

**THE SCHOOL BOARD
OF MIAMI-DADE COUNTY, FLORIDA
EDUCATIONAL FACILITIES
IMPACT FEE FUND**

Special-Purpose Financial Statements
As of and for the Years Ended June 30, 2010 and 2009



C Borders-Byrd, CPA LLC
Accountants and Consultants

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Special-Purpose Financial Statements

June 30, 2010 and 2009

Contents

Report of Independent Certified Public Accountants	1
Special-Purpose Financial Statements	
Statements of Financial Position.....	3
Statements of Revenues, Expenditures and Changes in Fund Balance	4
Notes to Special-Purpose Financial Statements.....	5
Combining Financial Statements	
Combining Statement of Financial Position	14
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	15
Required Supplementary Information	
Schedule of Construction in Progress and COPS Debt Service Commitments.....	16
Report of Independent Certified Public Accountants on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Special-Purpose Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	17
Schedule of Comments and Recommendations.....	19



Report of Independent Certified Public Accountants

Chairperson and Members of
The School Board of Miami-Dade County, Florida

We have audited the accompanying Statements of Financial Position of the Educational Facilities Impact Fee Fund (the "Fund") of The School Board of Miami-Dade County, Florida, (the "School Board") as of June 30, 2010 and 2009, and the related Statements of Revenues, Expenditures and Changes in Fund Balance for the years then ended. These special-purpose financial statements are the responsibility of the School Board's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audits provide a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of complying with the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida. As disclosed in Note 1, these special-purpose financial statements present only the financial position of the Educational Facilities Impact Fee Fund as of June 30, 2010 and 2009 and the results of operations for the years then ended and is not intended to present fairly the financial position and results of operations of The School Board of Miami-Dade County, Florida.

In our opinion, the special-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Educational Facilities Impact Fee Fund of The School Board of Miami-Dade County, Florida, as of June 30, 2010 and 2009, and the results of its operations for the years then ended in conformity with accounting principles generally accepted in the United States of America.



In accordance with *Government Auditing Standards*, we have also issued our report dated October 26, 2010 on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations and contracts and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the special-purpose financial statements taken as a whole. The accompanying Combining Financial Statements on pages 14 and 15 are presented for purposes of additional analysis and are not a required part of the special-purpose financial statements. This information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements. In our opinion, the information is fairly stated in all material respects in relation to the special-purpose financial statements taken as a whole.

The information listed as required supplementary information in the table of contents is not a required part of the special-purpose financial statements, but is supplementary information required by the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

C Borders-Byrd, CPA LLC

Miami, Florida
October 26, 2010

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Statements of Financial Position

	June 30	
	2010	2009
Assets		
Cash and investments	\$ 1,652,790	\$ 2,801,632
Interest and dividends receivable	1,277	1,270
Due from Miami-Dade County	1,531,242	268,467
Total assets	\$ 3,185,309	\$ 3,071,369
Liabilities and fund balance		
Liabilities:		
Total liabilities	\$ -	\$ -
Fund balance:		
Reserved for:		
Encumbrances	-	6,220
Capital projects	3,185,309	3,065,149
Total fund balance	3,185,309	3,071,369
Total liabilities and fund balance	\$ 3,185,309	\$ 3,071,369

The accompanying notes are an integral part of the special-purpose financial statements.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Statements of Revenues, Expenditures and Changes in Fund Balance

For the Years Ended June 30, 2010 and 2009

	2010	2009
Revenues:		
Impact fees	\$ 5,626,908	\$ 5,203,747
Investment income	3,459	133,687
Total revenues	5,630,367	5,337,434
Expenditures:		
Administrative	182,968	-
Capital outlay	-	5,667,156
Total expenditures	182,968	5,667,156
Excess (deficiency) of revenues over expenditures	5,447,399	(329,722)
Other financing (uses):		
Operating transfers out – debt service fund	(5,333,459)	(18,079,620)
Total other financing (uses)	(5,333,459)	(18,079,620)
Excess (deficiency) of revenues over expenditures and other financing (uses)	113,940	(18,409,342)
Beginning fund balance	3,071,369	21,480,711
Ending fund balance	\$ 3,185,309	\$ 3,071,369

