successful in the district with their creative approach to nutrition. The attached graph on page 5 shows the Fund Balances for the past ten years.
- D** Direct Deposit of Payroll was implemented during the October 1995 payroll cycle. Currently 2,123 employees use this benefit which saves them the float on their pay and gives them immediate access to the funds. This represents 81% of the Board's 2,636 contract employees utilizing this service.
- E** General School Fund Interest earned during the 2013-14 fiscal year totaled \$92,711, which was a decrease of \$9,247, or 9% from the prior fiscal year. The following graph shows interest earned over a five-year period:



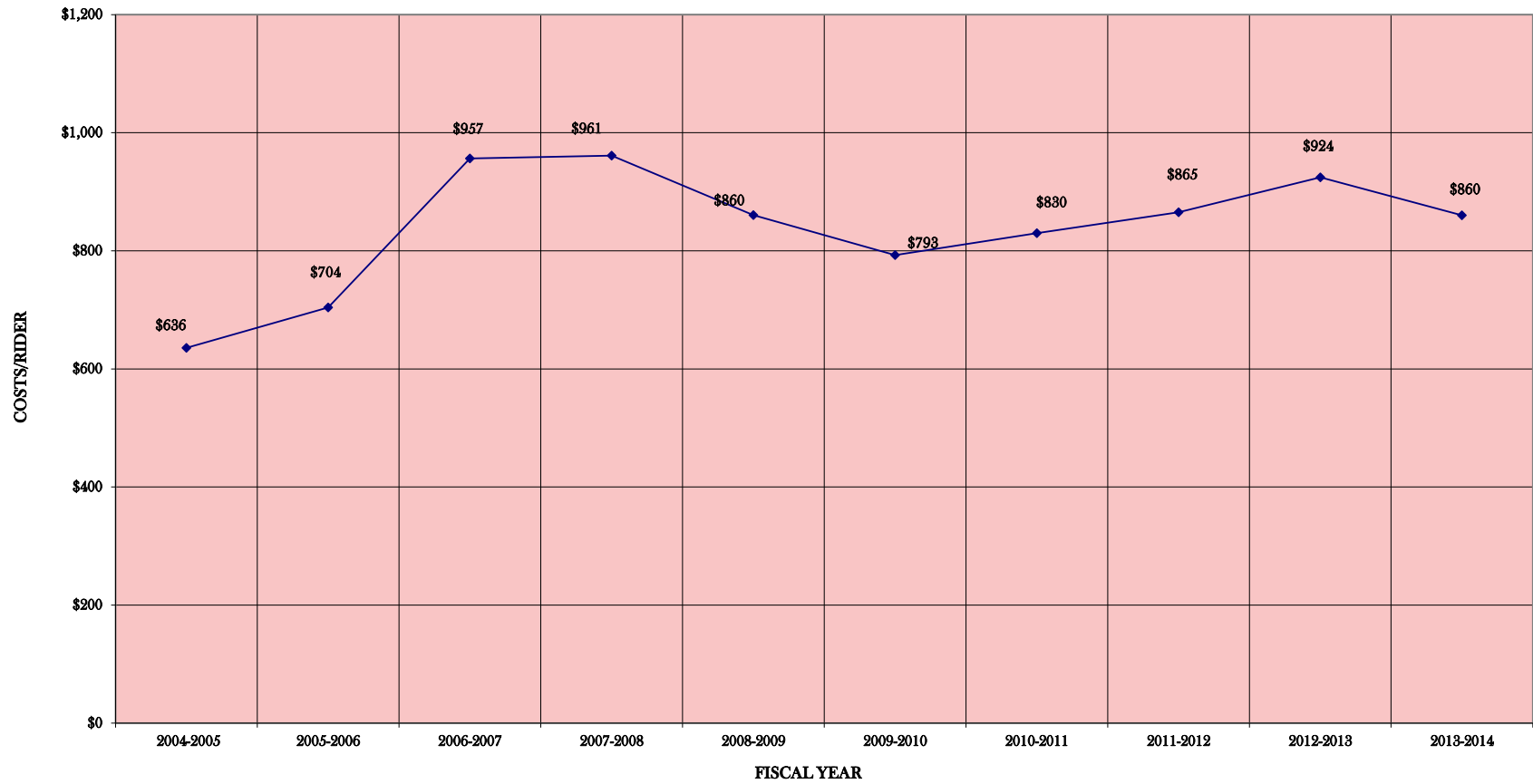
GENERAL SCHOOL FUND BALANCE



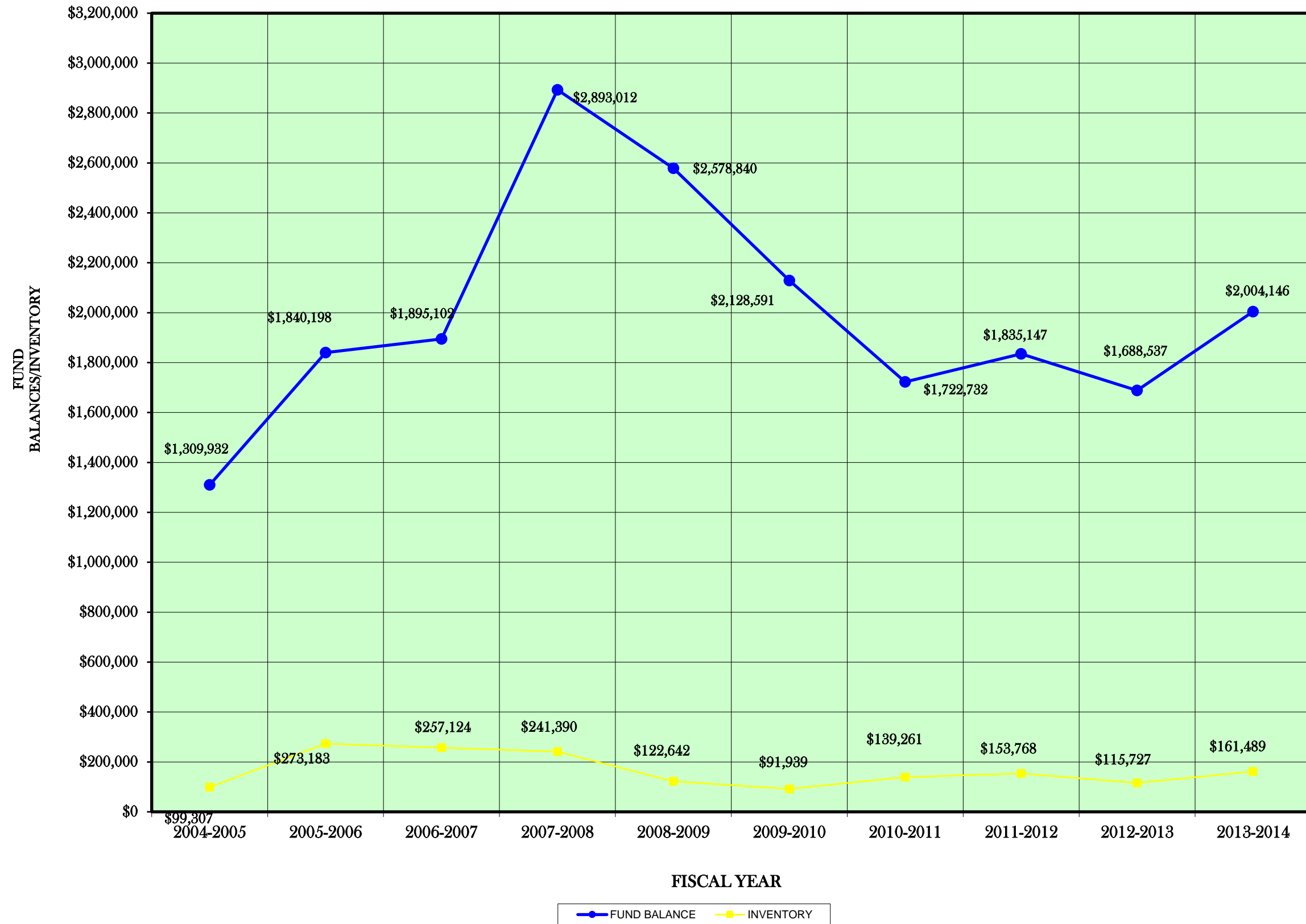
TRANSPORTATION COSTS BY YEAR



TRANSPORTATION COSTS PER RIDER



SCHOOL FOOD SERVICE-FUND BALANCES BY YEAR



**FLORIDA DEPARTMENT OF EDUCATION
REPORT OF FINANCIAL DATA TO THE
COMMISSIONER OF EDUCATION (ESE 348)
DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
For the Fiscal Year Ended June 30, 2014**

Return completed form to: Florida Department of Education Office of Funding and Financial Reporting 325 W. Gaines St., Room 824 Tallahassee, Florida 32399-0400

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		<u>DOE</u>
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The Report of Financial Data to the Commissioner of Education (ESE 348) for the fiscal year ended June 30, 2014, was submitted in accordance with rule 6A-1.0071, F.A.C. (section 1001.51(12)(b), F.S.). This report was approved by the school board on September 11, 2014.

District Superintendent's Signature

Date

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND

For the Fiscal Year Ended June 30, 2014

Exhibit K-1

DOE Page 1

Fund 100

REVENUES	Account Number	
<i>Federal Direct:</i>		
Federal Impact, Current Operations	3121	581,403.01
Reserve Officers Training Corps (ROTC)	3191	
Pell Grants	3192	
Miscellaneous Federal Direct	3199	
Total Federal Direct	3100	581,403.01
<i>Federal Through State and Local:</i>		
Medicaid	3202	614,460.82
National Forest Funds	3255	
Federal Through Local	3280	
Miscellaneous Federal Through State	3299	2.25
Total Federal Through State and Local	3200	614,463.07
<i>State:</i>		
Florida Education Finance Program (FEFP)	3310	86,599,795.00
Workforce Development	3315	1,354,236.00
Workforce Development Capitalization Incentive Grant	3316	
Workforce Education Performance Incentive	3317	63,571.00
Adults with Disabilities	3318	42,439.96
CO&DS Withheld for Administrative Expenditure	3323	14,020.50
<i>Categoricals:</i>		
District Discretionary Lottery Funds	3344	239,570.00
Class Size Reduction Operating Funds	3355	26,689,360.00
Florida School Recognition Funds	3361	1,463,055.00
Excellent Teaching Program	3363	
Voluntary Prekindergarten Program	3371	254,475.11
Preschool Projects	3372	
Reading Programs	3373	
Full-Service Schools Program	3378	
<i>Other State:</i>		
Diagnostic and Learning Resources Centers	3335	
Racing Commission Funds	3341	
State Forest Funds	3342	
State License Tax	3343	26,690.60
Other Miscellaneous State Revenues	3399	192,905.63
Total State	3300	116,940,118.80
<i>Local:</i>		
District School Taxes	3411	54,408,607.91
Tax Redemptions	3421	
Payment in Lieu of Taxes	3422	
Excess Fees	3423	
Tuition	3424	
Rent	3425	31,565.00
Interest on Investments	3431	92,710.61
Gain on Sale of Investments	3432	
Net Increase (Decrease) in Fair Value of Investments	3433	1,856.49
Gifts, Grants and Bequests	3440	
Adult General Education Course Fees	3461	14,820.00
Postsecondary Vocational Course Fees	3462	450,593.93
Continuing Workforce Education Course Fees	3463	
Capital Improvement Fees	3464	
Postsecondary Lab Fees	3465	
Lifelong Learning Fees	3466	
General Education Development (GED) Testing Fees	3467	
Financial Aid Fees	3468	
Other Student Fees	3469	218,316.06
Preschool Program Fees	3471	33,732.80
Prekindergarten Early Intervention Fees	3472	
School-Age Child Care Fees	3473	1,526,967.22
Other Schools, Courses and Classes Fees	3479	43,161.50
<i>Miscellaneous Local:</i>		
Bus Fees	3491	
Transportation Services Rendered for School Activities	3492	210,412.38
Sale of Junk	3493	22,428.49
Receipt of Federal Indirect Cost Rate	3494	604,406.36
Other Miscellaneous Local Sources	3495	1,411,168.62
Impact Fees	3496	
Refunds of Prior Year's Expenditures	3497	5,967.25
Collections for Lost, Damaged and Sold Textbooks	3498	9,169.22
Receipt of Food Service Indirect Costs	3499	150,000.00
Total Local	3400	59,235,883.84
Total Revenues	3000	177,371,868.72

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GENERAL FUND (Continued)
For the Fiscal Year Ended June 30, 2014

EXPENDITURES	Account Number	100	200	300	400	500	600	700	Totals
		Salaries	Employee Benefits	Purchased Services	Energy Services	Materials and Supplies	Capital Outlay	Other	
<i>Current:</i>									
Instruction	5000	81,751,198.10	20,990,288.32	3,333,894.05	7,125.25	3,571,150.22	241,706.00	1,252,430.35	111,147,792.29
Student Personnel Services	6100	3,891,784.97	971,978.05	2,690,123.82		6,577.78	9,843.73	28,583.28	7,598,891.63
Instructional Media Services	6200	1,629,030.70	411,368.17	68,569.07		31,546.48	173,082.45	15,486.17	2,329,083.04
Instruction and Curriculum Development Services	6300	2,234,068.02	523,871.68	60,647.09		80,021.63	7,631.55	3,560.16	2,909,800.13
Instructional Staff Training Services	6400	344,918.50	82,841.61	220,536.05	1,514.75	11,373.96	3,404.66	55,002.64	719,592.17
Instructional-Related Technology	6500	1,901,521.64	527,364.31	50,455.24	11,092.02	8,983.32	1,556,316.52	7,577.39	4,063,310.44
Board	7100	162,250.00	65,624.33	251,218.58				36,630.00	515,722.91
General Administration	7200	452,992.85	154,035.05	33,431.25		5,486.49	329.99	11,501.91	657,777.54
School Administration	7300	9,805,394.30	2,487,161.60	107,243.82		68,476.16	18,072.47	31,853.39	12,518,201.74
Facilities Acquisition and Construction	7410						17,029.56		17,029.56
Fiscal Services	7500	821,253.79	186,092.05	69,665.14	780.97	15,033.31	3,520.19	225.00	1,096,570.45
Food Services	7600								0.00
Central Services	7700	1,197,069.55	662,647.09	453,416.85	2,500.76	13,582.43	6,355.53	1,503.79	2,337,076.00
Student Transportation Services	7800	1,680,059.81	587,569.78	8,282,835.98	1,821,928.47	1,440.24	38,385.00	697.77	12,412,917.05
Operation of Plant	7900	330,619.24		7,005,090.49	4,921,630.07	2,117.23	12,645.20	1,245.05	12,273,347.28
Maintenance of Plant	8100	1,933,551.66	643,625.48	576,227.02	96,749.62	454,524.80	63,867.93	6,085.42	3,774,631.93
Administrative Technology Services	8200	901,868.12	220,398.89	402,964.30		11,549.95	62,076.83	250.00	1,599,108.09
Community Services	9100	1,253,530.62	146,987.28	99,330.55		117,788.21	18,392.83	51,289.79	1,687,319.28
<i>Capital Outlay:</i>									
Facilities Acquisition and Construction	7420						45,737.39		45,737.39
Other Capital Outlay	9300						953,652.17		953,652.17
<i>Debt Service: (Function 9200)</i>									
Redemption of Principal	710								0.00
Interest	720								0.00
Total Expenditures		110,291,111.87	28,661,853.69	23,705,649.30	6,863,321.91	4,399,652.21	3,232,050.00	1,503,922.11	178,657,561.09
Excess (Deficiency) of Revenues Over Expenditures									(1,285,692.37)

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GENERAL FUND (Continued)

Exhibit K-1

DOE Page 3

For the Fiscal Year Ended June 30, 2014

Fund 100

OTHER FINANCING SOURCES (USES) and CHANGES IN FUND BALANCES	Account Number	
Loans	3720	
Sale of Capital Assets	3730	
Loss Recoveries	3740	30,844.46
<i>Transfers In:</i>		
From Debt Service Funds	3620	
From Capital Projects Funds	3630	4,292,490.90
From Special Revenue Funds	3640	
From Permanent Funds	3660	
From Internal Service Funds	3670	
From Enterprise Funds	3690	
Total Transfers In	3600	4,292,490.90
<i>Transfers Out: (Function 9700)</i>		
To Debt Service Funds	920	
To Capital Projects Funds	930	
To Special Revenue Funds	940	(338,725.00)
To Permanent Funds	960	
To Internal Service Funds	970	
To Enterprise Funds	990	
Total Transfers Out	9700	(338,725.00)
Total Other Financing Sources (Uses)		3,984,610.36
Net Change In Fund Balance		2,698,917.99
Fund Balance, July 1, 2013	2800	15,118,178.23
Adjustments to Fund Balance	2891	
<i>Ending Fund Balance:</i>		
Nonspendable Fund Balance	2710	111,160.95
Restricted Fund Balance	2720	3,161,176.40
Committed Fund Balance	2730	1,762,162.17
Assigned Fund Balance	2740	1,437,985.48
Unassigned Fund Balance	2750	11,344,611.22
Fund Balance, June 30, 2014	2700	17,817,096.22

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE
FUNDS - FOOD SERVICES

For the Fiscal Year Ended June 30, 2014

Exhibit K-2
DOE Page 4

Fund 410

REVENUES	Account Number	
<i>Federal Through State and Local:</i>		
School Lunch Reimbursement	3261	4,545,849.73
School Breakfast Reimbursement	3262	1,292,588.23
Afterschool Snack Reimbursement	3263	36,708.00
Child Care Food Program	3264	
USDA Donated Commodities	3265	715,125.87
Cash in Lieu of Donated Foods	3266	
Summer Food Service Program	3267	205,983.77
Fresh Fruit and Vegetable Program	3268	
Other Food Services	3269	34,951.23
Federal Through Local	3280	
Miscellaneous Federal Through State	3299	
Total Federal Through State and Local	3200	6,831,206.83
<i>State:</i>		
School Breakfast Supplement	3337	48,431.00
School Lunch Supplement	3338	63,243.00
Other Miscellaneous State Revenues	3399	
Total State	3300	111,674.00
<i>Local:</i>		
Interest on Investments	3431	5,229.32
Gain on Sale of Investments	3432	
Net Increase (Decrease) in Fair Value of Investments	3433	
Gifts, Grants and Bequests	3440	
Student Lunches	3451	1,644,399.73
Student Breakfasts	3452	548,133.24
Adult Breakfasts/Lunches	3453	159,891.50
Student and Adult a la Carte Fees	3454	2,102,107.81
Student Snacks	3455	
Other Food Sales	3456	7,243.23
Other Miscellaneous Local Sources	3495	149,088.66
Refunds of Prior Year's Expenditures	3497	
Total Local	3400	4,616,093.49
Total Revenues	3000	11,558,974.32

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE
FUNDS - FOOD SERVICES (Continued)

Exhibit K-2
DOE Page 5

For the Fiscal Year Ended June 30, 2014

Fund 410

EXPENDITURES (Function 7600/9300)	Account Number	
Salaries	100	11,457.01
Employee Benefits	200	4,827.07
Purchased Services	300	10,647,285.82
Energy Services	400	396,760.45
Materials and Supplies	500	7,090.78
Capital Outlay	600	282.88
Other	700	149,840.00
Other Capital Outlay (Function 9300)	600	53,116.00
Total Expenditures		11,270,660.01
Excess (Deficiency) of Revenues Over Expenditures		288,314.31
OTHER FINANCING SOURCES (USES) and CHANGES IN FUND BALANCES		
Loans	3720	
Sale of Capital Assets	3730	
Loss Recoveries	3740	
<i>Transfers In:</i>		
From General Fund	3610	27,294.85
From Debt Service Funds	3620	
From Capital Projects Funds	3630	
Interfund	3650	
From Permanent Funds	3660	
From Internal Service Funds	3670	
From Enterprise Funds	3690	
Total Transfers In	3600	27,294.85
<i>Transfers Out: (Function 9700)</i>		
To General Fund	910	
To Debt Service Funds	920	
To Capital Projects Funds	930	
Interfund	950	
To Permanent Funds	960	
To Internal Service Funds	970	
To Enterprise Funds	990	
Total Transfers Out	9700	0.00
Total Other Financing Sources (Uses)		27,294.85
Net Change in Fund Balance		315,609.16
Fund Balance, July 1, 2013	2800	1,688,536.97
Adjustments to Fund Balance	2891	
<i>Ending Fund Balance:</i>		
Nonspendable Fund Balance	2710	387,143.99
Restricted Fund Balance	2720	1,617,002.14
Committed Fund Balance	2730	
Assigned Fund Balance	2740	
Unassigned Fund Balance	2750	
Fund Balance, June 30, 2014	2700	2,004,146.13