The accompanying notes are an integral part of the special-purpose financial statements.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements

June 30, 2010

1. Summary of Significant Accounting Policies and Reporting Practices

Reporting Entity

The Educational Facilities Impact Fee Fund (the "Fund") of The School Board of Miami-Dade County, Florida, (the "School Board") was established pursuant to Section 235.19 of the Florida Statutes and Ordinance 95-79 of Miami-Dade County, Florida, (the "Ordinance") in May of 1995. The Ordinance was passed by the Miami-Dade County Board of County Commissioners for the express purpose of levying impact fees on new residential developments and additions to residences. These fees provide resources for the construction of educational facilities necessitated by residential development. The Educational Facilities Impact Fee is collected and accounted for based on one of three Benefit Districts created under the Ordinance. Monies collected are required to be expended for the development and/or acquisition of educational facilities within the Benefit District where the monies were collected.

The administration of the Fund is governed by Ordinance 95-79 of Miami-Dade County, Florida, the Educational Facilities Impact Fee Administration Manual and the Interlocal Agreement between The School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida.

The School Board accounts for the impact fee activities in separately identifiable funds within the Capital Projects Funds. The special-purpose financial statements present the financial operations of the Impact Fee Fund only and do not include the assets, liabilities, fund balances and the revenues and expenditures of The School Board of Miami-Dade County, Florida.

For financial reporting purposes, the Fund is a fund of The School Board of Miami-Dade County, Florida, and is thus included in the School Board's comprehensive annual financial report.

Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the Fund are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

1. Summary of Significant Accounting Policies and Reporting Practices (continued)

The Educational Facilities Impact Fee Fund is reported as the following fund type:

Governmental funds are used to account for the government's general government activities. Government fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay the liabilities of the current period. For this purpose the government considers revenues to be available if they are collected within 60 days of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and claims and judgments are recorded only when payment is due.

Investments

Investments are carried at fair value and include primarily U.S. Agency obligations and money market mutual funds.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is used by the Fund. Open encumbrances at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results may differ from those estimates.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

2. Cash and Investments

The Fund's surplus funds are invested directly by the District's Office of Treasury Management.

As authorized under State Statutes, the School Board has adopted School Board Rule 6Gx13- 3B-1.01, *Deposit and Investment Policies for School Board Funds*, (Investment Policy) as its formal Investment Policy for all surplus funds, except for the Supplemental Early Retirement Funds, which are invested under School Board Rule 6Gx13- 4D-1.102. School Board Rule 6Gx13- 3B-1.01 policies permit the following investments and are structured to place the highest priority on the safety of principal and liquidity of funds:

- Time Deposits – School Board and State approved designated depository.
- U.S. Government direct obligations.
- Revolving Repurchase Agreements or similar investment vehicles for the investment of funds awaiting clearance with financial institutions.
- Commercial Paper rated A1/P1/F1 or better.
- Bankers Acceptances with the 100 largest banks in the world.
- State Board of Administration Local Government Investment Pool.
- Obligations of the Federal Farm Credit Banks.
- Obligations of the Federal Home Loan Bank.
- Obligations of the Federal Home Loan Mortgage Corporation.
- Obligations guaranteed by the Government National Mortgage Association.
- Obligations of the Federal National Mortgage Association.
- Securities of any investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C.

Interest Rate Risk: In accordance with its investment policy under Board Rule 6Gx13- 3B-1.01, the School Board manages its exposure to declines in fair values by substantially limiting the weighted average maturity on all investments to one year or less. U.S. Government Agency Securities of the Fund include approximately \$1,473,000 and \$284,169 in 2010 and 2009, respectively in callable securities that are assumed to be called on the next call date, and as such, the weighted average maturity reflects the call date as the maturity date for these securities.