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE
FUNDS - OTHER FEDERAL PROGRAMS

For the Fiscal Year Ended June 30, 2014

Exhibit K-3

DOE Page 6

Fund 420

REVENUES	Account Number	
<i>Federal Direct:</i>		
Workforce Investment Act	3170	
Community Action Programs	3180	
Reserve Officers Training Corps (ROTC)	3191	224,348.27
Miscellaneous Federal Direct	3199	2,527,027.55
Total Federal Direct	3100	2,751,375.82
<i>Federal Through State and Local:</i>		
Vocational Education Acts	3201	161,738.23
Medicaid	3202	
Workforce Investment Act	3220	
Teacher and Principal Training and Recruiting, Title II, Part A	3225	708,607.60
Math and Science Partnerships, Title II, Part B	3226	
Drug-Free Schools	3227	
Individuals with Disabilities Education Act (IDEA)	3230	5,343,869.27
Elementary and Secondary Education Act, Title I	3240	3,414,581.95
Adult General Education	3251	241,868.83
Vocational Rehabilitation	3253	
Federal Through Local	3280	292,492.34
Emergency Immigrant Education Program	3293	
Miscellaneous Federal Through State	3299	145,056.38
Total Federal Through State and Local	3200	10,308,214.60
<i>State:</i>		
Other Miscellaneous State Revenues	3399	
Total State	3300	0.00
<i>Local:</i>		
Interest on Investments	3431	
Gain on Sale of Investments	3432	
Net Increase (Decrease) in Fair Value of Investments	3433	
Gifts, Grants and Bequests	3440	
Adult General Education Course Fees	3461	
Sale of Junk	3493	
Other Miscellaneous Local Sources	3495	
Refunds of Prior Year's Expenditures	3497	
Total Local	3400	0.00
Total Revenues	3000	13,059,590.42

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - SPECIAL REVENUE FUNDS - OTHER FEDERAL PROGRAMS (Continued)
For the Fiscal Year Ended June 30, 2014

Exhibit K-3
DOE Page 7
Fund 420

EXPENDITURES	Account Number	100	200	300	400	500	600	700	Totals
		Salaries	Employee Benefits	Purchased Services	Energy Services	Materials and Supplies	Capital Outlay	Other	
<i>Current:</i>									
Instruction	5000	3,737,192.95	1,079,755.22	685,348.91	90.88	304,234.29	203,091.04	67,898.85	6,077,612.14
Student Personnel Services	6100	339,593.83	97,142.14	1,480,213.01	101.91	66,807.80	8,493.66	13,196.01	2,005,548.36
Instructional Media Services	6200			890.81			9,835.93		10,726.74
Instruction and Curriculum Development Services	6300	2,158,842.80	547,226.63	10,510.92		13,957.71	11,928.25	2,629.77	2,745,096.08
Instructional Staff Training Services	6400	320,688.06	58,479.87	381,901.82		30,090.61	2,876.18	134,751.83	928,788.37
Instructional-Related Technology	6500	10,030.36	3,921.26	35,880.05		1,212.88	69,123.63	128.60	120,296.78
Board	7100								0.00
General Administration	7200							564,693.64	564,693.64
School Administration	7300	129,831.08	36,681.25	4,243.16		3,038.91	1,351.43	10,705.74	185,851.57
Facilities Acquisition and Construction	7410								0.00
Fiscal Services	7500								0.00
Food Services	7600								0.00
Central Services	7700	7,308.00	559.34	5,748.33		50.00		1,324.00	14,989.67
Student Transportation Services	7800			10,864.74	60.00			900.00	11,824.74
Operation of Plant	7900	29,669.99	11,174.80	433.55		59.00	484.12		41,821.46
Maintenance of Plant	8100			1,665.00					1,665.00
Administrative Technology Services	8200								0.00
Community Services	9100		1,020.57	2,175.45				592,872.00	596,068.02
<i>Capital Outlay:</i>									
Facilities Acquisition and Construction	7420								0.00
Other Capital Outlay	9300						66,038.00		66,038.00
Total Expenditures		6,733,157.07	1,835,961.08	2,619,875.75	252.79	419,451.20	373,222.24	1,389,100.44	13,371,020.57
Excess (Deficiency) of Revenues over Expenditures									(311,430.15)
OTHER FINANCING SOURCES (USES) and CHANGES IN FUND BALANCES									
<i>Loans</i>	3720								
Sale of Capital Assets	3730								
Loss Recoveries	3740								
<i>Transfers In:</i>									
From General Fund	3610	311,430.15							
From Debt Service Funds	3620								
From Capital Projects Funds	3630								
Interfund	3650								
From Permanent Funds	3660								
From Internal Service Funds	3670								
From Enterprise Funds	3690								
Total Transfers In	3600	311,430.15							
<i>Transfers Out: (Function 9700)</i>									
To the General Fund	910								
To Debt Service Funds	920								
To Capital Projects Funds	930								
Interfund	950								
To Permanent Funds	960								
To Internal Service Funds	970								
To Enterprise Funds	990								
Total Transfers Out	9700	0.00							
Total Other Financing Sources (Uses)		311,430.15							
Net Change in Fund Balance		0.00							
Fund Balance, July 1, 2013	2800								
Adjustments to Fund Balance	2891								
<i>Ending Fund Balance:</i>									
Nonspendable Fund Balance	2710								
Restricted Fund Balance	2720								
Committed Fund Balance	2730								
Assigned Fund Balance	2740								
Unassigned Fund Balance	2750								
Fund Balance, June 30, 2014	2700	0.00							

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - SPECIAL REVENUE FUNDS
FEDERAL ECONOMIC STIMULUS PROGRAMS

For the Fiscal Year Ended June 30, 2014

Exhibit K-4

DOE Page 8

REVENUES	Account Number	Targeted ARRA Stimulus Funds 432	Other ARRA Stimulus Grants 433	ARRA Race to the Top 434	Totals
<i>Federal Direct:</i>					
Workforce Investment Act	3170				0.00
Community Action Programs	3180				0.00
Reserve Officers Training Corps (ROTC)	3191				0.00
Miscellaneous Federal Direct	3199				0.00
Total Federal Direct:	3100	0.00	0.00	0.00	0.00
<i>Federal Through State:</i>					
Vocational Education Acts	3201				0.00
Race to the Top	3214			697,185.34	697,185.34
Individuals with Disabilities Education Act (IDEA)	3230				0.00
Elementary and Secondary Education Act, Title I	3240				0.00
Adult General Education	3251				0.00
Other Food Services	3269				0.00
Miscellaneous Federal Through State	3299				0.00
Total Federal Through State	3200	0.00	0.00	697,185.34	697,185.34
<i>State:</i>					
Other Miscellaneous State Revenues	3399				0.00
Total State	3300	0.00	0.00	0.00	0.00
<i>Local:</i>					
Interest on Investments	3431				0.00
Gain on Sale of Investments	3432				0.00
Net Increase (Decrease) in Fair Value of Investments	3433				0.00
Gifts, Grants and Bequests	3440				0.00
Other Miscellaneous Local Sources	3495				0.00
Refunds of Prior Year's Expenditures	3497				0.00
Total Local	3400	0.00	0.00	0.00	0.00
Total Revenues	3000	0.00	0.00	697,185.34	697,185.34

EXPENDITURES	Account Number	100	200	300	400	500	600	700	Totals
		Salaries	Employee Benefits	Purchased Services	Energy Services	Materials and Supplies	Capital Outlay	Other	
<i>Current:</i>									
Instruction	5000						118,441.87		118,441.87
Student Personnel Services	6100								0.00
Instructional Media Services	6200								0.00
Instruction and Curriculum Development Services	6300			192,703.58					192,703.58
Instructional Staff Training Services	6400	59,418.11	16,923.10	72,084.98		80,231.27		37,488.22	266,145.68
Instructional-Related Technology	6500								0.00
Board	7100								0.00
General Administration	7200							28,178.81	28,178.81
School Administration	7300								0.00
Facilities Acquisition and Construction	7410								0.00
Fiscal Services	7500								0.00
Food Services	7600								0.00
Central Services	7700	62,956.03	13,093.37						76,049.40
Student Transportation Services	7800								0.00
Operation of Plant	7900				3,290.00				3,290.00
Maintenance of Plant	8100								0.00
Administrative Technology Services	8200								0.00
Community Services	9100								0.00
<i>Capital Outlay:</i>									
Facilities Acquisition and Construction	7420								0.00
Other Capital Outlay	9300						12,376.00		12,376.00
Total Expenditures		122,374.14	30,016.47	264,788.56	3,290.00	80,231.27	130,817.87	65,667.03	697,185.34
Excess (Deficiency) of Revenues over Expenditures									0.00
OTHER FINANCING SOURCES (USES) and CHANGES IN FUND BALANCES									
Loans	3720								
Sale of Capital Assets	3730								
Loss Recoveries	3740								
<i>Transfers In:</i>									
From General Fund	3610								
From Debt Service Funds	3620								
From Capital Projects Funds	3630								
Interfund	3650								
From Permanent Funds	3660								
From Internal Service Funds	3670								
From Enterprise Funds	3690								
Total Transfers In	3600	0.00							
<i>Transfers Out: (Function 9700)</i>									
To the General Fund	910								
To Debt Service Funds	920								
To Capital Projects Funds	930								
Interfund	950								
To Permanent Funds	960								
To Internal Service Funds	970								
To Enterprise Funds	990								
Total Transfers Out	9700	0.00							
Total Other Financing Sources (Uses)									0.00
Net Change in Fund Balance									0.00
Fund Balance, July 1, 2013	2800								
Adjustments to Fund Balance	2891								
<i>Ending Fund Balance:</i>									
Nonspendable Fund Balance	2710								
Restricted Fund Balance	2720								
Committed Fund Balance	2730								
Assigned Fund Balance	2740								
Unassigned Fund Balance	2750								
Fund Balance, June 30, 2014	2700	0.00							

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - DEBT SERVICE FUNDS
For the Fiscal Year Ended June 30, 2014.

Exhibit K-6
DOE Page 13

	Account Number	SBE/COBI Bonds 210	Special Act Bonds 220	Section 1011.14/1011.15, F.S., Loans 230	Motor Vehicle Revenue Bonds 240	District Bonds 250	Other Debt Service 290	ARRA Economic Stimulus Debt Service 299	Totals
REVENUES									
<i>Federal:</i>									
Miscellaneous Federal Direct	3199								0.00
Miscellaneous Federal Through State	3299								0.00
<i>State:</i>									
CO & DS Withheld for SBE/COBI Bonds	3322	828,801.01							828,801.01
SBE/COBI Bond Interest	3326	36.04							36.04
Racing Commission Funds	3341		223,250.00						223,250.00
Other Miscellaneous State Revenues	3399								0.00
Total State Sources	3300	828,837.05	223,250.00	0.00	0.00	0.00	0.00	0.00	1,052,087.05
<i>Local:</i>									
District Debt Service Taxes	3412								0.00
County Local Sales Tax	3418								0.00
School District Local Sales Tax	3419								0.00
Tax Redemptions	3421								0.00
Payment in Lieu of Taxes	3422								0.00
Excess Fees	3423								0.00
Interest on Investments	3431		1,482.50				1,352.10		2,834.60
Gain on Sale of Investments	3432								0.00
Net Increase (Decrease) in Fair Value of Investments	3433						4,930.40		4,930.40
Gifts, Grants and Bequests	3440								0.00
Other Miscellaneous Local Sources	3495								0.00
Impact Fees	3496								0.00
Refunds of Prior Year's Expenditures	3497								0.00
Total Local Sources	3400	0.00	1,482.50	0.00	0.00	0.00	6,282.50	0.00	7,765.00
Total Revenues	3000	828,837.05	224,732.50	0.00	0.00	0.00	6,282.50	0.00	1,059,852.05
EXPENDITURES									
<i>Debt Service (Function 9200)</i>									
Redemption of Principal	710	635,000.00	160,000.00				1,795,000.00		2,590,000.00
Interest	720	209,257.50	35,960.00				1,854,241.65		2,099,459.15
Dues and Fees	730	10,002.66	750.00				11,650.00		22,402.66
Miscellaneous	790								0.00
Total Expenditures		854,260.16	196,710.00	0.00	0.00	0.00	3,660,891.65	0.00	4,711,861.81
Excess (Deficiency) of Revenues Over Expenditures		(25,423.11)	28,022.50	0.00	0.00	0.00	(3,654,609.15)	0.00	(3,652,009.76)
OTHER FINANCING SOURCES (USES) AND CHANGES IN FUND BALANCE									
	Account Number	SBE/COBI Bonds 210	Special Act Bonds 220	Section 1011.14/1011.15, F.S., Loans 230	Motor Vehicle Revenue Bonds 240	District Bonds 250	Other Debt Service 290	ARRA Economic Stimulus Debt Service 299	Totals
Issuance of Bonds	3710								0.00
Premium on Sale of Bonds	3791								0.00
Discount on Sale of Bonds (Function 9299)	891								0.00
Proceeds of Lease-Purchase Agreements	3750								0.00
Premium on Lease-Purchase Agreements	3793								0.00
Discount on Lease-Purchase Agreements (Function 9299)	893								0.00
Loans	3720								0.00
Proceeds of Forward Supply Contract	3760								0.00
Face Value of Refunding Bonds	3715	319,000.00							319,000.00
Premium on Refunding Bonds	3792	50,070.70							50,070.70
Discount on Refunding Bonds (Function 9299)	892								0.00
Payments to Refunded Bonds Escrow Agent (Function 9299)	761	(141,771.87)							(141,771.87)
Refunding Lease-Purchase Agreements	3755								0.00
Premium on Refunding Lease-Purchase Agreements	3794								0.00
Discount on Refunding Lease-Purchase Agmtns (Function 9299)	894								0.00
Payments to Refunded Lease-Purchase Escrow Agent (Function 9299)	762								0.00
<i>Transfers In:</i>									
From General Fund	3610								0.00
From Capital Projects Funds	3630						3,566,549.95		3,566,549.95
From Special Revenue Funds	3640								0.00
Interfund	3650								0.00
From Permanent Funds	3660								0.00
From Internal Service Funds	3670								0.00
From Enterprise Funds	3690								0.00
Total Transfers In	3600	0.00	0.00	0.00	0.00	0.00	3,566,549.95	0.00	3,566,549.95
<i>Transfers Out: (Function 9700)</i>									
To General Fund	910								0.00
To Capital Projects Funds	930								0.00
To Special Revenue Funds	940								0.00
Interfund	950								0.00
To Permanent Funds	960								0.00
To Internal Service Funds	970								0.00
To Enterprise Funds	990								0.00
Total Transfers Out	9700	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Financing Sources (Uses)		227,298.83	0.00	0.00	0.00	0.00	3,566,549.95	0.00	3,793,848.78
Net Change in Fund Balances		201,875.72	28,022.50	0.00	0.00	0.00	(88,059.20)	0.00	141,839.02
Fund Balance, July 1, 2013	2800	115,737.25	803,843.97				1,341,376.12		2,260,957.34
Adjustments to Fund Balances	2891								0.00
<i>Ending Fund Balance:</i>									
Nonspendable Fund Balance	2710						27,137.32		27,137.32
Restricted Fund Balance	2720	317,612.97	831,866.47				1,226,179.60		2,375,659.04
Committed Fund Balance	2730								0.00
Assigned Fund Balance	2740								0.00
Unassigned Fund Balance	2750								0.00
Fund Balance, June 30, 2014	2700	317,612.97	831,866.47	0.00	0.00	0.00	1,253,316.92	0.00	2,402,796.36

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended June 30, 2014

Exhibit K-7
DOE Page 14

REVENUES	Account Number	Capital Outlay Bond Issues (COBI) 310	Special Act Bonds 320	Section 1011.14 / 1011.15, F.S., Loans 330	Public Education Capital Outlay (PECO) 340	District Bonds 350	Capital Outlay and Debt Service Program 360	Nonvoted Cap. Improvement Section 1011.71(2), F.S. 370	Voted Capital Improvement 380	Other Capital Projects 390	ARRA Economic Stimulus Capital Projects 399	Totals
<i>Federal:</i>												
Miscellaneous Federal Direct	3199											0.00
Miscellaneous Federal Through State	3299											0.00
<i>State:</i>												
CO&DS Distributed	3321						91,878.49					91,878.49
Interest on Undistributed CO&DS	3325						3,956.04					3,956.04
Racing Commission Funds	3341											0.00
Public Education Capital Outlay (PECO)	3391											0.00
Classrooms First Program	3392											0.00
District Effort Recognition Program	3394											0.00
SMART Schools Small County Assistance Program	3395											0.00
Class Size Reduction Capital Outlay	3396											0.00
Charter School Capital Outlay Funding	3397									61,007.00		61,007.00
Other Miscellaneous State Revenues	3399									75,198.39		75,198.39
Total State Sources	3300	0.00	0.00	0.00	0.00	0.00	95,834.53	0.00	0.00	136,205.39	0.00	232,039.92
<i>Local:</i>												
District Local Capital Improvement Tax	3413							12,019,707.64				12,019,707.64
County Local Sales Tax	3418											0.00
School District Local Sales Tax	3419									7,264,332.64		7,264,332.64
Tax Redemptions	3421											0.00
Payment in Lieu of Taxes	3422											0.00
Excess Fees	3423											0.00
Interest on Investments	3431				30.18		125.44	21,354.46		51,457.14		72,967.22
Gain on Sale of Investments	3432											0.00
Net Increase (Decrease) in Fair Value of Investments	3433											0.00
Gifts, Grants and Bequests	3440											0.00
Other Miscellaneous Local Sources	3495									507,442.94		507,442.94
Impact Fees	3496											0.00
Total Local Sources	3400	0.00	0.00	0.00	30.18	0.00	125.44	12,041,062.10	0.00	7,823,232.72	0.00	19,864,450.44
Total Revenues	3000	0.00	0.00	0.00	30.18	0.00	95,959.97	12,041,062.10	0.00	7,959,438.11	0.00	20,096,490.36
EXPENDITURES												
<i>Capital Outlay (Function 7400)</i>												
Library Books	610											0.00
Audiovisual Materials	620											0.00
Buildings and Fixed Equipment	630							1,453,234.42		7,145,357.42		8,598,591.84
Furniture, Fixtures and Equipment	640							504,717.60		491,428.11		996,145.71
Motor Vehicles (Including Buses)	650											0.00
Land	660											0.00
Improvements Other Than Buildings	670							138,485.09		629,183.39		767,668.48
Remodeling and Renovations	680				50,245.27		88,083.19	964,875.37		3,847,612.82		4,950,816.65
Computer Software	690											0.00
<i>Debt Service (Function 9200)</i>												
Redemption of Principal	710											0.00
Interest	720											0.00
Dues and Fees	730											0.00
Miscellaneous	790											0.00
Total Expenditures		0.00	0.00	0.00	50,245.27	0.00	88,083.19	3,061,312.48	0.00	12,113,581.74	0.00	15,313,222.68
Excess (Deficiency) of Revenues Over Expenditures		0.00	0.00	0.00	(50,215.09)	0.00	7,876.78	8,979,749.62	0.00	(4,154,143.63)	0.00	4,783,267.68

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - CAPITAL PROJECTS FUNDS (Continued)
For the Fiscal Year Ended June 30, 2014