U.S. Government Agency Securities include approximately \$1,473,000 and \$162,035 in step-up securities with .09 and .08 years weighted average maturities in fiscal years 2010 and 2009, respectively.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

2. Cash and Investments (continued)

Credit Risk:

Investment Type	Rating	Percentage of Investments	
		2010	2009
Federal Farm Credit Bank	AAA	-	2.90%
Federal Home Loan Bank	AAA	42.20%	-
Federal Home Loan Mortgage Corporation	AAA	11.73%	-
Federal National Mortgage Association	AAA	35.18%	10.16%
Commercial Paper	A1+/A1/P1/F1	-	-
Money Market Mutual Funds	AAA	10.89%	86.94%
State Board of Administration	Not Rated	-	-
Guaranteed Investment Contract	Not Rated	-	-
Corporate Bonds	AA/A/B	-	-

Concentration Risks: The District permits up to 20% in Federal Farm Credit Bank, 20% Federal Home Loan Bank, 20% in Federal Home Loan Mortgage Corporation and 20% in Federal National Mortgage Association agency securities. In addition, investment in Money Markets is permitted without limitations.

The Fund's cash primarily include money market accounts and certificate of deposits. At June 30, 2010 and 2009, the deposits' fair value and bank balances were zero and \$5,008, respectively. All bank balances of the School Board are fully insured or collateralized.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

2. Cash and Investments (continued)

Cash and investments for the Fund as of June 30, 2010 and 2009, were as follows:

Investment Type	2010		2009	
	Fair Value (In Thousands)	Weighted Average Maturity (Years)	Fair Value (In Thousands)	Weighted Average Maturity (Years)
U.S. Government Agency	\$ 1,473	.09	\$ 365	.30
Money Market Mutual Funds	180	.06	2,432	.13
Total Investments	<u>1,653</u>	<u>.09</u>	<u>2,797</u>	<u>.15</u>
Cash	-		5	
Total cash	<u>-</u>		<u>5</u>	
Total Cash and Investments	<u>\$ 1,653</u>		<u>\$ 2,802</u>	

3. Credits and Contributions In-Lieu-Of Impact Fees

Credits or contributions in-lieu-of impact fees up to the full amount of the fee (excluding the administrative charge) are available, subject to certain provisions, for land or monetary contributions provided by the fee payor prior to October 1, 1995 (credit) or negotiated after October 1, 1995 (contributions in-lieu-of impact fees). As of June 30, 2010, the County has reported approximately \$11,098,000 of approved credits and contributions in-lieu-of impact fees of which none has been applied as of June 30, 2010 and remain available to be applied in future years. There were no credits and contributions in-lieu-of impact fees applied during fiscal year 2010.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

4. Letters of Credit

Fee payors are permitted to secure their impact fee obligation by letter of credit payable to Miami-Dade County, Florida, upon completion of the development project. The fees associated with these letters of credit are not currently available and as such have not been reported within the special-purpose financial statements. Approximately \$872,900 and \$3,048,018 in letters of credit were payable to Miami-Dade County, Florida, at June 30, 2010 and 2009, respectively.

5. Intergovernmental Transactions

Due from Miami-Dade County

At June 30, 2010 and 2009 Miami-Dade County owed the Fund approximately \$1,531,242 and \$268,467 respectively, in impact fees collected from the Benefit Districts.

Operating Transfers Out

For the fiscal years ended June 30, 2010 and 2009, the Fund transferred \$5,333,459 and \$18,079,620, respectively, to The School Board of Miami-Dade County, Florida, debt service fund to cover principal and interest payments on the Series 2000A, Series 2001C, Series 2004A, Series 2005A, Series 2006C and Series 2006D Certificates of Participation.

Administrative Expenditures

The School Board provides certain personnel services and other administrative costs to the Fund. Actual costs reimbursed to the School Board totaled approximately \$182,968 for fiscal year 2010. There were no reimbursements during fiscal year 2009.

6. Commitments

The Interlocal Agreement requires the School Board to expend or encumber impact fee revenues within six years from the date of collection. Impact fees have been committed for the schools and COPS debt service payments.

In accordance with the provisions of the 2000 First Amended Interlocal Agreement between Miami-Dade County and The School Board of Miami-Dade County, Florida, the School Board has issued Certificates of Participation ("COPS"). As of June 30, 2010, there is approximately \$226,413,737 of impact fee COPS outstanding.