OTHER FINANCING SOURCES (USES) and CHANGES IN FUND BALANCE	Account Number	Capital Outlay Bond Issues (COBI) 310	Special Act Bonds 320	Section 1011.14 / 1011.15, F.S., Loans 330	Public Education Capital Outlay (PECO) 340	District Bonds 350	Capital Outlay and Debt Service Program 360	Nonvoted Cap. Improvement Section 1011.71(2), F.S. 370	Voted Capital Improvement 380	Other Capital Projects 390	ARRA Economic Stimulus Capital Projects 399	Totals
Issuance of Bonds	3710											0.00
Premium on Sale of Bonds	3791											0.00
Discount on Sale of Bonds (Function 9299)	891											0.00
Proceeds of Lease-Purchase Agreements	3750											0.00
Premium on Lease-Purchase Agreements	3793											0.00
Discount on Lease-Purchase Agreements (Function 9299)	893											0.00
Loans	3720											0.00
Sale of Capital Assets	3730											0.00
Loss Recoveries	3740											0.00
Proceeds of Forward Supply Contract	3760											0.00
Proceeds from Special Facility Construction Account	3770											0.00
Transfers In:												
From General Fund	3610											0.00
From Debt Service Funds	3620											0.00
From Special Revenue Funds	3640											0.00
Interfund	3650											0.00
From Permanent Funds	3660											0.00
From Internal Service Funds	3670											0.00
From Enterprise Funds	3690											0.00
Total Transfers In	3600	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers Out: (Function 9700)												
To General Fund	910							(3,564,806.80)		(727,684.10)		(4,292,490.90)
To Debt Service Funds	920							(3,566,549.95)				(3,566,549.95)
To Special Revenue Funds	940											0.00
Interfund	950											0.00
To Permanent Funds	960											0.00
To Internal Service Funds	970											0.00
To Enterprise Funds	990											0.00
Total Transfers Out	9700	0.00	0.00	0.00	0.00	0.00	0.00	(7,131,356.75)	0.00	(727,684.10)	0.00	(7,859,040.85)
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00	0.00	0.00	(7,131,356.75)	0.00	(727,684.10)	0.00	(7,859,040.85)
Net Change in Fund Balances		0.00	0.00	0.00	(50,215.09)	0.00	7,876.78	1,848,392.87	0.00	(4,881,827.73)	0.00	(3,075,773.17)
Fund Balance, July 1, 2013	2800				50,215.09		99,506.57	4,699,643.24		15,338,656.92		20,158,021.82
Adjustments to Fund Balances	2891											0.00
Ending Fund Balance:												
Nonspendable Fund Balance	2710											0.00
Restricted Fund Balance	2720						107,383.35	6,518,036.11		9,672,063.07		16,297,482.53
Committed Fund Balance	2730									784,766.12		784,766.12
Assigned Fund Balance	2740											0.00
Unassigned Fund Balance	2750											0.00
Fund Balance, June 30, 2014	2700	0.00	0.00	0.00	0.00	0.00	107,383.35	6,518,036.11	0.00	10,456,829.19	0.00	17,082,248.65

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
SCHOOL INTERNAL FUNDS

June 30, 2014

Exhibit K-11

DOE Page 19

Fund 891

ASSETS	Account Number	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
Cash	1110	2,971,051.00	8,411,134.53	8,040,826.64	3,341,358.89
Investments	1160	20,000.00			20,000.00
Accounts Receivable, Net	1130				0.00
Interest Receivable on Investments	1170				0.00
<i>Due From Other Funds:</i>					
Budgetary Funds	1141				0.00
Inventory	1150				0.00
Due From Other Agencies	1220				0.00
Total Assets		2,991,051.00	8,411,134.53	8,040,826.64	3,361,358.89
LIABILITIES					
Accrued Salaries and Benefits	2110				0.00
Payroll Deductions and Withholdings	2170	124,177.00	354,703.86	352,605.32	126,275.54
Accounts Payable	2120	265,139.00			265,139.00
Cash Overdraft	2125				0.00
Due to Budgetary Funds	2161		83,020.54		83,020.54
Internal Accounts Payable	2290	2,601,735.00	7,973,410.13	7,688,221.32	2,886,923.81
Total Liabilities		2,991,051.00	8,411,134.53	8,040,826.64	3,361,358.89

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF LONG-TERM LIABILITIES

June 30, 2014

	Account Number	Governmental Activities Total Balance June 30, 2014 [1]	Business-Type Activities Total Balance June 30, 2014 [1]	Total	Governmental Activities - Debt Principal Payments 2013- 14	Governmental Activities - Principal Due Within One Year 2014-15	Governmental Activities - Debt Interest Payments 2013-14	Governmental Activities - Interest Due Within One Year 2014-15
Notes Payable	2310			0.00				
Obligations Under Capital Leases	2315			0.00				
Bonds Payable								
SBE/COBI Bonds Payable	2321	3,945,350.00		3,945,350.00	635,000.00	620,000.00		
District Bonds Payable	2322	540,000.00		540,000.00	160,000.00	170,000.00		
Special Act Bonds Payable	2323			0.00				
Motor Vehicle License Revenue Bonds Payable	2324			0.00				
Sales Surtax Bonds Payable	2326			0.00				
Total Bonds Payable	2320	4,485,350.00	0.00	4,485,350.00	795,000.00	790,000.00	0.00	0.00
Liability for Compensated Absences	2330	19,505,299.11		19,505,299.11				
Lease-Purchase Agreements Payable								
Certificates of Participation (COPS) Payable	2341	38,482,384.00		38,482,384.00	1,795,000.00	1,865,000.00		
Qualified Zone Academy Bonds (QZAB) Payable	2342			0.00				
Qualified School Construction Bonds (QSCB) Payable	2343			0.00				
Build America Bonds (BAB) Payable	2344			0.00				
Other Lease-Purchase Agreements Payable	2349			0.00				
Total Lease-Purchase Agreements Payable	2340	38,482,384.00	0.00	38,482,384.00	1,795,000.00	1,865,000.00	0.00	0.00
Estimated Liability for Long-Term Claims	2350			0.00				
Other Post-Employment Benefits Liability	2360	3,759,120.00		3,759,120.00				
Estimated PECO Advance Payable	2370			0.00				
Other Long-Term Liabilities	2380			0.00				
Derivative Instrument	2390			0.00				
Total Long-Term Liabilities		66,232,153.11	0.00	66,232,153.11	2,590,000.00	2,655,000.00	0.00	0.00

[1] Report carrying amount of total liability due within one year and due after one year on June 30, 2014, including discounts and premiums.

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF CATEGORICAL PROGRAMS
REPORT OF EXPENDITURES AND AVAILABLE FUNDS
For the Fiscal Year Ended June 30, 2014

Exhibit K-13
DOE Page 21

CATEGORICAL PROGRAMS (Revenue Number) [Footnote]	Grant Number	Unexpended June 30, 2013	Returned To DOE	Revenues [1] 2013-14	Expenditures 2013-14	Flexibility [2] 2013-14	Unexpended June 30, 2014
Class Size Reduction Operating Funds (3355)	94740			26,689,360.00	26,627,710.31		61,649.69
Class Size Reduction Capital Outlay (3396)	91050						
Excellent Teaching Program (3363)	90570						
Florida School Recognition Funds (3361)	92040	65,208.52		1,463,055.00	1,460,984.49		67,279.03
Instructional Materials (FEFP Earmark) [3]	90880	982,668.74		2,004,819.00	2,288,677.77		698,809.97
Library Media (FEFP Earmark) [3]	90881	30,242.84		116,161.00	121,188.44		25,215.40
Preschool Projects (3372)	97950						
Public School Technology	90320						
Research-Based Reading Instruction (FEFP Earmark) [4]	90800	267,545.92		1,191,408.00	1,232,438.72		226,515.20
Safe Schools (FEFP Earmark) [5]	90803	138,264.55		389,260.00	343,017.03		184,507.52
Salary Bonus Outstanding Teachers in D and F Schools	94030						
Student Transportation (FEFP Earmark)	90830			5,860,470.00	5,860,470.00		
Supplemental Academic Instruction (FEFP Earmark) [4]	91280	176,299.59		7,646,439.00	7,591,526.75		231,211.84
Teacher Recruitment and Retention	93460						
Teacher Training	91290	3,860.13			1,496.27		2,363.86
Teachers Classroom Supply Assistance (FEFP Earmark)	97580			428,027.00	428,027.00		0.00
Voluntary Prekindergarten - School Year Program (3371)	96440	108,068.30		199,599.16	159,899.75		147,767.71
Voluntary Prekindergarten - Summer Program (3371)	96441	35,244.79		54,875.95	38,856.25		51,264.49

[1] Include both state and local revenue sources.

[2] Report the amount of funds transferred from each program to maintain board-specified academic classroom instruction.

[3] Report the Library Media portion of the Instructional Materials allocation on the line "Library Media."

[4] Expenditures for designated low-performing elementary schools, based on the state reading assessment, should be included in expenditures.

[5] Combine all programs funded from the Safe Schools allocation on one line, "Safe Schools."

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF SELECTED SUBOBJECT EXPENDITURES

For the Fiscal Year Ended June 30, 2014

Exhibit K-14

DOE Page 22

	Sub-Object	General Fund 100	Special Revenue Food Services 410	Special Revenue Other Federal Programs 420	Special Revenue Federal Economic Stimulus Programs 430	Total
ENERGY EXPENDITURES:						
Natural Gas	411	147,695.54	5,237.35			152,932.89
Bottled Gas	421	17,614.58	1,939.18			19,553.76
Electricity	430	4,753,479.62	386,705.22		3,290.00	5,143,474.84
Heating Oil	440					0.00
Total		4,918,789.74	393,881.75	0.00	3,290.00	5,315,961.49
ENERGY EXPENDITURES FOR STUDENT TRANSPORTATION:						
Compressed Natural Gas	412					0.00
Liquefied Petroleum Gas	422					0.00
Gasoline	450	65,083.01				65,083.01
Diesel Fuel	460	1,756,845.46				1,756,845.46
Oil and Grease	540					0.00
Total		1,821,928.47		0.00	0.00	1,821,928.47

	Sub-Object	General Fund 100	Special Revenue Other Federal Programs 420	Special Revenue Federal Economic Stimulus Programs 430	Capital Projects Funds 3XX	Total
EXPENDITURES FOR SCHOOL BUSES AND SCHOOL BUS REPLACEMENTS:						
Buses	651					0.00
EXPENDITURES FOR CAPITALIZED AV MATERIALS:						
Audiovisual Materials	621					0.00

	Sub-Object	General Fund 100	Special Revenue Food Services 410	Special Revenue Other Federal Programs 420	Special Revenue Federal Economic Stimulus Programs 430	Total
SUBAWARDS FOR INDIRECT COST RATE:						
Subawards Under Subagreements - First \$25,000	311	25,000.00	0.00	77,000.00	0.00	102,000.00
Subawards Under Subagreements - In Excess of \$25,000	312	34,972.50	0.00	474,055.84	0.00	509,028.34
Subawards Under Subagreements - First \$25,000	391					0.00
Subawards Under Subagreements - In Excess of \$25,000	392					0.00

	Sub-Object	Special Revenue Food Services 410
FOOD SERVICE SUPPLIES SUBOBJECT		
Supplies	510	7,090.78
Food	570	0.00
Commodities	580	0.00

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF SELECTED SUBOBJECT EXPENDITURES
For the Fiscal Year Ended June 30, 2014

Exhibit K-14
DOE Page 23

	Sub-Object	General Fund 100	Special Revenue Other Federal Programs 420	Special Revenue Federal Economic Stimulus Programs 430	Total
Teacher Salaries					
Basic Programs 101, 102 and 103 (Function 5100)	120	51,050,870.00	216,815.00	0.00	51,267,685.00
Basic Programs 101, 102 and 103 (Function 5100)	140				0.00
Basic Programs 101, 102 and 103 (Function 5100)	750	984,358.00	2,370.00	0.00	986,728.00
Total Basic Program Salaries		52,035,228.00	219,185.00	0.00	52,254,413.00
Other Programs 130 (ESOL) (Function 5100)	120	610,181.00	0.00	0.00	610,181.00
Other Programs 130 (ESOL) (Function 5100)	140				0.00
Other Programs 130 (ESOL) (Function 5100)	750	11,908.00	0.00	0.00	11,908.00
Total Other Program Salaries		622,089.00	0.00	0.00	622,089.00
ESE Programs 111, 112, 113, 254 and 255 (Function 5200)	120	16,297,157.00	25,672.00	0.00	16,322,829.00
ESE Programs 111, 112, 113, 254 and 255 (Function 5200)	140				0.00
ESE Programs 111, 112, 113, 254 and 255 (Function 5200)	750	85,861.00	163.00	0.00	86,024.00
Total ESE Program Salaries		16,383,018.00	25,835.00	0.00	16,408,853.00
Career Program 300 (Function 5300)	120	971,471.00	0.00	0.00	971,471.00
Career Program 300 (Function 5300)	140				0.00
Career Program 300 (Function 5300)	750	28,944.00	2,359.00	0.00	31,303.00
Total Career Program Salaries		1,000,415.00	2,359.00	0.00	1,002,774.00
TOTAL		70,040,750.00	247,379.00	0.00	70,288,129.00

	Sub-Object	General Fund 100	Special Revenue Other Federal Programs 420	Special Revenue Federal Economic Stimulus Programs 430	Total
Textbooks (used for classroom instruction)					
Textbooks (Function 5000)	520	2,339,593.73	103,077.02		2,442,670.75

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SPECIFIC ACADEMIC CLASSROOM INSTRUCTION AND OTHER DATA COLLECTION
For the Fiscal Year Ended June 30, 2014

CATEGORICAL FLEXIBLE SPENDING - GENERAL FUND EXPENDITURES	Account Number	Safe Schools	Student Transportation	Supplemental Academic Instruction	Research-Based Reading Instruction	Instructional Materials	Instructional Materials / Library Media	Totals
<i>Instruction:</i>								
Basic	5100							0.00
Exceptional	5200							0.00
Career Education	5300							0.00
Adult General	5400							0.00
Prekindergarten	5500							0.00
Other Instruction	5900							0.00
Total Flexible Spending Instructional Expenditures	5000	0.00	0.00	0.00	0.00	0.00	0.00	0.00

DISTRIBUTIONS TO CHARTER SCHOOLS (Charter school information is used in federal reporting)	Object Number	Amount
<i>Expenditures:</i>		
General Fund	390	1,249,290.35
Food Service Special Revenue Fund	390	
Other Federal Programs Special Revenue Fund	390	23,568.94
Federal Economic Stimulus Special Revenue Funds	390	
Total Charter School Distributions		1,272,859.29

LIFELONG LEARNING (Lifelong Learning expenditures are used in federal reporting)	Account Number	Amount
<i>Expenditures:</i>		
General Fund	5900	2,996,762.66
Other Federal Programs Special Revenue Fund	5900	161,842.20
Federal Economic Stimulus Special Revenue Funds	5900	
Total:	5900	3,158,604.86

MEDICAID EXPENDITURE REPORT (Medicaid expenditures are used in federal reporting)	Unexpended July 1, 2013	Earnings 2013-14	Expenditures 2013-14	Unexpended June 30, 2014
Earnings, Expenditures and Carryforward Amounts:	4,898.08	584,883.55	499,985.38	89,796.25

<i>Expenditure Program or Activity:</i>	
Exceptional Student Education	173,315.71
School Nurses and Health Care Services	
Occupational Therapy, Physical Therapy and Other Therapy Services	
ESE Professional and Technical Services	282,883.64
Gifted Student Education	
Staff Training and Curriculum Development	4,634.43
Medicaid Administration and Billing Services	38,914.11
Student Services	
Consultants	
Other	237.49
Total Expenditures	499,985.38

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
VOLUNTARY PREKINDERGARTEN (VPK) PROGRAM
For the Fiscal Year Ended June 30, 2014

Supplemental Schedule - Fund 100

VOLUNTARY PREKINDERGARTEN PROGRAM [1] GENERAL FUND EXPENDITURES		100	200	300	400	500	600	700	
	Account Number	Salaries	Employee Benefits	Purchased Services	Energy Services	Materials and Supplies	Capital Outlay	Other	Totals
<i>Current:</i>									
Prekindergarten	5500	76,147.41	20,837.34	95.60		7,582.52		1,726.41	106,389.28
Student Personnel Services	6100	10,291.51	2,358.52	354.96		342.61		99.73	13,447.33
Instructional Media Services	6200								0.00
Instruction and Curriculum Development Services	6300	3,008.63	578.68						3,587.31
Instructional Staff Training Services	6400								0.00
Instructional-Related Technology	6500								0.00
Board	7100								0.00
General Administration	7200								0.00
School Administration	7300	19,504.58	5,066.80			8.50		62.00	24,641.88
Facilities Acquisition and Construction	7410								0.00
Fiscal Services	7500								0.00
Food Services	7600								0.00
Central Services	7700								0.00
Student Transportation Services	7800								0.00
Operation of Plant	7900								0.00
Maintenance of Plant	8100								0.00
Administrative Technology Services	8200								0.00
Community Services	9100	43,157.53	3,560.47	2,271.99		1,476.83		223.38	50,690.20
<i>Capital Outlay:</i>									
Facilities Acquisition and Construction	7420								0.00
Other Capital Outlay	9300								0.00
<i>Debt Service: (Function 9200)</i>									
Redemption of Principal	710								0.00
Interest	720								0.00
Total Expenditures		152,109.66	32,401.81	2,722.55	0.00	9,410.46	0.00	2,111.52	198,756.00

[1] Include expenditures for the summer program (section 1002.61, F.S.) and the school-year program (section 1002.63, F.S.).

SCHEDULE 5
SUPPLEMENTARY SCHEDULE OF FEDERAL FINANCIAL
ASSISTANCE PROGRAM EXPENDITURES
For the Fiscal Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass - Through Grantor Number	Amount of Expenditures (1)	Amount Provided To Subrecipients
United States Department of Agriculture:				
Indirect:				
Child Nutrition Cluster:				
Florida Department of Education:				
School Breakfast Program	10.553	300	1,292,588.23	-
National School Lunch Program	10.555	321	4,582,557.73	-
Summer Food Service Program for Children	10.559	323	119,618.61	-
Florida Department of Agriculture and Consumer Services:				
National School Lunch Program	10.555 (2) (A)	300	510,134.14	-
Total Child Nutrition Cluster			6,504,898.71	-
Florida Department of Education:				
Team Nutrition Training Grants	10.574	301	2,837.01	-
Fresh Fruit and Vegetable Program	10.582	330, 331	6,811.23	-
Florida Department of Financial Services:				
Schools and Roads - Grants to States	10.665	none	2.25	-
Total United States Department of Agriculture			6,514,549.20	-
United States Department of Defense:				
Direct:				
Air Force Junior Reserve Officers Training Corps	12	N/A	51,028.11	-
Navy Junior Reserve Officers Training Corps	12	N/A	232,752.33	-
Total United States Department of Defense			283,780.44	-
United States Department of Labor:				
Indirect:				
Workforce Escarosa, Inc.:				
WIA Youth Activities	17.259	none	292,392.49	-
Total United States Department of Labor			292,392.49	-
United States Department of Education:				
Direct:				
Student Financial Assistance Cluster:				
Federal Supplemental Educational Opportunity Grants	84.007	N/A	5,703.00	-
Federal Work-Study Program	84.033	N/A	5,612.55	-
Federal Pell Grant Program	84.063	N/A	515,245.91	-
Total Student Financial Assistance Cluster			526,561.46	-
Impact Aid	84.041	N/A	581,403.01	-
Total Direct			1,107,964.47	-
Indirect:				
Special Education Cluster:				
Florida Department of Education:				
Special Education - Grants to States	84.027	262,263	5,153,579.44	-
Special Education - Preschool Grants	84.173	267	190,289.83	-
Washington County District School Board:				
Special Education - Grants to States	84.027	none	99.85	-
University of South Florida				
Special Education - Grants to States	84.027	none	5,480.77	-
Total Special Education Cluster			5,349,449.89	-
Florida Department of Education:				
Adult Education - Basic Grants to States	84.002	191, 193	241,868.83	-
Title I Grants to Local Educational Agencies	84.010	212, 223, 226, 228	3,414,581.95	23,568.94
Career and Technical Education - Basic Grants to States	84.048	161	161,738.23	-
Education for Homeless Children and Youth	84.196	127	102,968.17	-
English Language Acquisition Grants	84.365	102	33,094.86	-
Improving Teacher Quality State Grants	84.367	224	708,607.60	-
			4,662,859.64	23,568.94
State Fiscal Stabilization Fund:				
Florida Department of Education:				
ARRA - State Fiscal Stabilization Fund - Race to the Top Incentive Grants, Recovery Act	84.395	111, 311, 411	697,185.34	-
Total Indirect			10,709,494.87	23,568.94
Total United States Department of Education			11,817,459.34	23,568.94
United States Department of Health and Human Services:				
Indirect:				
University of South Florida				
Teenage Pregnancy Prevention Program	93.297	none	3,512.58	-
Direct:				
Head Start Cluster:				
Head Start	93.600 (3)	none	2,000,466.09	-
Total United States Department of Health and Human Services			2,003,978.67	-
Total Expenditures of Federal Awards			\$ 20,912,160.14	23,568.94

Notes: (1) Basis of Presentation - The Schedule of Expenditures of Federal Awards represents amounts expended from Federal Programs during the 2013-2014 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 general purpose financial statements have been reported.

(2) Noncash Assistance:

(A) Food Donation - Represents the amount of donated Food received during the fiscal year. Commodities are valued at fair value as determined at time of donation.

(3) Head Start - Expenditures include \$ 1,085,190.00 for grant number/program year 04CH0384/23 and \$ 915,276.09 for grant number/program year 04CH0384/24.

**FLORIDA DEPARTMENT OF EDUCATION
SUPERINTENDENT'S ANNUAL FINANCIAL REPORT (ESE 145)
DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
For the Fiscal Year Ended June 30, 2014**

Return completed form to: Florida Department of Education Office of Funding and Financial Reporting 325 W. Gaines St., Room 824 Tallahassee, Florida 32399-0400

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The Superintendent's Annual Financial Report (ESE 145) for the fiscal year ended June 30, 2014, was submitted in accordance with rule 6A-1.0071, F.A.C. (section 1001.51(12)(b), F.S.). This report was approved by the school board on September 11, 2014.

District Superintendent's Signature

Date

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Santa Rosa County District School Board has prepared the following discussion and analysis to provide an overview of the District's financial activities for the fiscal year ended June 30, 2014. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions and should be considered in conjunction with the District's financial statements and notes to financial statements found immediately following the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2013-14 fiscal year are as follows:

- As of June 30, 2014, assets exceed liabilities by \$240,394,507. In total, net position increased by \$3,560,767, which represents a 1.50 percent increase from the 2012-13 fiscal year.
- General revenues total \$209,414,856, or 93.38 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions total \$14,841,322, or 6.62 percent of all revenues.
- Expenses total \$220,695,412. Only \$14,841,322 of these expenses was offset by program specific charges, with the remainder paid from general revenues.
- At the end of the current fiscal year, the fund balance of the General Fund totals \$17,817,096, which is \$2,698,918 more than the prior fiscal year balance. The General Fund total assigned and unassigned fund balances was \$12,782,597, or approximately 7.21 percent of total General Fund revenues.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to financial statements. This report also includes supplementary information intended to furnish additional details to support the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements provide both short-term and long-term information about the District's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of activities that are designed to provide consolidated financial information about the governmental activities of the District presented on the accrual basis of accounting. The statement of net position provides information about the District's financial position, and its assets and liabilities using an economic resources measurement focus. The difference between the assets and liabilities, the net position, is a measure of the financial health of the District. The statement of activities presents information about the change in the District's net position, the results of operations, during the fiscal year. An increase or decrease in net position is an indication of whether the District's financial health is improving or deteriorating. This information should be evaluated in conjunction with other non-financial factors, such as changes in the District's property tax base, student enrollment, and the condition of the District's capital assets, including its school buildings and administrative facilities.

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

- Governmental activities – This represents most of the District's services, including its educational programs: basic, vocational, adult, and exceptional education. Support functions such as transportation and administration are also included. Local property taxes and the State's education finance program provide most of the resources that support these activities.
- Component units – The District presents three separate legal entities in this report. The Learning Academy, Inc., and Capstone Academy, LLC, are legally separate organizations and component units that are included

in this report because they meet the criteria for inclusion provided by generally accepted accounting principles. Financial information for these component units is reported separately from the financial information presented for the primary government.

The Santa Rosa School Board Leasing Corporation (Leasing Corporation), although also a legally separate entity, was formed to facilitate financing for the acquisition of facilities and equipment for the District. Due to the substantive economic relationship between the District and the Leasing Corporation, the Leasing Corporation has been included as an integral part of the primary government.

Fund Financial Statements

Fund financial statements are one of the components of the basic financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and prudent fiscal management. Certain funds are established by law while others are created by legal agreements, such as bond covenants. Fund financial statements provide more detailed information about the District's financial activities, focusing on its most significant or "major" funds rather than fund types. This is in contrast to the entitywide perspective contained in the government-wide statements. All of the District's funds may be classified within one of the broad categories discussed below.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing 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 governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances provide detailed information about the District's most significant funds. The District's major funds are the General Fund, the Special Revenue – Federal Economic Stimulus Fund, the Capital Projects – Local Capital Improvement Fund, and the Capital Projects – Other Fund. Data from the other governmental funds are combined into a single, aggregated presentation.

The District adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule has been provided for the General Fund and the Special Revenue – Federal Economic Stimulus Fund to demonstrate compliance with the budget.

Fiduciary Funds: Fiduciary funds are used to report assets held in a trustee or fiduciary capacity for the benefit of external parties, such as student activity funds. Fiduciary funds are not reflected in the government-wide statements because the resources are not available to support the District's own programs. In its fiduciary capacity, the District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes.

The District uses agency funds to account for the financial resources of the District's pre-tax flexible benefits plan and the school internal funds which are used to account for moneys collected at the various schools in connection with school, student athletic, class, and club activities.

Notes to Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position over time may serve as a useful indicator of a government's financial health. The following is a summary of the District's net position as of June 30, 2014, compared to net position as of June 30, 2013:

	Net Position, End of Year	
	Governmental Activities	
	6-30-14	6-30-13
Current and Other Assets	\$ 44,885,327	\$ 44,020,552
Capital Assets	267,320,373	265,283,217
Total Assets	312,205,700	309,303,769
Long-Term Liabilities	66,232,153	67,675,172
Other Liabilities	5,579,039	4,794,857
Total Liabilities	71,811,192	72,470,029
Net Position:		
Net Investment in Capital Assets	224,352,639	223,166,213
Restricted	22,361,728	21,718,594
Unrestricted Deficit	(6,319,859)	(8,051,067)
Total Net Position	\$ 240,394,507	\$ 236,833,740

The largest portion of the District's net position is investment in capital assets (e.g., land; buildings; furniture, fixtures, and equipment), less any related debt still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources used to repay the debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

The restricted portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

The key elements of the changes in the District's net position for the fiscal years ended June 30, 2014, and June 30, 2013, are as follows:

Operating Results for the Fiscal Year Ended			
		Governmental Activities	
		6-30-14	6-30-13
Program Revenues:			
Charges for Services	\$	6,959,779	\$ 6,867,891
Operating Grants and Contributions		6,942,851	6,280,455
Capital Grants and Contributions		938,692	946,651
General Revenues:			
Property Taxes, Levied for Operational Purposes		54,384,806	49,682,104
Property Taxes, Levied for Capital Projects		12,019,708	11,084,435
Local Sales Taxes		7,264,333	6,870,007
Grants and Contributions Not Restricted			
to Specific Programs		132,262,028	125,052,914
Unrestricted Investment Earnings		180,529	231,495
Miscellaneous		3,303,454	2,594,685
Special Item - Grant Reimbursement			
Total Revenues		224,256,179	209,610,637
Functions/Program Expenses:			
Instruction		118,632,602	111,710,705
Pupil Personnel Services		9,680,193	9,192,655
Instructional Media Services		2,333,660	2,456,306
Instruction and Curriculum Development Services		5,873,835	5,851,983
Instructional Staff Training Services		1,929,890	2,311,538
Instruction Related Technology		4,830,017	4,382,608
School Board		516,038	486,844
General Administration		1,268,382	1,094,374
School Administration		12,791,716	12,326,692
Facilities Acquisition and Construction		944,817	1,357,618
Fiscal Services		1,102,767	1,112,208
Food Services		11,327,061	11,255,482
Central Services		2,529,109	2,536,704
Pupil Transportation Services		12,411,052	12,533,415
Operation of Plant		12,341,729	12,601,240
Maintenance of Plant		8,322,830	7,390,923
Administrative Technology Services		1,680,731	1,665,019
Community Services		2,274,229	2,382,598
Interest on Long-Term Debt		2,222,634	2,231,393
Unallocated Depreciation Expense		7,682,120	7,277,080
Total Functions/Program Expenses		220,695,412	212,157,385
Change in Net Position		3,560,767	(2,546,748)
Net Position - Beginning		236,833,740	239,380,488
Net Postion - Ending	\$	240,394,507	\$ 236,833,740

Grants and contributions not restricted to specific programs represent 58.98 percent of total governmental revenues for the 2013-14 fiscal year. Grants and contributions not restricted to specific programs increased \$7,209,114 or 5.76 percent, primarily due to increases in Florida Education Finance Program (FEFP) funds. The FEFP formula utilizes student enrollment data, and is designed to maintain equity in funding across all Florida school districts, taking into consideration the District's funding ability based on the local property tax base.

Instruction expenses represent 53.75 percent of total governmental expenditures for the 2013-14 fiscal year.

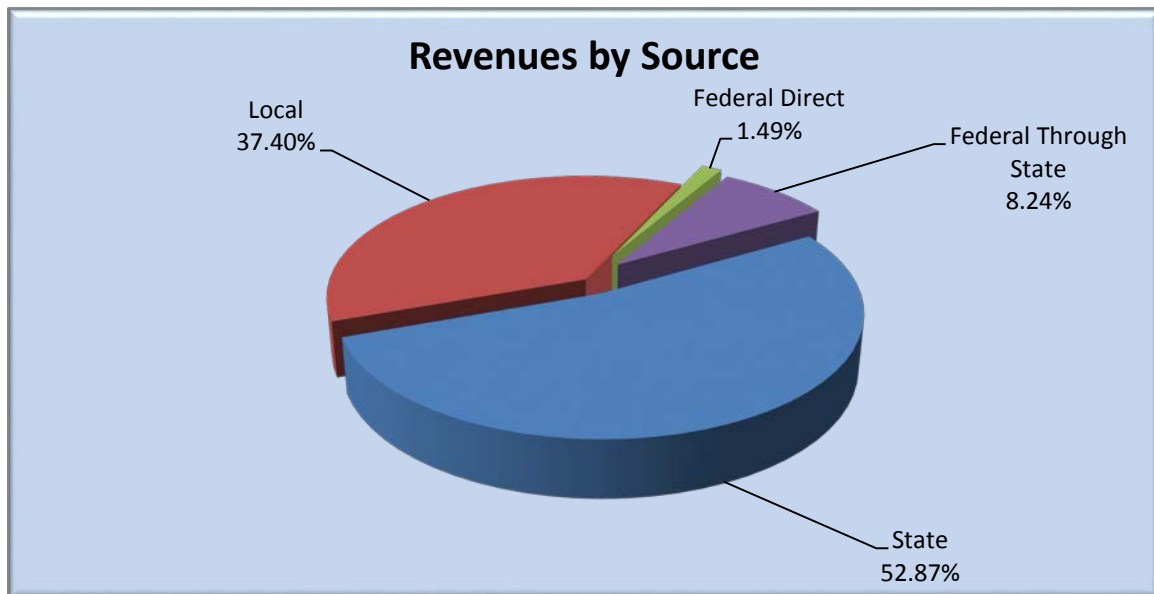
Instructional expenditures increased \$6,921,897, or 6.20 percent, primarily due to an increase in salary expenses, additional purchases of instructional materials, an increase in dual enrollment costs, and an increase in other purchased services.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Specifically, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance that has not been limited to a particular purpose by an external party, the District, or a group or individual delegated authority by the Board to assign resources for particular purposes. The total fund balances of governmental funds increased by \$80,592 during the fiscal year to \$39,306,287 at June 30, 2014. Approximately 29 percent of this amount is unassigned fund balance (\$11,344,611), which is available for spending at the District's discretion. The remainder of the fund balance is nonspendable, restricted, committed, or assigned to indicate that it is 1) not in spendable form (\$525,442), 2) restricted for particular purposes (\$23,451,320), 3) committed for particular purposes (\$2,546,928), or 4) assigned for particular purposes (\$1,437,985).

In the governmental funds, revenues by source for the 2013-14 fiscal year were as follows:



The largest revenue source is the State of Florida (52.87 percent). Revenues from State sources for current operations are primarily received through the FEFP funding formula. Other State revenues primarily fund specific projects. State revenues increased by \$9,625,823, or 8.85 percent, primarily due to increases in FEFP funding.

Major Governmental Funds

The General Fund is the District's chief operating fund. At the end of the current fiscal year, unassigned fund balance is \$11,344,611, while the total fund balance is \$17,817,096. As a measure of the General Fund's liquidity, it may be useful to compare the assigned and unassigned fund balance to General Fund total revenues. The total assigned and unassigned fund balance represents 7.21 percent of total General Fund revenues, while total fund balance represents approximately 10.05 percent of total General Fund revenues.

Total fund balance increased by \$2,698,918. Key factors impacting the change in fund balance are as follows:

- Increases in current year property tax collections.
- Collection of ad valorem taxes resulting from the settlement of a suit established thirteen years ago relative to beach taxes.

The Special Revenue – Federal Economic Stimulus Fund has total revenues and expenditures of \$697,185 each. The funding was primarily used for technology related expenses. Because grant revenues attributed to the grants accounted for in this fund are not recognized until expenditures are incurred, this fund generally does not accumulate a fund balance.

The Capital Projects – Local Capital Improvement Fund has a total fund balance of \$6,518,036, which is restricted for the acquisition, construction, and maintenance of capital assets. The fund balance increased by \$1,848,392, or 39.58 percent, during the 2013-14 fiscal year, primarily due to increases in

tax collections and decreases in expenditures. It should be noted that \$745,842 of fund balance has been encumbered for specific projects.

The Capital Projects – Other Fund has a total fund balance of \$10,456,829, of which \$9,672,063 is restricted for financial resources generated by various capital funding sources. The fund balance decreased by \$4,881,828, or 31.83 percent, during the 2013-14 fiscal year, primarily due to increases in expenditures. It should be noted that \$2,641,313 of fund balance has been encumbered for specific projects.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the 2013-14 fiscal year, the District amended its General Fund budget several times; however, final budgeted revenues and expenditures were in line with original budgeted amounts.

Actual revenues are in line with the final budgeted amounts, while actual expenditures are \$8,099,554 less than final budgeted amounts. The decrease in expenditures was primarily due to continued cost containment measures implemented by the District. The actual ending fund balance exceeded the estimated fund balance contained in the final amended budget by \$10,945,837. Along with the decrease in expenditures, the District received \$2.9 million of tax revenue that came in after year-end.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2014, is \$267,320,373 (net of accumulated depreciation). This investment in capital assets includes land; land improvements; construction in progress; improvements other than buildings; buildings and fixed equipment; furniture, fixtures, and equipment; motor vehicles; and audio visual materials and computer software.

Major capital asset events included the following:

- During the current fiscal year, the District completed multiple projects, including classroom additions, cafeteria expansions, ball field houses, and press box renovations.
- At June 30, 2014, construction in progress includes classroom additions, kitchen expansions/renovations, and chiller plant/HVAC renovations.

Additional information on the District's capital assets can be found in the notes I.F.4 and II.C to the financial statements.

Long-Term Debt

At June 30, 2014, the District has total long-term debt outstanding of \$42,967,734, comprised of \$4,485,350 of bonds payable and \$38,482,384 of certificates of participation payable. During the 2013-14 fiscal year, retirement of debt totaled \$2,652,374.

Additional information on the District's long-term debt can be found in the note II.H. to the financial statements.

OTHER MATTERS OF SIGNIFICANCE

The District has submitted the appropriate documents to the Office of Insurance Regulation seeking approval to offer self-funding health insurance beginning January 01, 2015. This move to self-insurance will potentially save the District over \$600,000 and allow the District to keep health insurance plans and premiums more stable.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of District's finances for all those with an interest in the District's finances. Questions concerning information provided in the MD&A or other required supplementary information, and financial statements and notes thereto, or requests for additional financial information should be addressed to the Assistant Superintendent for Finance, Santa Rosa County District School Board, 5086 Canal Street, Milton, Florida 32570. Information is also available on the web at <http://www.santarosa.k12.fl.us/finance>.