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

6. Commitments (continued)

The School Board has available the non-voted millage known as the “Local Option Millage Levy” as a primary source of funding for the COPS debt service. Additionally, the agreement provides that the School Board is entitled to be reimbursed from future impact fee revenues for COPS debt service payments from non-impact fee revenues.

The current Educational Facilities Impact Fee Ordinance (Impact Fees) was adopted in 1995 and recommended revisions to the Impact Fees methodology and increase in fees completed in January 2006 were not adopted by Miami-Dade County (County). While the proposed amendments to the impact fees were approved on first reading by the Board of County Commissioners (BCC) on February 20, 2007 and subsequently scheduled for a public hearing before the BCC Government, Operations & Environment (GOE) Committee on July 11, 2007, the item was tabled at the time and has not been rescheduled.

On September 26, 2001, the School Board issued \$42,235,000 in Series 2001C Certificates of Participation (COPS). The Series 2001C COPS were issued in order to acquire educational facilities in the East and Northwest Benefit Districts. Impact Fee monies from these Benefit Districts have been committed for the debt service on the Series 2001C COPS.

During fiscal year 2005, proceeds of approximately \$15,120,000 from Series 2004A COPS were used to partially refund the 2001C COPS, with the final payment for the 2001C COPS due on October 1, 2012. The Series 2001C COPS mature in October 2012 and pay interest ranging from 4.2% to 5.5%.

During fiscal 2007 proceeds of approximately \$11,300,000 from Series 2006D COPS were used to partially refund the 2001C COPS, with the final payment for the partially refunded 2001C COPS due on October 1, 2012. The total remaining obligation under the Series 2001C COPS is as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2011	\$ 1,845,000	\$ 117,750	\$ 1,962,750
2012	1,925,000	40,425	1,965,425
Total	<u>\$ 3,770,000</u>	<u>\$ 158,175</u>	<u>\$ 3,928,175</u>

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

6. Commitments (continued)

On July 12, 2004, the District issued \$87,210,000 in Refunding Certificates of Participation (COPS) Series 2004A for the purpose of refunding a portion totaling \$82,820,000 of the 2000A and 2001C Certificates. The 2004A Certificates mature on October 1, 2020 and will pay interest ranging from 3.5% to 5.25%.

The total obligation under the series 2004A COPS are as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2011	\$ 5,265,000	\$ 3,879,750	\$ 9,144,750
2012	5,450,000	3,685,425	9,135,425
2013	7,205,000	3,451,513	10,656,513
2014	7,810,000	3,170,150	10,980,150
2015	7,435,000	2,871,268	10,306,268
Thereafter	52,610,000	8,097,287	60,707,287
Total	<u>\$ 85,775,000</u>	<u>\$ 25,155,393</u>	<u>\$ 110,930,393</u>

On June 15, 2005, the School Board issued \$53,680,000 in Certificates of Participation (COPS) Series 2005A. The 2005A Certificates mature on April 1, 2020 and will pay interest ranging from 4% to 5%.

The total obligation under the series 2005A COPS are as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2011	\$ 3,345,000	\$ 1,210,800	\$ 4,555,800
2012	2,040,000	1,077,000	3,117,000
2013	2,040,000	1,058,625	3,098,625
2014	2,040,000	956,625	2,996,625
2015	2,040,000	854,625	2,894,625
Thereafter	16,725,000	2,425,125	19,150,125
Total	<u>\$ 28,230,000</u>	<u>\$ 7,582,800</u>	<u>\$ 35,812,800</u>

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Notes to Special-Purpose Financial Statements (continued)

June 30, 2010

6. Commitments (continued)

On May 10, 2006, the School Board issued \$53,665,000 in COPS Series 2006C. The Series 2006C COPS mature on October 1, 2021 and will pay interest ranging from 3.875% to 5%.