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF NET POSITION
June 30, 2014

		Primary Government			Component Units
ASSETS	Account Number	Governmental Activities	Business-type Activities	Total	Total Nonmajor Component Units
Current Assets					
Cash and Cash Equivalents	1110	39,094,215.30		39,094,215.30	184,564.71
Investments	1160	354,943.68		354,943.68	0.00
Taxes Receivable, Net	1120	26,069.41		26,069.41	0.00
Accounts Receivable, Net	1130	83,020.54		83,020.54	40,355.86
Interest Receivable on Investments	1170			0.00	0.00
Due from Reinsurer	1180			0.00	0.00
Deposits Receivable	1210			0.00	0.00
Due From Other Agencies	1220	5,064,621.02		5,064,621.02	5,897.00
Internal Balances				0.00	0.00
Inventory	1150	262,456.73		262,456.73	0.00
Prepaid Items	1230			0.00	10,121.00
Total Current Assets		44,885,326.68	0.00	44,885,326.68	240,938.57
Noncurrent Assets:					
Cash with Fiscal/Service Agents	1114			0.00	0.00
Other Post-Employment Benefits Asset	1410			0.00	0.00
Section 1011.13, F.S. Loan Proceeds	1420			0.00	0.00
Prepaid Insurance Costs	1430			0.00	0.00
Investments	1460			0.00	0.00
Total Noncurrent Assets		0.00	0.00	0.00	0.00
Capital Assets:					
Land	1310	7,317,359.70		7,317,359.70	185,000.00
Land Improvements - Nondepreciable	1315	4,604,748.91		4,604,748.91	0.00
Construction in Progress	1360	8,066,565.75		8,066,565.75	0.00
Improvements Other Than Buildings	1320	24,971,694.85		24,971,694.85	277,936.00
Less Accumulated Depreciation	1329	(14,792,861.91)		(14,792,861.91)	(221,612.00)
Buildings and Fixed Equipment	1330	343,274,520.72		343,274,520.72	1,100.00
Less Accumulated Depreciation	1339	(113,716,739.30)		(113,716,739.30)	(1,100.00)
Furniture, Fixtures and Equipment	1340	16,490,006.00		16,490,006.00	274,994.74
Less Accumulated Depreciation	1349	(10,171,335.81)		(10,171,335.81)	(142,533.53)
Motor Vehicles	1350	3,663,304.00		3,663,304.00	8,735.00
Less Accumulated Depreciation	1359	(3,266,958.29)		(3,266,958.29)	(8,735.00)
Property Under Capital Lease	1370			0.00	0.00
Less Accumulated Depreciation	1379			0.00	0.00
Audiovisual Materials	1381	5,865.00		5,865.00	0.00
Less Accumulated Depreciation	1388	(10,500.37)		(10,500.37)	0.00
Computer Software	1382	5,361,994.00		5,361,994.00	0.00
Less Accumulated Amortization	1389	(4,477,290.39)		(4,477,290.39)	0.00
Other Capital Assets, Net of Depreciation		247,331,698.50	0.00	247,331,698.50	188,785.21
Total Capital Assets		267,320,372.86	0.00	267,320,372.86	373,785.21
Total Assets		312,205,699.54	0.00	312,205,699.54	614,723.78
DEFERRED OUTFLOWS OF RESOURCES					
Accumulated Decrease in Fair Value of Hedging Derivatives	1910			0.00	0.00
Net Carrying Amount of Debt Refunding	1920			0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00
LIABILITIES					
Current Liabilities:					
Accrued Salaries and Benefits	2110	2,389,137.76		2,389,137.76	7,200.00
Payroll Deductions and Withholdings	2170	891,306.86		891,306.86	0.00
Accounts Payable	2120	1,533,741.06		1,533,741.06	7,930.72
Cash Overdraft	2125			0.00	0.00
Judgments Payable	2130			0.00	0.00
Construction Contracts Payable	2140			0.00	0.00
Construction Contracts Payable - Retained Percentage	2150	457,938.04		457,938.04	0.00
Sales Tax Payable	2260			0.00	0.00
Due to Fiscal Agent	2240			0.00	0.00
Accrued Interest Payable	2210			0.00	0.00
Deposits Payable	2220	116,354.13		116,354.13	0.00
Due to Other Agencies	2230	2,809.50		2,809.50	26,954.98
Current Notes Payable	2250			0.00	0.00
Advanced Revenues	2410			0.00	60,022.00
Estimated Unpaid Claims - Self-Insurance Program	2271	187,751.97		187,751.97	0.00
Estimated Liability for Claims Adjustment	2272			0.00	0.00
Estimated Liability for Arbitrage Rebate	2280			0.00	0.00
Total Current Liabilities		5,579,039.32	0.00	5,579,039.32	102,107.70
Long-Term Liabilities					
Portion Due Within One Year:					
Notes Payable	2310			0.00	0.00
Obligations Under Capital Leases	2315			0.00	11,155.00
Bonds Payable	2320	790,000.00		790,000.00	0.00
Liability for Compensated Absences	2330	6,141,964.68		6,141,964.68	0.00
Lease-Purchase Agreements Payable	2340	1,865,000.00		1,865,000.00	0.00
Estimated Liability for Long-Term Claims	2350			0.00	0.00
Other Post-Employment Benefits Liability	2360			0.00	0.00
Estimated PECO Advance Payable	2370			0.00	0.00
Other Long-Term Liabilities	2380			0.00	0.00
Derivative Instrument	2390			0.00	0.00
Estimated Liability for Arbitrage Rebate	2280			0.00	0.00
Due Within One Year		8,796,964.68	0.00	8,796,964.68	11,155.00
Portion Due After One Year:					
Notes Payable	2310			0.00	6,436.25
Obligations Under Capital Leases	2315			0.00	0.00
Bonds Payable	2320	3,695,350.00		3,695,350.00	0.00
Liability for Compensated Absences	2330	13,363,334.43		13,363,334.43	0.00
Lease-Purchase Agreements Payable	2340	36,617,384.00		36,617,384.00	0.00
Estimated Liability for Long-Term Claims	2350			0.00	0.00
Other Post-Employment Benefits Liability	2360	3,759,120.00		3,759,120.00	0.00
Estimated PECO Advance Payable	2370			0.00	0.00
Other Long-Term Liabilities	2380			0.00	0.00
Derivative Instrument	2390			0.00	0.00
Estimated Liability for Arbitrage Rebate	2280			0.00	0.00
Due in More than One Year		57,435,188.43	0.00	57,435,188.43	6,436.25
Total Long-Term Liabilities		66,232,153.11	0.00	66,232,153.11	17,591.25
Total Liabilities		71,811,192.43	0.00	71,811,192.43	119,698.95
DEFERRED INFLOWS OF RESOURCES					
Accumulated Increase in Fair Value of Hedging Derivatives	2610			0.00	0.00
Deficit Net Carrying Amount of Debt Refunding	2620			0.00	0.00
Deferred Revenue	2630			0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00	0.00	0.00
NET POSITION					
Net Investment in Capital Assets	2770	224,352,638.86		224,352,638.86	235,962.00
Restricted For:					
Categorical Carryover Programs	2780	3,161,176.40		3,161,176.40	0.00
Food Service	2780	2,004,146.13		2,004,146.13	0.00
Debt Service	2780	2,402,796.36		2,402,796.36	0.00
Capital Projects	2780	14,793,608.74		14,793,608.74	0.00
Other Purposes	2780			0.00	2,475.00
Unrestricted	2790	(6,319,859.38)		(6,319,859.38)	256,587.83
Total Net Position		240,394,507.11	0.00	240,394,507.11	495,024.83

The accompanying notes to financial statements are an integral part of this statement.
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DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2014

FUNCTIONS	Account Number	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
						Governmental Activities	Business-Type Activities	Total	
<i>Governmental Activities:</i>									
Instruction	5000	118,632,601.79	2,287,591.51			(116,345,010.28)		(116,345,010.28)	
Student Personnel Services	6100	9,680,193.34				(9,680,193.34)		(9,680,193.34)	
Instructional Media Services	6200	2,333,660.35				(2,333,660.35)		(2,333,660.35)	
Instruction and Curriculum Development Services	6300	5,873,835.02				(5,873,835.02)		(5,873,835.02)	
Instructional Staff Training Services	6400	1,929,889.68				(1,929,889.68)		(1,929,889.68)	
Instructional-Related Technology	6500	4,830,016.54				(4,830,016.54)		(4,830,016.54)	
Board	7100	516,038.32				(516,038.32)		(516,038.32)	
General Administration	7200	1,268,382.30				(1,268,382.30)		(1,268,382.30)	
School Administration	7300	12,791,715.91				(12,791,715.91)		(12,791,715.91)	
Facilities Acquisition and Construction	7400	944,816.62			938,692.08	(6,124.54)		(6,124.54)	
Fiscal Services	7500	1,102,767.21				(1,102,767.21)		(1,102,767.21)	
Food Services	7600	11,327,061.17	4,461,775.51	6,942,850.83		77,565.17		77,565.17	
Central Services	7700	2,529,109.35				(2,529,109.35)		(2,529,109.35)	
Student Transportation Services	7800	12,411,052.11	210,412.38			(12,200,639.73)		(12,200,639.73)	
Operation of Plant	7900	12,341,729.04				(12,341,729.04)		(12,341,729.04)	
Maintenance of Plant	8100	8,322,829.50				(8,322,829.50)		(8,322,829.50)	
Administrative Technology Services	8200	1,680,730.55				(1,680,730.55)		(1,680,730.55)	
Community Services	9100	2,274,228.81				(2,274,228.81)		(2,274,228.81)	
Interest on Long-Term Debt	9200	2,222,633.68				(2,222,633.68)		(2,222,633.68)	
Unallocated Depreciation/Amortization Expense*		7,682,120.34				(7,682,120.34)		(7,682,120.34)	
Total Governmental Activities		220,695,411.63	6,959,779.40	6,942,850.83	938,692.08	(205,854,089.32)		(205,854,089.32)	
<i>Business-type Activities:</i>									
Self-Insurance Consortium							0.00	0.00	
Daycare Operations							0.00	0.00	
Other Business-Type Activity							0.00	0.00	
Total Business-Type Activities		0.00	0.00	0.00	0.00		0.00	0.00	
Total Primary Government		220,695,411.63	6,959,779.40	6,942,850.83	938,692.08	(205,854,089.32)	0.00	(205,854,089.32)	
<i>Component Units:</i>									
Major Component Unit Major Component Unit Name		0.00	0.00	0.00	0.00				0.00
Major Component Unit Major Component Unit Name		0.00	0.00	0.00	0.00				0.00
Total Nonmajor Component Units		1,452,374.36	15,101.00	0.00	54,749.00				(1,382,524.36)
Total Component Units		1,452,374.36	15,101.00	0.00	54,749.00				(1,382,524.36)

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes
Property Taxes, Levied for Debt Service
Property Taxes, Levied for Capital Projects
Local Sales Taxes
Grants and Contributions Not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Special Items
Extraordinary Items
Transfers

Total General Revenues, Special Items, Extraordinary Items and Transfers

Change in Net Position

Net Position, July 1, 2013

Net Position, June 30, 2014

54,384,805.84		54,384,805.84	0.00
		0.00	0.00
12,019,707.64		12,019,707.64	0.00
7,264,332.64		7,264,332.64	0.00
132,262,027.60		132,262,027.60	1,470,604.51
180,528.64		180,528.64	0.00
3,303,454.07		3,303,454.07	38,679.00
		0.00	0.00
		0.00	0.00
		0.00	0.00
209,414,856.43	0.00	209,414,856.43	1,509,283.51
3,560,767.11	0.00	3,560,767.11	126,759.15
236,833,740.00		236,833,740.00	368,265.68
240,394,507.11	0.00	240,394,507.11	495,024.83

*This amount excludes the depreciation/amortization that is included in the direct expenses of the various functions.

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

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2014

	Account Number	General 100	Federal Economic Stimulus Programs 430	Nonvoted Capital Improvement Section 1011.71(2), F.S. 370	Other Capital Projects 390	Other Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
ASSETS							
Cash and Cash Equivalents	1110	18,225,662.33	(21,274.19)	6,151,883.63	11,059,583.80	3,678,359.73	39,094,215.30
Investments	1160	10,193.39	0.00	0.00	0.00	344,750.29	354,943.68
Taxes Receivable, Net	1120	21,309.73	0.00	4,759.68	0.00	0.00	26,069.41
Accounts Receivable, Net	1130	83,020.54	0.00	0.00	0.00	0.00	83,020.54
Interest Receivable on Investments	1170	0.00	0.00	0.00	0.00	0.00	0.00
Due From Reinsurer	1180	0.00	0.00	0.00	0.00	0.00	0.00
Deposits Receivable	1210	0.00	0.00	0.00	0.00	0.00	0.00
<i>Due From Other Funds:</i>							
Budgetary Funds	1141	0.00	0.00	0.00	0.00	0.00	0.00
Internal Funds	1142	0.00	0.00	0.00	0.00	0.00	0.00
Due From Other Agencies	1220	3,073,623.42	24,527.65	645,648.95	583,882.89	736,938.11	5,064,621.02
Inventory	1150	100,967.56	0.00	0.00	0.00	161,489.17	262,456.73
Prepaid Items	1230	0.00	0.00	0.00	0.00	0.00	0.00
<i>Restricted Assets</i>							
Cash with Fiscal/Service Agents	1114	0.00	0.00	0.00	0.00	0.00	0.00
Total Assets		21,514,776.97	3,253.46	6,802,292.26	11,643,466.69	4,921,537.30	44,885,326.68
DEFERRED OUTFLOWS OF RESOURCES							
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00	0.00	0.00	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00	0.00	0.00	0.00	0.00
Total Assets and Deferred Outflows of Resources		21,514,776.97	3,253.46	6,802,292.26	11,643,466.69	4,921,537.30	44,885,326.68
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accrued Salaries and Benefits	2110	2,211,050.05	1,972.86	0.00	0.00	176,114.85	2,389,137.76
Payroll Deductions and Withholdings	2170	818,488.41	1,280.60	0.00	0.00	71,537.85	891,306.86
Accounts Payable	2120	477,750.32	0.00	279,462.82	733,492.79	43,035.13	1,533,741.06
Cash Overdraft	2125	0.00	0.00	0.00	0.00	0.00	0.00
Judgments Payable	2130	0.00	0.00	0.00	0.00	0.00	0.00
Construction Contracts Payable	2140	0.00	0.00	0.00	0.00	0.00	0.00
Construction Contracts Payable - Retained Percentage	2150	0.00	0.00	4,793.33	453,144.71	0.00	457,938.04
Sales Tax Payable	2260	0.00	0.00	0.00	0.00	0.00	0.00
Matured Bonds Payable	2180	0.00	0.00	0.00	0.00	0.00	0.00
Matured Interest Payable	2190	0.00	0.00	0.00	0.00	0.00	0.00
Due to Fiscal Agent	2240	0.00	0.00	0.00	0.00	0.00	0.00
Accrued Interest Payable	2210	0.00	0.00	0.00	0.00	0.00	0.00
Deposits Payable	2220	187,751.97	0.00	0.00	0.00	116,354.13	304,106.10
Due to Other Agencies	2230	2,640.00	0.00	0.00	0.00	169.50	2,809.50
Current Notes Payable	2250	0.00	0.00	0.00	0.00	0.00	0.00
<i>Due to Other Funds:</i>							
Budgetary Funds	2161	0.00	0.00	0.00	0.00	0.00	0.00
Internal Funds	2162	0.00	0.00	0.00	0.00	0.00	0.00
<i>Advanced Revenues:</i>							
Unearned Revenue	2410	0.00	0.00	0.00	0.00	0.00	0.00
Unavailable Revenue	2410	0.00	0.00	0.00	0.00	0.00	0.00
Total Liabilities		3,697,680.75	3,253.46	284,256.15	1,186,637.50	407,211.46	5,579,039.32
DEFERRED INFLOWS OF RESOURCES							
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00	0.00	0.00	0.00	0.00
Deferred Revenue	2630	0.00	0.00	0.00	0.00	0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00	0.00	0.00	0.00	0.00
FUND BALANCES							
<i>Nonspendable:</i>							
Inventory	2711	100,967.56	0.00	0.00	0.00	387,143.99	488,111.55
Prepaid Amounts	2712	0.00	0.00	0.00	0.00	0.00	0.00
Permanent Fund Principal	2713	0.00	0.00	0.00	0.00	0.00	0.00
Other Not in Spendable Form	2719	10,193.39	0.00	0.00	0.00	27,137.32	37,330.71
Total Nonspendable Fund Balance	2710	111,160.95	0.00	0.00	0.00	414,281.31	525,442.26
<i>Restricted for:</i>							
Economic Stabilization	2721	0.00	0.00	0.00	0.00	0.00	0.00
Federal Required Carryover Programs	2722	0.00	0.00	0.00	0.00	0.00	0.00
State Required Carryover Programs	2723	3,161,176.40	0.00	0.00	0.00	0.00	3,161,176.40
Local Sales Tax and Other Tax Levy	2724	0.00	0.00	0.00	0.00	0.00	0.00
Debt Service	2725	0.00	0.00	0.00	0.00	2,375,659.04	2,375,659.04
Capital Projects	2726	0.00	0.00	6,518,036.11	9,672,063.07	107,383.35	16,297,482.53
Restricted for Special Revenue	2729	0.00	0.00	0.00	0.00	1,617,002.14	1,617,002.14
Restricted for	2729	0.00	0.00	0.00	0.00	0.00	0.00
Total Restricted Fund Balance	2720	3,161,176.40	0.00	6,518,036.11	9,672,063.07	4,100,044.53	23,451,320.11
<i>Committed to:</i>							
Economic Stabilization	2731	0.00	0.00	0.00	0.00	0.00	0.00
Contractual Agreements	2732	0.00	0.00	0.00	784,766.12	0.00	784,766.12
Committed for School Based Budgets	2739	162,030.96	0.00	0.00	0.00	0.00	162,030.96
Committed for Board Approved Carryover	2739	1,600,131.21	0.00	0.00	0.00	0.00	1,600,131.21
Total Committed Fund Balance	2730	1,762,162.17	0.00	0.00	784,766.12	0.00	2,546,928.29
<i>Assigned to:</i>							
Special Revenue	2741	0.00	0.00	0.00	0.00	0.00	0.00
Debt Service	2742	0.00	0.00	0.00	0.00	0.00	0.00
Capital Projects	2743	0.00	0.00	0.00	0.00	0.00	0.00
Permanent Fund	2744	0.00	0.00	0.00	0.00	0.00	0.00
Assigned for Office & Fee Based Budgets	2749	1,437,985.48	0.00	0.00	0.00	0.00	1,437,985.48
Assigned for	2749	0.00	0.00	0.00	0.00	0.00	0.00
Total Assigned Fund Balance	2740	1,437,985.48	0.00	0.00	0.00	0.00	1,437,985.48
Total Unassigned Fund Balance	2750	11,344,611.22	0.00	0.00	0.00	0.00	11,344,611.22
Total Fund Balances	2700	17,817,096.22	0.00	6,518,036.11	10,456,829.19	4,514,325.84	39,306,287.36
Total Liabilities, Deferred Inflows of Resources and Fund Balances		21,514,776.97	3,253.46	6,802,292.26	11,643,466.69	4,921,537.30	44,885,326.68

The accompanying notes to financial statements are an integral part of this statement.
ESE 145

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
For the Fiscal Year Ended June 30, 2014

Total Fund Balances - Governmental Funds \$ 39,306,287.36

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. \$ 267,320,372.86

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. \$ -

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. \$ -

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. \$ (66,232,153.11)

Total Net Position - Governmental Activities \$ 240,394,507.11

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

ESE 145

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2014

Exhibit C-3
Page 6

	Account Number	General 100	Federal Economic Stimulus Programs 430	Nonvoted Capital Improvement Section 1011.71(2), F.S. 370	Other Capital Projects 390	Other Governmental Funds	Total Governmental Funds
REVENUES							
Federal Direct	3100	581,403.01	0.00	0.00	0.00	2,751,375.82	3,332,778.83
Federal Through State and Local	3200	614,463.07	697,185.34	0.00	0.00	17,139,421.43	18,451,069.84
State Sources	3300	116,940,118.80	0.00	0.00	136,205.39	1,259,595.58	118,335,919.77
<i>Local Sources:</i>							
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423	54,408,607.91	0.00	0.00	0.00	0.00	54,408,607.91
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423	0.00	0.00	0.00	0.00	0.00	0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423	0.00	0.00	12,019,707.64	0.00	0.00	12,019,707.64
Local Sales Taxes	3418, 3419	0.00	0.00	0.00	7,264,332.64	0.00	7,264,332.64
Charges for Service - Food Service	345X	0.00	0.00	0.00	0.00	4,461,775.51	4,461,775.51
Impact Fees	3496	0.00	0.00	0.00	0.00	0.00	0.00
Other Local Revenue		4,827,275.93	0.00	21,354.46	558,900.08	162,238.60	5,569,769.07
Total Local Sources	3400	59,235,883.84	0.00	12,041,062.10	7,823,232.72	4,624,014.11	83,724,192.77
Total Revenues		177,371,868.72	697,185.34	12,041,062.10	7,959,438.11	25,774,406.94	223,843,961.21
EXPENDITURES							
<i>Current:</i>							
Instruction	5000	111,147,792.29	118,441.87	0.00	0.00	6,077,612.14	117,343,846.30
Student Personnel Services	6100	7,598,891.63	0.00	0.00	0.00	2,005,548.36	9,604,439.99
Instructional Media Services	6200	2,329,083.04	0.00	0.00	0.00	10,726.74	2,339,809.78
Instruction and Curriculum Development Services	6300	2,909,800.13	192,703.58	0.00	0.00	2,745,096.08	5,847,599.79
Instructional Staff Training Services	6400	719,592.17	266,145.68	0.00	0.00	928,788.37	1,914,526.22
Instructional-Related Technology	6500	4,063,310.44	0.00	0.00	0.00	120,296.78	4,183,607.22
Board	7100	515,722.91	0.00	0.00	0.00	0.00	515,722.91
General Administration	7200	657,777.54	28,178.81	0.00	0.00	564,693.64	1,250,649.99
School Administration	7300	12,518,201.74	0.00	0.00	0.00	185,851.57	12,704,053.31
Facilities Acquisition and Construction	7410	17,029.56	0.00	532,359.11	0.00	0.00	549,388.67
Fiscal Services	7500	1,096,570.45	0.00	0.00	0.00	0.00	1,096,570.45
Food Services	7600	0.00	0.00	0.00	0.00	11,217,544.01	11,217,544.01
Central Services	7700	2,337,076.00	76,049.40	0.00	0.00	14,989.67	2,428,115.07
Student Transportation Services	7800	12,412,917.05	0.00	0.00	0.00	11,824.74	12,424,741.79
Operation of Plant	7900	12,273,347.28	3,290.00	0.00	0.00	41,821.46	12,318,458.74
Maintenance of Plant	8100	3,774,631.93	0.00	196,469.95	2,083,235.51	89,965.62	6,144,303.01
Administrative Technology Services	8200	1,599,108.09	0.00	0.00	0.00	0.00	1,599,108.09
Community Services	9100	1,687,319.28	0.00	0.00	0.00	596,068.02	2,283,387.30
<i>Debt Service: (Function 9200)</i>							
Retirement of Principal	710	0.00	0.00	0.00	0.00	2,590,000.00	2,590,000.00
Interest	720	0.00	0.00	0.00	0.00	2,099,459.15	2,099,459.15
Dues and Fees	730	0.00	0.00	0.00	0.00	22,402.66	22,402.66
Miscellaneous	790	0.00	0.00	0.00	0.00	0.00	0.00
<i>Capital Outlay:</i>							
Facilities Acquisition and Construction	7420	45,737.39	0.00	2,263,090.03	9,742,131.45	50,027.84	12,100,986.71
Other Capital Outlay	9300	953,652.17	12,376.00	69,393.39	288,214.78	119,154.00	1,442,790.34
Total Expenditures		178,657,561.09	697,185.34	3,061,312.48	12,113,581.74	29,491,870.85	224,021,511.50
Excess (Deficiency) of Revenues Over (Under) Expenditures		(1,285,692.37)	0.00	8,979,749.62	(4,154,143.63)	(3,717,463.91)	(177,550.29)
OTHER FINANCING SOURCES (USES)							
Issuance of Bonds	3710	0.00	0.00	0.00	0.00	0.00	0.00
Premium on Sale of Bonds	3791	0.00	0.00	0.00	0.00	0.00	0.00
Discount on Sale of Bonds	891	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds of Lease-Purchase Agreements	3750	0.00	0.00	0.00	0.00	0.00	0.00
Premium on Lease-Purchase Agreements	3793	0.00	0.00	0.00	0.00	0.00	0.00
Discount on Lease-Purchase Agreements	893	0.00	0.00	0.00	0.00	0.00	0.00
Loans	3720	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Capital Assets	3730	0.00	0.00	0.00	0.00	0.00	0.00
Loss Recoveries	3740	30,844.46	0.00	0.00	0.00	0.00	30,844.46
Proceeds of Forward Supply Contract	3760	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds from Special Facility Construction Account	3770	0.00	0.00	0.00	0.00	0.00	0.00
Face Value of Refunding Bonds	3715	0.00	0.00	0.00	0.00	319,000.00	319,000.00
Premium on Refunding Bonds	3792	0.00	0.00	0.00	0.00	50,070.70	50,070.70
Discount on Refunding Bonds	892	0.00	0.00	0.00	0.00	0.00	0.00
Refunding Lease-Purchase Agreements	3755	0.00	0.00	0.00	0.00	0.00	0.00
Premium on Refunding Lease-Purchase Agreements	3794	0.00	0.00	0.00	0.00	0.00	0.00
Discount on Refunding Lease-Purchase Agreements	894	0.00	0.00	0.00	0.00	0.00	0.00
Payments to Refunding Escrow Agent (Function 9299)	760	0.00	0.00	0.00	0.00	(141,771.87)	(141,771.87)
Transfers In	3600	4,292,490.90	0.00	0.00	0.00	3,905,274.95	8,197,765.85
Transfers Out	9700	(338,725.00)	0.00	(7,131,356.75)	(727,684.10)	0.00	(8,197,765.85)
Total Other Financing Sources (Uses)		3,984,610.36	0.00	(7,131,356.75)	(727,684.10)	4,132,573.78	258,143.29
SPECIAL ITEMS							
		0.00	0.00	0.00	0.00	0.00	0.00
EXTRAORDINARY ITEMS							
		0.00	0.00	0.00	0.00	0.00	0.00
Net Change in Fund Balances		2,698,917.99	0.00	1,848,392.87	(4,881,827.73)	415,109.87	80,593.00
Fund Balance, July 1, 2013	2800	15,118,178.23	0.00	4,669,643.24	15,338,656.92	4,099,215.97	39,225,694.36
Adjustment to Fund Balances	2891	0.00	0.00	0.00	0.00	0.00	0.00
Fund Balance, June 30, 2014	2700	17,817,096.22	0.00	6,518,036.11	10,456,829.19	4,514,325.84	39,306,287.36

The accompanying notes to financial statements are an integral part of this statement.
ESE 145

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2014

Net Change in Fund Balances - Governmental Funds	\$ 80,593.00
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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 a depreciation expense. This is the amount of depreciation expense in excess of capital outlays in the current period.	\$ 3,242,179.94
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The statement of activities reflects only the gain/loss on the sale of assets, whereas the governmental funds include all proceeds from these sales. Thus, the change in net position differs from the change in fund balances by the cost of assets sold.	\$ (1,160,943.32)
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Revenues reported in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	\$ (44,080.81)
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which repayments exceeded proceeds in the current period.	\$ 2,590,000.00
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Correct bonds payable amount on books.	\$ 170,287.77
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Premiums on debt are reported in the governmental funds in the year the debt is issued, but are capitalized and amortized over the life of the debt in the statement of activities. Previously unrecorded premiums and premium amortizations were corrected.	\$ (116,985.40)
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Expenses in the statement of activities that do not require the use of current financial resources are not reported in the governmental funds.	\$ (787,837.07)
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Other postemployment benefits costs are recorded in the statement of activities under the full accrual basis of accounting, but are not recorded in the governmental funds until paid. This is the net increase in the other postemployment benefits liability.	\$ (412,447.00)
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Change in Net Position of Governmental Activities	<u><u>\$ 3,560,767.11</u></u>
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The accompanying notes to financial statements are an integral part of this statement.
ESE 145

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2014

	Account Number	Total Agency Funds 89X
ASSETS		
Cash and Cash Equivalents	1110	3,341,358.89
Investments	1160	20,000.00
Accounts Receivable, Net	1130	0.00
Interest Receivable on Investments	1170	0.00
Due From Budgetary Funds	1141	0.00
Inventory	1150	0.00
Due From Other Agencies	1220	0.00
Total Assets		3,361,358.89
DEFERRED OUTFLOWS OF RESOURCES		
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	
Total Deferred Outflows of Resources		
LIABILITIES		
Accrued Salaries and Benefits	2110	0.00
Payroll Deductions and Withholdings	2170	126,275.54
Accounts Payable	2120	265,139.00
Cash Overdraft	2125	0.00
Due to Other Agencies	2230	
Due to Budgetary Funds	2161	83,020.54
Internal Accounts Payable	2290	2,886,923.81
Total Liabilities		3,361,358.89
DEFERRED INFLOWS OF RESOURCES		
Accumulated Increase in Fair Value of Hedging Derivatives	2610	
Total Deferred Inflows of Resources		
NET POSITION		
Held in Trust for Pension Benefits		
Held in Trust for Scholarships and Other Purposes		
Total Net Position		

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

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF NET POSITION
MAJOR AND NONMAJOR COMPONENT UNITS
June 30, 2014

	Account Number	Total Nonmajor Component Units	Total Component Units
ASSETS			
<i>Current Assets:</i>			
Cash and Cash Equivalents	1110	184,564.71	184,564.71
Investments	1160	0.00	0.00
Taxes Receivable, Net	1120	0.00	0.00
Accounts Receivable, Net	1130	40,355.86	40,355.86
Interest Receivable on Investments	1170	0.00	0.00
Due from Reinsurer	1180	0.00	0.00
Deposits Receivable	1210	0.00	0.00
Due from Other Agencies	1220	5,897.00	5,897.00
Internal Balances		0.00	0.00
Inventory	1150	0.00	0.00
Prepaid Items	1230	10,121.00	10,121.00
Total Current Assets		240,938.57	240,938.57
<i>Noncurrent Assets:</i>			
Cash with Fiscal/Service Agents	1114	0.00	0.00
Other Post-Employment Benefits Asset	1410	0.00	0.00
Section 1011.13, F.S. Loan Proceeds	1420	0.00	0.00
Prepaid Insurance Costs	1430	0.00	0.00
Investments	1460	0.00	0.00
Total Noncurrent Assets		0.00	0.00
<i>Capital Assets:</i>			
Land	1310	185,000.00	185,000.00
Land Improvements - Nondepreciable	1315	0.00	0.00
Construction in Progress	1360	0.00	0.00
Improvements Other Than Buildings	1320	277,936.00	277,936.00
Less Accumulated Depreciation	1329	(221,612.00)	(221,612.00)
Buildings and Fixed Equipment	1330	1,100.00	1,100.00
Less Accumulated Depreciation	1339	(1,100.00)	(1,100.00)
Furniture, Fixtures and Equipment	1340	274,994.74	274,994.74
Less Accumulated Depreciation	1349	(142,533.53)	(142,533.53)
Motor Vehicles	1350	8,735.00	8,735.00
Less Accumulated Depreciation	1359	(8,735.00)	(8,735.00)
Property Under Capital Lease	1370	0.00	0.00
Less Accumulated Depreciation	1379	0.00	0.00
Audiovisual Materials	1381	0.00	0.00
Less Accumulated Depreciation	1388	0.00	0.00
Computer Software	1382	0.00	0.00
Less Accumulated Amortization	1389	0.00	0.00
Other Capital Assets, Net of Depreciation		188,785.21	188,785.21
Total Capital Assets		373,785.21	373,785.21
Total Assets		614,723.78	614,723.78
DEFERRED OUTFLOWS OF RESOURCES			
Accumulated Decrease in Fair Value of Hedging Derivatives	1910	0.00	0.00
Net Carrying Amount of Debt Refunding	1920	0.00	0.00
Total Deferred Outflows of Resources		0.00	0.00
LIABILITIES			
<i>Current Liabilities:</i>			
Accrued Salaries and Benefits	2110	7,200.00	7,200.00
Payroll Deductions and Withholdings	2170	0.00	0.00
Accounts Payable	2120	7,930.72	7,930.72
Cash Overdraft	2125	0.00	0.00
Judgments Payable	2130	0.00	0.00
Construction Contracts Payable	2140	0.00	0.00
Construction Contracts Payable - Retained Percentage	2150	0.00	0.00
Sales Tax Payable	2260	0.00	0.00
Due to Fiscal Agent	2240	0.00	0.00
Accrued Interest Payable	2210	0.00	0.00
Deposits Payable	2220	0.00	0.00
Due to Other Agencies	2230	26,954.98	26,954.98
Current Notes Payable	2250	0.00	0.00
Advanced Revenues	2410	60,022.00	60,022.00
Estimated Unpaid Claims - Self-Insurance Program	2271	0.00	0.00
Estimated Liability for Claims Adjustment	2272	0.00	0.00
Estimated Liability for Arbitrage Rebate	2280	0.00	0.00
Total Current Liabilities		102,107.70	102,107.70
<i>Long-Term Liabilities</i>			
<i>Portion Due Within One Year:</i>			
Notes Payable	2310	0.00	0.00
Obligations Under Capital Leases	2315	11,155.00	11,155.00
Bonds Payable	2320	0.00	0.00
Liability for Compensated Absences	2330	0.00	0.00
Lease-Purchase Agreements Payable	2340	0.00	0.00
Estimated Liability for Long-Term Claims	2350	0.00	0.00
Other Post-Employment Benefits Liability	2360	0.00	0.00
Estimated PECO Advance Payable	2370	0.00	0.00
Other Long-Term Liabilities	2380	0.00	0.00
Derivative Instrument	2390	0.00	0.00
Estimated Liability for Arbitrage Rebate	2280	0.00	0.00
Due within One Year		11,155.00	11,155.00
<i>Portion Due After One Year:</i>			
Notes Payable	2310	6,436.25	6,436.25
Obligations Under Capital Leases	2315	0.00	0.00
Bonds Payable	2320	0.00	0.00
Liability for Compensated Absences	2330	0.00	0.00
Lease-Purchase Agreements Payable	2340	0.00	0.00
Estimated Liability for Long-Term Claims	2350	0.00	0.00
Other Post-Employment Benefits Liability	2360	0.00	0.00
Estimated PECO Advance Payable	2370	0.00	0.00
Other Long-Term Liabilities	2380	0.00	0.00
Derivative Instrument	2390	0.00	0.00
Estimated Liability for Arbitrage Rebate	2280	0.00	0.00
Due in More than One Year		6,436.25	6,436.25
Total Long-Term Liabilities		17,591.25	17,591.25
Total Liabilities		119,698.95	119,698.95
DEFERRED INFLOWS OF RESOURCES			
Accumulated Increase in Fair Value of Hedging Derivatives	2610	0.00	0.00
Deficit Net Carrying Amount of Debt Refunding	2620	0.00	0.00
Deferred Revenue	2630	0.00	0.00
Total Deferred Inflows of Resources		0.00	0.00
NET POSITION			
Net Investment in Capital Assets	2770	235,962.00	235,962.00
<i>Restricted For:</i>			
Categorical Carryover Programs	2780	0.00	0.00
Food Service	2780	0.00	0.00
Debt Service	2780	0.00	0.00
Capital Projects	2780	0.00	0.00
Other Purposes	2780	2,475.00	2,475.00
Unrestricted	2790	256,587.83	256,587.83
Total Net Position		495,024.83	495,024.83

The accompanying notes to financial statements are an integral part of this statement.
ESE 145

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
COMBINING STATEMENT OF ACTIVITIES (CONTINUED)
MAJOR AND NONMAJOR COMPONENT UNITS
TOTAL NONMAJOR COMPONENT UNITS
For the Fiscal Year Ended June 30, 2014

FUNCTIONS	Account Number	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Component Units Activities
<i>Component Unit Activities:</i>						
Instruction	5000	779,170.64	15,101.00	0.00	0.00	(764,069.64)
Student Personnel Services	6100	0.00	0.00	0.00	0.00	0.00
Instructional Media Services	6200	0.00	0.00	0.00	0.00	0.00
Instruction and Curriculum Development Services	6300	15,000.00	0.00	0.00	0.00	(15,000.00)
Instructional Staff Training Services	6400	10,898.00	0.00	0.00	0.00	(10,898.00)
Instructional-Related Technology	6500	0.00	0.00	0.00	0.00	0.00
Board	7100	5,843.00	0.00	0.00	0.00	(5,843.00)
General Administration	7200	10,904.00	0.00	0.00	0.00	(10,904.00)
School Administration	7300	257,027.57	0.00	0.00	0.00	(257,027.57)
Facilities Acquisition and Construction	7400	0.00	0.00	0.00	0.00	0.00
Fiscal Services	7500	65,798.49	0.00	0.00	0.00	(65,798.49)
Food Services	7600	2,253.70	0.00	0.00	0.00	(2,253.70)
Central Services	7700	51,975.25	0.00	0.00	0.00	(51,975.25)
Student Transportation Services	7800	74,440.20	0.00	0.00	0.00	(74,440.20)
Operation of Plant	7900	136,276.04	0.00	0.00	54,749.00	(81,527.04)
Maintenance of Plant	8100	131.82	0.00	0.00	0.00	(131.82)
Administrative Technology Services	8200	14,449.00	0.00	0.00	0.00	(14,449.00)
Community Services	9100	0.00	0.00	0.00	0.00	0.00
Interest on Long-Term Debt	9200	2,704.00	0.00	0.00	0.00	(2,704.00)
Unallocated Depreciation/Amortization Expense*		25,502.65				(25,502.65)
Total Component Unit Activities		1,452,374.36	15,101.00	0.00	54,749.00	(1,382,524.36)

General Revenues:

Taxes:

Property Taxes, Levied for Operational Purposes	0.00
Property Taxes, Levied for Debt Service	0.00
Property Taxes, Levied for Capital Projects	0.00
Local Sales Taxes	0.00
Grants and Contributions Not Restricted to Specific Programs	1,470,604.51
Investment Earnings	0.00
Miscellaneous	38,679.00
Special Items	0.00
Extraordinary Items	0.00
Transfers	0.00
Total General Revenues, Special Items, Extraordinary Items and Transfers	1,509,283.51
Change in Net Position	126,759.15
Net Position, July 1, 2013	368,265.68
Net Position, June 30, 2014	495,024.83

*This amount excludes the depreciation/amortization that is included in the direct expenses of the various functions.

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from certain legally separated component units for which the primary government is financially accountable.

The statement of activities presents a comparison between direct expenses and program revenues for each function or program of the Santa Rosa County School District's (District) 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. Depreciation expense that is clearly identifiable to a function is allocated to the function and the remaining depreciation expense is reported as unallocated.

B. Reporting Entity

The Santa Rosa County District School Board (Board) has direct responsibility for operation, control, and supervision of District schools and is considered a primary government for financial reporting. The District is considered part of the Florida system of public education, operates under the general direction of the Florida Department of Education, and is governed by State law and State Board of Education (SBE) rules. The governing body of the District is the Board, which is composed of five elected members. The elected Superintendent of Schools is the executive officer of the Board. Geographic boundaries of the District correspond with those of Santa Rosa County.

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

Blended Component Unit. A blended component unit, is in substance, part of the primary District's operations, even though it is a legally separate entity. Thus, a blended component unit is appropriately presented as a fund of the District. The Santa Rosa School Board Leasing Corporation (Leasing Corporation) was formed to facilitate financing for the acquisition of facilities and equipment as further discussed in note II.H. Due to the substantive economic relationship between the District and the Leasing Corporation, the financial activities of the

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Leasing Corporation are included in the accompanying basic financial statements. Separate financial statements for the Leasing Corporation are not published.

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

The Learning Academy, Inc., and Capstone Academy, LLC, (charter schools) are not-for-profit corporations organized pursuant to Chapter 617, Florida Statutes, the Florida Not For Profit Corporation Act, and Section 1002.33, Florida Statutes. The charter schools operate under a charter approved by their sponsor, the Santa Rosa County District School Board. The charter schools are considered to be component units of the District because the District is financially accountable for the charter schools as the District established the charter schools by approval of the charter, which is tantamount to the initial appointment of the charter schools, and there is the potential for the charter schools to provide specific financial burdens on the District. In addition, pursuant to the Florida Constitution, the charter schools are public schools and the District is responsible for the operation, control, and supervision of public schools within the District.

The financial data reported on the accompanying statements was derived from the Charter Schools' audited financial statements for the fiscal year ended June 30, 2014. The audit reports are filed in the District's administrative offices.

C. Basis of Presentation: Government-wide Financial Statements

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

The effects of interfund activity have been eliminated from the government-wide financial statements.

D. Basis of Presentation: Fund Financial Statements

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

The District reports the following major governmental funds:

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

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- Special Revenue – Federal Economic Stimulus Fund – to account for certain Federal grant program resources related to the American Recovery and Reinvestment Act (ARRA).
- Capital Projects – Local Capital Improvement 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, and debt service payments on certificates of participation.
- Capital Projects – Other – to account for the various financial resources (e.g., certificates of participation, capital outlay sales tax, hurricane-related loss recoveries) to be used for educational capital outlay needs, including new construction, renovation and remodeling projects.

Additionally, the District reports the following fiduciary fund type:

- Agency Funds – to account for resources of the District's flexible benefits plan and the school internal funds which are used to administer moneys collected at several schools in connection with school, student athletic, class, and club activities.

During the course of operations the District has activity between funds for various purposes. Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, transfers between the funds included in governmental activities are eliminated in the preparation of the government-wide financial statements.

E. Basis of Accounting

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

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if they are collected within 30 days of the end of the current fiscal year. When grant terms provide that the expenditure of resources is the prime factor for determining eligibility for Federal, State, and other grant resources, revenue is recognized at the time the expenditure is

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made. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 30 days of year-end). Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt service expenditures, claims and judgments, other postemployment benefits, and compensated absences, are only recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources. Allocations of cost, such as depreciation, are not recognized in governmental funds.

The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

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

F. Assets, Liabilities, and Net Position/Fund Balance

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term, highly liquid investments with original maturities of three months or less. Investments classified as cash equivalents include certificates of deposit and amounts placed with the State Board of Administration (SBA) in Florida PRIME, formerly known as the Local Government Surplus Funds Trust Fund Investment Pool.