The total obligation under the series 2006C COPS are as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2011	\$ 2,915,000	\$ 2,105,319	\$ 5,020,319
2012	3,065,000	1,955,819	5,020,819
2013	3,205,000	1,817,097	5,022,097
2014	3,330,000	1,688,400	5,018,400
2015	3,470,000	1,552,400	5,022,400
Thereafter	29,660,000	5,486,500	35,146,500
Total	<u>\$ 45,645,000</u>	<u>\$ 14,605,535</u>	<u>\$ 60,250,535</u>

On December 21, 2006, the School Board issued \$10,570,000 in COPS Series 2006D. The Series partially refunded COPS 2001C. The Series 2006D mature on October 1, 2021 and will pay interest ranging from 3.625% and 5.00%.

The total obligation under the series 2006D COPS is as follows:

Year Ending June 30	Principal	Interest	Total Requirements
2011	\$ -	\$ 509,981	\$ 509,981
2012	-	509,981	509,981
2013	430,000	501,381	931,381
2014	105,000	490,878	595,878
2015	790,000	473,175	1,263,175
Thereafter	9,160,000	2,521,438	11,681,438
Total	<u>\$ 10,485,000</u>	<u>\$ 5,006,834</u>	<u>\$ 15,491,834</u>

Combining Financial Statements

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Combining Statement of Financial Position
(By Benefit District and Administrative Activity)

June 30, 2010

(With Comparative Totals for June 30, 2009)

	<u>East District</u>	<u>Northwest District</u>	<u>Southwest District</u>	<u>Administrative</u>	<u>2010 Total</u>	<u>2009 Total</u>
Assets						
Cash and investments	\$ 593,160	\$ 944,323	\$ 133,499	\$ (18,192)	\$ 1,652,790	\$ 2,801,632
Interest and dividends receivable	409	651	103	114	1,277	1,270
Due from Miami-Dade County	<u>1,112,403</u>	<u>19,128</u>	<u>381,633</u>	<u>18,078</u>	<u>1,531,242</u>	<u>268,467</u>
Total assets	<u>\$ 1,705,972</u>	<u>\$ 964,102</u>	<u>\$ 515,235</u>	<u>\$ -</u>	<u>\$ 3,185,309</u>	<u>\$ 3,071,369</u>
Liabilities and fund balance						
Liabilities:						
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:						
Reserved for:						
Encumbrances	-	-	-	-	-	6,220
Capital projects	<u>1,705,972</u>	<u>964,102</u>	<u>515,235</u>	<u>-</u>	<u>3,185,309</u>	<u>3,065,149</u>
Total fund balance	<u>1,705,972</u>	<u>964,102</u>	<u>515,235</u>	<u>-</u>	<u>3,185,309</u>	<u>3,071,369</u>
Total liabilities and fund balance	<u>\$ 1,705,972</u>	<u>\$ 964,102</u>	<u>\$ 515,235</u>	<u>\$ -</u>	<u>\$ 3,185,309</u>	<u>\$ 3,071,369</u>

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
(By Benefit District and Administrative Activity)

For the Year Ended June 30, 2010
(With Comparative Totals for June 30, 2009)

	<u>East District</u>	<u>Northwest District</u>	<u>Southwest District</u>	<u>Administrative</u>	<u>2010 Total</u>	<u>2009 Total</u>
Revenues:						
Impact fees	\$ 4,479,747	\$ 492,181	\$ 580,680	\$ 74,300	\$ 5,626,908	\$ 5,203,747
Investment income	1,225	1,849	66	319	3,459	133,687
Total revenues	<u>4,480,972</u>	<u>494,030</u>	<u>580,746</u>	<u>74,619</u>	<u>5,630,367</u>	<u>5,337,434</u>
Expenditures:						
Administrative	-	-	-	182,968	182,968	-
Capital outlay	-	-	-	-	-	5,667,156
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>182,968</u>	<u>182,968</u>	<u>5,667,156</u>
Excess (deficiency) of revenues over expenditures	4,480,972	494,030	580,746	(108,349)	5,447,399	(329,722)
Other financing sources (uses):						
Operating transfers out - debt service fund	<u>(4,942,515)</u>	<u>(281,717)</u>	<u>(109,227)</u>	-	<u>(5,333,459)</u>	<u>(18,079,620)</u>
Total other financing sources and (uses)	<u>(4,942,515)</u>	<u>(281,717)</u>	<u>(109,227)</u>	-	<u>(5,333,459)</u>	<u>(18,079,620)</u>
Excess (deficiency) of revenues over expenditures and other financing (uses)	<u>(461,543)</u>	<u>212,313</u>	<u>471,519</u>	<u>(108,349)</u>	<u>113,940</u>	<u>(18,409,342)</u>
Beginning fund balance	<u>2,167,515</u>	<u>751,789</u>	<u>43,716</u>	<u>108,349</u>	<u>3,071,369</u>	<u>21,480,711</u>
Ending fund balance	<u>\$ 1,705,972</u>	<u>\$ 964,102</u>	<u>\$ 515,235</u>	<u>\$ -</u>	<u>\$ 3,185,309</u>	<u>\$ 3,071,369</u>