Cash deposits are held by banks qualified as public depositories under Florida law. All deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool as required by Chapter 280, Florida Statutes.

As of June 30, 2014, the special revenue funds cash accounts reflect a negative cash balance that represents timing differences between expenditures and the receipt of the reimbursement from the cash drawdown request. As the cash is part of pooled accounts, no cash account is overdrawn per bank records at June 30, 2014.

2. Investments

Investments consist of amounts placed in the SBA debt service accounts for investment of debt service moneys and amounts placed with the SBA for participation in the Florida PRIME and Fund B Surplus Funds Trust Fund (Fund B) investment pools created by Sections 218.405 and 218.417, Florida Statutes, and those made locally. The investment pools operate under investment guidelines established by Section 215.47, Florida Statutes.

The District's investments in Florida PRIME, which the SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, are similar to money market

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funds in which shares are owned in the fund rather than the underlying investments. These investments are reported at fair value, which is amortized cost.

The District's investments in Fund B are accounted for as a fluctuating net asset value pool, with a fair value factor of 1.84438408 at June 30, 2014. Fund B is not subject to participant withdrawal requests. Distributions from Fund B, as determined by the SBA, are effected by transferring eligible cash or securities to Florida PRIME, consistent with the pro rata allocation of pool shareholders of record at the creation date of Fund B. One hundred percent of such distributions from Fund B are available as liquid balance within Florida PRIME.

Investments made locally consist of certificates of deposit which are reported at fair value. Types and amounts of investments held at fiscal year-end are described in a subsequent note.

3. Inventories

Inventories consist of expendable supplies held for consumption in the course of District operations. Inventories are stated at cost on a moving-average basis, except that transportation fuel is stated at the last invoice, which approximates the first-in, first-out basis. United States Department of Agriculture donated foods are stated at their fair value as determined at the time of donation to the District's food service program by the Florida Department of Agriculture and Consumer Services, Bureau of Food Distribution. The costs of inventories are recorded as expenditures when used rather than purchased.

4. 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 \$1,000, except for buildings and improvements other than buildings which are defined as assets costing more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at fair value at the date of donation.

Interest costs incurred during construction of capital assets are not considered material and are not capitalized as part of the cost of construction.

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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	10 - 40 years
Buildings and Fixed Equipment	10 - 50 years
Furniture, Fixtures, and Equipment	3 - 20 years
Motor Vehicles	15 years
Audio Visual Materials and Computer Software	5 - 7 years

Current year information relative to changes in capital assets is described in a subsequent note.

5. Long-Term Liabilities

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

In the governmental fund financial statements, bonds and other long-term obligations are not recognized as liabilities until due.

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

6. Net Position Flow Assumption

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

7. Fund Balance Flow Assumptions

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

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used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. Fund Balance Policies

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

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board is the highest level of decision-making authority for the District that can commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken to remove or revise the limitation. In July 2013, the Board gave its approval to commit certain project balances during the budget process.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board has, by vote authorized the Assistant Superintendent for Finance and the Accounting Supervisor to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

G. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues. Revenues that are not classified as program revenues are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

2. State Revenue Sources

Significant revenues from State sources for current operations include the Florida Education Finance Program administered by the Florida Department of Education (Department) under the provisions of Section 1011.62, Florida Statutes. In accordance with this law, the District

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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 these educational program revenues be accounted for in the General Fund. A portion of the fund balance of the General Fund is restricted in the governmental fund financial statements for the balance of categorical and earmarked educational program resources.

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

3. District Property Taxes

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

Property taxes consist of ad valorem taxes on real and personal property within the District. Property values are determined by the Santa Rosa County Property Appraiser, and property taxes are collected by the Santa Rosa County Tax Collector.

The Board adopted the 2013 tax levy on September 12, 2013. 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 a lien on the property on January 1, and are 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

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for taxes collected by the Santa Rosa County Tax Collector at fiscal year-end but not yet remitted to the District.

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

4. Capital Outlay Surtax

In March 2007, the voters of Santa Rosa County (County) approved a one-half cent school capital outlay surtax on sales in the County for 10 years, effective October 1, 2008, to pay construction costs of certain school facilities and related costs in accordance with Section 212.055(6), Florida Statutes.

5. 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.

6. Compensated Absences

In the government-wide financial statements, compensated absences (i.e., paid absences for employee vacation leave and sick leave) are accrued as liabilities to the extent that it is probable that the benefits will result in termination payments. A liability for these amounts is reported in the governmental fund financial statements only if it has matured, such as for occurrences of employee resignations and retirements. The liability for compensated absences includes salary-related benefits, where applicable.

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash Deposits with Financial Institutions

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

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

B. Investments

As of June 30, 2014, the District has the following investments and maturities:

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Investments	Maturities	Fair Value
SBA:		
Florida PRIME (1)(2)	40 Day Average	\$ 1,885,342
Fund B (2)	2.86 Year Average	37,331
Debt Service Accounts	6 Months	317,613
Certificates of Deposit (1)	August 23, 2013	20,000
Total Investments, Primary Government		<u>\$ 2,260,286</u>

Notes: (1) These investments are reported as cash and cash equivalents for financial statement reporting purposes.
(2) Pursuant to the trust agreements, the trustee for the District's Certificates of Participation Series 2006 and 2009 holds all or part of these investments in trust accounts as follows: Florida PRIME \$914,790 and Fund B \$27,127.

➤ Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Section 218.415(17), Florida Statutes, limits investment maturities to provide sufficient liquidity to pay obligations as they come due. The District's investment policy states that the highest priority shall be given to the safety and liquidity of funds. The policy limits the types of authorized investments as a means of managing the exposure to fair value losses from increasing interest rates.

Florida PRIME had a weighted average days to maturity (WAM) of 40 days at June 30, 2014. A portfolio's WAM reflects the average maturity in days based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the portfolio to interest rate changes. Due to the nature of the securities in Fund B, the interest rate risk information required by GASB Statement No. 40 (i.e., specific identification, duration, weighted average maturity, segmented time distribution, or simulation model) is not available. An estimate of the weighted average life (WAL) is available. In the calculation of the WAL, the time at which an expected principal amount is to be received, measured in years, is weighted by the principal amount received at that time divided by the sum of all expected principal payments. The principal amounts used in the WAL calculation are not discounted to present value as they would be in a weighted average duration calculation. The WAL, based on expected future cash flows, of Fund B at June 30, 2014, is estimated at 2.86 years. However, because Fund B consists of restructured or defaulted securities there is considerable uncertainty regarding the WAL. Participation in Fund B is involuntary.

➤ Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Section 218.415(17), Florida Statutes, limits investments to the SBA's Florida PRIME, or any other intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act as provided in Section 163.01, Florida Statutes; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits in qualified public depositories, as defined in Section 280.02, Florida Statutes; and direct obligations of the United States Treasury. The District's investment policy limits investments to funds placed in qualified public depositories, financial deposit instruments insured by the Federal Deposit Insurance Corporation, time deposits, securities of the United States Government (including

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obligations of the United States Treasury), and investment pools managed and directed by an approved agency of the State.

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

The District's investment in Florida PRIME is rated AAAm by Standard & Poor's. Fund B is unrated.

The District's investments in the certificates of deposit are in a qualified public depository.

C. Changes in Capital Assets

Changes in capital assets are presented in the table below:

	Beginning Balance	Additions	Deletions	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital Assets Not Being Depreciated:				
Land	\$ 7,317,360	\$ -	\$ -	\$ 7,317,360
Land Improvements	4,361,890	242,859		4,604,749
Construction in Progress	3,103,686	8,438,801	3,475,921	8,066,567
Total Capital Assets Not Being Depreciated	14,782,936	8,681,661	3,475,921	19,988,676
Capital Assets Being Depreciated:				
Improvements Other Than Buildings	24,406,578	565,117		24,971,695
Buildings and Fixed Equipment	337,707,138	6,720,946	1,153,564	343,274,520
Furniture, Fixtures, and Equipment	16,596,143	1,141,805	1,247,942	16,490,006
Motor Vehicles	3,774,157	123,885	234,738	3,663,304
Audio Visual Materials and Computer Software	5,414,000	463,417	509,558	5,367,859
Total Capital Assets Being Depreciated	387,898,016	9,015,170	3,145,802	393,767,384
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	13,888,070	909,073	4,281	14,792,862
Buildings and Fixed Equipment	105,681,592	8,146,462	111,314	113,716,740
Furniture, Fixtures, and Equipment	9,769,404	1,555,387	1,153,456	10,171,335
Motor Vehicles	3,326,430	119,142	178,614	3,266,958
Audio Visual Materials and Computer Software	4,732,239	261,800	506,248	4,487,791
Total Accumulated Depreciation	137,397,735	10,991,864	1,953,913	146,435,687
Total Capital Assets Being Depreciated, Net	250,500,281	(1,976,695)	1,191,889	247,331,697
Governmental Activities Capital Assets, Net	\$ 265,283,217	\$ 6,704,966	\$ 4,667,810	\$ 267,320,373

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Depreciation expense was charged to functions as follows:

<u>Function</u>	<u>Amount</u>
GOVERNMENTAL ACTIVITIES	
Instruction	\$ 272,617
Pupil Transportation Services	14,871
Instructional Media Services	14,331
Instruction and Curriculum Development	18,850
Instructional Staff Training	34,262
Instruction Related Technology	629,074
General Administration	2,001
School Administration	5,016
Fiscal Services	3,768
Food Services	98,004
Central Services	24,200
Pupil Transportation Services	4,057
Operation of Plant	12,533
Maintenance of Plant	2,086,685
Administrative Technology Services	72,355
Community Services	17,120
Unallocated	<u>7,682,120</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 10,991,863</u></u>

D. Florida Retirement System

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

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of both Plans may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however,

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there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. District employees participating in DROP are not eligible to participate in this program. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on salary and membership class (Regular, Elected County Officers, etc.). Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Employees in the Investment Plan vest at one year of service.

The State of Florida establishes contribution rates for participating employers and employees. Contribution rates during the 2013-14 fiscal year were as follows:

Class	Percent of Gross Salary	
	Employee	Employer (A)
FRS, Regular	3.00	6.95
FRS, Elected County Officers	3.00	33.03
DROP - Applicable to		
Members from All of the Above Classes	0.00	12.84
FRS, Reemployed Retiree	(B)	(B)

Notes: (A) Employer rates include 1.20 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include 0.03 percent for administrative costs of the Investment Plan.

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

The District's liability for participation is limited to the payment of the required contribution at the rates and frequencies established by law on future payrolls of the District. The District's contributions for the fiscal year ended June 30, 2012, June 30, 2013, and June 30, 2014, totaled \$5,322,460, \$5,805,791, and \$8,659,576 respectively, which were equal to the required contributions for each fiscal year.

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There were 394 District participants in the Investment Plan during the 2013-14 fiscal year. The District's required contributions including employee contributions to the Investment Plan totaled \$1,199,041, which was equal to the contribution for the 2013-14 fiscal year.

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

E. Other Postemployment Benefit Obligations

Plan Description. The Other Postemployment Benefits Plan (OPEB Plan) is a single-employer defined benefit plan administered by the District. Pursuant to the provisions of Section 112.0801, Florida Statutes, employees who retire from the District are eligible to participate in the District's health and hospitalization plan for medical, prescription drug, dental, and life insurance coverage. The District subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the OPEB Plan on average than those of active employees. The District does not offer any explicit subsidies for retiree coverage. Retirees are assumed to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. The OPEB Plan 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. Plan contribution requirements of the District and OPEB Plan members are established and may be amended through Board action. The District has not advance-funded or established a funding methodology for the annual OPEB costs or the net OPEB obligation, and the OPEB Plan is financed on a pay-as-you-go basis. For the 2013-14 fiscal year, 272 retirees received other postemployment benefits. The District provided required contributions of \$636,957 toward the annual OPEB cost, net of retiree contributions totaling \$1,685,033, which represents 2.6 percent of covered payroll.

Annual OPEB Cost and Net OPEB Obligation. The District's annual OPEB cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with parameters of 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 Plan, and changes in the District's net OPEB obligation:

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<u>Description</u>	<u>Amount</u>
Normal Cost (service cost for one year)	\$ 534,785
Amortization of Unfunded Actuarial Accrued Liability	<u>574,290</u>
Annual Required Contribution	1,109,075
Interest on Net OPEB Obligation	133,867
Adjustment to Annual Required Contribution	<u>(193,538)</u>
Annual OPEB Cost (Expense)	1,049,404
Contribution Toward the OPEB Cost	<u>(636,957)</u>
Change in Net OPEB Obligation	412,447
Net OPEB Obligation, Beginning of Year	<u>3,346,673</u>
Net OPEB Obligation, End of Year	<u><u>\$ 3,759,120</u></u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the OPEB Plan, and the net OPEB obligation as of June 30, 2014, and the two preceding fiscal years, were as follows:

<u>Fiscal Year</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2011-12	\$ 850,381	98.28%	\$ 3,302,457
2012-13	858,464	94.85%	3,346,673
2013-14	1,049,404	60.70%	3,759,120

Funded Status and Funding Progress. As of July 1, 2013, the most recent valuation date, the actuarial accrued liability for benefits was \$9,930,640, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$9,930,640, and a funded ratio of 0 percent. The covered payroll (annual payroll of active participating employees) was \$65,789,331, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 15.09 percent.

Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and termination, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the OPEB Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The required schedule of funding progress immediately following the notes to financial statements presents multiyear trend information about whether the actuarial value of OPEB Plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive OPEB Plan provisions, as understood by the employer and participating members, and include the 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 as of July 1, 2013, used the projected unit credit cost method to estimate the unfunded actuarial liability as of June 30, 2014, and to estimate the District's 2013-14 fiscal year annual required contribution. Because the OPEB liability is currently unfunded, the actuarial assumptions included a 4 percent rate of return on invested assets. The actuarial assumptions also included an inflation rate of 2.50 percent and an annual healthcare cost trend rate of 6.60 percent for the 2013-14 fiscal year, reduced periodically thereafter to an ultimate rate of 4.50 percent in the 2089-90 fiscal year for claims prior to age 65 and to an ultimate rate of 4.50 percent in the 2082-83 fiscal year for claims after age 65. The unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over a 30 year period.

F. Construction and Other Significant Commitments

Construction Contracts. Encumbrances include the following major construction contract commitments at fiscal year-end:

Project	Contract Amount	Completed to Date	Balance Committed
Chumuckla Elementary - Kitchen/Cafeteria/Music/Art Addition	\$ 1,615,589	\$ 1,586,621	\$ 28,969
Gulf Breeze High - Chiller Plant & Bldg 1 HVAC Renovation	2,674,333	642,281	2,032,052
Jay High - Kitchen/Cafeteria/Band/Chorus	1,983,519	1,892,365	91,154
Milton High - Science Labs	1,406,469	1,223,039	183,430
Total	<u>\$ 7,679,910</u>	<u>\$ 5,344,306</u>	<u>\$ 2,335,604</u>

Encumbrances. Appropriations in governmental funds are encumbered upon issuance of purchase orders for goods and services. Even though appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered.

The following is a schedule of encumbrances at June 30, 2014:

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Major Funds				
General	Capital Projects - Local Capital Improvement	Capital Projects - Other	Special Revenue - Federal Economic Stimulus	Total Governmental Funds
<u>\$ 1,820,800</u>	<u>\$ 745,842</u>	<u>\$ 2,641,313</u>	<u>\$ 1,240</u>	<u>\$ 5,209,195</u>

G. 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. The District limits its exposure to these risks through its membership in the Florida School Board Insurance Trust (Trust). The Trust is a self-insurance fund for Florida school boards established under the authority set for in Section 1001.42, Florida Statutes, and was established for the purpose of pooling certain exposures (e.g. property, casualty, and workers' compensation) of participating districts. If a participating district withdraws or terminates participation in the Trust, and its claims exceed loss fund contributions from premiums paid, the Trust may request additional funds or return the open claims to that district. Through its participation in the Trust, the District has acquired various types of insurance coverage including property, general and automotive liability, workers' compensation, errors and omissions, employee benefits liability, boiler and machinery, crime, special events, pollution, legal liability, school crisis risk, and cyber liability coverage. Catastrophic student accident, flood and storage tank liability insurance are provided through purchased commercial insurance.

Employee health and hospitalization, dental, and life insurance coverage are provided through purchased commercial insurance.

Prior to July 1, 1997, the District was self-insured for workers' compensation exposures up to specified limits. At June 30, 2014, a liability in the amount of \$187,752 was recorded to cover future claims payments relating to this former self-insurance program.

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

Fiscal Years	Beginning-of- Fiscal-Year Liability	Current-Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2012-13	\$ 213,169	\$ 248,425	\$ (156,707)	\$ 304,887
2013-14	304,887	59,307	(176,442)	187,752

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS
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H. Long-Term Liabilities

1. Certificates of Participation

The District entered into financing arrangements with the Santa Rosa School Board Leasing Corporation (Leasing Corporation), pursuant to which the District has authorized several certificates of participation debt issues, characterized as lease-purchase agreements. The following schedule describes the status of these issues at June 30, 2014:

Series	Original Amount	Principal Paid to Date	Balance
2006-1	\$ 12,370,000	\$ 3,325,000	\$ 9,045,000
2006-2	18,870,000		18,870,000
2009	12,585,000	2,655,000	9,930,000
Total			<u>\$ 37,845,000</u>

As a condition of the financing arrangement, the District has given ground leases on District property to the Leasing Corporation.

The ground lease on the properties associated with the Series 2006 Certificates ends on the earlier of (a) the date on which the 2006 Certificates and any series of certificates refunding the Series 2006 Certificates have been paid in full or provision for their payment has been made, or (b) ten years from the final maturity of the Series 2006 Certificates and any series of certificates refunding the Series 2006 Certificates. It is not expected that the ground lease term with respect to the properties associated with the Series 2006 Certificates will exceed April 13, 2046. The lease payments are payable by the District semiannually, on February 1 and August 1 at interest rates of 4.34 percent for the Series 2006-1 and 4.25 percent to 5.25 percent for the Series 2006-2 Certificates.

The ground lease on the properties associated with the Series 2009 Certificates ends on the earlier of (a) the date on which the Series 2009 Certificates have been paid in full or provision for their payment has been made, or (b) ten years from the final maturity date of the Series 2009 Certificates and any series of certificates refunding the Series 2009 Certificates. The lease payments are payable by the District semiannually, on February 1 and August 1 at interest rates of 4.11 percent for the Series 2009 Certificates.

The properties covered by the ground leases are, together with the improvements constructed thereon from the financing proceeds, leased back to the District. If the District fails to renew the leases and to provide for the rent payments through to term, the master lease-purchase agreement provides for several remedies that are available to the Leasing Corporation.

The District properties included in the various ground leases under these arrangements include:

**SANTA ROSA COUNTY
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<u>Certificates</u>	<u>Description of Properties</u>
Series 2006	Navarre High School - Gymnasium, Classrooms, and Maintenance Building; Navarre High School - Cafeteria Expansion, Field House, and North Wing Addition; Thomas L. Sims Middle School - Classroom Spaces and Accoutrements; Bennett C. Russell Elementary School; Woodlawn Beach Middle School - Classroom Additions.
Series 2009	Jay High School - Improvements and Central High School - Improvements.