Required Supplementary Information

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Schedule of Construction in Progress and COPS Debt Service Commitments
(Annual Activity by Benefit District)

June 30, 2010

<u>Project Name</u>	<u>Project Description</u>	<u>East District</u>	<u>Northwest District</u>	<u>Southwest District</u>	<u>Total</u>
None	N/A	N/A	N/A	N/A	N/A
Total construction in progress		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
COPS debt service commitments					
2001C COPS		\$ 3,219,656	\$ 708,519	\$ -	\$ 3,928,175
2004A COPS		50,827,175	17,594,428	42,508,790	110,930,393
2005A COPS		35,812,800	-	-	35,812,800
2006C COPS		53,666,197	-	6,584,338	60,250,535
2006D COPS		12,698,656	2,793,178	-	15,491,834
Total COPS debt service commitments		<u>\$ 156,224,484</u>	<u>\$ 21,096,125</u>	<u>\$ 49,093,128</u>	<u>\$ 226,413,737</u>



Report of Independent Certified Public Accountants on Internal Control over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Special-Purpose Financial Statements
Performed in Accordance With *Government Auditing Standards*

Chairperson and Members of
The School Board of Miami-Dade County, Florida

We have audited the special-purpose financial statements of the Educational Facilities Impact Fee Fund (the "Fund") of The School Board of Miami-Dade County, Florida (the "School Board") as of and for the year ended June 30, 2010, and have issued our report thereon dated October 26, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Controller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Fund's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free of material misstatements, we performed tests of its compliance with certain provisions of laws, regulations and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management in the Schedule of Comments and Recommendations.

This report is intended solely for the information and use of management, the Chairperson and Members of the School Board of Miami-Dade County, Florida, and Miami-Dade County, Florida, and is not intended to be and should not be used by anyone other than these specified parties.

C Borders-Byrd, CPA LLC

Miami, Florida
October 26, 2010

The School Board of Miami-Dade County, Florida
Educational Facilities Impact Fee Fund

Schedule of Comments and Recommendations

June 30, 2010

Current Year Comments and Recommendations - None.

Prior Year Comments and Recommendations

Observation

The current Educational Facilities Impact Fee Ordinance (Impact Fees) was adopted in 1995 and recommended revisions to the Impact Fees methodology and increase in fees completed in January 2006 were not adopted by Miami-Dade County (County). While the proposed amendments to the impact fees were approved on first reading by the Board of County Commissioners (BCC) on February 20, 2007 and subsequently scheduled for a public hearing before the BCC Government, Operations & Environment (GOE) Committee on July 11, 2007, the item was tabled at the time and has not been rescheduled.

Management should continue its efforts to update the current impact fee structure.

Management's Response

We concur with the recommendation. The Citizen's Oversight Committee (Committee), under the auspices of the Interlocal Agreement for Public School Facility Planning, has publicly acknowledged the need to revise the educational facilities impact fee ordinance. This Committee includes appointments from the County, and is ideally suited to help shepherd further discussions on this topic.

Given the amount of time that has elapsed since the District last reviewed the impact fee ordinance, staff has initiated discussions with the entity that developed the original 1995 methodology. A proposal is expected by January of 2011.