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

<u>Fiscal Year Ending June 30</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 3,642,303	\$ 1,865,000	\$ 1,777,303
2016	3,647,357	1,950,000	1,697,357
2017	3,649,583	2,035,000	1,614,583
2018	3,636,534	2,110,000	1,526,534
2019	3,636,083	2,200,000	1,436,083
2020-2024	18,104,290	12,435,000	5,669,290
2025-2029	13,481,505	10,675,000	2,806,505
2030-2031	<u>4,938,300</u>	<u>4,575,000</u>	<u>363,300</u>
Total Minimum Lease Payments	54,735,954	37,845,000	16,890,954
Plus: Unamortized Premium	<u>637,384</u>	<u>637,384</u>	
Total Certificates of Participation	<u>\$ 55,373,338</u>	<u>\$ 38,482,384</u>	<u>\$ 16,890,954</u>

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
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2. Bonds Payable

Bonds payable at June 30, 2014, are as follows:

Bond Type	Amount Outstanding	Interest Rates (Percent)	Annual Maturity To
State School Bonds:			
Series 2005A	\$ 1,210,000	5.0	2025
Series 2005B, Refunding	455,000	5.0	2018
Series 2006A	220,000	4.0 - 4.625	2026
Series 2009A, Refunding	240,000	4.0 - 5.0	2019
Series 2010A	1,000,000	3.50 - 5.0	2030
Series 2011A, Refunding	335,000	3.0 - 5.0	2023
Series 2014A, Refunding	319,000	2.0 - 5.0	2025
District Revenue Bonds:			
Racetrack, Series 1996	540,000	5.8	2016
Bonds Payable	4,319,000		
Plus: Unamortized Premium	166,350		
Total Bonds Payable	<u>\$ 4,485,350</u>		

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

➤ State School Bonds

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

➤ District Revenue Bonds

These bonds are authorized by Chapter 73-616, Laws of Florida, which provides that the bonds be secured from the pari-mutuel tax proceeds distributed annually to Santa Rosa County from the State's Pari-mutuel Tax Collection Trust Fund pursuant to Chapter 550, Florida Statutes (effective July 1, 2000, tax proceeds were distributed pursuant to Section 212.20(6)(d)7.a., Florida Statutes (2001), now Section 212.20(6)(d)6.a., Florida Statutes (2011)). The annual distribution is remitted by the Florida Department of Financial Services to the District. As required by the bond resolution, the District has established the sinking fund and reserve account and has accumulated and maintained adequate resources in the sinking fund and reserve account.

The District has pledged a total of \$784,100 of pari-mutuel tax revenues in connection with the District Revenue Bonds of 1996, described above. During the 2013-14 fiscal year, the District recognized pari-mutuel tax revenues totaling \$223,250 and expended

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

\$196,710 (88 percent) of these revenues for debt service directly collateralized by these revenues. The pledged pari-mutuel tax revenues are committed until final maturity of the debt on August 1, 2016. Assuming no growth rate in the collection of pari-mutuel funds, 100 percent of this revenue stream has been pledged in connection with debt service on the revenue bonds.

Annual requirements to amortize all bonded debt outstanding as of June 30, 2014, are as follows:

Fiscal Year Ending June 30	Total	Principal	Interest
<hr/>			
State School Bonds:			
2015	\$ 794,349	\$ 620,000	\$ 174,349
2016	801,125	655,000	146,125
2017	790,963	677,000	113,963
2018	367,495	287,000	80,495
2019	240,258	174,000	66,258
2020-2024	981,831	762,000	219,831
2025-2029	580,376	504,000	76,376
2030	104,000	100,000	4,000
	<hr/>	<hr/>	<hr/>
Total State School Bonds	4,660,397	3,779,000	881,397
	<hr/>	<hr/>	<hr/>
District Revenue Bonds:			
2015	196,390	170,000	26,390
2016	196,240	180,000	16,240
2017	195,510	190,000	5,510
	<hr/>	<hr/>	<hr/>
Total District Revenue Bonds	588,140	540,000	48,140
	<hr/>	<hr/>	<hr/>
Total	\$ 5,248,537	\$ 4,319,000	\$ 929,537
	<hr/>	<hr/>	<hr/>

3. Defeased Debt

During the current fiscal year, the Florida Department of Education issued Capital Outlay Bonds, Series 2014A, dated May 22, 2014, with interest rates ranging from 2 to 5 percent to refund certain callable portions of the SBE Capital Outlay Bonds, Series 2004A and Series 2005A.

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

4. Changes in Long-Term Liabilities

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

Description	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
GOVERNMENTAL ACTIVITIES					
Certificates of Participation Payable	\$ 39,640,000	\$	\$ 1,795,000	\$ 37,845,000	\$ 1,865,000
Unamortized Premium on Certificates	686,749		49,365	637,384	49,365
Total Certificates of Participation Payable	40,326,749		1,844,365	38,482,384	1,914,365
Bonds Payable	5,155,000	319,000	1,155,000	4,319,000	790,000
Unamortized Premium on Bonds	129,288	50,071	13,009	166,350	7,208
Total Bonds Payable	5,284,288	369,071	1,168,009	4,485,350	797,208
Compensated Absences Payable	18,717,462	6,509,045	5,721,208	19,505,299	6,141,965
Other Postemployment Benefits Payable	3,346,673	1,049,404	636,957	3,759,120	
Total Governmental Activities	<u>\$ 67,675,172</u>	<u>\$ 7,927,520</u>	<u>\$ 9,370,539</u>	<u>\$ 66,232,153</u>	<u>\$ 8,853,538</u>

For the governmental activities, compensated absences and other postemployment benefits are generally liquidated with resources of the General Fund.

I. Fund Balance Reporting

In addition to committed and assigned fund balance categories discussed in the Fund Balance Policies note disclosure, fund balances may be classified as follows:

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

J. Revenues And Expenditures/Expenses

1. Schedule of State Revenue Sources

The following is a schedule of the District's State revenue sources for the 2013-14 fiscal year:

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
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<u>Source</u>	<u>Amount</u>
Florida Education Finance Program	\$ 86,599,795
Categorical Education Program - Class Size Reduction	26,689,360
School Recognition	1,463,055
Workforce Development Program	1,417,807
Motor Vehicle License Tax (Capital Outlay and Debt Service)	938,692
Voluntary Prekindergarten Program	254,475
Discretionary Lottery Funds	239,570
Racing Commission Funds (Debt Service)	223,250
Food Service Supplement	111,674
Charter School Capital Outlay	61,007
Mobile Home License Tax	26,691
Miscellaneous	310,544
	<hr/>
Total	<u>\$ 118,335,920</u>

Accounting policies relating to certain State revenue sources are described in note I.G.2.

2. Property Taxes

The following is a summary of millages and taxes levied on the 2013 tax roll for the 2013-14 fiscal year:

<u>GENERAL FUND</u>	<u>Millages</u>	<u>Taxes Levied</u>
Nonvoted School Tax:		
Required Local Effort	5.600	\$ 46,163,708
Basic Discretionary Local Effort	0.748	6,166,152
<u>CAPITAL PROJECTS FUNDS</u>		
Nonvoted Tax:		
Local Capital Improvements	1.400	11,540,927
Total	<u>7.748</u>	<u>\$ 63,870,787</u>

K. Interfund Transfers

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

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

Funds	Interfund	
	Transfers In	Transfers Out
Major:		
General	\$ 4,292,491	\$ 338,725
Capital Projects:		
Local Capital Improvement		7,131,357
Other		727,684
Nonmajor Governmental	3,905,275	
Total	<u>\$ 8,197,766</u>	<u>\$ 8,197,766</u>

The District made transfers to the General Fund to cover payments on the student transportation contract, to pay for certain property and casualty insurance premiums, to cover payments for computer upgrades and Computer on Wheels, to facilitate the transfer of State funds to its charter schools, to pay for network infrastructure, and to pay contractual payments for tennis courts usage. The District made transfers to the nonmajor governmental funds to facilitate debt service payments on certificates of participation, payments of school recognition bonuses to food service personnel, and to cover the District's portion of Reserve Officer Training Corps.

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
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**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS -
OTHER POSTEMPLOYMENT BENEFITS PLAN**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) - (1)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
	(A)	(B)	(B-A)	(A/B)	(C)	[(B-A)/C]
July 1, 2011	\$ 0	\$ 9,357,953	\$ 9,357,953	0.0%	\$ 63,749,441	14.68%
July 1, 2012	0	9,247,801	9,247,801	0.0%	64,129,466	14.42%
July 1, 2013	0	9,930,640	9,930,640	0.0%	65,789,331	15.09%

Note (1): The District's actuarial valuation used the projected unit credit cost method to estimate the actuarial accrued liability.

**SANTA ROSA COUNTY
DISTRICT SCHOOL BOARD
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2013**

I. BUDGETARY BASIS OF ACCOUNTING

Budgetary Basis of Accounting. The Board follows procedures established by State statutes and State Board of Education (SBE) rules in establishing budget balances for governmental funds, as described below:

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the object level (e.g., salaries, purchased services, and capital outlay) within each activity (e.g., instruction, pupil personnel services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.
- 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.

II. SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS

The June 30, 2014 net OPEB obligation of \$3,759,120 was significantly higher than the June 30, 2013 obligation of \$3,346,673 as a result of the following changes:

- The current year normal cost for benefits increased.
- The amortization of unfunded liability increased.
- Assumed employer contributions decreased.

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
REQUIRED SUPPLEMENTARY INFORMATION -
SCHEDULE OF FUNDING PROGRESS
OTHER POST-EMPLOYMENT BENEFITS PLAN
June 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll [(b-a)/c]
July 1, 2011	0	\$ 9,357,953	\$ 9,357,953	0	\$ 63,749,441	14.68%
July 1, 2012	0	\$ 9,247,801	\$ 9,247,801	0	\$ 64,129,466	14.42%
July 1, 2013	0	\$ 9,930,640	\$ 9,930,640	0	\$ 65,789,331	15.09%

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Fiscal Year Ended June 30, 2014

1. BUDGETARY BASIS OF ACCOUNTING

The Board follows procedures established by State statutes and State Board of Education (SBE) rules in establishing budget balances for governmental funds, as described below:

- Budgets are prepared, public hearings are held, and original budgets are adopted annually for all governmental fund types in accordance with procedures and time intervals prescribed by law and SBE rules.
- Appropriations are controlled at the object level (e.g., salaries, purchases services, and capital outlay) within each activity (e.g., instruction, pupil personnel services, and school administration) and may be amended by resolution at any Board meeting prior to the due date for the annual financial report.
- 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. SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS

The June 30, 2014 net OPEB obligation of \$3,759,120 was significantly higher than the June 30, 2013 obligation of \$3,346,673 as a result of the following changes:

- The current year normal cost for benefits increased.
- The amortization of unfunded liability increased.
- Assumed employer contributions decreased.

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100	850,000.00	600,000.00	581,403.01	(18,596.99)
Federal Through State and Local	3200	452,855.00	584,883.55	614,463.07	29,579.52
State Sources	3300	115,512,966.72	116,936,013.08	116,940,118.80	4,105.72
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423	50,369,577.00	51,494,143.24	54,408,607.91	2,914,464.67
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423			0.00	0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423			0.00	0.00
Local Sales Taxes	3418, 3419			0.00	0.00
Charges for Service - Food Service	345X			0.00	0.00
Impact Fees	3496			0.00	0.00
Other Local Revenue		3,883,971.85	4,910,906.28	4,827,275.93	(83,630.35)
Total Local Sources	3400	54,253,548.85	56,405,049.52	59,235,883.84	2,830,834.32
Total Revenues		171,069,370.57	174,525,946.15	177,371,868.72	2,845,922.57
EXPENDITURES					
<i>Current:</i>					
Instruction	5000	116,207,168.72	114,880,144.26	111,147,792.29	3,732,351.97
Student Personnel Services	6100	7,336,180.38	8,046,320.83	7,598,891.63	447,429.20
Instructional Media Services	6200	2,419,986.23	2,546,145.88	2,329,083.04	217,062.84
Instruction and Curriculum Development Services	6300	3,111,764.86	3,139,477.79	2,909,800.13	229,677.66
Instructional Staff Training Services	6400	714,463.04	896,025.50	719,592.17	176,433.33
Instructional-Related Technology	6500	4,605,946.84	4,931,612.08	4,063,310.44	868,301.64
Board	7100	603,212.85	540,143.30	515,722.91	24,420.39
General Administration	7200	614,397.34	669,456.89	657,777.54	11,679.35
School Administration	7300	11,990,824.71	12,713,019.19	12,518,201.74	194,817.45
Facilities Acquisition and Construction	7410	44,257.56	72,878.90	17,029.56	55,849.34
Fiscal Services	7500	1,153,265.79	1,152,675.98	1,096,570.45	56,105.53
Food Services	7600	0.00	0.00	0.00	0.00
Central Services	7700	2,309,440.30	2,622,114.74	2,337,076.00	285,038.74
Student Transportation Services	7800	12,559,260.09	12,662,737.11	12,412,917.05	249,820.06
Operation of Plant	7900	12,912,100.13	12,700,354.86	12,273,347.28	427,007.58
Maintenance of Plant	8100	4,593,973.72	4,690,353.95	3,774,631.93	915,722.02
Administrative Technology Services	8200	1,810,746.47	1,684,395.58	1,599,108.09	85,287.49
Community Services	9100	1,833,297.55	1,809,869.15	1,687,319.28	122,549.87
<i>Debt Service: (Function 9200)</i>					
Retirement of Principal	710			0.00	0.00
Interest	720			0.00	0.00
Due and Fees	730			0.00	0.00
Miscellaneous	790			0.00	0.00
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420		45,737.39	45,737.39	0.00
Other Capital Outlay	9300		953,652.17	953,652.17	0.00
Total Expenditures		184,820,286.58	186,757,115.55	178,657,561.09	8,099,554.46
Excess (Deficiency) of Revenues Over (Under) Expenditures		(13,750,916.01)	(12,231,169.40)	(1,285,692.37)	10,945,477.03
OTHER FINANCING SOURCES (USES)					
Issuance of Bonds	3710			0.00	0.00
Premium on Sale of Bonds	3791			0.00	0.00
Discount on Sale of Bonds	891			0.00	0.00
Proceeds of Lease-Purchase Agreements	3750			0.00	0.00
Premium on Lease-Purchase Agreements	3793			0.00	0.00
Discount on Lease-Purchase Agreements	893			0.00	0.00
Loans	3720			0.00	0.00
Sale of Capital Assets	3730			0.00	0.00
Loss Recoveries	3740	1,413.46	30,484.16	30,844.46	360.30
Proceeds of Forward Supply Contract	3760			0.00	0.00
Proceeds from Special Facility Construction Account	3770			0.00	0.00
Face Value of Refunding Bonds	3715			0.00	0.00
Premium on Refunding Bonds	3792			0.00	0.00
Discount on Refunding Bonds	892			0.00	0.00
Refunding Lease-Purchase Agreements	3755			0.00	0.00
Premium on Refunding Lease-Purchase Agreements	3794			0.00	0.00
Discount on Refunding Lease-Purchase Agreements	894			0.00	0.00
Payments to Refunding Escrow Agent (Function 9299)	760			0.00	0.00
Transfers In	3600	4,239,378.00	4,292,490.90	4,292,490.90	0.00
Transfers Out	9700	(310,773.00)	(338,725.00)	(338,725.00)	0.00
Total Other Financing Sources (Uses)		3,930,018.46	3,984,250.06	3,984,610.36	360.30
SPECIAL ITEMS				0.00	0.00
EXTRAORDINARY ITEMS				0.00	0.00
Net Change in Fund Balances		(9,820,897.55)	(8,246,919.34)	2,698,917.99	10,945,837.33
Fund Balance, July 1, 2013	2800	15,118,178.23	15,118,178.23	15,118,178.23	0.00
Adjustment to Fund Balances	2891			0.00	0.00
Fund Balance, June 30, 2014	2700	5,297,280.68	6,871,258.89	17,817,096.22	10,945,837.33

DISTRICT SCHOOL BOARD OF SANTA ROSA COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR SPECIAL REVENUE - FEDERAL ECONOMIC STIMULUS PROGRAMS FUNDS
For the Fiscal Year Ended June 30, 2014

	Account Number	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
		Original	Final		
REVENUES					
Federal Direct	3100	0.00	0.00	0.00	0.00
Federal Through State and Local	3200	600,072.96	745,403.35	697,185.34	(48,218.01)
State Sources	3300	0.00	0.00	0.00	0.00
<i>Local Sources:</i>					
Property Taxes Levied, Tax Redemptions and Excess Fees for Operational Purposes	3411, 3421, 3423			0.00	0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Debt Service	3412, 3421, 3423			0.00	0.00
Property Taxes Levied, Tax Redemptions and Excess Fees for Capital Projects	3413, 3421, 3423			0.00	0.00
Local Sales Taxes	3418, 3419			0.00	0.00
Charges for Service - Food Service	345X			0.00	0.00
Impact Fees	3496			0.00	0.00
Other Local Revenue				0.00	0.00
Total Local Sources	3400	0.00	0.00	0.00	0.00
Total Revenues		600,072.96	745,403.35	697,185.34	(48,218.01)
EXPENDITURES					
<i>Current:</i>					
Instruction	5000	0.00	130,817.87	118,441.87	12,376.00
Student Personnel Services	6100	0.00	0.00	0.00	0.00
Instructional Media Services	6200	0.00	0.00	0.00	0.00
Instruction and Curriculum Development Services	6300	192,703.58	192,703.58	192,703.58	0.00
Instructional Staff Training Services	6400	292,184.39	312,436.38	266,145.68	46,290.70
Instructional-Related Technology	6500	0.00	0.00	0.00	0.00
Board	7100	0.00	0.00	0.00	0.00
General Administration	7200	35,892.71	30,106.12	28,178.81	1,927.31
School Administration	7300	0.00	0.00	0.00	0.00
Facilities Acquisition and Construction	7410	0.00	0.00	0.00	0.00
Fiscal Services	7500	0.00	0.00	0.00	0.00
Food Services	7600	0.00	0.00	0.00	0.00
Central Services	7700	76,002.28	76,049.40	76,049.40	0.00
Student Transportation Services	7800	0.00	0.00	0.00	0.00
Operation of Plant	7900	3,290.00	3,290.00	3,290.00	0.00
Maintenance of Plant	8100	0.00	0.00	0.00	0.00
Administrative Technology Services	8200	0.00	0.00	0.00	0.00
Community Services	9100	0.00	0.00	0.00	0.00
<i>Debt Service: (Function 9200)</i>					
Retirement of Principal	710			0.00	0.00
Interest	720			0.00	0.00
Dues and Fees	730			0.00	0.00
Miscellaneous	790			0.00	0.00
<i>Capital Outlay:</i>					
Facilities Acquisition and Construction	7420			0.00	0.00
Other Capital Outlay	9300		12,376.00	12,376.00	0.00
Total Expenditures		600,072.96	757,779.35	697,185.34	60,594.01
Excess (Deficiency) of Revenues Over (Under) Expenditures		0.00	(12,376.00)	0.00	12,376.00
OTHER FINANCING SOURCES (USES)					
Issuance of Bonds	3710			0.00	0.00
Premium on Sale of Bonds	3791			0.00	0.00
Discount on Sale of Bonds	891			0.00	0.00
Proceeds of Lease-Purchase Agreements	3750			0.00	0.00
Premium on Lease-Purchase Agreements	3793			0.00	0.00
Discount on Lease-Purchase Agreements	893			0.00	0.00
Loans	3720			0.00	0.00
Sale of Capital Assets	3730			0.00	0.00
Loss Recoveries	3740			0.00	0.00
Proceeds of Forward Supply Contract	3760			0.00	0.00
Proceeds from Special Facility Construction Account	3770			0.00	0.00
Face Value of Refunding Bonds	3715			0.00	0.00
Premium on Refunding Bonds	3792			0.00	0.00
Discount on Refunding Bonds	892			0.00	0.00
Refunding Lease-Purchase Agreements	3755			0.00	0.00
Premium on Refunding Lease-Purchase Agreements	3794			0.00	0.00
Discount on Refunding Lease-Purchase Agreements	894			0.00	0.00
Payments to Refunding Escrow Agent (Function 9299)	760			0.00	0.00
Transfers In	3600			0.00	0.00
Transfers Out	9700			0.00	0.00
Total Other Financing Sources (Uses)		0.00	0.00	0.00	0.00
SPECIAL ITEMS				0.00	0.00
EXTRAORDINARY ITEMS				0.00	0.00
Net Change in Fund Balances		0.00	(12,376.00)	0.00	12,376.00
Fund Balance, July 1, 2013	2800			0.00	0.00
Adjustment to Fund Balances	2891			0.00	0.00
Fund Balance, June 30, 2014	2700	0.00	(12,376.00)	0.00	12,376.00